

For Year Ended June 30, 2022



O R E G O N

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

MARION COUNTY, OREGON

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2022

Marion County Finance Department

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INTRODUCTORY SECTION



Marion County

OREGON

FINANCE DEPARTMENT

BOARD OF COMMISSIONERS

Danielle Bethell
Colm Willis
Kevin Cameron

CHIEF ADMINISTRATIVE OFFICER

Jan Fritz

CHIEF FINANCIAL OFFICER

Jeff White

Telephone:
(503) 589-3290

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December 21, 2022

To the Marion County Board of Commissioners
and the Citizens of Marion County, Oregon

We are pleased to submit this Annual Comprehensive Financial Report (ACFR) of Marion County, Oregon for the fiscal year ended June 30, 2022 in accordance with state requirements. Oregon law requires local governments to publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) for the United States of America and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants within six months of the close of each fiscal year.

This report consists of management's representations concerning the finances of Marion County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to provide sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. The County has designed its internal controls to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement, recognizing the need to balance the cost of internal controls with their benefits. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by Moss Adams LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the County's financial statements for the fiscal year ended June 30, 2022 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended June 30, 2022 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the County's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the County's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the County's separately issued Federal Grant Compliance Report.

In accordance with GAAP, County management has provided a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

Marion County, then called Champooick, was created in 1843 by the provisional government 16 years before Oregon gained statehood on February 14, 1859. In 1849 the name was changed to Marion honoring American Revolutionary General Francis Marion. The County is located in the heart of the Willamette Valley, and the Willamette River was established as its western boundary in 1856. Salem, the county seat and state capital, is one of the valley's oldest cities.

There are 20 incorporated cities and 37 unincorporated communities in Marion County, and the County's population is currently estimated at 347,182. The County's present boundary encompasses 1,194 square miles. The County is empowered to levy a property tax on both real and personal properties located within its boundaries.

The County is governed by a three-member Board of Commissioners. The commissioners are elected to four-year staggered terms from the County at large, and a chair, vice chair and second vice chair are selected annually. Policy-making, legislative authority and quasi-judicial powers are vested in the Board of Commissioners, which is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the Chief Administrative Officer and the heads of various departments. The Chief Administrative Officer is responsible for carrying out the policies of the Board of Commissioners and overseeing the day-to-day operations of the County.

The County provides a full range of services including elections, property assessment and taxation, public and behavioral health, law enforcement, corrections, prosecution, justice court, supervision of juvenile offenders, road and bridge maintenance and construction, emergency management, dog licensing and control, parks maintenance, solid waste disposal, and environmental services. Low-income housing, extension services, and sewer and lighting services are provided through legally separate entities, which function, in essence, as part of Marion County and therefore are included as part of the County's financial statements. Additional information on these legally separate entities can be found in Note 1A of the notes to the financial statements.

The annual budget serves as the foundation for the County's financial planning and control. The County adheres to Oregon Local Budget Law in the preparation, adoption and execution of the budget. To oversee the process, the Board of Commissioners has appointed the Chief Administrative Officer as the County's Budget Officer. County departments submit requests for appropriation to the Budget Officer in March or April each year. The Budget Officer uses these requests as the starting point for developing a proposed budget. The Budget Officer then presents this proposed budget to the County's Budget Committee for review in May or early June. After approval by the Budget Committee, the Board of Commissioners is required to hold a public

hearing on the approved budget and adopt a final budget by no later than June 30, the close of the preceding fiscal year. The appropriated budget is prepared by fund and department or by fund and category. Department heads may make transfers of appropriations between line items within a fund and category; however, transfers of appropriations between categories require the approval of the Board of Commissioners. Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the financial environment within which the County operates.

Local Economy – Marion County is the largest producer of agriculture among Oregon's 36 counties. Marion County's economy is also based on government and education. Located in the state capital city of Salem, Oregon, the State of Oregon is the county's largest employer and employs approximately 20,000 workers. Salem-Keizer School District employs about 5,000 workers, Marion County employs about 1,600 workers, and the City of Salem employs about 1,300 workers. As of September 2022, the seasonally adjusted unemployment rate in Marion County was 3.8%, a decrease from 4.2% last year and equaling the state and national averages.

Long-Term Financial Planning – The County heads into fiscal year 2023 with an acceptable financial position and a low ratio of outstanding debt to the real market value of taxable property within the County. Major long-term concerns for the County include changes in state and federal funding, rising employee benefit costs, replacing experienced personnel due to retirements, pressing information technology needs, and the economic impacts of the COVID-19 pandemic and the Beachie Creek/Lionshead wildfire.

Relevant Financial Policies – The County has established, by policy, minimum requirements for budgeting ending fund balance in the General Fund. Maintaining a minimum balance requirement for the General Fund helps ensure that the County has adequate resources for operations at the beginning of the following fiscal year until property taxes (a major funding source) are received.

Cash temporarily idle during the year was invested in certificates of deposit, obligations of the U.S. government, municipal and corporate bonds, and the State's local government investment pool. Investments of the County and other entrusted funds are made under the restrictions of Oregon law, and in accordance with the County's Investment Policy.

The County budgets for its risk management activities in an internal service fund. Risk management is predicated on an actuarial study, which is assigned a probability of loss related to workers' compensation, automobile and general liability. Third-party coverage is currently maintained for workers' compensation claims in excess of \$750,000 and liability claims in excess of \$1,000,000. Additional information on the County's risk management activity can be found in Note 8 of the notes to the financial statements.

Major Initiatives – The County's long-term strategic priorities center on the following areas: 1) operational efficiency and quality service, 2) growth and infrastructure, 3) public safety, 4) economic development, 5) transportation, 6) health and community services, and 7) emergency management. In an effort to provide better information for decision-making, county departments have established key indicators that relate to the County's strategic priorities. These key indicators are used to help forecast trends and determine program and budget needs.

Current initiatives include: continued coordinated responses to the COVID-19 pandemic and the Beachie Creek/Lionshead wildfire; management of rural economic development and

infrastructure needs; upgrade of the county's financial information management system; completion of the implementation of the new Health and Human Services records management system; complete the implementation of the property assessment and taxation system; replace the jail and juvenile detention locking systems, construction of a new Health and Human Services administration building, a new Sheriff office evidence building and allocation of federal ARPA and state wildfire relief funding for eligible projects.


AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Marion County for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020. This was the 20th consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. Due to the COVID-19 pandemic, as well as staff turnover in key positions, the ACFR for the fiscal year ended June 30, 2021, was not submitted to the GFOA until February 28, 2022. To date, the County has not been notified of the results of the review, but we believe that the fiscal year 2021 report will meet the Certificate of Achievement Program's requirements. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the County also received the GFOA Award for Distinguished Budget Presentation for its budget document for the fiscal year beginning July 1, 2022, making this the 12th consecutive year the County has received this award. To qualify for the award, the budget document must be judged to be proficient in several categories as a policy document, financial plan, operations guide, and communication device. We believe that next year's budget document will also meet the award requirements and we have submitted it to the GFOA for evaluation.

We would like to express our appreciation to all members of the Finance Department and other County personnel who assisted and contributed to the preparation of this report. Credit must also be given to the County's Board of Commissioners, Chief Administrative Officer, elected officials and appointed department heads for maintaining the highest standards of accountability in the management of the County's finances.

