

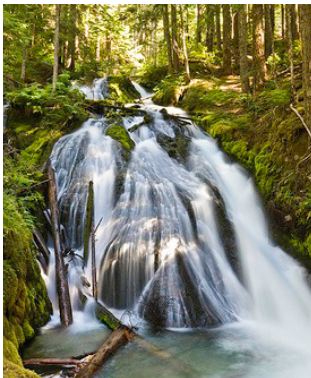


CLACKAMAS
COUNTY

CLACKAMAS COUNTY, OREGON

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2016



Photos courtesy of Mt. Hood Territory

CLACKAMAS COUNTY, OREGON

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2016

Prepared by:

Clackamas County Department of Finance
and the Office of the County Treasurer
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David Bodway, Finance Manager

**CLACKAMAS COUNTY, OREGON
TABLE OF CONTENTS**

	<u>Page</u>
<u>INTRODUCTORY SECTION:</u>	
Letter of Transmittal	i
Certificate of Achievement for Excellence in Financial Reporting	xi
Organization Chart - Clackamas County Elected Officials	xii
Organization Chart – All Other Departments	xiii
Principal Officials	xiv
<u>FINANCIAL SECTION:</u>	
REPORT OF INDEPENDENT AUDITORS	1
MANAGEMENT’S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS:	
Statement of Net Position	16
Statement of Activities	17
Balance Sheet – Governmental Funds	18
Reconciliation of Statement of Governmental Funds Balance Sheet to Statement of Net Position	19
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	20
Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to Statement of Activities	21
Statement of Net Position – Proprietary Funds	22
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds	23
Statement of Cash Flows – Proprietary Funds	24
Statement of Fiduciary Net Position	26
Statement of Fiduciary Changes in Net Position	27
Notes to Basic Financial Statements	28
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:	
General Fund	75
Community Development Fund	77
Sheriff Fund	78
Schedule of OPEB Funding Progress	79
Schedule of the Proportionate Share of the Net Pension Liability	79
Schedule of Pension Contributions	79
Notes to Required Supplementary Information	80
SUPPLEMENTARY INFORMATION:	
Combining Balance Sheet – General Fund	81
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – General Fund	82

FINANCIAL SECTION (Continued):

SUPPLEMENTARY INFORMATION (Continued):

Nonmajor Governmental Funds:	
Combining Balance Sheet	83
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Funds:	84
Nonmajor Special Revenue Funds – Fund Descriptions	
Combining Balance Sheet – Special Revenue Funds	85
Combining Statements of Revenues, Expenditures, and Changes in Fund Balances – Special Revenue Funds	89
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:	
Road Fund	93
Children, Youth & Families Fund	95
County Fair Fund	96
Community Corrections Fund	97
County School Fund	98
Building Codes Fund	99
Employer Contributions Reserve Fund	100
Dog Services Fund	101
Community Solutions Fund	102
Resolution Services Fund	103
Health, Housing & Human Services Administration Fund	104
Law Library Fund	105
Library Network Fund	106
Parks Fund	107
Business & Economic Development Fund	108
Planning Fund	109
Public Land Corner Preservation Fund	110
Social Services Fund	111
Code Enforcement & Sustainability Fund	112
Emergency Management Fund	113
Juvenile Fund	114
Transient Room Tax Fund	115
Transportation System Development Charge Fund	116
District Attorney Fund	117
Justice Court Fund	118
Public Safety Local Option Levy Fund	119
Property Management Fund	120
County Safety Net Legislation Local Projects Fund	121
Happy Valley/Clackamas Joint Transportation Fund	122
Tourism Development Fund	123
Forest Management Fund	124
Behavioral Health Fund	125
Public Health Fund	126
Clackamas Health Centers Fund	127

FINANCIAL SECTION (Continued):

SUPPLEMENTARY INFORMATION (Continued):

Nonmajor Special Revenue Funds (Continued):

Schedules of Revenues, Other Financing Use and Changes in Fund Balance – Budget and Actual (Continued):	
North Clackamas Parks and Recreation District Fund	128
North Clackamas Parks and Recreation District – Nutrition and Transportation Fund	129
North Clackamas Parks and Recreation District – Systems Development Charges Zone 1 Fund	130
Systems Development Charges Zone 2 Fund	131
Systems Development Charges Zone 3 Fund	132
Clackamas County Enhanced Law Enforcement District Fund	133
Clackamas County Extension and 4-H Service District Fund	134
Library District of Clackamas County Fund	135

Nonmajor Debt Service Funds:

Nonmajor Debt Service Funds – Fund Descriptions	
Combining Balance Sheet	136
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	137
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:	
Clackamas Town Center Tax Increment Fund	138
Clackamas County Debt Service Fund	139
Clackamas County Development Agency – North Clackamas Revitalization Area Tax Increment Fund	140
North Clackamas Parks and Recreation District – Series 2010 Debt Service Fund	141
Series 2008 Debt Service Fund	142
Estacada Area County Service District for Library Services Debt Service Fund	143

Nonmajor Capital Projects Funds:

Nonmajor Capital Projects Funds – Fund Descriptions	
Combining Balance Sheet	144
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	145
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual:	
DTD Capital Projects Fund	146
Capital Projects Reserve Fund	147
LID Construction Fund	148
Fleet Replacement Reserve Fund	149
Clackamas County Development Agency – Clackamas Town Center Development Area Fund	150
Clackamas Industrial Development Area Fund	151
Government Camp Development Area Fund	152
North Clackamas Revitalization Area Fund	153
North Clackamas Parks and Recreation District – Capital Projects Fund	154
Capital Asset Replacement Fund	155

FINANCIAL SECTION (Continued):

SUPPLEMENTARY INFORMATION (Continued):

Internal Service Funds:	
Internal Service Funds – Fund Descriptions	
Combining Statement of Net Position	156
Combining Statement of Revenues, Expenses, and Changes in Net Position	157
Combining Statement of Cash Flows	158
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:	
Self-Insurance Fund	159
Risk Management Claims Fund	160
Cable Administration Fund	161
Records Management Fund	162
Facilities Management Fund	163
Electronic Services Fund	164
Central Dispatch Fund	165
Fleet Services Fund	166
Technology Services Fund	167
Nonmajor Proprietary Funds:	
Proprietary Funds – Fund Descriptions	
Combining Statement of Net Position	168
Combining Statement of Revenues, Expenses, and Changes in Net Position	169
Combining Statement of Cash Flows	170
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:	
Clackamas County Service District No. 1 -	
Sanitary Sewer Fund	171
Sanitary Sewer System Development Charge Fund	172
Sanitary Sewer Construction Fund	173
Surface Water Fund	174
Surface Water System Development Charge Fund	175
Surface Water Construction Fund	176
Revenue Bond Fund	177
State Revolving Loan Debt Service Fund	178
Reconciliation of Revenues, Expenditures and Changes in Fund Balance	179
Tri-City Service District	
General Fund	180
System Development Charge Fund	181
Construction Fund	182
State Revolving Loan Debt Service Fund	183
Reconciliation of Revenues Expenditures and Changes in Fund Balance	184
Clackamas County Service District No. 5 Fund	185
Clackamas County Surface Water Management Agency of Clackamas County Fund	186
Stone Creek Golf Course Fund	187
Clackamas Broadband Utility	188

FINANCIAL SECTION (Continued):

SUPPLEMENTARY INFORMATION (Continued):

Trust and Agency Funds:	
Statement of Changes in Assets and Liability – Agency Fund	189
Other Financial Schedules:	
Schedules of Cash Receipts and Turnovers:	
Assessor – Tax Department	190
County Clerk	191
Sheriff - Civil and Criminal	192
Assessor – Tax Collector	193
Schedule of Cash Receipts and Disbursements - Treasurer	194
Schedule of Property Tax Transactions and Outstanding Balances	195

STATISTICAL SECTION:

Net Position by Component – Last Ten Fiscal Years	196
Changes in Net Position by Component – Last Ten Fiscal Years	197
Fund Balances, Governmental Funds (Modified Accrual Basis of Accounting) – Last Ten Fiscal Years	199
Changes in Fund Balances, Governmental Funds – Last Ten Fiscal Years	200
Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years	201
Tax Revenues by Source, Governmental Funds – Last Ten Fiscal Years	202
Direct and Overlapping Property Tax Rates – Year Ended June 30, 2016	203
Principal Property Tax Payers – June 30, 2016 and Nine Years Ago	204
Property Tax Levies and Collections – Last Ten Fiscal Years	205
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	206
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	207
Direct and Overlapping Debt – June 30, 2016	208
Legal Debt Margin – Last Ten Fiscal Years	209
Pledged Revenue Coverage – Last Ten Fiscal Years – Governmental Activities	210
Pledged-Revenue Coverage – Last Ten Fiscal Years – Business-type Activities	211
Demographic Statistics – Last Ten Fiscal Years	213
Principal Employers – June 30, 2016 and Nine Years Ago	214
Full-time Equivalent Employees by Function/Program – Last Ten Fiscal Years	215
Operating Indicators by Function/Program – Last Ten Fiscal Years	216
Capital Asset Statistics by Function/Program – Last Ten Fiscal Years	217

AUDIT COMMENTS:

REPORT OF INDEPENDENT AUDITORS ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH OREGON MINIMUM AUDIT STANDARDS	218
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CLACKAMAS COUNTY, OREGON

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

Public Services Building
2051 Kaen Road
Oregon City, Oregon 97045

COMMISSIONERS AS OF JUNE 30, 2016

<u>Name</u>	<u>Term Expires</u>
John Ludlow, Chair Public Services Building	December 31, 2016
Jim Bernard, Commissioner Public Services Building	December 31, 2018
Paul Savas, Commissioner Public Services Building	December 31, 2018
Martha Schrader, Commissioner Public Services Building	December 31, 2016
Tootie Smith, Commissioner Public Services Building	December 31, 2016

ADMINISTRATIVE OFFICES

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

COUNTY ADMINISTRATOR

Don Krupp

LEGAL COUNSEL

Stephen Madkour
2051 Kaen Road
Oregon City, Oregon 97045

INTRODUCTORY SECTION



MARC GONZALES
DIRECTOR

DEPARTMENT OF FINANCE

PUBLIC SERVICES BUILDING

2051 KAEN ROAD | OREGON CITY, OR 97045

December 29, 2016

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

The Comprehensive Annual Financial Report (CAFR) of Clackamas County, Oregon (the County) for the year ended June 30, 2016 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 Moss-Adams, LLP, was selected to perform the audit for the year ended June 30, 2016. 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 and related requirements in 2 CFR 200. 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.

Clackamas County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and the US Office of Management and Budget's 2 CFR 200, *Uniform Guidance*. 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.

To the Board of County Commissioners and the
Citizens of Clackamas County, Oregon:
December 29, 2016

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). 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 with the exception of the Housing Authority of Clackamas County which has an additional member appointed. 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, 2016 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.

According to the Portland State University Population Research Center, Clackamas County now has an estimated population of 404,980 as we approach the end of 2016, which is a gain of 7,595 since the same time in 2015 (and an approximate 6.08 percent increase since it was measured in 2010 during the U.S. Census). During 2016, home prices in the County increased rapidly as the Portland metro area experienced a commensurate population rise, and homebuyers increasingly looked outside the central Portland area for affordable houses. Clackamas County remains one of the more developable parts of the tri-county metropolitan area. The shrinking availability of desirable building lots with expansion room in Happy Valley, demand for developable land in the Damascus area, as well as a decline in the remaining inventory of homes for sale in some cities including Milwaukie and Gladstone, is causing upward housing price pressures in the northerly part of Clackamas County.

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, roads and streets, public safety, and park services.

Clackamas County and its component units are governed by a five-member Board of County Commissioners. John Ludlow was elected as Board Chair in November 2012 and ran for re-election to retain his seat in November of 2016 Commissioner Jim Bernard, elected in the May 2014 primary, ran against Chair Ludlow and won the position of County Chair. He will take office as Chair in January 2017. Commissioner Paul Savas originally took his seat in January 2011 and was re-elected in the May 2014 primary election with a large enough vote margin to avoid having to face a runoff; his term expires in 2018. Commissioner Tootie Smith was elected in November

To the Board of County Commissioners and the
Citizens of Clackamas County, Oregon:
December 29, 2016

2012 and ran for re-election in the November 2016. She lost her seat to incoming Commissioner Ken Humberston, who takes office in early January 2017. Commissioner Martha Schrader returned to the Board in the November 2012 election. This leaves Commissioner Bernard's existing seat vacant and the Commissioners will appoint an individual to fulfill the remainder of his original term.

The Chair, unlike in some other local government jurisdictions, does not have singular 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.

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. Following a nationwide recruitment for a new County Administrator in 2013, the Board of Commissioners selected Don Krupp to take the appointment as the County executive. Mr. Krupp oversees the activities of the many County departments and is Chief Administrator for several County Service Districts, component units under the governance of the Board.

Also included in this report are the activities of the six 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 County 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 2009 creation of a Clackamas County Justice Court, which hears traffic violation cases, small claims and other judicial matters once coming before the Circuit Court, an eleventh elected position was created.

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

- Clackamas County Development Agency, an Urban Renewal Agency;
- Clackamas County Enhanced Law Enforcement Service District;
- North Clackamas Parks and Recreation District;
- Clackamas County Service District No. 1, a sanitary sewer district;
- Clackamas County Service District No. 5, a street and highway lighting district;

To the Board of County Commissioners and the
Citizens of Clackamas County, Oregon:
December 29, 2016

- Tri-City Service District, a sanitary sewer district;
- Surface Water Management Agency of Clackamas County;
- Clackamas County Extension and 4-H Service District;
- Library Services District of Clackamas County;
- 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. The Estacada Area Service District for Library Services, inactive since its general obligation bonds were defeased, was formally dissolved by the Board of Commissioners in 2016.

The County has included the activities of the Workforce Investment Council of Clackamas County (WICCO) as a discretely presented component unit. The County is not financially accountable for and does not exercise significant influence over the Hospital Facility Authority of Clackamas County, the Oregon Fair Association, and Clackamas County Vector Control, related organizations. Thus the results of their 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 Oregon Revised Statutes, Chapter 294 which prescribes the format and content of local government budgets in the state. The annual appropriated budget is adopted by the County's Board of Commissioners. All of the General Fund, special revenue funds, enterprise funds, internal service funds, capital projects funds, fiduciary 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 central services to be distributed to operating departments. This cost allocation is designed to recover the costs of technology, human resources services, records management, financial and accounting, and facilities management costs, - among others - provided to county departments and component unit operations. The cost allocation system is applied in a manner consistent and compliant with rules about grant-funded activities.

The Budget Committee, comprised of the Commissioners and an equal number of citizen members appointed by the Commissioners, typically establishes expectations and budgetary policy targets for the upcoming budget season in January of each year. For the 2016-17 budget process, the ten-member Budget Committee considered and unanimously approved the proposed budget submitted by the Budget Officer, Mr. Krupp, with some minor amendments.

Each year 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, are reviewed and analyzed, and are referred back to departments for updates, corrections and subsequent meetings with the Budget Officer.

To the Board of County Commissioners and the
Citizens of Clackamas County, Oregon:
December 29, 2016

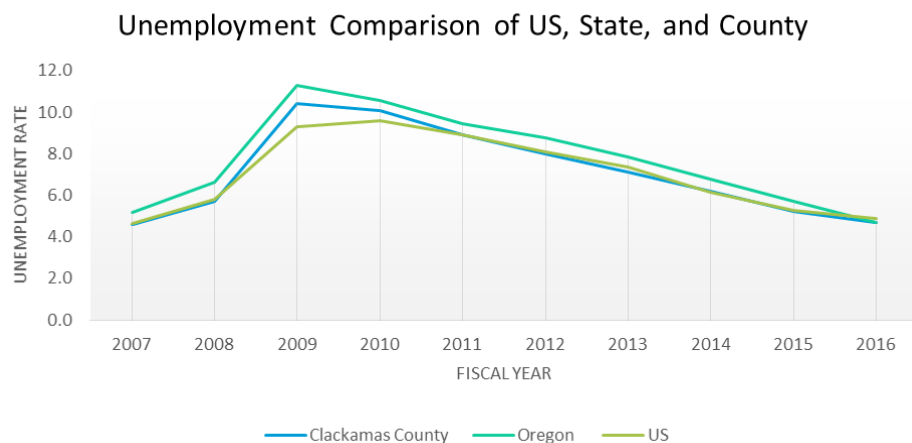
The Budget Officer presents the recommended budget to the Budget Committee at the first public Committee meeting (generally held in May of each year) and the Committee examines and hears departmental presentations and testimony on the budgets over the ensuing weeks. The County budget, once approved and forwarded from the Committee to the Board of Commissioners for adoption, undergoes a public hearing and adoption process prior to June 30, so that the next fiscal year will have its budget in place as it commences.

The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by program organizational unit for all individual funds, with separate appropriations for amounts that are not attributable to an organizational unit (if applicable.) Contingency is the most common appropriation not attributable to a specific organizational unit. The County also maintains an encumbrance accounting system as one method of maintaining budgetary control. Encumbered amounts lapse at year's end. However, outstanding encumbrances are re-appropriated as necessary as part of the following year's budget.

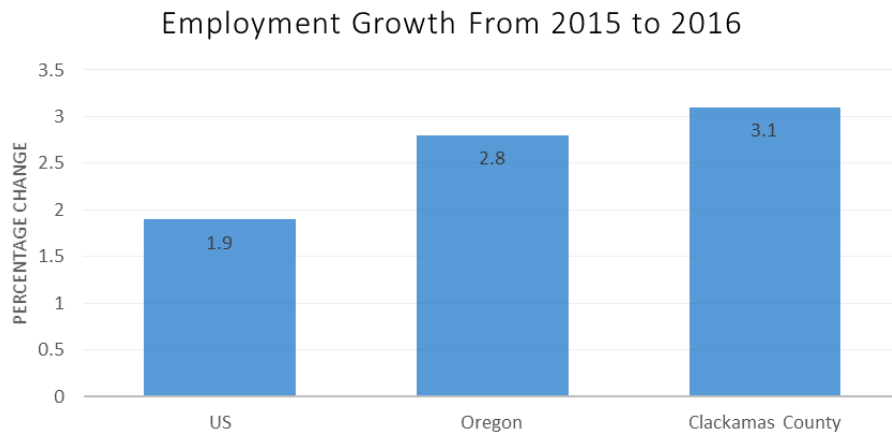
As demonstrated by the statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management.

Local Economic Condition and Outlook

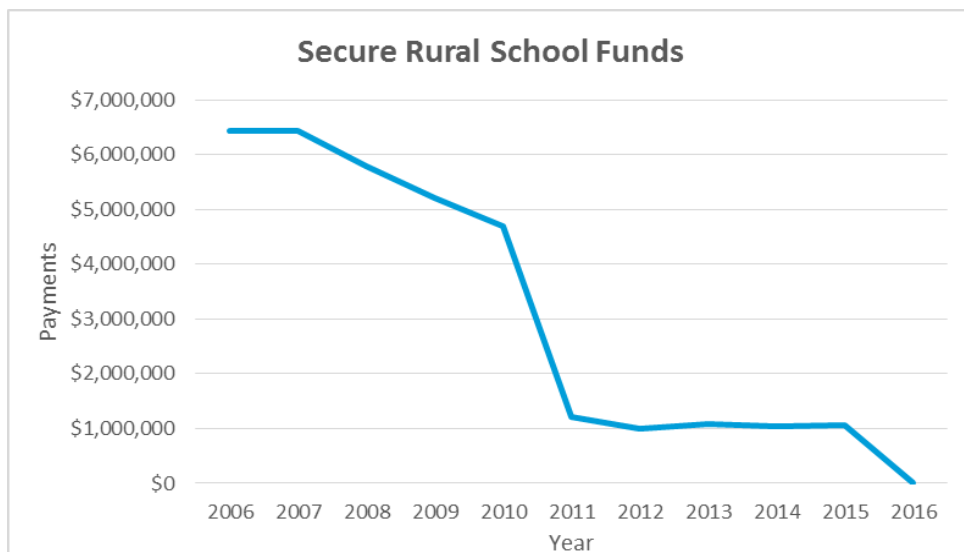
The December 2016 report from Oregon's State Office of Economic Analysis (OEA) calls for an economic slow-down as the State economy has reached full employment. The OEA reports, "Oregon to see above average gains when compared with the rest of the nation, however not quite as strong as in the past couple of years". As a measure of economic wellbeing, the OEA observed that recently released Census data shows that 2015 brought the largest increase in median household income in more than a decade. However, primarily rural counties are not sharing this exuberant growth as much as those with concentrations of population in cities. OEA has reported that only 17 of Oregon's 36 counties (representing 80% of Oregon's jobs) have fully regained their recessionary lost jobs and are at all-time highs for employments – Clackamas County being one of these.



To the Board of County Commissioners and the
Citizens of Clackamas County, Oregon:
December 29, 2016



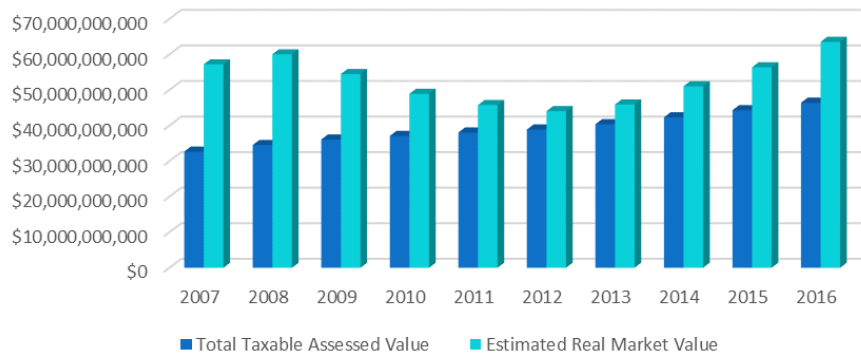
Current factors affecting Oregon's counties with federally owned stands of salable timber include the anticipated end of the extended payments from the federal government to offset the gradual decline of logging activities, which once provided very significant revenues (in excess of \$6 million to Clackamas County in peak years) supporting those counties. In some southern and coastal counties with small tax bases and low property tax rates, these changes have already had catastrophic effects on local government responsiveness and staffing. Clackamas County has fared better, owing in part to early recognition that these Secure Rural Schools federal dollars would cease to flow, giving time to prepare for the end of such payments. The General Fund made prior budgetary provisions for the reduction in Federal financial assistance referred to as 'timber dollars.' A second unexpected extension for the 2015-16 fiscal year, marked the likely end of this revenue stream. No funding has been announced for 2016-17.



To the Board of County Commissioners and the
 Citizens of Clackamas County, Oregon:
 December 29, 2016

Clackamas County has passed through the end of the decade of intermittent growth followed by loss in population and development as the recession of 2008 played out. For *ad valorem* property taxation in the fiscal year beginning July 2016, taxable real estate assessed values

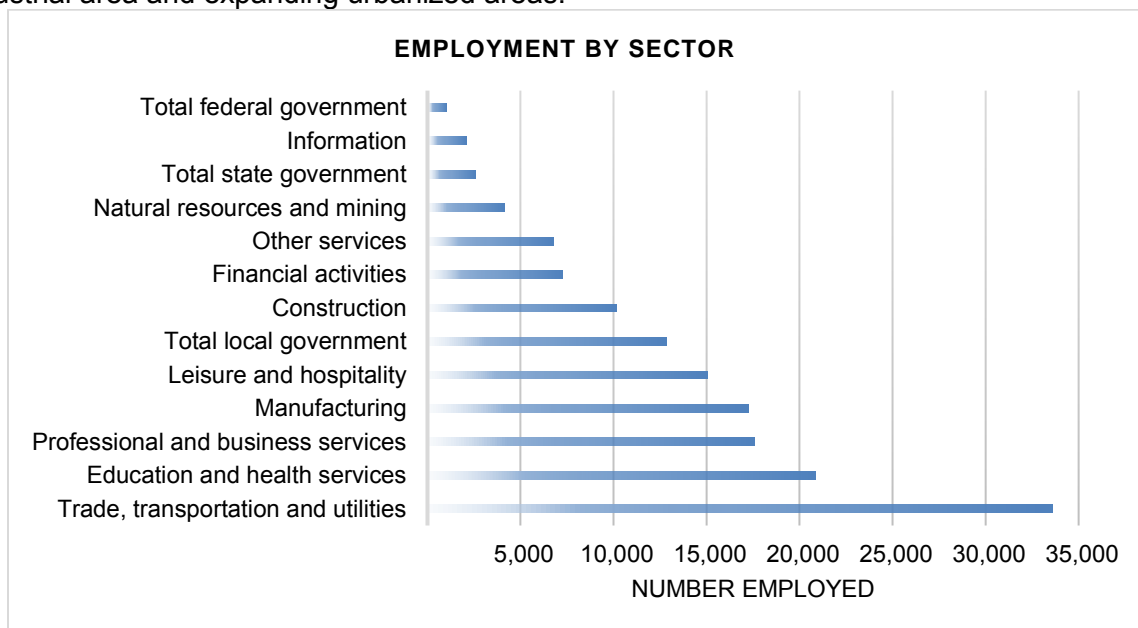
Assessed and Real market Values of Taxable Property



(as calculated by County Assessor Bob Vroman) increased approximately 4.75 percent on a taxable property valuation of \$44 billion. Pent-up demand for housing has continued, keeping prices high; meanwhile rents sky rocket and affordable housing is becoming a crisis in the metro area. Growth is predicted to continue due to the high demand for housing.

Despite these encouraging conditions, Clackamas County continues to budget conservatively for the next fiscal period in 2017-18 and in forecasts for the years beyond. With a still healthy General Fund as of the midpoint of the 2016-17 fiscal year, with budgeted reserves and contingency amounts meeting levels prescribed by policy, and revenues expected to remain at acceptable levels next year, the County is proceeding cautiously.

The County's business base has changed over time from extractive industries 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.



To the Board of County Commissioners and the
Citizens of Clackamas County, Oregon:
December 29, 2016

Long Term Planning Efforts and Major Initiatives

In the summer of 2013, the County Commissioners followed through on the projected termination of the Clackamas Town Center Urban Renewal Area, which resulted in improvements which transformed a blighted area at the County's northeastern urban edge into a thriving commercial area with modern transportation infrastructure. Value once generating tax increment funding will now be placed on the general tax rolls, benefiting general government, schools and public safety going forward.

Clackamas County embarked on a large scale strategic business planning effort as calendar year 2014 drew to a close, emphasizing the relationship between providing budget resources and measureable progress toward declared goals of the governing body, the Board of County Commissioners (BCC) and related customer satisfaction. In this first round of budgeting for results, the three initial participant departments in the program called [Performance Clackamas](#) modified their approach to budget development and tracking of outcomes, so that measurable progress toward BCC goals will be provided to County residents. In the 2016-17 fiscal year, several more departments will be added to the roster of work units participating in Performance Clackamas. This will focus the application of budgetary resources on specific goal areas that the BCC and departments define, and place enhanced responsibility on departments to measure successful outcomes.

Two of the County's top transportation priorities have received listing as a Federal Highway Administration Project of National and Regional Significance. The projects are the Sunrise Corridor and expansion of Interstate 205 from two to three lanes in higher traffic concentration areas. The projects should reduce congestion, increase safety and provide enhanced economic development opportunities and freight mobility in the County's Industrial Area. The Sunrise Corridor opened July 1, 2016, providing a new bypass from I-205 and directly connected Hwy 224.

On July 17, 2016, in a historic move, the City of Damascus rendered its charter to the County and officially disincorporated. This was the result of the voters' passage of Measure 3-93 on the May 17th ballot. The County will provide rural-type services to the Damascus area and assess property taxes at rural rates.

In November 2016, the Board of County Commissioners approved the creation of an ORS 190, called Water Environment Services, in order to merge the Tri-City Service District and Service District No. 1 into one entity. This will allow for better service delivery at lower cost to the existing and future rate payers.

The County issued approximately \$67 million dollars of general obligation bonds on December 1, 2016, to replace the aging emergency radio communication system and expand coverage in the rural areas. The County has entered into an intergovernmental agreement with Clackamas Radio Group (an ORS 190) to reimburse the agency for their radio replacement project with the bond proceeds. The county will repay the general obligation debt through the associated tax levy.

To the Board of County Commissioners and the
Citizens of Clackamas County, Oregon:
December 29, 2016

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 year-end 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. As of June 30, 2016, the Combined General Fund ending balance decreased to approximately \$32 million. This is primarily attributable to an increase in both one-time expenditures foregone during the recession and additional staff for internal service departments.

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 accounts 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, 2015. That was the 23rd year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

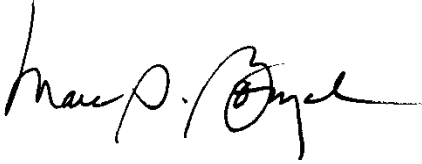
Acknowledgments

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the entire staff of the Finance Department, and the contributions and cooperation of the entire staff of the County Treasurer's Office. Each contributing member of County staff has our sincere appreciation for their assistance in the preparation of this report. We also acknowledge the cooperation and information provided by each department of the County to meet the deadlines for financial reporting.

To the Board of County Commissioners and the
Citizens of Clackamas County, Oregon:
December 29, 2016

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

Sincerely,

A handwritten signature in black ink, appearing to read "Marc S. Gonzales". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Marc S. Gonzales
Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Clackamas County
Oregon**

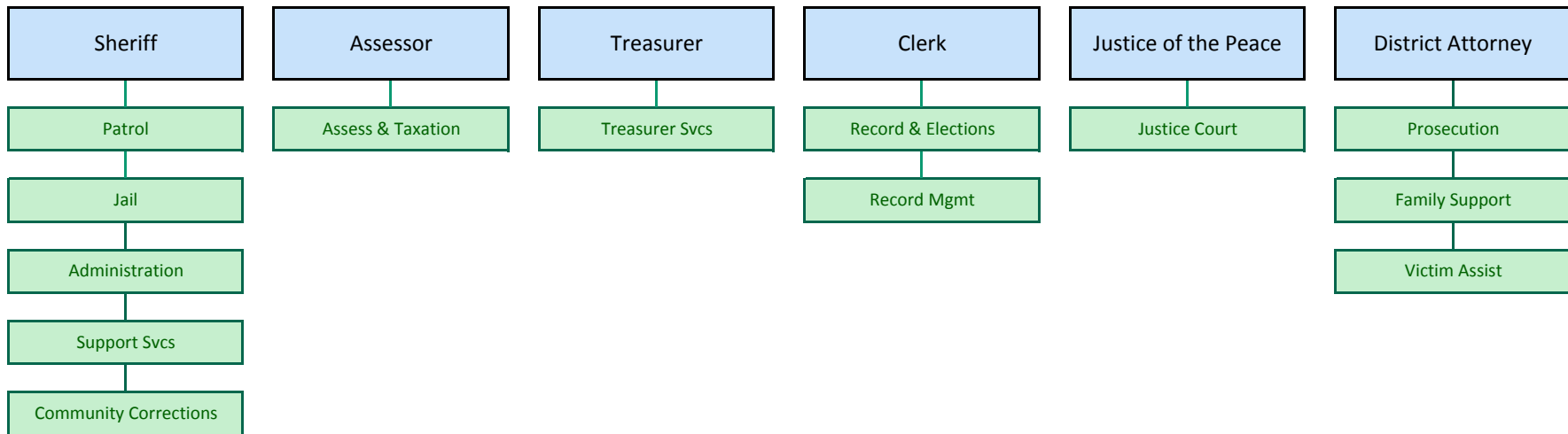
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

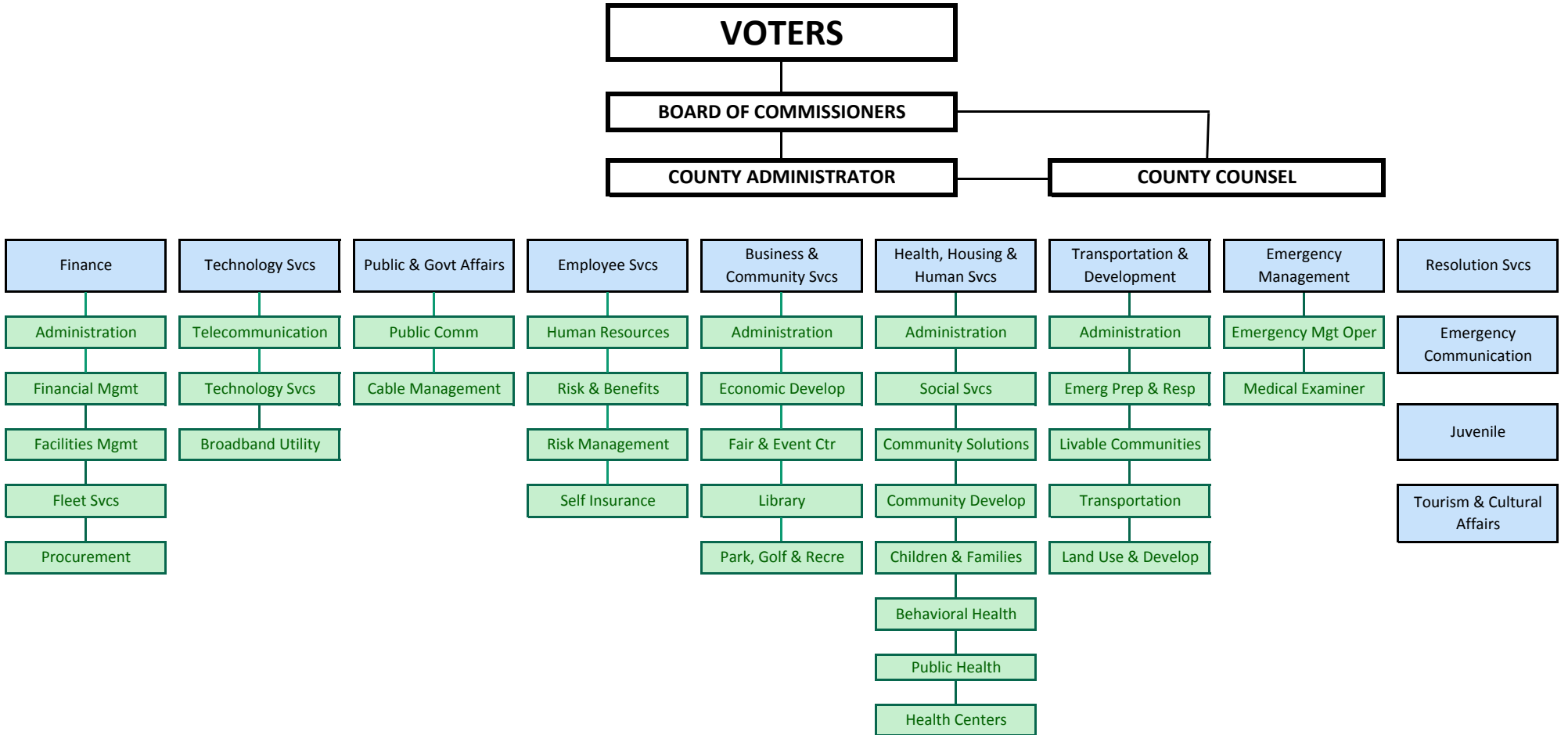
Executive Director/CEO

Clackamas County Departments

VOTERS



Clackamas County Departments



CLACKAMAS COUNTY, OREGON

PRINCIPAL OFFICIALS

JUNE 30, 2016

BOARD OF COUNTY COMMISSIONERS

<u>Title</u>	<u>Name</u>
Commissioner, Chair	John Ludlow
Commissioner	Jim Bernard
Commissioner	Paul Savas
Commissioner	Martha Schrader
Commissioner	Tootie Smith

OTHER ELECTED OFFICIALS

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

MANAGEMENT OFFICIALS

<u>Title</u>	<u>Name</u>
County Administrator	Don Krupp
Finance Director	Marc Gonzales
Employee Services Director	Evelyn Minor-Lawrence
Public and Government Affairs Director	Gary Schmidt
Human Services Director	Rich Swift
Transportation and Development Director	Barbara Cartmill
Water Environment Services Director	Greg Geist
Business and Community Services Director	Gary Barth
Juvenile Director	Christina McMahan
Emergency Management Director	Nancy Bush
County Counsel	Stephen Madkour
Technology Services Director	David Cummings
Communications Department (C-Com) Director	Bob Cozzie
Family Court Services Director	Lauren MacNeill
Tourism & Cultural Affairs Executive Director	Danielle Cowan
Community Corrections Captain	Chris Hoy

FINANCIAL SECTION

REPORT OF INDEPENDENT AUDITORS

Board of County Commissioners
Clackamas County, Oregon

Report on the Financial Statements

We have audited the accompanying financial statements 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 (the County) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Workforce Investment Council of Clackamas County, Inc. (WICCO), which represents 100% of the assets, net position, and revenues 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 opinion, insofar as it relates to the amounts included for WICCO, is 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

MOSS ADAMS_{LLP}

Opinions

In our opinion, based on our audit and the report of 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 as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 15; the schedules of revenues, expenditures and changes in fund balance – budget and actual and related notes (the budgetary schedules) on pages 75 through 78 and 80; and the schedules of funding progress for other post-employment benefits, proportionate share of the net pension liability, and pension contributions on page 79 (the OPEB and pension schedules) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The budgetary schedules described above are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The budgetary schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Supplementary Information

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 nonmajor fund financial statements, and other financial schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

MOSS ADAMS_{LLP}

The combining and individual nonmajor fund financial statements, and other financial schedules, are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, and other financial schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise County's basic financial statements. The introductory section and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Reports of Other Legal and Regulatory Requirements

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report under separate cover dated December 29, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County's internal control over financial reporting and compliance.

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

In accordance with the Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 29, 2016, on our consideration of the County's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



For Moss Adams LLP
Eugene, Oregon
December 29, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

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, 2016. 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 eleven component units included in this presentation. They include ten blended components, the Clackamas County Development Agency (CCDA), Clackamas County Enhanced Law Enforcement District (ELED), 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), the Clackamas County Extension and 4-H Service District (EXT4H), and the Library District of Clackamas County (LDCC). In addition, the Workforce Investment Council of Clackamas County, Inc. (WICCO) is included as discretely presented component unit.

FINANCIAL HIGHLIGHTS

- The assets of Clackamas County exceeded its liabilities at June 30, 2016 by \$969,851 (reported as net position). The net position consists of \$145,182 which is restricted for specific purposes and \$812,002 as the net investment in capital assets, leaving an unrestricted balance of \$12,667 as available resources.
- The total net position of Clackamas County decreased by \$73,905 or 7.1% as compared against the prior fiscal year. Various reasons account for the decrease in net position, which are discussed by management below.
- Total assets of Clackamas County decreased by \$33,133 or 2.3% over the prior year, which was largely due to the Moro Decision, as it significantly affected the Oregon PERS system's actuarial valuation, resulting in a swing from a net pension asset to a net pension liability.
- Total liabilities of Clackamas County increased by \$108,825 or 32.5% over the prior year which was largely due to the Moro Decision, as it significantly affected the Oregon PERS system's actuarial valuation, resulting in a swing from a net pension asset to a net pension liability.
- Property tax revenues increased by \$7,042 or 4.8% over the prior year as during fiscal year 2016. This was expected as measure 50 limits growth the 3% on assessed values. Market values continue to rise causing assessed values to lag behind, with only the statutorily allowed growth.
- Fines, fees, and charges for services revenues rose by \$19,859 or 13.4% compared to the prior year due to the robust housing market.
- Operating and capital grants and contribution revenues increased by \$9,412 or 5.4% compared to the prior year due to the varying nature of grant revenue and contributed capital.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$226,878, an increase of \$7,862 or 3.6%.

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

FINANCIAL HIGHLIGHTS (Continued)

- At the end of the current fiscal year, total combined fund balance for the General Fund was \$32,569, a decrease of \$1,358 or 4.0% over the prior year due to increases in staffing in general fund departments. Of that fund balance, unassigned fund balance (available for spending) was \$31,311, or approximately 47.2% of total combined 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.

Basic Financial Statements			
Government-wide Financial Statements	Fund Financial Statements		
	Governmental Funds	Proprietary Funds	Fiduciary Funds
Statement of Net Position	Balance Sheet	Statement of Net Position	Statement of Fiduciary Net Position
Statement of Activities	Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Revenues, Expenses, and Changes in Fund Net Position	
	Budgetary Comparison Schedule	Statement of Cash Flows	Statement of Changes in Fiduciary Net Position
Notes to the Basic Financial Statements			

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

The *Statement of Activities* presents information showing how the County's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of 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

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

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 the following: general government; public protection; public ways and facilities; health and human services; culture, education and recreation; and economic development. The business-type activities include the following: sanitary, sewer, and surface water management; housing assistance, golf recreation, and street lighting.

The government-wide financial statements can be found on pages 16 and 17 of this report.

Fund financial statements. A fund is a self-balancing 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, except for the agency fund. 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 fifty-eight individual governmental funds for financial reporting purposes, of which four are classified as major-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, Sheriff Fund, Clackamas Town Center Tax Increment Fund and the Community Development 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. Eight additional funds are budgeted for and maintained separately for management purposes, but are combined with the general fund for financial reporting purposes, as required by Governmental Accounting Standards Board Statement 54. Please see pages 81 through 82 of this report for information the combined General Fund.

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

	Government-wide Financial Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Type of Financial Statement	Statement of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Net Position Statement of Revenues, Expenses, and Changes in Fund Net Position Statement of Cash Flows	Statement of Fiduciary Net Position Statement of Changes in Fiduciary Net Position
Scope	Entire entity (except fiduciary funds)	Day-to-day operating activities for basic services	Day-to-day operating activities for business-type activities	Resources on behalf of others
Accounting basis and measurement focus	Accrual accounting and economic resources measurement focus	Modified accrual accounting and current financial resources measurement focus	Accrual accounting and economic resources measurement focus	Accrual accounting and economic resources measurement focus (except for agency funds)
Type of asset, deferred outflows of resources, liability, and deferred inflows of resources information	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources, both financial and capital, short-term and long term	Current assets, liabilities, and deferred inflows of resources that come due during the year or soon thereafter	All assets, deferred outflows of resources, liabilities, and deferred outflows of resources both financial and capital, short-term and long-term	All assets, deferred outflows of resources, and deferred inflows of resources held in a trustee or agency capacity for others
Type of inflow and outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during the year or soon thereafter; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

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

The basic governmental fund financial statements and respective reconciliations can be found on pages 18 through 21 of this report.

Proprietary Funds. The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its housing assistance, sewer operations, street lighting operations, and the 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, communications and data processing, central dispatch, records management, cable television operations, equipment, fleet, and facilities management programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as government-wide financial statements, only in more detail. The enterprise fund financial statements provide aggregate information for the housing assistance, sewer operations, street lighting operations, and for its golf course funds. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the proprietary and internal service funds are provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 22 through 25 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 26 and 27 of this report.

Notes to 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 28 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 75 through 79 of this report.

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve as a useful indicator of the County's financial position. The County's total net position increased when compared to the prior year. This increase arises primarily in Business Type Activities, where general revenues exceeded program losses in the Statement of Activities and flows to the Statement of Net position, as shown on the following page.

A condensed Statement of Net position at June 30, 2016 and 2015 follows, rounded and stated in thousands:

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 296,635	\$ 321,861	\$ 128,393	\$ 117,122	\$ 425,029	\$ 438,983
Capital assets, non-depreciable	418,378	396,724	26,697	27,070	445,076	423,794
Capital assets, depreciable	315,950	341,522	225,023	239,912	540,973	581,434
Total assets	<u>1,030,964</u>	<u>1,060,107</u>	<u>380,114</u>	<u>384,104</u>	<u>1,411,078</u>	<u>1,444,211</u>
Deferred outflows of resources	<u>28,843</u>	<u>17,759</u>	<u>450</u>	<u>285</u>	<u>29,293</u>	<u>18,044</u>
Current liabilities	73,850	64,274	8,953	8,795	82,803	73,069
Liabilities due after one year	247,112	145,750	114,260	116,531	361,372	262,281
Total liabilities	<u>320,962</u>	<u>210,024</u>	<u>123,213</u>	<u>125,326</u>	<u>444,175</u>	<u>335,350</u>
Deferred inflows of resources	<u>25,886</u>	<u>81,832</u>	<u>459</u>	<u>1,317</u>	<u>26,345</u>	<u>83,149</u>
Net position:						
Net investment in capital assets	653,008	652,320	158,995	170,465	812,002	822,785
Restricted:						
Capital projects	-	-	21,424	16,333	21,424	16,333
Culture, education and recreation	26,052	18,883	-	-	26,052	18,883
Debt service	32,248	32,046	4,856	4,624	37,104	36,670
Economic development	19,133	2,308	-	-	19,133	2,308
Health and human services	18,075	18,516	-	-	18,075	18,516
Public protection	2,083	1,521	-	-	2,083	1,521
Public ways and facilities	21,311	14,969	-	-	21,311	14,969
Unrestricted	<u>(58,951)</u>	<u>45,447</u>	<u>71,618</u>	<u>66,324</u>	<u>12,667</u>	<u>111,771</u>
Total net position	<u>\$ 712,959</u>	<u>\$ 786,010</u>	<u>\$ 256,892</u>	<u>\$ 257,746</u>	<u>\$ 969,851</u>	<u>\$ 1,043,756</u>

For governmental activities, total assets decreased slightly by \$29,143 or 2.8% during fiscal year 2016 primarily due to the removal of the net pension asset. Total liabilities increased by \$110,938 or 52.9%, as the County reported a net pension liability of \$111,252.

Restricted net position increased \$30,659 or 34.8% from the prior year. The Net Position is

Components of Net Position	<p>reported as restricted in the governmental fund financials and in the Statement of Net Position. Total net position for governmental activities decreased \$73,051 or 9.3% over the previous year. Current year decrease of net position is discussed below in the Statement of Activities section.</p>
• Net Investment in Capital Assets	
• Restricted	
• Unrestricted	

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Business-type activities report a decrease in total assets of \$3,990 or 1.1% during fiscal year 2016, resulting primarily from depreciation on capital assets. Overall, liabilities decreased slightly by \$2,113 or 1.7% from the prior year, due to payment of principal on long term liabilities.

In fiscal year 2016, net position for the business-type activities decreased by \$854 or 0.4%. Net position decreases are discussed in the following Statement of Activities section. A condensed Statement of Activities for the years ended June 30, 2016 and 2015 follows rounded and stated in thousands:

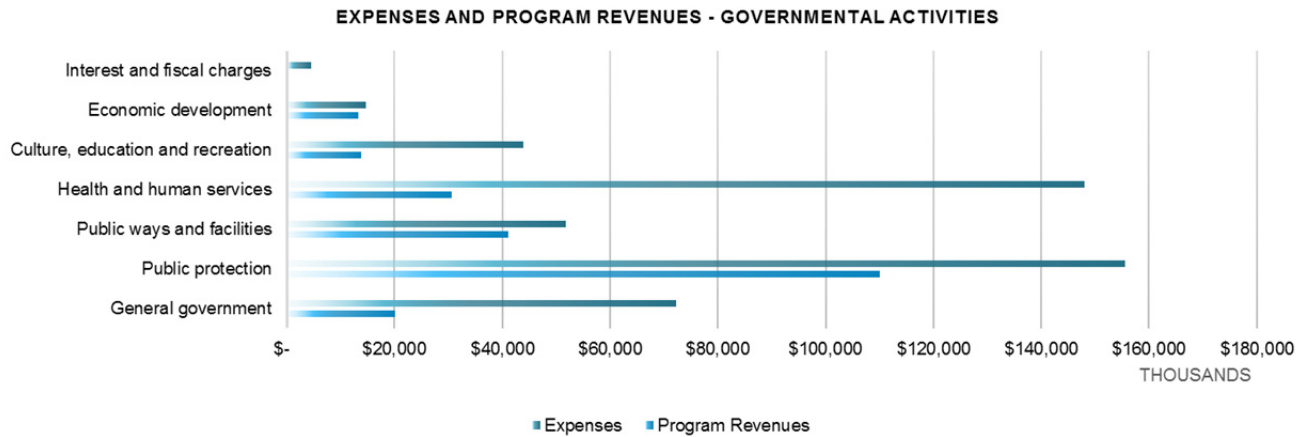
	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program revenues:						
Fees, fines, charges for services	\$ 73,672	\$ 65,074	\$ 60,554	\$ 49,293	\$ 134,226	\$ 114,367
Operating grants and contributions	159,505	154,981	2,612	7,214	162,117	162,195
Capital grants and contributions	14,389	8,560	9,304	5,643	23,693	14,203
General revenues:						
Property taxes	156,005	148,963	-	-	156,005	148,963
Other taxes	4,416	3,786	-	-	4,416	3,786
Gain (loss) on disposal of assets	835	-	0	17	835	17
Investment earnings	1,244	1,057	1,706	1,824	2,949	2,881
Miscellaneous	7,377	1,267	69	1,887	7,446	3,154
Total revenues	<u>417,443</u>	<u>383,688</u>	<u>74,244</u>	<u>65,878</u>	<u>491,688</u>	<u>449,566</u>
Expenses:						
General government	72,246	39,290	-	-	72,246	39,290
Public protection	155,576	96,094	-	-	155,576	96,094
Public ways and facilities	51,745	36,816	-	-	51,745	36,816
Health and human services	148,052	93,082	-	-	148,052	93,082
Culture, education and recreation	43,859	31,077	-	-	43,859	31,077
Economic development	14,671	12,254	-	-	14,671	12,254
Interest and fiscal charges	4,595	5,133	-	-	4,595	5,133
Sanitary sewer and surface water	-	-	46,709	45,229	46,709	45,229
Housing assistance	-	-	22,873	17,702	22,873	17,702
Golf	-	-	2,298	2,233	2,298	2,233
Lighting	-	-	1,862	1,984	1,862	1,984
Broadband utility	-	-	1,107	940	1,107	940
Total expenses	<u>490,744</u>	<u>313,746</u>	<u>74,848</u>	<u>68,088</u>	<u>565,592</u>	<u>381,834</u>
Increase in net position before transfers	(73,301)	69,942	(604)	(2,210)	(73,905)	67,732
Transfers in (out)	250	300	(250)	(300)	-	-
Increase in net position	<u>(73,051)</u>	<u>70,242</u>	<u>(854)</u>	<u>(2,510)</u>	<u>(73,905)</u>	<u>67,732</u>
Net position, beginning of year (Previously reported)	786,010	794,092	257,746	261,500	1,043,756	1,055,592
Cummulative effect implementing GASB 68	-	(78,324)	-	(1,244)	-	(79,568)
Net position, beginning of year (Restated)	<u>786,010</u>	<u>715,768</u>	<u>257,746</u>	<u>260,256</u>	<u>1,043,756</u>	<u>976,024</u>
Net position, end of year	<u>\$ 712,959</u>	<u>\$ 786,010</u>	<u>\$ 256,892</u>	<u>\$ 257,746</u>	<u>\$ 969,851</u>	<u>\$ 1,043,756</u>

For the governmental activities, 2016 total revenue increased \$33,755 or 8.8% compared to the prior year. Operating grants and contributions increased by \$4,524 or 3.0%, while capital grants and contributions increased by \$5,829 or 68.1%. The shifts are largely due to changes in various grants and state funding sources, as well as contributed capital assets, which are variable in nature. Fees, fines and charges for services increased by \$8,598 or 13.3%, as the housing market continues to recover, yielding increases in building and permitting in the County. Property taxes increased by \$7,042 or 4.8% over the prior year as during fiscal year 2016, the tax levy increased due to growth in property values in the County. Transient lodging taxes showed growth of \$630 or 16.7% as travel increased this year due to the continuation of the recovery. An increase in investment earnings in the amount of \$187 or 17.7% resulted from the County safe-keeping funds in only the most conservative investments, per its investment policy.

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

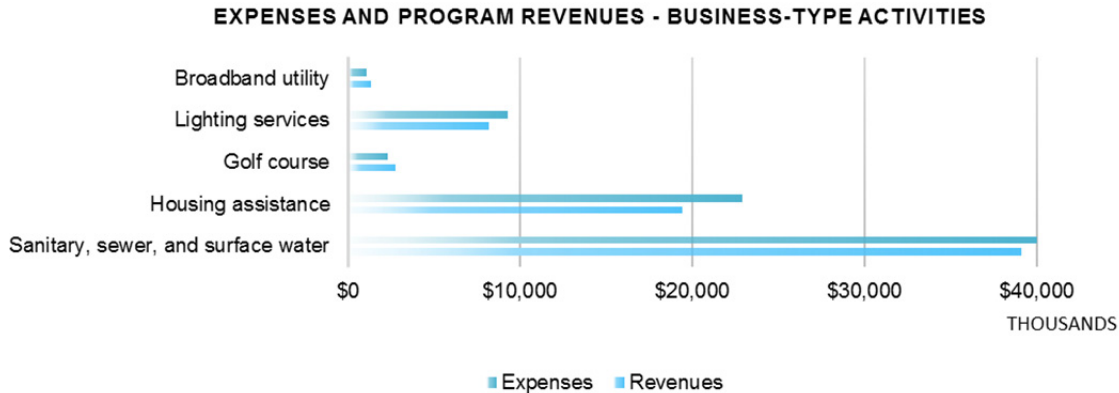
For the governmental activities, 2016 total expenses increased \$176,998 or 56.5% compared to the prior year. Increases were reported in General Government of \$32,956 or 83.9%, Public Protection of \$59,482 or 61.9%, Public Ways and Facilities of \$14,929 or 40.6%, Health and Human Services of \$54,970 or 59.1%, Cultural Education and Recreation of \$12,782 or 41.2% and Economic Development of \$2,417 or 19.8%, compared to the prior year, largely due to the Moro decision and its effect on Oregon PERS. Pension expense was allocated to each classification based on payroll. The remainder is due to increases in staffing in internal services. A decrease was reported in Interest and fiscal charges of \$538 or 10.5%.



For the business-type activities, 2016 total revenues increased \$8,366 or 12.7% compared to the prior year. Operating grants and contributions decreased by \$4,602 or 63.8% while capital grants and contributions increased by \$3,661 or 64.9%, for a net decrease of \$941 or 7.4%. The shifts are largely due to changes in grant revenues within the Housing Assistance and Sanitary Sewer and Surface Water activities. Miscellaneous revenues decreased by \$1,818 or 96.4% as one time energy rebates, previously reported in Lighting District for 2015, were not a revenue source in 2016.

For the business-type activities, 2016 total expenses increased \$6,760 or 10.0% compared to the prior year. Increases were noted in Broadband Utility by \$167 or 17.8%, Sanitary Sewer and Surface Water by \$1,480 or 3.3%, Housing Assistance by \$5,171 or 29.3% and Golf Course Activities by \$65 or 3.0% compared to prior year. A decrease of \$122 or 6.2% was reported in the Lighting Activities, as costs for electricity remained relatively stable. Please see the Statement of Revenues, Expenses, and Changes in Net position, Proprietary Funds, for more detail relating to business type activities.

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**



FUND ANALYSIS

Major Fund Highlights

The primary fund of the County, the combining General Fund, ended the year of operations with a decrease in fund balance of \$1,358 or 4.0%. Total revenues in the combining General Fund increased \$11,389 or 7.6% over the prior year, due primarily to increases in property taxes and charge for services. Major classifications such as property tax revenue increased by \$4,531 or 4.3% and charges for services increased by \$2,734 or 16.0%, while expenditures increased by \$5,129 or 8.4% during the year.

The Community Development Fund's major revenue sources are intergovernmental grant funding for affordable housing projects, of which had a decrease of \$2,996 or 49.8% and charges for services which decreased \$507 or 63.1% as compared to the prior year. Expenditures decreased \$3,213 or 42.8% over the prior year. Changes in this fund are attributed to the housing projects and the revolving loan program.

The Sheriff Fund reported an ending fund balance of \$2,463, which was a decrease of \$792 or 24.4%. Revenues increased by \$225 or 1.3%, mostly attributed to a slight increase in charges for services, which remain consistent on an annual basis. Expenditures overall increased \$5,368 or 8.4%, with the majority of the increase being attributed to additional personnel costs compared to the prior year.

The Clackamas Town Center Tax Increment Fund reported an ending fund balance of \$32,248, which was an increase of \$202 or .7%. Total revenues increased by \$42 or 26.1% compared to the prior year, due to an increase in interest revenues. Expenditures decreased by \$1,310 or 100% over the prior year, due to no public ways expenditures.

General Fund Budgetary Highlights

Total revenues in the General Fund exceeded budget by \$1,742 or 1.2%. Property taxes exceeded budget by \$545 or 0.5%, due to better than expected collections and increases in assessed values. Intergovernmental revenues exceeded budget by \$1,601 or 32.0% as grant revenues were higher than previously forecasted. Charges for services revenues exceeded budget by \$645 or 4.2%, largely due to charges to others. Licenses and permits revenue exceeded budget by \$93 or 5.0% due to better than expected collections. Fines, forfeitures and penalties were under budget by \$439 or 87.8% as collections vary and miscellaneous revenues were under budget \$1,140 or 6.1% due to lower than expected payroll reimbursements from component units for personal services.

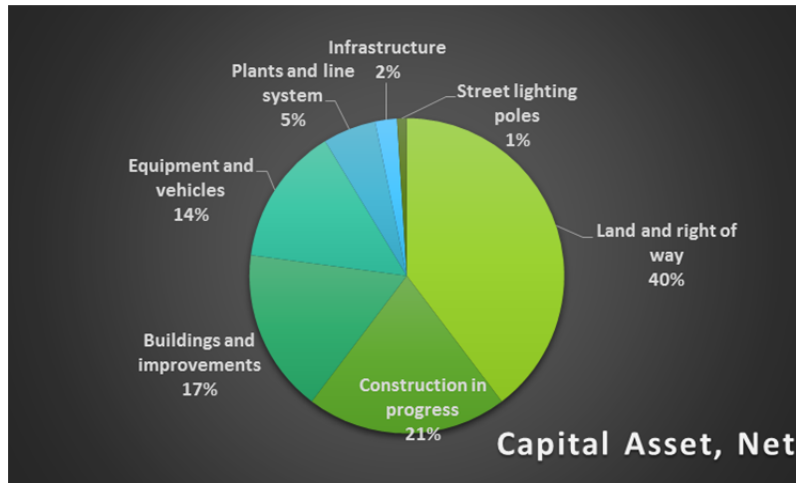
**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

FUND ANALYSIS (Continued)

Total expenditures in the General Fund were \$11,002 or 16.9% under budget. Overall, the General Fund experienced a decrease in fund balance on the budgetary basis by \$2,492 or 9.2%. The General Fund adopts the budget both by organizational unit for budgeted expenditures. All Departments remained within budgeted expenditures except as noted in Note 2 of the notes to the financial statements.