Respectfully submitted,


Jeff White
Chief Financial Officer


Kathryn Henry
Controller

MARION COUNTY, OREGON
Principal Officials
June 30, 2022

Board of Commissioners

Danielle Bethell	Chair
Colm Willis	Vice Chair
Kevin Cameron	Second Vice Chair

P.O. Box 14500
Salem, Oregon 97309-5036

Other Elected Officials

Tom Rohlfig	Assessor
Bill Burgess	County Clerk
Paige Clarkson	District Attorney
Justin Kidd	Justice of the Peace
Joe Kast	Sheriff
Laurie Steele (Retired 3/31/2022)	Treasurer
Sam Brentano (Effective 4/1/2022)	Treasurer

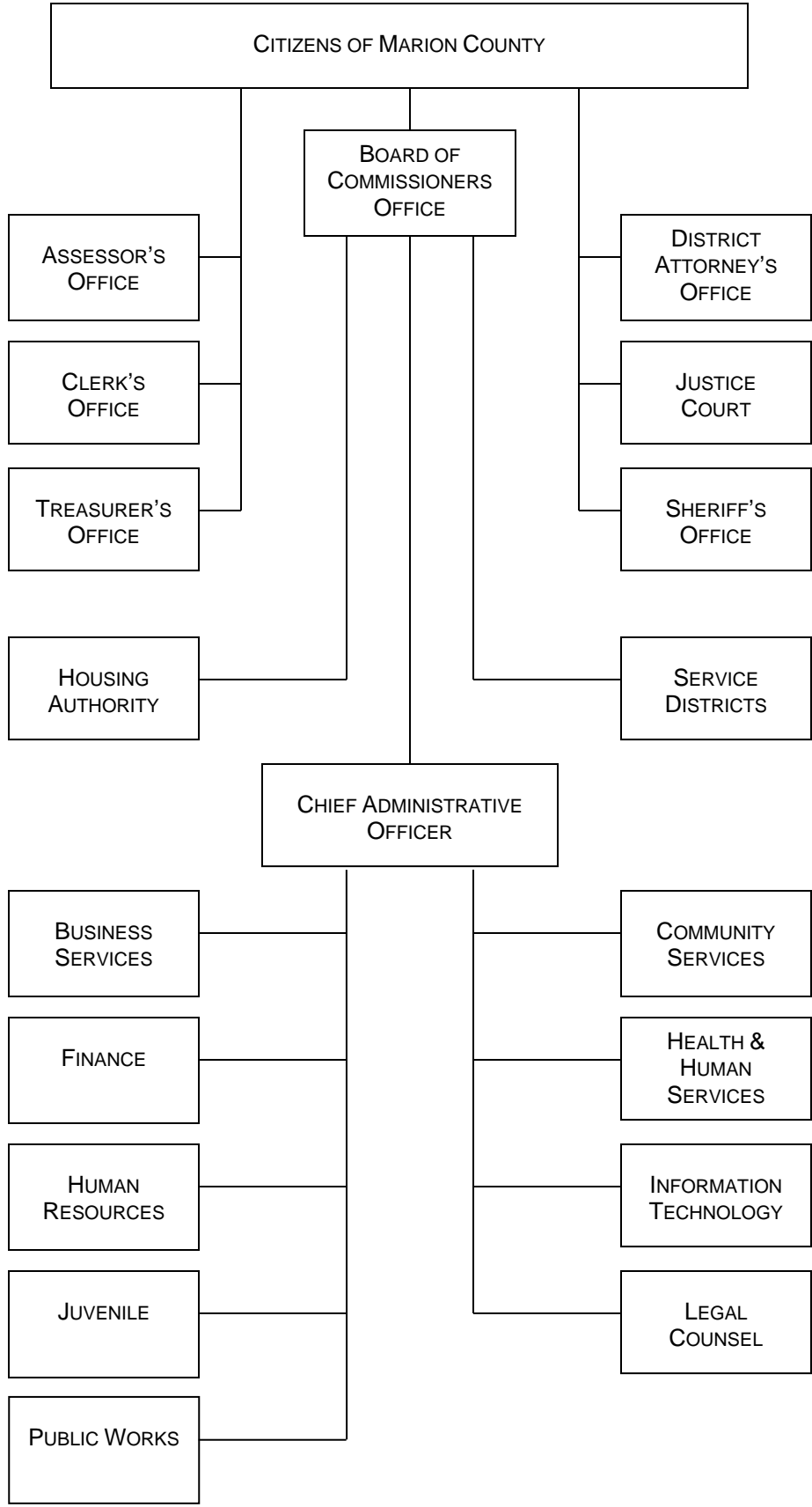
Chief Administrative Officer

Jan Fritz

Legal Counsel

Jane Vetto

MARION COUNTY, OREGON
 Organization Chart
 June 30, 2022



FINANCIAL SECTION

Report of Independent Auditors

The Board of Commissioners
Marion County, Oregon

Report on the Audit of the Financial Statements

Opinions

We have audited the 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 Marion County, Oregon (the County) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the accompanying 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 the County as of June 30, 2022, 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.

We did not audit the financial statements of Marion County Housing Authority, a component unit of the County, which represents 13% of the assets, 17% of the net position/fund balances, and 1% of the revenues of the discretely presented component unit of Marion 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 Marion County Housing Authority, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, and pension and other postemployment benefit (OPEB) schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 management's discussion and analysis and the pension and OPEB schedules 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 management's discussion and analysis and the pension and OPEB schedules 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 comparison information described above are the responsibility of management and were derived from and relates 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 Supplementary Information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is 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. The 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 Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

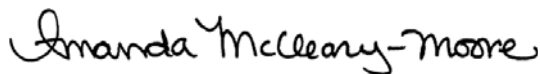
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2022, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's 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 the 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 also issued our report dated December 21, 2022, on our consideration of the County's compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-010-0000 through 162-010-0330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*. 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.



Amanda McCleary-Moore, Partner
For Moss Adams, LLP
Medford, Oregon
December 21, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Marion County, Oregon, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-iv of this report.

FINANCIAL HIGHLIGHTS

- The County's assets and deferred outflows exceeded its liabilities and deferred inflows at the end of the current fiscal year by \$224,678,416 (*net position*). Of this amount, \$240,123,500 reflects the County's net investment in capital assets, and \$30,518,608 represents resources that are subject to external restrictions, resulting in a negative unrestricted balance of \$45,963,692.
- The County's financial position improved from the prior fiscal year with an increase in total net position of \$30,026,230, due to increased grant funding in multiple funds, as well as a decrease of nearly \$5 million in expenses in the environmental services fund after renegotiating contracts.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$154,894,419, an increase of \$23,320,861 from the prior year. Of this amount, \$1,285,595 is nonspendable, and \$26,303,952 is subject to external restrictions. The remaining amount of \$127,304,872 is available to support the County's various governmental programs and operations.
- At the end of the current fiscal year, the unassigned fund balance for the General Operating Fund was \$7,238,587, equal to 8.4% of total General Operating Fund expenditures.
- The County's total debt increased \$13,358,290 during the current fiscal year due to the issuance of 20,000,000 of new debt, offset by principal payments.

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 include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The *statement of net position* presents information on all the County's assets, liabilities, and deferred inflows/outflows of resources with the difference 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 declining.

The *statement of activities* presents information showing how the County's net position changed during the most recent 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 related cash flows. Thus, revenues and expenses are reported in this statement for some items in which the cash flows will occur in future fiscal periods (such as uncollected taxes and unused vacation).

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

government, health and social services, public safety and judicial, community service, roads and bridges, and pass-through support for education. The business-type activities of the County include environmental services, stormwater services, and sewer and lighting services. Sewer and lighting services are provided through legally separate entities which function, in essence, as part of Marion County and therefore have been included as part of the primary government.

The government-wide financial statements can be found on pages 13-14 of this report.

Fund Financial Statements – A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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 a government'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 *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 government'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*.

The County reports thirty individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Operating Fund, American Rescue Plan Fund, Public Works Fund, Health & Human Services Fund, and Lottery & Economic Development Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for each of its governmental funds, except as follows: the County budgets and maintains four individual funds that are combined and reported as a single General Operating Fund in the fund financial statements. Individual fund data for each of these budgetary funds is provided in the form of *combining statements* elsewhere in this report. Budgetary comparison schedules have been provided for each fund to demonstrate budgetary compliance.

The basic governmental fund financial statements can be found on pages 15-17 of this report.

Proprietary funds – Marion 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 environmental services, stormwater management, and sewer and lighting operations. *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 central administration, risk management and fleet management activities. Because these activities 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 the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate

information for the Environmental Services Fund, which is considered to be a major fund of the County. Data from the other enterprise funds are combined into a single, aggregated presentation; individual fund data for each of these non-major enterprise funds is provided in the form of *combining statements* elsewhere in this report. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for each of the internal service funds is also provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for each of its proprietary funds, except the Illahe Hills Street Lighting District. Budgetary comparison schedules have been provided for each fund to demonstrate budgetary compliance.

The basic proprietary fund financial statements can be found on pages 18-21 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 these funds are *not* available to support the County's own programs. The accrual basis of accounting is used for fiduciary funds, similar to that used for proprietary funds.

The fiduciary fund financial statements can be found on pages 22-23 of this report.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-58 of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report presents certain *required supplementary information* consisting of 1) budgetary comparisons for the General Fund, American Rescue Plan Fund, Public Works Fund, Health & Human Services Fund, and Lottery & Economic Development Fund, 2) proportionate share of net pension and OPEB liabilities, 3) pension contributions, 4) County contributions to the PERS Retirement Health Insurance Account plan, and 5) changes in the liability for other postemployment benefits and related ratios. Required supplementary information can be found on pages 59-67 of this report.

The combining statements referred to earlier in connection with the General Operating Fund, nonmajor governmental funds, enterprise funds and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 69-122 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position – As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Marion County, assets and deferred outflows exceeded liabilities and deferred inflows by \$224,678,416 at the end of fiscal year 2022.

The largest portion of the County's net position (106.87%) is its investment in capital assets (e.g., land, buildings, equipment, and infrastructure), less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the County's net position (13.58%) represents resources that are subject to external restrictions on how they may be used. The County had a negative unrestricted net position (-20.46%) at the end of fiscal year 2022. This negative unrestricted net position is primarily due to the recognition of pension and OPEB liabilities and related deferrals which equate to -63.84% of total net position.

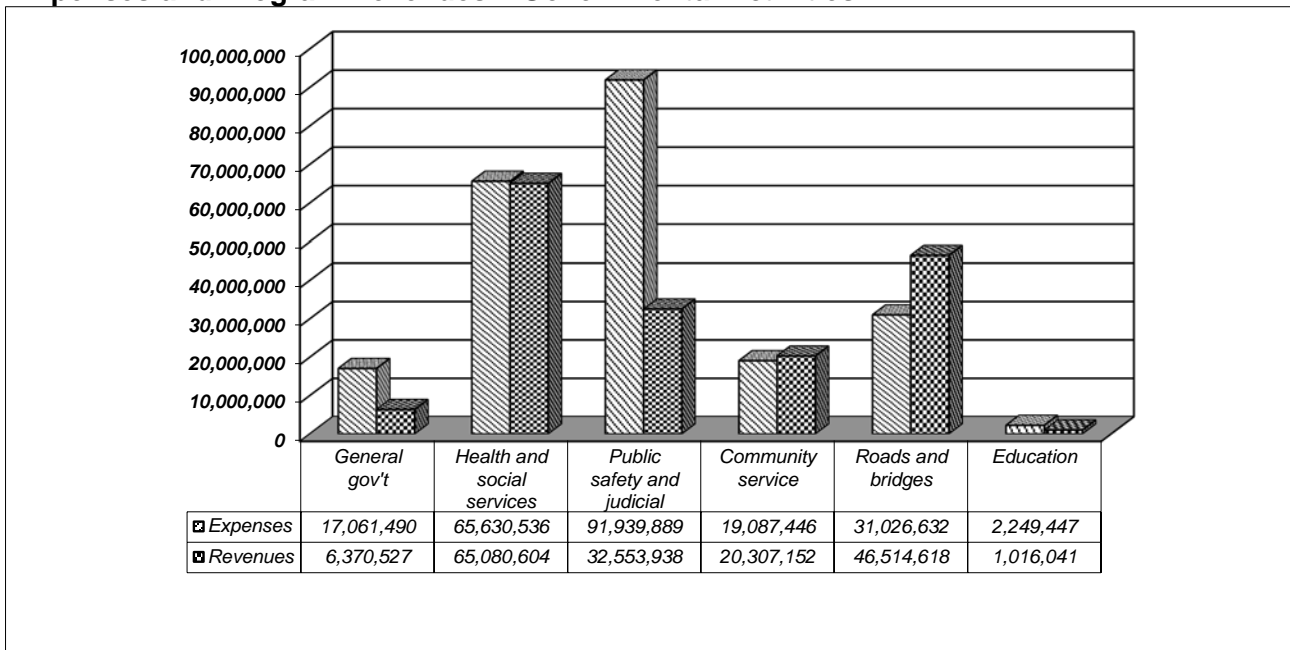
The County's financial position improved from the prior fiscal year with an increase in total net position of \$30,026,230, primarily due to the increase in operating grants related to COVID-19 as well as FEMA and other relief related to wildfires within the County.

Marion County's Net Position (thousands)						
	Governmental activities		Business-type activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 269,372	\$ 224,963	\$ 33,557	\$ 29,309	\$ 302,929	\$ 254,272
Capital and lease assets	252,250	227,293	6,479	6,520	258,729	233,813
Total assets	521,622	452,256	40,036	35,829	561,658	488,085
Deferred outflows of resources	59,976	57,594	956	1,100	60,932	58,694
Long-term liabilities outstanding	200,746	251,149	10,851	11,951	211,597	263,100
Other liabilities	91,938	73,987	4,479	2,209	96,417	76,196
Total liabilities	292,684	325,136	15,330	14,160	308,014	339,296
Deferred inflows of resources	88,414	12,591	1,482	240	89,896	12,831
Net position:						
Net investment in capital assets	233,958	208,013	6,166	6,172	240,124	214,185
Restricted	30,519	27,115	-	-	30,519	27,115
Unrestricted	(63,977)	(63,004)	18,013	16,357	(45,964)	(46,647)
Total net position	\$ 200,500	\$ 172,124	\$ 24,179	\$ 22,529	\$ 224,679	\$ 194,653

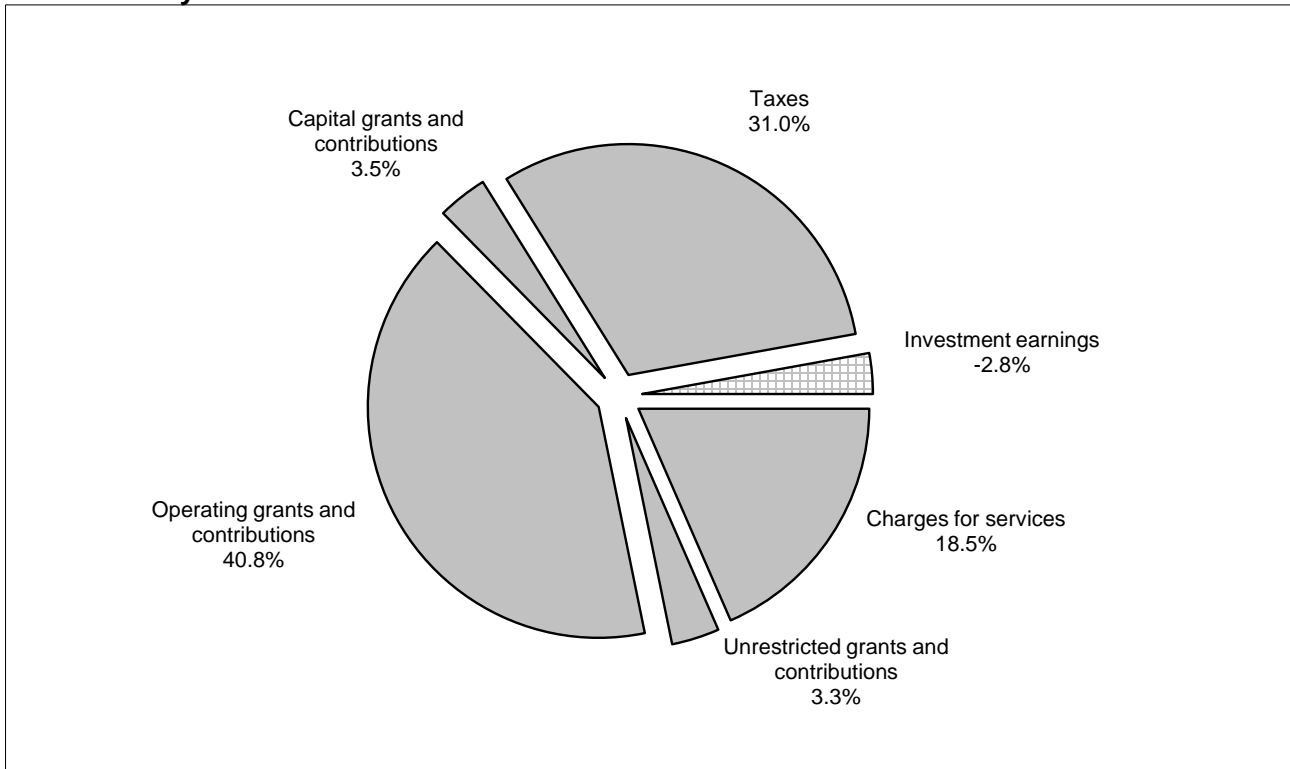
Marion County's Changes in Net Position (thousands)						
	Governmental activities		Business-type activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 50,502	\$ 52,172	\$ 29,618	\$ 35,200	\$ 80,120	\$ 87,372
Operating grants and contributions	111,776	107,265	-	-	111,776	107,265
Capital grants and contributions	9,565	12,394	-	-	9,565	12,394
General revenues:						
Property taxes	83,736	80,348	-	-	83,736	80,348
Other taxes	602	607	520	481	1,122	1,088
Unrestricted grants and contributions	9,142	493	-	-	9,142	493
Investment earnings (losses)	(6,751)	1,947	(1,039)	238	(7,790)	2,185
Total revenues	258,572	255,226	29,099	35,919	287,671	291,145
Expenses:						
General government	17,062	22,254	-	-	17,062	22,254
Health and social services	65,631	76,651	-	-	65,631	76,651
Public safety and judicial	91,940	101,229	-	-	91,940	101,229
Community service	19,087	9,695	-	-	19,087	9,695
Roads and bridges	31,027	31,380	-	-	31,027	31,380
Education	2,249	469	-	-	2,249	469
Interest on long-term debt and leases	3,218	2,711	-	-	3,218	2,711
Environmental services	-	-	22,936	27,430	22,936	27,430
Stormwater services	-	-	1,019	838	1,019	838
Sewer and lighting services	-	-	3,477	3,413	3,477	3,413
Total expenses	230,214	244,389	27,432	31,681	257,646	276,070
Change in net position before transfers	28,358	10,837	1,667	4,238	30,025	15,075
Transfers	16	-	(16)	-	-	-
Change in net position	28,374	10,837	1,651	4,238	30,025	15,075
Net position - beginning of year	172,124	161,287	22,529	18,291	194,653	179,578
Net position - end of year	\$ 200,498	\$ 172,124	\$ 24,180	\$ 22,529	\$ 224,678	\$ 194,653