The adjustments necessary to bring the expenditure budget into agreement with the revised revenue budget account for some of the differences between the original General Fund budget and the final adopted budget. Total final adopted budgeted revenues decreased by \$73 or 0.1% and the total final adopted budgeted expenditures decreased by \$135 or 0.2% from the original budgeted numbers. During the year the General Fund contingency was increased by \$59 or 0.8%, transfers in was increased by \$721 or 38.8% and transfers out was increased by \$1,615 or 1.6%.

CAPITAL ASSETS



As of June 30, 2016, governmental activities had invested \$734,328 in capital assets net of depreciation. This was a decrease of \$3,918 or 0.6% over the prior year. Construction in Progress, increased \$22,034 or 84.1% during the year, resulting from capital construction projects being started during the year.

As of June 30, 2016, business type activities had invested \$251,721 in capital assets net of depreciation. This was a decrease of \$15,260 or 5.8% over the prior year. Plants

and line systems decreased \$16,552 or 7.6% resulting from depreciation expense for plants and line systems primarily.

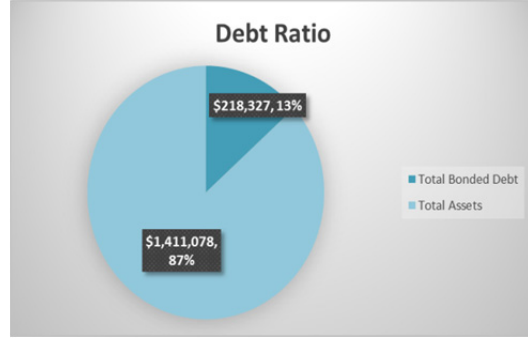
Please see Note 1 for capital asset policy and Note 6 for capital asset activity. A condensed schedule of capital assets, net of depreciation, for June 30, 2016 and 2015 follows:

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land and right of way	\$ 370,139	\$ 370,519	\$ 21,193	\$ 22,579	\$ 391,332	\$ 393,098
Construction in progress	48,239	26,205	5,505	4,491	53,744	30,696
Buildings and improvements	132,556	145,373	7,662	8,082	140,218	153,455
Equipment and vehicles	18,209	17,642	3,838	2,385	22,047	20,027
Plants and line system	-	-	203,465	220,017	203,465	220,017
Infrastructure	165,185	178,507	136	150	165,322	178,657
Street lighting poles	-	-	9,923	9,277	9,923	9,277
Total assets	\$ 734,328	\$ 738,246	\$ 251,721	\$ 266,981	\$ 986,049	\$ 1,005,227

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

DEBT ADMINISTRATION

Under state law, the County has a debt limitation of approximately 1.0% of the total assessed value of taxable property in Clackamas County for revenue bonds and full faith and credit obligations. At June 30, 2016 the County was well below the legal limitation imposed under state law. Please see Note 10 for additional detail relating to long-term debt.



Following is a condensed schedule of long-term debt as of June 30, 2016 and 2015:

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Bonds payable						
Revenue bonds	\$ -	\$ -	\$ 107,430	\$ 110,905	\$ 107,430	\$ 110,905
Full faith and credit obligations	108,580	114,865	-	-	108,580	114,865
Premiums	2,284	2,446	33	31	2,317	2,477
Total bonds payable	110,864	117,311	107,463	110,936	218,327	228,247
Other long-term debt:						
Contracts, notes and loans payable	6,535	11,050	8,320	8,834	14,856	19,884
Total long-term debt	\$ 117,399	\$ 128,361	\$ 115,783	\$ 119,770	\$ 233,183	\$ 248,131

ECONOMIC FACTORS

Property taxes represent a significant revenue source for governmental activities. Approximately 90.9% of general revenues reported for the County as a whole in the Statement of Activities are property taxes. Approximately 37.4% of total revenues reported for governmental activities are property tax revenues. Property tax increased for the County and component units at 4.7% compared to the prior year due to an increase in the tax levy due to increase property value. 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.

Many County programs, particularly the Health and Human Services, are supported largely by State of Oregon and Federal revenues. These revenues provided by the Federal budget and State income taxes which are dependent on a healthy economy and unemployment rates.

In fostering sustainability, the County adopted a resolution providing contingency and reserves in the annual budget. The General Fund contingency each year is 5% of the overall County General Fund Budget. The reserve for future expenditure in the General Fund is targeted each year to measure 10% of the unrestricted General Fund revenues. Other funds can budget for a reserve for future expenditures if allowed by law, source or commitment of the Board of County Commissioners.

**CLACKAMAS COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

ECONOMIC FACTORS (Continued)

For the 2016-17 budget development, the County used a maintenance level budget, generally calculated by increasing each current base budget to accommodate known personnel cost increases and known baselines increases in internal services costs. Any new or increased service levels were proposed to the budget committee, which voted to approve based upon available funds. No additional funds were readily available to fund new or increased services in the 2016-17 budget development, without setting Contingency and Reserves at less than the County's policy. The budget committee members, approved the reduction of the overall General Fund Contingency from 5% to 4.3% and the Reserves from 10% to 9.4%. \$1 million dollars on one-time additional expenditures and \$1 million of on-going expenditures were added to the budget.

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. The County adopted a strategic plan and performance based budgeting beginning in 2014-15. As of the adoption of the 2016-17 budget, about a third of departments had developed their strategic plans and 3 departments had fully implemented performance based budgeting.

Future obligations include the County's December 1, 2016 issuance of approximately \$66 million dollars of general obligation bonds replace aging radio emergency communications systems, as well as the August 16, 2016 refinancing of approximately \$83 million dollars of full faith and credit obligations for Service District No. 1.

On November 3, 2016 the Board of County Commissioners approved the creation of a new ORS 190 partnership between Service District No. 1 and the Tri-city Service District, in order to better manage service delivery, capacity and reduce costs to rate payers.

FINANCIAL CONTACT

The financial statements are designed to present users (citizens, taxpayers, customers, investors and creditors) with a general overview of the County's finances and to demonstrate accountability. If you have any questions about the report or need additional financial information, please contact the Clackamas County Department of Finance at 2051 Kaen Road, Oregon City, Oregon 97045-4035.

BASIC FINANCIAL STATEMENTS

CLACKAMAS COUNTY, OREGON
STATEMENT OF NET POSITION
JUNE 30, 2016

	Governmental Activities	Business-Type Activities	Total Primary Government	Workforce Investment Council of Clackamas County, Inc.
ASSETS				
Cash and investments - unrestricted	\$ 230,610,321	\$ 49,172,488	\$ 279,782,809	\$ 104,015
Cash and investments - restricted	5,214,938	35,242,752	40,457,690	-
Taxes receivable	9,174,408	805	9,175,213	-
Accounts receivable, net	10,923,583	9,920,668	20,844,251	-
Assessments receivable including interest, net	78,170	4,916,021	4,994,191	-
Grants receivable	11,594,585	-	11,594,585	686,561
Notes and loans receivable	14,323,941	29,744,246	44,068,187	-
Internal balances	1,373,759	(1,373,759)	-	-
Other assets	1,999,476	770,082	2,769,558	8,764
Property held for sale	11,342,202	-	11,342,202	-
Capital assets:				
Capital assets not being depreciated	418,378,482	26,697,413	445,075,895	-
Depreciable capital assets, net of depreciation	315,950,003	225,023,224	540,973,227	-
TOTAL ASSETS	1,030,963,868	380,113,940	1,411,077,808	799,340
DEFERRED OUTFLOWS OF RESOURCES				
Current year pension contributions	28,627,461	449,929	29,077,390	-
Deferred charge on debt refunding	216,034	-	216,034	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	28,843,495	449,929	29,293,424	-
LIABILITIES				
Accounts and claims payable	23,106,432	2,317,904	25,424,336	646,973
Accrued payroll	19,365,865	708,998	20,074,863	36,415
Deposits	1,907,051	95,870	2,002,921	-
Unearned revenue	10,350,164	96,392	10,446,556	-
Accrued interest payable	933,670	376,027	1,309,697	-
Other current liabilities	-	1,229,882	1,229,882	-
Noncurrent liabilities:				
Portion due or payable within one year				
Compensated absences	10,410,726	58,854	10,469,580	-
Bonds payable	6,686,712	3,612,120	10,298,832	-
Loans and notes payable	1,089,452	457,035	1,546,487	-
Portion due or payable after one year				
Compensated absences	1,420,989	158,193	1,579,182	-
Unearned revenue	-	229,900	229,900	-
Bonds payable	104,177,155	103,851,022	208,028,177	-
Loans and notes payable	5,446,026	7,863,131	13,309,157	-
Other postemployment benefits	26,631,789	341,742	26,973,531	-
Net pension liability	109,436,357	1,815,749	111,252,106	-
TOTAL LIABILITIES	320,962,388	123,212,819	444,175,207	683,388
DEFERRED INFLOWS OF RESOURCES				
Pension earnings and share of contributions	25,886,031	459,243	26,345,274	-
NET POSITION				
Net investment in capital assets	653,007,769	158,994,548	812,002,317	-
Restricted:				
Capital projects	-	21,423,981	21,423,981	-
Culture, education and recreation	26,051,737	-	26,051,737	-
Debt service	32,248,038	4,855,529	37,103,567	-
Economic development	19,133,253	-	19,133,253	-
Health and human services	18,075,364	-	18,075,364	-
Public protection	2,082,867	-	2,082,867	-
Public ways and facilities	21,310,775	-	21,310,775	-
Temporarily restricted	-	-	-	120,338
Unrestricted	(58,950,859)	71,617,749	12,666,890	(4,386)
TOTAL NET POSITION	\$ 712,958,944	\$ 256,891,807	\$ 969,850,751	\$ 115,952

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

**CLACKAMAS COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016**

ACTIVITIES	Program Revenues				Net Revenue (Expense) and Changes in Net Position			Component Unit
	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	Totals	WICCO
Primary government:								
Governmental activities								
General government	\$ 72,246,141	\$ 15,652,785	\$ 9,180,208	\$ 2,295,296	\$ (45,117,852)	\$ -	\$ (45,117,852)	\$ -
Public protection	155,575,864	7,678,236	23,481,458	-	(124,416,170)	-	(124,416,170)	-
Public ways and facilities	51,744,912	9,556,419	27,835,630	7,886,444	(6,466,419)	-	(6,466,419)	-
Health and human services	148,051,688	27,454,973	95,970,673	-	(24,626,042)	-	(24,626,042)	-
Culture, education and recreation	43,859,482	3,689,248	3,037,234	4,207,257	(32,925,743)	-	(32,925,743)	-
Economic development	14,670,960	9,640,315	-	-	(5,030,645)	-	(5,030,645)	-
Interest and fiscal charges	4,594,963	-	-	-	(4,594,963)	-	(4,594,963)	-
Total government activities	<u>490,744,010</u>	<u>73,671,976</u>	<u>159,505,203</u>	<u>14,388,997</u>	<u>(243,177,834)</u>	<u>-</u>	<u>(243,177,834)</u>	<u>-</u>
Business-type activities								
Sanitary, sewer and surface water	46,709,181	38,252,807	-	8,710,606	-	254,232	254,232	-
Housing assistance	22,873,105	16,177,519	2,611,670	593,409	-	(3,490,507)	(3,490,507)	-
Golf	2,297,726	2,731,835	-	-	-	434,109	434,109	-
Lighting	1,861,661	2,039,594	-	-	-	177,933	177,933	-
Broadband utility	1,106,767	1,351,808	-	-	-	245,041	245,041	-
Total business-type activities	<u>74,848,440</u>	<u>60,553,563</u>	<u>2,611,670</u>	<u>9,304,015</u>	<u>-</u>	<u>(2,379,192)</u>	<u>(2,379,192)</u>	<u>-</u>
Total primary government	<u>565,592,450</u>	<u>134,225,539</u>	<u>162,116,873</u>	<u>23,693,012</u>	<u>(243,177,834)</u>	<u>(2,379,192)</u>	<u>(245,557,026)</u>	<u>-</u>
Component unit:								
Workforce Investment Council of Clackamas County, Inc.	\$ 3,755,835	\$ -	\$ 3,751,248	\$ -	-	-	-	(4,587)
GENERAL REVENUES								
Property taxes levied for:								
General purposes					111,586,054	-	111,586,054	-
Public safety services					16,851,650	-	16,851,650	-
Parks and recreation operations					6,548,536	-	6,548,536	-
Education outreach services					2,094,342	-	2,094,342	-
Redevelopment districts, debt service					2,320,685	-	2,320,685	-
Library debt service					16,604,028	-	16,604,028	-
Transient lodging taxes					4,416,411	-	4,416,411	-
Gain (loss) on disposal of assets					835,065	321	835,386	-
Earnings on investments					1,243,628	1,705,565	2,949,193	-
Miscellaneous					7,376,864	69,100	7,445,964	-
Transfers in (out)					250,000	(250,000)	-	-
Increase in temporarily restrict net assets					-	-	-	120,338
Total general revenues					<u>170,127,263</u>	<u>1,524,986</u>	<u>171,652,249</u>	<u>120,338</u>
CHANGE IN NET POSITION					<u>(73,050,571)</u>	<u>(854,206)</u>	<u>(73,904,777)</u>	<u>115,751</u>
NET POSITION, July 1, 2015					<u>786,009,515</u>	<u>257,746,013</u>	<u>1,043,755,528</u>	<u>201</u>
NET POSITION, June 30, 2016					<u>\$ 712,958,944</u>	<u>\$ 256,891,807</u>	<u>\$ 969,850,751</u>	<u>\$ 115,952</u>

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

**CLACKAMAS COUNTY, OREGON
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2016**

	Special Revenue Funds			Debt Service Fund	Non-Major Governmental Funds	Totals
	General Fund	Community Development Fund	Sheriff Fund	Clackamas Town Center Tax Increment Fund		
ASSETS						
Cash and investments	\$ 34,943,084	\$ 975,465	\$ 4,719,953	\$ 32,248,038	\$ 148,077,399	\$ 220,963,939
Taxes receivable	6,589,099	-	-	-	2,585,309	9,174,408
Accounts receivable	932,914	33,147	416,768	-	9,340,865	10,723,694
Assessment receivable	16,219	-	-	-	61,951	78,170
Grants receivable	19,005	368,916	166,154	-	11,040,510	11,594,585
Notes and loans receivable, net	-	13,645,597	-	-	678,344	14,323,941
Due from other funds	2,034,403	29,472	1,630,062	-	778,256	4,472,193
Property held for sale	-	-	-	-	11,342,202	11,342,202
Prepaid items	1,258,349	2,030	24,007	-	541,641	1,826,027
Interfund loan receivable	-	857,078	-	-	-	857,078
TOTAL ASSETS	\$ 45,793,073	\$ 15,911,705	\$ 6,956,944	\$ 32,248,038	\$ 184,446,477	\$ 285,356,237
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES						
Liabilities:						
Book overdraft	\$ 1,863	\$ -	\$ -	\$ -	\$ 3,741,593	\$ 3,743,456
Accounts payable	681,678	125,846	167,148	-	9,314,801	10,289,473
Accrued payroll	5,075,780	80,848	4,057,316	-	8,346,981	17,560,925
Accrued interest payable	-	-	-	-	-	-
Due to other funds	274,350	10,463	106,813	-	3,585,844	3,977,470
Unearned revenue	16,219	605,782	162,818	-	5,439,579	6,224,398
Deposits	281,531	2,900	-	-	1,620,720	1,905,151
TOTAL LIABILITIES	6,331,421	825,839	4,494,095	-	32,049,518	43,700,873
Deferred Inflows of Resources:						
Unavailable revenue	6,892,364	-	-	-	7,884,679	14,777,043
TOTAL DEFERRED INFLOWS OF RESOURCES	6,892,364	-	-	-	7,884,679	14,777,043
Fund balances:						
Nonspendable	1,258,349	2,030	24,007	-	11,883,843	13,168,229
Restricted	-	15,083,836	-	32,248,038	98,074,858	145,406,732
Committed	-	-	2,438,842	-	890,733	3,329,575
Assigned	-	-	-	-	33,662,846	33,662,846
Unassigned	31,310,939	-	-	-	-	31,310,939
TOTAL FUND BALANCES	32,569,288	15,085,866	2,462,849	32,248,038	144,512,280	226,878,321
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 45,793,073	\$ 15,911,705	\$ 6,956,944	\$ 32,248,038	\$ 184,446,477	\$ 285,356,237

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

**CLACKAMAS COUNTY, OREGON
RECONCILIATION OF STATEMENT OF GOVERNMENTAL FUNDS
BALANCE SHEET TO STATEMENT OF NET POSITION
JUNE 30, 2016**

TOTAL FUND BALANCE	\$ 226,878,321
Total net position shown in the Statement of Net Position is different because:	
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.	10,260,725
Capital assets are not financial resources for budgetary purposes and therefore are not reported in the governmental funds.	727,819,968
Other long-term assets are prepaid or are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds:	
Deferred outflows of resources - current year pension contributions	26,279,588
Deferred outflows of resources - deferred charge on debt refunding	216,034
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 Position.	(527,013)
Noncurrent bonds payable are not due and payable in the current period and are not reported in the governmental funds.	(110,863,867)
Other long-term liabilities that are not due and payable in the current period and are not reported in the governmental funds include:	
Accrued interest payable	(933,670)
Compensated absences	(10,964,570)
Contracts, notes, and loans payable	(6,535,478)
Other postemployment benefits	(24,447,132)
Net pension liability	(100,460,967)
Other long-term liabilities are acquired and apply to future periods and are not recognized as revenues until that time and, therefore, are deferred in the governmental funds:	
Deferred inflows of resources - Pension earnings and share of contributions	(23,762,995)
TOTAL NET POSITION	\$ 712,958,944

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

**CLACKAMAS COUNTY, OREGON
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2016**

	General Fund	Special Revenue Funds		Debt Service Fund	Non-Major Governmental Funds	Totals
		Community Development Fund	Sheriff Fund	Clackamas Town Center Tax Increment Fund		
REVENUES:						
Property taxes	\$ 111,092,544	\$ -	\$ -	\$ -	\$ 44,220,636	\$ 155,313,180
Other taxes	-	-	-	-	4,416,411	4,416,411
Licenses and permits	4,848,450	-	682,032	-	20,648,008	26,178,490
Fines, forfeitures, and penalties	77,795	-	280,778	-	4,941,311	5,299,884
Special assessment collections	-	-	-	-	311,777	311,777
Interest	41,354	103,485	-	202,230	814,098	1,161,167
Intergovernmental	7,769,623	3,018,294	9,409,196	-	115,500,306	135,697,419
Charges for services	19,850,463	297,950	2,282,612	-	53,658,466	76,089,491
Contributions	118,022	-	84,149	-	308,775	510,946
Reimbursements	17,239,080	-	5,463,947	-	209,778	22,912,805
Miscellaneous	494,126	1,291	156,194	-	4,098,932	4,750,543
TOTAL REVENUES	161,531,457	3,421,020	18,358,908	202,230	249,128,498	432,642,113
EXPENDITURES:						
Current:						
General government	56,905,395	-	-	-	7,634,574	64,539,969
Public protection	37	-	69,574,921	-	56,870,785	126,445,743
Public ways and facilities	-	-	-	-	31,319,801	31,319,801
Health and human services	2,995,481	-	-	-	95,337,858	98,333,339
Economic development	3,130,212	4,138,291	-	-	6,949,138	14,217,641
Culture, education and recreation	1,960,620	-	-	-	32,097,078	34,057,698
Debt service:						
Principal	181,639	-	-	-	10,516,072	10,697,711
Interest and fiscal charges	62,664	-	-	-	4,773,174	4,835,838
Special payments	1,093,688	169,813	50,022	-	13,194,975	14,508,498
Capital outlay	-	-	-	-	23,827,154	23,827,154
TOTAL EXPENDITURES	66,329,736	4,308,104	69,624,943	-	282,520,609	422,783,392
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	95,201,721	(887,084)	(51,266,035)	202,230	(33,392,111)	9,858,721
OTHER FINANCING SOURCES (USES):						
Issuance of loans payable	-	430,784	-	-	-	430,784
Proceeds (loss) from sale of capital assets	-	-	-	-	835,065	835,065
Repayments of loans payable	-	-	-	-	(144,347)	(144,347)
Transfers in	8,101,906	149,029	51,985,096	-	56,629,927	116,865,958
Transfers out	(104,661,642)	-	(1,511,184)	-	(13,811,095)	(119,983,921)
TOTAL OTHER FINANCING SOURCES (USES)	(96,559,736)	579,813	50,473,912	-	43,509,550	(1,996,461)
NET CHANGE IN FUND BALANCES	(1,358,015)	(307,271)	(792,123)	202,230	10,117,439	7,862,260
FUND BALANCE, JUNE 30, 2015	33,927,303	15,393,137	3,254,972	32,045,808	134,394,841	219,016,061
FUND BALANCE, JUNE 30, 2016	\$ 32,569,288	\$ 15,085,866	\$ 2,462,849	\$ 32,248,038	\$ 144,512,280	\$ 226,878,321

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

**CLACKAMAS COUNTY, OREGON
RECONCILIATION OF STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL
FUNDS TO STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016**

NET CHANGE IN FUND BALANCES	\$ 7,862,260
The change in net position reported in the Statement of Activities is different because:	
Governmental funds report capital outlay as an expenditure. 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 expenditures	27,141,610
Depreciation	(22,493,526)
Governmental funds do not report capital asset disposals. However, in the Statement of Activities the loss on capital asset disposals is expensed.	
Capital outlay disposals	(7,985,802)
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 position and the payment of long-term debt principal increases net position.	
Deferred refunding	(41,459)
Payment of long-term debt principal	6,285,000
Issuance of loans payable	(430,784)
Bond premium amortization	161,712
Contract principal payments are recorded as expenditures in the governmental funds and issuance of contracts are recorded as an other financing source. In the Statement of Activities issuance of contracts reduces net position and the payment of contract principal increases net position.	
Payment of loan and contract principal	4,514,729
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.	
	(7,206,025)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Changes related to long-term liabilities included:	
Accrual of interest payable	122,651
Accrual of compensated absences	(470,252)
Accrual of pension items	(77,216,159)
Accrual of other postemployment benefits	2,412,075
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 loss of internal service funds is reported as a governmental activity.	
	<u>(5,706,601)</u>
CHANGE IN NET POSITION	<u>\$ (73,050,571)</u>

**CLACKAMAS COUNTY, OREGON
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2016**

	Business Type Activities - Enterprise Funds					Governmental Activities
	Clackamas County Service District No. 1	Tri-City Service District	Housing Authority of Clackamas County	Non-Major Enterprise Funds	Totals	Internal Service Funds
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 30,138,808	\$ 9,685,650	\$ 2,750,149	\$ 3,436,963	\$ 46,011,570	\$ 18,604,776
Investments	-	-	3,160,918	-	3,160,918	-
Accounts receivable, net	4,727,503	1,238,158	3,622,760	259,825	9,848,246	199,889
Taxes receivable	-	805	-	-	805	-
Assessments receivable	263,720	-	-	117,571	381,291	-
Notes and loans receivable	-	-	240,000	-	240,000	-
Due from other funds	-	-	-	-	-	417,114
Other assets	221,087	105,981	141,255	301,759	770,082	173,449
Total current assets	35,351,118	11,030,594	9,915,082	4,116,118	60,412,912	19,395,228
Restricted current assets:						
Cash and cash equivalents	-	-	3,285,616	-	3,285,616	-
Investments	-	-	408,482	-	408,482	-
Total restricted current assets	-	-	3,694,098	-	3,694,098	-
Total current assets	35,351,118	11,030,594	13,609,180	4,116,118	64,107,010	19,395,228
Noncurrent assets:						
Connection charges receivable	72,422	-	-	-	72,422	-
Assessments receivable	4,534,730	-	-	-	4,534,730	-
Notes and loans receivable	1,140,905	-	28,363,341	-	29,504,246	-
Capital assets:						
Capital assets not being depreciated	9,461,356	4,583,515	3,174,733	9,477,809	26,697,413	614,188
Depreciable capital assets, net of depreciation	174,256,804	32,443,433	5,030,832	13,292,155	225,023,224	5,894,329
Total noncurrent assets	189,466,217	37,026,948	36,568,906	22,769,964	285,832,035	6,508,517
Restricted noncurrent assets:						
Cash and cash equivalents	29,469,589	2,079,065	-	-	31,548,654	-
Total restricted noncurrent assets	29,469,589	2,079,065	-	-	31,548,654	-
DEFERRED OUTFLOWS OF RESOURCES						
Current year pension contributions	-	-	429,099	20,830	449,929	2,347,873
Total deferred outflows of resources	-	-	429,099	20,830	449,929	2,347,873
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	254,286,924	50,136,607	50,607,185	26,906,912	381,937,628	28,251,618
LIABILITIES						
Current liabilities:						
Accounts and claims payable	897,800	600,311	434,633	385,160	2,317,904	12,816,959
Accrued payroll	696,634	-	-	12,364	708,998	1,804,940
Due to other funds	419,653	71,201	-	25,827	516,681	2,591
Compensated absences	-	-	52,439	6,415	58,854	763,002
Deposits	-	-	95,870	-	95,870	1,900
Accrued interest payable	376,027	-	-	-	376,027	-
Unearned revenue	69,100	-	27,292	-	96,392	2,013
Other	94,545	-	1,135,337	-	1,229,882	-
Current portion of long-term debt:						
Bonds payable	3,372,120	-	240,000	-	3,612,120	-
Loans and notes payable	411,633	-	45,402	-	457,035	-
Total current liabilities	6,337,512	671,512	2,030,973	429,766	9,469,763	15,391,405
Noncurrent liabilities:						
Compensated absences	-	-	157,318	875	158,193	104,143
Unearned revenue	229,900	-	-	-	229,900	-
Bonds payable	87,722,681	-	16,128,341	-	103,851,022	-
Loans and notes payable	7,631,396	-	231,735	-	7,863,131	-
Net pension liability	-	-	1,736,121	79,628	1,815,749	8,975,390
Other postemployment benefits	-	-	322,346	19,396	341,742	2,184,657
Interfund loan payable	-	-	857,078	-	857,078	-
Total noncurrent liabilities	95,583,977	-	19,432,939	99,899	115,116,815	11,264,190
DEFERRED INFLOWS OF RESOURCES						
Pension earnings and share of contributions	-	-	440,408	18,835	459,243	2,123,036
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	101,921,489	671,512	21,904,320	548,500	125,045,821	28,778,631
NET POSITION						
Net investment in capital assets	92,126,286	37,026,948	7,071,350	22,769,964	158,994,548	6,508,517
Restricted for capital projects	16,856,295	2,078,527	2,489,159	-	21,423,981	-
Restricted for debt service	4,854,991	538	-	-	4,855,529	-
Unrestricted	38,527,863	10,359,082	19,142,356	3,588,448	71,617,749	(7,035,530)
TOTAL NET POSITION	\$ 152,365,435	\$ 49,465,095	\$ 28,702,865	\$ 26,358,412	\$ 256,891,807	\$ (527,013)

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

CLACKAMAS COUNTY, OREGON
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Business Type Activities - Enterprise Funds				Totals	Governmental Activities
	Clackamas County Service District No. 1	Tri-City Service District	Housing Authority of Clackamas County	Non-Major Enterprise Funds		Internal Service Funds
OPERATING REVENUES:						
Charges for services	\$ 24,325,651	\$ 7,566,349	\$ 15,813,187	\$ 6,246,710	\$ 53,951,897	\$ 37,027,181
Intergovernmental revenue	4,435,104	321,158	2,611,670	-	7,367,932	1,925,432
Other	1,151,697	261,584	364,332	67,791	1,845,404	30,259,576
TOTAL OPERATING REVENUE	29,912,452	8,149,091	18,789,189	6,314,501	63,165,233	69,212,189
OPERATING EXPENSES:						
Claims	-	-	-	-	-	35,432,169
Labor and fringe benefits	8,443,783	2,395,695	-	303,405	11,142,883	25,272,907
Utilities	878,157	821,307	768,157	1,627,119	4,094,740	-
Supplies	350,010	883,487	-	2,770	1,236,267	15,488,452
Professional services	1,117,850	349,563	-	9,863	1,477,276	-
Other operating expenses	4,514,704	1,603,071	3,776,051	2,502,457	12,396,283	-
Administrative expenses	-	-	4,532,155	185,124	4,717,279	-
Housing assistance	-	-	12,381,845	-	12,381,845	-
Depreciation and amortization	17,843,322	3,228,365	776,865	691,642	22,540,194	1,527,728
TOTAL OPERATING EXPENSES	33,147,826	9,281,488	22,235,073	5,322,380	69,986,767	77,721,256
OPERATING INCOME (LOSS)	(3,235,374)	(1,132,397)	(3,445,884)	992,121	(6,821,534)	(8,509,067)
NONOPERATING INCOME (EXPENSE):						
Interest income	582,605	38,392	1,065,387	19,181	1,705,565	82,461
Interest expense	(4,034,300)	(684)	(638,032)	-	(4,673,016)	-
Gain (loss) on disposal of assets	(139,016)	321	-	(49,641)	(188,336)	(647,959)
Other	69,100	-	-	-	69,100	-
TOTAL NONOPERATING INCOME (EXPENSE)	(3,521,611)	38,029	427,355	(30,460)	(3,086,687)	(565,498)
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	(6,756,985)	(1,094,368)	(3,018,529)	961,661	(9,908,221)	(9,074,565)
TRANSFERS AND CONTRIBUTIONS						
Contributions	7,856,869	853,737	593,409	-	9,304,015	-
Transfers in	-	-	-	-	-	3,367,964
Transfers out	-	-	-	(250,000)	(250,000)	-
TOTAL TRANSFERS AND CONTRIBUTIONS	7,856,869	853,737	593,409	(250,000)	9,054,015	3,367,964
CHANGE IN NET POSITION	1,099,884	(240,631)	(2,425,120)	711,661	(854,206)	(5,706,601)
NET POSITION, JUNE 30, 2015	151,265,551	49,705,726	31,127,985	25,646,751	257,746,013	5,179,588
NET POSITION, JUNE 30, 2016	\$ 152,365,435	\$ 49,465,095	\$ 28,702,865	\$ 26,358,412	\$ 256,891,807	\$ (527,013)

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

**CLACKAMAS COUNTY, OREGON
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

	Business Type Activities - Enterprise Funds				Governmental Activities	
	Clackamas County Service District No. 1	Tri-City Service District	Housing Authority of Clackamas County	Non-Major Enterprise Funds	Totals	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash received for services	\$ -	\$ -	\$ -	\$ 3,862,596	\$ 3,862,596	\$ 69,141,142
Cash received from grants	-	-	16,428,780	-	16,428,780	397,542
Cash received from customers	28,644,301	7,624,595	1,836,353	2,205,260	40,310,509	-
Cash paid for claims and legal fees	-	-	-	-	-	(33,613,913)
Cash paid to suppliers for goods and services	(5,506,127)	(2,984,730)	(6,794,309)	(4,022,892)	(19,308,058)	(15,435,414)
Cash paid for housing subsidies	-	-	(12,381,845)	-	(12,381,845)	-
Cash paid to related entities for services	(10,504,687)	(3,222,172)	-	(216,106)	(13,942,965)	-
Cash paid to employees for services	-	-	(843,263)	(151,314)	(994,577)	(17,663,532)
Other operating revenue	1,056,414	261,584	367,370	18,370	1,703,738	-
NET CASH FROM OPERATING ACTIVITIES	13,689,901	1,679,277	(1,386,914)	1,695,914	15,678,178	2,825,825
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Principal paid on bonds, contracts and loans payable	(3,240,000)	(54,426)	(280,285)	-	(3,574,711)	-
Interest received on assessments and contracts	(81,905)	-	-	-	(81,905)	-
Interest paid on bonds, contracts and loans payable	(4,041,974)	(1,767)	(638,032)	-	(4,681,773)	-
Assessment and contract principal collected	828,920	-	-	-	828,920	-
Collection of connection charges, grants, and property taxes	-	827,649	-	-	827,649	-
Capital contributed	7,034,463	-	593,409	-	7,627,872	-
Acquisition of capital assets	(3,252,528)	(1,063,319)	(658,250)	(1,288,443)	(6,262,540)	(2,144,846)
Principal received on note	-	-	235,000	-	235,000	-
Payments on notes payable	(403,346)	-	-	-	(403,346)	-
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	(3,156,370)	(291,863)	(748,158)	(1,288,443)	(5,484,834)	(2,144,846)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers from (to) other funds	-	-	-	(250,000)	(250,000)	3,367,964
NET CASH FROM NONCAPITAL FINANCING ACTIVITIES	-	-	-	(250,000)	(250,000)	3,367,964
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest received on investments	593,382	40,770	1,065,387	19,249	1,718,788	82,461
Additions to restricted investments	-	-	119,786	-	119,786	-
NET CASH FLOWS FROM INVESTING ACTIVITIES	593,382	40,770	1,185,173	19,249	1,838,574	82,461
NET CHANGE IN CASH AND CASH EQUIVALENTS	11,126,913	1,428,184	(949,899)	176,720	11,781,918	4,131,404
CASH AND CASH EQUIVALENTS, JUNE 30, 2015	48,481,484	10,336,531	6,985,664	3,260,243	69,063,922	14,473,372
CASH AND CASH EQUIVALENTS, JUNE 30, 2016	\$ 59,608,397	\$ 11,764,715	\$ 6,035,765	\$ 3,436,963	\$ 80,845,840	\$ 18,604,776

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

CLACKAMAS COUNTY, OREGON
STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Business Type Activities - Enterprise Funds				Totals	Governmental Activities
	Clackamas County Service District No. 1	Tri-City Service District	Housing Authority of Clackamas County	Non-Major Enterprise Funds		Internal Service Funds
RECONCILIATION TO THE STATEMENT OF NET POSITION						
Current assets:						
Cash and cash equivalents	30,138,808	9,685,650	2,750,149	3,436,963	46,011,570	18,604,776
Restricted assets:						
Cash and cash equivalents	29,469,589	2,079,065	3,285,616	-	34,834,270	-
	<u>\$ 59,608,397</u>	<u>\$ 11,764,715</u>	<u>\$ 6,035,765</u>	<u>\$ 3,436,963</u>	<u>\$ 80,845,840</u>	<u>\$ 18,604,776</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES						
Operating income (loss)	\$ (3,235,374)	\$ (1,132,397)	\$ (3,445,884)	\$ 992,121	\$ (6,821,534)	\$ (8,509,067)
Adjustments to reconcile operating income (loss) to net cash from operating activities:						
Depreciation and amortization	17,843,322	3,228,365	776,865	691,642	22,540,194	1,527,728
Principal payments forgiven on deferred loans	-	-	(11,162)	-	(11,162)	-
Pension expense	-	-	1,421,707	79,198	1,500,905	7,536,197
Changes in assets and liabilities:						
Accounts and other receivables	(329,438)	(262,911)	(156,719)	(194,373)	(943,441)	369,145
Due from other funds	-	-	-	-	-	(95,980)
Other assets	(150,470)	(77,297)	(20,801)	(40,545)	(289,113)	51,430
Accounts and claims payable	(582,817)	(76,483)	21,894	173,920	(463,486)	1,462,837
Accrued payroll	-	-	-	-	-	282,157
Other current liabilities	144,678	-	-	-	144,678	1,900
OPEB liability	-	-	-	18,970	18,970	233,082
Deposits	-	-	(19)	-	(19)	-
Compensated absences	-	-	19,029	-	19,029	(35,410)
Due to other funds	-	-	-	(25,019)	(25,019)	1,265
Unearned revenue	-	-	8,176	-	8,176	541
Total adjustments	16,925,275	2,811,674	2,058,970	703,793	22,499,712	11,334,892
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 13,689,901</u>	<u>\$ 1,679,277</u>	<u>\$ (1,386,914)</u>	<u>\$ 1,695,914</u>	<u>\$ 15,678,178</u>	<u>\$ 2,825,825</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES						
Contributions of capital from governments, developers, and customers	\$ 1,274,840	\$ -	\$ -	\$ 10,868	\$ 1,259,203	\$ -
Gain (loss) on disposal of capital assets	(139,016)	321	-	(49,641)	(188,336)	(647,959)
Principal payments forgiven on loans	-	-	11,162	-	11,162	-

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

**CLACKAMAS COUNTY, OREGON
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2016**

	Sheriff's Office Independent Retiree Medical Trust	Agency Fund
ASSETS		
Cash and investments	\$ 3,385,149	\$ 11,058,057
Property taxes receivable	-	32,297,396
TOTAL ASSETS	3,385,149	43,355,453
LIABILITIES		
Due to other governments	-	43,355,453
NET POSITION		
Held in trust for Retiree Medical benefits	\$ 3,385,149	\$ -

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

CLACKAMAS COUNTY, OREGON
STATEMENT OF FIDUCIARY CHANGES IN NET POSITION
June 30, 2016

	Sheriff's Office Independent Retiree Medical Trust
ADDITIONS	
Contributions:	
Active plan members	\$ 1,006,061
Retiree plan members	205,604
Investment earnings	27,647
TOTAL ADDITIONS	1,239,312
DEDUCTIONS	
Benefits	893,337
Administrative	53,833
TOTAL DEDUCTIONS	947,170
CHANGE IN NET POSITION	292,142
NET POSITION - BEGINNING	3,093,007
NET POSITION - ENDING	\$ 3,385,149

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

NOTES TO BASIC FINANCIAL STATEMENTS

**CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016**

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 Oregon Revised Statutes (ORS) 203.230.

In evaluating how to define the County for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the 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”) Statements No. 14 and 61, 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, Estacada Area County Service District for Library Services, Clackamas County Extension and 4-H Service District, and Library District of Clackamas County - as part of the County. The decision to blend the component units was reached due to the County Commissioners governing each component unit as well as County management’s responsibility of the operations of each component unit.

Workforce Investment Council of Clackamas County (“WICCO”) is a legally separate, tax exempt component unit of the County, and is shown as a discretely presented component unit as the nature and relationship with the County is significant and to exclude it would cause the County’s financial statements to be misleading. The BCC serves as the chief elected official of the County, and serves as the governing board for the blended component units. However, the County has no financial benefit or burden relationship with WICCO, County management has no operational responsibility for WICCO, services provided by WICCO are not entirely, or almost entirely, to the benefit of the County, and WICCO has no debt expected to be repaid by the County. As a result WICCO is a discretely presented component unit.

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

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

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

Housing Authority of Clackamas County ("HACC") was organized under provisions of ORS Chapter 456 to provide affordable 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. This district closed during fiscal-year 2016.

Clackamas County Extension and 4-H Service District

Clackamas County Extension and 4-H Service District was organized under provisions of ORS Chapter 451 to provide financing to Oregon State University educational agricultural extension programs in Clackamas County.

Library District of Clackamas County

Library District of Clackamas County was organized under provisions of ORS Chapter 451 to provide financial support to the library service providers of Clackamas County in order to operate city libraries.

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.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reporting Entity (Continued)

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. WICCO is a legally separate entity, with a 501(c)(3) status, created due to the Workforce Investment Act of 1998 and for the administration of the WIA grants for Region 15. Although the BCC appoints the voting majority of the organization’s board members and provides one County employee to serve on WICCO’s audit committee, there is no financial benefit or burden relationship with the County. The BCC does not have the power to remove employees, modify budgets, influence day to day operations, or actively exercise approval of the budgets. However, the BCC does have the right to terminate WICCO, in accordance with section V.C.3c(iv) of the Memorandum of Agreement dated June 17, 2010. For this reason, WICCO is included in the basic financial statements as a discretely presented component unit. 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.

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. Since neither the County nor the Authority own any assets or assume any liabilities associated with the repayment, there is no balance sheet disclosure or recognition with the County’s financial statements.

Clackamas County Vector Control District

Clackamas County Vector Control District (“District”) is responsible for the prevention, control or eradication of public health vectors and vector habitats within the District and for the control of predatory animals within the District. The District is not included in the basic financial statements. Although the BCC appoints the voting majority of the District’s Board of Trustees and provides annual duties of supervision, no financial burden or benefit relationship exists between the District and the County. A copy of their financials may be obtained by writing to Clackamas County Vector Control District, 1102 Abernethy Road, Oregon City, Oregon, 97045.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation

Government-wide Financial Statements

The Statement of Net Position 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.

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

Fund Financial Statements

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

The County reports the following major governmental funds:

- General Fund - This is the County's primary operating fund. It accounts for all revenues and expenditures, except those required to be accounted for in another fund.
- Community 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 federal 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. This Fund did not meet the requirement but is elected to be a major fund to be consistent with prior years.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

- Sheriff 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, and the primary source of revenue is committee property taxes as well as a combination of fee revenue and grant agreements.
- Clackamas Town Center Tax Increment Fund – This fund accounts for property tax increment revenues for the Clackamas Town Center Urban Renewal District. When debt is outstanding this fund records the payment of principal and interest on long-term indebtedness for the District. This Fund did not meet the requirement but is elected to be a major fund to be consistent with prior years.

The County reports the following major proprietary funds:

- Clackamas County Service District No.1 - This fund accounts for construction and operation of a sanitary sewer system in a particular “urbanized but unincorporated” area of Clackamas County, Oregon. Sewerage charges and connection charges are the primary revenue source.
- Tri-City Service District - This Fund accounts for operation of a sanitary sewerage system within the incorporated areas of the Cities of Oregon City, West Linn and portions of Gladstone. Sewerage charges and connection charges are the primary revenue source.
- Housing Authority of Clackamas County - This fund is primarily supported by federal programs and accounts for provision of low-cost housing to individuals meeting criteria established by the U.S. Department of Housing and Urban Development (“HUD”).

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.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Proprietary:

- Internal Service Funds - These funds account for medical, dental and short-term disability, general liability, workers' compensation and unemployment self-insured programs, employee assistance programs, postemployment benefits, along with printing, communications, equipment, vehicle and facilities management programs provided to other departments on a cost-reimbursable basis.
- Enterprise Funds - These funds account for lighting, surface water management, broadband utility and golf operations.

Fiduciary:

- Sheriff's Office Independent Retiree Medical Trust – This trust fund accounts for health and welfare benefits accumulated for eligible sheriff's office retirees and their dependents. The trust is an independent, irrevocable trust governed by a separate board of trustees and administered on behalf of a third party administrator.
- Agency Fund - This fund accounts 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, 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 are recognized in the fiscal year in which all eligibility requirements have been satisfied if received timely enough to pay the related payables at year-end.

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 position available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting (Continued)

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

Capital asset acquisitions are reported as expenditures in the governmental funds and proceeds from long term debt and acquisitions under capital leases are reported as other financing sources.

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

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 blended 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 fair value, which approximates cost. 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 reported at fair value, which approximates cost and its share value. The individual funds' and component units' portion of the pool's fair value are presented as "Cash and Investments" in the basic financial statements. Earnings on pooled funds are paid or credited to each fund and component unit monthly based on the average daily balance of each participating fund or component unit.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Investments (Continued)

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

Receivables

All accounts, taxes, assessments, grants, notes and loans 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.

Property Held for Sale

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

Capital Assets

Purchased or constructed capital assets, including property, plant and equipment, infrastructure (roads, bridges, drainage systems, and street lighting), right of ways and easements, are reported at cost or estimated historical cost in the government-wide financial statements. The County defines capital assets as assets with an initial cost of more than \$5,000 and an estimated life in excess of one year.

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 equipment, vehicles, real property acquisitions, improvements, and infrastructure are recorded as capital outlay. Donated assets are recorded at their fair market value at the date of donation. Maintenance and repairs of a routine nature are charged to expenses/expenditures as incurred and are not capitalized.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued)

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

Buildings and Improvements	20 to 50 years
Sewage Treatment Plants and Line System	20 to 50 years
Roads	10 to 20 years
Bridges	50 years
Drainage Systems	25 years
Street Lighting	20 years
Equipment	5 to 15 years
Vehicles	5 to 10 years
Software	5 years
Easements	stipulated life of the easements

WICCO capitalizes property and equipment at historical cost with a cost of \$5,000 or more and an estimated life of one year or more. 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 7 years.

Intangible assets include purchased and internally developed software and easements of a stipulated life (non-permanent). These assets are stated at cost, less accumulated amortization. Amortization is provided using the straight-line method over the life.

Accounts and Claims Payable

Certain departments estimate payables based on expected claims to be paid using historical claims data.

Long-term Debt

In the government-wide financial statements, long-term debt is reported as liabilities in the Statement of Net Position. Bond premiums and discounts 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 expensed when incurred.

In the governmental fund financial statements, bond premiums and discounts are recognized as other financing sources (uses) 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.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave. All vacation pay is accrued when earned in the government-wide and proprietary fund financial statements. A liability and expenditure for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Payments of compensated absences are made by funds incurring salary costs. Expenditures for liquidating the liabilities are recorded in the General, Special Revenue, Capital Projects, Enterprise and Internal Service Funds. A portion of the balance of compensated absences, generally utilized within one year, is reported in the Statement of Net Position as current. The remaining balance is classified as long-term.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for *deferred outflows of resources*, which represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The County's deferred outflow of resources is deferred amounts of \$216,034 on refunded debt, current year pension contributions of \$29,077,390 and is reported in the government-wide statement of net position and also in the proprietary funds statement of net position. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Current year pension contributions are discussed in the pension plan paragraph of the summary of significant accounting policies.

In addition to liabilities, the balance sheet reports a separate section for *deferred inflows of resources*, which represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The County's deferred inflow of resources is \$26,345,274 related to pension earnings and share of contributions which is reported in the government-wide statement of net position and also in the proprietary funds statement of net position. Also reported is unavailable revenue, which is a portion of the County's revenue collected after year-end and meets the recognition in future period's requirement of deferred inflows of resources. The County's only deferred inflow of resources is \$14,777,043 in unavailable revenue as reported in the governmental funds balance sheet.

Pension Plan

Substantially all of the County's employees are participants in the Oregon Public Employees Retirement Fund ("OPERF"), a statewide cost sharing defined benefit pension plan. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oregon Public Employees Retirement System (OPERS) and additions to/deductions from OPERS's fiduciary net position have been determined on the same basis as they are reported by OPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Other Post-Employment Benefits (“OPEB”) Obligations

The County’s net OPEB Obligation is recognized as a liability and Annual Required Contribution (“ARC”) is expensed, as determined by the County’s actuary, in the government-wide financial statements and proprietary fund financial statements.

Contributions and in-kind donations

Contributions of cash, property or equipment received from other governments are credited to contribution revenue and recorded in the government wide financial statements.

Pollution Remediation Obligations

In fiscal year 2009 the County implemented GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*. Under this accounting standard, when the County determines a pollution remediation obligation exists and management is able to make a reasonable and supportable estimation of expected outlays, a long-term liability is recorded.

In the County’s Government-wide and Proprietary Fund Financial Statements on a full accrual basis, pollution remediation costs are reported in the *Statement of Revenues, Expenses and Changes in Fund Net Position* as a program or operating expense (or as revenues for recoveries received after all remediation activities have been completed), special item or extraordinary item.

Fund Balance/Net Position

In the government-wide *Statement of Net Position*, the proprietary funds’ *Statement of Net Position*, and the fiduciary funds’ *Statement of Fiduciary Net Position*, net position is segregated into restricted and unrestricted balances. Restrictions are limitations on how the net position may be used. Restrictions may be placed on net position by an external party that provided the resources, by enabling legislation or by the nature of the asset. The *Net investment in capital assets* component of net position represents total capital assets less accumulated depreciation less debt directly related to capital assets. This amount is reported on the *Statement of Net Position* and in the financial statements for Proprietary Fund types.

Certain revenues derived from specific taxes or other earmarked revenue sources are considered restricted assets. Such revenues include dedicated property taxes, state gas tax, intergovernmental grants, and charges for services which are legally restricted to finance particular functions or activities. In addition, proceeds from general obligation bonds, revenue bonds, and full faith and credit bonds are restricted to support the specific purpose for which the debt was issued. Net position in these resources is reported as restricted on the *Statement of Net Position* and is recorded in separate funds supporting the specific function or operation.

In the financial statements, assets and deferred outflows of resources in excess of liabilities and deferred inflows of resources are presented as either fund balances or net position, depending on the measurement focus used for financial reporting in the fund.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance/Net Position (Continued)

The County believes the majority of its restricted net position is restricted by enabling legislation. This includes resources such as gas taxes, system development charges, certain restricted property taxes levied under state laws that allow for restricted use of special levies, etc.

Governmental funds report assets and deferred outflows of resources in excess of liabilities and deferred inflows of resources as fund balances and will be reported in the classifications that comprise a hierarchy based on the extent that the County is bound to honor those constraints on the specific purposes for which amounts in those funds can be spent.

Fund balance is reported as *Non-spendable* when the resources cannot ever be spent, whether due to legal restrictions (such as corpus) or items not spendable in form such as property held for sale or prepaids.

Fund balance is reported as *Restricted* when the resources have legal externally enforceable restrictions, representing a spending constraint such as grants or contracts, fines and forfeitures, lender requirements, or laws and regulations of other governments.

Fund balance is reported as *Committed* when the Board of County Commissioners passes a resolution, the formal action of the County's highest decision-making level of authority, to establish a specific spending constraint on how the resources may be used. The Board can also modify or rescind the resolution through the passage of another formal resolution.

Fund balance is reported as *Assigned* by County policy when the County Administrator and Finance Director or designee assign portions of revenue sources or ending fund balance which are not determined to be non-spendable, restricted or committed by formal written notice. Authority is granted to the individuals by the Board of County Commissioners and such authority may only be established, modified or rescinded by the Board.

Fund balance is reported as *Unassigned* for the General Fund when resources are not otherwise reported as non-spendable, restricted, committed, or assigned. This classification is also used to report any negative fund balance amounts in other governmental funds.

Under BCC adopted Resolution no. 2011-55, when both restricted and unrestricted fund balance is available for use, the purpose for which that is restricted, the County uses restricted fund balance first, then unrestricted fund balance as needed. When unrestricted fund balance is spent, the County will consider that committed amounts will be reduced first, followed by assigned amounts, and then unassigned amounts last.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance/Net Position (Continued)

Fund balances by classification for the year ended June 30, 2016 were as follows:

	General Fund	Community Development Fund	Sheriff Fund	Clackamas Town Center Tax Increment Fund	Non-major Funds	Total
Fund balances:						
Nonspendable:						
Property held for sale	\$ -	\$ -	\$ -	\$ -	\$ 11,342,202	\$ 11,342,202
Prepaid	1,258,349	2,030	24,007	-	541,641	1,826,027
Restricted for:						
Culture, education and recreation	-	-	-	-	26,051,736	26,051,736
Debt service	-	-	-	32,248,038	-	32,248,038
Economic development	-	15,083,836	-	-	4,049,417	19,133,253
Health and human services	-	-	-	-	18,075,364	18,075,364
Public protection	-	-	-	-	2,082,867	2,082,867
Public ways and facilities	-	-	-	-	47,815,474	47,815,474
Committed to:						
Public protection	-	-	2,438,842	-	890,733	3,329,575
Assigned to:						
General government	-	-	-	-	2,636	2,636
Culture, education and recreation	-	-	-	-	7,318,092	7,318,092
Debt service	-	-	-	-	106,709	106,709
Economic development	-	-	-	-	535,135	535,135
Health and human services	-	-	-	-	9,288,626	9,288,626
Public protection	-	-	-	-	5,566,899	5,566,899
Public ways and facilities	-	-	-	-	10,844,749	10,844,749
Unassigned:	31,310,939	-	-	-	-	31,310,939
Total fund balances	<u>\$ 32,569,288</u>	<u>\$ 15,085,866</u>	<u>\$ 2,462,849</u>	<u>\$ 32,248,038</u>	<u>\$ 144,512,280</u>	<u>\$ 226,878,321</u>

Adoption of new GASB pronouncements

During the fiscal year ended June 30, 2016, the County implemented the following GASB Pronouncements: *GASB Statement No. 72, Fair Value Measurement and Application*. This statement establishes a hierarchy of valuation techniques used to measure fair value of assets and liabilities. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement), median priority to quoted prices in active markets for similar assets or liabilities (level 2 measurement), and the lowest priority to unobservable inputs (level 3 measurements). There was no material impact to the financial statements caused by the implementation of GASB Statement 72.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with ORS 294 – Local Budget Law and accounting principles generally accepted in the United States of America. All annual appropriations lapse at fiscal year-end.

The following funds had excess expenditures over appropriations for the fiscal year-end:

	<u>Amount</u>
General Fund	
Transportation & Development	\$ 17,472
Materials & services	275,673
Sheriff's Fund	
Special payments	7,522
Road Fund	
Transfers out	60,888
Children, Youth & Families Fund	
Special payments	289,436
Planning Fund	
Special payments	12,000
Code Enforcement & Sustainability Fund	
Special payments	4,362
Public Health Fund	
Special payments	14,140
Self-Insurance Fund	
General government	1,807,635
Records Management Fund	
General government	46,459

Deficit Fund Balances/Net Position

The following funds had a deficit fund balance at year-end. These are not a violation of state laws.

	<u>Amount</u>
Internal Service Funds:	
Self-insurance Fund	\$ (1,005,723)
Risk Management Claims Fund	(492,019)
Records Management Fund	(258,696)
Facilities Management Fund	(763,770)
Central Dispatch Fund	(1,647,796)
Technology Services Fund	(641,369)

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

3. CASH AND INVESTMENTS

Cash and investments are comprised of the following:

Deposits with financial institutions:	
Demand deposits	\$ 24,216,761
Money Market	20,261,517
Investments with US Agencies	169,302,411
Investments with Time/Interest Bearing Deposits	3,203,482
Investments with LGIP	117,699,534
	<u>\$ 334,683,705</u>

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

Cash and Investments - Governmental Activities	\$ 235,825,259
Cash and Investments - Business-Type Activities	84,415,240
Statement of Fiduciary Net Position	14,443,206
	<u>\$ 334,683,705</u>

The County is restricted by State of Oregon statutes in the types of investments in which it may invest. Authorized investments include general obligations of the United States Government and its agencies, certain bonded obligations of Oregon municipalities, certain corporate indebtedness, bank repurchase agreements, and the State Treasurer's Local Government Investment Pool. As of June 30, 2016, and for the year then ended, the County was in compliance with the aforementioned State of Oregon statutes.

Cash for WICCO at June 30, 2016 consisted of demand deposits with financial institutions in the amount of \$104,015, which were covered by federal depository insurance.

Deposits

At year end, the carrying amount of the County's deposits with financial institutions was \$44,478,278 and the bank balance was \$49,955,816. As required by ORS, deposits in excess of federal depository insurance were held at qualified depositories for public funds. All qualified depositories for public funds are included in the multiple financial institution collateral pool that is maintained by and in the name of the office of the State Treasurer.

Policies

The County has adopted investment policies to address credit risk, concentration of credit risk, and custodial credit risk – deposits which mirror parameters for the investment of public funds set forth in the ORS.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

3. CASH AND INVESTMENTS (Continued)

Fair Value Hierarchy

Various inputs are used in determining the fair value of investments. These inputs to valuation techniques are categorized into a fair value hierarchy consisting of three broad levels for financial statement purposes as follows:

Level 1 - unadjusted price quotations in active markets/exchanges for identical assets or liabilities, that each Fund has the ability to access.

Level 2 - other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market-corroborated inputs).

Level 3 - unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund's own assumptions used in determining the fair value of investments).

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The categorization of a value determined for investments is based on the pricing transparency of the investments and is not necessarily an indication of the risks associated with investing in those securities.

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The County has recorded its investments at fair value, and primarily uses the Market Approach to valuing each security. The County applies fair market value updates to its securities on a daily basis. Security pricing is provided by a third-party, and is reported daily to the County by its custodian bank. Assets are categorized by asset type, which is a key component of determining hierarchy levels. Asset types allowable per the County's investment policy generally fall within hierarchy level 1 and 2.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

3. CASH AND INVESTMENTS (Continued)

The County has the following recurring fair value measurements as of June 30, 2016:

	Totals as of June 30, 2016	Fair Value Measurements Using			Cost Measurement
		Quoted Prices Active Markets in Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3	Using
					Not measured at Fair Value
Investments Measured at Fair Value:					
US Agencies	\$ 100,995,125	\$ 100,995,125	\$ -	\$ -	\$ -
Corporate Bonds	55,437,286	-	55,437,286	-	-
Strip Bonds	12,870,000	-	12,870,000	-	-
Time/Interest Bearing Deposits	3,203,482	-	-	-	3,203,482
Local Government Investment Pool	117,699,534	-	-	-	117,699,534
TOTAL	\$ 290,205,427	\$ 100,995,125	\$ 68,307,286	\$ -	\$ 120,903,016

Interest Rate Risk

As of June 30, 2016, the County had the following investments subject to duration. The county manages its exposure to fair value losses arising from increasing interest rates by managing the modified duration of its investment portfolio.

<u>Investment Type</u>	<u>Market Value</u>	<u>Modified Duration</u>
US Agencies, coupon	\$ 100,995,125	1.297
Other Agencies	55,437,286	1.295
US Treasury, discount	12,870,000	0.882
Commercial Paper	3,203,482	1.295
Local Government Investment Pool	117,699,534	-
Total fair value	<u>\$ 290,205,427</u>	
Portfolio modified duration		1.167

The County is in compliance with its interest rate risk policy, which minimizes the risk that the market value of securities in the County portfolio will fall due to change in general interest rates.