Governmental Activities – Governmental activities increased the County’s net position by \$28,375,358 primarily due to the increase in operating and unrestricted grants and contributions and a significant decrease in expenses.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



Business-type Activities – Business-type activities increased the County’s net position by \$1,650,872 due to a decrease in cost of contracted services for waste disposal. The County’s business-type activities include environmental services, stormwater services, and sewer and lighting services. In the current fiscal year, expenses for environmental services were \$22,936,226 with program revenues of \$25,189,151. For stormwater services, expenses were \$1,019,167 and program revenues were \$1,038,143, and for sewer and lighting services, expenses were \$3,477,005 and program revenues were \$3,391,659.

Charges for services are the primary source of revenue for business-type activities, comprising 101.79% of total revenues for fiscal 2022. Other sources of revenue include franchise taxes while investments decrease revenues through unrealized losses.

FINANCIAL ANALYSIS OF THE COUNTY’S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds – The focus of the County’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County’s financing requirements. In particular, unrestricted fund balance (the total of committed, assigned, and unassigned components) may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County’s governmental funds reported combined ending fund balances of \$154,894,419, an increase of 18% in comparison with the prior year. \$1,285,595 (1%) of this amount is nonspendable in the form of inventory and prepaid items. \$26,303,952 (17%) is subject to restrictions imposed by creditors, grantors, contributors, laws or regulations. \$127,304,872 (82%) constitutes unrestricted fund balance and is available to support the County’s programs in general government, health and social services, public safety and judicial, community service, roads and bridges, and pass-through funding for education.

The General Operating Fund is the chief operating fund of the County. At the end of the current fiscal year, the General Operating Fund had a total fund balance of \$27,628,192, of which \$16,549 is nonspendable for inventories and prepaid items, \$2,287,320 is committed, \$13,305,366 is assigned, and \$12,018,957 is unassigned. Fund balance decreased by \$592,380 solely due to unrealized losses on investments. As a measure of the General Operating Fund’s liquidity, it may be useful to note that the unassigned fund balance represents 12.3% of revenues and 13.9% of expenditures for fiscal 2022.

The Public Works Fund has a total fund balance of \$40,640,262 of which \$998,985 is nonspendable, \$3,885,999 is committed, and \$35,755,278 is assigned. Fund balance increased \$4,777,104 during the current year primarily due to increased gas tax revenues.

The Health & Human Services Fund has a total fund balance of \$19,109,878, of which \$11,108,508 is restricted, and \$8,001,370 is assigned. Fund balance decreased \$1,298,134 during the current year.

The Lottery & Economic Development Fund has a total fund balance of \$3,224,902, all of which is restricted. Fund balance increased \$447,193 during the current year.

Proprietary Funds – The County’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position for Environmental Services was \$17,248,244 at the end of the fiscal year. Net position increased \$1,787,841 in fiscal 2022 due mainly to savings in contracted services expenses for landfill waste.

GENERAL FUND BUDGETARY HIGHLIGHTS

Total appropriations in the General Fund's final amended budget were \$7,923,892 lower than the original adopted budget (includes expenditures and transfers out); the most significant changes were increases of \$5,380,862 for transfers to other funds and increases of \$1,175,709 for non-departmental contracted services. Expenditures for non-departmental materials and services were 63% lower than anticipated primarily for contracted services.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets – The County's investment in capital assets for its governmental and business-type activities as of June 30, 2022, amounts to \$246,250,504 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, landfills, buildings and improvements, equipment, and infrastructure. The total increase in the County's investment in capital assets for the current fiscal year was 5.3% (a 5.5% increase for governmental activities and a .06% decrease for business-type activities).

Major capital projects during the current fiscal year included road and bridge improvements, upgrades to digital management systems including Jail and Health Services, facility improvements and remodels, and vehicle purchases. Construction in progress at the end of the year was approximately \$21,753,000 for roads and bridges, \$3,090,000 for buildings, and \$3,211,000 for various other projects.

Marion County's Capital Assets (thousands)
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
	Land	\$ 14,076	\$ 12,140	\$ 3,035	\$ 3,035	\$ 17,111
Construction in progress	28,017	20,816	37	32	28,054	20,848
Buildings and improvements	100,138	101,148	2,530	2,773	102,668	103,921
Equipment	23,019	18,888	877	680	23,896	19,568
Infrastructure	74,522	74,301	-	-	74,522	74,301
Total	\$ 239,772	\$ 227,293	\$ 6,479	\$ 6,520	\$ 246,251	\$ 233,813

Additional information on the County's capital assets can be found in Note 5 on pages 35-36 of this report.

Lease Assets – The County is reporting Lease Assets for the first time in fiscal year 2022 with the implementation of GASB Statement 87. The County's investment in lease assets as of June 30, 2022, amounts to \$12,478,276 (net of accumulated amortization). This is made up of predominately buildings but also other, such as office equipment. Additional information on lease asset activity can be found in Note 5 on page 36.

Long-Term Debt – At the end of the current fiscal year, the County had total debt outstanding of \$62,944,823, including \$1,596,941 in refunding bonds (Courthouse Square), \$34,299,550 in capital financing agreements, \$26,735,000 in limited tax pension obligations (PERS) and \$313,332 in notes payable (service districts). The County currently has no outstanding general obligation bonds. Outstanding debt increased 27% from the previous fiscal year due to the issuance of \$20,000,000 in capital financing agreements, offset by current year principal payments.

State statutes limit the amount of bonded debt a county may issue to a percentage of the real market value of the County's taxable property; the limit is 2% for general obligation bonds, 5% for limited tax pension obligations, and 1% for other limited tax obligations. Based on the County's real market value for fiscal year 2022, the current limitation is \$1.1 billion for general obligation

bonds, \$2.8 billion for limited tax pension obligations, and \$555 million for other limited tax obligations. As of June 30, 2022, the County's total outstanding debt represents 0.09% of real market value. Standard & Poor's has given the County an issuer credit rating of AA.

Marion County's Outstanding Debt (thousands)

	Governmental		Business-type		Total	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
Refunding bonds	\$ 1,597	\$ 3,107	\$ -	\$ -	\$ 1,597	\$ 3,107
Capital financing agreements	34,300	16,173	-	-	34,300	16,173
Limited tax pension obligations	26,735	29,975	-	-	26,735	29,975
Notes payable	-	-	313	332	313	332
Total	\$ 62,632	\$ 49,255	\$ 313	\$ 332	\$ 62,945	\$ 49,587

Additional information on the County's long-term debt can be found in Note 7 on pages 38-43 of this report.