Credit Risk

ORS limit the types of investments that the County may have. The County is in compliance with these statutes at June 30, 2016. 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.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

3. CASH AND INVESTMENTS (Continued)

Credit Risk (Continued)

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 national statistical rating organization

The State of Oregon Local Government Investment Pool is unrated. The majority of the U.S. Government Agency obligations are rated AAA and the remainder are unrated.

Custodial Credit Risk

Custodial credit risk on deposits is the risk that in the event of a bank failure, the County's deposits may not be returned. In order to minimize this risk, state statutes require banks holding public funds be member of the Public Funds Collateralization Program (PFCP), a multiple financial institution collateral pool created and administered by the Office of the State Treasurer. To qualify, participating banks must pledge collateral against any public fund deposit in excess of deposit insurance. The amount of collateral is set by the PFCP between 10% and 110% of each bank's public fund deposits. The required pledge percentage is based in part on an individual bank's net worth and level of capitalization. As of June 30, 2016, all of the County deposits are insured or collateralized or covered under the Oregon collateral program as mentioned above, and therefore, are not subject to 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, who holds the securities in the County's name. As of June 30, 2016, all of the County deposits are insured or collateralized and therefore, are not subject to custodial credit risk.

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, 2016, the County did not hold any investments with any one issuer that exceeded these limits.

4. ASSESSMENTS RECEIVABLE

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

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

5. NOTES AND LOANS RECEIVABLE

Notes and loans receivable at June 30, 2016, including the applicable allowance for uncollectible accounts are as follows:

	Gross Notes and Loans Receivable	Uncollectible Allowance Rate	Uncollectible Allowance	Notes and Loans Receivable, net
Governmental Activities:				
<u>Community Development Fund</u>				
Owner-Occupied rehab loans receivable	\$ 4,379,841	31.00%	\$ 1,357,751	\$ 3,022,090
Multi-Family housing rehab or new construction loans receivable	14,935,112	41.00%	6,123,396	7,954,639
Homebuyer Assistance Program loans receivable	4,601,496	42.00%	1,932,628	2,668,868
HACC loan receivable	857,077	0.00%	-	857,077
	<u>\$ 24,773,526</u>		<u>\$ 9,413,775</u>	<u>\$ 14,502,674</u>
<u>Non-Major Governmental Funds</u>				
Owner-Occupied rehab loans receivable	\$ 489,608	89.00%	\$ 435,751	\$ 53,857
Homebuyer Assistance Program loans receivable	125,571	59.00%	73,604	51,967
Rental rehab loans receivable	25,000	0.00%	-	25,000
Contracts receivable	547,520	0.00%	-	547,520
Total notes and loans receivable	<u>\$ 1,187,699</u>		<u>\$ 509,355</u>	<u>\$ 678,344</u>
	<u>\$ 25,961,225</u>		<u>\$ 9,923,130</u>	<u>\$ 15,181,018</u>
Business-Type Activities:				
Housing Authority of Clackamas County notes receivable	\$ 28,603,341	-	\$ -	\$ 28,603,341
Clackamas County Service District No. 1 notes receivable	1,140,905	-	-	1,140,905
	<u>\$ 29,744,246</u>		<u>\$ -</u>	<u>\$ 29,744,246</u>

* Interfund loan is eliminated from Notes and Loans Receivable, net balance on Statement of Net Position. See Note 12 for details.

Loans receivable

Loans receivable, net of an allowance, represent uncollected amounts of loans to qualified borrowers for rehabilitation and restoration of single and multi-family residences which are collateralized by real property. The loan loss allowance is comprised of historical evidence of past uncollectible amounts based upon each program offered.

Notes receivable

The Notes receivable balance resulted from HACC's sale of the Easton Ridge Apartments to Easton Ridge LLC ("the Project") and is comprised of four main amounts. HACC loaned \$16,603,341 of proceeds from its 2013 Series A bond financing to the Project. The Project has agreed to pay HACC amounts equal to the principal and interest requirements on the 35 year 2013 Series A Bonds. The County has provided a contingent loan agreement in the event earnings from the Project and the principal and interest reserve fund are not sufficient to pay required annual amounts. HACC also has a mortgage loan to the Project in the amount of \$12,235,000 as part of the sale agreement. The mortgage will earn 3.1% interest on the outstanding balance beginning upon completion of the Project rehabilitation construction. Available excess revenues of the Project are to be used to repay interest and principal on the debt annually. The mortgage is contingent on available excess revenue of the Project and does not have specific payment amounts or repayment time terms.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2016 was as follows:

	June 30, 2015	Increases	Decreases	Transfers	June 30, 2016
Governmental activities:					
Capital assets not being depreciated and amortized:					
Land and right of way	\$ 370,519,034	\$ 163,373	\$ (543,285)	\$ -	\$ 370,139,122
Construction in progress	26,205,369	24,282,612	(183,852)	(2,064,769)	48,239,360
Total capital assets not being depreciated and amortized	396,724,403	24,445,985	(727,137)	(2,064,769)	418,378,482
Capital assets being depreciated and amortized:					
Intangibles	9,562,823	-	(66,587)	300,867	9,797,103
Buildings and improvements	222,727,010	677,421	(8,190,872)	165,573	215,379,132
Equipment	30,165,588	2,215,366	(1,346,018)	284,281	31,319,217
Vehicles	28,161,361	1,283,576	(627,006)	(9,970)	28,807,961
Infrastructure	402,346,135	114,670	(2,476,062)	1,324,018	401,308,761
Total capital assets being depreciated and amortized	692,962,917	4,291,033	(12,706,545)	2,064,769	686,612,174
Less accumulated depreciation and amortization for:					
Intangibles	(7,625,676)	(390,424)	66,587	-	(7,949,513)
Buildings and improvements	(77,354,319)	(6,886,576)	1,417,438	-	(82,823,457)
Equipment	(22,237,303)	(1,685,400)	1,249,285	-	(22,673,418)
Vehicles	(20,384,522)	(1,284,964)	577,210	-	(21,092,276)
Infrastructure	(223,839,018)	(13,773,890)	1,489,401	-	(236,123,507)
Total accumulated depreciation and amortization	(351,440,838)	(24,021,254)	4,799,921	-	(370,662,171)
Total capital assets being depreciated and amortized, net	341,522,079	(19,730,221)	(7,906,624)	2,064,769	315,950,003
Total capital assets, net	\$ 738,246,482	\$ 4,715,764	\$ (8,633,761)	\$ -	\$ 734,328,485
	June 30, 2015	Increases	Decreases	Transfers	June 30, 2016
Business-type activities:					
Capital assets not being depreciated and amortized:					
Land and right of way	\$ 22,579,107	\$ -	\$ -	\$ (1,386,200)	\$ 21,192,907
Construction in progress	4,490,658	4,907,429	(165,317)	(3,728,264)	5,504,506
Total capital assets not being depreciated and amortized	27,069,765	4,907,429	(165,317)	(5,114,464)	26,697,413
Capital assets being depreciated and amortized:					
Intangibles	1,842,380	-	-	1,386,200	3,228,580
Buildings and improvements	38,475,777	364,389	-	-	38,840,166
Equipment and vehicles	11,858,796	145,210	(216,239)	452,546	12,240,313
Street lighting poles / Fiber Optic Network	10,243,096	1,200,853	(125,476)	-	11,318,473
Infrastructure	275,000	-	-	-	275,000
Plants and line system	407,364,401	876,251	(93,276)	3,275,718	411,423,094
Total capital assets being depreciated and amortized	470,059,450	2,586,703	(434,991)	5,114,464	477,325,626
Less accumulated depreciation and amortization for:					
Intangibles	(2,084,787)	(72,958)	-	-	(2,157,745)
Buildings and improvements	(30,393,749)	(784,249)	-	-	(31,177,998)
Equipment and vehicles	(9,231,614)	(458,150)	216,239	-	(9,473,525)
Street lighting poles / Fiber Optic Network	(965,723)	(506,048)	75,835	-	(1,395,936)
Infrastructure	(124,857)	(13,760)	-	-	(138,617)
Plants and line system	(187,346,828)	(20,705,029)	93,276	-	(207,958,581)
Total accumulated depreciation and amortization	(230,147,558)	(22,540,194)	385,350	-	(252,302,402)
Total capital assets being depreciated and amortized, net	239,911,892	(19,953,491)	(49,641)	5,114,464	225,023,224
Total capital assets, net	\$ 266,981,657	\$ (15,046,062)	\$ (214,958)	\$ -	\$ 251,720,637

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

6. CAPITAL ASSETS (Continued)

Depreciation expense was charged as follows:

Governmental Activities:	
General Government	\$ 1,945,034
Public Protection	352,362
Public Ways and Facilities	19,817,132
Health and Human Services	633,193
Culture, Recreation, and Education	1,262,718
Economic Development	10,815
	<u>\$ 24,021,254</u>
Business-type Activities:	
Sanitary Sewer and Surface Water	\$ 21,073,955
Housing Assistance	776,865
Golf	104,192
Broadband	585,182
	<u>\$ 22,540,194</u>

At June 30, 2016, WICCO had property and equipment with no net book value. Depreciation expense for the year ended June 30, 2016 was \$1,130.

7. PROPERTY HELD FOR SALE

Property held for sale activity for the year ended June 30, 2016 was as follows:

	Beginning Balance June 30, 2015	Increases	Decreases	Ending Balance June 30, 2016
Governmental activities:				
Non-major governmental funds	\$ 13,518,215	\$ 30,179	\$ (2,206,192)	\$ 11,342,202

8. SELF-INSURANCE CLAIMS PAYABLE

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. The General Fund, essentially all major and non-major funds, and all blended component units participate in the self-insurance program. The participating funds and blended 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, claim reserves, premiums, and administrative costs of the program. These interfund premiums are used to offset the amount of claims expenditure reported in the risk management fund. As of June 30, 2016, interfund premiums exceeded reimbursable expenditures. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effect of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

8. SELF-INSURANCE CLAIMS PAYABLE (Continued)

The County is fully self-insured for unemployment benefits and short-term disability benefits and partially self-insured for dental benefits, medical 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.

The claims liability of \$9,920,419 includes the effects of specific, incremental claim adjustment expenses/expenditures, salvage, and subrogation and other allocated or unallocated claim adjustment expenses/expenditures, if any. Liability claims have not exceeded the maximum amount of self-insurance per claimant in the past three years.

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

Changes in the total claims liability amount in fiscal 2014, 2015 and 2016 are as follows:

Year Ended June 30,	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claims Payments	End of Year Liability
2014	4,761,614	6,299,653	5,238,283	5,822,984
2015	5,822,984	18,270,687	14,802,767	9,290,904
2016	9,290,904	28,653,696	28,024,181	9,920,419

This June 30, 2016 balance is included in the Statement of Net Position in accounts and claims payable.

9. COMPENSATED ABSENCES

Compensated absences are paid by those funds that originally incurred the associated salaries and wages. Compensated absences activity for the year ended June 30, 2016 was as follows:

	Governmental Activities	Business-type Activities
Balance July 1, 2015	\$ 11,396,872	\$ 193,750
Additions	14,488,605	215,582
Payments	(14,053,762)	(192,285)
Balance June 30, 2016	<u>\$ 11,831,715</u>	<u>\$ 217,047</u>
Net Position as follows:		
Current Portion	<u>\$ 10,410,726</u>	<u>\$ 58,854</u>
Long-Term Portion	<u>\$ 1,420,989</u>	<u>\$ 158,193</u>

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

10. LONG-TERM DEBT

Full Faith and Credit Bonds

The County issues full faith and credit bonds to finance major construction projects. The bonds are backed by the full faith and credit of the County, within the limitations of Article XI of the Oregon Constitution, and are to be repaid from existing revenue sources.

Full Faith and Credit Bonds outstanding at year-end are as follows:

FFCO Bancroft Limited Tax Assessment Bond, 2000 Issue – Original issue amount of \$5,143,000 used to refinance costs of the County’s Altamont Local Improvement District Project. Remaining semi-annual payments are approximately \$223,388 until 2015, after which point they become approximately 128,700. Remaining principle payments are \$1,515,000 in 2015 and \$1,980,000 in 2020. The final payment is scheduled on May 1, 2020.

FFCO Series 2007 – Original issue amount of \$49,990,000 used to finance various County projects which include the Development Services Building, Central Utility Plant, Utilidor, Central Plaza, Road Projects, and Property Acquisition. Remaining annual principal and semi-annual interest payments are approximately \$3,769,000 per year with final payment scheduled on June 1, 2027.

North Clackamas Parks and Recreation District FFCO, Series 2008 – Original issue amount of \$8,000,000 used to acquire and develop approximately 32 acres of land in City of Happy Valley for District facilities. Remaining annual principal and semi-annual interest payments are approximately \$563,000 per year with final payment scheduled on December 1, 2027.

FFCO Series 2009 – Original issue amount of \$34,795,000 used to finance County projects, which include Sunnybrook Service Center Remodel, Clackamas County Jail Renovation and System Upgrades, Evidence Processing Facility, and Development Services Building Completion reimbursement. Remaining annual principal and semiannual interest payments are approximately \$2,609,000 per year with final payment scheduled on June 1, 2029.

North Clackamas Parks and Recreation District Limited Tax revenue Refunding Series 2010 – Original issue amount of \$5,660,000 used to refund all of the District’s Limited Tax Revenue refunding Bonds, Series 2000. Remaining annual principal and semi-annual interest payments are approximately \$494,000 per year with final payment scheduled on March 1, 2025.

Clackamas County Series 2011 – Original issue amount of \$6,000,000 used to finance road and sewer projects, which include Public Improvements, Preservation and Rehabilitation, Development and Redevelopment, Housing Development, Below Market Interest Rate Loans and Incentives, Property Acquisition and Disposition, and Plan Administration. Remaining annual principal and semi-annual interest payments are approximately \$555,000 per year with final payment scheduled on January 15, 2026.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

10. LONG-TERM DEBT (Continued)

Full Faith and Credit Bonds (Continued)

FFCO Refunding Series 2012 – Original issue amount of \$18,875,000 used to refund all or a portion of the Series 2003 and Series 2004 Obligations. Remaining annual principal and semi-annual interest payments are approximately \$1,358,000 per year with final payment scheduled on June 1, 2033.

FFCO Series 2012 – Original issue amount of \$20,080,000 used to finance the County's contribution for a portion of the TriMet Portland Milwaukie Light Rail extension. Remaining annual principal and semi-annual interest payments are approximately \$1,315,000 per year with final payment scheduled on July 1, 2027.

Governmental Activities	Original Borrowing	Interest Rates	Final Maturity	Outstanding June 30, 2016	Principal Due in a Year
Full Faith and Credit Bonds:					
Bancroft Limited Tax Assessment Bond (Series 2000)	\$ 5,143,000	5.100% to 6.500%	2020	\$ 1,400,000	\$ -
Various county capital projects (Series 2007)	49,990,000	4.000% to 5.000%	2027	32,690,000	2,395,000
NCPRD to acquire and develop land (Series 2008)	8,000,000	3.000% to 4.000%	2027	5,525,000	365,000
Various county capital projects (Series 2009)	34,795,000	2.000% to 4.000%	2029	25,845,000	1,540,000
NCPRD Limited Tax Revenue (Refunding) (Series 2010)	5,660,000	2.000% to 4.000%	2025	3,695,000	355,000
Finance road and sewer projects, Urban Renewal (Series 2011)	6,000,000	4.400%	2026	4,415,000	360,000
FFCO (Refunding) (Series 2012)	18,875,000	2.500% to 5.000%	2033	17,140,000	675,000
Portland-Milwaukie Light Rail Project (Series 2012)	20,080,000	2.740%	2027	17,870,000	835,000
				<u>108,580,000</u>	<u>6,525,000</u>
			Premium	2,283,867	161,712
				<u>\$ 110,863,867</u>	<u>\$ 6,686,712</u>

Annual debt service requirements to maturity for Full Faith and Credit bonds are as follows:

Year Ending June 30	Governmental Activities FFC Bonds	
	Principal	Interest
2017	\$ 6,525,000	\$ 4,143,609
2018	6,785,000	3,883,471
2019	7,085,000	3,626,979
2020	8,790,000	3,322,918
2121	7,730,000	2,913,861
2022-2026	42,930,000	9,646,415
2027-2031	26,005,000	2,050,485
2032-2035	2,730,000	129,219
	<u>108,580,000</u>	<u>\$ 29,716,957</u>
Premium	2,283,867	
	<u>\$ 110,863,867</u>	

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

10. LONG-TERM DEBT (Continued)

Advance Refunding / Defeasance

On September 6, 2012, the County issued \$18,280,000 (Series 2012 bonds), which was used to advance refund all of the Series 2003 and Series 2004 bonds. Net proceeds of \$18,875,000 were used to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments on the portion refunded. As a result, the Series 2003 and Series 2004 bonds are considered defeased and the liability for those bonds has been removed from the governmental activities column of the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$2,890,000. The amount is being netted against the new debt and amortized over the remaining life of the new debt. The advance refunding was undertaken to reduce total debt service payments over the next 12 years by \$323,881 and resulted in an economic gain (difference between the present values of the old and net debt service payments) of \$277,698.

Revenue Bonds

The County issues revenue bonds to finance major construction projects in business-type activities. The revenue bonds are not backed by the full faith and credit of the County, but rather, are secured by a pledge of certain revenues and receipts.

Revenue bonds outstanding at year-end are as follows:

Clackamas County Service District No. 1, Series 2002A – The Original issue amount of \$2,698,000 was used to finance certain capital improvements to the District's sanitary sewage system. District's revenue from the sewer system is pledged as collateral. Under the revenue bonds agreements, the District 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 June 30, 2016.

Clackamas County Service District No. 1, Series 2009A - Original issue amount of \$38,460,000 used to finance certain capital improvements to the District's sanitary sewage system. Remaining annual principal and semi-annual interest payments are approximately \$2,600,000 per year with final payment scheduled on December 1, 2033. The District's revenue from the sewer system is pledged as collateral.

Clackamas County Service District No. 1, Series 2009B - Original issue amount of \$44,365,000 used to finance certain capital improvements to the District's sanitary sewage system. Remaining annual principal and semi-annual interest payments are approximately \$2,900,000 per year with final payment scheduled on December 1, 2034. The District's revenue from the sewer system is pledged as collateral.

Clackamas County Service District No. 1, Series 2010 - Original issue amount of \$23,710,000 used to finance certain capital improvements to the District's sanitary sewage system. Remaining annual principal and semi-annual interest payments are approximately \$1,500,000 per year with final payment scheduled on December 1, 2035. The District's revenue from the sewer system is pledged as collateral.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

10. LONG-TERM DEBT (Continued)

Revenue Bonds (Continued)

HACC Revenue Bonds, Series 2013A – HACC issued revenue bonds in the original amount of \$16,550,000 to finance the rehabilitation of the Easton Ridge Apartments (the Project). Remaining annual principal and semi-annual interest payments are approximately \$890,000 per year with final payment scheduled on September 1, 2049. The Project's assets, all net operating income and certain other revenues of HACC, are pledged as collateral.

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

Business-Type Activities	Original Borrowing	Interest Rates	Final Maturity	Outstanding June 30, 2016	Principal Due in a Year
Revenue bonds:					
Clackamas County Service District No. 1, Series 2002A	\$ 2,698,000	3.000% to 4.875%	2023	\$ 980,000	\$ 140,000
Clackamas County Service District No. 1, Series 2009A	38,460,000	2.000% to 4.700%	2033	32,145,000	1,110,000
Clackamas County Service District No. 1, Series 2009B	44,365,000	2.250% to 5.000%	2034	37,275,000	1,315,000
Clackamas County Service District No. 1, Series 2010	23,710,000	2.000% to 4.625%	2036	20,715,000	770,000
HACC, Series 2013A	16,550,000	1.750% to 4.000%	2049	16,315,000	240,000
				107,430,000	3,575,000
			Discount	(719,532)	-
			Premium	752,674	37,120
				\$ 107,463,142	\$ 3,612,120

Future pledged revenues for outstanding revenues bonds are as follows:

Business-Type Activities Purpose	Revenue Stream	For the Year Ending June 30, of Final Payments	Future Pledged Revenue Outstanding	For the Year Ended June 30, 2016 Revenue	For the Year Ended June 30, 2016 Debt (P&I) Payments
CCSD#1 - Revenue Bonds 2002A	Sewer Fees	2023	\$ 980,000	\$ 21,772,581 *	\$ 184,589
CCSD#1 - Revenue Obligations 2009A	Sewer Fees	2033	32,145,000	-	2,442,643
CCSD#1 - Revenue Obligations 2009B	Sewer Fees	2034	37,275,000	-	2,834,013
CCSD#1 - Revenue Obligations 2010	Sewer Fees	2036	20,715,000	-	1,635,069
Total CCSD#1			91,115,000	21,772,581	7,096,314
HACC - Revenue Bonds 2013A	Project assets, net operating income	2049	16,315,000	-	868,301
Total			\$ 107,430,000	\$ 21,772,581	\$ 7,964,615

* Same revenue source pledged for multiple purposes. Total gross revenues of \$37,077,085 less total operating expenses of \$15,305,504.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

10. LONG-TERM DEBT (Continued)

Revenue Bonds (Continued)

Year Ending June 30	Business-Type Activities Revenue Bonds	
	Principal	Interest
2017	\$ 3,575,000	\$ 4,380,536
2018	3,695,000	4,258,381
2019	3,820,000	4,127,971
2020	3,955,000	3,986,371
2021	4,105,000	3,833,249
2022-2026	23,120,000	16,516,363
2027-2031	28,460,000	11,193,568
2032-2036	27,075,000	4,508,803
2037-2041	9,625,000	3,333,400
	107,430,000	\$ 56,138,642
Discount	(719,532)	
Premium	752,674	
	\$ 107,463,142	

Pursuant to the bond documents, HACC is subject to certain restrictive covenants related to the use of bond proceeds and other funds provided by operations of the Project. The contingent loan agreement with the County requires Easton Ridge LLC to maintain a 1.10 to 1.0 debt service coverage once the Project achieves stabilization. The operating agreement requires that in order to eliminate the operating deficit contribution requirement, HACC establish and collect rents sufficient to produce a Required Debt Service Coverage on the Series A bonds of at least 1.20 to 1 for two consecutive years, beginning at least three years after project stabilization. A failure to maintain the above ratios does not constitute a default.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

10. LONG-TERM DEBT (Continued)

Loans and Contracts Payable

The County has the following loans and contracts payable.

ODOT Loan No. 0029 – Original issue amount of \$12,250,000 used to finance transportation projects. Remaining semi-annual interest payments and annual principal payments are approximately \$564,000 with final payment scheduled on May 15, 2020. The loan is payable from the pledged revenues from the Transportation System Development Charges.

Loan Payable – North Station – Original issue amount of \$5,365,420 used to finance law enforcement facilities, known as the North Station. Remaining semi-annual interest payments and annual principal payments are approximately \$180,000 a year with final payment scheduled on June 1, 2026.

WES Note Payable – Original issue amount of \$1,720,400 to purchase ownership interest of Brooks Building. Interest payments total approximately \$229,000 and may be paid annually with principal payment scheduled on December 31, 2022.

Clean Water State Revolving Fund, Loan Agreement No. R06224 – Original issue amount of \$4,000,000 used to finance the Wastewater Collector Sewers project. Remaining semi-annual principle payments are approximately \$100,000 a year with annual fees of approximately \$8,000 a year. The final payment is scheduled for June 1, 2031. Clackamas County Service District No. 1 has irrevocably pledged its Net Operating Revenues to pay the amounts due under this loan Agreement.

Clean Water State revolving Fund, Loan Agreement No. R22403 - Original issue amount of \$8,800,100 used to finance the Wastewater Collector Sewers project. Remaining semi-annual principal and interest payments are approximately \$293,566 a year with annual fees averaging approximately \$24,472. The final payment is scheduled for December 31, 2031.

HACC: Mortgage Notes Payable – Various original issue amounts totaling \$655,742 used to purchase low income housing. Remaining semi-annual interest payments and annual principal payments are approximately \$20,500 with final payments scheduled in fiscal year 2027. The mortgage notes are payable from rents received and the net cash flows from operations.

HACC: Loans Payable - Original issue amount of \$176,850 used for the purchase, construction, repair and improvement of property. Remaining semi-annual interest payments and annual principal payments are approximately \$19,500 with final payment scheduled in fiscal year 2025. The loans payable include amounts due to Farmers Home Administration and the State of Oregon. A certain portion of the loans from the state are forgiven yearly as long as HACC operates the facilities as low-income housing. If HACC stops operating the facilities as low income housing, the loans become payable when HACC sells the property. The Loan from Farmers Home Administration is collateralized by the property and is payable monthly over the next 14 years.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

10. LONG-TERM DEBT (Continued)

Loans and Contracts Payable (Continued)

Annual debt service requirements to maturity for loans and contracts payable are as follows:

Loans and Contracts Payable outstanding at year-end are as follows:

<u>Governmental Activities</u>	<u>Interest Rates</u>	<u>Ending Balance</u>
Loans and Notes:		
ODOT Loan Payable (Loan # 0029)	3.750%	\$ 4,152,690
Loan Payable - North Station	4.300% to 5.600%	1,345,000
WES Note payable	4.325%	1,037,788
		<u>\$ 6,535,478</u>
<u>Business-Type Activities</u>	<u>Interest Rates</u>	<u>Ending Balance</u>
Loans and Notes:		
CCSD1 - Loan Agreement No. R06224	0.00%	\$ 1,752,447
CCSD1 - Loan Agreement No. R22403	2.77%	6,290,582
HACC: Mortgage Notes Payable	5.000% to 11.000%	172,672
HACC: Loans Payable	0.000% to 11.000%	104,465
		<u>\$ 8,320,166</u>

Loans and Contracts Payable outstanding at year-end are as follows:

Year Ending June 30	<u>Governmental Activities Loans and Notes Payable</u>		<u>Business-Type Activities Loans and Notes Payable</u>	
	Principal	Interest	Principal	Interest
2017	\$ 1,089,452	\$ 234,194	\$ 457,035	\$ 172,149
2018	1,131,368	191,188	464,458	163,629
2019	1,174,670	146,506	444,863	154,873
2020	1,207,199	100,098	454,325	145,873
2021	725,000	407,541	464,064	136,621
2022-2026	1,207,789	9,860	2,451,519	535,039
2027-2031	-	-	2,670,660	261,763
2032-2034	-	-	856,306	19,395
Undetermined	-	-	56,936	-
	<u>\$ 6,535,478</u>	<u>\$ 1,089,387</u>	<u>\$ 8,320,166</u>	<u>\$ 1,589,342</u>

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

10. 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 \$225,330,000 at June 30, 2016. The County has no obligation for repayment of this debt.

Legal Debt Margin

The County follows ORS 287A provisions for limitations on bonded indebtedness. The provision states 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. The County has no general obligation bonds issued as of June 30, 2016. The amount of revenue bonds or full faith and credit bonds permitted by the provision is one percent of the real market value of all taxable property in the county or \$563,483,220. The County currently has full faith and credit obligations of \$108,580,000 or 0.193% of the real market value of all taxable property, and revenue bond obligations of \$107,430,000 or 0.191% of the real market value of all taxable property, and is in compliance with the legal debt margin requirements.

Changes in Noncurrent Liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental activities:</u>					
Compensated absences	\$ 11,396,872	\$ 14,488,605	\$ (14,053,762)	\$ 11,831,715	\$ 10,410,726
Bonds payable:					
Full faith and credit bonds	114,865,000	-	(6,285,000)	108,580,000	6,525,000
Issuance discounts, net of premiums	2,445,684	-	(161,817)	2,283,867	161,712
Total bonds payable	117,310,684	-	(6,446,817)	110,863,867	6,686,712
Loans and notes payable	11,050,206	-	(4,514,728)	6,535,478	1,089,452
Other postemployment benefits	23,989,230	2,642,559	-	26,631,789	-
Net pension liability (asset)	(42,387,914)	151,824,271	-	109,436,357	-
	<u>\$ 121,359,078</u>	<u>\$ 168,955,435</u>	<u>\$ (25,015,307)</u>	<u>\$ 265,299,206</u>	<u>\$ 18,186,890</u>
<u>Business-type activities:</u>					
Compensated absences	\$ 193,750	\$ 215,582	\$ (192,285)	\$ 217,047	\$ 58,854
Unearned revenue	299,999	-	(70,099)	229,900	-
Bonds payable:					
Revenue bonds	110,905,000	-	(3,475,000)	107,430,000	3,575,000
Issuance discounts, net of premiums	31,240	39,022	(37,120)	33,142	37,120
Total bonds payable	110,936,240	39,022	(3,512,120)	107,463,142	3,612,120
Loans and notes payable	8,834,143	-	(513,977)	8,320,166	457,035
Other postemployment benefits	333,829	7,913	-	341,742	-
Net pension liability (asset)	(699,667)	2,515,416	-	1,815,749	-
	<u>\$ 119,898,294</u>	<u>\$ 2,777,933</u>	<u>\$ (4,288,481)</u>	<u>\$ 118,387,746</u>	<u>\$ 4,128,009</u>

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

11. OPERATING LEASES

The County leases buildings and office equipment under non-cancelable operating leases. Rent expense amounted to approximately \$902,259 for the year ended June 30, 2016. Future payments are due as follows:

Fiscal Year	Amount
2017	\$ 945,746
2018	843,079
2019	726,132
2020	745,827
2021	769,446
Thereafter	2,960,173
	\$ 6,990,403

During the year, WICCO had a lease for office space. Rental expense for the year ended June 30, 2016 totaled \$50,192. At June 30, 2016, the future minimum lease payments under this lease are as follows:

Year	Amount
2016	\$ 47,125
2017	47,225
2018	42,159
2019	3,649
	\$ 140,158

12. DUE TO/FROM OTHER FUNDS AND INTERFUND LOANS

Interfund due to/from balances at June 30, 2016 are comprised of the following:

<u>Due to/from other funds:</u>	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 2,034,403	\$ 274,350
Community Development Fund	886,550	10,463
Sheriff Fund	1,630,062	106,813
Non-Major Governmental Funds	385,691	3,585,844
Internal Service Funds	417,114	2,591
Clackamas County Service District No. 1	-	419,653
Tri-City Service District	-	71,201
Housing Authority of Clackamas County	-	857,078
Non-Major Enterprise Funds	-	25,827
Total Due to/from other funds	\$ 5,353,820	\$ 5,353,820

Interfund balances consist of expenditures/expenses paid or incurred by a fund, but not yet reimbursed by other funds.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

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

Interfund loan balances at June 30, 2016 are comprised of the following:

	<u>Interfund Loan Receivable</u>	<u>Interfund Loan Payable</u>
Community Development Fund	\$ 857,078	\$ -
Housing Authority of Clackamas County	-	857,078
	<u>\$ 857,078</u>	<u>\$ 857,078</u>

The Community Development Fund made loans to HACC. The first is a \$857,078 loan to construct and purchase low income housing units, no payments are required as long as HACC operates the facility as low-income housing.

13. TRANSFERS TO/FROM OTHER FUNDS

Transfers to/from other funds consisted of the following:

<u>Fund</u>	<u>General Fund</u>	<u>Sheriff's Fund</u>	<u>Community Development Fund</u>	<u>Non- Major Governmental Funds</u>
General Fund	\$ 5,269,001	\$ 51,985,096	\$ 149,029	\$ 45,147,529
Sheriff Operations Fund	-	-	-	206,815
Non-Major Governmental Funds	2,582,905	-	-	11,275,583
Non-Major Enterprise Funds	250,000	-	-	-
Total transfers in	<u>\$ 8,101,906</u>	<u>\$ 51,985,096</u>	<u>\$ 149,029</u>	<u>\$ 56,629,927</u>

<u>Fund</u>	<u>Non-Major Enterprise Funds</u>	<u>Internal Service Funds</u>	<u>Total Transfers Out</u>
General Fund	\$ -	\$ 1,880,192	\$ 104,661,642
Sheriff Operations Fund	-	1,304,369	1,511,184
Non-Major Governmental Funds	-	183,403	13,811,095
Non-Major Enterprise Funds	-	-	250,000
Total transfers in	<u>\$ -</u>	<u>\$ 3,367,964</u>	<u>\$ 120,233,921</u>

	<u>Transfers In</u>	<u>Transfers Out</u>
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	\$ 116,865,957	\$ 119,983,921
Statement of Revenues, Expenses and Changes in Net Position - Enterprise Funds	-	250,000
Schedule of Revenues, Expenditures and Changes in Fund Balance - Internal Service Funds	<u>3,367,964</u>	<u>-</u>
	<u>\$ 120,233,921</u>	<u>\$ 120,233,921</u>

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

13. TRANSFERS TO/FROM OTHER FUNDS (Continued)

Transfers are routinely made for the following purposes:

- To move revenues from which statute or budget requires them to be collected to the fund from which statute or budget requires them to be expended;
- To move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due;
- To move unrestricted revenues collected in the General Fund to finance various programs and activities accounted for in other funds in accordance with budgetary authorizations; and
- To move revenues collected from restricted sources to other funds to pay for direct expenses

14. PENSION PLAN

General Information about the Pension Plan

Plan description. The County is a participating employer in the Oregon Public Employee Retirement System (PERS)—a cost-sharing multiple employer defined benefit pension plan administered under ORS 238, Chapter 23A, and Internal Revenue Service 401(a). PERS prepares their financial statements in accordance with GASB Statements and generally accepted accounting principles. The accrual basis of accounting is used for all funds. Contributions are recognized when due, pursuant to legal (or statutory) requirements. Benefits are recognized in the month they are earned, and withdrawals are recognized in the month they are due and payable. Investments are recognized at fair value, the amount at which financial instruments could be exchanged in a current transaction between willing parties other than in a forced or liquidation sales. PERS issues a publicly available financial report that can be obtained at:

http://www.oregon.gov/pers/Pages/section/financial_reports/financials.aspx.

Plan Benefits

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

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

Pension Benefits

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

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General Service employees may retire after reaching age 55. Police and fire members are eligible after reaching age

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

14. PENSION PLAN (Continued)

Tier One/Tier Two Retirement Benefit. (Continued)

50. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

Death Benefits

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

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

Disability Benefits

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

Benefit Changes after Retirement

Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments.

Under ORS 238.360, monthly benefits are adjusted annually through a cost-of-living adjustment (COLA). The COLA for fiscal year 2015 was capped at 1.5% for all benefit recipients. As a result of the Moro Decision (Everice Moro et al v. State of Oregon et al) the cap on the COLA was restored to two percent for fiscal year 2016.

OPSRP Pension Program (OPSRP DB) Pension Benefits.

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

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

14. PENSION PLAN (Continued)

OPSRP Pension Program (OPSRP DB) Pension Benefits (Continued)

Police and fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

General Service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

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

Death Benefits

Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse receives for life 50% of the pension that would otherwise have been paid to the deceased member. The surviving spouse or other person may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70½ years.

Disability Benefits

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

Benefit Changes after Retirement

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of living adjustment (COLA). The cap on the COLA was restored to two percent for fiscal year 2016 as a result of the Moro Decision (Everice Moro et al v State of Oregon et al).

Funding Policy

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the PERS Defined Benefit Plan.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

14. PENSION PLAN (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

At June 30, 2016, the County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2013 and rolled forward to June 30, 2015. The County's proportion of the set was based on the County's projected long-term contribution effort as compared to the total projected net pension a long-term contribution effort of all employers. At June 30, 2016, the County's proportion of PERS net pension liability was 1.93763013%.

The County's net pension liability as the Reporting entity was allocated based on payroll allocations.

Clackamas County	Net Pension Liability	Allocation
Deferred outflow of resources:		
Governmental Activities	\$ 109,436,357	98.4%
Business-type Activities	1,815,749	1.6%
Reporting entity total	<u>111,252,106</u>	<u>100.0%</u>

For the year ended June 30, 2016, the County recognized pension expense of \$108,969,780. At June 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 5,999,070	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on investments	-	23,320,162
Changes in proportionate share	628,111	-
Differences between employer contributions and proportionate share of system contributions	32,159	3,025,112
Total (prior to post-measurement date contributions)	<u>6,659,340</u>	<u>26,345,274</u>
Contributions made subsequent to measurement date	22,418,050	-
Total	<u>\$ 29,077,390</u>	<u>\$ 26,345,274</u>

\$22,418,050 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

14. PENSION PLAN (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	
2017	\$ (10,299,260)
2018	(10,299,260)
2019	(10,299,260)
2020	10,884,384
2021	327,462
Thereafter	-
Total	<u>\$ (19,685,934)</u>

Actuarial methods and assumptions

The employer contribution rates effective July 1, 2014, through June 30, 2016, were set using the projected unit credit actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years. For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

The total pension liability in the December 31, 2013 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	December 31, 2013
Measurement Date	June 30, 2015
Experience Study Report	2014, published September 2015
Actuarial Cost Method	Entry Age Normal
Amortization Method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years.
Asset Valuation Method	Market value of assets
Actuarial Assumptions:	
Inflation Rate	2.75 percent
Investment Rate of Return	7.75 percent
Projected Salary Increases	3.75 percent overall payroll growth; salaries for individuals are assumed to grow at 3.75 percent plus assumed rates of merit/longevity increases based on service.
Mortality	<p>Healthy retirees and beneficiaries: RP-2000 Sex-distinct, generational per Scale AA, with collar adjustments and set-backs as described in the valuation.</p> <p>Active members: Mortality rates are a percentage of healthy retiree rates that vary by group, as described in the valuation.</p> <p>Disabled retirees: Mortality rates are a percentage (65% for males, 90% for females) of the RP-2000 static combined disabled mortality sex-distinct table.</p>

**CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016**

14. PENSION PLAN (Continued)

Actuarial methods and assumptions (Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2014 Experience Study which reviewed experience for the four-year period ending on December 31, 2014.

Discount Rate

The discount rate used to measure the total pension liability was 7.75 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Depletion Date Projection

GASB Statement No. 67 generally requires that a blended discount rate be used to measure the Total Pension Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's Fiduciary Net Position (fair market value of assets) is projected to cover benefit payments and administrative expenses. A 20 year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses.

Assumed Asset Allocation

Asset Class/Strategy	Low Range	High Range	OIC Target
Cash	0.0 %	3.0 %	0.0 %
Debt Securities	15.0	25.0	20.0
Public Equity	32.5	42.5	37.5
Private Equity	16.0	24.0	20.0
Real Estate	9.5	15.5	12.5
Alternative Equity	0.0	10.0	10.0
Opportunity Portfolio	0.0	3.0	0.0
Total			100.0 %

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

14. PENSION PLAN (Continued)

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2013 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target	Compound Annual Return (Geometric)
Core Fixed Income	7.20%	4.50%
Short-Term Bonds	8.00	3.70
Intermediate-Term Bonds	3.00	4.10
High Yield Bonds	1.80	6.66
Large Cap US Equities	11.65	7.20
Mid Cap US Equities	3.88	7.30
Small Cap US Equities	2.27	7.45
Developed Foreign Equities	14.21	6.90
Emerging Foreign Equities	5.49	7.40
Private Equity	20.00	8.26
Opportunity Funds/Absolute Return	5.00	6.01
Real Estate (Property)	13.75	6.51
Real Estate (REITS)	2.50	6.76
Commodities	7.71	6.07
 Assumed Inflation – Mean		 2.75

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate.

The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate:

	1% Decrease <u>(6.75%)</u>	<u>(7.75%)</u>	1% Increase <u>(8.75%)</u>
Proportionate share of the net pension liability	\$ 268,493,533	\$ 111,252,106	\$ (21,267,440)

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

14. PENSION PLAN (Continued)

Pension plan fiduciary net position:

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report. The effect of PERS on the County's net position has been determined on the same basis used by PERS.

Changes in Plan Provisions Effecting the Roll Forward:

The Oregon Supreme Court decision in *Moro v. State of Oregon* (issued on April 30, 2015) occurred after the December 31, 2013 valuation date but affected the plan provisions reflected for financial reporting purposes. The *Moro* decision modified the COLA-related changes of Senate Bills 822 and 861, creating a blended COLA for members who earned service both before and after the effective dates of the legislation. Due to the timing of the Supreme Court decision, this means the COLA change due to *Moro* is reflected in the June 30, 2015 Total Pension Liability.

Changes in Plan Provisions Subsequent to Measurement Date:

At its July 31, 2015 meeting, the PERS Board lowered the "assumed rate" to 7.5% effective, January 1, 2016. Based on the sensitivity analysis provided by OPERS, this could increase net pension liability by an additional \$77 million.

Changes in Assumptions:

A summary of key changes implemented since the December 31, 2013 valuation are described briefly below. Additional detail and a comprehensive list of changes in methods and assumptions can be found in the 2014 Experience Study for the System, which was published on September 23, 2015, and can be found at:
https://www.oregon.gov/pers/docs/2014_experience_study_9-23-15.pdf

Allocation of Liability for Service Segments:

For purposes of allocating Tier One/Tier Two member's actuarial accrued liability among multiple employers, the valuation uses a weighted average of the Money Match methodology and the Full Formula methodology used by PERS when the member retires. The weights are determined based on the prevalence of each formula among the current Tier One/Tier Two population. For the December 31, 2012 and December 31, 2013 valuations, the Money Match was weighted 30% for General Service members and five percent for Police & Fire members. For the December 31, 2014 and December 31, 2015 valuations, this weighting has been adjusted to 25% for General Service members and zero percent for Police & Fire members, based on a projection of the proportion of liability attributable to Money Match benefits at those valuation dates.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

14. PENSION PLAN (Continued)

IAP Plan Description:

OPSRP Individual Account Program (OPSRP IAP)

Pension Benefits

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

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

Death Benefits

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

Contributions

The County has chosen to pay the employees contributions to the plan. 6 percent of covered payroll is paid for general services employees and 9 percent of covered payroll is paid for firefighters and police officers.

WICCO Retirement Plan

WICCO makes employer matching contributions under an arrangement described in Section 403(b) of the IRC. WICCO contributes up to 8 percent of the employee's salary. Expenses under this plan for the year ended June 30, 2016 and 2015, totaled \$28,216 and \$22,359, respectively.

15. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description

The County administers a single-employer defined benefit healthcare plan per the requirements of collective bargaining agreements. Per Oregon State law, the plan provides the opportunity for postretirement healthcare insurance for eligible retirees and their spouses through the County's group health insurance plans, which cover both active and retired participants. The plan does not issue stand-alone financial reports, but has been included in the County's financials. The County has established a Sheriff's Office Independent Retiree Medical Trust ("the Trust") to fund the post-employment benefits as described below in Trust Description.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

15. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Trust Description

The County established the Trust in fiscal year 2015 to fund the future payments required to provide post-employment benefits other than pension as described in the Plan Description above. The Trust is an independent, irrevocable trust administered on behalf of the County by a Board of Trustees. The Trust was established in accordance with the GASB Statement 43, "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans", and Statement 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions". Funding and payment of the annual, ongoing retiree medical and dental benefits from the County do apply toward the funding of the Trust to meet the requirements of the Annual Contribution Rate ("ARC") as defined in the GASB statements. The Trust does not issue a separate, publicly available financial report.

Funding Policy

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 July 1, 2014, 218 Tier 1/Tier 2 and OPSRP General Service retirees that were receiving the post-employment healthcare benefit.

The County provides post-employment healthcare benefits to retiring Peace Officer Association ("POA") and Command Officers ("CO"), who retire with a minimum of ten years of service with the County. The County contributes 100% of the monthly medical premium, which is paid as incurred. Retirees are responsible for the payment of annual deductibles, which vary according to the plan selected. The County funds premium costs by contributing 3.25% for all Sheriff's office covered employees, whether they are union or non-union. As of June 30, 2016, there were 198 retirees that were receiving the post-employment healthcare benefit. The County funds premium costs by contributing 3.25% for all Sheriff's office covered employees, whether they are union or non-union. During fiscal year 2016, benefit payments of \$893,337 were made to participants. At year-end, net position available for future premium costs in the Trust amounted to \$3,385,149.

Annual OPEB Cost and Net OPEB Obligation

The County's annual OPEB cost is calculated based on the annual required contribution ("ARC") of the employer, 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.

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These actuarially determined amounts are subject to continual revisions as actual results are compared to past expectations and new estimates are made about the future. Annual OPEB cost and net OPEB obligations on the Schedule of Other Post-employment Benefit funding progress (page 77) is reported as required supplementary information, presents multi-year trend

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

15. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Annual OPEB Cost and Net OPEB Obligation (Continued)

information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability benefits. The following schedule shows the components of the County's annual OPEB expense for the year, the amount actually contributed to the plan, and changes in the County's OPEB obligation to the plan:

Annual required contribution	\$ 4,837,936
Interest on net OPEB obligation	1,020,196
Adjustment to annual required contribution	<u>(1,440,474)</u>
Annual OPEB expense	4,417,658
Contributions made	<u>1,764,588</u>
Increase in net OPEB obligation	2,653,070
Net OPEB obligation - beginning this year	<u>24,320,461</u>
Net OPEB obligations - end of year	<u><u>\$ 26,973,531</u></u>

The County's annual OPEB expense, contribution, percentage of annual OPEB expense contributed to the plans, and the net OPEB obligation for fiscal years 2014 through 2016 were as follows:

	Annual OPEB Expense	Annual OPEB Contributions	Percentage of OPEB Expense Contributed	Net OPEB Obligation
June 30, 2014	\$ 3,476,136	\$ 1,537,267	44%	\$ 24,507,549
June 30, 2015	4,387,902	4,574,990	104%	24,320,461
June 30, 2016	4,417,658	1,764,588	40%	26,973,531

As of the most recent actuarial report, July 1, 2014, the actuarial accrued liability of benefits was \$38,979,617, and the actuarial value of assets was \$3,385,149, resulting in an unfunded actuarial accrued liability (UAAL) of \$35,594,468. The covered payroll (annual payroll of active employees covered by the plan) was \$114,379,887 resulting in a ratio of UAAL to covered payroll was 31%.

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, 2014), the entry age normal method was used. The discount rate is selected based on historical and expected provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, Oregon 97281-3700.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

15. OTHER POSTEMPLOYMENT 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. 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 0.59% of annual covered OPERF payroll and 0.50% of OPSRP payroll. The OPERS Board of Trustees sets the employer contribution rate based on the ARC of the employers, 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, 2014, 2015, and 2016 were \$630,485, \$710,918, and \$712,069 respectively, which equaled the required contributions each year.

16. DEFERRED COMPENSATION PLAN

The County offers employees a voluntary deferred compensation plan (The Plan) administered by the County. The Plan is a defined contribution plan created in accordance with Internal Revenue Code Section 457. The Plan is available to any individual who is a regular, probationary, elected, or contract employee of the County in a regular position of at least 20 hours per week or a job share position of at least 18.75 hours per week, and permits them to defer a portion of their salary until future years.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

16. DEFERRED COMPENSATION PLAN (Continued)

Participation in the plan is voluntary. Contributions are made through salary withholdings from participating employees. For certain groups of employees, the County is required to contribute 1%, 4% or 6.27% of an employee's salary to the plan. Contributions made by the County during the year totaled \$1,908,634.

17. COMMITMENTS AND CONTINGENCIES

The County has commitments under contractual agreements for various construction contracts amounting to approximately \$22,358,323. The County intends to fund these agreements with existing resources, such as road funds and capital construction grants.

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.

Tri-City Service District entered into agreements with the cities of Oregon City, West Linn and Gladstone ("the Cities"). Pertinent terms of these agreements are as follows:

- The Cities will process and review all permit applications for hookup and inspection; operate and maintain local collection facilities; bill and collect sewer user charges and connection charges.
- The Cities will collect and remit a contractual percentage of connection charges to the District.
- The Cities will bill and collect sewer user charges bimonthly according to the rate schedule provided by the District.
- Should the District fail to perform services outlined in these agreements, the Cities can terminate the agreement upon 30 days written notice.
- In accordance with the terms of these agreements, the following fees and charges were earned by the District:

	2016
Sewerage user fees	\$ 7,365,050
Connection charges	848,937
Pump station maintenance charges	5,673
Total	\$ 8,219,660

- Tri-City Service District is committed under contractual agreements for various construction contracts totaling approximately \$2,688,000. As of June 30, 2016, approximately \$1,803,000 of these contracts remain outstanding.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

17. COMMITMENTS AND CONTINGENCIES (Continued)

- Clackamas County Service District No. 1 has commitments under contractual agreements for various multi-year contracts related to capital acquisition and service agreements. The total contract costs are approximately \$9,723,000. As of June 30, 2016, approximately \$5,029,000 of these contracts remain outstanding.
- HACC has a commitment to cover up to \$922,000 of operating deficits for Easton Ridge LLC for at least the next five years.
- North Clackamas Parks and Recreation District has commitments under various contracts amounting for approximately \$187,561.
- The Clackamas County Development Agency has commitments under various construction contracts for approximately \$3,255,600.
- 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.

18. RELATED PARTY TRANSACTIONS

WICCO has entered into grant and office space rental agreements with organizations whose management includes members of the WICCO Board of Directors. Payables to these organizations totaled \$474,590 and \$773,384 at June 30, 2016 and 2015, respectively. Expenses of \$1,834,003 and \$2,066,834 were incurred under grant and rental agreements with these organizations during the years ended June 30, 2016 and 2015, respectively.

19. POLLUTION REMEDIATION

On July 19, 2012 the Oregon Department of Environmental Quality (DEQ) issued a Consent Order to Clackamas County Service District No. 1 and Tri-City Service District. The purpose of the agreement was to: (a) protect the public health, safety, and welfare and the environment through the design and implementation of remedial measures on the Blue Heron site; (b) to facilitate productive reuse of the property; and (c) to provide the two districts with protection from potential liabilities in accordance with applicable law. The Remedial Investigation Report and Human Health and Ecological Risk Assessments commissioned by WES on behalf of the two districts were accepted by DEQ on June 18, 2014. In July 2016, the two districts continued an alternatives evaluation. The two districts will be reviewing the alternatives to determine if the site will remain unused or remediation efforts will commence. The two districts have determined that no obligating events have occurred as of June 30, 2016 therefore no liability has been recorded.

CLACKAMAS COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2016

20. 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.

21. SUBSEQUENT EVENTS

On May 17, 2016 voters approved measure 3-93 approving the disincorporation of the City of Damascus, which is located within the boundaries of Clackamas County. The State of Oregon House Bill 3086 outlined the provisions for disincorporation, including the return of services and transfer of approximately \$9 million dollars of remaining funds to the County. The City rendered its charter to County officials on the evening of July 17, 2016, and returned to unincorporated Clackamas County.

On August 16, 2016, Clackamas County Service District No. 1 refinanced 4 series of revenue bonds (Series 2009A, 2009B, 2010 bonds and Oregon Department of Environmental Quality Clean Water State Revolving Fund Loan R22403), totaling \$83,250,000, with an average coupon rate of 4.27%. The refinancing bonds have an all-in interest rate of 2.20%. Savings on a present value basis were \$9.7 million, or 10.40% of the refunding proceeds. The annual savings in debt service are approximately \$625,000. Further, Clackamas County Service District No. 1 was able to free up approximately \$7.6 million in reserves that can be used on projects.

On November 3rd, 2016, Clackamas County Service District No. 1 and Tri-City Service District entered into an ORS 190 Partnership Agreement (the "Agreement"). Pursuant to this Agreement, the two districts formed a new municipal entity called "Water Environment Services" ("WES") to jointly own, operate and manage the functions and assets of the two districts to provide reduced costs and improved service. The Agreement contemplates an 18 month transition period with a target effective date of July 1, 2018. The Agreement specifically allows for continued ownership of assets by the Districts so long as required by covenants under its outstanding bonds.

On December 1, 2016, the County issued \$5,845,000 of taxable general obligation bonds (Series 2016A) and \$53,155,000 (Series 2016B) of tax exempt general obligation bonds, with a premium of \$7,165,794 and an average coupon rate of 3.62%. The bonds have an all-in true interest cost of 2.23%. Voters approved the issuance of general obligation debt on May 17, 2016, with the passage of Measure 3-476. This authorized the replacement of Clackamas 800 Radio Group's (an ORS 190) current emergency communications system and to expand existing radio coverage. On the December 19, 2016 business meeting, the Board of County Commissioners approved an intergovernmental agreement with Clackamas 800 Radio Group's to reimburse the agency for their capital construction costs. The assets and maintenance thereof belong entirely to the agency.

REQUIRED SUPPLEMENTARY INFORMATION

**CLACKAMAS COUNTY, OREGON
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Current	\$ 108,175,700	\$ 108,175,700	\$ 108,689,475	\$ 513,775
Delinquent	2,548,800	2,548,800	2,579,696	30,896
Total property taxes	110,724,500	110,724,500	111,269,171	544,671
Intergovernmental:				
Federal	980,821	980,821	1,753,961	773,140
State	4,026,900	4,026,900	4,855,197	828,297
Local	2,000	2,000	1,083	(917)
Total intergovernmental	5,009,721	5,009,721	6,610,241	1,600,520
Charges for services:				
Internal county services	12,686,631	12,681,375	12,737,908	56,533
Rentals	31,272	31,272	31,272	-
Charges to others	2,951,550	2,951,300	3,539,336	588,036
Total charges for services	15,669,453	15,663,947	16,308,516	644,569
Licenses and permits:				
Licenses and permits	1,850,000	1,857,850	1,951,318	93,468
Total licenses and permits	1,850,000	1,857,850	1,951,318	93,468
Fines, forfeitures, and penalties:				
Fines, forfeitures, and penalties	500	500	61	(439)
Total fines, forfeitures, and penalties	500	500	61	(439)
Miscellaneous:				
Reimbursements	17,981,511	17,895,930	16,416,844	(1,479,086)
Interest	134,500	137,000	241,950	104,950
Asset and property proceeds	100	100	-	(100)
Other	709,258	716,674	950,422	233,748
Total miscellaneous	18,825,369	18,749,704	17,609,216	(1,140,488)
TOTAL REVENUES	152,079,543	152,006,222	153,748,523	1,742,301
EXPENDITURES:				
Current - organizational unit:				
General government:				
County Administration	2,154,287	2,161,887	2,138,213	23,674
County Assessor	7,382,210	7,382,210	7,091,371	290,839
Board of County Commissioners	1,513,111	1,518,011	1,489,599	28,412
County Clerk	2,523,597	2,557,304	2,543,509	13,795
County Counsel	2,383,496	2,383,496	2,067,267	316,229
Department of Human Resources	5,519,924	5,665,218	5,376,905	288,313
Department of Finance	5,546,635	5,546,635	5,136,910	409,725

Continued

**CLACKAMAS COUNTY, OREGON
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES (continued):				
General government (continued):				
Public and Government Affairs	2,613,522	2,637,557	2,373,867	263,690
Transportation & Development	1,109,404	1,115,048	1,132,520	(17,472)
County Treasurer	851,293	857,909	815,869	42,040
Current - not allocated by organizational unit:				
Personal services	17,367,209	17,145,209	16,052,492	1,092,717
Materials & services	7,532,862	6,632,862	6,908,535	(275,673)
Debt service	244,303	244,303	244,303	-
Special payments	861,038	1,561,038	1,020,826	540,212
Contingency	7,926,678	7,985,435	-	7,985,435
	<u>65,529,569</u>	<u>65,394,122</u>	<u>54,392,186</u>	<u>11,001,936</u>
TOTAL EXPENDITURES	<u>65,529,569</u>	<u>65,394,122</u>	<u>54,392,186</u>	<u>11,001,936</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>86,549,974</u>	<u>86,612,100</u>	<u>99,356,337</u>	<u>12,744,237</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,861,754	2,582,904	2,582,905	1
Transfers out	(102,815,939)	(104,430,847)	(104,430,847)	-
	<u>(100,954,185)</u>	<u>(101,847,943)</u>	<u>(101,847,942)</u>	<u>1</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(100,954,185)</u>	<u>(101,847,943)</u>	<u>(101,847,942)</u>	<u>1</u>
NET CHANGE IN FUND BALANCE	(14,404,211)	(15,235,843)	(2,491,605)	12,744,238
FUND BALANCE, JUNE 30, 2015	<u>26,416,054</u>	<u>27,247,686</u>	<u>27,247,686</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 12,011,843</u>	<u>\$ 12,011,843</u>	24,756,081	<u>\$ 12,744,238</u>
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			593,158	
Certain governmental funds report a substantial portion of unrestricted inflows, and are reported in the General Fund on a GAAP basis:				
Employer Contributions Reserve Fund			2,316,716	
Dog Services Fund			603,951	
Health, Housing & Human Services Fund			961,950	
Planning Fund			938,191	
Resolution Services Fund			46,026	
Parks Fund			458,347	
Code Enforcement & Sustainability Fund			1,357,710	
LID Construction Fund			537,158	
FUND BALANCE - US GAAP BASIS, June 30, 2016			<u>\$ 32,569,288</u>	

**CLACKAMAS COUNTY, OREGON
COMMUNITY DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 5,333,848	\$ 5,333,848	\$ 2,288,405	\$ (3,045,443)
Local	700,000	700,000	729,889	29,889
Total intergovernmental	6,033,848	6,033,848	3,018,294	(3,015,554)
Charges for services:				
Internal county services	260,000	260,000	297,950	37,950
Total charges for services	260,000	260,000	297,950	37,950
Miscellaneous:				
Interest	70,000	70,000	103,485	33,485
Other	-	-	1,291	1,291
Total miscellaneous	70,000	70,000	104,776	34,776
TOTAL REVENUES	6,363,848	6,363,848	3,421,020	(2,942,828)
EXPENDITURES:				
Current - organizational unit:				
Economic development	7,584,877	7,384,877	4,138,291	3,246,586
Special payments	-	200,000	169,813	30,187
TOTAL EXPENDITURES	7,584,877	7,584,877	4,308,104	3,276,773
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,221,029)	(1,221,029)	(887,084)	333,945
OTHER FINANCING SOURCES (USES):				
Transfers in	149,029	149,029	149,029	-
Loans issued	500,000	500,000	736,211	236,211
TOTAL OTHER FINANCING SOURCES (USES)	649,029	649,029	885,240	236,211
NET CHANGE IN FUND BALANCE	(572,000)	(572,000)	(1,844)	570,156
FUND BALANCE, JUNE 30, 2015	572,000	572,000	585,036	13,036
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	583,192	\$ 583,192
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Notes and loans receivable, net			14,502,674	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 15,085,866	

CLACKAMAS COUNTY, OREGON
SHERIFF FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Property taxes	\$ 500	\$ 500	\$ -	\$ (500)
Total property taxes	500	500	-	(500)
Intergovernmental:				
Federal	797,753	797,753	660,271	(137,482)
State	190,750	190,750	158,849	(31,901)
Local	8,618,700	8,782,275	8,590,076	(192,199)
Total intergovernmental	9,607,203	9,770,778	9,409,196	(361,582)
Charges for services:				
Charges for services	1,822,293	1,826,693	1,771,810	(54,883)
Internal county services	511,134	511,134	510,802	(332)
Total charges for services	2,333,427	2,337,827	2,282,612	(55,215)
Licenses and permits:				
Licenses and permits	596,500	596,500	682,032	85,532
Total licenses and permits	596,500	596,500	682,032	85,532
Fines, forfeitures, and penalties:				
Fines, forfeitures, and penalties	205,000	205,000	280,778	75,778
Total fines, forfeitures, and penalties	205,000	205,000	280,778	75,778
Miscellaneous:				
Reimbursements	5,350,003	5,350,003	5,463,947	113,944
Contributions	3,500	19,174	84,149	64,975
Asset and property proceeds	20,000	20,000	26,676	6,676
Other	130,800	130,800	129,518	(1,282)
Total miscellaneous	5,504,303	5,519,977	5,704,290	184,313
TOTAL REVENUES	18,246,933	18,430,582	18,358,908	(71,674)
EXPENDITURES:				
Current - organizational unit:				
Public protection	70,081,947	72,116,725	69,574,921	2,541,804
Special payments	-	42,500	50,022	(7,522)
TOTAL EXPENDITURES	70,081,947	72,159,225	69,624,943	2,534,282
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(51,835,014)	(53,728,643)	(51,266,035)	2,462,608
OTHER FINANCING SOURCES (USES):				
Transfers in	51,260,524	51,985,096	51,985,096	-
Transfers out	(1,358,403)	(1,511,428)	(1,511,184)	244
TOTAL OTHER FINANCING SOURCES (USES)	49,902,121	50,473,668	50,473,912	244
NET CHANGE IN FUND BALANCE	(1,932,893)	(3,254,975)	(792,123)	2,462,852
FUND BALANCE, JUNE 30, 2015	1,932,893	3,254,975	3,254,972	(3)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 2,462,849	\$ 2,462,849

**CLACKAMAS COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2016**

SCHEDULE OF OTHER POST-EMPLOYMENT BENEFITS (OPEB) FUNDING PROGRESS

Actuarial Valuation Date July 1,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL) (Asset)	Percent Funded	Covered Payroll	UAAL as a Percentage of Covered Payroll
2012	\$ -	\$ 33,445,000	\$ 33,445,000	0%	\$ 107,814,409	31%
2014	-	39,774,132	39,774,132	0%	114,379,887	35%
2016	3,385,149	38,979,617	35,594,468	9%	114,379,887	31%

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	(a) Employer's proportion of the net pension liability (NPL)	(b) Employer's proportionate share of the net pension liability (asset)	(c) CAL's covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2016	1.94 %	\$ 111,252,106	\$ 132,172,066	84.17 %	91.90 %
2015	1.90	(43,087,581)	130,758,256	(32.95)	103.60
2014	1.90	97,027,649	128,158,454	75.71	91.97

SCHEDULE OF PENSION CONTRIBUTIONS

Fiscal Year	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2016	\$ 22,417,460	\$ 22,417,460	\$ -	\$ 139,552,146	16.06 %
2015	17,744,752	17,471,752	-	132,172,066	13.22
2014	17,609,141	17,331,141	-	130,758,256	13.25

**CLACKAMAS COUNTY, OREGON
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2016**

1. Adjustments from budgetary basis of accounting to GAAP

The County has certain governmental funds maintained for budgetary purposes that do not meet the definition of Special Revenue Funds or Capital Projects Funds for GAAP reporting purposes. At year-end, the ending fund balances for these funds fold in with the General Fund.

2. Stewardship, Compliance, and Accountability

The Board adopts a resolution authorizing appropriations for each fund, which establishes the level by which expenditures cannot legally exceed appropriations. Appropriations are established at the department level for the General Fund and at the organization unit for other funds – general government, public protection, public ways and facilities, health and human services, economic development, and culture, education and development.

3. Appropriations and Budgetary Controls Description

In accordance with Oregon Revised Statutes, the County budgets all funds, except fiduciary funds and the Housing Authority, which legally does not require a budget. All budgetary schedules are presented on the budgetary basis, which requires adjustments to convert to the accrual basis of accounting (presented on the individual schedules). Expenditure budgets are appropriated by major department level or organizational unit level for each fund. These appropriations establish the legal level of control for each fund. Expenditure appropriations may not be legally over-expended, except in the case of reimbursable grant expenditures and trust monies that could not be reasonably estimated at the time the budget was adopted. After budget approval, the Board of Commissioners may approve supplemental appropriations and appropriation transfers between the levels of control if an occurrence, condition, or need exists which was not known at the time the budget was adopted. The County had four supplemental budgets during the year ended June 30, 2016. Both the original adopted budget and the revised budget comparisons are presented in the accompanying budgetary schedules. Appropriations lapse at the end of the fiscal year. The following major funds included in the Required Supplementary Information had excess expenditures over appropriations for the fiscal year-end:

	<u>Amount</u>
General Fund	
Transportation & Development	\$ 17,472
Materials & services	275,673
 Sheriff's Fund	
Special payments	7,522

SUPPLEMENTARY INFORMATION

GOVERNMENTAL FUNDS REPORTED IN GENERAL FUND

The General Fund includes certain governmental funds maintained for budgetary purposes that do not meet the definition of Special Revenue Funds or Capital Projects Funds for GAAP reporting purposes. At year-end, the ending fund balance for these funds fold in with the General Fund. Those funds are as follows:

Employer Contributions Reserve Fund – The Employer Contribution Reserve fund was established to hold monies to be used to help offset increases in County contributions to the Public Employees Retirement System. Initial funding was provided by proceeds from the demutualization of two insurance providers, a refund of reserves held by the insurance company and interest earnings. The primary source of revenue is now transfers from the General Fund.

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.

Health, Housing & Human Services 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.

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

Resolution Services 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.

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.

Code Enforcement and Sustainability Fund - The Code Enforcement and Sustainability 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.

LID Capital Projects Fund – The Local Improvement District (LID) Construction Fund provides interim financing for LID projects during construction. Bonding may take place upon completion of the project. Revenues come from fund balance carried forward from previous years, interest and short-term borrowing. Expenditures are generally comprised of professional services and contracted service payments to outside providers.

Fleet Replacement Fund – The Fleet Replacement Reserve Fund was established to account for funds collected for the replacement of vehicles once they reach the end of their useful lives. The primary source of revenue is transfers in of vehicle replacement fees collected through the Fleet Internal Service Fund's monthly charges to the primary government for services.

**CLACKAMAS COUNTY, OREGON
COMBINING BALANCE SHEET
GENERAL FUND
JUNE 30, 2016**

	General Fund	Employer Contributions Reserve Fund	Dog Services Fund	Health, Housing & Human Services Fund	Planning Fund	Resolution Services Fund	Parks Fund	Code Enforcement & Sustainability Fund	LID Construction Fund	Total General Fund
ASSETS										
Cash and investments	\$ 26,728,046	\$ 2,316,716	\$ 1,020,214	\$ 1,015,628	\$ 1,075,554	\$ 119,716	\$ 460,699	\$ 1,669,353	\$ 537,158	\$ 34,943,084
Taxes receivable	6,589,099	-	-	-	-	-	-	-	-	6,589,099
Accounts receivable	732,218	-	14,775	4,252	46,867	11,786	121,685	1,331	-	932,914
Assessment receivable	-	-	-	-	-	-	-	-	16,219	16,219
Grants receivable	-	-	-	-	-	-	19,000	5	-	19,005
Due from other funds	2,019,048	-	-	-	14,040	1,315	-	-	-	2,034,403
Prepaid items	1,251,641	-	4,456	110	-	-	-	2,142	-	1,258,349
TOTAL ASSETS	\$ 37,320,052	\$ 2,316,716	\$ 1,039,445	\$ 1,019,990	\$ 1,136,461	\$ 132,817	\$ 601,384	\$ 1,672,831	\$ 553,377	\$ 45,793,073
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES										
Liabilities:										
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,863	\$ -	\$ -	\$ -	\$ 1,863
Accounts payable	522,810	-	13,185	4,046	41,124	-	36,402	64,111	-	681,678
Accrued payroll	4,457,026	-	98,311	53,994	157,146	84,928	106,591	117,784	-	5,075,780
Due to other funds	140,951	-	129	-	-	-	44	133,226	-	274,350
Deposits	279,568	-	1,963	-	-	-	-	-	-	281,531
Unearned revenue	-	-	-	-	-	-	-	-	16,219	16,219
TOTAL LIABILITIES	5,400,355	-	113,588	58,040	198,270	86,791	143,037	315,121	16,219	6,331,421
Deferred Inflows of Resources:										
Unavailable revenue	6,570,458	-	321,906	-	-	-	-	-	-	6,892,364
TOTAL DEFERRED INFLOWS OF RESOURCES	6,570,458	-	321,906	-	-	-	-	-	-	6,892,364
Fund balances:										
Non-spendable	1,251,641	-	4,456	110	-	-	-	2,142	-	1,258,349
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	24,097,598	2,316,716	599,495	961,840	938,191	46,026	458,347	1,355,568	537,158	31,310,939
TOTAL FUND BALANCES	25,349,239	2,316,716	603,951	961,950	938,191	46,026	458,347	1,357,710	537,158	32,569,288
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 37,320,052	\$ 2,316,716	\$ 1,039,445	\$ 1,019,990	\$ 1,136,461	\$ 132,817	\$ 601,384	\$ 1,672,831	\$ 553,377	\$ 45,793,073

CLACKAMAS COUNTY, OREGON
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2016

	General Fund	Employer Contributions Reserve Fund	Dog Services Fund	Health, Housing & Human Services Fund	Planning Fund	Resolution Services Fund	Parks Fund	Code Enforcement and Sustainability Fund	LID Construction Fund	Fleet Replacement Reserve Fund	Total General Fund
REVENUES:											
Property taxes	\$ 111,092,544	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 111,092,544
Licenses and permits	1,951,318	-	527,574	-	77,671	24,160	581,769	1,685,958	-	-	4,848,450
Fines, forfeitures, and penalties	61	-	20,553	-	27,304	-	-	29,877	-	-	77,795
Interest	-	14,650	4,317	9,408	70	-	1,867	7,401	3,397	244	41,354
Intergovernmental	6,610,240	-	-	-	106,137	134,007	613,110	306,129	-	-	7,769,623
Charges for services	16,277,216	-	68,207	840,181	717,900	760,918	338,856	847,185	-	-	19,850,463
Contributions	-	-	53,453	-	-	-	64,569	-	-	-	118,022
Reimbursements	17,229,584	-	-	-	9,496	-	-	-	-	-	17,239,080
Miscellaneous	410,934	-	8,898	-	4,978	825	27,926	40,565	-	-	494,126
TOTAL REVENUES	153,571,897	14,650	683,002	849,589	943,556	919,910	1,628,097	2,917,115	3,397	244	161,531,457
EXPENDITURES:											
Current:											
General government	53,127,057	-	-	-	-	1,409,952	-	2,368,386	-	-	56,905,395
Public ways and facilities	-	-	-	-	-	-	-	-	37	-	37
Health and human services	-	-	1,957,271	1,038,210	-	-	-	-	-	-	2,995,481
Economic development	-	-	-	-	3,130,212	-	-	-	-	-	3,130,212
Culture, education and recreation	-	-	-	-	-	-	1,960,620	-	-	-	1,960,620
Debt service:											
Principal	181,639	-	-	-	-	-	-	-	-	-	181,639
Interest and fiscal charges	62,664	-	-	-	-	-	-	-	-	-	62,664
Special payments	1,020,826	-	-	-	12,000	-	19,000	41,862	-	-	1,093,688
TOTAL EXPENDITURES	54,392,186	-	1,957,271	1,038,210	3,142,212	1,409,952	1,979,620	2,410,248	37	-	66,329,736
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	99,179,711	14,650	(1,274,269)	(188,621)	(2,198,656)	(490,042)	(351,523)	506,867	3,360	244	95,201,721
OTHER FINANCING SOURCES (USES):											
Transfers in	2,582,905	-	1,442,931	539,950	2,461,420	509,510	452,632	112,558	-	-	8,101,906
Transfers out	(104,430,847)	-	-	(47,392)	-	-	-	-	-	(183,403)	(104,661,642)
TOTAL OTHER FINANCING SOURCES (USES)	(101,847,942)	-	1,442,931	492,558	2,461,420	509,510	452,632	112,558	-	(183,403)	(96,559,736)
NET CHANGE IN FUND BALANCES	(2,668,231)	14,650	168,662	303,937	262,764	19,468	101,109	619,425	3,360	(183,159)	(1,358,015)
FUND BALANCE, JUNE 30, 2015	28,017,470	2,302,066	435,289	658,013	675,427	26,558	357,238	738,285	533,798	183,159	33,927,303
FUND BALANCE, JUNE 30, 2016	\$ 25,349,239	\$ 2,316,716	\$ 603,951	\$ 961,950	\$ 938,191	\$ 46,026	\$ 458,347	\$ 1,357,710	\$ 537,158	\$ -	\$ 32,569,288

**CLACKAMAS COUNTY, OREGON
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016**

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
ASSETS				
Cash and investments	\$ 121,116,087	\$ 4,327,765	\$ 22,633,547	\$ 148,077,399
Taxes receivable	2,467,310	117,999	-	2,585,309
Accounts receivable	6,687,967	-	2,652,898	9,340,865
Assessment receivable	-	61,951	-	61,951
Grants receivable	6,741,751	-	4,298,759	11,040,510
Notes and loans receivable	547,520	-	130,824	678,344
Due from other funds	272,892	11,689	493,675	778,256
Property held for sale	3,365,920	-	7,976,282	11,342,202
Prepaid items	541,141	-	500	541,641
TOTAL ASSETS	\$ 141,740,588	\$ 4,519,404	\$ 38,186,485	\$ 184,446,477
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
Liabilities:				
Book overdraft	\$ 737,290	\$ -	\$ 3,004,303	\$ 3,741,593
Accounts payable	6,869,745	-	2,445,056	9,314,801
Accrued payroll	8,346,981	-	-	8,346,981
Due to other funds	3,182,696	-	403,148	3,585,844
Unearned revenue	4,981,328	-	458,251	5,439,579
Deposits	1,601,434	-	19,286	1,620,720
TOTAL LIABILITIES	25,719,474	-	6,330,044	32,049,518
Deferred Inflows of Resources:				
Unavailable Revenue	7,037,460	168,907	678,312	7,884,679
TOTAL DEFERRED INFLOWS OF RESOURCES	7,037,460	168,907	678,312	7,884,679
Fund balances:				
Nonspendable	3,907,061	-	7,976,782	11,883,843
Restricted	81,474,472	4,243,788	12,356,598	98,074,858
Committed	890,733	-	-	890,733
Assigned	22,711,388	106,709	10,844,749	33,662,846
Unassigned	-	-	-	-
TOTAL FUND BALANCES	108,983,654	4,350,497	31,178,129	144,512,280
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 141,740,588	\$ 4,519,404	\$ 38,186,485	\$ 184,446,477

CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
REVENUES:				
Property taxes	\$ 41,918,419	\$ 2,302,217	\$ -	\$ 44,220,636
Other taxes	4,416,411	-	-	4,416,411
Licenses and permits	20,648,008	-	-	20,648,008
Fines, forfeitures, and penalties	4,941,311	-	-	4,941,311
Special assessment collections	290,749	21,028	-	311,777
Interest	620,394	27,741	165,963	814,098
Intergovernmental	105,756,109	1,500,000	8,244,197	115,500,306
Charges for services	49,739,308	3,725,226	193,932	53,658,466
Contributions	308,775	-	-	308,775
Reimbursements	209,778	-	-	209,778
Miscellaneous	3,327,716	-	771,216	4,098,932
TOTAL REVENUES	232,176,978	7,576,212	9,375,308	249,128,498
EXPENDITURES:				
Current:				
General government	7,634,574	-	-	7,634,574
Public protection	56,870,785	-	-	56,870,785
Public ways and facilities	29,543,297	-	1,776,504	31,319,801
Health and human services	95,337,858	-	-	95,337,858
Economic development	6,949,138	-	-	6,949,138
Culture, education and recreation	32,096,328	750	-	32,097,078
Debt service:				
Principal	4,231,072	6,285,000	-	10,516,072
Interest and fiscal charges	403,106	4,370,068	-	4,773,174
Miscellaneous	-	-	-	-
Special payments	10,705,151	13,853	2,475,971	13,194,975
Capital outlay	-	-	23,827,154	23,827,154
TOTAL EXPENDITURES	243,771,309	10,669,671	28,079,629	282,520,609
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(11,594,331)	(3,093,459)	(18,704,321)	(33,392,111)
OTHER FINANCING SOURCES (USES):				
Proceeds (Loss) from sale of capital assets	30,179	-	804,886	835,065
Repayments of loans payable	(144,347)	-	-	(144,347)
Transfers in	43,665,969	6,284,752	6,679,206	56,629,927
Transfers out	(12,481,117)	-	(1,329,978)	(13,811,095)
TOTAL OTHER FINANCING SOURCES (USES)	31,070,684	6,284,752	6,154,114	43,509,550
NET CHANGE IN FUND BALANCE	19,476,353	3,191,293	(12,550,207)	10,117,439
FUND BALANCE, JUNE 30, 2015	89,507,301	1,159,204	43,728,336	134,394,841
FUND BALANCE, JUNE 30, 2016	\$ 108,983,654	\$ 4,350,497	\$ 31,178,129	\$ 144,512,280

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.

Children, Youth & 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.

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 of 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.

Building Codes Fund - The Building Codes 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 Solutions Fund – Community Solutions is the Division that provides a range of training services to persons wishing to re-renter 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.

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. Proceeds from the levy are distributed to participating 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.

NONMAJOR SPECIAL REVENUE FUNDS (Continued)

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.

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

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

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.

Emergency Management Fund – The Emergency Management Fund accounts for the operation of the Emergency Management Department. The Department is comprised of two divisions. The Emergency Management Division is responsible for planning and implementing prevention, mitigation, preparedness, response and recovery activities to prevent loss of life and minimize impacts from disasters. The Medical Examiner's Office Division is responsible for investigating deaths occurring under violent, questionable or unexplained circumstances.

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 Charge Fund's administration.

NONMAJOR SPECIAL REVENUE FUNDS (Continued)

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 Safety Net Legislation Local Projects Fund - The Fund accounts for the revenues and expenditures related to the "Secure Rural Schools and Community Self-Determination Act of 2000".

Happy Valley/ Clackamas Joint Transportation Fund - The Fund accounts for the collection of transportation system development fees for the purpose of constructing extra capacity improvements arising from new developments.

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

Forest Management Fund - The Forest Management Fund accounts for the intergovernmental sales of County owned timber and timberland.

Behavioral Health Fund – The Behavioral Health Fund contracts with Health Share of Oregon to manage mental health benefits for Oregon Health Plan enrollees in Clackamas County and is funded through the contract on a per-member, per-month basis.

Public Health Fund – The Public Health Fund provides essential public health services and receives the major sources of funding through federal, state and local grants.

Clackamas Health Centers Fund – The Clackamas Health Centers Fund operates clinics that are designated as Federally Qualified Health Centers which receives the majority of its funding through patient fees and additional revenue comes from combinations of federal, state and local grant funds.

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.

NONMAJOR SPECIAL REVENUE FUNDS (Continued)

North Clackamas Parks and Recreation District System Development Charges 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 System Development Charges 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 System Development Charges 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 Extension and 4-H Service District Fund - This fund was created to account for Oregon State University (OSU) educational agricultural extension programs in Clackamas County.

Library District of Clackamas County Fund - This fund was created to account for financial support provided to the library service providers of Clackamas County.

**CLACKAMAS COUNTY, OREGON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016**

	Road Fund	Children, Youth & Families Fund	County Fair Fund	Community Corrections Fund	County School Fund	Building Codes Fund	Community Solutions Fund	Law Library Fund	Library Network Fund
ASSETS									
Cash and investments	\$ 22,133,655	\$ 100	\$ 657,420	\$ 3,959,174	\$ 378	\$ 5,959,098	\$ 272,214	\$ 447,572	\$ 6,893,288
Taxes receivable	-	-	-	-	-	-	-	-	-
Accounts receivable	210,890	6,677	35,483	22,254	-	839	3,440	-	6,023
Grants receivable	181,865	1,955,284	-	-	-	13	498,350	-	-
Notes and loans receivable	-	-	-	-	-	-	-	-	-
Due from other funds	133,953	-	-	7,200	-	-	-	-	-
Property held for sale	2,877,343	-	-	-	-	-	-	-	-
Prepaid items	6,694	177	29,025	93,625	-	2,648	444	-	5,335
TOTAL ASSETS	\$ 25,544,400	\$ 1,962,238	\$ 721,928	\$ 4,082,253	\$ 378	\$ 5,962,598	\$ 774,448	\$ 447,572	\$ 6,904,646
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES									
Liabilities:									
Book overdraft	\$ -	\$ 434,016	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	1,260,909	632,760	-	122,140	-	18,853	55,549	7,298	25,074
Accrued payroll	1,261,523	85,757	3,238	798,162	-	330,722	182,872	15,801	112,644
Due to other funds	206,206	-	-	-	-	14,646	-	-	-
Unearned revenue	-	-	-	-	-	298	-	-	-
Deposits	530,083	-	103,544	17	-	964,808	-	-	-
TOTAL LIABILITIES	3,258,721	1,152,533	106,782	920,319	-	1,329,327	238,421	23,099	137,718
Deferred Inflows of Resources:									
Unavailable Revenue	394,361	666,287	-	376,610	-	-	448	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	394,361	666,287	-	376,610	-	-	448	-	-
Fund balances:									
Nonspendable	2,884,037	177	29,025	93,625	-	2,648	444	-	5,335
Restricted	19,007,281	-	586,121	-	378	4,630,623	-	424,473	5,100,000
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	143,241	-	2,691,699	-	-	535,135	-	1,661,593
Unassigned	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	21,891,318	143,418	615,146	2,785,324	378	4,633,271	535,579	424,473	6,766,928
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 25,544,400	\$ 1,962,238	\$ 721,928	\$ 4,082,253	\$ 378	\$ 5,962,598	\$ 774,448	\$ 447,572	\$ 6,904,646

CLACKAMAS COUNTY, OREGON
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016

	Business & Economic Development Fund	Public Land Corner Preservation Fund	Social Services Fund	Emergency Management Fund	Juvenile Fund	Transient Room Tax Fund	Transportation System Development Charge Fund	District Attorney Fund	Justice Court Fund
ASSETS									
Cash and investments	\$ 2,691,320	\$ 791,140	\$ 1,229,483	\$ 975,266	\$ 2,374,931	\$ -	\$ 5,486,740	\$ 1,144,366	\$ 1,485,947
Taxes receivable	-	-	-	-	-	-	-	-	-
Accounts receivable	12,500	98	9,713	1,570	15,666	509,863	-	-	55,920
Grants receivable	3,380	-	2,154,645	23,622	677,448	-	-	554,886	-
Notes and loans receivable	-	-	-	-	-	-	169,284	-	-
Due from other funds	6,009	-	-	-	1,250	-	3,325	-	-
Property held for sale	-	-	-	-	-	-	-	-	-
Prepaid items	750	-	58,361	16,163	14,578	-	-	23,522	11,264
TOTAL ASSETS	\$ 2,713,959	\$ 791,238	\$ 3,452,202	\$ 1,016,621	\$ 3,083,873	\$ 509,863	\$ 5,659,349	\$ 1,722,774	\$ 1,553,131
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES									
Liabilities:									
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 303,274	\$ -	\$ -	\$ -
Accounts payable	55,272	4,843	284,036	2,991	135,607	-	46,124	131,789	183,769
Accrued payroll	99,873	26,385	649,588	116,989	456,054	-	-	676,344	63,678
Due to other funds	-	51	23,334	-	-	-	12,026	-	-
Unearned revenue	-	-	-	-	480,609	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	155,145	31,279	956,958	119,980	1,072,270	303,274	58,150	808,133	247,447
Deferred Inflows of Resources:									
Unavailable Revenue	3,380	-	76,184	-	-	-	-	386	-
TOTAL DEFERRED INFLOWS OF RESOURCES	3,380	-	76,184	-	-	-	-	386	-
Fund balances:									
Nonspendable	750	-	58,361	16,163	14,578	-	-	23,522	11,264
Restricted	2,554,684	759,959	498,672	-	2,302	206,589	5,601,199	-	1,294,420
Committed	-	-	-	-	-	-	-	890,733	-
Assigned	-	-	1,862,027	880,478	1,994,723	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	2,555,434	759,959	2,419,060	896,641	2,011,603	206,589	5,601,199	914,255	1,305,684
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 2,713,959	\$ 791,238	\$ 3,452,202	\$ 1,016,621	\$ 3,083,873	\$ 509,863	\$ 5,659,349	\$ 1,722,774	\$ 1,553,131

CLACKAMAS COUNTY, OREGON
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016

	Public Safety Local Option Levy Fund	Property Management Fund	County Safety Net Legislation Local Projects Fund	Happy Valley/ Clackamas Joint Transportation Fund	Tourism Development Fund	Forest Management Fund	Behavioral Health Fund	Public Health Fund	Clackamas Health Centers
ASSETS									
Cash and investments	\$ 819,863	\$ 1,449,391	\$ 448,916	\$ 6,233,099	\$ 1,157,680	\$ 4,740,014	\$ 9,158,426	\$ 620,058	\$ 13,261,600
Taxes receivable	611,090	-	-	-	-	-	-	-	-
Accounts receivable	5,197	-	-	502,707	-	-	181,887	665,553	4,036,301
Grants receivable	23,676	-	-	-	-	23,178	31,849	52,244	561,311
Notes and loans receivable	-	55,126	-	323,110	-	-	-	-	-
Due from other funds	18,990	-	-	-	-	318	-	-	1,326
Property held for sale	-	488,577	-	-	-	-	-	-	-
Prepaid items	-	-	-	192,346	19,344	-	10,940	660	45,629
TOTAL ASSETS	\$ 1,478,816	\$ 1,993,094	\$ 448,916	\$ 7,251,262	\$ 1,177,024	\$ 4,763,510	\$ 9,383,102	\$ 1,338,515	\$ 17,906,167
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES									
Liabilities:									
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	11,314	-	83,322	1,913	2,809,870	261,774	458,727
Accrued payroll	695,181	9,784	-	-	95,863	30,231	557,392	392,982	1,685,918
Due to other funds	-	-	-	123	53,363	-	-	-	-
Unearned revenue	-	-	434,966	-	-	-	4,065,455	-	-
Deposits	-	-	-	-	-	-	-	-	2,982
TOTAL LIABILITIES	695,181	9,784	446,280	123	232,548	32,144	7,432,717	654,756	2,147,627
Deferred Inflows of Resources:									
Unavailable Revenue	578,273	-	-	452,185	-	-	-	-	2,811,976
TOTAL DEFERRED INFLOWS OF RESOURCES	578,273	-	-	452,185	-	-	-	-	2,811,976
Fund balances:									
Nonspendable	-	488,577	-	192,346	19,344	-	10,940	660	45,629
Restricted	205,362	1,494,733	-	6,606,608	-	-	-	45,134	12,900,935
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	2,636	-	925,132	4,731,366	1,939,445	637,965	-
Unassigned	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	205,362	1,983,310	2,636	6,798,954	944,476	4,731,366	1,950,385	683,759	12,946,564
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 1,478,816	\$ 1,993,094	\$ 448,916	\$ 7,251,262	\$ 1,177,024	\$ 4,763,510	\$ 9,383,102	\$ 1,338,515	\$ 17,906,167

CLACKAMAS COUNTY, OREGON
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016

	North Clackamas Parks and Recreation District Fund	North Clackamas Parks and Recreation District Nutrition and Transportation Fund	North Clackamas Parks and Recreation District SDC Charge Zone 1 Fund	North Clackamas Parks and Recreation District SDC Charge Zone 2 Fund	North Clackamas Parks and Recreation District SDC Charge Zone 3 Fund	Clackamas County Enhanced Law Enforcement District Fund	Clackamas County Extension and 4- H Service District Fund	Library District of Clackamas County Fund	Total
ASSETS									
Cash and investments	\$ 5,510,273	\$ 454,162	\$ 1,304,650	\$ 1,134,726	\$ 9,413,341	\$ 1,670,562	\$ 5,059,585	\$ 2,177,649	\$ 121,116,087
Taxes receivable	387,624	-	-	-	-	382,394	121,928	964,274	2,467,310
Accounts receivable	40,650	-	178	-	364,558	-	-	-	6,687,967
Grants receivable	-	-	-	-	-	-	-	-	6,741,751
Notes and loans receivable	-	-	-	-	-	-	-	-	547,520
Due from other funds	65,280	14,520	-	14,646	6,075	-	-	-	272,892
Property held for sale	-	-	-	-	-	-	-	-	3,365,920
Prepaid items	9,636	-	-	-	-	-	-	-	541,141
TOTAL ASSETS	\$ 6,013,463	\$ 468,682	\$ 1,304,828	\$ 1,149,372	\$ 9,783,974	\$ 2,052,956	\$ 5,181,513	\$ 3,141,923	\$ 141,740,588
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES									
Liabilities:									
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 737,290
Accounts payable	142,781	14,707	-	-	-	-	118,322	-	6,869,745
Accrued payroll	-	-	-	-	-	-	-	-	8,346,981
Due to other funds	1,139,231	117,058	41,269	1,965	20,693	1,552,731	-	-	3,182,696
Unearned revenue	-	-	-	-	-	-	-	-	4,981,328
Deposits	-	-	-	-	-	-	-	-	1,601,434
TOTAL LIABILITIES	1,282,012	131,765	41,269	1,965	20,693	1,552,731	118,322	-	25,719,474
Deferred Inflows of Resources:									
Unavailable Revenue	352,784	-	-	-	-	343,915	110,066	870,605	7,037,460
TOTAL DEFERRED INFLOWS OF RESOURCES	352,784	-	-	-	-	343,915	110,066	870,605	7,037,460
Fund balances:									
Nonspendable	9,636	-	-	-	-	-	-	-	3,907,061
Restricted	-	-	1,263,559	1,147,407	9,763,281	156,310	4,953,125	2,271,318	81,474,472
Committed	-	-	-	-	-	-	-	-	890,733
Assigned	4,369,031	336,917	-	-	-	-	-	-	22,711,388
Unassigned	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	4,378,667	336,917	1,263,559	1,147,407	9,763,281	156,310	4,953,125	2,271,318	108,983,654
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 6,013,463	\$ 468,682	\$ 1,304,828	\$ 1,149,372	\$ 9,783,974	\$ 2,052,956	\$ 5,181,513	\$ 3,141,923	\$ 141,740,588

CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Road Fund	Children, Youth & Families Fund	County Fair Fund	Community Corrections Fund	County School Fund	Building Codes Fund	Community Solutions Fund	Law Library Fund	Library Network Fund
REVENUES:									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-	-	-
Licenses and permits	142,667	-	-	-	-	7,210,039	-	-	-
Fines, forfeitures, and penalties	-	-	-	737,404	-	15,000	-	-	15,265
Special assessment collections	-	-	-	-	-	-	-	-	-
Interest	110,853	734	2,822	21,207	542	32,861	-	3,652	-
Intergovernmental	27,740,267	3,471,432	55,667	9,771,974	298,982	1,712	3,014,550	-	5,486
Charges for services	4,962,747	114,389	1,086,797	373,370	-	283,788	451,079	353,172	742,009
Contributions	17,700	57,799	-	-	-	-	-	-	-
Reimbursements	97,353	-	-	59,559	-	30,504	-	-	-
Miscellaneous	107,768	5,496	151,284	4,258	-	-	9,398	-	297,823
TOTAL REVENUES	33,179,355	3,649,850	1,296,570	10,967,772	299,524	7,573,904	3,475,027	356,824	1,060,583
EXPENDITURES:									
Current:									
General government	-	-	-	-	-	6,068,485	-	-	-
Public protection	-	-	-	14,302,188	-	-	-	381,142	-
Public ways and facilities	29,315,137	-	-	-	-	-	-	-	-
Health and human services	-	3,755,508	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	4,271,302	-	-
Culture, education and recreation	-	-	1,654,419	-	-	-	-	-	3,079,698
Principal	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-
Special payments	-	1,080,884	-	124,077	571,943	-	-	-	2,925,104
TOTAL EXPENDITURES	29,315,137	4,836,392	1,654,419	14,426,265	571,943	6,068,485	4,271,302	381,142	6,004,802
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,864,218	(1,186,542)	(357,849)	(3,458,493)	(272,419)	1,505,419	(796,275)	(24,318)	(4,944,219)
OTHER FINANCING SOURCES (USES):									
Proceeds from sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	2,016,837	1,373,999	444,060	4,188,718	-	875	854,367	-	2,279,053
Transfers out	(851,365)	-	-	-	-	-	-	-	-
Repayments of loans payable	-	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	1,165,472	1,373,999	444,060	4,188,718	-	875	854,367	-	2,279,053
NET CHANGE IN FUND BALANCE	5,029,690	187,457	86,211	730,225	(272,419)	1,506,294	58,092	(24,318)	(2,665,166)
FUND BALANCE, JUNE 30, 2015	16,861,628	(44,039)	528,935	2,055,099	272,797	3,126,977	477,487	448,791	9,432,094
FUND BALANCE, JUNE 30, 2016	\$ 21,891,318	\$ 143,418	\$ 615,146	\$ 2,785,324	\$ 378	\$ 4,633,271	\$ 535,579	\$ 424,473	\$ 6,766,928

CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Business & Economic Development Fund	Public Land Corner Preservation Fund	Social Services Fund	Emergency Management Fund	Juvenile Fund	Transient Room Tax Fund	Transportation System Development Charge Fund	District Attorney Fund	Justice Court Fund
REVENUES:									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	4,414,853	-	-	-
Licenses and permits	27,487	-	-	-	-	-	1,971,101	-	-
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-	4,166,525
Special assessment collections	-	-	-	-	-	-	5,635	-	-
Interest	16,609	4,548	2,301	4,385	-	-	33,665	-	9,969
Intergovernmental	1,962,426	-	15,196,609	306,836	1,571,071	-	-	2,099,174	-
Charges for services	1,016,311	1,075,613	1,901,518	203	367,909	-	25,215	342,185	-
Contributions	-	-	15,056	-	-	-	-	-	-
Reimbursements	-	-	-	16,105	699	-	-	-	-
Miscellaneous	1,591	12,772	32,525	6,118	6,669	-	137,828	19,814	-
TOTAL REVENUES	3,024,424	1,092,933	17,148,009	333,647	1,946,348	4,414,853	2,173,444	2,461,173	4,176,494
EXPENDITURES:									
Current:									
General government	-	-	-	-	-	-	-	-	-
Public protection	-	-	-	2,189,837	9,749,535	-	-	11,246,354	1,627,367
Public ways and facilities	-	-	-	-	-	-	137,160	-	-
Health and human services	-	-	18,607,362	-	-	-	-	-	-
Economic development	2,677,836	-	-	-	-	-	-	-	-
Culture, education and recreation	-	677,585	-	-	-	91,743	-	-	-
Principal	-	-	-	-	-	-	3,085,158	-	-
Interest and fiscal charges	-	-	-	-	-	-	122,810	-	-
Special payments	3,420	-	861,607	-	36,042	-	-	-	1,243,444
TOTAL EXPENDITURES	2,681,256	677,585	19,468,969	2,189,837	9,785,577	91,743	3,345,128	11,246,354	2,870,811
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	343,168	415,348	(2,320,960)	(1,856,190)	(7,839,229)	4,323,110	(1,171,684)	(8,785,181)	1,305,683
OTHER FINANCING SOURCES (USES):									
Proceeds from sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	3,016,023	1,793,911	7,457,583	-	2,036,986	9,044,708	-
Transfers out	(63,000)	-	-	-	-	(4,331,869)	(695,156)	-	(916,237)
Repayments of loans payable	-	-	-	-	-	-	(51,903)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(63,000)	-	3,016,023	1,793,911	7,457,583	(4,331,869)	1,289,927	9,044,708	(916,237)
NET CHANGE IN FUND BALANCE	280,168	415,348	695,063	(62,279)	(381,646)	(8,759)	118,243	259,527	389,446
FUND BALANCE, JUNE 30, 2015	2,275,266	344,611	1,723,997	958,920	2,393,249	215,348	5,482,956	654,728	916,238
FUND BALANCE, JUNE 30, 2016	\$ 2,555,434	\$ 759,959	\$ 2,419,060	\$ 896,641	\$ 2,011,603	\$ 206,589	\$ 5,601,199	\$ 914,255	\$ 1,305,684

CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Public Safety Local Option Levy Fund	Property Management Fund	County Safety Net Legislation Local Projects Fund	Happy Valley/ Clackamas Joint Transportation Fund	Tourism Development Fund	Forest Management Fund	Behavioral Health Fund	Public Health Fund	Clackamas Health Centers
REVENUES:									
Property taxes	\$ 10,469,268	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	6,281,502	-	-	-	971,505	-
Fines, forfeitures, and penalties	-	-	-	-	-	-	7,117	-	-
Special assessment collections	-	-	-	285,114	-	-	-	-	-
Interest	9,539	4,889	2,638	49,486	6,223	29,206	71,585	3,511	52,179
Intergovernmental	124,261	-	45,176	-	175,000	71,037	29,242,952	3,457,331	6,672,720
Charges for services	-	1,568,560	-	15,000	36,898	427	819,635	1,987,946	30,080,435
Contributions	-	-	-	-	-	-	12,242	-	-
Reimbursements	-	-	-	-	-	-	5,558	-	-
Miscellaneous	3,768	904,979	-	-	15,117	1,163,461	12,105	14,257	413,503
TOTAL REVENUES	10,606,836	2,478,428	47,814	6,631,102	233,238	1,264,131	30,171,194	6,434,550	37,218,837
EXPENDITURES:									
Current:									
General government	-	1,551,134	7,805	-	-	-	-	-	-
Public protection	11,085,380	-	-	-	-	-	-	-	-
Public ways and facilities	-	-	-	91,000	-	-	-	-	-
Health and human services	-	-	-	-	-	-	33,882,471	8,084,284	30,388,560
Economic development	-	-	-	-	-	-	-	-	-
Culture, education and recreation	-	-	-	-	3,995,822	667,948	-	-	-
Principal	-	-	-	960,914	-	-	-	-	-
Interest and fiscal charges	-	-	-	196,871	-	-	-	-	-
Special payments	-	-	38,853	-	-	-	724,787	383,602	310,406
TOTAL EXPENDITURES	11,085,380	1,551,134	46,658	1,248,785	3,995,822	667,948	34,607,258	8,467,886	30,698,966
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(478,544)	927,294	1,156	5,382,317	(3,762,584)	596,183	(4,436,064)	(2,033,336)	6,519,871
OTHER FINANCING SOURCES (USES):									
Proceeds from sale of capital assets	-	30,179	-	-	-	-	-	-	-
Transfers in	-	-	-	-	4,167,168	90,000	868,458	1,981,361	606,589
Transfers out	-	-	-	(2,038,085)	-	-	-	-	(1,666,667)
Repayments of loans payable	-	-	-	(92,444)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	30,179	-	(2,130,529)	4,167,168	90,000	868,458	1,981,361	(1,060,078)
NET CHANGE IN FUND BALANCE	(478,544)	957,473	1,156	3,251,788	404,584	686,183	(3,567,606)	(51,975)	5,459,793
FUND BALANCE, JUNE 30, 2015	683,906	1,025,837	1,480	3,547,166	539,892	4,045,183	5,517,991	735,734	7,486,771
FUND BALANCE, JUNE 30, 2016	\$ 205,362	\$ 1,983,310	\$ 2,636	\$ 6,798,954	\$ 944,476	\$ 4,731,366	\$ 1,950,385	\$ 683,759	\$ 12,946,564

CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	North Clackamas Parks and Recreation District Fund	North Clackamas Parks and Recreation District Nutrition and Transportation Fund	North Clackamas Parks and Recreation District System Development Charges Zone 1 Fund	North Clackamas Parks and Recreation District System Development Charges Zone 2 Fund	North Clackamas Parks and Recreation District System Development Charges Zone 3 Fund	Clackamas County Enhanced Law Enforcement District Fund	Clackamas County Extension and 4-H Service District Fund	Library District of Clackamas County Fund	Total
REVENUES:									
Property taxes	\$ 6,519,506	\$ -	\$ -	\$ -	\$ -	\$ 6,310,868	\$ 2,085,409	\$ 16,533,368	\$ 41,918,419
Other taxes	-	-	-	-	-	-	-	1,558	4,416,411
Licenses and permits	-	-	658,298	263,002	3,122,407	-	-	-	20,648,008
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-	4,941,311
Special assessment collections	-	-	-	-	-	-	-	-	290,749
Interest	29,962	-	5,623	8,445	43,217	7,870	27,247	24,626	620,394
Intergovernmental	119,980	329,054	12,929	5,204	4,082	-	197	-	105,756,109
Charges for services	2,112,327	21,775	-	-	-	-	-	-	49,739,308
Contributions	30,416	175,562	-	-	-	-	-	-	308,775
Reimbursements	-	-	-	-	-	-	-	-	209,778
Miscellaneous	3,976	2,276	-	-	-	927	-	3	3,327,716
TOTAL REVENUES	8,816,167	528,667	676,850	276,651	3,169,706	6,319,665	2,112,853	16,559,555	232,176,978
EXPENDITURES:									
Current:									
General government	-	-	3,754	2,125	1,271	-	-	-	7,634,574
Public protection	-	-	-	-	-	6,288,982	-	-	56,870,785
Public ways and facilities	-	-	-	-	-	-	-	-	29,543,297
Health and human services	-	619,673	-	-	-	-	-	-	95,337,858
Economic development	-	-	-	-	-	-	-	-	6,949,138
Culture, education and recreation	6,562,319	-	-	-	-	-	-	15,366,794	32,096,328
Principal	-	-	-	-	-	185,000	-	-	4,231,072
Interest and fiscal charges	-	-	-	-	-	83,425	-	-	403,106
Special payments	256,081	-	-	-	-	-	1,404,901	740,000	10,705,151
TOTAL EXPENDITURES	6,818,400	619,673	3,754	2,125	1,271	6,557,407	1,404,901	16,106,794	243,771,309
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,997,767	(91,006)	673,096	274,526	3,168,435	(237,742)	707,952	452,761	(11,594,331)
OTHER FINANCING SOURCES (USES):									
Proceeds from sale of capital assets	-	-	-	-	-	-	-	-	30,179
Transfers in	59,604	100,000	22,851	578,472	684,346	-	-	-	43,665,969
Transfers out	(1,238,882)	(24,670)	(213,364)	(67,129)	(374,693)	-	-	-	(12,481,117)
Repayments of loans payable	-	-	-	-	-	-	-	-	(144,347)
TOTAL OTHER FINANCING SOURCES (USES)	(1,179,278)	75,330	(190,513)	511,343	309,653	-	-	-	31,070,684
NET CHANGE IN FUND BALANCE	818,489	(15,676)	482,583	785,869	3,478,088	(237,742)	707,952	452,761	19,476,353
FUND BALANCE, JUNE 30, 2015	3,560,178	352,593	780,976	361,538	6,285,193	394,052	4,245,173	1,818,557	89,507,301
FUND BALANCE, JUNE 30, 2016	\$ 4,378,667	\$ 336,917	\$ 1,263,559	\$ 1,147,407	\$ 9,763,281	\$ 156,310	\$ 4,953,125	\$ 2,271,318	\$ 108,983,654

**CLACKAMAS COUNTY, OREGON
ROAD FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 1,164,781	\$ 1,463,246	\$ 1,039,648	\$ (423,598)
State	24,919,789	30,725,758	26,236,287	(4,489,471)
Local	525,525	644,399	464,332	(180,067)
Total intergovernmental	26,610,095	32,833,403	27,740,267	(5,093,136)
Charges for services:				
Public ways and facilities	626,350	1,199,730	1,102,682	(97,048)
Internal county services	3,209,388	3,390,266	3,854,785	464,519
Rentals	5,280	5,280	5,280	-
Total charges for services	3,841,018	4,595,276	4,962,747	367,471
Licenses and permits:				
Licenses and permits	35,000	65,000	142,667	77,667
Total licenses and permits	35,000	65,000	142,667	77,667
Miscellaneous:				
Reimbursements	86,000	119,585	97,353	(22,232)
Interest	30,000	30,700	110,853	80,153
Contributions	-	18,000	17,700	(300)
Asset and property proceeds	50,000	100,096	86,534	(13,562)
Other	31,000	8,675	21,234	12,559
Total miscellaneous	197,000	277,056	333,674	56,618
TOTAL REVENUES	30,683,113	37,770,735	33,179,355	(4,591,380)
EXPENDITURES:				
Current - organizational unit:				
Public ways and facilities:	37,808,487	39,900,628	29,315,137	10,585,491
Special payments	-	100,000	-	100,000
Contingency	3,501,707	10,980,749	-	10,980,749
TOTAL EXPENDITURES	41,310,194	50,981,377	29,315,137	21,666,240
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(10,627,081)	(13,210,642)	3,864,218	17,074,860

Continued

**CLACKAMAS COUNTY, OREGON
ROAD FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

Continued	Budget		Actual	Variance with Final Budget
	Original	Final		
OTHER FINANCING SOURCES (USES):				
Transfers in	2,077,175	2,016,837	2,016,837	-
Transfers out	(592,520)	(790,477)	(851,365)	(60,888)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,484,655</u>	<u>1,226,360</u>	<u>1,165,472</u>	<u>(60,888)</u>
NET CHANGE IN FUND BALANCE	(9,142,426)	(11,984,282)	5,029,690	17,013,972
FUND BALANCE, JUNE 30, 2015	<u>9,142,426</u>	<u>13,984,282</u>	<u>13,984,285</u>	<u>3</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ 2,000,000</u>	19,013,975	<u>\$ 17,013,975</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Property held for sale			<u>2,877,343</u>	
FUND BALANCE - US GAAP BASIS, June 30, 2016			<u>\$ 21,891,318</u>	

**CLACKAMAS COUNTY, OREGON
CHILDREN, YOUTH & FAMILIES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 707,568	\$ 1,358,951	\$ 827,509	\$ (531,442)
State	1,502,408	3,404,631	2,490,334	(914,297)
Local	323,732	301,400	153,589	(147,811)
	<u>2,533,708</u>	<u>5,064,982</u>	<u>3,471,432</u>	<u>(1,593,550)</u>
Total intergovernmental				-
Charges for services:				
Internal county services	-	333,493	114,389	(219,104)
	<u>-</u>	<u>333,493</u>	<u>114,389</u>	<u>(219,104)</u>
Total charges for services				-
Miscellaneous:				
Interest	-	-	734	734
Contributions	27,800	27,800	57,799	29,999
Other	-	-	5,496	5,496
	<u>27,800</u>	<u>27,800</u>	<u>64,029</u>	<u>36,229</u>
Total miscellaneous				-
TOTAL REVENUES	<u>2,561,508</u>	<u>5,426,275</u>	<u>3,649,850</u>	<u>(1,776,425)</u>
EXPENDITURES:				
Current - organizational unit:				
Health and human services	4,750,683	6,014,434	3,755,508	2,258,926
Special payments	-	791,448	1,080,884	(289,436)
	<u>4,750,683</u>	<u>6,805,882</u>	<u>4,836,392</u>	<u>1,969,490</u>
TOTAL EXPENDITURES				-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,189,175)</u>	<u>(1,379,607)</u>	<u>(1,186,542)</u>	<u>193,065</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,536,205	1,379,607	1,373,999	(5,608)
	<u>1,536,205</u>	<u>1,379,607</u>	<u>1,373,999</u>	<u>(5,608)</u>
TOTAL OTHER FINANCING SOURCES (USES)				-
NET CHANGE IN FUND BALANCE	(652,970)	-	187,457	187,457
FUND BALANCE, JUNE 30, 2015	<u>652,970</u>	<u>-</u>	<u>(44,039)</u>	<u>(44,039)</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 143,418</u>	<u>\$ 143,418</u>

**CLACKAMAS COUNTY, OREGON
COUNTY FAIR FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
State	\$ 50,000	\$ 50,000	\$ 53,667	\$ 3,667
Local	2,000	2,000	2,000	-
Total intergovernmental	52,000	52,000	55,667	3,667
Charges for services:				
Concessions	285,400	285,400	330,862	45,462
Rentals	217,000	217,000	240,450	23,450
Admissions, parking and entry fees	499,000	499,000	515,485	16,485
Total charges for services	1,001,400	1,001,400	1,086,797	85,397
Miscellaneous:				
Interest	800	800	2,822	2,022
Other	162,500	162,500	151,284	(11,216)
Total miscellaneous	163,300	163,300	154,106	(9,194)
TOTAL REVENUES	1,216,700	1,216,700	1,296,570	79,870
EXPENDITURES:				
Current - organizational unit:				
Culture, education and recreation	1,719,004	1,889,004	1,654,419	234,585
Special payments	20,000	20,000	-	20,000
Contingency	246,051	280,686	-	280,686
TOTAL EXPENDITURES	1,985,055	2,189,690	1,654,419	535,271
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(768,355)	(972,990)	(357,849)	615,141
OTHER FINANCING SOURCES (USES):				
Transfers in	444,060	444,060	444,060	-
TOTAL OTHER FINANCING SOURCES (USES)	444,060	444,060	444,060	-
NET CHANGE IN FUND BALANCE	(324,295)	(528,930)	86,211	615,141
FUND BALANCE, JUNE 30, 2015	324,295	528,930	528,935	5
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 615,146	\$ 615,146

**CLACKAMAS COUNTY, OREGON
COMMUNITY CORRECTIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ -	\$ -	\$ 62,524	\$ 62,524
State	7,298,412	9,860,907	9,615,550	(245,357)
Local	125,000	125,000	93,900	(31,100)
Total intergovernmental	<u>7,423,412</u>	<u>9,985,907</u>	<u>9,771,974</u>	<u>(213,933)</u>
Charges for services:				
Client fees	82,000	82,000	112,289	30,289
Internal county services	368,400	92,400	261,081	168,681
Total charges for services	<u>450,400</u>	<u>174,400</u>	<u>373,370</u>	<u>198,970</u>
Fines, forfeitures, and penalties:				
Fines, forfeitures, and penalties	730,000	730,000	737,404	7,404
Total fines, forfeitures, and penalties	<u>730,000</u>	<u>730,000</u>	<u>737,404</u>	<u>7,404</u>
Miscellaneous:				
Other	200	200	4,258	4,058
Reimbursements	47,105	50,387	59,559	9,172
Interest	2,000	2,000	21,207	19,207
Total miscellaneous	<u>49,305</u>	<u>52,587</u>	<u>85,024</u>	<u>32,437</u>
TOTAL REVENUES	<u>8,653,117</u>	<u>10,942,894</u>	<u>10,967,772</u>	<u>24,878</u>
EXPENDITURES:				
Current - organizational unit:				
Public protection	14,059,679	16,729,224	14,302,188	2,427,036
Special payments	-	124,077	124,077	-
Contingency	80,501	333,410	-	333,410
TOTAL EXPENDITURES	<u>14,140,180</u>	<u>17,186,711</u>	<u>14,426,265</u>	<u>2,760,446</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(5,487,063)</u>	<u>(6,243,817)</u>	<u>(3,458,493)</u>	<u>2,785,324</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	4,188,718	4,188,718	4,188,718	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>4,188,718</u>	<u>4,188,718</u>	<u>4,188,718</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(1,298,345)	(2,055,099)	730,225	2,785,324
FUND BALANCE, JUNE 30, 2015	<u>1,298,345</u>	<u>2,055,099</u>	<u>2,055,099</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,785,324</u>	<u>\$ 2,785,324</u>

**CLACKAMAS COUNTY, OREGON
COUNTY SCHOOL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 85,500	\$ 435,500	\$ 298,982	\$ (136,518)
Total intergovernmental	85,500	435,500	298,982	(136,518)
Miscellaneous:				
Interest	-	-	542	542
Total miscellaneous	-	-	542	542
TOTAL REVENUES	85,500	435,500	299,524	(135,976)
EXPENDITURES:				
Special payments	85,500	708,297	571,943	136,354
TOTAL EXPENDITURES	85,500	708,297	571,943	136,354
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(272,797)	(272,419)	378
NET CHANGE IN FUND BALANCE	-	(272,797)	(272,419)	378
FUND BALANCE, JUNE 30, 2015	-	272,797	272,797	-
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 378	\$ 378

**CLACKAMAS COUNTY, OREGON
BUILDING CODES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ -	\$ -	\$ 1,712	\$ 1,712
Total intergovernmental	-	-	1,712	1,712
Charges for services:				
Client fees	74,000	227,602	206,069	(21,533)
Internal county services	5,000	83,378	77,719	(5,659)
Total charges for services	79,000	310,980	283,788	(27,192)
Licenses and permits:				
Building	2,353,000	3,293,000	3,561,908	268,908
Mobile home	23,500	31,443	31,690	247
Plumbing	970,500	1,025,599	1,236,328	210,729
Electrical	1,520,800	1,707,162	1,848,962	141,800
Other	467,750	480,098	531,151	51,053
Total licenses and permits	5,335,550	6,537,302	7,210,039	672,737
Fines, forfeitures, and penalties:				
Fines, forfeitures, and penalties	10,000	15,000	15,000	-
Total fines, forfeitures, and penalties	10,000	15,000	15,000	-
Miscellaneous:				
Reimbursements	179,000	71,363	30,504	(40,859)
Interest	6,000	7,967	32,861	24,894
Asset and property proceeds	2,500	2,500	-	(2,500)
Total miscellaneous	187,500	81,830	63,365	(18,465)
TOTAL REVENUES	5,612,050	6,945,112	7,573,904	628,792
EXPENDITURES:				
Current - organizational unit:				
General government	5,842,873	6,429,861	6,068,485	361,376
Contingency	957,123	1,693,105	-	1,693,105
TOTAL EXPENDITURES	6,799,996	8,122,966	6,068,485	2,054,481
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,187,946)	(1,177,854)	1,505,419	2,683,273
OTHER FINANCING SOURCES (USES):				
Transfers in	875	875	875	-
TOTAL OTHER FINANCING SOURCES (USES)	875	875	875	-
NET CHANGE IN FUND BALANCE	(1,187,071)	(1,176,979)	1,506,294	2,683,273
FUND BALANCE, JUNE 30, 2015	3,137,071	3,126,979	3,126,977	(2)
FUND BALANCE, JUNE 30, 2016	\$ 1,950,000	\$ 1,950,000	\$ 4,633,271	\$ 2,683,271

**CLACKAMAS COUNTY, OREGON
EMPLOYER CONTRIBUTIONS RESERVE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Miscellaneous:				
Interest	\$ 11,000	\$ 11,000	\$ 14,650	\$ 3,650
Total miscellaneous	11,000	11,000	14,650	3,650
TOTAL REVENUES	11,000	11,000	14,650	3,650
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	11,000	11,000	14,650	3,650
NET CHANGE IN FUND BALANCE	11,000	11,000	14,650	3,650
FUND BALANCE, JUNE 30, 2015	2,303,459	2,302,066	2,302,066	-
FUND BALANCE, JUNE 30, 2016	\$ 2,314,459	\$ 2,313,066	\$ 2,316,716	\$ 3,650

**CLACKAMAS COUNTY, OREGON
DOG SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Charges for services	\$ 6,000	\$ 1,700	\$ 1,002	\$ (698)
Shelter fees	35,000	55,000	67,205	12,205
Total charges for services	41,000	56,700	68,207	11,507
Licenses and permits:				
Animal licenses	450,000	450,000	493,579	43,579
Adoption fees	41,500	39,364	33,995	(5,369)
Total licenses and permits	491,500	489,364	527,574	38,210
Fines, forfeitures, and penalties:				
Fines, forfeitures, and penalties	14,000	20,000	20,553	553
Total fines, forfeitures, and penalties	14,000	20,000	20,553	553
Miscellaneous:				
Interest	150	750	4,317	3,567
Contributions	25,000	52,600	53,453	853
Other	5,250	9,105	8,898	(207)
Total miscellaneous	30,400	62,455	66,668	4,213
TOTAL REVENUES	576,900	628,519	683,002	54,483
EXPENDITURES:				
Current - organizational unit:				
Health and human services	2,133,541	2,191,899	1,957,271	234,628
Contingency	204,312	314,837	-	314,837
TOTAL EXPENDITURES	2,337,853	2,506,736	1,957,271	549,465
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,760,953)	(1,878,217)	(1,274,269)	603,948
OTHER FINANCING SOURCES (USES):				
Transfers in	1,442,931	1,442,931	1,442,931	-
TOTAL OTHER FINANCING SOURCES (USES)	1,442,931	1,442,931	1,442,931	-
NET CHANGE IN FUND BALANCE	(318,022)	(435,286)	168,662	603,948
FUND BALANCE, JUNE 30, 2015	318,022	435,286	435,289	3
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 603,951	\$ 603,951