SEC Annual Disclosure Requirements – In order to meet the requirements of SEC Rule 15c2-12, the County must provide annual updates of certain financial information to state and national repositories. All of the information needed to meet the requirement for this fiscal year is provided in this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Total assessed value of taxable property in Marion County is expected to increase by an estimated 4.5%¹.
- The County's unemployment rate has seen steady improvement since a high of 11.7% was recorded in April 2020 at the onset of the COVID-19 pandemic². As of September 2022, the County's unemployment rate of 3.8% matches the unemployment rate seen at the statewide and national levels.
- In September 2020, the Beachie Creek wildfire forced large-scale evacuations across the County and caused extensive damage in Detroit, Gates, and Mill City. Recovery efforts are ongoing as of December 2022, with the County partnering with FEMA and the impacted cities to seek reimbursement for eligible projects.
- Increasing inflationary pressures resulted in unprecedented 5% cost of living increases in the County labor contracts. In addition, costs are expected to increase for materials and supplies well into the next fiscal year.

All of these factors have been considered in preparing the County's budget for fiscal year 2023.

During the current fiscal year, fund balance in the General Operating Fund decreased from \$28,220,572 to \$27,628,192. The County has appropriated \$12,302,938 of this amount for spending in fiscal year 2023.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Marion County Finance Department, PO Box 14500, Salem, OR 97309, or FinancialServices@co.marion.or.us.

¹ FY 2022-23 Assessor's Department budget, Key Indicators, Page 67.

² Oregon Employment Department <https://www.qualityinfo.org/mid-valley?region=4117000003~laus~false~true~true~true~false~false~false>

BASIC FINANCIAL STATEMENTS

MARION COUNTY, OREGON

STATEMENT OF NET POSITION

June 30, 2022

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Marion County Housing Authority
ASSETS				
Cash and investments	\$ 240,988,082	\$ 33,168,669	\$ 274,156,751	\$ 4,372,219
Receivables	22,884,832	1,933,382	24,818,214	117,132
Internal balances	1,593,654	(1,593,654)	-	-
Inventories and prepaids	1,692,999	-	1,692,999	6,779
Restricted cash	-	-	-	1,853,387
Net OPEB asset	2,212,690	48,566	2,261,256	-
Capital assets not being depreciated:				
Land	14,075,998	3,034,916	17,110,914	1,749,493
Construction in progress	28,016,559	37,361	28,053,920	34,750
Capital assets being depreciated:				
Landfills	-	6,430,703	6,430,703	-
Buildings and improvements	153,547,680	14,759,123	168,306,803	24,789,077
Equipment	49,563,608	3,089,441	52,653,049	1,137,747
Infrastructure	617,057,976	-	617,057,976	-
Less accumulated depreciation	(622,490,442)	(20,872,419)	(643,362,861)	(15,514,961)
Lease assets being amortized:				
Buildings	13,643,284	-	13,643,284	-
Other	923,928	-	923,928	-
Less accumulated amortization	(2,088,936)	-	(2,088,936)	-
Total assets	<u>521,621,912</u>	<u>40,036,088</u>	<u>561,658,000</u>	<u>18,545,623</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension-related deferred outflows	57,976,307	912,072	58,888,379	363,820
OPEB-related deferred outflows	1,999,313	43,882	2,043,195	-
Total deferred outflows of resources	<u>59,975,620</u>	<u>955,954</u>	<u>60,931,574</u>	<u>363,820</u>
LIABILITIES				
Accounts payable and other current liabilities	20,625,814	4,470,011	25,095,825	477,836
Accrued interest payable	214,714	8,997	223,711	-
Unearned revenue	71,097,720	-	71,097,720	847,188
Long-term obligations:				
Due within one year	17,040,357	110,106	17,150,463	159,749
Due in more than one year	183,705,525	10,741,123	194,446,648	3,186,386
Total liabilities	<u>292,684,130</u>	<u>15,330,237</u>	<u>308,014,367</u>	<u>4,671,159</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred lease resources	144,103	48,729	192,832	-
Pension-related deferred inflows	81,045,044	1,274,984	82,320,028	395,281
OPEB-related deferred inflows	7,225,345	158,586	7,383,931	-
Total deferred inflows of resources	<u>88,414,492</u>	<u>1,482,299</u>	<u>89,896,791</u>	<u>395,281</u>
NET POSITION				
Net investment in capital assets	233,957,707	6,165,793	240,123,500	6,913,238
Restricted for:				
General government	2,386,104	-	2,386,104	-
Health and social services	11,108,508	-	11,108,508	-
Public safety and judicial	3,458,253	-	3,458,253	-
Community service	9,016,052	-	9,016,052	-
Roads and bridges	4,048,115	-	4,048,115	-
Education	501,576	-	501,576	-
Housing	-	-	-	1,653,502
Unrestricted	(63,977,405)	18,013,713	(45,963,692)	5,276,263
Total net position	<u>\$ 200,498,910</u>	<u>\$ 24,179,506</u>	<u>\$ 224,678,416</u>	<u>\$ 13,843,003</u>

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

MARION COUNTY, OREGON

STATEMENT OF ACTIVITIES

For the year ended June 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit Housing Authority
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	
Primary government:								
Governmental activities:								
General government	\$ 17,061,490	\$ 6,346,884	\$ 2,054	\$ 21,589	\$ (10,690,963)	\$ -	\$ (10,690,963)	
Health and social services	65,630,536	24,851,718	40,228,886	-	(549,932)	-	(549,932)	
Public safety and judicial	91,939,889	9,237,921	23,313,195	2,822	(59,385,951)	-	(59,385,951)	
Community service	19,087,446	4,951,626	15,346,220	9,306	1,219,706	-	1,219,706	
Roads and bridges	31,026,632	5,114,372	31,869,335	9,530,911	15,487,986	-	15,487,986	
Education	2,249,447	-	1,016,041	-	(1,233,406)	-	(1,233,406)	
Lease interest	773,895	-	-	-	(773,895)	-	(773,895)	
Interest on long-term debt	2,444,155	-	-	-	(2,444,155)	-	(2,444,155)	
Total governmental activities	<u>230,213,490</u>	<u>50,502,521</u>	<u>111,775,731</u>	<u>9,564,628</u>	<u>(58,370,610)</u>	<u>-</u>	<u>(58,370,610)</u>	
Business-type activities:								
Environmental services	22,936,226	25,189,151	-	-	-	2,252,925	2,252,925	
Stormwater services	1,019,167	1,038,143	-	-	-	18,976	18,976	
Sewer and lighting services	3,477,005	3,391,659	-	-	-	(85,346)	(85,346)	
Total business-type activities	<u>27,432,398</u>	<u>29,618,953</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,186,555</u>	<u>2,186,555</u>	
Total primary government	<u>\$ 257,645,888</u>	<u>\$ 80,121,474</u>	<u>\$ 111,775,731</u>	<u>\$ 9,564,628</u>	<u>(58,370,610)</u>	<u>2,186,555</u>	<u>(56,184,055)</u>	
Component unit:								
Marion County Housing Authority	<u>\$ 11,830,954</u>	<u>\$ 2,260,569</u>	<u>\$ 9,414,999</u>	<u>\$ -</u>				<u>\$ (155,386)</u>
General revenues:								
Property taxes					83,736,663	-	83,736,663	-
Franchise taxes					602,046	519,621	1,121,667	-
Unrestricted grants and contributions					9,141,998	-	9,141,998	-
Investment earnings (losses)					(6,750,639)	(1,039,404)	(7,790,043)	-
Transfers					15,900	(15,900)	-	-
Total general revenues and transfers					<u>86,745,968</u>	<u>(535,683)</u>	<u>86,210,285</u>	<u>-</u>
Change in net position					28,375,358	1,650,872	30,026,230	(155,386)
Net position - beginning					172,123,552	22,528,634	194,652,186	10,900,149
Beginning balance adjustment					-	-	-	3,098,240
Net position - beginning restated					172,123,552	22,528,634	194,652,186	13,998,389
Net position - ending					<u>\$ 200,498,910</u>	<u>\$ 24,179,506</u>	<u>\$ 224,678,416</u>	<u>\$ 13,843,003</u>