**CLACKAMAS COUNTY, OREGON
COMMUNITY SOLUTIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 756,122	\$ 774,018	\$ 676,979	\$ (97,039)
State	2,054,059	2,156,552	2,173,673	17,121
Local	43,000	43,000	163,898	120,898
Total intergovernmental	<u>2,853,181</u>	<u>2,973,570</u>	<u>3,014,550</u>	<u>40,980</u>
Charges for services:				
Internal county services	<u>208,500</u>	<u>335,346</u>	<u>451,079</u>	<u>115,733</u>
Total charges for services	<u>208,500</u>	<u>335,346</u>	<u>451,079</u>	<u>115,733</u>
Miscellaneous:				
Other	<u>-</u>	<u>-</u>	<u>9,398</u>	<u>9,398</u>
Total miscellaneous	<u>-</u>	<u>-</u>	<u>9,398</u>	<u>9,398</u>
TOTAL REVENUES	<u>3,061,681</u>	<u>3,308,916</u>	<u>3,475,027</u>	<u>166,111</u>
EXPENDITURES:				
Current - organizational unit:				
Economic development	<u>4,321,958</u>	<u>4,640,770</u>	<u>4,271,302</u>	<u>369,468</u>
TOTAL EXPENDITURES	<u>4,321,958</u>	<u>4,640,770</u>	<u>4,271,302</u>	<u>369,468</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,260,277)</u>	<u>(1,331,854)</u>	<u>(796,275)</u>	<u>535,579</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	<u>854,367</u>	<u>854,367</u>	<u>854,367</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>854,367</u>	<u>854,367</u>	<u>854,367</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(405,910)</u>	<u>(477,487)</u>	<u>58,092</u>	<u>535,579</u>
FUND BALANCE, JUNE 30, 2015	<u>405,910</u>	<u>477,487</u>	<u>477,487</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 535,579</u>	<u>\$ 535,579</u>

**CLACKAMAS COUNTY, OREGON
RESOLUTION SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
State	\$ 123,485	\$ 123,485	\$ 125,217	\$ 1,732
Local	10,280	10,280	8,790	(1,490)
Total intergovernmental	<u>133,765</u>	<u>133,765</u>	<u>134,007</u>	<u>242</u>
Charges for services:				
Client fees	201,906	201,906	167,269	(34,637)
Internal county services	54,780	54,780	61,097	6,317
Conciliation fees	496,305	496,305	506,183	9,878
Other	22,800	22,800	26,369	3,569
Total charges for services	<u>775,791</u>	<u>775,791</u>	<u>760,918</u>	<u>(14,873)</u>
Licenses and permits:				
Marriage license fees	24,000	24,000	24,160	160
Total licenses and permits	<u>24,000</u>	<u>24,000</u>	<u>24,160</u>	<u>160</u>
Miscellaneous:				
Other	100	100	825	725
Total miscellaneous	<u>100</u>	<u>100</u>	<u>825</u>	<u>725</u>
TOTAL REVENUES	<u>933,656</u>	<u>933,656</u>	<u>919,910</u>	<u>(13,746)</u>
EXPENDITURES:				
Current - organizational unit:				
General government	1,444,565	1,469,724	1,409,952	59,772
TOTAL EXPENDITURES	<u>1,444,565</u>	<u>1,469,724</u>	<u>1,409,952</u>	<u>59,772</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(510,909)</u>	<u>(536,068)</u>	<u>(490,042)</u>	<u>(46,026)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	509,510	509,510	509,510	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>509,510</u>	<u>509,510</u>	<u>509,510</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(1,399)</u>	<u>(26,558)</u>	<u>19,468</u>	<u>(46,026)</u>
FUND BALANCE, JUNE 30, 2015	<u>1,399</u>	<u>26,558</u>	<u>26,558</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,026</u>	<u>\$ 46,026</u>

**CLACKAMAS COUNTY, OREGON
HEALTH, HOUSING & HUMAN SERVICES ADMINISTRATION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Internal county services	\$ 753,694	\$ 753,694	\$ 840,181	\$ 86,487
Total charges for services	753,694	753,694	840,181	86,487
Miscellaneous:				
Interest	-	-	9,408	9,408
Total miscellaneous	-	-	9,408	9,408
TOTAL REVENUES	753,694	753,694	849,589	95,895
EXPENDITURES:				
Current - organizational unit:				
Health and human services	1,333,241	1,716,070	1,038,210	677,860
Contingency	212,585	182,585	-	182,585
TOTAL EXPENDITURES	1,545,826	1,898,655	1,038,210	860,445
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(792,132)	(1,144,961)	(188,621)	956,340
OTHER FINANCING SOURCES (USES):				
Transfers in	539,950	539,950	539,950	-
Transfers out	(33,000)	(53,000)	(47,392)	5,608
TOTAL OTHER FINANCING SOURCES (USES)	506,950	486,950	492,558	5,608
NET CHANGE IN FUND BALANCE	(285,182)	(658,011)	303,937	961,948
FUND BALANCE, JUNE 30, 2015	285,182	658,011	658,013	2
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 961,950	\$ 961,950

**CLACKAMAS COUNTY, OREGON
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Court fees	\$ 343,380	\$ 343,380	\$ 349,854	\$ 6,474
Other	3,800	3,800	3,318	(482)
Total charges for services	<u>347,180</u>	<u>347,180</u>	<u>353,172</u>	<u>5,992</u>
Miscellaneous:				
Interest	1,500	1,500	3,652	2,152
Total miscellaneous	<u>1,500</u>	<u>1,500</u>	<u>3,652</u>	<u>2,152</u>
TOTAL REVENUES	<u>348,680</u>	<u>348,680</u>	<u>356,824</u>	<u>8,144</u>
EXPENDITURES:				
Current - organizational unit:				
Public protection	481,853	481,853	381,142	100,711
Contingency	75,000	185,618	-	185,618
TOTAL EXPENDITURES	<u>556,853</u>	<u>667,471</u>	<u>381,142</u>	<u>286,329</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(208,173)</u>	<u>(318,791)</u>	<u>(24,318)</u>	<u>294,473</u>
NET CHANGE IN FUND BALANCE	(208,173)	(318,791)	(24,318)	294,473
FUND BALANCE, JUNE 30, 2015	<u>338,173</u>	<u>448,791</u>	<u>448,791</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 130,000</u>	<u>\$ 130,000</u>	<u>\$ 424,473</u>	<u>\$ 294,473</u>

**CLACKAMAS COUNTY, OREGON
LIBRARY NETWORK FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
State	\$ 6,000	\$ 6,000	\$ 5,486	\$ (514)
Total intergovernmental	6,000	6,000	5,486	(514)
Charges for services:				
Charges for services	1,600	1,600	2,009	409
Internal county services	1,219,166	1,219,166	740,000	(479,166)
Total charges for services	1,220,766	1,220,766	742,009	(478,757)
Fines, forfeitures, and penalties:				
Fines, forfeitures, and penalties	17,100	17,100	15,265	(1,835)
Total fines, forfeitures, and penalties	17,100	17,100	15,265	(1,835)
Miscellaneous:				
Reimbursements	250,000	250,000	234,377	(15,623)
Interest	16,000	16,000	44,864	28,864
Contributions	500	500	468	(32)
Other	-	-	18,114	18,114
Total miscellaneous	266,500	266,500	297,823	31,323
TOTAL REVENUES	1,510,366	1,510,366	1,060,583	(449,783)
EXPENDITURES:				
Current - organizational unit:				
Culture, education and recreation	4,314,731	4,778,404	3,079,698	1,698,706
Special payments	7,808,410	8,025,104	2,925,104	5,100,000
Contingency	102,255	184,506	-	184,506
TOTAL EXPENDITURES	12,225,396	12,988,014	6,004,802	6,983,212
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(10,715,030)	(11,477,648)	(4,944,219)	6,533,429
OTHER FINANCING SOURCES (USES):				
Transfers in	2,279,053	2,279,053	2,279,053	-
TOTAL OTHER FINANCING SOURCES (USES)	2,279,053	2,279,053	2,279,053	-
NET CHANGE IN FUND BALANCE	(8,435,977)	(9,198,595)	(2,665,166)	6,533,429
FUND BALANCE, JUNE 30, 2015	8,669,477	9,432,095	9,432,094	(1)
FUND BALANCE, JUNE 30, 2016	\$ 233,500	\$ 233,500	\$ 6,766,928	\$ 6,533,428

**CLACKAMAS COUNTY, OREGON
PARKS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 1,350	\$ 1,350	\$ 1,350	\$ -
State	909,200	909,200	611,760	(297,440)
Total intergovernmental	<u>910,550</u>	<u>910,550</u>	<u>613,110</u>	<u>(297,440)</u>
Charges for services:				
Charges for services	105,900	105,900	146,380	40,480
Internal county services	5,500	5,500	88,590	83,090
Rentals	104,807	104,807	103,886	(921)
Total charges for services	<u>216,207</u>	<u>216,207</u>	<u>338,856</u>	<u>122,649</u>
Licenses and permits:				
Licenses and permits	510,000	510,000	581,769	71,769
Total licenses and permits	<u>510,000</u>	<u>510,000</u>	<u>581,769</u>	<u>71,769</u>
Miscellaneous:				
Interest	-	-	1,867	1,867
Contributions	800	800	64,569	63,769
Other	22,700	22,700	27,926	5,226
Total miscellaneous	<u>23,500</u>	<u>23,500</u>	<u>94,362</u>	<u>70,862</u>
TOTAL REVENUES	<u>1,660,257</u>	<u>1,660,257</u>	<u>1,628,097</u>	<u>(32,160)</u>
EXPENDITURES:				
Current - organizational unit:				
Culture, education and recreation	2,518,135	2,518,135	1,960,620	557,515
Special payments	19,000	19,000	19,000	-
Contingency	201,584	362,993	-	362,993
TOTAL EXPENDITURES	<u>2,738,719</u>	<u>2,900,128</u>	<u>1,979,620</u>	<u>920,508</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,078,462)</u>	<u>(1,239,871)</u>	<u>(351,523)</u>	<u>888,348</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	882,632	882,632	452,632	(430,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>882,632</u>	<u>882,632</u>	<u>452,632</u>	<u>(430,000)</u>
NET CHANGE IN FUND BALANCE	(195,830)	(357,239)	101,109	458,348
FUND BALANCE, JUNE 30, 2015	<u>195,830</u>	<u>357,239</u>	<u>357,238</u>	<u>(1)</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 458,347</u>	<u>\$ 458,347</u>

**CLACKAMAS COUNTY, OREGON
BUSINESS & ECONOMIC DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 22,500	\$ 22,500	\$ 26,876	\$ 4,376
State	1,603,632	2,003,632	1,923,050	(80,582)
Local	250,000	250,000	12,500	(237,500)
Total intergovernmental	<u>1,876,132</u>	<u>2,276,132</u>	<u>1,962,426</u>	<u>(313,706)</u>
Charges for services:				
Internal county services	<u>1,110,302</u>	<u>1,440,532</u>	<u>1,016,311</u>	<u>(424,221)</u>
Total charges for services	<u>1,110,302</u>	<u>1,440,532</u>	<u>1,016,311</u>	<u>(424,221)</u>
Licenses and permits:				
Licenses and permits	<u>21,063</u>	<u>21,063</u>	<u>27,487</u>	<u>6,424</u>
Total licenses and permits	<u>21,063</u>	<u>21,063</u>	<u>27,487</u>	<u>6,424</u>
Miscellaneous:				
Interest	6,500	6,500	16,609	10,109
Other	-	-	1,591	1,591
Total miscellaneous	<u>6,500</u>	<u>6,500</u>	<u>18,200</u>	<u>11,700</u>
TOTAL REVENUES	<u>3,013,997</u>	<u>3,744,227</u>	<u>3,024,424</u>	<u>(719,803)</u>
EXPENDITURES:				
Current - organizational unit:				
Economic development	4,260,826	4,704,042	2,677,836	2,026,206
Special payments	50,000	50,000	3,420	46,580
Contingency	565,493	1,202,453	-	1,202,453
TOTAL EXPENDITURES	<u>4,876,319</u>	<u>5,956,495</u>	<u>2,681,256</u>	<u>3,275,239</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,862,322)</u>	<u>(2,212,268)</u>	<u>343,168</u>	<u>2,555,436</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,190,000	1,190,000	-	(1,190,000)
Transfers out	<u>(1,253,000)</u>	<u>(1,253,000)</u>	<u>(63,000)</u>	<u>1,190,000</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(63,000)</u>	<u>(63,000)</u>	<u>(63,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(1,925,322)</u>	<u>(2,275,268)</u>	<u>280,168</u>	<u>2,555,436</u>
FUND BALANCE, JUNE 30, 2015	<u>1,925,322</u>	<u>2,275,268</u>	<u>2,275,266</u>	<u>(2)</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,555,434</u>	<u>\$ 2,555,434</u>

**CLACKAMAS COUNTY, OREGON
PLANNING FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ -	\$ -	\$ 33	\$ 33
State	-	-	13,000	13,000
Local	65,000	65,000	93,104	28,104
Total intergovernmental	65,000	65,000	106,137	41,137
Charges for services:				
Charges for services	391,700	515,900	595,395	79,495
Internal county services	40,000	70,000	122,505	52,505
Total charges for services	431,700	585,900	717,900	132,000
Licenses and permits:				
Licenses and permits	55,000	65,000	77,671	12,671
Total licenses and permits	55,000	65,000	77,671	12,671
Fines, forfeitures, and penalties				
Fines, forfeitures, and penalties	10,000	15,000	27,304	12,304
Total fines, forfeitures, and penalties	10,000	15,000	27,304	12,304
Miscellaneous:				
Reimbursements	-	-	9,496	9,496
Interest	-	-	70	70
Other	3,000	7,100	4,978	(2,122)
Total miscellaneous	3,000	7,100	14,544	7,444
TOTAL REVENUES	564,700	738,000	943,556	205,556
EXPENDITURES:				
Current - organizational unit:				
Economic development	3,275,284	3,234,428	3,130,212	104,216
Special payments	-	-	12,000	(12,000)
Contingency	199,647	640,422	-	640,422
TOTAL EXPENDITURES	3,474,931	3,874,850	3,142,212	732,638
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,910,231)	(3,136,850)	(2,198,656)	938,194
OTHER FINANCING SOURCES (USES):				
Transfers in	2,461,420	2,461,420	2,461,420	-
TOTAL OTHER FINANCING SOURCES (USES)	2,461,420	2,461,420	2,461,420	-
NET CHANGE IN FUND BALANCE	(448,811)	(675,430)	262,764	938,194
FUND BALANCE, JUNE 30, 2015	448,811	675,430	675,427	(3)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 938,191	\$ 938,191

**CLACKAMAS COUNTY, OREGON
PUBLIC LAND CORNER PRESERVATION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Charges for services	\$ 600,000	\$ 720,000	\$ 701,585	\$ (18,415)
Internal county services	65,239	342,799	374,028	31,229
Total charges for services	665,239	1,062,799	1,075,613	12,814
Miscellaneous:				
Interest	1,000	1,200	4,548	3,348
Other	5,000	7,375	12,772	5,397
Total miscellaneous	6,000	8,575	17,320	8,745
TOTAL REVENUES	671,239	1,071,374	1,092,933	21,559
EXPENDITURES:				
Current - organizational unit:				
Culture, education and recreation	739,941	749,459	677,585	71,874
Contingency	119,564	666,526	-	666,526
TOTAL EXPENDITURES	859,505	1,415,985	677,585	738,400
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(188,266)	(344,611)	415,348	759,959
NET CHANGE IN FUND BALANCE	(188,266)	(344,611)	415,348	759,959
FUND BALANCE, JUNE 30, 2015	188,266	344,611	344,611	-
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 759,959	\$ 759,959

**CLACKAMAS COUNTY, OREGON
SOCIAL SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 4,375,608	\$ 5,122,505	\$ 4,347,740	\$ (774,765)
State	11,401,470	11,458,460	10,117,942	(1,340,518)
Local	1,026,033	921,033	730,927	(190,106)
Total intergovernmental	<u>16,803,111</u>	<u>17,501,998</u>	<u>15,196,609</u>	<u>(2,305,389)</u>
Charges for services:				
Internal county services	<u>1,830,719</u>	<u>1,801,672</u>	<u>1,901,518</u>	<u>99,846</u>
Total charges for services	<u>1,830,719</u>	<u>1,801,672</u>	<u>1,901,518</u>	<u>99,846</u>
Miscellaneous:				
Interest	-	-	2,301	2,301
Contributions	46,554	46,554	15,056	(31,498)
Other	<u>13,480</u>	<u>13,480</u>	<u>32,525</u>	<u>19,045</u>
Total miscellaneous	<u>60,034</u>	<u>60,034</u>	<u>49,882</u>	<u>(10,152)</u>
TOTAL REVENUES	<u>18,693,864</u>	<u>19,363,704</u>	<u>17,148,009</u>	<u>(2,215,695)</u>
EXPENDITURES:				
Current - organizational unit:				
Health and human services	22,170,753	22,352,969	18,607,362	3,745,607
Special payments	-	1,123,950	861,607	262,343
Contingency	<u>280,000</u>	<u>510,303</u>	<u>-</u>	<u>510,303</u>
TOTAL EXPENDITURES	<u>22,450,753</u>	<u>23,987,222</u>	<u>19,468,969</u>	<u>4,518,253</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(3,756,889)</u>	<u>(4,623,518)</u>	<u>(2,320,960)</u>	<u>2,302,558</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	<u>2,816,121</u>	<u>3,016,023</u>	<u>3,016,023</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,816,121</u>	<u>3,016,023</u>	<u>3,016,023</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(940,768)	(1,607,495)	695,063	2,302,558
FUND BALANCE, JUNE 30, 2015	<u>940,768</u>	<u>1,607,495</u>	<u>1,723,997</u>	<u>116,502</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,419,060</u>	<u>\$ 2,419,060</u>

**CLACKAMAS COUNTY, OREGON
CODE ENFORCEMENT & SUSTAINABILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ -	\$ -	\$ 1,036	\$ 1,036
Local	351,500	304,762	305,093	331
Total intergovernmental	351,500	304,762	306,129	1,367
Charges for services:				
Charges for services	36,000	162,220	177,367	15,147
Internal county services	600,500	774,750	669,818	(104,932)
Total charges for services	636,500	936,970	847,185	(89,785)
Licenses and permits:				
Licenses and permits	1,313,350	1,461,408	1,685,958	224,550
Total licenses and permits	1,313,350	1,461,408	1,685,958	224,550
Fines, forfeitures, and penalties:				
Fines, forfeitures, and penalties	27,000	15,128	29,877	14,749
Total fines, forfeitures, and penalties	27,000	15,128	29,877	14,749
Miscellaneous:				
Interest	500	750	7,401	6,651
Other	30,000	31,743	40,565	8,822
Total miscellaneous	30,500	32,493	47,966	15,473
TOTAL REVENUES	2,358,850	2,750,761	2,917,115	166,354
EXPENDITURES:				
Current - organizational unit:				
General government	2,520,061	2,801,444	2,368,386	433,058
Special payments	37,500	37,500	41,862	(4,362)
Contingency	312,394	762,662	-	762,662
TOTAL EXPENDITURES	2,869,955	3,601,606	2,410,248	1,191,358
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(511,105)	(850,845)	506,867	1,357,712
OTHER FINANCING SOURCES (USES):				
Transfers in	112,558	112,558	112,558	-
TOTAL OTHER FINANCING SOURCES (USES)	112,558	112,558	112,558	-
NET CHANGE IN FUND BALANCE	(398,547)	(738,287)	619,425	1,357,712
FUND BALANCE, JUNE 30, 2015	398,547	738,287	738,285	(2)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 1,357,710	\$ 1,357,710

**CLACKAMAS COUNTY, OREGON
EMERGENCY MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 518,160	\$ 518,160	\$ 280,846	\$ (237,314)
Local	10,000	10,000	25,990	15,990
Total intergovernmental	<u>528,160</u>	<u>528,160</u>	<u>306,836</u>	<u>(221,324)</u>
Charges for services:				
Internal county services	500	500	203	(297)
Total charges for services	<u>500</u>	<u>500</u>	<u>203</u>	<u>(297)</u>
Miscellaneous:				
Reimbursements	-	-	16,105	16,105
Interest	-	-	4,385	4,385
Other	1,800	1,800	6,118	4,318
Total miscellaneous	<u>1,800</u>	<u>1,800</u>	<u>26,608</u>	<u>24,808</u>
TOTAL REVENUES	<u>530,460</u>	<u>530,460</u>	<u>333,647</u>	<u>(196,813)</u>
EXPENDITURES:				
Current - organizational unit:				
Public protection	2,541,653	2,569,569	2,189,837	379,732
Special payments	50,000	50,000	-	50,000
Contingency	532,226	663,721	-	663,721
TOTAL EXPENDITURES	<u>3,123,879</u>	<u>3,283,290</u>	<u>2,189,837</u>	<u>1,093,453</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,593,419)</u>	<u>(2,752,830)</u>	<u>(1,856,190)</u>	<u>896,640</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,793,911	1,793,911	1,793,911	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,793,911</u>	<u>1,793,911</u>	<u>1,793,911</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(799,508)</u>	<u>(958,919)</u>	<u>(62,279)</u>	<u>896,640</u>
FUND BALANCE, JUNE 30, 2015	<u>799,508</u>	<u>958,919</u>	<u>958,920</u>	<u>1</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 896,641</u>	<u>\$ 896,641</u>

**CLACKAMAS COUNTY, OREGON
JUVENILE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 54,400	\$ 729,153	\$ 332,290	\$ (396,863)
State	1,234,952	1,411,008	1,149,230	(261,778)
Local	73,851	150,971	89,551	(61,420)
Total intergovernmental	<u>1,363,203</u>	<u>2,291,132</u>	<u>1,571,071</u>	<u>(720,061)</u>
Charges for services:				
Internal county services	5,780	5,780	4,420	(1,360)
Other	335,066	379,726	363,489	(16,237)
Total charges for services	<u>340,846</u>	<u>385,506</u>	<u>367,909</u>	<u>(17,597)</u>
Miscellaneous:				
Reimbursements	-	-	699	699
Other	3,500	3,500	6,669	3,169
Total miscellaneous	<u>3,500</u>	<u>3,500</u>	<u>7,368</u>	<u>3,868</u>
TOTAL REVENUES	<u>1,707,549</u>	<u>2,680,138</u>	<u>1,946,348</u>	<u>(733,790)</u>
EXPENDITURES:				
Current - organizational unit:				
Public protection	10,791,452	12,344,409	9,749,535	2,594,874
Special payments	-	36,560	36,042	518
Contingency	150,000	150,000	-	150,000
TOTAL EXPENDITURES	<u>10,941,452</u>	<u>12,530,969</u>	<u>9,785,577</u>	<u>2,745,392</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(9,233,903)</u>	<u>(9,850,831)</u>	<u>(7,839,229)</u>	<u>2,011,602</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	7,457,583	7,457,583	7,457,583	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>7,457,583</u>	<u>7,457,583</u>	<u>7,457,583</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(1,776,320)	(2,393,248)	(381,646)	2,011,602
FUND BALANCE, JUNE 30, 2015	<u>1,776,320</u>	<u>2,393,248</u>	<u>2,393,249</u>	<u>1</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,011,603</u>	<u>\$ 2,011,603</u>

**CLACKAMAS COUNTY, OREGON
TRANSIENT ROOM TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Other taxes:				
Hotel and motel occupancy tax	\$ 3,895,461	\$ 4,602,000	\$ 4,414,853	\$ (187,147)
Total other taxes	3,895,461	4,602,000	4,414,853	(187,147)
Miscellaneous:				
Interest	100	100	-	(100)
Total miscellaneous	100	100	-	(100)
TOTAL REVENUES	3,895,561	4,602,100	4,414,853	(187,247)
EXPENDITURES:				
Current:				
Culture, education and recreation				
Materials and services	72,400	92,040	91,743	297
TOTAL EXPENDITURES	72,400	92,040	91,743	297
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,823,161	4,510,060	4,323,110	(186,950)
OTHER FINANCING SOURCES (USES):				
Transfers out	(3,823,161)	(4,725,408)	(4,331,869)	393,539
TOTAL OTHER FINANCING SOURCES (USES)	(3,823,161)	(4,725,408)	(4,331,869)	393,539
NET CHANGE IN FUND BALANCE	-	(215,348)	(8,759)	206,589
FUND BALANCE, JUNE 30, 2015	-	215,348	215,348	-
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 206,589	\$ 206,589

**CLACKAMAS COUNTY, OREGON
TRANSPORTATION SYSTEM DEVELOPMENT CHARGE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Charges for services	\$ 6,500	\$ 25,000	\$ 25,215	\$ 215
Total charges for services	6,500	25,000	25,215	215
Licenses and permits:				
Licenses and permits	750,000	1,500,000	1,971,101	471,101
Total licenses and permits	750,000	1,500,000	1,971,101	471,101
Miscellaneous:				
Interest	5,000	7,500	33,665	26,165
Asset and property proceeds	11,871	12,000	137,828	125,828
Special assessment collections	45,000	3,900	5,635	1,735
Total miscellaneous	61,871	23,400	177,128	153,728
TOTAL REVENUES	818,371	1,548,400	2,173,444	625,044
EXPENDITURES:				
Current:				
Public ways and facilities				
Materials and services	273,046	246,046	137,160	108,886
Debt service:				
Principal	1,972,693	3,121,009	3,085,158	35,851
Interest and fiscal charges	70,000	87,105	122,810	(35,705)
Contingency	1,425,819	5,742,882	-	5,742,882
TOTAL EXPENDITURES	3,741,558	9,197,042	3,345,128	5,851,914
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,923,187)	(7,648,642)	(1,171,684)	6,476,958
OTHER FINANCING SOURCES (USES):				
Transfers in	705,000	3,512,671	2,036,986	(1,475,685)
Transfers out	(341,230)	(1,125,799)	(695,156)	430,643
TOTAL OTHER FINANCING SOURCES (USES)	363,770	2,386,872	1,341,830	(1,045,042)
NET CHANGE IN FUND BALANCE	(2,559,417)	(5,261,770)	170,146	5,431,916
FUND BALANCE, JUNE 30, 2015	2,559,417	5,261,770	5,261,769	(1)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	5,431,915	\$ 5,431,915
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Loans receivable			169,284	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 5,601,199	

**CLACKAMAS COUNTY, OREGON
DISTRICT ATTORNEY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 1,373,808	\$ 1,443,049	\$ 1,275,743	\$ (167,306)
State	811,968	819,036	823,431	4,395
Total intergovernmental	<u>2,185,776</u>	<u>2,262,085</u>	<u>2,099,174</u>	<u>(162,911)</u>
Charges for services:				
Internal county services	96,456	96,456	101,993	5,537
Other	200,000	200,000	240,192	40,192
Total charges for services	<u>296,456</u>	<u>296,456</u>	<u>342,185</u>	<u>45,729</u>
Miscellaneous:				
Other	20,000	20,000	19,814	(186)
Total miscellaneous	<u>20,000</u>	<u>20,000</u>	<u>19,814</u>	<u>(186)</u>
TOTAL REVENUES	<u>2,502,232</u>	<u>2,578,541</u>	<u>2,461,173</u>	<u>(117,368)</u>
EXPENDITURES:				
Current - organizational unit:				
Public protection	11,838,896	12,277,973	11,246,354	1,031,619
TOTAL EXPENDITURES	<u>11,838,896</u>	<u>12,277,973</u>	<u>11,246,354</u>	<u>1,031,619</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(9,336,664)</u>	<u>(9,699,432)</u>	<u>(8,785,181)</u>	<u>914,251</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	9,044,708	9,044,708	9,044,708	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>9,044,708</u>	<u>9,044,708</u>	<u>9,044,708</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(291,956)	(654,724)	259,527	914,251
FUND BALANCE, JUNE 30, 2015	<u>291,956</u>	<u>654,724</u>	<u>654,728</u>	<u>4</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 914,255</u>	<u>\$ 914,255</u>

**CLACKAMAS COUNTY, OREGON
JUSTICE COURT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Fines, forfeitures, and penalties				
Fines, forfeitures, and penalties	\$ 3,895,000	\$ 3,895,000	\$ 4,166,525	\$ 271,525
Total fines, forfeitures, and penalties	3,895,000	3,895,000	4,166,525	271,525
Miscellaneous:				
Interest	500	500	9,969	9,469
Total miscellaneous	500	500	9,969	9,469
TOTAL REVENUES	3,895,500	3,895,500	4,176,494	280,994
EXPENDITURES:				
Current - organizational unit:				
Public protection	3,631,299	2,286,299	1,627,367	658,932
Special payments	-	1,345,000	1,243,444	101,556
Contingency	528,654	264,201	-	264,201
TOTAL EXPENDITURES	4,159,953	3,895,500	2,870,811	1,024,689
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(264,453)	-	1,305,683	1,305,683
OTHER FINANCING SOURCES (USES):				
Transfers out	(195,087)	(916,237)	(916,237)	-
TOTAL OTHER FINANCING SOURCES (USES)	(195,087)	(916,237)	(916,237)	-
NET CHANGE IN FUND BALANCE	(459,540)	(916,237)	389,446	1,305,683
FUND BALANCE, JUNE 30, 2015	459,540	916,237	916,238	1
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 1,305,684	\$ 1,305,684

**CLACKAMAS COUNTY, OREGON
PUBLIC SAFETY LOCAL OPTION LEVY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Current	\$ 10,249,200	\$ 10,249,200	\$ 10,245,720	\$ (3,480)
Delinquent	313,864	313,864	239,572	(74,292)
Total property taxes	<u>10,563,064</u>	<u>10,563,064</u>	<u>10,485,292</u>	<u>(77,772)</u>
Intergovernmental:				
Federal	21,000	21,000	124,261	103,261
Total intergovernmental	<u>21,000</u>	<u>21,000</u>	<u>124,261</u>	<u>103,261</u>
Miscellaneous:				
Interest	10,311	10,311	9,539	(772)
Other	-	-	3,768	3,768
Total miscellaneous	<u>10,311</u>	<u>10,311</u>	<u>13,307</u>	<u>2,996</u>
TOTAL REVENUES	<u>10,594,375</u>	<u>10,594,375</u>	<u>10,622,860</u>	<u>28,485</u>
EXPENDITURES:				
Current - organizational unit:				
Public protection	11,122,773	11,191,021	11,085,380	105,641
Contingency	5,000	5,000	-	5,000
TOTAL EXPENDITURES	<u>11,127,773</u>	<u>11,196,021</u>	<u>11,085,380</u>	<u>110,641</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(533,398)</u>	<u>(601,646)</u>	<u>(462,520)</u>	<u>139,126</u>
NET CHANGE IN FUND BALANCE	(533,398)	(601,646)	(462,520)	139,126
FUND BALANCE, JUNE 30, 2015	<u>544,459</u>	<u>612,707</u>	<u>612,710</u>	<u>3</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 11,061</u>	<u>\$ 11,061</u>	150,190	<u>\$ 139,129</u>
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			<u>55,172</u>	
FUND BALANCE - US GAAP BASIS, June 30, 2016			<u>\$ 205,362</u>	

**CLACKAMAS COUNTY, OREGON
PROPERTY MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Internal county services	\$ 392,688	\$ 1,324,971	\$ 1,568,560	\$ 243,589
Total charges for services	392,688	1,324,971	1,568,560	243,589
Miscellaneous:				
Interest	500	500	4,889	4,389
Asset and property proceeds	384,214	986,267	947,631	(38,636)
Total miscellaneous	384,714	986,767	952,520	(34,247)
TOTAL REVENUES	777,402	2,311,738	2,521,080	209,342
EXPENDITURES:				
Current - organizational unit:				
General government	811,212	2,683,133	1,551,134	1,131,999
Special payments	5,000	5,000	-	5,000
Contingency	67,482	67,482	-	67,482
TOTAL EXPENDITURES	883,694	2,755,615	1,551,134	1,204,481
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(106,292)	(443,877)	969,946	1,413,823
OTHER FINANCING SOURCES (USES):				
Repayments of loans payable	24,056	24,056	49,647	25,591
TOTAL OTHER FINANCING SOURCES (USES)	24,056	24,056	49,647	25,591
NET CHANGE IN FUND BALANCE	(82,236)	(419,821)	1,019,593	1,439,414
FUND BALANCE, JUNE 30, 2015	82,236	419,821	420,014	193
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	1,439,607	\$ 1,439,607
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Property held for sale reclassified as an asset on the US GAAP basis			488,577	
Loans receivable			55,126	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 1,983,310	

**CLACKAMAS COUNTY, OREGON
COUNTY SAFETY NET LEGISLATION LOCAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ -	\$ 480,142	\$ 45,176	\$ (434,966)
Total intergovernmental	-	480,142	45,176	(434,966)
Miscellaneous:				
Interest	500	500	2,638	2,138
Total miscellaneous	500	500	2,638	2,138
TOTAL REVENUES	500	480,642	47,814	(432,828)
EXPENDITURES:				
Current:				
General government				
Materials and services	91,794	268,274	7,805	260,469
Special payments	-	305,142	38,853	266,289
TOTAL EXPENDITURES	91,794	573,416	46,658	526,758
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(91,294)	(92,774)	1,156	93,930
NET CHANGE IN FUND BALANCE	(91,294)	(92,774)	1,156	93,930
FUND BALANCE, JUNE 30, 2015	91,294	92,774	1,480	(91,294)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 2,636	\$ 2,636

**CLACKAMAS COUNTY, OREGON
HAPPY VALLEY/CLACKAMAS JOINT TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Charges for services	\$ 2,000	\$ 5,000	\$ 15,000	\$ 10,000
Total charges for services	2,000	5,000	15,000	10,000
Licenses and permits:				
Licenses and permits	1,500,000	3,856,728	6,281,502	2,424,774
Total licenses and permits	1,500,000	3,856,728	6,281,502	2,424,774
Miscellaneous:				
Interest	20,500	17,717	49,486	31,769
Special assessment collections	41,000	150,000	285,114	135,114
Total miscellaneous	61,500	167,717	334,600	166,883
TOTAL REVENUES	1,563,500	4,029,445	6,631,102	2,601,657
EXPENDITURES:				
Current:				
Public ways and facilities:				
Materials and services	245,226	207,226	91,000	116,226
Debt Service:				
Principal	949,047	979,049	960,914	18,135
Interest and fiscal charges	191,588	191,588	196,871	(5,283)
Contingency	1,946,617	2,786,734	-	2,786,734
TOTAL EXPENDITURES	3,332,478	4,164,597	1,248,785	2,915,812
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,768,978)	(135,152)	5,382,317	5,517,469
OTHER FINANCING SOURCES (USES):				
Repayment of loans payable	75,000	340,425	80,586	(259,839)
Transfers out	(742,996)	(3,516,138)	(2,038,085)	1,478,053
TOTAL OTHER FINANCING SOURCES (USES)	(667,996)	(3,175,713)	(1,957,499)	1,218,214
NET CHANGE IN FUND BALANCE	(2,436,974)	(3,310,865)	3,424,818	6,735,683
FUND BALANCE, JUNE 30, 2015	2,436,974	3,310,865	3,310,865	-
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	6,735,683	\$ 6,735,683
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Loans receivable			63,271	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 6,798,954	

**CLACKAMAS COUNTY, OREGON
 TOURISM DEVELOPMENT FUND
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Local	\$ -	\$ 189,815	\$ 175,000	\$ (14,815)
Total intergovernmental	-	189,815	175,000	(14,815)
Charges for services:				
Other	49,005	49,005	36,898	(12,107)
Total charges for services	49,005	49,005	36,898	(12,107)
Miscellaneous:				
Other	8,000	8,000	15,117	7,117
Interest	1,500	1,500	6,223	4,723
Total miscellaneous	9,500	9,500	21,340	11,840
TOTAL REVENUES	58,505	248,320	233,238	(15,082)
EXPENDITURES:				
Current - organizational unit:				
Culture, education and recreation	3,754,137	4,661,732	3,995,822	665,910
Special payments	52,000	52,000	-	52,000
Contingency	350,000	635,187	-	635,187
TOTAL EXPENDITURES	4,156,137	5,348,919	3,995,822	1,353,097
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,097,632)	(5,100,599)	(3,762,584)	1,338,015
OTHER FINANCING SOURCES (USES):				
Transfers in	3,658,460	4,560,707	4,167,168	(393,539)
TOTAL OTHER FINANCING SOURCES (USES)	3,658,460	4,560,707	4,167,168	(393,539)
NET CHANGE IN FUND BALANCE	(439,172)	(539,892)	404,584	944,476
FUND BALANCE, JUNE 30, 2015	439,172	539,892	539,892	-
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 944,476	\$ 944,476

**CLACKAMAS COUNTY, OREGON
FOREST MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 35,000	\$ 35,000	\$ 71,037	\$ 36,037
Total intergovernmental	35,000	35,000	71,037	36,037
Charges for services:				
Charges for services	2,100	2,100	427	(1,673)
Total charges for services	2,100	2,100	427	(1,673)
Miscellaneous:				
Other	669,085	669,085	1,163,461	494,376
Interest	12,000	12,000	29,206	17,206
Total miscellaneous	681,085	681,085	1,192,667	511,582
TOTAL REVENUES	718,185	718,185	1,264,131	545,946
EXPENDITURES:				
Current - organizational unit:				
Culture, education and recreation	1,326,622	1,326,622	667,948	658,674
Special payments	20,000	20,000	-	20,000
Contingency	2,143,619	2,326,747	-	2,326,747
TOTAL EXPENDITURES	3,490,241	3,673,369	667,948	3,005,421
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,772,056)	(2,955,184)	596,183	3,551,367
OTHER FINANCING SOURCES (USES):				
Transfers in	90,000	90,000	90,000	-
Transfers out	(180,000)	(180,000)	-	180,000
TOTAL OTHER FINANCING SOURCES (USES)	(90,000)	(90,000)	90,000	180,000
NET CHANGE IN FUND BALANCE	(2,862,056)	(3,045,184)	686,183	3,731,367
FUND BALANCE, JUNE 30, 2015	3,862,056	4,045,184	4,045,183	(1)
FUND BALANCE, JUNE 30, 2016	\$ 1,000,000	\$ 1,000,000	\$ 4,731,366	\$ 3,731,366

**CLACKAMAS COUNTY, OREGON
BEHAVIORAL HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 2,072,264	\$ 3,111,304	\$ 1,137,975	\$ (1,973,329)
State	32,818,181	33,037,123	27,690,242	(5,346,881)
Local	351,450	351,450	414,735	63,285
Total intergovernmental	35,241,895	36,499,877	29,242,952	(7,256,925)
Charges for services				
Client fees	101,595	101,595	74,174	(27,421)
Internal county services	901,939	901,939	745,461	(156,478)
Total charges for services	1,003,534	1,003,534	819,635	(183,899)
Fines, forfeitures, and penalties				
Fines, forfeitures, and penalties	-	-	7,117	7,117
Total fines, forfeitures, and penalties	-	-	7,117	7,117
Miscellaneous:				
Other	4,006	4,006	12,105	8,099
Reimbursements	67,000	67,000	5,558	(61,442)
Interest	-	-	71,585	71,585
Contributions	11,995	11,995	12,242	247
Total miscellaneous	83,001	83,001	101,490	18,489
TOTAL REVENUES	36,328,430	37,586,412	30,171,194	(7,415,218)
EXPENDITURES:				
Current - organizational unit:				
Health and human services:	34,487,640	40,601,016	33,882,471	6,718,545
Special payments	-	953,376	724,787	228,589
Contingency	6,294,163	2,418,464	-	2,418,464
TOTAL EXPENDITURES	40,781,803	43,972,856	34,607,258	9,365,598
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,453,373)	(6,386,444)	(4,436,064)	1,950,380
OTHER FINANCING SOURCES (USES):				
Transfers in	868,458	868,458	868,458	-
Transfers out	(283,577)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	584,881	868,458	868,458	-
NET CHANGE IN FUND BALANCE	(3,868,492)	(5,517,986)	(3,567,606)	1,950,380
FUND BALANCE, JUNE 30, 2015	3,868,492	5,517,986	5,517,991	5
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 1,950,385	\$ 1,950,385

**CLACKAMAS COUNTY, OREGON
PUBLIC HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 1,486,711	\$ 1,511,037	\$ 1,618,069	\$ 107,032
State	1,808,228	1,782,293	1,694,000	(88,293)
Local	12,000	142,968	145,262	2,294
Total intergovernmental	<u>3,306,939</u>	<u>3,436,298</u>	<u>3,457,331</u>	<u>21,033</u>
Charges for services:				
Charges for services	1,617,981	1,418,794	1,373,885	(44,909)
Internal county services	465,332	734,026	614,061	(119,965)
Total charges for services	<u>2,083,313</u>	<u>2,152,820</u>	<u>1,987,946</u>	<u>(164,874)</u>
Licenses and permits:				
Licenses and permits	957,785	1,085,217	971,505	(113,712)
Total licenses and permits	<u>957,785</u>	<u>1,085,217</u>	<u>971,505</u>	<u>(113,712)</u>
Miscellaneous:				
Interest	-	-	3,511	3,511
Other	1,699	12,210	14,257	2,047
Total miscellaneous	<u>1,699</u>	<u>12,210</u>	<u>17,768</u>	<u>5,558</u>
TOTAL REVENUES	<u>6,349,736</u>	<u>6,686,545</u>	<u>6,434,550</u>	<u>(251,995)</u>
EXPENDITURES:				
Current - organizational unit:				
Health and human services	8,227,177	8,548,990	8,084,284	464,706
Special payments	-	369,462	383,602	(14,140)
Contingency	696,861	485,182	-	485,182
TOTAL EXPENDITURES	<u>8,924,038</u>	<u>9,403,634</u>	<u>8,467,886</u>	<u>935,748</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,574,302)</u>	<u>(2,717,089)</u>	<u>(2,033,336)</u>	<u>683,753</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,916,361	1,981,361	1,981,361	-
Transfers out	(40,000)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,876,361</u>	<u>1,981,361</u>	<u>1,981,361</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(697,941)	(735,728)	(51,975)	683,753
FUND BALANCE, JUNE 30, 2015	<u>697,941</u>	<u>735,728</u>	<u>735,734</u>	<u>6</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 683,759</u>	<u>\$ 683,759</u>

**CLACKAMAS COUNTY, OREGON
CLACKAMAS HEALTH CENTERS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ 1,987,224	\$ 2,214,292	\$ 2,426,071	\$ 211,779
State	699,507	699,507	2,203,380	1,503,873
Local	1,867,096	2,125,520	2,043,269	(82,251)
Total intergovernmental	<u>4,553,827</u>	<u>5,039,319</u>	<u>6,672,720</u>	<u>1,633,401</u>
Charges for services:				
Charges for services	27,058,900	27,354,726	26,384,047	(970,679)
Client fees	9,200	9,200	22,216	13,016
Internal county services	3,466,145	3,466,145	3,674,172	208,027
Total charges for services	<u>30,534,245</u>	<u>30,830,071</u>	<u>30,080,435</u>	<u>(749,636)</u>
Miscellaneous:				
Interest	-	-	52,179	52,179
Other	14,000	14,000	413,503	399,503
Total miscellaneous	<u>14,000</u>	<u>14,000</u>	<u>465,682</u>	<u>451,682</u>
TOTAL REVENUES	<u>35,102,072</u>	<u>35,883,390</u>	<u>37,218,837</u>	<u>1,335,447</u>
EXPENDITURES:				
Current - organizational unit:				
Health and human services	33,285,416	34,103,934	30,388,560	3,715,374
Special payments	310,000	312,800	310,406	2,394
Contingency	7,774,279	7,571,371	-	7,571,371
TOTAL EXPENDITURES	<u>41,369,695</u>	<u>41,988,105</u>	<u>30,698,966</u>	<u>11,289,139</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(6,267,623)</u>	<u>(6,104,715)</u>	<u>6,519,871</u>	<u>12,624,586</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	606,589	606,589	606,589	-
Transfers out	(1,706,667)	(1,666,667)	(1,666,667)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,100,078)</u>	<u>(1,060,078)</u>	<u>(1,060,078)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(7,367,701)</u>	<u>(7,164,793)</u>	<u>5,459,793</u>	<u>12,624,586</u>
FUND BALANCE, JUNE 30, 2015	<u>7,689,678</u>	<u>7,486,770</u>	<u>7,486,771</u>	<u>1</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 321,977</u>	<u>\$ 321,977</u>	<u>\$ 12,946,564</u>	<u>\$ 12,624,587</u>

CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Property taxes	\$ 6,360,872	\$ 6,360,872	\$ 6,529,925	\$ 169,053
Total property taxes	6,360,872	6,360,872	6,529,925	169,053
Intergovernmental:				
Local	134,600	134,600	119,980	(14,620)
Total intergovernmental	134,600	134,600	119,980	(14,620)
Charges for services:				
Charges for services	2,030,499	2,030,499	2,112,327	81,828
Total charges for services	2,030,499	2,030,499	2,112,327	81,828
Miscellaneous:				
Other	4,560	4,560	3,976	(584)
Interest	16,000	16,000	29,962	13,962
Contributions	24,000	24,000	30,416	6,416
Total miscellaneous	44,560	44,560	64,354	19,794
TOTAL REVENUES	8,570,531	8,570,531	8,826,586	256,055
EXPENDITURES:				
Current:				
Administration	753,409	753,409	697,151	56,258
Park services	1,497,519	1,497,519	1,256,527	240,992
Program services	444,430	444,430	386,777	57,653
Sports	1,109,751	1,109,751	1,076,220	33,531
Milwaukie Center	723,735	723,735	657,694	66,041
Aquatic Park	1,959,163	1,959,163	1,702,477	256,686
Marketing and communications	373,789	373,789	226,230	147,559
Planning and development	400,610	400,610	249,425	151,185
Natural Resources	412,611	412,611	309,818	102,793
Special payments	266,082	266,082	256,081	10,001
Contingency	2,341,068	2,977,763	-	2,977,763
TOTAL EXPENDITURES	10,282,167	10,918,862	6,818,400	4,100,462
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,711,636)	(2,348,331)	2,008,186	4,356,517
OTHER FINANCING SOURCES (USES):				
Transfers in	276,222	276,222	59,604	(216,618)
Transfers out	(1,442,809)	(1,442,809)	(1,238,882)	203,927
TOTAL OTHER FINANCING SOURCES (USES)	(1,166,587)	(1,166,587)	(1,179,278)	(12,691)
NET CHANGE IN FUND BALANCE	(2,878,223)	(3,514,918)	828,908	4,343,826
FUND BALANCE, JUNE 30, 2015	2,878,223	3,514,918	3,514,919	1
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	4,343,827	\$ 4,343,827
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			34,840	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 4,378,667	

CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT NUTRITION AND TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Local	\$ 330,395	\$ 330,395	\$ 329,054	\$ (1,341)
Total intergovernmental	330,395	330,395	329,054	(1,341)
Charges for services:				
Charges for services	34,250	34,250	21,775	(12,475)
Total charges for services	34,250	34,250	21,775	(12,475)
Miscellaneous:				
Sale of foreclosed property	800	800	2,276	1,476
Contributions	147,000	147,000	175,562	28,562
Total miscellaneous	147,800	147,800	177,838	30,038
TOTAL REVENUES	512,445	512,445	528,667	16,222
EXPENDITURES:				
Current:				
Health and human services				
Nutrition division	492,966	492,966	475,534	17,432
Transportation division	182,739	182,739	144,139	38,600
Special payments	5,000	5,000	-	5,000
Contingency	229,924	259,661	-	259,661
TOTAL EXPENDITURES	910,629	940,366	619,673	320,693
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(398,184)	(427,921)	(91,006)	336,915
OTHER FINANCING SOURCES (USES):				
Transfers in	100,000	100,000	100,000	-
Transfers out	(24,670)	(24,670)	(24,670)	-
TOTAL OTHER FINANCING SOURCES (USES)	75,330	75,330	75,330	-
NET CHANGE IN FUND BALANCE	(322,854)	(352,591)	(15,676)	336,915
FUND BALANCE, JUNE 30, 2015	322,854	352,591	352,593	2
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 336,917	\$ 336,917

**CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT
SYSTEM DEVELOPMENT CHARGES ZONE 1 FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Local	\$ 18,000	\$ 18,000	\$ 12,929	\$ (5,071)
Total intergovernmental	18,000	18,000	12,929	(5,071)
Licenses and permits:				
Licenses and permits	500,000	500,000	658,298	158,298
Total licenses and permits	500,000	500,000	658,298	158,298
Miscellaneous:				
Interest	45	45	5,623	5,578
Total miscellaneous	45	45	5,623	5,578
TOTAL REVENUES	518,045	518,045	676,850	158,805
EXPENDITURES:				
Current:				
Materials and services	18,000	18,000	3,754	14,246
TOTAL EXPENDITURES	18,000	18,000	3,754	14,246
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	500,045	500,045	673,096	173,051
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	22,851	22,851
Transfers out	(1,059,089)	(1,059,089)	(213,364)	845,725
TOTAL OTHER FINANCING SOURCES (USES)	(1,059,089)	(1,059,089)	(190,513)	868,576
NET CHANGE IN FUND BALANCE	(559,044)	(559,044)	482,583	1,041,627
FUND BALANCE, JUNE 30, 2015	559,044	559,044	780,976	221,932
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 1,263,559	\$ 1,263,559

**CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT
SYSTEM DEVELOPMENT CHARGES ZONE 2 FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Local	\$ 5,000	\$ 5,000	\$ 5,204	\$ 204
Total intergovernmental	5,000	5,000	5,204	204
Licenses and permits:				
Licenses and permits	99,000	99,000	263,002	164,002
Total licenses and permits	99,000	99,000	263,002	164,002
Miscellaneous:				
Interest	2,000	2,000	8,445	6,445
Total miscellaneous	2,000	2,000	8,445	6,445
TOTAL REVENUES	106,000	106,000	276,651	170,651
EXPENDITURES:				
Current:				
Materials and services	5,000	5,000	2,125	2,875
TOTAL EXPENDITURES	5,000	5,000	2,125	2,875
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	101,000	101,000	274,526	173,526
OTHER FINANCING SOURCES (USES):				
Transfers in	410,541	410,541	578,472	167,931
Transfers out	(821,251)	(821,251)	(67,129)	754,122
TOTAL OTHER FINANCING SOURCES (USES)	(410,710)	(410,710)	511,343	922,053
NET CHANGE IN FUND BALANCE	(309,710)	(309,710)	785,869	1,095,579
FUND BALANCE, JUNE 30, 2015	309,710	309,710	361,538	51,828
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 1,147,407	\$ 1,147,407

**CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT
SYSTEM DEVELOPMENT CHARGES ZONE 3 FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Local	\$ 5,000	\$ 5,000	\$ 4,082	\$ (918)
Total intergovernmental	5,000	5,000	4,082	(918)
Licenses and permits:				
Licenses and permits	1,898,396	1,898,396	3,122,407	1,224,011
Total licenses and permits	1,898,396	1,898,396	3,122,407	1,224,011
Miscellaneous:				
Interest	7,000	7,000	43,217	36,217
Total miscellaneous	7,000	7,000	43,217	36,217
TOTAL REVENUES	1,910,396	1,910,396	3,169,706	1,259,310
EXPENDITURES:				
Current:				
Materials and services	5,000	5,000	1,271	3,729
TOTAL EXPENDITURES	5,000	5,000	1,271	3,729
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,905,396	1,905,396	3,168,435	1,263,039
OTHER FINANCING SOURCES (USES):				
Transfers in	1,055,973	1,055,973	684,346	(371,627)
Transfers out	(9,633,819)	(9,633,819)	(374,693)	9,259,126
TOTAL OTHER FINANCING SOURCES (USES)	(8,577,846)	(8,577,846)	309,653	8,887,499
NET CHANGE IN FUND BALANCE	(6,672,450)	(6,672,450)	3,478,088	10,150,538
FUND BALANCE, JUNE 30, 2015	6,672,450	6,672,450	6,285,193	(387,257)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 9,763,281	\$ 9,763,281

CLACKAMAS COUNTY, OREGON
CLACKAMAS COUNTY ENHANCED LAW ENFORCEMENT DISTRICT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Property taxes	\$ 6,337,700	\$ 6,337,700	\$ 6,318,226	\$ (19,474)
Total property taxes	<u>6,337,700</u>	<u>6,337,700</u>	<u>6,318,226</u>	<u>(19,474)</u>
Miscellaneous:				
Other	-	-	927	927
Interest	2,500	2,500	7,870	5,370
Total miscellaneous	<u>2,500</u>	<u>2,500</u>	<u>8,797</u>	<u>6,297</u>
TOTAL REVENUES	<u>6,340,200</u>	<u>6,340,200</u>	<u>6,327,023</u>	<u>(13,177)</u>
EXPENDITURES:				
Current:				
Public protection				
Materials and services	6,346,775	6,346,775	6,288,982	57,793
Debt Service:				
Principal	178,425	185,000	185,000	-
Interest and fiscal charges	-	156,640	83,425	73,215
TOTAL EXPENDITURES	<u>6,525,200</u>	<u>6,688,415</u>	<u>6,557,407</u>	<u>131,008</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(185,000)</u>	<u>(348,215)</u>	<u>(230,384)</u>	<u>117,831</u>
NET CHANGE IN FUND BALANCE	(185,000)	(348,215)	(230,384)	117,831
FUND BALANCE, JUNE 30, 2015	<u>185,000</u>	<u>348,215</u>	<u>348,215</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	117,831	<u>\$ 117,831</u>
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			<u>38,479</u>	
FUND BALANCE - US GAAP BASIS, June 30, 2016			<u>\$ 156,310</u>	

**CLACKAMAS COUNTY, OREGON
CLACKAMAS COUNTY EXTENSION AND 4-H SERVICE DISTRICT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Property taxes	\$ 2,077,000	\$ 2,077,000	\$ 2,088,074	\$ 11,074
Total property taxes	2,077,000	2,077,000	2,088,074	11,074
Intergovernmental:				
Federal forest reserve timber sales	-	-	197	197
Total intergovernmental	-	-	197	197
Miscellaneous:				
Interest	16,000	16,000	27,247	11,247
Total miscellaneous	16,000	16,000	27,247	11,247
TOTAL REVENUES	2,093,000	2,093,000	2,115,518	22,518
EXPENDITURES:				
Current:				
Education				
Special payments	5,551,533	5,551,533	1,404,901	4,146,632
Contingency	560,000	560,000	-	560,000
TOTAL EXPENDITURES	6,111,533	6,111,533	1,404,901	4,706,632
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,018,533)	(4,018,533)	710,617	4,729,150
NET CHANGE IN FUND BALANCE	(4,018,533)	(4,018,533)	710,617	4,729,150
FUND BALANCE, JUNE 30, 2015	4,018,533	4,018,533	4,230,646	212,113
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	4,941,263	\$ 4,941,263
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			11,862	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 4,953,125	

**CLACKAMAS COUNTY, OREGON
LIBRARY DISTRICT OF CLACKAMAS COUNTY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Property taxes	\$ 16,316,116	\$ 16,316,116	\$ 16,554,471	\$ 238,355
Payment in lieu of taxes	1,520	1,520	1,558	38
Total property taxes	<u>16,317,636</u>	<u>16,317,636</u>	<u>16,556,029</u>	<u>238,393</u>
Miscellaneous:				
Other	1,412	1,412	3	(1,409)
Interest	18,073	18,073	24,626	6,553
Total miscellaneous	<u>19,485</u>	<u>19,485</u>	<u>24,629</u>	<u>5,144</u>
TOTAL REVENUES	<u>16,337,121</u>	<u>16,337,121</u>	<u>16,580,658</u>	<u>243,537</u>
EXPENDITURES:				
Current:				
Education				
Payments to local governments	16,360,052	16,412,446	15,366,794	1,045,652
Other special payments	1,464,451	1,628,460	740,000	888,460
TOTAL EXPENDITURES	<u>17,824,503</u>	<u>18,040,906</u>	<u>16,106,794</u>	<u>1,934,112</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,487,382)</u>	<u>(1,703,785)</u>	<u>473,864</u>	<u>2,177,649</u>
NET CHANGE IN FUND BALANCE	(1,487,382)	(1,703,785)	473,864	2,177,649
FUND BALANCE, JUNE 30, 2015	<u>1,487,382</u>	<u>1,703,785</u>	<u>1,703,785</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>2,177,649</u>	<u>\$ 2,177,649</u>
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			<u>93,669</u>	
FUND BALANCE - US GAAP BASIS June 30, 2016			<u>\$ 2,271,318</u>	

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:

MAJOR DEBT SERVICE FUND

- Clackamas Town Center Tax Increment Fund

NONMAJOR DEBT SERVICE FUNDS

- Clackamas County Debt Service Fund
- Clackamas County Development Agency:
 - Clackamas Town Center Tax Increment Fund (Major Fund)
 - North Clackamas Revitalization Area Tax Increment Fund
- North Clackamas Parks and Recreation District:
 - Series 2010 Debt Service Fund
 - Series 2008 Debt Service Fund
- Estacada Area County Service District for Library Services Debt Service Fund (Closed in 2016)

**CLACKAMAS COUNTY, OREGON
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2016**

	Clackamas County Development Agency	North Clackamas Parks and Recreation District			
		North Clackamas Parks and Recreation District Series 2010 Debt Service Fund	North Clackamas Parks and Recreation District Series 2008 Debt Service Fund	Total	
	Clackamas County Debt Service Fund	North Clackamas Revitalization Tax Increment Fund			
ASSETS					
Cash and Investments	\$ 557,421	\$ 2,053,829	\$ 1,606,709	\$ 109,806	\$ 4,327,765
Taxes receivable	-	117,999	-	-	117,999
Assessment receivable	61,951	-	-	-	61,951
Due from other funds	11,689	-	-	-	11,689
TOTAL ASSETS	\$ 631,061	\$ 2,171,828	\$ 1,606,709	\$ 109,806	\$ 4,519,404
DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:					
Deferred inflows of resources:					
Unavailable revenue	\$ 61,950	\$ 106,957	\$ -	\$ -	\$ 168,907
TOTAL DEFERRED INFLOWS OF RESOURCES	61,950	106,957	-	-	168,907
Fund balances (deficit):					
Restricted	569,111	2,064,871	1,500,000	109,806	4,243,788
Assigned	-	-	106,709	-	106,709
TOTAL FUND BALANCES (DEFICIT)	569,111	2,064,871	1,606,709	109,806	4,350,497
TOTAL DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 631,061	\$ 2,171,828	\$ 1,606,709	\$ 109,806	\$ 4,519,404

**CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

	Clackamas County Development Agency	North Clackamas Parks and Recreation District	North Clackamas Parks and Recreation District Series 2010 Debt Service Fund	North Clackamas Parks and Recreation District Series 2008 Debt Service Fund	Estacada Area County Service District for Library Services Debt Service Fund	Total
	Clackamas County Debt Service Fund	North Clackamas Revitalization Area Tax Increment Fund				
REVENUES:						
Property taxes	\$ -	\$ 2,302,204	\$ -	\$ -	\$ 13	\$ 2,302,217
Special assessment collections	21,028	-	-	-	-	21,028
Interest	12,585	11,776	2,531	849	-	27,741
Intergovernmental	-	-	1,500,000	-	-	1,500,000
Charges for services	3,725,226	-	-	-	-	3,725,226
TOTAL REVENUES	3,758,839	2,313,980	1,502,531	849	13	7,576,212
EXPENDITURES:						
Current:						
Culture, education and recreation:						
Materials and services	-	-	350	350	50	750
Special payments	-	-	-	-	13,853	13,853
Debt service						
Principal	5,235,000	345,000	350,000	355,000	-	6,285,000
Interest and fiscal charges	3,804,122	209,440	146,300	210,206	-	4,370,068
TOTAL EXPENDITURES	9,039,122	554,440	496,650	565,556	13,903	10,669,671
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,280,283)	1,759,540	1,005,881	(564,707)	(13,890)	(3,093,459)
OTHER FINANCING SOURCES (USES):						
Transfers in	5,222,895	-	496,300	565,557	-	6,284,752
Transfers out	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	5,222,895	-	496,300	565,557	-	6,284,752
NET CHANGE IN FUND BALANCE	(57,388)	1,759,540	1,502,181	850	(13,890)	3,191,293
FUND BALANCE, JUNE 30, 2015	626,499	305,331	104,528	108,956	13,890	1,159,204
FUND BALANCE, JUNE 30, 2016	\$ 569,111	\$ 2,064,871	\$ 1,606,709	\$ 109,806	\$ -	\$ 4,350,497

**CLACKAMAS COUNTY, OREGON
CLACKAMAS TOWN CENTER TAX INCREMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Interest	\$ 75,000	\$ 75,000	\$ 202,230	\$ 127,230
TOTAL REVENUES	<u>75,000</u>	<u>75,000</u>	<u>202,230</u>	<u>127,230</u>
EXPENDITURES:				
Contingency	1,545,279	1,545,279	-	1,545,279
TOTAL EXPENDITURES	<u>1,545,279</u>	<u>1,545,279</u>	<u>-</u>	<u>1,545,279</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,470,279)</u>	<u>(1,470,279)</u>	<u>202,230</u>	<u>1,672,509</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	(5,200,000)	(5,200,000)	-	5,200,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>(5,200,000)</u>	<u>(5,200,000)</u>	<u>-</u>	<u>5,200,000</u>
NET CHANGE IN FUND BALANCE	<u>(6,670,279)</u>	<u>(6,670,279)</u>	<u>202,230</u>	<u>6,872,509</u>
FUND BALANCE, JUNE 30, 2015	<u>6,670,279</u>	<u>6,670,279</u>	<u>32,045,808</u>	<u>25,375,529</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,248,038</u>	<u>\$ 32,248,038</u>

**CLACKAMAS COUNTY, OREGON
CLACKAMAS COUNTY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Internal county services	\$ 2,878,165	\$ 3,725,228	\$ 3,725,226	\$ (2)
Total charges for services	2,878,165	3,725,228	3,725,226	(2)
Miscellaneous:				
Interest	-	-	12,585	12,585
Special assessment collections	125,000	125,000	21,028	(103,972)
Total miscellaneous	125,000	125,000	33,613	(91,387)
TOTAL REVENUES	3,003,165	3,850,228	3,758,839	(91,389)
EXPENDITURES:				
Debt service:				
Principal	5,235,000	5,235,000	5,235,000	-
Interest and fiscal charges	4,195,136	4,464,623	3,804,122	660,501
TOTAL EXPENDITURES	9,430,136	9,699,623	9,039,122	660,501
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(6,426,971)	(5,849,395)	(5,280,283)	569,112
OTHER FINANCING SOURCES (USES):				
Transfers in	6,069,958	5,222,895	5,222,895	-
TOTAL OTHER FINANCING SOURCES (USES)	6,069,958	5,222,895	5,222,895	-
NET CHANGE IN FUND BALANCE	(357,013)	(626,500)	(57,388)	569,112
FUND BALANCE, JUNE 30, 2015	357,013	626,500	626,499	(1)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 569,111	\$ 569,111

CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS REVITALIZATION AREA TAX INCREMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Property taxes	\$ 1,935,000	\$ 1,935,000	\$ 2,303,809	\$ 368,809
Total property taxes	1,935,000	1,935,000	2,303,809	368,809
Miscellaneous:				
Interest	5,000	5,000	11,776	6,776
Total miscellaneous	5,000	5,000	11,776	6,776
TOTAL REVENUES	1,940,000	1,940,000	2,315,585	375,585
EXPENDITURES:				
Debt service:				
Principal	345,000	345,000	345,000	-
Interest and fiscal charges	209,440	209,440	209,440	-
TOTAL EXPENDITURES	554,440	554,440	554,440	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,385,560	1,385,560	1,761,145	375,585
OTHER FINANCING SOURCES (USES):				
Transfers out	(1,400,000)	(1,400,000)	-	1,400,000
TOTAL OTHER FINANCING SOURCES (USES)	(1,400,000)	(1,400,000)	-	1,400,000
NET CHANGE IN FUND BALANCE	(14,440)	(14,440)	1,761,145	1,775,585
FUND BALANCE, JUNE 30, 2015	14,440	14,440	292,684	278,244
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	2,053,829	\$ 2,053,829
 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			11,042	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 2,064,871	

CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT SERIES 2010 DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Local	\$ -	\$ -	\$ 1,500,000	\$ 1,500,000
Total intergovernmental	-	-	1,500,000	1,500,000
Miscellaneous:				
Interest	375	375	2,531	2,156
Total miscellaneous	375	375	2,531	2,156
TOTAL REVENUES	375	375	1,502,531	1,502,156
EXPENDITURES:				
Current:				
Materials and services	500	500	350	150
Debt service:				
Principal	350,000	350,000	350,000	-
Interest and fiscal charges	146,300	146,300	146,300	-
TOTAL EXPENDITURES	496,800	496,800	496,650	150
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(496,425)	(496,425)	1,005,881	1,502,306
OTHER FINANCING SOURCES (USES):				
Transfers in	500,000	500,000	496,300	(3,700)
TOTAL OTHER FINANCING SOURCES (USES)	500,000	500,000	496,300	(3,700)
NET CHANGE IN FUND BALANCE	3,575	3,575	1,502,181	1,498,606
FUND BALANCE, JUNE 30, 2015	104,185	104,185	104,528	343
FUND BALANCE, JUNE 30, 2016	\$ 107,760	\$ 107,760	\$ 1,606,709	\$ 1,498,949

CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT SERIES 2008 DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Miscellaneous:				
Interest	\$ 400	\$ 400	\$ 849	\$ 449
Total miscellaneous	400	400	849	449
TOTAL REVENUES	400	400	849	449
EXPENDITURES:				
Current:				
Culture, education and recreation:				
Materials and services	1,000	1,000	350	650
Debt service:				
Principal	355,000	355,000	355,000	-
Interest and fiscal charges	211,000	211,000	210,206	794
TOTAL EXPENDITURES	567,000	567,000	565,556	1,444
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(566,600)	(566,600)	(564,707)	1,893
OTHER FINANCING SOURCES (USES):				
Transfers in	600,000	600,000	565,557	(34,443)
TOTAL OTHER FINANCING SOURCES (USES)	600,000	600,000	565,557	(34,443)
NET CHANGE IN FUND BALANCE	33,400	33,400	850	(32,550)
FUND BALANCE, JUNE 30, 2015	107,903	107,903	108,956	1,053
FUND BALANCE, JUNE 30, 2016	\$ 141,303	\$ 141,303	\$ 109,806	\$ (31,497)

CLACKAMAS COUNTY, OREGON
ESTACADA AREA COUNTY SERVICE DISTRICT FOR LIBRARY SERVICES DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes:				
Property taxes	\$ -	\$ -	\$ 13	\$ 13
Total taxes	-	-	13	13
TOTAL REVENUES	-	-	13	13
EXPENDITURES:				
Current:				
Culture, education and recreation:				
Miscellaneous	-	-	50	(50)
Special payments	-	-	13,853	(13,853)
TOTAL EXPENDITURES	-	-	13,903	(13,903)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(13,890)	(13,890)
NET CHANGE IN FUND BALANCE	-	-		
FUND BALANCE, JUNE 30, 2015	-	-	13,879	13,879
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	(11)	\$ (11)
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			11	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ -	

CAPITAL PROJECTS FUNDS

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

NONMAJOR CAPITAL PROJECTS FUNDS

- DTD Capital Projects Fund
- Capital Projects Reserve 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 Replacement Fund

**CLACKAMAS COUNTY, OREGON
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
June 30, 2016**

	Clackamas County Development Agency					North Clackamas Parks and Recreation District		Total	
	DTD Capital Projects Fund	Capital Projects Reserve Fund	Clackamas Town Center Development Area Fund	Clackamas Industrial Development Area Fund	Government Camp Development Area Fund	North Clackamas Revitalization Area Fund	Capital Projects Fund		Capital Asset Replacement Fund
ASSETS									
Cash and investments	\$ -	\$ 8,436,288	\$ 6,973,510	\$ 2,324,229	\$ 38,982	\$ 1,671,370	\$ 375,955	\$ 2,813,213	\$ 22,633,547
Accounts receivable	305,798	-	2,347,100	-	-	-	-	-	2,652,898
Assessment receivable	-	-	-	-	-	-	-	-	-
Grants receivable	4,261,901	-	743	-	-	-	36,115	-	4,298,759
Due from other funds	204,440	-	182,751	-	-	-	106,484	-	493,675
Property held for sale	379,500	-	1,706,993	5,889,789	-	-	-	-	7,976,282
Prepaid items	-	500	-	-	-	-	-	-	500
Contracts receivable	-	-	-	-	-	130,824	-	-	130,824
TOTAL ASSETS	\$ 5,151,639	\$ 8,436,788	\$ 11,211,097	\$ 8,214,018	\$ 38,982	\$ 1,802,194	\$ 518,554	\$ 2,813,213	\$ 38,186,485
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES									
Liabilities:									
Book overdraft	\$ 2,998,085	\$ -	\$ -	\$ 6,218	\$ -	\$ -	\$ -	\$ -	\$ 3,004,303
Accounts payable	1,110,843	515,980	282,767	-	38,982	431,103	17,008	48,373	2,445,056
Due to other funds	-	1,050	51,199	15,921	-	290,575	94	44,309	403,148
Unearned revenue	458,251	-	-	-	-	-	-	-	458,251
Deposits	-	-	7,500	11,786	-	-	-	-	19,286
TOTAL LIABILITIES	4,567,179	517,030	341,466	33,925	38,982	721,678	17,102	92,682	6,330,044
Deferred Inflows of Resources:									
Unavailable revenue	-	-	678,312	-	-	-	-	-	678,312
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	678,312	-	-	-	-	-	678,312
Fund balances:									
Nonspendable	379,500	500	1,706,993	5,889,789	-	-	-	-	7,976,782
Restricted	-	-	8,484,326	2,290,304	-	1,080,516	501,452	-	12,356,598
Assigned	204,960	7,919,258	-	-	-	-	-	2,720,531	10,844,749
TOTAL FUND BALANCES	584,460	7,919,758	10,191,319	8,180,093	-	1,080,516	501,452	2,720,531	31,178,129
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 5,151,639	\$ 8,436,788	\$ 11,211,097	\$ 8,214,018	\$ 38,982	\$ 1,802,194	\$ 518,554	\$ 2,813,213	\$ 38,186,485

**CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

	Clackamas County Development Agency					North Clackamas Parks and Recreation District		Total	
	DTD Capital Projects Fund	Capital Projects Reserve Fund	Clackamas Town Center Development Area Fund	Clackamas Industrial Development Area Fund	Government Camp Development Area Fund	North Clackamas Revitalization Area Fund	Capital Projects Fund		Capital Asset Replacement Fund
REVENUES:									
Intergovernmental	\$ 7,888,796	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 212,431	\$ 142,970	\$ 8,244,197
Charges for services	-	40,647	153,285	-	-	-	-	-	193,932
Interest	-	51,849	59,799	18,938	1,193	18,402	2,204	13,578	165,963
Miscellaneous	35,751	-	488,410	144,592	12	102,451	-	-	771,216
TOTAL REVENUES	7,924,547	92,496	701,494	163,530	1,205	120,853	214,635	156,548	9,375,308
EXPENDITURES:									
Current:									
Public ways and facilities	-	252,020	487,350	257,279	254,330	498,069	19,757	7,699	1,776,504
Materials and services	-	-	2,347,063	-	38,982	89,926	-	-	2,475,971
Special payments	-	-	-	-	-	-	-	-	-
Capital outlay	9,396,551	5,560,082	4,875,655	1,735,187	-	1,753,068	334,686	171,925	23,827,154
TOTAL EXPENDITURES	9,396,551	5,812,102	7,710,068	1,992,466	293,312	2,341,063	354,443	179,624	28,079,629
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,472,004)	(5,719,606)	(7,008,574)	(1,828,936)	(292,107)	(2,220,210)	(139,808)	(23,076)	(18,704,321)
OTHER FINANCING SOURCES (USES):									
Gain on sale of property	-	-	804,886	-	-	-	-	-	804,886
Transfers in	1,547,620	4,390,000	-	-	-	-	141,586	600,000	6,679,206
Transfers out	-	-	-	-	-	-	(1,285,669)	(44,309)	(1,329,978)
TOTAL OTHER FINANCING SOURCES (USES)	1,547,620	4,390,000	804,886	-	-	-	(1,144,083)	555,691	6,154,114
NET CHANGE IN FUND BALANCE	75,616	(1,329,606)	(6,203,688)	(1,828,936)	(292,107)	(2,220,210)	(1,283,891)	532,615	(12,550,207)
FUND BALANCE, JUNE 30, 2015	508,844	9,249,364	16,395,007	10,009,029	292,107	3,300,726	1,785,343	2,187,916	43,728,336
FUND BALANCE, JUNE 30, 2016	\$ 584,460	\$ 7,919,758	\$ 10,191,319	\$ 8,180,093	\$ -	\$ 1,080,516	\$ 501,452	\$ 2,720,531	\$ 31,178,129

**CLACKAMAS COUNTY, OREGON
DTD CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental				
Federal	\$ 528,538	\$ 560,590	\$ 856,163	\$ 295,573
State	9,913,766	9,562,475	7,030,282	(2,532,193)
Local	-	285,138	2,351	(282,787)
Total intergovernmental	<u>10,442,304</u>	<u>10,408,203</u>	<u>7,888,796</u>	<u>(2,519,407)</u>
Miscellaneous				
Reimbursements	-	-	35,751	35,751
Total miscellaneous	-	-	<u>35,751</u>	<u>35,751</u>
TOTAL REVENUES	<u>10,442,304</u>	<u>10,408,203</u>	<u>7,924,547</u>	<u>(2,483,656)</u>
EXPENDITURES:				
Capital outlay	11,714,297	12,207,701	9,396,551	2,811,150
Contingency	146,364	249,591	-	249,591
TOTAL EXPENDITURES	<u>11,860,661</u>	<u>12,457,292</u>	<u>9,396,551</u>	<u>3,060,741</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,418,357)</u>	<u>(2,049,089)</u>	<u>(1,472,004)</u>	<u>577,085</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	971,746	1,919,743	1,547,620	(372,123)
TOTAL OTHER FINANCING SOURCES (USES)	<u>971,746</u>	<u>1,919,743</u>	<u>1,547,620</u>	<u>(372,123)</u>
NET CHANGE IN FUND BALANCE	(446,611)	(129,346)	75,616	204,962
FUND BALANCE, JUNE 30, 2015	<u>446,611</u>	<u>129,346</u>	<u>129,344</u>	<u>(2)</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>204,960</u>	<u>\$ 204,960</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Property held for sale reclassified as an asset on the US GAAP basis			<u>379,500</u>	
FUND BALANCE - US GAAP BASIS, June 30, 2016			<u>\$ 584,460</u>	

**CLACKAMAS COUNTY, OREGON
CAPITAL PROJECTS RESERVE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Charges for services	\$ -	\$ -	\$ 40,647	\$ 40,647
Total charges for services	-	-	40,647	40,647
Miscellaneous:				
Interest	30,000	30,000	51,849	21,849
Total miscellaneous	30,000	30,000	51,849	21,849
TOTAL REVENUES	30,000	30,000	92,496	62,496
EXPENDITURES:				
Current:				
Public ways and facilities				
Materials and services	211,561	961,561	252,020	709,541
Capital outlay	10,611,973	11,330,092	5,560,082	5,770,010
Contingency	500,000	-	-	-
TOTAL EXPENDITURES	11,323,534	12,291,653	5,812,102	6,479,551
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(11,293,534)	(12,261,653)	(5,719,606)	6,542,047
OTHER FINANCING SOURCES (USES):				
Transfers in	3,200,000	4,390,000	4,390,000	-
TOTAL OTHER FINANCING SOURCES (USES)	3,200,000	4,390,000	4,390,000	-
NET CHANGE IN FUND BALANCE	(8,093,534)	(7,871,653)	(1,329,606)	6,542,047
FUND BALANCE, JUNE 30, 2015	9,471,243	9,249,362	9,249,364	2
FUND BALANCE, JUNE 30, 2016	\$ 1,377,709	\$ 1,377,709	\$ 7,919,758	\$ 6,542,049

**CLACKAMAS COUNTY, OREGON
LID CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Miscellaneous:				
Interest	\$ 2,500	\$ 2,500	\$ 3,397	\$ 897
Assessment principal	1,500	1,500	-	(1,500)
Assessment interest	1,300	1,300	-	(1,300)
	<u>5,300</u>	<u>5,300</u>	<u>3,397</u>	<u>(1,903)</u>
Total miscellaneous				
	<u>5,300</u>	<u>5,300</u>	<u>3,397</u>	<u>(1,903)</u>
TOTAL REVENUES	<u>5,300</u>	<u>5,300</u>	<u>3,397</u>	<u>(1,903)</u>
EXPENDITURES:				
Current:				
Public ways and facilities:				
Materials and services	200,000	200,000	37	199,963
Contingency	342,284	339,098	-	339,098
	<u>542,284</u>	<u>539,098</u>	<u>37</u>	<u>539,061</u>
TOTAL EXPENDITURES	<u>542,284</u>	<u>539,098</u>	<u>37</u>	<u>539,061</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(536,984)</u>	<u>(533,798)</u>	<u>3,360</u>	<u>537,158</u>
NET CHANGE IN FUND BALANCE	<u>(536,984)</u>	<u>(533,798)</u>	<u>3,360</u>	<u>537,158</u>
FUND BALANCE, JUNE 30, 2015	<u>536,984</u>	<u>533,798</u>	<u>533,798</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 537,158</u>	<u>\$ 537,158</u>

**CLACKAMAS COUNTY, OREGON
FLEET REPLACEMENT RESERVE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Miscellaneous:				
Interest	\$ 500	\$ 500	\$ 244	\$ (256)
Total miscellaneous	500	500	244	(256)
TOTAL REVENUES	500	500	244	(256)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	500	500	244	(256)
OTHER FINANCING SOURCES:				
Transfers out	-	(183,411)	(183,403)	8
TOTAL OTHER FINANCING SOURCES (USES)	-	(183,411)	(183,403)	8
NET CHANGE IN FUND BALANCE	500	(182,911)	(183,159)	(248)
FUND BALANCE, JUNE 30, 2015	182,911	182,911	183,159	248
FUND BALANCE, JUNE 30, 2016	\$ 183,411	\$ -	\$ -	\$ -

**CLACKAMAS COUNTY, OREGON
CLACKAMAS TOWN CENTER DEVELOPMENT AREA FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Local	\$ 10,000	\$ 10,000	\$ -	\$ (10,000)
Intergovernmental revenues	10,000	10,000	-	(10,000)
Charges for services:				
Charges for services	115,000	115,000	153,285	38,285
Total charges for services	115,000	115,000	153,285	38,285
Miscellaneous:				
Interest	25,000	25,000	59,799	34,799
Other	177,000	177,000	488,410	311,410
Total miscellaneous	202,000	202,000	548,209	346,209
TOTAL REVENUES	327,000	327,000	701,494	374,494
EXPENDITURES:				
Current:				
Public ways and facilities				
Materials and services	1,086,683	1,086,683	487,007	599,676
Capital outlay	10,570,000	10,570,000	4,875,998	5,694,002
Special payments	5,190,000	5,190,000	2,347,063	2,842,937
Contingency	527,302	527,302	-	527,302
TOTAL EXPENDITURES	17,373,985	17,373,985	7,710,068	9,663,917
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(17,046,985)	(17,046,985)	(7,008,574)	10,038,411
OTHER FINANCING SOURCES (USES):				
Land sale proceeds	1,300,000	1,300,000	1,296,938	(3,062)
Transfers in	5,200,000	5,200,000	-	(5,200,000)
TOTAL OTHER FINANCING SOURCES (USES)	6,500,000	6,500,000	1,296,938	(5,203,062)
NET CHANGE IN FUND BALANCE	(10,546,985)	(10,546,985)	(5,711,636)	4,835,349
FUND BALANCE, JUNE 30, 2015	10,546,985	10,546,985	12,527,838	1,980,853
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	6,816,202	\$ 6,816,202
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Accounts receivable for funds in escrow			2,346,436	
Property held for sale			1,706,993	
Unavailable revenue - property sales			(678,312)	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 10,191,319	

**CLACKAMAS COUNTY, OREGON
CLACKAMAS INDUSTRIAL DEVELOPMENT AREA FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Intergovernmental	\$ 500,000	\$ 500,000	\$ -	\$ (500,000)
Total intergovernmental	500,000	500,000	-	(500,000)
Miscellaneous:				
Interest	10,000	10,000	18,938	8,938
Asset and property proceeds	3,049,960	3,049,960	144,592	(2,905,368)
Total miscellaneous	3,059,960	3,059,960	163,530	(2,896,430)
TOTAL REVENUES	3,559,960	3,559,960	163,530	(3,396,430)
EXPENDITURES:				
Current:				
Public ways and facilities:				
Materials and services	374,173	374,173	249,484	124,689
Capital outlay	4,793,460	4,793,460	1,742,982	3,050,478
Special payments	650,000	650,000	-	650,000
Contingency	738,266	738,266	-	738,266
TOTAL EXPENDITURES	6,555,899	6,555,899	1,992,466	4,563,433
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,995,939)	(2,995,939)	(1,828,936)	1,167,003
NET CHANGE IN FUND BALANCE	(2,995,939)	(2,995,939)	(1,828,936)	1,167,003
FUND BALANCE, JUNE 30, 2015	2,995,939	2,995,939	4,119,240	1,123,301
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	2,290,304	\$ 2,290,304
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Property held for sale			5,889,789	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 8,180,093	

**CLACKAMAS COUNTY, OREGON
GOVERNMENT CAMP DEVELOPMENT AREA FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Miscellaneous:				
Interest	\$ 100	\$ 2,500	\$ 1,193	\$ (1,307)
Other	12	12	12	-
Total miscellaneous	112	2,512	1,205	(1,307)
TOTAL REVENUES	112	2,512	1,205	(1,307)
EXPENDITURES:				
Current:				
Public ways and facilities:				
Materials and services	15,748	14,089	14,088	1
Capital outlay	286,321	240,263	240,242	21
Special payments	-	40,268	38,982	1,286
TOTAL EXPENDITURES	302,069	294,620	293,312	1,308
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(301,957)	(292,108)	(292,107)	1
NET CHANGE IN FUND BALANCE	(301,957)	(292,108)	(292,107)	1
FUND BALANCE, JUNE 30, 2015	301,957	292,108	292,107	(1)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ -	\$ -

**CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS REVITALIZATION AREA FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Miscellaneous:				
Other	\$ -	\$ -	\$ 48,675	\$ 48,675
Interest	1,000	1,000	18,402	17,402
Total miscellaneous	1,000	1,000	67,077	66,077
TOTAL REVENUES	1,000	1,000	67,077	66,077
EXPENDITURES:				
Current:				
Public ways and facilities:				
Materials and services	709,705	709,705	471,631	238,074
Capital outlay	3,225,000	2,875,000	1,779,506	1,095,494
Special payments	-	350,000	89,926	260,074
Contingency	606,885	606,885	-	606,885
TOTAL EXPENDITURES	4,541,590	4,541,590	2,341,063	2,200,527
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,540,590)	(4,540,590)	(2,273,986)	2,266,604
OTHER FINANCING SOURCES (USES):				
Transfers in	1,400,000	1,400,000	-	(1,400,000)
TOTAL OTHER FINANCING SOURCES (USES)	1,400,000	1,400,000	-	(1,400,000)
NET CHANGE IN FUND BALANCE	(3,140,590)	(3,140,590)	(2,273,986)	866,604
FUND BALANCE, JUNE 30, 2015	3,140,590	3,140,590	3,223,678	83,088
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	949,692	\$ 949,692
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Contract receivable susceptible to accrual			130,824	
FUND BALANCE - US GAAP BASIS, June 30, 2016			\$ 1,080,516	

**CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Federal	\$ -	\$ -	\$ 30,000	\$ 30,000
State	272,750	272,750	45,029	(227,721)
Local	992,684	992,684	137,402	(855,282)
Total intergovernmental	<u>1,265,434</u>	<u>1,265,434</u>	<u>212,431</u>	<u>(1,053,003)</u>
Miscellaneous:				
Other	150,075	150,075	-	(150,075)
Interest	-	-	2,204	2,204
Total miscellaneous	<u>150,075</u>	<u>150,075</u>	<u>2,204</u>	<u>(147,871)</u>
TOTAL REVENUES	<u>1,415,509</u>	<u>1,415,509</u>	<u>214,635</u>	<u>(1,200,874)</u>
EXPENDITURES:				
Current:				
Materials and services	30,000	30,000	19,757	10,243
Capital outlay	12,452,925	12,452,925	334,686	12,118,239
TOTAL EXPENDITURES	<u>12,482,925</u>	<u>12,482,925</u>	<u>354,443</u>	<u>12,128,482</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(11,067,416)</u>	<u>(11,067,416)</u>	<u>(139,808)</u>	<u>10,927,608</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	11,067,416	11,067,416	141,586	(10,925,830)
Transfers out	(1,466,514)	(1,466,514)	(1,285,669)	180,845
TOTAL OTHER FINANCING SOURCES (USES)	<u>9,600,902</u>	<u>9,600,902</u>	<u>(1,144,083)</u>	<u>(10,744,985)</u>
NET CHANGE IN FUND BALANCE	<u>(1,466,514)</u>	<u>(1,466,514)</u>	<u>(1,283,891)</u>	<u>182,623</u>
FUND BALANCE, JUNE 30, 2015	<u>1,466,514</u>	<u>1,466,514</u>	<u>1,785,343</u>	<u>318,829</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 501,452</u>	<u>\$ 501,452</u>

**CLACKAMAS COUNTY, OREGON
NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -
CAPITAL ASSET REPLACEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Local	\$ -	\$ -	\$ 142,970	\$ 142,970
Total intergovernmental	-	-	142,970	142,970
Miscellaneous:				
Interest	5,000	5,000	13,578	8,578
Total miscellaneous	5,000	5,000	13,578	8,578
TOTAL REVENUES	5,000	5,000	156,548	151,548
EXPENDITURES:				
Current:				
Materials and services	45,000	45,000	7,699	37,301
Capital outlay	2,229,088	2,229,088	171,925	2,057,163
Contingency	350,000	350,000	-	350,000
TOTAL EXPENDITURES	2,624,088	2,624,088	179,624	2,444,464
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,619,088)	(2,619,088)	(23,076)	2,596,012
OTHER FINANCING SOURCES (USES):				
Transfers in	600,000	600,000	600,000	-
Transfers out	(162,000)	(162,000)	(44,309)	117,691
TOTAL OTHER FINANCING SOURCES (USES)	438,000	438,000	555,691	117,691
NET CHANGE IN FUND BALANCE	(2,181,088)	(2,181,088)	532,615	2,713,703
FUND BALANCE, JUNE 30, 2015	2,181,088	2,181,088	2,187,916	6,828
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	\$ 2,720,531	\$ 2,720,531

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
 - Telecommunications Services Fund

CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2016

	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										
Current assets:										
Cash and investments	\$ 3,534,698	\$ 6,891,484	\$ 502,777	\$ 42,691	\$ 1,650,709	\$ 822,291	\$ 2,018,367	\$ 519,646	\$ 2,622,113	\$ 18,604,776
Accounts receivable	669	-	80,846	408	22,946	28,502	8,202	10,666	47,650	199,889
Due from other funds	-	188,079	-	3,639	78,415	35,523	7	26,216	85,235	417,114
Other assets	11,850	103,116	3,833	-	1,599	-	49,846	-	3,205	173,449
Total current assets	3,547,217	7,182,679	587,456	46,738	1,753,669	886,316	2,076,422	556,528	2,758,203	19,395,228
Noncurrent assets:										
Capital assets:										
Capital assets not being depreciated	-	-	-	-	-	347,688	-	-	266,500	614,188
Depreciable capital assets, net of depreciation	-	-	196,415	1,908	239,302	758,506	184,637	2,915,435	1,598,126	5,894,329
Total noncurrent assets	-	-	196,415	1,908	239,302	1,106,194	184,637	2,915,435	1,864,626	6,508,517
DEFERRED OUTFLOWS OF RESOURCES										
Current year pension contributions	-	-	49,711	56,331	441,685	91,386	682,686	129,664	896,410	2,347,873
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	3,547,217	7,182,679	833,582	104,977	2,434,656	2,083,896	2,943,745	3,601,627	5,519,239	28,251,618
LIABILITIES AND FUND BALANCES										
Current liabilities:										
Accounts payable	1,578,317	367,296	211,811	1,400	314,730	82,021	30,237	113,760	196,968	2,896,540
Accrued payroll	337,855	20,412	32,118	36,674	255,579	59,707	464,967	80,683	516,945	1,804,940
Compensated absences current	-	-	11,030	6,043	110,908	45,248	205,951	53,562	330,260	763,002
Claims payable	2,633,429	7,286,990	-	-	-	-	-	-	-	9,920,419
Unearned revenue	2,013	-	-	-	-	-	-	-	-	2,013
Deposits	-	-	-	-	1,900	-	-	-	-	1,900
Due to other funds	1,326	-	-	-	1,265	-	-	-	-	2,591
Total current liabilities	4,552,940	7,674,698	254,959	44,117	684,382	186,976	701,155	248,005	1,044,173	15,391,405
Noncurrent liabilities:										
Compensated absences noncurrent	-	-	1,505	825	15,138	6,176	28,111	7,310	45,078	104,143
Net pension liability	-	-	190,034	215,339	1,688,462	349,348	2,609,756	495,676	3,426,775	8,975,390
Other postemployment benefits	-	-	46,285	52,456	411,056	85,076	635,208	120,562	834,014	2,184,657
Total noncurrent liabilities	-	-	237,824	268,620	2,114,656	440,600	3,273,075	623,548	4,305,867	11,264,190
DEFERRED INFLOWS OF RESOURCES										
Pension earnings and share of contributions	-	-	44,951	50,936	399,388	82,635	617,311	117,247	810,568	2,123,036
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	4,552,940	7,674,698	537,734	363,673	3,198,426	710,211	4,591,541	988,800	6,160,608	28,778,631
NET POSITION										
Net investment in capital assets	-	-	196,415	1,908	239,302	1,106,194	184,637	2,915,435	1,864,626	6,508,517
Unrestricted	(1,005,723)	(492,019)	99,433	(260,604)	(1,003,072)	267,491	(1,832,433)	(302,608)	(2,505,995)	(7,035,530)
TOTAL NET POSITION	\$ (1,005,723)	\$ (492,019)	\$ 295,848	\$ (258,696)	\$ (763,770)	\$ 1,373,685	\$ (1,647,796)	\$ 2,612,827	\$ (641,369)	\$ (527,013)

CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	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	Total
OPERATING REVENUES:										
Intergovernmental	\$ -	\$ -	\$ 324,156	\$ -	\$ -	\$ -	\$ 1,531,627	\$ -	\$ 69,649	\$ 1,925,432
Charges for services	-	8,117,497	2,127	540,660	6,619,993	2,556,883	4,995,379	3,092,785	11,101,857	37,027,181
Reimbursements	430,355	139,898	-	-	-	-	-	-	259,659	829,912
Miscellaneous	26,875,547	970	450	-	2,464,518	-	10,706	39,889	37,584	29,429,664
TOTAL OPERATING REVENUES	27,305,902	8,258,365	326,733	540,660	9,084,511	2,556,883	6,537,712	3,132,674	11,468,749	69,212,189
OPERATING EXPENSES:										
Claims	30,266,663	5,165,506	-	-	-	-	-	-	-	35,432,169
Labor and fringe benefits	-	-	537,157	600,980	4,768,265	491,621	7,517,183	1,427,331	9,930,370	25,272,907
OPEB expense	-	-	4,553	9,543	180,450	12,438	51,349	17,412	84,998	360,743
Supplies	-	-	604,217	189,781	5,744,952	1,542,504	1,038,626	2,457,999	3,549,630	15,127,709
Depreciation and amortization	-	-	28,662	-	22,285	199,469	15,180	633,121	629,011	1,527,728
TOTAL OPERATING EXPENSES	30,266,663	5,165,506	1,174,589	800,304	10,715,952	2,246,032	8,622,338	4,535,863	14,194,009	77,721,256
OPERATING INCOME (LOSS)	(2,960,761)	3,092,859	(847,856)	(259,644)	(1,631,441)	310,851	(2,084,626)	(1,403,189)	(2,725,260)	(8,509,067)
NONOPERATING INCOME (EXPENSE):										
Loss on disposal of capital assets	-	-	(3,541)	-	-	(590,155)	(23,487)	(30,776)	-	(647,959)
Interest income	23,988	28,572	2,159	-	-	4,900	10,304	-	12,538	82,461
TOTAL NONOPERATING INCOME (EXPENSE)	23,988	28,572	(1,382)	-	-	(585,255)	(13,183)	(30,776)	12,538	(565,498)
INCOME (LOSS) BEFORE OTHER FINANCING SOURCES (USES)	(2,936,773)	3,121,431	(849,238)	(259,644)	(1,631,441)	(274,404)	(2,097,809)	(1,433,965)	(2,712,722)	(9,074,565)
OTHER FINANCING SOURCES (USES):										
Transfers in	-	750,000	693,746	-	340,403	-	45,590	1,487,772	50,453	3,367,964
TOTAL OTHER FINANCING SOURCES (USES)	-	750,000	693,746	-	340,403	-	45,590	1,487,772	50,453	3,367,964
CHANGE IN NET POSITION	(2,936,773)	3,871,431	(155,492)	(259,644)	(1,291,038)	(274,404)	(2,052,219)	53,807	(2,662,269)	(5,706,601)
NET POSITION, JUNE 30, 2015	1,931,050	(4,363,450)	451,340	948	527,268	1,648,089	404,423	2,559,020	2,020,900	5,179,588
NET POSITION, JUNE 30, 2016	\$ (1,005,723)	\$ (492,019)	\$ 295,848	\$ (258,696)	\$ (763,770)	\$ 1,373,685	\$ (1,647,796)	\$ 2,612,827	\$ (641,369)	\$ (527,013)

**CLACKAMAS COUNTY, OREGON
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

	Self-Insurance Fund	Risk Management Claims Fund	Cable Administration Fund	Record 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	\$ 27,304,084	\$ 8,367,705	\$ 4,198	\$ 538,512	\$ 9,308,969	\$ 2,555,977	\$ 6,521,554	\$ 3,153,847	\$ 11,386,296	\$ 69,141,142
Cash paid for claims and legal fees	(29,155,839)	(4,458,074)	-	-	-	-	-	-	-	(33,613,913)
Cash paid to suppliers for goods and services	-	-	(489,927)	(214,249)	(5,978,517)	(1,644,081)	(1,029,556)	(2,656,610)	(3,422,474)	(15,435,414)
Cash paid to employees for services	-	-	(385,732)	(435,527)	(3,435,160)	(157,983)	(5,267,322)	(998,776)	(6,983,032)	(17,663,532)
Operating grant	-	-	324,156	-	-	-	73,386	-	-	397,542
NET CASH FROM OPERATING ACTIVITIES	(1,851,755)	3,909,631	(547,305)	(111,264)	(104,708)	753,913	298,062	(501,539)	980,790	2,825,825
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:										
Acquisition of capital assets	-	-	(82,548)	-	(49,753)	(910,944)	-	(932,243)	(169,358)	(2,144,846)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	-	-	(82,548)	-	(49,753)	(910,944)	-	(932,243)	(169,358)	(2,144,846)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES										
Transfers from other funds	-	750,000	693,746	-	340,403	-	45,590	1,487,772	50,453	3,367,964
NET CASH FROM NONCAPITAL FINANCING ACTIVITIES	-	750,000	693,746	-	340,403	-	45,590	1,487,772	50,453	3,367,964
CASH FLOWS FROM INVESTING ACTIVITIES:										
Interest received on investments	23,988	28,572	2,159	-	-	4,900	10,304	-	12,538	82,461
NET CASH FLOWS FROM INVESTING ACTIVITIES	23,988	28,572	2,159	-	-	4,900	10,304	-	12,538	82,461
NET CHANGE IN CASH AND CASH EQUIVALENTS	(1,827,767)	4,688,203	66,052	(111,264)	185,942	(152,131)	353,956	53,990	874,423	4,131,404
CASH AND CASH EQUIVALENTS, JUNE 30, 2015	5,362,465	2,203,281	436,725	153,955	1,464,767	974,422	1,664,411	465,656	1,747,690	14,473,372
CASH AND CASH EQUIVALENTS, JUNE 30, 2016	\$ 3,534,698	\$ 6,891,484	\$ 502,777	\$ 42,691	\$ 1,650,709	\$ 822,291	\$ 2,018,367	\$ 519,646	\$ 2,622,113	\$ 18,604,776
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES										
Operating income (loss)	\$ (2,960,761)	\$ 3,092,859	\$ (847,856)	\$ (259,644)	\$ (1,631,441)	\$ 310,851	\$ (2,084,626)	\$ (1,403,189)	\$ (2,725,260)	\$ (8,509,067)
Adjustments to reconcile operating income (loss) to net cash from operating activities:										
Depreciation and amortization	-	-	28,662	-	22,285	199,469	15,180	633,121	629,011	1,527,728
Pension expense	-	-	172,777	157,821	1,435,551	318,944	2,159,200	403,602	2,888,302	7,536,197
Changes in assets and liabilities:										
Accounts receivable	(669)	217,898	876	(44)	36,930	(4,219)	86,272	42,926	(10,825)	369,145
Due from other funds	-	(183,412)	170	(2,104)	187,227	(1,590)	-	(74,518)	(74,518)	(95,980)
Other assets	(1,149)	74,854	575	-	(1,599)	4,903	(29,044)	-	2,890	51,430
Accounts payable	1,031,666	110,566	114,290	(24,468)	(234,830)	(101,577)	9,070	(198,611)	127,156	833,262
Accrued payroll	45,916	50	4,891	7,108	35,529	15,986	97,119	14,791	60,825	282,215
Compensated absences	-	-	(26,243)	523	(10,313)	(1,293)	(6,458)	10,163	(1,789)	(35,410)
Claims payable	32,701	596,816	-	-	-	-	-	-	-	629,517
OPEB liability	-	-	4,553	9,544	52,788	12,439	51,349	17,411	84,998	233,082
Unearned revenue	541	-	-	-	-	-	-	-	-	541
Deposits	-	-	-	-	1,900	-	-	-	-	1,900
Due to other funds	-	-	-	-	1,265	-	-	-	-	1,265
Total adjustments	1,109,006	816,772	300,551	148,380	1,526,733	443,062	2,382,688	901,650	3,706,050	11,334,892
NET CASH FROM OPERATING ACTIVITIES	\$ (1,851,755)	\$ 3,909,631	\$ (547,305)	\$ (111,264)	\$ (104,708)	\$ 753,913	\$ 298,062	\$ (501,539)	\$ 980,790	\$ 2,825,825

**CLACKAMAS COUNTY, OREGON
SELF-INSURANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Charges to other County funds	\$ 290,203	\$ 290,203	\$ 295,849	\$ 5,646
Total charges for services	290,203	290,203	295,849	5,646
Miscellaneous:				
Reimbursements	549,626	549,626	2,518,616	1,968,990
Interest	5,815	5,815	23,988	18,173
Other	28,530,044	28,530,044	24,491,436	(4,038,608)
Total miscellaneous	29,085,485	29,085,485	27,034,040	(2,051,445)
TOTAL REVENUES	29,375,688	29,375,688	27,329,889	(2,045,799)
EXPENDITURES:				
Current - organizational unit:				
General government	25,552,248	28,294,248	30,101,883	(1,807,635)
Special payments	-	258,000	132,078	125,922
Contingency	6,980,999	1,096,491	-	1,096,491
TOTAL EXPENDITURES	32,533,247	29,648,739	30,233,961	(585,222)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(3,157,559)	(273,051)	(2,904,072)	(2,631,021)
NET CHANGE IN FUND BALANCE	(3,157,559)	(273,051)	(2,904,072)	(2,631,021)
FUND BALANCE, JUNE 30, 2015	7,416,286	4,531,778	4,531,778	-
FUND BALANCE, JUNE 30, 2016	\$ 4,258,727	\$ 4,258,727	1,627,706	\$ (2,631,021)
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Claims payable			(2,633,429)	
NET POSITION, as of June 30, 2016			\$ (1,005,723)	

**CLACKAMAS COUNTY, OREGON
RISK MANAGEMENT CLAIMS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Internal county services	\$ 8,405,291	\$ 8,405,291	\$ 8,117,500	\$ (287,791)
Total charges for services	8,405,291	8,405,291	8,117,500	(287,791)
Miscellaneous:				
Reimbursements	125,537	125,537	139,898	14,361
Interest	5,000	5,000	28,572	23,572
Other	1,500	1,500	970	(530)
Total miscellaneous	132,037	132,037	169,440	37,403
TOTAL REVENUES	8,537,328	8,537,328	8,286,940	(250,388)
EXPENDITURES:				
Current - organizational unit:				
General government	5,423,613	5,586,030	4,568,693	1,017,337
Contingency	4,520,845	4,520,845	-	4,520,845
TOTAL EXPENDITURES	9,944,458	10,106,875	4,568,693	5,538,182
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,407,130)	(1,569,547)	3,718,247	5,287,794
OTHER FINANCING SOURCES:				
Transfers in	750,000	750,000	750,000	-
TOTAL OTHER FINANCING SOURCES (USES)	750,000	750,000	750,000	-
NET CHANGE IN FUND BALANCE	(657,130)	(819,547)	4,468,247	5,287,794
FUND BALANCE, JUNE 30, 2015	2,164,310	2,326,727	2,326,724	(3)
FUND BALANCE, JUNE 30, 2016	\$ 1,507,180	\$ 1,507,180	6,794,971	\$ 5,287,791
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Claims payable			(7,286,990)	
NET POSITION, as of June 30, 2016			\$ (492,019)	

**CLACKAMAS COUNTY, OREGON
CABLE ADMINISTRATION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
Local	\$ 330,000	\$ 330,000	\$ 324,156	\$ (5,844)
Total intergovernmental	330,000	330,000	324,156	(5,844)
Charges for services:				
Charges for services	250	250	2,127	1,877
Total charges for services	250	250	2,127	1,877
Miscellaneous:				
Other	-	-	450	450
Interest	435	435	2,159	1,724
Total miscellaneous	435	435	2,609	2,174
TOTAL REVENUES	330,685	330,685	328,892	(1,793)
EXPENDITURES:				
Current - organizational unit:				
General government	1,327,740	1,361,419	1,077,388	284,031
TOTAL EXPENDITURES	1,327,740	1,361,419	1,077,388	284,031
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(997,055)	(1,030,734)	(748,496)	282,238
OTHER FINANCING SOURCES (USES):				
Transfers in	693,746	693,746	693,746	-
TOTAL OTHER FINANCING SOURCES (USES)	693,746	693,746	693,746	-
NET CHANGE IN FUND BALANCE	(303,309)	(336,988)	(54,750)	282,238
FUND BALANCE, JUNE 30, 2015	406,738	398,278	398,277	(1)
FUND BALANCE, JUNE 30, 2016	\$ 103,429	\$ 61,290	343,527	\$ 282,237
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Investment in capital assets			196,415	
Deferred outflows of resources			49,711	
Compensated absences			(12,535)	
Other post employment benefits			(46,285)	
Net pension liability			(190,034)	
Deferred inflows of resources			(44,951)	
NET POSITION, as of June 30, 2016			\$ 295,848	

**CLACKAMAS COUNTY, OREGON
RECORDS MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Internal county services	\$ 373,146	\$ 373,146	\$ 358,037	\$ (15,109)
Other	135,519	135,519	182,623	47,104
	<u>508,665</u>	<u>508,665</u>	<u>540,660</u>	<u>31,995</u>
Total charges for services				
	<u>508,665</u>	<u>508,665</u>	<u>540,660</u>	<u>31,995</u>
TOTAL REVENUES	<u>508,665</u>	<u>508,665</u>	<u>540,660</u>	<u>31,995</u>
EXPENDITURES:				
Current - organizational unit:				
General government	585,958	585,958	632,417	(46,459)
	<u>585,958</u>	<u>585,958</u>	<u>632,417</u>	<u>(46,459)</u>
TOTAL EXPENDITURES	<u>585,958</u>	<u>585,958</u>	<u>632,417</u>	<u>(46,459)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(77,293)</u>	<u>(77,293)</u>	<u>(91,757)</u>	<u>(14,464)</u>
NET CHANGE IN FUND BALANCE	<u>(77,293)</u>	<u>(77,293)</u>	<u>(91,757)</u>	<u>(14,464)</u>
FUND BALANCE, JUNE 30, 2015	<u>77,293</u>	<u>77,293</u>	<u>100,420</u>	<u>23,127</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>8,664</u>	<u>\$ 8,664</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Investment in capital assets			1,908	
Deferred outflows of resources			56,331	
Compensated absences			(6,868)	
Other postemployment benefits			(52,456)	
Net pension liability			(215,339)	
Deferred inflows of resources			<u>(50,936)</u>	
NET POSITION, as of June 30, 2016			<u>\$ (258,696)</u>	

**CLACKAMAS COUNTY, OREGON
FACILITIES MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services	\$ 41,062	\$ 41,062	\$ 72,824	\$ 31,762
Internal county services	6,590,225	6,590,225	6,278,571	(311,654)
Other	229,565	229,565	274,902	45,337
Total charges for services	6,860,852	6,860,852	6,626,297	(234,555)
Miscellaneous:				
Reimbursements	2,446,674	2,446,674	2,453,489	6,815
Other	2,392	2,392	4,726	2,334
Total miscellaneous	2,449,066	2,449,066	2,458,215	9,149
TOTAL REVENUES	9,309,918	9,309,918	9,084,512	(225,406)
EXPENDITURES:				
Current - organizational unit:				
General government	10,275,497	10,670,997	9,265,395	1,405,602
Contingency	286,978	-	-	-
TOTAL EXPENDITURES	10,562,475	10,670,997	9,265,395	1,405,602
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,252,557)	(1,361,079)	(180,883)	1,180,196
OTHER FINANCING SOURCES:				
Transfers in	200,000	340,403	340,403	-
TOTAL OTHER FINANCING SOURCES (USES)	200,000	340,403	340,403	-
NET CHANGE IN FUND BALANCE	(1,052,557)	(1,020,676)	159,520	1,180,196
FUND BALANCE, JUNE 30, 2015	1,052,557	1,020,676	1,020,675	(1)
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	1,180,195	\$ 1,180,195
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Investment in capital assets			239,302	
Deferred outflows of resources			441,685	
Compensated absences			(126,046)	
Other postemployment benefits			(411,056)	
Net pension liability			(1,688,462)	
Deferred inflows of resources			(399,388)	
NET POSITION, as of June 30, 2016			\$ (763,770)	

**CLACKAMAS COUNTY, OREGON
ELECTRONIC SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Internal county services	\$ 2,431,402	\$ 2,431,402	\$ 2,437,348	\$ 5,946
Other	-	-	119,535	119,535
Total charges for services	<u>2,431,402</u>	<u>2,431,402</u>	<u>2,556,883</u>	<u>125,481</u>
Miscellaneous:				
Interest	-	-	4,900	4,900
Total miscellaneous	<u>-</u>	<u>-</u>	<u>4,900</u>	<u>4,900</u>
TOTAL REVENUES	<u>2,431,402</u>	<u>2,431,402</u>	<u>2,561,783</u>	<u>130,381</u>
EXPENDITURES:				
Current - organizational unit:				
General government	<u>2,937,059</u>	<u>3,241,621</u>	<u>2,627,417</u>	<u>614,204</u>
TOTAL EXPENDITURES	<u>2,937,059</u>	<u>3,241,621</u>	<u>2,627,417</u>	<u>614,204</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(505,657)</u>	<u>(810,219)</u>	<u>(65,634)</u>	<u>744,585</u>
NET CHANGE IN FUND BALANCE	<u>(505,657)</u>	<u>(810,219)</u>	<u>(65,634)</u>	<u>744,585</u>
FUND BALANCE, JUNE 30, 2015	<u>505,657</u>	<u>810,219</u>	<u>810,222</u>	<u>3</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>744,588</u>	<u>\$ 744,588</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Investment in capital assets			1,106,194	
Deferred outflows of resources			91,386	
Compensated absences			(51,424)	
Other postemployment benefits			(85,076)	
Net pension liability			(349,348)	
Deferred inflows of resources			<u>(82,635)</u>	
NET POSITION, as of June 30, 2016			<u>\$ 1,373,685</u>	

**CLACKAMAS COUNTY, OREGON
CENTRAL DISPATCH FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
State	\$ 1,511,700	\$ 1,511,700	\$ 1,512,437	\$ 737
Local	19,143	19,143	19,190	47
Total intergovernmental	1,530,843	1,530,843	1,531,627	784
Charges for services:				
Internal county services	2,387,343	2,387,343	2,387,874	531
Other	2,607,505	2,607,505	2,607,505	-
Total charges for services	4,994,848	4,994,848	4,995,379	531
Miscellaneous:				
Interest	3,200	3,200	10,304	7,104
Other	10,000	10,000	10,706	706
Total miscellaneous	13,200	13,200	21,010	7,810
TOTAL REVENUES	6,538,891	6,538,891	6,548,016	9,125
EXPENDITURES:				
Current - organizational unit:				
General government	6,809,056	6,809,056	6,403,067	405,989
Contingency	345,590	473,072	-	473,072
TOTAL EXPENDITURES	7,154,646	7,282,128	6,403,067	879,061
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(615,755)	(743,237)	144,949	888,186
OTHER FINANCING SOURCES:				
Transfers in	45,590	45,590	45,590	-
TOTAL OTHER FINANCING SOURCES (USES)	45,590	45,590	45,590	-
NET CHANGE IN FUND BALANCE	(570,165)	(697,647)	190,539	888,186
FUND BALANCE, JUNE 30, 2015	1,263,199	1,390,681	1,390,679	(2)
FUND BALANCE, JUNE 30, 2016	\$ 693,034	\$ 693,034	1,581,218	\$ 888,184
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Investment in capital assets			184,637	
Deferred outflows of resources			682,686	
Compensated absences			(234,062)	
Other post employment benefits			(635,208)	
Net pension liability			(2,609,756)	
Deferred inflows of resources			(617,311)	
NET POSITION, as of June 30, 2016			\$ (1,647,796)	

**CLACKAMAS COUNTY, OREGON
FLEET SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Internal county services	\$ 4,611,618	\$ 4,611,618	\$ 3,054,158	\$ (1,557,460)
Other	25,000	25,000	38,626	13,626
Total charges for services	4,636,618	4,636,618	3,092,784	(1,543,834)
Miscellaneous:				
Other	40,000	40,000	39,889	(111)
Total miscellaneous	40,000	40,000	39,889	(111)
TOTAL REVENUES	4,676,618	4,676,618	3,132,673	(1,543,945)
EXPENDITURES:				
Current - organizational unit:				
General government	5,828,206	5,981,231	4,403,808	1,577,423
Contingency	-	145,448	-	145,448
TOTAL EXPENDITURES	5,828,206	6,126,679	4,403,808	1,722,871
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,151,588)	(1,450,061)	(1,271,135)	178,926
OTHER FINANCING SOURCES (USES):				
Transfers in	1,151,588	1,488,024	1,487,772	(252)
TOTAL OTHER FINANCING SOURCES (USES)	1,151,588	1,488,024	1,487,772	(252)
NET CHANGE IN FUND BALANCE	-	37,963	216,637	178,674
FUND BALANCE, JUNE 30, 2015	-	145,448	145,448	-
FUND BALANCE, JUNE 30, 2016	\$ -	\$ 183,411	362,085	\$ 178,674
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Investment in capital assets			2,915,435	
Deferred outflows of resources			129,664	
Compensated absences			(60,872)	
Other post employment benefits			(120,562)	
Net pension liability			(495,676)	
Deferred inflows of resources			(117,247)	
NET POSITION, as of June 30, 2016			\$ 2,612,827	

**CLACKAMAS COUNTY, OREGON
TECHNOLOGY SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
State	\$ 35,000	\$ 35,000	\$ 69,649	\$ 34,649
Total intergovernmental	35,000	35,000	69,649	34,649
Charges for services:				
Charges for services	206,220	206,220	206,220	-
Internal county services	10,604,567	10,604,567	10,488,210	(116,357)
Other	320,000	320,000	407,427	87,427
Total charges for services	11,130,787	11,130,787	11,101,857	(28,930)
Miscellaneous:				
Reimbursements	325,425	325,425	259,659	(65,766)
Interest	-	-	12,538	12,538
Other	33,000	33,000	37,584	4,584
Total miscellaneous	358,425	358,425	309,781	(48,644)
TOTAL REVENUES	11,524,212	11,524,212	11,481,287	(42,925)
EXPENDITURES:				
Current - organizational unit:				
General government	11,403,375	11,946,478	10,762,844	1,183,634
Contingency	305,296	305,296	-	305,296
TOTAL EXPENDITURES	11,708,671	12,251,774	10,762,844	1,488,930
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(184,459)	(727,562)	718,443	1,446,005
OTHER FINANCING SOURCES (USES):				
Transfers in	35,000	50,453	50,453	-
TOTAL OTHER FINANCING SOURCES (USES)	35,000	50,453	50,453	-
NET CHANGE IN FUND BALANCE	(149,459)	(677,109)	768,896	1,446,005
FUND BALANCE, JUNE 30, 2015	547,743	1,275,393	1,275,394	1
FUND BALANCE, JUNE 30, 2016	\$ 398,284	\$ 598,284	2,044,290	\$ 1,446,006
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Investment in capital assets			1,864,626	
Deferred outflows of resources			896,410	
Compensated absences			(375,338)	
Other post employment benefits			(834,014)	
Net pension liability			(3,426,775)	
Deferred inflows of resources			(810,568)	
NET POSITION, as of June 30, 2016			\$ (641,369)	

PROPRIETARY FUNDS

Clackamas County Service District No. 1 (Major Fund)

Sanitary Sewer and Surface Water Funds - The Sanitary Sewer and Surface Water Funds account for all activities not accounted for by the District's other funds, primarily sewerage and surface water operations. Primary resources are monthly service charges and interest earnings.

System Development Charge Funds - The Sanitary Sewer and Surface Water System Development Charge (SDC) Funds account for capital expenditures that are related to growth or capacity increases. The primary resources are connection fees.

Construction Funds - The Sanitary Sewer and Surface Water Construction Funds account for non-SDC capital expenditures. The primary resources are transfers from other funds, interest earnings and bond proceeds.

Revenue Bond Fund - The Revenue Bond Fund accounts for redemption of revenue bonds and interest thereon. The primary resource is sewer user and surface water management monthly fees transferred from other funds.

State Revolving Loan Debt Service Fund - The State Revolving Loan Debt Service Fund accounts for payment of the Department of Environmental Quality loans. The primary revenue source is a transfer from the Sanitary Sewer Fund.

Tri-City Service District (Major Fund)

General Fund - The General Fund accounts for all activities not accounted for by the District's other funds, primarily sewer operations. The primary resources are sewerage service charges and intergovernmental revenue.

System Development Charge Fund - The System Development Charge Fund (SDC) accounts for sanitary sewer capital expenditures related to growth or increased capacity. The primary resources are connection charges.

Construction Fund - The Construction Fund accounts for non-SDC sanitary sewer capital expenditures. The primary revenue resources are transfers from the General Fund and interest earnings.