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

MARION COUNTY, OREGON

BALANCE SHEET
GOVERNMENTAL FUNDS

June 30, 2022

	General Operating Fund	American Rescue Plan Fund	Public Works Fund	Health & Human Services Fund	Lottery & Economic Development Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and investments	\$ 29,841,856	\$ 63,153,508	\$ 37,125,264	\$ 22,822,810	\$ 2,719,509	\$ 69,520,824	\$ 225,183,771
Receivables	4,694,179	-	6,007,398	4,300,476	601,916	6,908,890	22,512,859
Lease receivable	-	-	126,412	19,141	-	-	145,553
Inventories and prepaids	16,549	-	998,985	-	-	270,061	1,285,595
Total assets	<u>\$ 34,552,584</u>	<u>\$ 63,153,508</u>	<u>\$ 44,258,059</u>	<u>\$ 27,142,427</u>	<u>\$ 3,321,425</u>	<u>\$ 76,699,775</u>	<u>\$ 249,127,778</u>
LIABILITIES							
Accounts payable	\$ 1,438,962	\$ 1,035,408	\$ 2,044,911	\$ 1,282,828	\$ 86,315	\$ 4,952,387	\$ 10,840,811
Payroll related liabilities	3,019,780	-	723,397	2,056,100	10,208	1,076,748	6,886,233
Deposits	20,029	-	724,207	-	-	512,278	1,256,514
Unearned revenue	-	62,118,100	-	4,674,800	-	4,304,820	71,097,720
Total liabilities	<u>4,478,771</u>	<u>63,153,508</u>	<u>3,492,515</u>	<u>8,013,728</u>	<u>96,523</u>	<u>10,846,233</u>	<u>90,081,278</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue-leases	-	-	125,282	18,821	-	-	144,103
Unavailable revenue-other	2,445,621	-	-	-	-	1,562,357	4,007,978
Total deferred inflows	<u>2,445,621</u>	<u>-</u>	<u>125,282</u>	<u>18,821</u>	<u>-</u>	<u>1,562,357</u>	<u>4,152,081</u>
FUND BALANCES							
Nonspendable	16,549	-	998,985	-	-	270,061	1,285,595
Restricted	-	-	-	11,108,508	3,224,902	11,967,859	26,301,269
Committed	2,287,320	-	3,885,999	-	-	319,821	6,493,140
Assigned	13,305,366	-	35,755,278	8,001,370	-	51,733,444	108,795,458
Unassigned	12,018,957	-	-	-	-	-	12,018,957
Total fund balances	<u>27,628,192</u>	<u>-</u>	<u>40,640,262</u>	<u>19,109,878</u>	<u>3,224,902</u>	<u>64,291,185</u>	<u>154,894,419</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 34,552,584</u>	<u>\$ 63,153,508</u>	<u>\$ 44,258,059</u>	<u>\$ 27,142,427</u>	<u>\$ 3,321,425</u>	<u>\$ 76,699,775</u>	

Amounts reported for governmental activities in the statement
of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	239,771,379
Lease assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	12,427,349
Deferred amounts related to pensions are not reported in the funds:	
Pension and OPEB-related deferred outflows of resources	52,340,779
Pension and OPEB-related deferred inflows of resources	(77,091,875)
Other long-term assets are not available to pay current period expenditures and, therefore, are reported as unavailable revenue in the funds.	4,007,978
Net OPEB asset is not available to pay current period expenditures and, therefore, is not reported in the funds.	1,960,097
Internal service funds assets and liabilities are included in governmental activities in the statement of net position.	(6,916,865)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Bonds and notes payable	62,631,491
Accrued interest payable	214,714
Compensated absences	4,806,973
Net pension liability	84,103,901
Lease liability	12,688,434
Total OPEB liability	<u>16,448,838</u>
	<u>(180,894,351)</u>

Net position of governmental activities \$ 200,498,910

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

MARION COUNTY, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the year ended June 30, 2022

	General Operating Fund	American Rescue Plan Fund	Public Works Fund	Health & Human Services Fund	Lottery & Economic Development Fund	Other Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	\$ 82,872,963	\$ -	\$ -	\$ -	\$ -	\$ 1,351,836	\$ 84,224,799
Licenses and permits	54,950	-	266,568	-	-	3,880,217	4,201,735
Intergovernmental	10,325,495	1,782,396	41,381,335	38,696,469	2,421,127	35,875,540	130,482,362
Charges for services	5,060,031	-	3,974,204	24,324,060	-	12,693,985	46,052,280
Fines and forfeitures	2,158,752	-	80	-	-	938,270	3,097,102
Interest	(2,916,412)	-	(1,098,205)	(690,530)	(84,409)	(1,583,837)	(6,373,393)
Other	28,325	-	19,395	500,900	-	752,644	1,301,264
Total revenues	97,584,104	1,782,396	44,543,377	62,830,899	2,336,718	53,908,655	262,986,149
Expenditures:							
Current:							
General government	13,923,181	-	-	-	-	698,302	14,621,483
Health and social services	-	-	-	64,755,107	-	1,903,270	66,658,377
Public safety and judicial	71,188,891	-	-	-	-	22,944,709	94,133,600
Community service	902,632	1,782,396	-	-	1,565,525	14,991,085	19,241,638
Roads and bridges	-	-	25,984,149	-	-	854,349	26,838,498
Education	-	-	-	-	-	2,249,448	2,249,448
Debt service:							
Principal	313,223	-	20,234	1,278,491	-	6,708,135	8,320,083
Interest	18,056	-	509	162,790	-	2,594,172	2,775,527
Capital outlay	193,809	-	14,129,294	959,117	-	10,135,425	25,417,645
Total expenditures	86,539,792	1,782,396	40,134,186	67,155,505	1,565,525	63,078,895	260,256,299
Excess (deficiency) of revenues over (under) expenditures	11,044,312	-	4,409,191	(4,324,606)	771,193	(9,170,240)	2,729,850
Other financing sources (uses):							
Debt issuance	-	-	-	-	-	20,000,000	20,000,000
Lease financing	64,479	-	8,647	959,117	-	200,731	1,232,974
Transfers in	4,754,245	-	377,990	3,347,854	-	15,676,987	24,157,076
Transfers out	(16,455,416)	-	(18,724)	(1,280,499)	(324,000)	(6,720,400)	(24,799,039)
Total other financing sources (uses)	(11,636,692)	-	367,913	3,026,472	(324,000)	29,157,318	20,591,011
Net change in fund balances	(592,380)	-	4,777,104	(1,298,134)	447,193	19,987,078	23,320,861
Fund balances - beginning	28,220,572	-	35,863,158	20,408,012	2,777,709	44,304,107	131,573,558
Fund balances - ending	\$ 27,628,192	\$ -	\$ 40,640,262	\$ 19,109,878	\$ 3,224,902	\$ 64,291,185	\$ 154,894,419

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

MARION COUNTY, OREGON

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the year ended June 30, 2022

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$	23,320,861
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense. This is the amount by which capital outlay exceeded depreciation and amortization during the year.

Capital outlay	\$	24,527,864	
Depreciation expense		(11,659,757)	
Amortization expense		<u>(2,077,714)</u>	10,790,393

Lease assets are not financial resources and therefore are not reported in governmental funds	1,809,261
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In the statement of activities, only the gain or loss on disposal of capital assets is reported. However, in the governmental funds, proceeds from disposal of capital assets increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of disposed capital assets.	(382,438)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the effect of the change in these amounts during the year.

Property taxes	113,910	
Loans receivable	<u>607,425</u>	721,335

The issuance of long-term debt provides current financial resources to governmental funds, while repayment of long-term debt principal consumes current financial resources. However, neither transaction has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences.

Issuance of long-term debt	(20,000,000)	
Repayment of long-term debt principal	6,503,455	
Amortization of premium issued on refunding bonds	<u>120,032</u>	(13,376,513)

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. This is the effect of the change in these liabilities during the year.

Interest payable	21,099	
Compensated absences	247,033	
Net pension liability and related deferrals	4,543,469	
Total OPEB liability and related deferrals	<u>(575,988)</u>	4,235,613

Adjustment to reflect the consolidation of internal service fund activities related to governmental activities.	<u>1,256,846</u>
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Change in net position of governmental activities	<u><u>\$ 28,375,358</u></u>
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The notes to the financial statements are an integral part of this statement.