State Revolving Loan Debt Service Fund - The State Revolving Loan Debt Service Fund accounts for payment of the Department of Environmental Quality loan. The primary revenue source is an transfer from the General Fund.

Clackamas County Service District No. 5 (Non-Major) - The District constructs and operates facilities for lighting of streets and highways in a particular area of Clackamas County, Oregon.

Surface Water Management Agency of Clackamas County (Non-Major) – The Agency was formed as a service district to serve those unincorporated areas which drain into the lower Tualatin River and the Oswego Lake Basin located within the County's boundaries.

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

Clackamas Broadband Utility Fund – The Clackamas Broadband Utility Fund accounts for the operation of fiber infrastructure created under the Broadband Technologies Opportunities Program Grant project.

**CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF NET POSITION
NON-MAJOR PROPRIETARY FUNDS
JUNE 30, 2016**

	Clackamas County Service District No. 5	Surface Water Management Agency of Clackamas County	Stone Creek Golf Course Fund	Clackamas Broadband Utility Fund	Total Non-Major Enterprise Funds
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 2,141,946	\$ 485,389	\$ 554,967	\$ 254,661	\$ 3,436,963
Accounts receivable, net	12,079	13,506	40,251	193,989	259,825
Assessments receivable	117,571	-	-	-	117,571
Other assets	-	956	299,825	978	301,759
	<u>2,271,596</u>	<u>499,851</u>	<u>895,043</u>	<u>449,628</u>	<u>4,116,118</u>
Total current assets					
Noncurrent assets:					
Capital assets:					
Capital assets not being depreciated	-	-	9,477,809	-	9,477,809
Depreciable capital assets, net of depreciation	-	67,826	2,186,441	11,037,888	13,292,155
	<u>-</u>	<u>67,826</u>	<u>11,664,250</u>	<u>11,037,888</u>	<u>22,769,964</u>
Total noncurrent assets					
DEFERRED OUTFLOWS OF RESOURCES					
Current year pension contributions	-	-	-	20,830	20,830
	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,830</u>	<u>20,830</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
	<u>2,271,596</u>	<u>567,677</u>	<u>12,559,293</u>	<u>11,508,346</u>	<u>26,906,912</u>
LIABILITIES					
Current liabilities:					
Accounts and claims payable	84,682	1,319	6,594	292,565	385,160
Accrued payroll	-	-	-	12,364	12,364
Due to other funds	23,606	2,221	-	-	25,827
Compensated absences	-	-	-	6,415	6,415
	<u>108,288</u>	<u>3,540</u>	<u>6,594</u>	<u>311,344</u>	<u>429,766</u>
Total current liabilities					
Noncurrent liabilities:					
Compensated absences	-	-	-	875	875
Net pension liability	-	-	-	79,628	79,628
Other postemployment benefits	-	-	-	19,396	19,396
	<u>-</u>	<u>-</u>	<u>-</u>	<u>99,899</u>	<u>99,899</u>
Total noncurrent liabilities					
DEFERRED INFLOWS OF RESOURCES					
Pension earnings and share of contributions	-	-	-	18,835	18,835
	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,835</u>	<u>18,835</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES					
	<u>108,288</u>	<u>3,540</u>	<u>6,594</u>	<u>430,078</u>	<u>548,500</u>
NET POSITION					
Net investment in capital assets	-	67,826	11,664,250	11,037,888	22,769,964
Unrestricted	2,163,308	496,311	888,449	40,380	3,588,448
	<u>2,163,308</u>	<u>496,311</u>	<u>888,449</u>	<u>40,380</u>	<u>3,588,448</u>
TOTAL NET POSITION	<u>\$ 2,163,308</u>	<u>\$ 564,137</u>	<u>\$ 12,552,699</u>	<u>\$ 11,078,268</u>	<u>\$ 26,358,412</u>

CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NON-MAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Clackamas County Service District No. 5	Surface Water Management Agency of Clackamas County	Stone Creek Golf Course Fund	Clackamas Broadband Utility Fund	Total Non-Major Enterprise Funds
OPERATING REVENUES:					
Charges for services	\$ 2,039,594	\$ 172,894	\$ 2,731,835	\$ 1,302,387	\$ 6,246,710
Other	-	18,370	-	49,421	67,791
TOTAL OPERATING REVENUES	<u>2,039,594</u>	<u>191,264</u>	<u>2,731,835</u>	<u>1,351,808</u>	<u>6,314,501</u>
OPERATING EXPENSES:					
Labor and fringe benefits	-	53,923	-	249,482	303,405
Utilities	1,626,896	223	-	-	1,627,119
Supplies	-	2,770	-	-	2,770
Professional services	-	9,863	-	-	9,863
Other operating expenses	-	36,820	2,193,534	272,103	2,502,457
Administrative expenses	185,124	-	-	-	185,124
Depreciation and amortization	-	2,268	104,192	585,182	691,642
TOTAL OPERATING EXPENSES	<u>1,812,020</u>	<u>105,867</u>	<u>2,297,726</u>	<u>1,106,767</u>	<u>5,322,380</u>
OPERATING INCOME (LOSS)	<u>227,574</u>	<u>85,397</u>	<u>434,109</u>	<u>245,041</u>	<u>992,121</u>
NONOPERATING INCOME (EXPENSE):					
Interest income	11,311	1,611	4,371	1,888	19,181
Interest expense	-	-	-	-	-
Gain (loss) on disposal of capital assets	(49,641)	-	-	-	(49,641)
TOTAL NONOPERATING INCOME (EXPENSE)	<u>(38,330)</u>	<u>1,611</u>	<u>4,371</u>	<u>1,888</u>	<u>(30,460)</u>
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	<u>189,244</u>	<u>87,008</u>	<u>438,480</u>	<u>246,929</u>	<u>961,661</u>
OTHER FINANCING SOURCES (USES):					
Capital contributions	-	-	-	-	-
Transfers out	-	-	(250,000)	-	(250,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(250,000)</u>	<u>-</u>	<u>(250,000)</u>
CHANGE IN NET POSITION	<u>189,244</u>	<u>87,008</u>	<u>188,480</u>	<u>246,929</u>	<u>711,661</u>
NET POSITION, June 30, 2015	<u>1,974,064</u>	<u>477,129</u>	<u>12,364,219</u>	<u>10,831,339</u>	<u>25,646,751</u>
NET POSITION, June 30 2016	<u>\$ 2,163,308</u>	<u>\$ 564,137</u>	<u>\$ 12,552,699</u>	<u>\$ 11,078,268</u>	<u>\$ 26,358,412</u>

**CLACKAMAS COUNTY, OREGON
COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

	Clackamas County Service District No. 5	Surface Water Management Agency of Clackamas County	Stone Creek Golf Course Fund	Clackamas Broadband Utility Fund	Total Non-Major Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received for services	\$ -	\$ -	\$ 2,661,596	\$ 1,201,000	\$ 3,862,596
Cash received from customers	2,028,630	176,630	-	-	2,205,260
Cash paid to suppliers for goods and services	(1,629,795)	(104,906)	(2,235,112)	(53,079)	(4,022,892)
Cash paid to employees for services	-	-	-	(151,314)	(151,314)
Cash paid to related entities for services	(216,106)	-	-	-	(216,106)
Other operating revenue	-	18,370	-	-	18,370
NET CASH FROM OPERATING ACTIVITIES	182,729	90,094	426,484	996,607	1,695,914
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition of capital assets	-	-	(87,590)	(1,200,853)	(1,288,443)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	-	-	(87,590)	(1,200,853)	(1,288,443)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers to other funds	-	-	(250,000)	-	(250,000)
NET CASH FROM NONCAPITAL FINANCING ACTIVITIES	-	-	(250,000)	-	(250,000)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received on investments	11,311	1,679	4,371	1,888	19,249
NET CHANGE IN CASH AND CASH EQUIVALENTS	194,040	91,773	93,265	(202,358)	176,720
CASH AND CASH EQUIVALENTS, June 30, 2015	1,947,906	393,616	461,702	457,019	3,260,243
CASH AND CASH EQUIVALENTS, June 30, 2016	\$ 2,141,946	\$ 485,389	\$ 554,967	\$ 254,661	\$ 3,436,963
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES					
Operating income (loss)	\$ 227,574	\$ 85,397	\$ 434,109	\$ 245,041	\$ 992,121
Adjustments to reconcile operating income to net cash from operating activities:					
Depreciation and amortization	-	2,268	104,192	585,182	691,642
Pension expense	-	-	-	79,198	79,198
Changes in assets and liabilities:					
Accounts and other receivables	(10,964)	3,736	(31,182)	(155,963)	(194,373)
Other assets	-	(510)	(39,057)	(978)	(40,545)
Accounts payable	(2,899)	(627)	(41,578)	219,024	173,920
Other liabilities	-	-	-	18,970	18,970
Due to other funds	(30,982)	(170)	-	6,133	(25,019)
Total adjustments	(44,845)	4,697	(7,625)	751,566	703,793
NET CASH FROM OPERATING ACTIVITIES	\$ 182,729	\$ 90,094	\$ 426,484	\$ 996,607	\$ 1,695,914
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES					
Loss on disposal of assets	\$ (49,641)	\$ -	\$ -	\$ -	\$ (49,641)

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
SANITARY SEWER FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Monthly service charges	\$ 19,194,917	\$ 19,194,917	\$ 20,079,224	\$ 884,307
Operation payments by cities	4,301,854	4,301,854	4,435,104	133,250
Assessments collected	30,000	30,000	43,917	13,917
Sewer hookup fees	5,000	5,000	6,950	1,950
Sewer hookup contract payment	-	-	16,813	16,813
Special connection charges	100,000	100,000	398,995	298,995
Interest on investments	30,137	30,137	103,847	73,710
Grants	244,300	244,300	-	(244,300)
Miscellaneous	827,600	827,600	964,485	136,885
TOTAL REVENUES	24,733,808	24,733,808	26,049,335	1,315,527
EXPENDITURES:				
Materials and services	13,840,249	13,840,249	11,980,342	1,859,907
Contingency	2,306,708	2,306,708	-	2,306,708
TOTAL EXPENDITURES	16,146,957	16,146,957	11,980,342	4,166,615
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	8,586,851	8,586,851	14,068,993	5,482,142
OTHER FINANCING SOURCES (USES):				
Transfers to other funds				
Revenue Bond Fund	(6,911,725)	(6,911,725)	(6,911,725)	-
Sanitary sewer construction fund	(7,000,000)	(7,000,000)	(7,000,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	(13,911,725)	(13,911,725)	(13,911,725)	-
NET CHANGE IN FUND BALANCE	(5,324,874)	(5,324,874)	157,268	5,482,142
FUND BALANCE, JUNE 30, 2015	6,027,385	6,027,385	6,327,838	300,453
FUND BALANCE, JUNE 30, 2016	\$ 702,511	\$ 702,511	6,485,106	\$ 5,782,595
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Mortgage connection receivable			102,959	
Capital assets, net			166,460,317	
Prepaid expenses			15,984	
Bonds receivable			1,187,086	
Interest receivable			259,614	
Due to other entities			(391,641)	
Bond assessments receivable			653,875	
Contracts receivable			1,140,905	
Other long term liabilities			(229,900)	
Other			(64,100)	
NET POSITION - US GAAP BASIS, June 30, 2016			\$ 175,620,205	

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
SANITARY SEWER SYSTEM DEVELOPMENT CHARGE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Connection charges by cities	\$ -	\$ -	\$ 77,010	\$ 77,010
Connection charges	3,319,800	3,319,800	5,853,091	2,533,291
Interest	50,061	50,061	49,571	(490)
TOTAL REVENUES	3,369,861	3,369,861	5,979,672	2,609,811
EXPENDITURES:				
Capital outlay	2,379,000	2,379,000	618,685	1,760,315
Contingency	594,750	594,750	-	594,750
TOTAL EXPENDITURES	2,973,750	2,973,750	618,685	2,355,065
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	396,111	396,111	5,360,987	4,964,876
NET CHANGE IN FUND BALANCE	396,111	396,111	5,360,987	4,964,876
FUND BALANCE, JUNE 30, 2015	10,012,136	10,012,136	9,853,964	(158,172)
FUND BALANCE, JUNE 30, 2016	\$ 10,408,247	\$ 10,408,247	15,214,951	\$ 4,806,704
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Interest receivable			11,312	
NET POSITION - US GAAP BASIS, June 30, 2016			\$ 15,226,263	

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
SANITARY SEWER CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Grants	\$ -	\$ -	\$ 386,366	\$ 386,366
Interest	49,942	49,942	30,690	(19,252)
Miscellaneous	-	-	109,299	109,299
TOTAL REVENUES	<u>49,942</u>	<u>49,942</u>	<u>526,355</u>	<u>476,413</u>
EXPENDITURES:				
Capital outlay	8,619,000	8,619,000	2,495,220	6,123,780
Contingency	2,154,750	2,154,750	-	2,154,750
TOTAL EXPENDITURES	<u>10,773,750</u>	<u>10,773,750</u>	<u>2,495,220</u>	<u>8,278,530</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(10,723,808)</u>	<u>(10,723,808)</u>	<u>(1,968,865)</u>	<u>8,754,943</u>
OTHER FINANCING SOURCES (USES):				
Transfers from Sanitary Sewer Fund	7,000,000	7,000,000	7,000,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>7,000,000</u>	<u>7,000,000</u>	<u>7,000,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(3,723,808)</u>	<u>(3,723,808)</u>	<u>5,031,135</u>	<u>8,754,943</u>
FUND BALANCE, JUNE 30, 2015	<u>9,988,489</u>	<u>9,988,489</u>	<u>10,457,833</u>	<u>469,344</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 6,264,681</u>	<u>\$ 6,264,681</u>	<u>15,488,968</u>	<u>\$ 9,224,287</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Interest receivable			<u>11,725</u>	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 15,500,693</u>	

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
SURFACE WATER FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Monthly service charges	\$ 4,276,756	\$ 4,276,756	\$ 4,246,425	\$ (30,331)
Interest	21,426	21,426	18,921	(2,505)
Miscellaneous	200,000	200,000	306,742	106,742
TOTAL REVENUES	<u>4,498,182</u>	<u>4,498,182</u>	<u>4,572,088</u>	<u>73,906</u>
EXPENDITURES:				
Materials and services	4,037,046	4,037,046	3,395,971	641,075
Contingency	672,841	672,841	-	672,841
TOTAL EXPENDITURES	<u>4,709,887</u>	<u>4,709,887</u>	<u>3,395,971</u>	<u>1,313,916</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(211,705)</u>	<u>(211,705)</u>	<u>1,176,117</u>	<u>1,387,822</u>
NET CHANGE IN FUND BALANCE	(211,705)	(211,705)	1,176,117	1,387,822
FUND BALANCE, JUNE 30, 2015	<u>4,285,256</u>	<u>4,285,256</u>	<u>4,658,632</u>	<u>373,376</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 4,073,551</u>	<u>\$ 4,073,551</u>	<u>5,834,749</u>	<u>\$ 1,761,198</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Due from NCSA general fund			124,015	
Capital assets, net			17,257,841	
Interest receivable			4,211	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 23,220,816</u>	

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
SURFACE WATER SYSTEM DEVELOPMENT CHARGE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Connection charges	\$ 103,000	\$ 103,000	\$ 239,176	\$ 136,176
Interest	7,217	7,217	5,703	(1,514)
TOTAL REVENUES	<u>110,217</u>	<u>110,217</u>	<u>244,879</u>	<u>134,662</u>
EXPENDITURES:				
Capital outlay	560,000	560,000	-	560,000
Contingency	140,000	140,000	-	140,000
TOTAL EXPENDITURES	<u>700,000</u>	<u>700,000</u>	<u>-</u>	<u>700,000</u>
NET CHANGE IN FUND BALANCE	(589,783)	(589,783)	244,879	834,662
FUND BALANCE, JUNE 30, 2015	<u>1,443,480</u>	<u>1,443,480</u>	<u>1,444,226</u>	<u>746</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 853,697</u>	<u>\$ 853,697</u>	1,689,105	<u>\$ 835,408</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Interest receivable			<u>1,260</u>	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 1,690,365</u>	

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
SURFACE WATER CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Grants	\$ 30,000	\$ 30,000	\$ 12,164	\$ (17,836)
Interest	23,698	23,698	15,151	(8,547)
TOTAL REVENUES	<u>53,698</u>	<u>53,698</u>	<u>27,315</u>	<u>(26,383)</u>
EXPENDITURES:				
Capital outlay	1,060,000	1,060,000	200,194	859,806
Contingency	265,000	265,000	-	265,000
TOTAL EXPENDITURES	<u>1,325,000</u>	<u>1,325,000</u>	<u>200,194</u>	<u>1,124,806</u>
NET CHANGE IN FUND BALANCE	(1,271,302)	(1,271,302)	(172,879)	1,098,423
FUND BALANCE, JUNE 30, 2015	<u>4,739,523</u>	<u>4,739,523</u>	<u>4,407,268</u>	<u>(332,255)</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 3,468,221</u>	<u>\$ 3,468,221</u>	<u>4,234,389</u>	<u>\$ 766,168</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):				
Interest receivable			<u>3,149</u>	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 4,237,538</u>	

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
REVENUE BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Collection of assessment interest	\$ 15,000	\$ 15,000	\$ 19,517	\$ 4,517
Interest	41,757	41,757	77,770	36,013
TOTAL REVENUES	<u>56,757</u>	<u>56,757</u>	<u>97,287</u>	<u>40,530</u>
EXPENDITURES:				
Debt service:				
Principal	3,240,000	3,240,000	3,240,000	-
Interest	3,856,314	3,856,314	3,856,312	2
TOTAL EXPENDITURES	<u>7,096,314</u>	<u>7,096,314</u>	<u>7,096,312</u>	<u>2</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(7,039,557)</u>	<u>(7,039,557)</u>	<u>(6,999,025)</u>	<u>40,532</u>
OTHER FINANCING SOURCES (USES):				
Transfer from other funds:				
Sanitary Sewer Fund	6,911,725	6,911,725	6,911,725	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>6,911,725</u>	<u>6,911,725</u>	<u>6,911,725</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(127,832)	(127,832)	(87,300)	40,532
FUND BALANCE, JUNE 30, 2015	<u>8,351,414</u>	<u>8,351,414</u>	<u>8,420,424</u>	<u>69,010</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 8,223,582</u>	<u>\$ 8,223,582</u>	8,333,124	<u>\$ 109,542</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Due from NCSA B&I			(1,187,086)	
Capitalized bond issuance cost			719,533	
Long term debt			(88,442,214)	
Happy Valley lien			154,059	
Bonds payable			(3,372,120)	
Interest payable			(317,943)	
Interest receivable			<u>6,166</u>	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ (84,106,481)</u>	

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
STATE REVOLVING LOAN DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Assessments collected	\$ 370,000	\$ 370,000	\$ 793,768	\$ 423,768
Interest on assessments	-	-	173,494	173,494
Interest	19,849	19,849	14,994	(4,855)
TOTAL REVENUES	<u>389,849</u>	<u>389,849</u>	<u>982,256</u>	<u>592,407</u>
EXPENDITURES:				
Debt service:				
Principal	403,346	403,346	403,346	-
Interest	221,665	221,665	221,665	-
TOTAL EXPENDITURES	<u>625,011</u>	<u>625,011</u>	<u>625,011</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(235,162)</u>	<u>(235,162)</u>	<u>357,245</u>	<u>592,407</u>
NET CHANGE IN FUND BALANCE	(235,162)	(235,162)	357,245	592,407
FUND BALANCE, JUNE 30, 2015	<u>3,969,848</u>	<u>3,969,848</u>	<u>3,989,164</u>	<u>19,316</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 3,734,686</u>	<u>\$ 3,734,686</u>	4,346,409	<u>\$ 611,723</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Bonds payable			(8,043,029)	
Interest payable			(58,083)	
Interest receivable			369,378	
Bond assessment receivable			<u>4,361,361</u>	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 976,036</u>	

**CLACKAMAS COUNTY, OREGON
SERVICE DISTRICT NO.1
RECONCILIATION OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TO CHANGE IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2016**

Budgetary Basis	<u>Actual</u>
Revenues	38,479,187
Expenditures	<u>26,411,735</u>
Net change in fund balance	12,067,452
Add (deduct) items to reconcile to change in net position on an enterprise fund reporting basis:	
Expenditures capitalized	4,336,720
Depreciation and amortization expense	(17,843,322)
Loss on disposal of assets	(165,317)
Receivables	(982,672)
Interest expense	43,677
Payment of bond principal	<u>3,643,346</u>
Change in net position, June 30, 2016	<u><u>\$ 1,099,884</u></u>

**CLACKAMAS COUNTY, OREGON
TRI-CITY SERVICE DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Sewer user charges	\$ 7,639,075	\$ 7,639,075	\$ 7,566,349	\$ (72,726)
Interest	15,230	15,230	13,659	(1,571)
Pump station operation charges	5,000	5,000	5,673	673
Intergovernmental revenue	475,000	475,000	321,158	(153,842)
Miscellaneous	236,600	236,600	255,911	19,311
TOTAL REVENUES	<u>8,370,905</u>	<u>8,370,905</u>	<u>8,162,750</u>	<u>(208,155)</u>
EXPENDITURES:				
Materials and services	7,664,120	7,664,120	6,124,952	1,539,168
Contingency	1,277,353	1,277,353	-	1,277,353
TOTAL EXPENDITURES	<u>8,941,473</u>	<u>8,941,473</u>	<u>6,124,952</u>	<u>2,816,521</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(570,568)</u>	<u>(570,568)</u>	<u>2,037,798</u>	<u>2,608,366</u>
OTHER FINANCING SOURCES (USES):				
Transfer to Sewer Construction Fund	(1,000,000)	(1,000,000)	(1,000,000)	-
Transfer to State Revolving Loan Fund	(56,193)	(56,193)	(1,193)	55,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,056,193)</u>	<u>(1,056,193)</u>	<u>(1,001,193)</u>	<u>55,000</u>
NET CHANGE IN FUND BALANCE	<u>(1,626,761)</u>	<u>(1,626,761)</u>	<u>1,036,605</u>	<u>2,663,366</u>
FUND BALANCE, JUNE 30, 2015	<u>3,045,985</u>	<u>3,045,985</u>	<u>3,196,684</u>	<u>150,699</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 1,419,224</u>	<u>\$ 1,419,224</u>	<u>4,233,289</u>	<u>\$ 2,814,065</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Capital assets, net			37,026,948	
Interest receivable			2,469	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 41,262,706</u>	

**CLACKAMAS COUNTY, OREGON
 TRI-CITY SERVICE DISTRICT
 SYSTEM DEVELOPMENT CHARGE FUND
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Connection charges	\$ 573,680	\$ 573,680	\$ 853,737	\$ 280,057
Interest	6,241	6,241	6,434	193
TOTAL REVENUES	<u>579,921</u>	<u>579,921</u>	<u>860,171</u>	<u>280,250</u>
EXPENDITURES:				
Capital outlay	726,000	726,000	47,997	678,003
Contingency	181,500	181,500	-	181,500
TOTAL EXPENDITURES	<u>907,500</u>	<u>907,500</u>	<u>47,997</u>	<u>859,503</u>
NET CHANGE IN FUND BALANCE	(327,579)	(327,579)	812,174	1,139,753
FUND BALANCE, JUNE 30, 2015	<u>1,248,169</u>	<u>1,248,169</u>	<u>1,354,513</u>	<u>106,344</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 920,590</u>	<u>\$ 920,590</u>	2,166,687	<u>\$ 1,246,097</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Interest receivable			<u>1,551</u>	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 2,168,238</u>	

**CLACKAMAS COUNTY, OREGON
 TRI-CITY SERVICE DISTRICT
 CONSTRUCTION FUND
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Interest	\$ 28,178	\$ 28,178	\$ 20,484	\$ (7,694)
TOTAL REVENUES	<u>28,178</u>	<u>28,178</u>	<u>20,484</u>	<u>(7,694)</u>
EXPENDITURES:				
Capital outlay	3,484,000	3,484,000	1,090,572	2,393,428
Contingency	871,000	871,000	-	871,000
TOTAL EXPENDITURES	<u>4,355,000</u>	<u>4,355,000</u>	<u>1,090,572</u>	<u>3,264,428</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(4,326,822)</u>	<u>(4,326,822)</u>	<u>(1,070,088)</u>	<u>3,256,734</u>
OTHER FINANCING SOURCES (USES):				
Transfer from General Fund	1,000,000	1,000,000	1,000,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(3,326,822)</u>	<u>(3,326,822)</u>	<u>(70,088)</u>	<u>3,256,734</u>
FUND BALANCE, JUNE 30, 2015	<u>5,635,511</u>	<u>5,635,511</u>	<u>6,098,946</u>	<u>463,435</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 2,308,689</u>	<u>\$ 2,308,689</u>	<u>6,028,858</u>	<u>\$ 3,720,169</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Interest receivable			<u>4,755</u>	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 6,033,613</u>	

**CLACKAMAS COUNTY, OREGON
 TRI-CITY SERVICE DISTRICT
 STATE REVOLVING LOAN DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Interest	\$ 277	\$ 277	\$ 132	\$ (145)
TOTAL REVENUES	<u>277</u>	<u>277</u>	<u>132</u>	<u>(145)</u>
EXPENDITURES:				
Debt service:				
Principal	54,426	54,426	54,426	-
Interest	1,767	1,767	1,767	-
TOTAL EXPENDITURES	<u>56,193</u>	<u>56,193</u>	<u>56,193</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(55,916)</u>	<u>(55,916)</u>	<u>(56,061)</u>	<u>(145)</u>
OTHER FINANCING SOURCES (USES):				
Transfer from Tri-City Service District General Fund	56,193	56,193	1,193	(55,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>56,193</u>	<u>56,193</u>	<u>1,193</u>	<u>(55,000)</u>
NET CHANGE IN FUND BALANCE	277	277	(54,868)	(55,145)
FUND BALANCE, JUNE 30, 2015	-	-	55,344	55,344
FUND BALANCE, JUNE 30, 2016	<u>\$ 277</u>	<u>\$ 277</u>	476	<u>\$ 199</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Interest receivable			<u>62</u>	
NET POSITION - US GAAP BASIS, June 30, 2016			<u>\$ 538</u>	

**CLACKAMAS COUNTY, OREGON
 TRI-CITY SERVICE DISTRICT
 RECONCILIATION OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 TO CHANGE IN NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2016**

	Actual
Budgetary Basis	
Revenues	\$ 9,043,405
Expenditures	7,263,521
Net change in fund balance	1,779,884
Add (deduct) items to reconcile to change in net position on an enterprise fund reporting basis:	
Depreciation and amortization expense	(3,228,365)
Expenditures capitalized	1,210,719
Receivables	(58,378)
Interest expense	1,083
Payment of state loan principal	54,426
Change in net position, June 30, 2016	\$ (240,631)

**CLACKAMAS COUNTY, OREGON
CLACKAMAS COUNTY SERVICE DISTRICT NO. 5 FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Street lighting assessments	\$ 1,912,184	\$ 1,912,184	\$ 2,033,535	\$ 121,351
Energy efficiency incentives	220,000	220,000	-	(220,000)
Interest	4,800	4,800	11,311	6,511
TOTAL REVENUES	<u>2,136,984</u>	<u>2,136,984</u>	<u>2,044,846</u>	<u>(92,138)</u>
EXPENDITURES:				
Materials and services	3,130,670	3,130,670	1,812,020	1,318,650
Contingency	79,753	79,753	-	79,753
TOTAL EXPENDITURES	<u>3,210,423</u>	<u>3,210,423</u>	<u>1,812,020</u>	<u>1,398,403</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND NET CHANGE IN FUND BALANCE	(1,073,439)	(1,073,439)	232,826	1,306,265
NET CHANGE IN FUND BALANCE	(1,073,439)	(1,073,439)	232,826	1,306,265
FUND BALANCE, JUNE 30, 2015	<u>1,731,833</u>	<u>1,731,833</u>	<u>1,812,911</u>	<u>81,078</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 658,394</u>	<u>\$ 658,394</u>	2,045,737	<u>\$ 1,387,343</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Street lighting assessments receivable			<u>117,571</u>	
NET POSITION, as of June 30, 2016			<u>\$ 2,163,308</u>	

**CLACKAMAS COUNTY, OREGON
CLACKAMAS COUNTY SURFACE WATER MANAGEMENT
AGENCY OF CLACKAMAS COUNTY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Surface water management charges	\$ 173,904	\$ 173,904	\$ 172,894	\$ (1,010)
Interest	1,922	1,922	1,679	(243)
Miscellaneous	15,000	15,000	18,370	3,370
TOTAL REVENUES	<u>190,826</u>	<u>190,826</u>	<u>192,943</u>	<u>2,117</u>
EXPENDITURES:				
Materials and services	130,439	130,439	103,599	26,840
Contingency	13,044	13,044	-	13,044
TOTAL EXPENDITURES	<u>143,483</u>	<u>143,483</u>	<u>103,599</u>	<u>39,884</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND NET CHANGE IN FUND BALANCE	47,343	47,343	89,344	42,001
FUND BALANCE, JUNE 30, 2015	<u>384,408</u>	<u>384,408</u>	<u>406,605</u>	<u>22,197</u>
FUND BALANCE, JUNE 30, 2016	<u>\$ 431,751</u>	<u>\$ 431,751</u>	495,949	<u>\$ 64,198</u>
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Capital assets net of accumulated depreciation			67,826	
Interest receivable			362	
NET POSITION, as of June 30, 2016			<u>\$ 564,137</u>	

**CLACKAMAS COUNTY, OREGON
STONE CREEK GOLF COURSE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Charges for services	\$ 2,908,180	\$ 2,908,180	\$ 2,731,835	\$ (176,345)
Total charges for services	2,908,180	2,908,180	2,731,835	(176,345)
Miscellaneous:				
Interest	800	800	4,370	3,570
Total miscellaneous	800	800	4,370	3,570
TOTAL REVENUES	2,908,980	2,908,980	2,736,205	(172,775)
EXPENDITURES:				
Current - organizational unit:				
General government				
Materials and services	2,262,887	2,283,887	2,195,534	88,353
Capital outlay	100,000	100,000	85,590	14,410
Contingency	342,473	708,460	-	708,460
TOTAL EXPENDITURES	2,705,360	3,092,347	2,281,123	811,223
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	203,620	(183,367)	455,082	638,448
OTHER FINANCING SOURCES (USES):				
Transfers out	(500,000)	(500,000)	(250,000)	250,000
TOTAL OTHER FINANCING SOURCES (USES)	(500,000)	(500,000)	(250,000)	250,000
NET CHANGE IN FUND BALANCE	(296,380)	(683,367)	205,082	888,448
FUND BALANCE, JUNE 30, 2015	296,380	683,367	683,367	-
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	888,449	\$ 888,448
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS)				
Investment in capital assets			11,664,250	
NET POSITION, as of June 30, 2016			\$ 12,552,699	

**CLACKAMAS COUNTY, OREGON
CLACKAMAS BROADBAND UTILITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Charges for services:				
Charges for services	\$ -	\$ 1,400,000	\$ 1,208,067	\$ (191,933)
Internal county services	-	-	94,320	94,320
Total charges for services	-	1,400,000	1,302,387	(97,613)
Licenses and permits:				
Licenses and permits	22,000	22,000	13,897	(8,103)
Total licenses and permits	22,000	22,000	13,897	(8,103)
Miscellaneous:				
Other	570,000	570,000	-	(570,000)
Reimbursements	-	21,000	35,524	14,524
Interest	200	200	1,888	1,688
Total miscellaneous	570,200	591,200	37,412	(553,788)
TOTAL REVENUES	592,200	2,013,200	1,353,696	(659,504)
EXPENDITURES:				
Current - organizational unit:				
General government	962,736	2,419,837	1,636,634	783,203
Special payments	-	21,000	-	21,000
TOTAL EXPENDITURES	962,736	2,440,837	1,636,634	804,203
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(370,536)	(427,637)	(282,938)	144,699
NET CHANGE IN FUND BALANCE	(370,536)	(427,637)	(282,938)	144,699
FUND BALANCE, JUNE 30, 2015	370,536	427,637	427,637	-
FUND BALANCE, JUNE 30, 2016	\$ -	\$ -	144,699	\$ 144,699

**ADJUSTMENT TO ACCOUNTING PRINCIPLES
GENERALLY ACCEPTED IN THE UNITED
STATES OF AMERICA (US GAAP BASIS)**

Investment in capital assets	11,037,888
Deferred outflows of resources	20,830
Compensated absences	(7,290)
Other post employment benefits	(19,396)
Net pension liability	(79,628)
Deferred inflows of resources	(18,835)

NET POSITION, as of June 30, 2016

\$ 11,078,268

AGENCY FUND

**CLACKAMAS COUNTY, OREGON
 AGENCY FUND
 STATEMENT OF CHANGES IN ASSETS AND LIABILITY
 FOR THE YEAR ENDED JUNE 30, 2016**

	Balance June 30, 2015	Additions (Reductions)	Balance June 30, 2016
ASSETS:			
Cash and cash equivalents	\$ 10,425,954	\$ 632,103	\$ 11,058,057
Property taxes receivable	39,246,761	(6,949,365)	32,297,396
TOTAL ASSETS	\$ 49,672,715	\$ (6,317,262)	\$ 43,355,453
LIABILITY:			
Amounts held in trust	\$ 49,672,715	\$ (6,317,262)	\$ 43,355,453

OTHER FINANCIAL SCHEDULES

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

**CLACKAMAS COUNTY, OREGON
ASSESSOR-TAX DEPARTMENT
SCHEDULE OF CASH RECEIPTS AND TURNOVERS
FOR THE YEAR ENDED JUNE 30, 2016**

Cash on hand, June 30, 2015	<u>\$</u>	1,000
Receipts*		
Miscellaneous		123,377
Oregon DCBS fees		<u>22,600</u>
Total receipts and cash on hand		145,977
Turnovers to County Treasurer		<u>(145,977)</u>
Cash on hand, June 30, 2016	<u>\$</u>	<u>1,000</u>

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

**CLACKAMAS COUNTY, OREGON
COUNTY CLERK
SCHEDULE OF CASH RECEIPTS AND TURNOVERS
FOR THE YEAR ENDED JUNE 30, 2016**

Cash on hand, June 30, 2015	\$ 560
Receipts*	
Family Violence	60,375
Assessment/Tax State	773,460
OLIS Fees	85,940
Housing Alliance	1,571,935
Recording Fees	2,777,338
County Clerk Lien	49,860
Clerks Fees	257,838
OLCC	15,300
NSF Fund	(8)
Overpayment Clerk Recording	350
Overpayment OLCC	25
Survey Collection Fee	1,875
Family Court Services	24,150
Land Corner	700,359
GIS	408,215
	6,727,012
Total receipts	6,727,012
Total receipts and cash on hand	6,727,572
Turnovers to County Treasurer	(6,727,012)
Cash on hand, June 30, 2016	\$ 560

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

**CLACKAMAS COUNTY, OREGON
SHERIFF - CIVIL AND CRIMINAL
SCHEDULE OF CASH RECEIPTS AND TURNOVERS
FOR THE YEAR ENDED JUNE 30, 2016**

Cash on hand, June 30, 2015	\$ 50
Receipts*	
Sheriff's Fees	
Concealed Handgun Permits	459,720
Fingerprinting	4,365
Citations	22,495
Attorney ID Badge	(8,578)
Total receipts	<u>478,002</u>
Total receipts and cash on hand	<u>478,052</u>
Turnovers to County Treasurer	<u>(478,002)</u>
Cash on hand, June 30, 2016	<u><u>\$ 50</u></u>

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

**CLACKAMAS COUNTY, OREGON
ASSESSOR-TAX COLLECTOR
SCHEDULE OF CASH RECEIPTS AND TURNOVERS
FOR THE YEAR ENDED JUNE 30, 2016**

Cash on hand, June 30, 2015	<u>\$</u>	800
Receipts*		
Property taxes applied to property tax rolls		703,304,321
Interest received on taxes		<u>2,629,819</u>
Total receipts and cash on hand		705,934,140
Turnovers to County Treasurer		<u>(705,934,140)</u>
Cash on hand, June 30, 2016	<u>\$</u>	<u>800</u>

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

**CLACKAMAS COUNTY, OREGON
TREASURER
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

Cash on hand, June 30, 2015	
Cash	5,013,168
Investments	<u>285,282,336</u>
Total cash and investments	<u>\$ 290,295,504</u>
Receipts:	
Taxes collected *	703,304,321
Other collections **	<u>2,871,941,747</u>
Total receipts	<u>3,575,246,068</u>
Disbursements:	
Taxes distributed to taxing districts	706,336,455
Other distributions **	<u>2,839,398,741</u>
Total distributions	<u>3,545,735,196</u>
Cash on hand, June 30, 2016	
Cash	17,583,014
Investments	<u>302,223,362</u>
Total cash and investments	<u>\$ 319,806,376</u>

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

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

**SCHEDULE OF PROPERTY TAX TRANSACTIONS
AND OUTSTANDING BALANCES
FOR THE YEAR ENDED JUNE 30, 2016**

Fiscal Year	Receivable June 30, 2015	Levy	Discounts	Interest	Adjustments	Collections	Receivable June 30, 2016
2015-16	\$ -	\$ 725,609,271	\$ (18,641,317)	\$ 291,590	\$ (1,041,670)	\$ (690,336,055)	\$ 15,881,818
2014-15	15,971,178	-	4,018	570,172	(282,179)	(7,776,302)	8,486,886
2013-14	8,206,437	-	884	496,997	(48,752)	(3,037,862)	5,617,704
2012-13	5,821,210	-	720	671,597	(34,085)	(2,839,945)	3,619,498
2011-12	3,773,854	-	110	385,768	(13,805)	(1,403,952)	2,741,975
2010-11	2,523,203	-	93	85,843	(11,936)	(249,133)	2,348,070
and prior	2,950,988	-	-	127,853	(12,094)	(290,893)	2,775,854
	<u>39,246,869</u>	<u>-</u>	<u>5,825</u>	<u>2,338,229</u>	<u>(402,851)</u>	<u>(15,598,086)</u>	<u>25,589,986</u>
	<u>\$ 39,246,869</u>	<u>\$ 725,609,271</u>	<u>\$ (18,635,492)</u>	<u>\$ 2,629,819</u>	<u>\$ (1,444,522)</u>	<u>\$ (705,934,140)</u>	<u>\$ 41,471,804</u>

Taxes receivable classified by fund:

Governmental Funds:	
General Fund	\$ 6,589,099
Special Revenue Funds:	
North Clackamas Parks and Recreation District Fund	387,624
Clackamas County Extension and 4-H Service District Fund	121,928
Clackamas County Enhanced Law Enforcement District Fund	382,394
Library District of Clackamas County Fund	611,090
Public Safety Local Option Levy Fund	964,274
Debt Service Funds:	
North Clackamas Revitalization Tax Increment Fund	117,999
Total governmental funds	<u>9,174,408</u>
Agency Fund	<u>32,297,396</u>
Total taxes receivable	<u>\$ 41,471,804</u>

STATISTICAL SECTION

STATISTICAL INFORMATION SECTION **(UNAUDITED)**

This part of Clackamas County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, 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 contain 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.

FINANCIAL TRENDS

CLACKAMAS COUNTY, OREGON
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year			
	2007	2008	2009	2010
Governmental activities:				
Net investment in capital assets	\$ 611,805,327	\$ 608,482,281	\$ 659,772,975	\$ 649,766,443
Restricted:				
Culture, education and recreation	426,882	276,177	597,898	414,596
Debt service	24,646,482	24,194,094	11,409,316	3,200,924
Economic development	-	-	-	-
Health and human services	-	-	-	-
Public protection	-	-	-	-
Public ways and facilities	-	-	-	-
Total restricted	<u>25,073,364</u>	<u>24,470,271</u>	<u>12,007,214</u>	<u>3,615,520</u>
Unrestricted	<u>112,373,836</u>	<u>156,786,010</u>	<u>143,761,955</u>	<u>180,497,371</u>
Total governmental activities net position	<u>749,252,527</u>	<u>789,738,562</u>	<u>815,542,144</u>	<u>833,879,334</u>
Business-type activities:				
Net investment in capital assets	\$ 159,129,951	\$ 170,268,221	\$ 184,085,331	\$ 181,466,748
Restricted for capital projects	-	-	-	-
Restricted for debt service	5,753,170	4,572,482	6,822,250	10,298,042
Unrestricted	<u>44,923,808</u>	<u>43,599,401</u>	<u>29,407,923</u>	<u>35,031,195</u>
Total business-type activities net position	<u>209,806,929</u>	<u>218,440,104</u>	<u>220,315,504</u>	<u>226,795,985</u>
Primary government:				
Net investment in capital assets	<u>770,935,278</u>	<u>778,750,502</u>	<u>843,858,306</u>	<u>831,233,191</u>
Restricted:				
Capital projects	-	-	-	-
Culture, education and recreation	426,882	276,177	597,898	414,596
Debt service	30,399,652	28,766,576	18,231,566	13,498,966
Economic development	-	-	-	-
Health and human services	-	-	-	-
Public protection	-	-	-	-
Public ways and facilities	-	-	-	-
Total restricted	<u>30,826,534</u>	<u>29,042,753</u>	<u>18,829,464</u>	<u>13,913,562</u>
Unrestricted	<u>157,297,644</u>	<u>200,385,411</u>	<u>173,169,878</u>	<u>215,528,566</u>
Total primary government net position	<u>\$ 959,059,456</u>	<u>\$ 1,008,178,666</u>	<u>\$ 1,035,857,648</u>	<u>\$ 1,060,675,319</u>

Note:

- (1) Restricted net position changed considerably in 2011 with the implementation of GASB 54. These assets are reported as restricted in the governmental fund financials and in the Statement of Net Position
- (2) Ending net position restated to implement GASB Statement No. 68

Fiscal Year

2011	(Restated) 2012	2013	(Restated) (2) 2014	2015	2016
\$ 687,574,117	\$ 651,389,309	\$ 657,261,448	\$ 657,008,010	\$ 652,320,020	\$ 653,007,769
3,210,579	7,242,328	15,238,934	12,604,325	18,882,565	26,051,737
32,999,312	33,914,703	38,066,247	38,195,278	32,045,808	32,248,038
870,117	265,851	1,642,318	2,019,091	2,307,685	19,133,253
18,800,268	12,784,653	16,407,911	13,482,303	18,516,156	18,075,364
5,391,316	3,713,655	2,713,552	2,001,991	1,521,359	2,082,867
40,772,538	37,565,470	27,100,151	12,964,950	14,969,086	21,310,775
102,044,130	95,486,660	101,169,113	81,267,938	88,242,659	118,902,034
47,406,149	62,203,059	46,877,525	(22,507,341)	45,446,836	(58,950,859)
837,024,396	809,079,028	805,308,086	715,768,607	786,009,515	712,958,944
\$ 194,372,885	\$ 176,056,157	\$ 175,741,747	\$ 180,235,601	\$ 170,464,625	\$ 158,994,548
-	5,099,093	9,736,073	13,644,235	16,333,279	21,423,981
12,150,365	7,498,061	1,838,434	3,751,077	4,623,957	4,855,529
26,866,842	41,446,186	62,483,155	62,624,786	66,324,152	71,617,749
233,390,092	230,099,497	249,799,409	260,255,699	257,746,013	256,891,807
881,947,002	827,445,466	833,003,195	837,243,611	822,784,645	812,002,317
-	\$ 5,099,093	\$ 9,736,073	\$ 13,644,235	\$ 16,333,279	\$ 21,423,981
3,210,579	7,242,328	15,238,934	12,604,325	18,882,565	32,444,695
45,149,677	41,412,764	39,904,681	41,946,355	36,669,765	37,103,567
870,117	265,851	1,642,318	2,019,091	2,307,685	2,554,684
18,958,246	8,561,458	16,407,911	13,482,303	18,516,156	19,714,459
5,391,316	3,713,655	2,713,552	2,001,991	1,521,359	1,656,092
40,772,538	37,565,470	27,100,151	12,964,950	14,969,086	21,515,735
114,352,473	103,860,619	112,743,620	98,663,250	109,199,895	136,413,213
74,272,991	103,649,245	109,360,680	40,117,445	111,770,988	21,435,221
\$ 1,070,572,466	\$ 1,034,955,330	\$ 1,055,107,495	\$ 976,024,306	\$ 1,043,755,528	\$ 969,850,751

CLACKAMAS COUNTY, OREGON
CHANGES IN NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year			
	2007	2008	2009	2010
Expenses:				
Governmental activities:				
General government	\$ 38,680,291	\$ 40,152,015	\$ 39,437,471	\$ 30,792,322
Public protection	80,570,742	88,172,022	90,072,845	95,813,535
Public ways and facilities	73,100,383	40,228,623	42,676,670	39,637,140
Health and human services	79,053,114	62,921,860	66,267,791	63,100,622
Culture, education and recreation	21,298,312	18,781,560	21,285,307	36,080,618
Economic development	13,900,062	15,494,522	21,453,399	19,953,064
Interest and fiscal charges	1,340,350	6,198,736	5,538,161	6,508,874
Total governmental activities expenses	<u>\$ 307,943,254</u>	<u>\$ 271,949,338</u>	<u>\$ 286,731,644</u>	<u>\$ 291,886,175</u>
Business-type activities:				
Sanitary sewer and surface water	\$ 22,381,344	\$ 24,773,913	\$ 27,643,961	\$ 26,750,566
Housing assistance	17,568,579	18,504,232	18,814,352	19,519,879
Golf	2,354,071	2,321,301	2,412,046	2,409,546
Lighting	1,551,296	1,676,281	1,787,553	1,822,051
Broadband utility	-	-	-	-
Total business-type activities expenses	<u>\$ 43,855,290</u>	<u>\$ 47,275,727</u>	<u>\$ 50,657,912</u>	<u>\$ 50,502,042</u>
Total primary government expenses	<u>\$ 351,798,544</u>	<u>\$ 319,225,065</u>	<u>\$ 337,389,556</u>	<u>\$ 342,388,217</u>
Program Revenues:				
Governmental activities:				
Fees, fines and charges for services:				
General government	\$ 11,053,069	\$ 11,945,557	\$ 13,781,168	\$ 9,576,700
Public protection	5,343,663	4,171,464	2,389,926	3,289,355
Public ways and facilities	19,755,386	6,894,044	2,689,321	3,026,370
Health and human services	3,516,311	8,167,104	6,234,479	6,368,148
Culture and recreation	5,208,719	5,552,995	4,935,674	6,085,262
Economic development	36,800	618,525	999,833	565,113
Operating grants and contributions	108,281,842	112,138,677	110,471,203	109,951,385
Capital grants and contributions	49,343,155	31,966,004	32,631,510	29,125,090
Total governmental activities program revenues	<u>\$ 202,538,945</u>	<u>\$ 181,454,370</u>	<u>\$ 174,133,114</u>	<u>\$ 167,987,423</u>
Business-type activities:				
Fees, fines and charges for services:				
Sanitary sewer and surface water	\$ 19,805,710	\$ 20,495,448	\$ 22,141,681	\$ 26,110,532
Housing assistance	3,789,950	14,489,369	14,491,172	15,396,386
Golf	3,081,996	2,801,556	2,779,987	2,634,586
Lighting	1,588,399	1,722,537	1,672,749	1,612,122
Broadband utility	-	-	-	-
Operating grants and contributions	12,781,069	3,006,230	2,573,136	3,123,527
Capital grants and contributions	13,290,978	9,827,894	5,922,432	5,920,910
Total business-type activities program revenues	<u>\$ 54,338,102</u>	<u>\$ 52,343,034</u>	<u>\$ 49,581,157</u>	<u>\$ 54,798,063</u>
Total primary government program revenues	<u>\$ 256,877,047</u>	<u>\$ 233,797,404</u>	<u>\$ 223,714,271</u>	<u>\$ 222,785,486</u>
Net (Expense)/Revenue:				
Governmental activities	(105,404,309)	(90,494,968)	(112,598,530)	(123,898,752)
Business-type activities	10,482,812	5,067,307	(1,076,755)	4,296,021
Total primary government net expense	<u>\$ (94,921,497)</u>	<u>\$ (85,427,661)</u>	<u>\$ (113,675,285)</u>	<u>\$ (119,602,731)</u>

Fiscal Year

	2011	2012	2013	2014	2015	2016
\$	29,841,086	\$ 34,656,701	\$ 35,501,324	\$ 28,471,546	\$ 39,290,154	\$ 72,246,141
	102,841,008	105,047,885	106,157,070	111,508,421	96,094,259	155,575,864
	47,527,645	78,733,877	70,988,614	70,903,153	36,815,783	51,744,912
	69,900,694	78,481,825	112,216,170	114,810,477	93,081,955	148,051,688
	32,027,317	32,242,487	35,246,149	35,046,170	31,076,823	43,859,482
	23,226,832	14,272,764	12,154,274	10,699,874	12,253,751	14,670,960
	6,138,140	6,291,662	5,121,341	5,484,270	5,133,486	4,594,963
\$	<u>311,502,722</u>	<u>\$ 349,727,201</u>	<u>\$ 377,384,942</u>	<u>\$ 376,923,911</u>	<u>\$ 313,746,211</u>	<u>\$ 490,744,010</u>
\$	30,721,215	\$ 39,534,958	\$ 42,517,046	\$ 46,377,470	\$ 45,229,096	\$ 46,709,181
	20,756,649	19,869,594	20,741,734	19,458,963	17,701,821	22,873,105
	2,184,935	2,267,792	2,412,568	2,659,279	2,232,649	2,297,726
	1,906,006	1,910,166	1,913,372	1,962,070	1,984,250	1,861,661
	-	-	-	429,191	939,704	1,106,767
\$	<u>55,568,805</u>	<u>\$ 63,582,510</u>	<u>\$ 67,584,720</u>	<u>\$ 70,886,973</u>	<u>\$ 68,087,520</u>	<u>\$ 74,848,440</u>
\$	<u>367,071,527</u>	<u>\$ 413,309,711</u>	<u>\$ 444,969,662</u>	<u>\$ 447,810,884</u>	<u>\$ 381,833,731</u>	<u>\$ 565,592,450</u>
\$	9,868,437	\$ 10,708,665	\$ 12,487,891	\$ 11,772,830	\$ 13,159,687	\$ 15,652,785
	6,693,013	6,749,184	7,818,692	7,652,750	8,257,613	7,678,236
	2,197,316	6,995,565	5,712,890	6,715,879	8,632,545	9,556,419
	6,801,013	5,740,178	18,604,446	22,867,690	26,963,221	27,454,973
	5,650,312	6,631,143	6,767,172	6,857,738	7,639,461	3,689,248
	247,154	487,422	421,721	676,197	421,954	9,640,315
	129,875,034	121,105,130	147,040,719	150,923,086	154,980,697	159,505,203
	7,197,147	9,605,942	19,437,607	8,466,013	8,559,906	14,388,997
\$	<u>168,529,426</u>	<u>\$ 168,023,229</u>	<u>\$ 218,291,138</u>	<u>\$ 215,932,183</u>	<u>\$ 228,615,084</u>	<u>\$ 247,566,176</u>
\$	26,619,292	\$ 27,579,725	\$ 25,953,699	\$ 27,714,004	\$ 30,187,315	\$ 38,252,807
	3,851,284	3,908,792	15,436,314	14,097,282	13,729,211	16,177,519
	2,589,337	2,648,174	2,805,603	2,737,004	2,754,443	2,731,835
	1,825,815	1,774,918	1,865,553	1,796,024	1,926,540	2,039,594
	-	-	-	83,954	695,199	1,351,808
	19,914,975	14,655,884	6,961,352	6,860,517	7,213,832	2,611,670
	6,026,412	7,177,585	14,291,374	7,043,381	5,643,454	9,304,015
\$	<u>60,827,115</u>	<u>\$ 57,745,078</u>	<u>\$ 67,313,895</u>	<u>\$ 60,332,166</u>	<u>\$ 62,149,994</u>	<u>\$ 72,469,248</u>
\$	<u>229,356,541</u>	<u>\$ 225,768,307</u>	<u>\$ 285,605,033</u>	<u>\$ 276,264,349</u>	<u>\$ 290,765,078</u>	<u>\$ 320,035,424</u>
	(142,973,296)	(181,703,972)	(159,093,804)	(160,991,728)	(85,131,127)	(243,177,834)
	5,258,310	(5,837,432)	(270,825)	(10,554,807)	(5,937,526)	(2,379,192)
\$	<u>(137,714,986)</u>	<u>\$ (187,541,404)</u>	<u>\$ (159,364,629)</u>	<u>\$ (171,546,535)</u>	<u>\$ (91,068,653)</u>	<u>\$ (245,557,026)</u>

CLACKAMAS COUNTY, OREGON
CHANGES IN NET POSITION BY COMPONENT (Continued)
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year			
	2007	2008	2009	2010
General Revenues and Other Changes in Net Position:				
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 77,524,523	\$ 81,960,906	\$ 86,209,854	\$ 91,474,314
Public safety services	4,475,172	12,507,284	12,990,053	8,587,078
Parks and recreation operations	4,331,039	4,645,560	4,914,473	5,076,968
Education outreach services	-	-	-	-
Redevelopment districts, debt service	9,640,220	9,801,576	11,493,853	19,770,673
Library debt service	118,840	114,941	120,112	12,441,775
Transient Lodging Taxes	4,687,290	4,951,117	4,849,472	4,393,971
Gain on disposal of assets	1,255,320	1,887,760	264,644	2,744,206
Earnings on investments	10,603,701	10,043,884	4,448,353	1,964,976
Miscellaneous	5,895,715	3,776,380	1,389,387	1,942,724
Transfers	330,593	207,317	-	239,042
Total governmental activities	<u>\$ 118,862,413</u>	<u>\$ 129,896,725</u>	<u>\$ 126,680,201</u>	<u>\$ 148,635,727</u>
Business-type activities:				
Earnings on investments	\$ 2,537,852	\$ 2,524,996	\$ 1,308,965	\$ 819,767
Gain (loss) on disposal of assets	-	-	-	-
Miscellaneous	437,888	1,548,189	1,343,190	1,603,735
Transfers	(330,593)	(207,317)	-	(239,042)
Total business-type activities	<u>\$ 2,645,147</u>	<u>\$ 3,865,868</u>	<u>\$ 2,652,155</u>	<u>\$ 2,184,460</u>
Total primary government	<u>\$ 121,507,560</u>	<u>\$ 133,762,593</u>	<u>\$ 129,332,356</u>	<u>\$ 150,820,187</u>
Change In Net Position:				
Governmental activities	13,458,104	39,401,757	14,081,671	24,736,975
Business-type activities	13,127,959	8,933,175	1,575,400	6,480,481
Total primary government	<u>\$ 26,586,063</u>	<u>\$ 48,334,932</u>	<u>\$ 15,657,071</u>	<u>\$ 31,217,456</u>

Fiscal Year

	2011	2012	2013	2014	2015	2016
\$	91,648,852	\$ 95,255,385	\$ 96,175,474	\$ 102,160,119	\$ 106,743,166	\$ 111,586,054
	13,827,366	14,116,452	14,182,380	15,388,788	16,146,425	16,851,650
	5,168,112	5,347,036	5,414,332	5,989,488	6,240,654	6,548,536
	1,722,033	1,779,460	1,807,670	1,914,394	2,002,309	2,094,342
	13,508,355	12,851,079	13,242,827	867,290	1,942,513	2,320,685
	13,144,675	14,129,358	14,354,248	15,188,458	15,887,208	16,604,028
	2,683,197	2,894,387	3,198,007	3,421,817	3,786,205	4,416,411
	562,325	1,210,766	77,484	-	-	835,065
	1,174,272	1,011,863	898,167	726,719	1,056,700	1,243,628
	2,679,171	2,668,882	6,062,273	8,056,507	1,266,855	7,376,864
	-	-	100,000	(4,027,543)	300,000	250,000
\$	<u>146,118,358</u>	<u>\$ 151,264,668</u>	<u>\$ 155,512,862</u>	<u>\$ 149,686,037</u>	<u>\$ 155,372,035</u>	<u>\$ 170,127,263</u>
\$	509,879	\$ 620,485	\$ 817,629	\$ 1,821,652	\$ 1,824,279	\$ 1,705,565
	-	-	11,982,898	(287,837)	16,844	321
	825,918	1,926,352	7,270,210	16,693,858	1,886,717	69,100
	-	-	(100,000)	4,027,543	(300,000)	(250,000)
\$	<u>1,335,797</u>	<u>\$ 2,546,837</u>	<u>\$ 19,970,737</u>	<u>\$ 22,255,216</u>	<u>\$ 3,427,840</u>	<u>\$ 1,524,986</u>
\$	<u>147,454,155</u>	<u>\$ 153,811,505</u>	<u>\$ 175,483,599</u>	<u>\$ 171,941,253</u>	<u>\$ 158,799,875</u>	<u>\$ 171,652,249</u>
	3,145,062	(30,439,304)	(3,680,942)	(11,305,691)	70,240,908	(73,050,571)
	6,594,107	(3,290,595)	19,699,912	11,700,409	(2,509,686)	(854,206)
\$	<u>9,739,169</u>	<u>\$ (33,729,899)</u>	<u>\$ 16,018,970</u>	<u>\$ 394,718</u>	<u>\$ 67,731,222</u>	<u>\$ (73,904,777)</u>

**CLACKAMAS COUNTY, OREGON
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	Fiscal Year				
	2007	2008	2009	2010	2011
General Fund					
Reserved for interfund loans	\$ 180,000	\$ 147,198	\$ 112,870	\$ -	\$ -
Unreserved	15,388,001	17,834,993	13,984,412	21,201,273	-
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	157,978
Unassigned	-	-	-	-	23,206,107
Total General Fund	<u>\$ 15,568,001</u>	<u>\$ 17,982,191</u>	<u>\$ 14,097,282</u>	<u>\$ 21,201,273</u>	<u>\$ 23,364,085</u>
All Other Governmental Funds					
Reserved	\$ 12,653,498	\$ 14,091,622	\$ 13,766,206	\$ 13,681,040	\$ -
Special revenue funds:					
Unreserved	60,640,004	69,392,311	45,587,544	53,393,539	-
Nonspendable	-	-	-	-	113,090
Restricted	-	-	-	-	40,057,446
Committed	-	-	-	-	4,189,868
Assigned	-	-	-	-	18,937,549
Unassigned	-	-	-	-	(1,316,252)
Capital project funds:					
Unreserved	56,225,034	27,907,257	17,241,293	50,215,762	-
Nonspendable	-	-	-	-	10,613,143
Restricted	-	-	-	-	28,971,806
Assigned	-	-	-	-	7,513,831
Debt service funds:					
Unreserved	49,872,722	37,019,036	36,427,539	30,678,868	-
Nonspendable	-	-	-	-	252,278
Restricted	-	-	-	-	32,999,312
Assigned	-	-	-	-	393,801
Unassigned	-	-	-	-	-
Total all other governmental funds	<u>\$ 179,391,258</u>	<u>\$ 148,410,226</u>	<u>\$ 113,022,582</u>	<u>\$ 147,969,209</u>	<u>\$ 142,725,872</u>

Notes:

(1) Fund balance classifications changed considerably in 2011 with the implementation of GASB 54.

Fiscal Year				
2012	2013	2014	2015	2016
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
767	3,180	31,005	50,801	1,258,349
-	-	-	-	-
23,320,491	32,903,840	36,469,289	41,652,717	31,310,939
<u>\$ 23,321,258</u>	<u>\$ 32,907,020</u>	<u>\$ 36,500,294</u>	<u>\$ 41,703,518</u>	<u>\$ 32,569,288</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
1,032,786	3,739,261	49,626,404	3,874,886	3,933,098
30,253,631	33,900,714	4,468,991	64,924,480	96,558,308
3,136,267	952,496	-	6,250,892	3,329,575
17,702,485	8,848,059	14,546,400	24,839,179	22,711,388
(404,651)	(30,727)	(91,953)	(44,039)	-
-	-	-	-	-
10,820,101	10,385,771	10,650,838	10,168,858	7,976,782
25,330,300	24,332,519	24,201,256	22,238,862	12,356,598
12,854,605	8,983,658	11,414,688	11,854,414	10,844,749
-	-	-	-	-
-	-	1,076,146	-	-
35,679,534	2,703,470	38,195,278	33,100,484	36,491,826
-	95,741	99,285	104,528	106,709
(1,540)	(188)	(210,307)	-	-
<u>\$ 136,403,518</u>	<u>\$ 93,910,774</u>	<u>\$ 157,842,213</u>	<u>\$ 177,312,544</u>	<u>\$ 194,309,033</u>

CLACKAMAS COUNTY, OREGON
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2007	2008	Fiscal Year 2009	2010	2011
Revenues					
Property taxes	\$ 95,882,022	\$ 107,667,803	\$ 114,250,789	\$ 135,467,934	\$ 139,482,609
Transient Lodging Taxes	4,687,290	4,951,117	4,849,472	4,393,971	2,683,197
Licenses and permits	22,182,735	15,332,627	11,855,613	10,730,404	10,400,040
Fines, forfeitures, and penalties	1,726,557	1,722,852	1,677,521	2,226,108	4,662,230
Special assessment collections	167,894	155,239	148,856	136,824	132,710
Interest	9,886,115	133,182,832	4,134,140	1,964,976	1,174,272
Intergovernmental	140,894,682	9,319,838	128,042,891	140,076,368	142,470,963
Charges for services	51,198,371	51,654,909	42,169,928	41,696,868	46,253,435
Land sale proceeds	5,074,049	314,634	573,421	-	-
Contributions	-	-	-	-	-
Reimbursements	-	-	-	-	-
Miscellaneous	22,970,751	21,565,888	24,283,575	23,129,397	23,900,433
Total revenues	<u>\$ 354,670,466</u>	<u>\$ 345,867,739</u>	<u>\$ 331,986,206</u>	<u>\$ 359,822,850</u>	<u>\$ 371,159,889</u>
Expenditures					
General government	\$ 53,399,391	\$ 51,170,376	\$ 56,387,816	\$ 54,260,476	\$ 53,620,469
Public protection	84,636,946	89,864,349	95,029,528	97,759,730	105,780,518
Public ways and facilities	72,103,661	37,102,593	30,441,051	25,102,696	35,018,008
Health and human services	86,772,961	73,508,338	76,709,014	70,296,434	78,272,103
Economic development	16,180,136	7,613,070	19,485,414	28,634,613	20,592,690
Culture, education and recreation	20,197,035	29,258,876	23,501,524	24,194,631	30,391,047
Debt service:					
Principal	2,921,453	9,657,334	9,458,139	13,130,928	12,580,292
Interest and fiscal charges	2,353,319	6,182,175	5,698,873	6,036,329	5,673,005
Special payments	-	-	-	-	-
Capital outlay	85,779,310	80,735,011	57,637,726	45,913,599	37,244,196
Total expenditures*	<u>424,344,212</u>	<u>385,092,122</u>	<u>374,349,085</u>	<u>365,329,436</u>	<u>379,172,328</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (69,673,746)</u>	<u>\$ (39,224,383)</u>	<u>\$ (42,362,879)</u>	<u>\$ (5,506,586)</u>	<u>\$ (8,012,439)</u>
Other Financing Sources (Uses)					
Proceeds from refunding bonds, net	\$ -	\$ -	\$ -	\$ 5,820,100	\$ -
Payment to refunding bond paying agent	-	-	-	(5,711,099)	-
Loan proceeds	-	-	5,000,000	39,795,000	-
Proceeds from sale of capital assets	-	2,270,821	1,098,845	1,221,011	562,325
Issuance of bonded debt	85,485,576	8,017,998	-	2,744,206	6,000,000
Bond premium	-	-	-	-	-
Issuance of loans payable	-	-	-	-	-
Repayments of loans payable	-	-	-	-	-
Loss on land held for resale	-	-	(977,164)	-	-
Transfers to other governments	-	-	-	-	-
Transfers in	99,329,827	117,462,308	117,578,846	112,820,395	115,434,721
Transfers out	(101,355,780)	(118,177,864)	(118,838,317)	(114,141,939)	(116,965,133)
Total other financing sources (uses)	<u>83,459,623</u>	<u>9,573,263</u>	<u>3,862,210</u>	<u>42,547,674</u>	<u>5,031,913</u>
Net change in fund balances	<u>\$ 13,785,877</u>	<u>\$ (29,651,120)</u>	<u>\$ (38,500,669)</u>	<u>\$ 37,041,088</u>	<u>\$ (2,980,526)</u>
Debt service as a percentage of non-capital expenditures	1.6%	5.2%	4.8%	6.0%	5.3%

Notes:

- (1) 2005 was the first year in which program expenditures for Economic Development were reported in the County CAFR. Economic development expenditures occurred in other years but were not reported separately.
- * Does not include donated capital assets that are reported on the Statement of Net Position

		Fiscal Year							
		2012	2013	2014	2015	2016			
\$	141,890,873	\$	145,084,766	\$	142,329,034	\$	148,661,902	\$	155,314,785
	2,894,387		3,198,007		3,421,817		3,795,812		4,416,411
	14,384,978		16,451,842		16,818,358		19,539,617		26,178,490
	4,416,833		5,046,418		4,778,965		5,255,997		5,299,884
	164,077		448,754		397,123		1,467,524		311,777
	1,011,863		897,740		730,363		998,493		1,161,167
	132,014,776		131,229,489		126,650,390		133,870,329		135,697,419
	43,215,672		58,796,633		64,788,459		72,282,957		76,089,491
	-		-		-		-		-
	228,678		1,142,754		575,203		1,986,612		510,946
	-		21,717,077		22,597,034		23,486,457		22,912,805
	22,347,016		5,890,942		8,948,005		7,524,048		4,750,543
\$	362,569,153	\$	389,904,422	\$	392,034,751	\$	418,869,748	\$	432,643,718
\$	53,855,213	\$	77,944,391	\$	57,881,077	\$	59,615,521	\$	64,539,969
	107,590,481		110,236,709		116,308,352		118,777,531		126,445,743
	26,817,772		30,845,732		29,639,013		36,956,174		31,319,801
	86,055,271		101,111,648		97,280,865		104,268,379		98,333,339
	14,045,952		9,140,339		9,185,643		9,430,904		14,217,641
	31,083,440		30,921,430		31,939,858		32,274,200		34,057,698
	13,254,352		13,804,803		9,259,309		9,668,182		10,697,711
	5,454,437		5,102,914		5,659,160		5,171,643		4,835,838
	-		-		-		250,000		14,508,498
	32,333,238		25,762,495		20,016,681		15,075,930		23,827,154
	370,490,156		404,870,461		377,169,958		391,488,464		422,783,392
\$	(7,921,003)	\$	(14,966,039)	\$	14,864,793	\$	27,381,284	\$	9,860,326
\$	-	\$	18,875,000	\$	-	\$	-	\$	-
	-		(20,100,572)		-		-		-
	-		-		-		-		-
	1,210,766		278,340		-		-		835,065
	-		21,777,885		-		-		-
	-		1,580,221		-		-		-
	1,720,400		-		-		134,730		430,784
	-		-		-		(919,280)		(144,347)
	-		-		-		-		-
	-		-		-		-		-
	111,794,604		102,961,088		115,736,848		120,332,137		116,865,958
	(113,270,342)		(104,128,846)		(120,412,505)		(122,189,167)		(119,983,921)
\$	1,455,428	\$	21,243,116	\$	(4,675,657)	\$	(2,641,580)	\$	(1,996,461)
\$	(6,465,575)	\$	6,277,077	\$	10,189,136	\$	24,739,704	\$	7,863,865
	5.5%		5.0%		4.2%		3.9%		3.9%

REVENUE CAPACITY

CLACKAMAS COUNTY, OREGON
ASSESSED VALUE AND ESTIMATED 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
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
2010	37,522,116,479	926,844,136	190,358,012	1,187,192,173	3,764,590,489
2011	38,740,686,945	895,025,553	154,775,252	1,216,349,414	3,929,241,373
2012	39,928,324,861	818,891,277	148,526,706	1,251,475,694	4,111,167,741
2013	40,981,612,909	842,924,659	148,722,654	1,223,574,640	4,328,790,568
2014	42,691,617,037	864,729,893	145,887,279	1,262,573,514	4,591,316,388
2015	44,762,863,516	874,814,400	152,261,476	1,299,011,574	4,788,499,540
2016	46,856,122,432	900,362,922	160,590,222	1,443,138,660	5,066,830,947

Source: Clackamas County Department of Assessment and Taxation

Notes:

- (1) A property tax limitation measure became effective in fiscal 1998. The measure limited taxes on each property by reducing the 1997-98 assessed value of each property to 90% of its 1995-96 value. The measure also limits future growth of taxable value to 3% per year with certain exceptions as well as establishing permanent tax rates for Oregon's local taxing districts, which replaces the former tax base amounts of the district.
- (2) The total direct tax rate reported is for Clackamas County. Component unit tax rates are reported in the schedule of direct and overlapping rates on pages 210 & 210a. Because taxpayers pay city or rural rates, based on their respective tax code area, the total direct tax rate is a weighted average of city/rural rates. Services to rural areas have been determined to be more costly.

Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Cash Value	Assessed Value as a Percentage of Actual Cash Value
\$ 30,751,633,489	2.66 %	\$ 48,637,676,395	63.23 %
32,655,970,680	2.91	57,192,695,090	57.10
34,517,930,429	2.91	60,008,391,125	57.52
37,179,122,459	2.91	54,457,966,568	68.27
37,077,595,791	2.91	48,903,531,566	75.82
38,036,050,797	2.91	45,749,213,790	83.14
38,868,044,294	2.91	44,029,803,115	88.28
40,373,491,335	2.91	45,905,312,668	87.95
42,300,451,426	2.90	51,015,222,201	82.92
44,293,383,289	2.90	56,348,322,027	78.61

CLACKAMAS COUNTY, OREGON
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year Ended June 30,	Property Taxes	Transient Lodging Taxes	Other Taxes	Total Taxes
2007	\$ 95,882	\$ 2,768	\$ 1,919	\$ 100,569
2008	107,668	3,062	1,889	112,619
2009	114,251	2,657	2,162	119,070
2010	135,468	2,430	1,964	139,862
2011	139,483	2,683	-	142,166
2012	141,891	2,894	-	144,785
2013	145,084	3,198	-	148,282
2014	142,329	3,421	-	145,750
2015	148,662	3,796	-	152,458
2016	155,315	4,416	-	159,731

Notes:

- 1) Budgeted Resources

**CLACKAMAS COUNTY, OREGON
DIRECT AND OVERLAPPING PROPERTY TAX RATES
(Last Ten Fiscal Years)
YEAR ENDED JUNE 30, 2016
(Rate per \$1,000 of Assessed Value)**

Year	Clackamas County Direct Rates			Overlapping Rates						Total Direct & Overlapping Rate	Total Direct & Overlapping Range
	General Operations	Safety Local Option	Total Direct Rate	County Component Units	Cities	Schools	College/ESD	Fire	Other Special		
2007	2.66	-	2.66	0.41	2.46	6.69	1.04	1.67	0.40	15.33	8.68-20.11
2008	2.66	0.25	2.91	0.38	2.40	6.93	1.06	1.68	0.55	15.91	8.94-19.64
2009	2.66	0.25	2.91	0.39	2.31	6.92	1.06	1.81	0.52	15.92	8.95-20.14
2010	2.66	0.25	2.91	0.86	2.40	7.13	1.06	1.83	0.55	16.74	8.29-20.83
2011	2.66	0.25	2.91	0.86	2.39	7.09	1.05	1.82	0.53	16.65	7.74-20.85
2012	2.66	0.25	2.91	0.86	2.40	7.24	1.03	1.83	0.44	16.71	7.34-20.35
2013	2.66	0.25	2.91	0.86	2.42	7.20	1.05	1.82	0.23	16.49	9.98-20.91
2014	2.91	0.25	3.15	0.85	2.34	7.17	1.06	1.88	0.53	16.98	9.59-21.52
2015	2.90	0.25	3.15	0.87	2.98	7.10	1.06	1.99	0.55	17.70	9.60-21.40
2016	2.90	0.25	3.15	0.87	2.33	7.15	1.06	2.28	0.11	16.96	9.64-21.06

**CLACKAMAS COUNTY, OREGON
PRINCIPAL PROPERTY TAX PAYERS
JUNE 30, 2016 AND NINE YEARS AGO**

Taxpayer	2016			2007		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Portland General Electric	\$ 693,695,000	1	1.57 %	\$ 449,880,000	1	1.46 %
Shorenstein Properties LLC	276,494,593	2	0.62			
General Growth Properties Inc.	240,171,889	3	0.54	125,736,307	4	.41
Comcast Corporation	202,848,600	4	0.46			
Northwest Natural Gas Company	189,266,800	5	0.43	163,588,300	3	.53
Fred Meyer Stores Inc.	183,670,340	6		167,969,972	2	.55
PCC Structural Inc.	128,910,260	7	0.29	73,980,978	5	.24
Xerox Corporation	85,764,760	8	0.19	66,073,152	7	.21
Marvin F. Poer & Company	72,296,670	9				
Blount Inc	68,966,058	10	0.16			
Qwest Corporation				66,642,900	6	.22
Deloitte and Touche LLP				60,087,059	8	.20
Safeway Stores Inc.				55,209,480	9	.18
Verizon Northwest Inc.				52,760,700	10	.17
Total	\$ 2,142,084,970		4.26 %	\$ 1,281,928,848		4.17 %

Source: Clackamas County Department of Assessment and Taxation

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2007	\$ 79,339,667	\$ 75,124,257	94.7 %	\$ 2,214,478	\$ 77,338,735	97.5 %
2008	91,903,807	86,387,265	94.0	3,346,403	89,733,668	97.6
2009	96,647,780	89,978,400	93.1	4,583,140	94,561,540	97.8
2010	100,804,719	94,470,625	93.7	3,682,898	98,153,523	97.4
2011	103,507,849	96,905,699	93.6	3,645,938	100,551,637	97.1
2012	106,207,214	99,833,289	94.0	3,395,426	103,228,715	97.2
2013	107,907,265	101,835,491	94.4	2,927,875	104,763,366	97.1
2014	113,933,552	108,046,741	94.8	2,037,746	110,084,487	96.6
2015	119,526,869	113,557,013	95.0	1,369,242	114,926,254.59	96.2
2016	125,065,100	118,992,186	95.1	-	118,992,186	95.1

Source: Clackamas County Department of Assessment and Taxation

DEBT CAPACITY

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

Governmental Activities								
Fiscal Year	General Obligation Bonds	Clackamas County Development Agency Redevelopment Bonds	Clackamas County Bancroft Limited Tax Assessment Bonds	Clackamas County Full Faith and Credit Obligation	Clackamas County Full Faith and Credit Refunding Bonds	Clackamas County Full Faith and Credit Financing Agreement	North Clackamas Parks Limited Tax Revenue Refunding Bonds	North Clackamas Parks Full Faith and Credit Obligation
2007	\$ 1,852,036	\$ 35,333,000	\$ 1,400,000	\$ 73,789,250	\$ -	\$ -	\$ 6,725,000	\$ -
2008	1,807,388	30,057,474	1,400,000	70,617,974	-	-	6,360,000	8,000,000
2009	1,740,000	24,568,705	1,400,000	68,290,000	-	-	5,975,000	7,785,000
2010	-	18,830,197	1,400,000	100,230,000	-	-	-	13,150,000
2011	-	18,830,587	1,400,000	96,620,000	-	-	-	12,550,000
2012	-	12,267,995	1,400,000	92,860,000	-	-	-	11,920,000
2013	-	5,405,000	1,400,000	70,596,283	20,215,715	20,080,000	-	11,336,101
2014	-	5,090,000	1,400,000	66,995,155	19,816,704	19,475,000	-	10,735,433
2015	-	4,760,000	1,400,000	63,274,026	19,152,693	18,685,000	-	10,038,860
2016	-	4,415,000	1,400,000	59,412,899	18,443,682	17,870,000	-	9,322,286

Source: Clackamas County Finance Department

Notes:

- (1) Details regarding the County's outstanding debt can be found in the Notes to the Basic Financial Statements.
 - (2) Per capita and percentage of personal income is based on the population of the entire County as reported on page 220.
 - (3) Water Environment Services debt includes Clackamas County Service District No. 1 and Tri-City Service District debt.
- N/A: Not available

Business-Type Activities

Loans and Contracts Payable	Capital Leases Payable	Housing Authority Easton Ridge Revenue Bonds	Housing Authority Loans and Contracts Payable	Stone Creek Golf Full Faith and Credit Bonds	Sanitary Sewer & Surface Water Loans and Contracts Payable	Service District No. 1 Revenue Bonds	Service District No. 1 Bancroft Improvement Bonds	Total Primary Government	Percentage of Personal Income	Per Capita
\$ 13,784,944	\$ 78,687	\$ 9,232,953	\$ 911,985	\$ 5,643,950	\$ 1,892,749	\$ 9,244,504	\$ 320,424	\$ 160,209,482	0.99 %	430
12,932,816	40,059	8,987,803	719,531	5,399,012	1,694,133	8,371,444	-	156,387,634	0.94	415
17,954,578	-	8,727,653	673,509	5,149,074	1,487,321	46,006,975	-	189,757,815	1.19	500
21,343,961	-	8,447,503	626,918	4,894,136	1,850,243	89,486,843	-	260,259,801	1.61	682
19,669,841	-	7,932,653	531,635	4,629,198	6,866,161	110,522,460	-	279,552,535	1.66	739
18,121,142	-	7,637,203	489,842	4,354,260	9,492,734	107,154,050	-	265,697,226	1.48	689
18,496,953	-	16,658,341	437,923	4,070,000	9,660,603	103,264,554	-	281,621,473	1.55	732
14,907,811	-	16,603,341	386,856	-	9,159,670	99,273,573	-	263,843,543	1.38	685
11,279,629	-	16,368,341	333,344	-	8,500,801	95,141,831	-	248,934,525	N/A	626
6,764,901	-	16,128,341	276,678	-	8,043,029	91,094,801	-	233,171,617	N/A	577

CLACKAMAS COUNTY, OREGON
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	Total General Bonded Debt Outstanding	Less: Amounts Available in Debt Service Fund	Total	Percentage of Actual Taxable Value of Property	Per Capita
2007	2,155,000	2,155,000	(93,861)	2,248,861	0.01%	6
2008	1,790,000	1,790,000	38,015	1,751,985	0.01%	5
2009	1,740,000	1,740,000	186,478	1,553,522	0.00%	4
2010	-	-	-	-	-	-
2011	-	-	-	-	-	-
2012	-	-	-	-	-	-
2013	-	-	-	-	-	-
2014	-	-	-	-	-	-
2015	-	-	-	-	-	-
2016	-	-	-	-	-	-

Source: Clackamas County Finance Department

Note:

- (1) Details regarding the County's outstanding debt can be found in the notes to the financial statements
- (2) See the Schedule of Assessed Value and Actual Value of Taxable Property for actual taxable value of property.
- (3) Population Data can be found in the Schedule of Demographic Statistics.

**CLACKAMAS COUNTY, OREGON
DIRECT AND OVERLAPPING DEBT
JUNE 30, 2016**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Canby RFPD 62	\$ 243,750	100.0000 %	\$ 243,750
City of Canby	25,645,496	100.0000	25,645,496
City of Estacada	2,997,186	100.0000	2,997,186
City of Gladstone	1,614,000	100.0000	1,614,000
City of Happy Valley	3,530,000	100.0000	3,530,000
City of Lake Oswego	13,550,000	94.2293	12,768,070
City of Milwaukie	4,938,244	99.1835	4,897,923
City of Molalla	95,000	100.0000	95,000
City of Oregon City	385,000	100.0000	385,000
City of Portland	194,580,568	0.1320	256,846
City of Sandy	8,573,130	100.0000	8,573,130
City of Tualatin	6,892,166	14.6565	1,010,150
City of West Linn	17,740,000	100.0000	17,740,000
Clackamas Community College	62,061,012	100.0000	62,061,012
Clackamas County Educational Service District	425,637	99.4736	423,396
Clackamas County Rural Fire Protection District #1	16,700,000	99.7795	16,663,177
Clackamas County School District 108 (Estacada)	28,060,000	100.0000	28,060,000
Clackamas County School District 115 (Gladstone)	49,095,891	100.0000	49,095,891
Clackamas County School District 12 (North Clackamas)	306,389,340	100.0000	306,389,340
Clackamas County School District 35 (Molalla River)	15,653,212	100.0000	15,653,212
Clackamas County School District 3J (West Linn-Wilsonville)	241,545,453	98.5554	238,056,087
Clackamas County School District 46 (Oregon Trail)	105,330,487	100.0000	105,330,487
Clackamas County School District 53 (Colton)	1,468,656	100.0000	1,468,656
Clackamas County School District 62 (Oregon City)	81,569,276	100.0000	81,569,276
Clackamas County School District 7J (Lake Oswego)	96,022,877	98.8026	94,873,099
Clackamas County School District 86 (Canby)	66,658,030	100.0000	66,658,030
Marion County School District 4J (Silver Falls)	50,573,104	8.5652	4,331,688
Metro	199,855,000	18.4498	36,872,848
Molalla Rural Fire Protection District 73	3,345,000	100.0000	3,345,000
Mt Hood Community College	23,735,000	16.5228	3,921,687
Multnomah County School District 10J (Gresham-Barlow)	75,331,492	19.3330	14,563,837
Multnomah County School District 1J (Portland)	710,094,161	0.0691	490,675
Multnomah County School District 28J (Centennial)	24,641,858	6.7574	1,665,149
Multnomah County School District 51J (Riverdale)	18,373,758	5.1955	954,609
Pleasant Home Water District	1,650,000	6.0836	100,379
Portland Community College	335,095,000	5.2475	17,584,110
Rivergrove Water District 14J	655,635	98.5966	646,434
Silverton Rural Fire Protection District	4,493,575	5.1751	232,547
Tualatin Valley Fire & Rescue District	52,000,000	16.0303	8,335,756
Washington County School District 23J (Tigard-Tualatin)	86,394,152	4.7499	4,103,636
Washington County School District 88J (Sherwood)	99,865,170	6.3913	6,382,683
Willamette Educational Service District	7,640,000	0.6268	47,888
Yamhill County School District 29J (Newberg)	56,392,118	1.8306	1,032,314
Other Debt			
City of Estacada	\$ 1,100,548	100.0000 %	\$ 1,100,548
City of Lake Oswego	167,820,000	94.2293	158,135,611
City of Milwaukie	3,715,000	99.1835	3,684,667
City of Molalla	4,414,810	100.0000	4,414,810
City of Oregon City	19,694,360	100.0000	19,694,360

**CLACKAMAS COUNTY, OREGON
DIRECT AND OVERLAPPING DEBT (CONTINUED)
JUNE 30, 2016**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Other Debt (Continued)			
City of Portland	468,757,348	0.1320	618,760
City of Sandy	2,127,285	100.0000	2,127,285
City of Tualatin	4,260,000	14.6565	624,367
City of Wilsonville	36,900,000	89.5143	33,030,619
Clackamas Community College	26,930,000	100.0000	26,930,000
Clackamas County Educational Service District	22,535,000	99.4736	22,416,376
Clackamas County Rural Fire Protection District #1	17,645,000	99.7795	17,606,093
Metro	28,835,000	18.4498	5,320,000
Mt Hood Community College	39,107,792	16.5228	6,461,702
Multnomah Educational Service District	29,870,000	1.5729	469,825
North Clackamas Parks and Recreation District	9,220,000	100.0000	9,220,000
Northwest Regional Educational Service District	4,340,000	0.9915	43,031
Oak Lodge Sanitary District 2	18,540,000	100.0000	18,540,000
Port of Portland	63,760,760	22.5585	14,383,471
Portland Community College	91,760,000	5.2475	4,815,106
Tualatin Valley Fire & Rescue District	1,000,000	16.0303	160,303
Willamette Educational Service District	16,922,231	0.6268	106,069
Subtotal overlapping debt			1,600,572,456
County direct debt			<u>117,399,449</u>
Total direct and overlapping debt			<u><u>\$ 1,717,971,905</u></u>

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

Note:

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

**CLACKAMAS COUNTY, OREGON
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(amounts expressed in thousands)**

	2007	2008	2009	2010	2011
Clackamas County:					
ORS 287A.100 provides a debt limit on general obligation bonds of 2% of the real market value of all taxable property within the County's legal boundaries. This became effective January 1, 2008 superseding ORS 297.054.					
Real market value	\$ 48,637,676	\$ 57,192,695	\$ 60,008,391	\$ 54,457,967	\$ 48,903,532
Debt limit rate	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>
Debt limit	972,754	1,143,854	1,200,168	1,089,159	978,071
Less general obligation debt at June 30	<u>1,835</u>	<u>1,790</u>	<u>1,740</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 970,919</u>	<u>\$ 1,142,064</u>	<u>\$ 1,198,428</u>	<u>\$ 1,089,159</u>	<u>\$ 978,071</u>
Total net debt applicable to the limit as a percentage of debt limit	0.19%	0.16%	0.14%	0.00%	0.00%

ORS 287A.105 provides a debt limit on revenue/full faith and credit bonds of 1% of the real market value of all taxable property within the County's boundaries. This became effective January 1, 2008 superseding ORS 287.053.

Real market value	\$ 48,637,676	\$ 57,192,695	\$ 60,008,391	\$ 54,457,967	\$ 48,903,532
Debt limit rate	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
Debt limit	486,377	571,927	600,084	544,580	489,035
Less full faith and credit obligation debt at June 30	<u>96,770</u>	<u>100,745</u>	<u>97,500</u>	<u>128,285</u>	<u>123,305</u>
Legal debt margin	<u>\$ 389,607</u>	<u>\$ 471,182</u>	<u>\$ 502,584</u>	<u>\$ 416,295</u>	<u>\$ 365,730</u>
Total net debt applicable to the limit as a percentage of debt limit	19.90%	17.62%	16.25%	23.56%	25.21%

Service District #1:

ORS 451.545 provides a debt limit on general obligation bonds of 13% of the real market value of all taxable property within the agencies legal boundaries

Clackamas County Service District #1					
Real market value	\$ 8,725,660	\$ 10,181,943	\$ 10,868,802	\$ 9,754,775	\$ 8,834,786
Debt limit rate	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>
Debt limit	1,134,336	1,323,653	1,412,944	1,268,121	1,148,522
Less general obligation debt at June 30	<u>320</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 1,134,016</u>	<u>\$ 1,323,653</u>	<u>\$ 1,412,944</u>	<u>\$ 1,268,121</u>	<u>\$ 1,148,522</u>
Total net debt applicable to the limit as a percentage of debt limit	0.03%	0.00%	0.00%	0.00%	0.00%

Source: Clackamas County Finance Division

	2012	2013	2014	2015	2016
\$	45,749,214	\$ 44,029,803	\$ 45,905,313	51,015,222	56,348,322
	2.00%	2.00%	2.00%	2.00%	2.00%
	<u>914,984</u>	<u>880,596</u>	<u>918,106</u>	<u>1,020,304</u>	<u>1,126,966</u>
	-	-	-	-	-
\$	<u>914,984</u>	<u>\$ 880,596</u>	<u>\$ 918,106</u>	<u>1,020,304</u>	<u>1,126,966</u>
	0.00%	0.00%	0.00%	0.00%	0.00%

\$	45,749,214	\$ 44,029,803	\$ 45,905,313	51,015,222	56,348,322
	1.00%	1.00%	1.00%	1.00%	1.00%
	<u>457,492</u>	<u>440,298</u>	<u>459,053</u>	<u>510,152</u>	<u>563,483</u>
	<u>118,315</u>	<u>113,125</u>	<u>120,905</u>	<u>114,865</u>	<u>108,580</u>
\$	<u>339,177</u>	<u>\$ 327,173</u>	<u>\$ 338,148</u>	<u>395,287</u>	<u>454,903</u>
	25.86%	25.69%	26.34%	22.52%	19.27%

\$	8,187,186	\$ 7,998,198	\$ 8,467,120	8,141,579	8,592,178
	13.00%	13.00%	13.00%	13.00%	13.00%
	<u>1,064,334</u>	<u>1,039,766</u>	<u>1,100,726</u>	<u>1,058,405</u>	<u>1,116,983</u>
	-	-	-	-	-
\$	<u>1,064,334</u>	<u>\$ 1,039,766</u>	<u>\$ 1,100,726</u>	<u>1,058,405</u>	<u>1,116,983</u>
	0.00%	0.00%	0.00%	0.00%	0.00%

**CLACKAMAS COUNTY, OREGON
PLEGGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
Governmental Activities**

Limited Tax Assessment Bonds

Fiscal Year	Assessment Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2007	\$ 186,112	\$ -	\$ 186,112	\$ -	\$ 91,000	2.05 %
2008	156,579	-	156,579	-	91,000	1.72
2009	146,695	-	146,695	-	91,000	1.61
2010	138,498	-	138,498	-	91,000	1.52
2011	130,978	-	130,978	-	91,000	1.44
2012	126,059	-	126,059	-	91,000	1.39
2013	132,407	-	132,407	-	91,000	1.46
2014	-	-	-	-	91,000	-
2015	-	-	-	-	91,000	-
2016	-	-	-	-	91,000	-

General County Loan Payable to Oregon Department of Transportation (1)

	State and County Transportation Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
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)
2010	17,725,425	21,072,650	(3,367,225)	1,222,867	708,969	(1.74)
2011	19,952,908	20,007,577	(54,669)	1,231,568	700,268	(0.03)
2012	25,352,296	18,533,276	6,819,020	1,276,786	655,049	3.53
2013	25,609,141	23,087,019	2,522,122	1,334,372	597,464	1.31
2014	27,404,967	22,210,058	5,194,909	3,337,417	528,140	1.34
2015	28,116,693	31,775,860	(3,659,167)	3,454,073	424,712	(0.94)
2016	34,953,222	33,909,050	1,044,172	4,046,072	319,681	0.24

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

	Assessment Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2007	\$ 19,744	\$ -	\$ 19,744	\$ -	\$ 24,352	0.81 %
2008	5,169	-	5,169	320,424	12,177	0.02
2009	-	-	-	-	-	0.00
2010	-	-	-	-	-	0.00
2011	-	-	-	-	-	0.00
2012	-	-	-	-	-	0.00
2013	-	-	-	-	-	0.00
2014	-	-	-	-	-	0.00
2015	-	-	-	-	-	0.00
2016	-	-	-	-	-	0.00

Source: Clackamas County Finance Department

Notes:

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

**CLACKAMAS COUNTY, OREGON
 PLEDGED-REVENUE COVERAGE
 LAST TEN FISCAL YEARS
 Business-type Activities**

Fiscal Year Ended June 30,	Service District No. 1 - Revenue Bonds					
	Assessment Revenue	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2007	\$ 20,029,957	\$ 10,973,250	\$ 9,056,707	\$ 940,000	\$ 379,188	6.9 %
2008	21,251,386	11,624,034	9,627,352	975,000	336,988	7.3
2009	20,311,508	12,829,468	7,482,040	1,010,000	302,426	5.7
2010	23,776,171	13,317,079	10,459,092	1,445,000	3,079,747	2.3
2011	27,983,443	13,704,474	14,278,969	3,070,000	3,516,324	2.2
2012	27,804,057	13,872,327	13,931,730	3,395,000	4,755,286	1.7
2013	31,004,935	14,603,670	16,401,265	3,905,000	4,242,142	2.0
2014	30,890,908	15,089,956	15,800,952	4,025,000	4,116,069	1.9
2015	32,490,768	14,186,191	18,304,577	4,145,000	3,972,820	2.3
2016	37,077,085	15,304,504	21,772,581	3,240,000	3,856,314	3.1

Source: Clackamas County Finance

Notes:

(1) Details regarding Clackamas County's outstanding debt can be found in the notes to the basic financial statements.

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

Service District No. 1 - State Revolving Fund Loans					Service District No. 1 - Bancroft Bonds				
Net Available Revenue	Debt Service		Coverage		Net Available Revenue	Debt Service		Coverage	
	Principal	Interest				Principal	Interest		
7,737,519	\$ 152,574	\$ 72,972	34.3 %		\$ 7,511,973	\$ -	\$ 24,352	308.5 %	
8,315,364	158,909	65,858	37.0		8,090,597	320,424	12,177	24.3	
6,169,614	165,507	58,449	27.5		5,945,658	-	-	-	
5,934,345	172,379	48,371	26.9		5,713,595	-	-	-	
7,692,645	179,537	40,236	35.0		7,472,872	-	-	-	
5,781,444	187,002	34,314	26.1		5,560,128	-	-	-	
8,254,123	194,756	24,324	37.7		8,035,042	-	-	-	
7,659,883	450,633	454,537	8.5		6,754,713	-	-	-	
10,186,757	606,547	229,234	12.2		9,350,976	-	-	-	
14,676,267	403,346	212,637	23.8		14,060,284	-	-	-	

**CLACKAMAS COUNTY, OREGON
 PLEDGED-REVENUE COVERAGE
 LAST TEN FISCAL YEARS
 Business-type Activities (continued)**

Fiscal Year Ended June 30,	Stone Creek Golf Course-Full Faith & Credit Obligation Series 2003 (2)						
	Operating Income	Less:		Net Available Revenue	Debt Service		Coverage
		Operating Expenses			Principal	Interest	
2007	\$ 3,081,996	\$ 2,120,232	\$ 961,764	\$ 240,000	\$ 234,125	2.03 %	
2008	2,801,556	2,092,856	708,700	245,000	228,445	1.50	
2009	2,779,987	2,189,727	590,260	250,000	223,088	1.25	
2010	2,634,586	2,194,644	439,942	255,000	216,138	0.93	
2011	2,592,245	1,978,486	613,759	265,000	208,006	1.30	
2012	2,651,842	2,025,659	626,183	275,000	198,888	1.32	
2013	2,806,647	2,035,261	771,386	285,000	188,731	1.63	
2014 (4)	-	-	-	-	-	-	
2015	-	-	-	-	-	-	
2016	-	-	-	-	-	-	

Notes:

- (1) Details regarding Clackamas County's outstanding debt can be found in the notes to the basic financial statements.
- (2) Stone Creek Golf Course-Bonds issued September 2003-Nonmajor proprietary fund
- (3) Housing Authority-Revenue Bonds -major proprietary fund
- (4) Stone Creek Golf Course-Full Faith & Credit Obligation Series 2003 was paid in full in November 2013.

Housing Authority of Clackamas County-(Revenue Bonds)(3)

	Operating Income	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
\$	1,896,958	\$ 1,310,002	\$ 586,956	\$ 245,000	\$ 558,891	0.73 %
	1,966,499	1,378,341	588,158	255,000	545,310	0.73
	1,921,967	1,428,865	493,102	270,000	530,085	0.62
	1,908,076	1,372,879	535,197	290,000	513,845	0.67
	2,025,185	1,265,170	760,015	505,000	496,590	0.76
	2,057,729	1,331,069	726,660	325,000	488,239	0.89
	1,321,575	961,903	359,672	7,816,909	554,170	0.04
	1,573,436	1,008,572	564,864	-	647,927	0.87
	2,085,263	1,710,253	375,010	4,000,000	774,509	0.08
	2,215,633	911,499	1,304,134	235,000	623,324	1.52

ECONOMIC AND DEMOGRAPHIC INFORMATION

**CLACKAMAS COUNTY, OREGON
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income (1)	Clackamas County Unemployment Rate (2)
2007	372,270	\$ 16,366,851	\$ 43,339	4.6 %
2008	376,660	16,875,498	44,124	4.7
2009	379,845	16,578,715	42,006	8.4
2010	381,775	17,162,313	42,452	10.4
2011	378,485	16,835,013	44,480	9.5
2012	381,685	17,981,180	47,110	8.4
2013	384,924	18,111,829	47,053	7.5
2014	391,525	19,072,357	48,713	6.4
2015	397,385	N/A	N/A	5.6
2016	404,980	N/A	N/A	4.7

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) This number has been updated to reflect rates specific to Clackamas County per the State of Oregon
Employment Department.

N/A: Not available

**CLACKAMAS COUNTY, OREGON
PRINCIPAL EMPLOYERS ⁽¹⁾
JUNE 30, 2016 AND NINE YEARS AGO**

Employer	2016			2007		
	Employees	Rank	Percentage of Total ⁽²⁾	Employees	Rank	Percentage of Total ⁽²⁾
Intel Corp.	18,600	1	.02 %	16,740	1	.02 %
Providence Health & Services	16,139	2	.01	14,639	2	.01
Oregon Health & Sciences University	14,963	3	.01	11,500	3	.01
Kaiser Permanente Northwest	11,898	4	.01	8,221	5	.01
Fred Meyer	10,813	5	.01	8,500	4	.01
Legacy Health System	8,700	6	.01	8,196	6	.01
Nike Inc.	8,500	7	.01	7,648	8	.01
Portland Public Schools	6,135	8	.01			
Multnomah County	5,995	9	.01			
City of Portland	5,481	10	.00	7,996	7	.01
State of Oregon				7,180	9	.01
Beaverton School District				5,000	10	.00
Total	<u>107,224</u>		<u>0.11 %</u>	<u>95,620</u>		<u>0.10 %</u>

Sources:

(1) Statistics are the latest available data published in the Portland Business Journal *Book of Lists 2016*, and *Book of Lists 2007*. The Business Journal Book of Lists ranks Portland Metropolitan Area employers.

(2) Total Portland Metropolitan Area employment used to calculate percentages is from the United States Department of Labor Bureau of Labor Statistics.

CLACKAMAS COUNTY, OREGON
FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION/PROGRAM (1)
LAST TEN FISCAL YEARS

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General government										
County commissioners & administration	13.8	13.8	14.1	15.1	15.4	15.4	15.4	17.4	17.80	17.80
Assessor	57.5	57.5	57.5	57.5	57.5	57.5	57.5	57.5	57.50	58.50
Technology Services	52.3	52.8	53.3	50.3	51.6	52.3	52.3	48.5	50.50	52.00
Building services and surveyor (6)	55.5	57.5	56.5	52.5	30.3	29.3	30.5	34.0	36.50	42.00
Finance	39.1	39.1	39.1	39.5	39.5	38.5	37.5	37.5	40.00	40.53
Facilities management (7)	16.0	16.0	20.0	20.0	27.0	27.0	27.0	28.0	35.00	35.50
County clerk	28.0	28.0	27.0	25.0	23.5	24.5	23.5	22.0	19.00	19.00
Employee services	32.8	33.6	33.9	34.6	35.4	34.4	34.7	33.7	34.70	37.80
Other	39.4	43.6	45.5	46.2	43.4	43.4	43.6	43.5	47.50	49.50
Total General government	334.4	341.9	346.9	340.7	323.6	322.2	322.1	322.1	338.50	352.63
Public protection (2)										
Homeland security and dispatch	50.0	50.0	51.0	51.0	52.0	52.0	50.0	48.0	50.50	53.00
Juvenile court services	47.5	48.5	48.5	48.0	49.0	49.4	49.5	50.0	51.00	54.00
Justice court (3)	N/A	N/A	1.3	6.0	8.0	10.5	10.5	10.5	10.50	10.50
Sheriff (8)	382.1	434.3	444.8	448.5	450.0	429.3	432.0	437.0	439.50	443.50
Community corrections	87.3	105.5	105.5	105.5	99.5	100.5	88.5	92.5	97.00	97.00
District attorney	86.0	90.2	90.5	88.6	87.7	86.0	81.5	81.2	81.74	85.54
Total Public protection	652.9	728.5	741.6	747.6	746.2	727.7	712.0	719.2	730.24	743.54
Public ways and facilities										
Roads	119.9	106.9	106.9	107.9	106.9	107.0	110.0	108.5	112.75	117.55
Engineering	40.8	47.8	45.0	45.0	48.7	48.0	48.0	40.0	39.00	34.00
Total Public ways and facilities	160.7	154.7	151.9	152.9	155.6	155.0	158.0	148.5	151.75	151.55
Health and sanitation										
Community health (4) (8) (9)	309.6	300.5	271.4	254.7	261.4	310.7	340.6	349.0	329.42	357.31
Social services (5)	114.2	117.4	118.3	64.1	70.3	74.6	82.0	86.6	87.30	96.65
Community environment	12.4	13.9	13.8	14.1	15.3	15.8	14.8	14.0	11.00	11.75
Dog services	13.0	13.0	13.0	13.0	13.0	15.6	13.6	15.8	15.80	17.10
Milwaukie Center	9.7	9.7	9.7	9.5	9.0	10.3	10.4	10.6	8.48	8.48
Other	13.0	12.5	12.3	11.0	15.8	16.5	16.0	16.5	15.50	18.75
Total health and sanitation	471.9	467.0	438.5	366.3	384.8	443.5	477.5	492.5	467.50	510.04
Culture and recreation										
Public land corner	12.5	12.5	10.5	10.5	8.5	8.5	4.5	4.5	4.50	5.00
Parks and forester	31.5	34.6	37.8	40.9	39.7	38.7	39.8	40.1	37.94	45.62
County fair and tourism	11.0	10.0	10.0	10.0	12.0	14.0	14.0	16.0	16.00	19.00
Total culture and recreation	55.0	57.1	58.3	61.4	60.2	61.2	58.3	60.6	58.44	69.62
Education										
Library	11.0	11.0	10.5	10.0	10.0	11.0	11.0	11.0	13.00	5.00
Library network	6.8	6.8	6.8	7.0	9.0	10.0	9.0	9.0	9.00	9.00
Total education	17.8	17.8	17.3	17.0	19.0	21.0	20.0	20.0	22.00	14.00
Economic development										
Planning (6)	33.1	33.1	29.1	28.2	21.3	21.0	18.0	16.8	16.75	16.20
Community development (5)	12.9	13.0	13.0	13.0		9.0	10.0	10.0	11.00	10.53
Community solutions	47.8	59.1	60.9	58.1	58.5	36.7	38.0	33.0	35.00	29.50
Development Agency	9.0	9.0	9.0	8.0	8.0	8.0	6.0	5.0	5.00	4.70
Other	5.0	5.3	6.0	6.0	9.0	10.3	9.0	9.0	9.00	9.00
Total economic development	107.8	119.5	118.0	113.3	96.8	85.0	81.0	73.8	76.75	69.93
Solid waste	105.0	110.0	113.0	113.0	109.0	109.0	108.6	108.8	108.75	106.75
Housing assistance	43.0	39.0	40.0	37.0	38.0	36.0	40.0	38.0	37.50	38.50
Lighting	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.00	0.00
Total	1,948.5	2,035.5	2,025.5	1,949.3	1,942.2	1,960.6	1,977.4	1,983.4	1,991.43	2,056.56

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 sheriff staff.
- (3) Clackamas County Justice Court start-up began just prior to 2009-2010 fiscal year.
- (4) Closed portion of Sandy Health Clinic in fiscal year 2008-2009.
- (5) A large number of Social Services FTE's were transferred to the State of Oregon at the beginning of FY 2009-2010. Veterans Services staff were moved from Community Development to Social Services in 2010-2011.
- (6) The significant downturn in housing and construction has resulted in reductions in building and planning staff.
- (7) Additional facilities staff were hired to work on federally funded grant activities.
- (8) Loss of 20+ Sheriff positions and opening of two new clinics-Center Stone and Sunnyside FY 2011-2012
- (9) Additional staff added to public health clinics.

OPERATING INFORMATION

CLACKAMAS COUNTY, OREGON
OPERATING INDICATORS BY FUNCTION/PROGRAM (3)
LAST TEN FISCAL YEARS

Function/Program	2007	2008 (2)	2009	2010	2011
General government:					
Building services:					
Residential plans reviewed within 15 business days	99%	98%	98%	90%	94%
Treasurer:					
Total return on investments	5.05%	4.45%	2.51%	1.09%	0.64%
Emergency communications:					
Law enforcement calls dispatched	244,675	240,863	249,310	225,224	230,323
Emergency medical calls dispatched	16,738	17,799	18,351	16,966	17,040
9-1-1 calls answered within 10 seconds	96%	97%	97%	98%	99.7%
Public protection:					
Sheriff:					
Arrests booked into jail	10,752	9,836	9,267	8,718	10,163
Domestic violence reports	736	732	732	639	620
Driving under influence arrests	713	887	789	730	833
Traffic citations	17,691	19,023	19,387	17,605	17,382
District attorney:					
Family support payments collected (millions)	\$ 18.9	\$ 19.7	\$ 19.3	\$ 19.8	\$ 20.2
Juvenile:					
Youth without new crime within one year of case closing	76.4%	77.4%	76.4%	77.2%	80.40%
Community corrections:					
Work crew community service hours	49,204	53,777	50,878	43,046	39,964
Work release clients free from arrest within one year of program completion	71%	69%	75%	71%	69%
Public ways and facilities:					
Transportation Improvement:					
Projects in planning, design or construction	49	46	45	29	36
Health and sanitation:					
Social services:					
Households receiving Family Caregiver Support Program services (5)	560	630	588	616	166
Households receiving energy assistance	6,516	6,445	7,953	7,314	5,884
Community health:					
Public health appointments, uninsured and underinsured (6)	39,989	N/A	N/A	N/A	N/A
Resource Conservation & Solid Waste:					
Regional solid waste recovery rate (DEQ measured)	55.3%	56.0%	56.5%	57.9%	59.3%
Dog services:					
Animals licensed	18,000	15,357	13,969	13,229	13,661
Milwaukie Center:					
Social service units provided	15,277	13,783	16,657	15,675	6,006
Meals on Wheels and on-site meals served	73,777	75,821	72,870	66,903	66,903
Culture and recreation:					
Forest Management:					
Forest acres reforested or improved	100	-	-	130	50
Tourism:					
Visitor spending in Clackamas County (millions) (4)	\$ 411.9	\$ 440.7	384.0	\$ 411.0	466.0
County fair attendance (7)	143,076	144,136	112,450	123,365	128,675
North Clackamas Parks and Recreation District:					
Swim lesson participants	4,292	4,347	4,306	4,481	4,593
Aquatic park total customers served (3)	238,703	251,056	246,857	245,905	312,909
Education:					
Library: (9)					
Items in library collection	160,414	165,519	168,023	159,743	174,771
Items checked out	937,898	1,048,304	981,207	866,505	942,121
Economic development					
Business and economic development:					
Location proposals to outside companies	25	20	56	32	11
Acres of shovel ready industrial land added to inventory (8)	0	25	36	0	0
Sanitary sewer and surface water					
Tri-City Service District					
Sanitary sewer flows (million gallons/day)	9.01	8.93	7.93	9.82	10.66
Sanitary sewer treatment capacity (million gallons/day)	11.00	11.00	11.00	11.00	11.00
Clackamas County Service District No. 1					
Sanitary sewer flows (million gallons/day)	8.67	8.73	7.88	7.90	8.86
Sanitary sewer treatment capacity (million gallons/day)	10.13	10.13	10.13	10.13	10.13
Housing assistance					
Rental assistance monthly vouchers provided	18,197	18,548	18,561	19,361	18,885
Golf					
Rounds of golf played at Stone Creek Golf Course (18 holes)	57,000	58,300	58,300	55,646	54,435
Number of private events booked at the Stone Creek Event Center	-	-	-	-	-

Source: Clackamas County Finance Department

Notes:

- (1) N/A Numbers were not available.
- (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 lessons, lap swim, big surf, aquatic exercise, swim team and rental opportunities. This number more accurately reflects operational outcomes.
- (4) Tourism dollars spent data is not available until spring of the next year. 2004 estimate of 435.7 (million) fell short due to the economic downturn. Actual was 384.0 (million). The amount estimated from 2013 to 2014 is decreased because the way they are reporting figures has been adjusted from prior years to report only the actual spending in the destination, not the total direct spending that has been reported in the previous years.
- (5) Change in data reporting yields action outcomes. Lifespan support program no longer exists. These services are now provided the under Family Caregiver Support program.
- (6) This measurement was discontinued in 2008.
- (7) County Fair attendance totals were updated to actuals for each fiscal year (e.g. August 2011 attendance is reflected in FY 2011-2012).
- (8) The State of Oregon changed the shovel ready site program to include designation of "Decision Ready Lands" prior to the Shovel Ready Certification. Therefore the FY 14-15 numbers reflect those lands that are designated or in the process of being designated as "Decision Ready".
- (9) The Sunnyside Library transitioned to the City of Happy Valley on July 1, 2015. Library statistics reflect Oak Lodge Library only.

2012	2013	2014	2015	2016
95%	95%	93%	91%	93%
0.61%	0.51%	0.45%	0.60%	1.04%
221,650	238,403	230,604	244,758	249,728
19,166	20,613	21,224	23,066	24,640
99.8%	99.9%	99.9%	99.8%	99.8%
14,152	15,061	14,725	15,148	16,152
589	579	N/A	N/A	N/A
713	614	446	556	588
15,420	15,973	12,475	12,166	13,606
\$ 20.3	\$ 20.7	\$ 20.3	\$ 23.2	\$ 23.4
81.00%	80.40%	79.80%	82.60%	81.00%
33,346	43,050	41,334	43,260	42,306
75%	78%	77%	85%	78%
35	28	26	25	22
183	133	62	97	144
4,926	5,127	5,416	4,688	5,144
N/A	N/A	N/A	N/A	N/A
59.3%	62.2%	59.8%	N/A	N/A
14,803	20,935	16,074	16,599	17,199
6,186	6,718	6,647	5,264	8,216
65,752	66,299	70,966	69,756	70,341
62	90	361	225	482
488.9	496.4	461.3	482.9	N/A
134,124	125,397	145,295	133,517	146,075
5,303	4,247	4,253	4,488	4,739
271,638	250,863	262,812	253,086	243,907
144,401	152,525	155,765	162,356	61,520
943,370	1,001,941	1,079,227	1,108,224	286,533
7	8	7	20	13
130.4	0	165	535.93	0
9.49	9.80	10.80	10.79	12.33
11.00	11.90	11.90	11.90	11.90
8.61	7.93	6.68	5.88	8.72
10.13	10.13	10.13	10.13	10.13
19,052	18,883	18,381	18,672	19,036
55,176	57,669	53,702	59,285	55,770
-	-	-	17	24

**CLACKAMAS COUNTY, OREGON
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2007	2008	2009	2010	2011
General government					
Facilities management:					
Building space maintained in square feet	963,849	1,144,614	1,088,308	1,160,881	1,155,271
Emergency communications :					
Dispatching stations	14	14	14	14	14
Public protection					
Sheriff:					
Stations	2	3	3	3	3
Jail beds available	350	434	434	434	434
Active patrol vehicles	118	128	143	149	150
Community corrections:					
Work release beds	80	114	114	114	114
Juvenile:					
Shelter beds	14	11	14	14	14
Detention beds	14	14	14	14	14
Public ways and facilities					
Roads:					
Miles of road treated with asphalt, overlay, base and crack treatment	134	89	90	40	104
Road miles maintained	1,406	1,406	1,407	1,396	1,395
Health and sanitation					
Health centers:					
County owned clinics	3	3	3	3	3
Leased clinics	3	2	2	1	3
Interview rooms	24	19	19	17	17
Exam rooms	31	29	23	23	27
Social services:					
Client interview rooms	7	7	7	7	7
Culture and recreation					
Parks:					
Acreage maintained	-	-	-	-	-
Campsites maintained	-	-	-	-	-
Parks maintained	53	73	78	79	71
Boat ramps	7	7	7	7	7
Baseball fields	9	9	13	14	14
Soccer fields	3	3	4	6	6
Volleyball courts	-	-	-	-	-
Education					
Library network:					
Library computer workstations supported throughout County area	460	460	475	475	475
Sanitary sewer and surface water					
Tri-City Service District					
Sanitary sewer pump stations	4	4	4	4	4
Sanitary sewer miles of pipe (1)	21.24	21.24	21.24	21.24	21.24
Clackamas County Service District No. 1					
Sanitary sewer pump stations	12	12	16	16	16
Sanitary sewer miles of pipe (2)	301	308	317	317	317
Housing assistance					
Rental unit months leased to low income tenants (3)	10,185	10,438	10,192	10,425	10,511
Lighting					
Service District No. 5 owned streetlights	460	477	519	535	535

Source: Clackamas County Finance Department

Note:

- (1) In 2013-2014 this chart was revised to reflect new miles of pipe data for the Tri-City Service District
- (2) In 2013-2014 this chart was revised to reflect new miles of pipe data for the Clackamas County Service District No. 1
- (3) FY 14-15 amount excludes Easton Ridge Tax Credit Project assistance of 3,024.

2012	2013	2014	2015	2016
1,176,655	1,001,079	1,249,837	1,278,318	1,278,318
14	14	14	14	14
3	3	3	3	3
434	434	461	461	465
171	176	181	181	180
114	114	114	114	114
14	12	14	14	14
14	14	14	16	16
106	73	192	205	169
1,395	1,397	1,398	1,397	1,397
3	3	3	3	3
3	3	3	3	5
17	17	17	17	20
45	45	45	44	45
7	7	7	7	7
-	-	-	1,000	1,000
-	-	-	207	207
73	74	76	84	84
7	6	6	7	7
14	14	14	14	14
6	6	6	6	6
-	-	-	1	1
475	475	251	283	301
4	4	4	4	4
21.26	17.25	19.07	19.07	19.07
16	17	17	17	17
327	312	320	322	322
10,149	9,470	10,220	7,239	7,189
535	537	116	127	127

**REPORT OF INDEPENDENT AUDITORS ON COMPLIANCE AND
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *OREGON AUDITING STANDARDS***

**REPORT OF INDEPENDENT AUDITORS ON COMPLIANCE AND
 ON INTERNAL CONTROL OVER FINANCIAL REPORTING
 BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
 ACCORDANCE WITH OREGON MINIMUM AUDITING STANDARDS**

Board of Commissioners
 Clackamas County, Oregon

We have audited the basic financial statements of Clackamas County, Oregon (the County) as of and for the year ended June 30, 2016 and have issued our report thereon dated December 29, 2016. 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 provisions of the *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement.

Compliance

As part of obtaining reasonable assurance about whether the County's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, grants, including provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules OAR 162-10-000 to 162-10-330, as set forth below, noncompliance with which could have a direct and material effect on the determination of financial statement amounts:

- The use of approved depositories to secure the deposit of public funds.
- The requirements relating to debt.
- The requirements relating to the preparation, adoption and execution of the annual budgets for fiscal years 2016 and 2017.
- The requirements relating to insurance and fidelity bond coverage.
- The appropriate laws, rules and regulations pertaining to programs funded wholly or partially by other governmental agencies.
- The requirements pertaining to the use of revenue from taxes on motor vehicle use fuel funds.
- The statutory requirements pertaining to the investment of public funds.
- The requirements pertaining to the awarding of public contracts and the construction of public improvements.

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. Except as discussed below, the results of our test disclosed no instances of noncompliance that are required to be reported under Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State.

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Public Notice of Budget Meeting

The results of our testing indicated an instance of non-compliance relating to meeting the publication requirement timeframe for a 2017 budget committee meeting notice for the County. Upon identifying the noncompliance, the County advised the governing body at a regularly scheduled meeting in writing of the error and the corrective action taken.

Excess of Expenditures over Appropriations

As described in Note 2, *Stewardship, Compliance and Accountability*, the results of testing indicated ten instances of non-compliance related to excess expenditures over appropriations.

Deficit Fund Balances/Net Position

As described in Note 2, *Stewardship, Compliance and Accountability*, the County reported deficit fund balances in six of its internal service funds.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We did identify a certain deficiency in internal control that we consider to be a material weakness, which is reported in the *Government Auditing Standards* report issued under separate cover as finding 2016-001.

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Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



For Moss Adams LLP
Eugene, Oregon
December 29, 2016