MARION COUNTY, OREGON
STATEMENT OF NET POSITION
PROPRIETARY FUNDS

June 30, 2022

	Business-type Activities - Enterprise Funds			Governmental Activities
	Environmental Services	Nonmajor Enterprise Funds	Total	Internal Service Funds
ASSETS				
Current assets:				
Cash and investments	\$ 30,834,460	\$ 2,334,209	\$ 33,168,669	\$ 15,804,311
Receivables				
Lease	47,929	-	47,929	-
Other	1,312,352	573,101	1,885,453	226,420
Inventories and prepaid items	-	-	-	407,404
Total current assets	<u>32,194,741</u>	<u>2,907,310</u>	<u>35,102,051</u>	<u>16,438,135</u>
Noncurrent assets:				
Other post employment benefit asset	43,538	5,028	48,566	252,593
Lease assets:				
Equipment	-	-	-	69,517
Less accumulated amortization	-	-	-	(18,590)
Total lease assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,927</u>
Capital assets:				
Land	2,807,567	227,349	3,034,916	-
Construction in progress	71	37,290	37,361	-
Landfills	6,430,703	-	6,430,703	-
Buildings and improvements	3,850,937	10,908,186	14,759,123	-
Equipment	2,887,405	202,036	3,089,441	-
Less accumulated depreciation	(10,831,671)	(10,040,748)	(20,872,419)	-
Total capital assets	<u>5,145,012</u>	<u>1,334,113</u>	<u>6,479,125</u>	<u>-</u>
Total noncurrent assets	<u>5,188,550</u>	<u>1,339,141</u>	<u>6,527,691</u>	<u>303,520</u>
Total assets	<u>37,383,291</u>	<u>4,246,451</u>	<u>41,629,742</u>	<u>16,741,655</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension-related deferred outflows	765,629	146,443	912,072	7,406,610
OPEB-related deferred outflows	39,339	4,543	43,882	228,234
Total deferred outflows	<u>804,968</u>	<u>150,986</u>	<u>955,954</u>	<u>7,634,844</u>
LIABILITIES				
Current liabilities:				
Accounts payable	3,180,748	187,949	3,368,697	657,430
Payroll related liabilities	126,877	21,017	147,894	984,826
Landfill leachate disposal liability	953,420	-	953,420	-
Accrued interest	-	8,997	8,997	-
Notes payable, current	-	23,385	23,385	-
Lease liability, current	-	-	-	20,989
Accrued claims liability, current	-	-	-	1,666,125
Compensated absences, current	73,424	13,297	86,721	643,345
Total current liabilities	<u>4,334,469</u>	<u>254,645</u>	<u>4,589,114</u>	<u>3,972,715</u>
Noncurrent liabilities, net of current portion:				
Notes payable	-	289,947	289,947	-
Lease liability	-	-	-	30,272
Accrued claims liability	-	-	-	3,136,460
Landfill closure and postclosure liability	8,504,727	-	8,504,727	-
Compensated absences	12,405	9,601	22,006	131,189
Net pension liability	1,273,337	243,555	1,516,892	12,318,143
Total OPEB liability	<u>365,360</u>	<u>42,192</u>	<u>407,552</u>	<u>2,119,721</u>
Total noncurrent liabilities	<u>10,155,829</u>	<u>585,295</u>	<u>10,741,124</u>	<u>17,735,785</u>
Total liabilities	<u>14,490,298</u>	<u>839,940</u>	<u>15,330,238</u>	<u>21,708,500</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred lease resources	48,729	-	48,729	-
Pension-related deferred inflows	1,070,270	204,714	1,274,984	10,353,694
OPEB-related deferred inflows	142,168	16,418	158,586	824,820
Total deferred inflows	<u>1,261,167</u>	<u>221,132</u>	<u>1,482,299</u>	<u>11,178,514</u>
NET POSITION				
Net investment in capital assets	5,145,012	1,020,781	6,165,793	-
Restricted OPEB asset	43,538	5,028	48,566	-
Unrestricted	17,248,244	2,310,556	19,558,800	(8,510,515)
Total net position	<u>\$ 22,436,794</u>	<u>\$ 3,336,365</u>	<u>25,773,159</u>	<u>\$ (8,510,515)</u>
Adjustment to reflect consolidation of internal service fund activities			(1,593,653)	
Net position of business-type activities			<u>\$ 24,179,506</u>	

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

MARION COUNTY, OREGON

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the year ended June 30, 2022

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Nonmajor Enterprise Funds	Total	Internal Service Funds
Operating revenues:				
Charges for services	\$ 25,035,208	\$ 4,388,640	\$ 29,423,848	\$ 57,718,000
Lease revenue	35,029	-	35,029	-
Other	85,458	27,767	113,225	778,899
Total operating revenues	<u>25,155,695</u>	<u>4,416,407</u>	<u>29,572,102</u>	<u>58,496,899</u>
Operating expenses:				
Salaries and wages	2,229,108	489,729	2,718,837	20,469,444
Repairs and maintenance	425,804	204,285	630,089	2,017,557
Utilities	57,409	312,418	369,827	137,917
Building and equipment rentals	97,737	38,148	135,885	198,376
Professional services	17,759,106	3,023,582	20,782,688	1,602,742
Communication	16,597	4,218	20,815	279,168
Fuel and operating supplies	198,521	56,285	254,806	342,099
Insurance claims and premiums	5,804	46,007	51,811	29,517,048
Administrative expenses	1,441,002	94,137	1,535,139	2,301,711
Depreciation and amortization	288,946	207,489	496,435	18,590
Other	420,308	11,733	432,041	150,974
Total operating expenses	<u>22,940,342</u>	<u>4,488,031</u>	<u>27,428,373</u>	<u>57,035,626</u>
Operating income (loss)	<u>2,215,353</u>	<u>(71,624)</u>	<u>2,143,729</u>	<u>1,461,273</u>
Nonoperating revenues (expenses):				
Franchise taxes	519,621	-	519,621	-
Investment earnings (losses)	(964,689)	(74,715)	(1,039,404)	(377,246)
Interest expense	-	(16,100)	(16,100)	(481)
Gain on sale of assets	33,456	13,395	46,851	-
Reclass to general capital assets	-	-	-	(472,494)
Total nonoperating revenues (expenses)	<u>(411,612)</u>	<u>(77,420)</u>	<u>(489,032)</u>	<u>(850,221)</u>
Income (loss) before transfers	<u>1,803,741</u>	<u>(149,044)</u>	<u>1,654,697</u>	<u>611,052</u>
Transfers in	-	-	-	657,864
Transfers out	<u>(15,900)</u>	<u>-</u>	<u>(15,900)</u>	<u>-</u>
Change in net position	<u>1,787,841</u>	<u>(149,044)</u>	<u>1,638,797</u>	<u>1,268,916</u>
Net position - beginning	<u>20,648,953</u>	<u>3,485,409</u>		<u>(9,779,431)</u>
Net position - ending	<u>\$ 22,436,794</u>	<u>\$ 3,336,365</u>		<u>\$ (8,510,515)</u>
Adjustment to reflect consolidation of internal service fund activities			<u>12,075</u>	
Change in net position of business-type activities			<u>\$ 1,650,872</u>	

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

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the year ended June 30, 2022

	Business-type Activities - Enterprise Funds			Governmental Activities
	Environmental Services	Other Enterprise Funds	Total	Internal Service Funds
	Services	Funds	Total	Funds
Cash flows from operating activities:				
Receipts from customers	\$ 25,442,981	\$ 3,983,327	\$ 29,426,308	\$ 29,273,425
Receipts from grantors	68,255	27,733	95,988	-
Receipts from interfund services	237,022	387,049	624,071	29,103,745
Payments to suppliers	(14,786,449)	(991,613)	(15,778,062)	(34,028,467)
Payments to employees	(2,674,208)	(432,314)	(3,106,522)	(20,646,003)
Payments for interfund services	(2,754,839)	(2,796,608)	(5,551,447)	(2,862,124)
Net cash from operating activities	5,532,762	177,574	5,710,336	840,576
Cash flows from noncapital financing activities:				
Franchise taxes received	519,621	-	519,621	-
Transfers received	-	-	-	657,864
Transfers paid	(15,900)	-	(15,900)	-
Net cash from noncapital financing activities	503,721	-	503,721	657,864
Cash flows from capital and related financing activities:				
Proceeds from sale of capital assets	60,270	13,395	73,665	-
Purchase of capital assets	(381,560)	(100,719)	(482,279)	(472,494)
Principal payment on leases	-	-	-	(18,257)
Interest expense	-	-	-	(481)
Debt principal payments - interfund loans	-	(17,143)	(17,143)	-
Debt principal payments - notes payable	-	(18,223)	(18,223)	-
Debt interest payments	-	(16,775)	(16,775)	-
Net cash from capital and related financing activities	(321,290)	(139,465)	(460,755)	(491,232)
Cash flows from investing activities:				
Investment earnings (losses)	(973,639)	(74,777)	(1,048,416)	(376,631)
Net change in cash and investments	4,741,554	(36,668)	4,704,886	630,577
Cash and investments - beginning	26,092,906	2,370,877	28,463,783	15,173,734
Cash and investments - ending	\$ 30,834,460	\$ 2,334,209	\$ 33,168,669	\$ 15,804,311

(Continued on following page)

MARION COUNTY, OREGON

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the year ended June 30, 2022

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Other Enterprise Funds	Total	Internal Service Funds
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	\$ 2,215,353	\$ (71,624)	\$ 2,143,729	\$ 1,461,273
Depreciation and amortization	288,946	207,489	496,435	18,590
Change in:				
Accounts receivable	592,563	(18,294)	574,269	(119,729)
Inventories and prepaids	-	-	-	(225,054)
Accounts payable	1,739,910	2,588	1,742,498	(11,592)
Payroll related liabilities	16,027	1,666	17,693	(110)
Accrued claims liability	-	-	-	(106,353)
Landfill closure and postclosure liability	1,141,088	-	1,141,088	-
Compensated absences	6,489	5,896	12,385	(26,410)
Net pension liability and deferred pension outflows and inflows	(535,353)	40,338	(495,015)	(207,966)
Total OPEB liability and deferred OPEB outflows and inflows	67,739	9,515	77,254	57,927
Net cash from operating activities	<u>\$ 5,532,762</u>	<u>\$ 177,574</u>	<u>\$ 5,710,336</u>	<u>\$ 840,576</u>

Schedule of non-cash capital and related financing activities:

Reclass to general capital assets	\$ -	\$ -	\$ -	\$ 472,494
Acquisition of lease asset	-	-	-	16,784
Acquisition of lease financing	-	-	-	(16,784)

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

MARION COUNTY, OREGON
STATEMENT OF NET POSITION
FIDUCIARY FUNDS

June 30, 2022

	<u>Custodial Funds</u>
ASSETS	
Cash and investments	\$ 10,811,248
Receivables:	
Accounts and interest	514,034
Property taxes	13,452,864
Inventories and prepaids	<u>2,325</u>
Total assets	<u>24,778,146</u>
LIABILITIES	
Due to individuals, organizations, and other governments	<u>17,227,510</u>
Total liabilities	<u>17,227,510</u>
FIDUCIARY NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	<u><u>\$ 7,550,636</u></u>

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

MARION COUNTY, OREGON

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS

June 30, 2022

	<u>Custodial Funds</u>
ADDITIONS	
Property tax collections	\$ 884,229,172
Chapter 530 Timberland receipts	6,358,457
Miscellaneous	6,939,671
Interest	<u>90,154</u>
Total additions	<u>897,617,454</u>
DEDUCTIONS	
Property Tax distributions	883,873,788
Chapter 530 Timberland distributions	6,358,457
Other distributions	<u>6,800,321</u>
Total deductions	<u>897,032,566</u>
Change in fiduciary net position	<u>584,888</u>
Fiduciary net position - beginning	<u>6,965,748</u>
Fiduciary net position - ending	<u><u>\$ 7,550,636</u></u>

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

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MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Reporting Entity:

Marion County, Oregon (the County) is organized under the laws of the State of Oregon as a general law county. The County is governed by an elected three-member Board of Commissioners. These financial statements present the County and its component units, entities for which the County is considered to be financially accountable.

Blended Component Units – The component units listed below provide services to County residents that live within the boundaries of each district. These distinct districts are reported as blended component units because the County's Board of Commissioners acts as the districts' governing body, approving budgets, setting rates, and issuing debt. In addition, County personnel are responsible for managing the districts' day-to-day operations. Blended component units, although legally separate entities, are in substance part of the County's operations; thus, data from these units are combined with data of the County. The Marion County Extension and 4-H Service District is reported as a special revenue fund, and the other districts are reported as enterprise funds. All blended component units have a June 30 fiscal year end.

Complete financial statements for each of the individual component units may be obtained at the entity's administrative offices.

Brooks Community Service District	Marion County Extension and
East Salem Service District	4-H Service District
Fargo Interchange Service District	555 Court Street NE, Suite 3120
Illaha Hills Street Lighting District	Salem, Oregon 97301
Labish Village Sewage and Drainage District	
5155 Silverton Rd NE	
Salem, Oregon 97305	

Discretely Presented Component Unit – The Marion County Housing Authority (MCHA) operates low-income and affordable housing programs primarily funded by the US Department of Housing and Urban Development. MCHA is a legally separate organization governed by the County's Board of Commissioners and an appointed resident board member. Although there is no financial benefit or burden relationship between MCHA and the County, MCHA is reported as a discretely presented component unit because its governing body is substantively the same as the County's. The data included in this report is as of MCHA's fiscal year ended December 31, 2021. Complete financial statements for MCHA may be obtained at 2645 Portland Road NE, Suite 200; Salem, Oregon 97301.

Jointly Governed Organizations – The County participates in the Mid-Willamette Valley Cable Regulatory Commission (MWVCRC), a jointly governed organization between Marion County and the City of Salem, responsible for monitoring and enforcing the provisions of franchise agreements with a local cable company and providing cable access for public purposes within the Salem Urban Growth Boundary. In accordance with their franchise agreements, the County and the City remit a portion of cable franchise fees to provide funding for MWVCRC. Separate financial statements for MWVCRC may be obtained at 555 Court Street NE, Suite 4247; Salem, Oregon 97301.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

B. Government-Wide and Fund Financial Statements:

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. *Governmental activities*, which are primarily supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely primarily on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a function (i.e., general government, health and social services, public safety and judicial) are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. Amounts reported as *program revenues* include: 1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among specific program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds; fiduciary funds are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. The remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation:

The government-wide, proprietary, and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days after fiscal year end. Expenditures are generally recorded when a liability is incurred, except for expenditures related to debt service, compensated absences, and claims and judgments which are recorded when payment is due. Property taxes, federal and state grants, shared revenues, and interest are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenues are considered to be measurable and available only when cash is received by the County.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments between funds where the amounts are reasonably equivalent in value to the services provided; elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The County reports the following major governmental funds:

General Operating Fund – This is the County’s primary operating fund. It accounts for all financial resources of the general government, except for those requiring separate accounting in another fund. Property taxes are the principal source of revenue.

American Rescue Plan Fund – Accounts for restricted federal revenues received of ARPA (American Rescue Plan Act) funds and corresponding expenditures county wide.

Public Works Fund – Expenditures of this fund are restricted under Article IX of the Constitution of the State of Oregon for construction, reconstruction, improvement, repair, maintenance, operation and use of public highways, roads and streets within the County. Principal revenues include state gas tax apportionments, federal and state grants, ferry tolls and other charges for services.

Health & Human Services Fund – Accounts for community health and mental health programs. Principal revenues include federal and state grants and contracts, various fees and charges for services.

Lottery & Economic Development Fund – Accounts for shared revenues received from the Oregon State Lottery Fund to be used for economic development activities. State video lottery payments are the principal source of revenue.

The County reports the following major enterprise fund:

Environmental Services Fund – Accounts for the operation of the County's solid waste collection and disposal system.

Additionally, the County reports the following fund types:

Internal Service Funds – These funds account for the County's central administrative services, risk management program and fleet management program, the costs of which are charged to other departments on a cost-reimbursement basis.

Custodial Funds – These funds account for property taxes collected on behalf of other taxing districts and miscellaneous fees collected on behalf of other government agencies.

D. Cash and Investments:

The County maintains a cash and investment pool that is available for use by all funds including proprietary funds, blended component units and fiduciary funds. All investment purchases and sales are part of the County’s cash management activity and considered cash and cash equivalents.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

D. Cash and Investments (Continued):

Activities undertaken by the pool, on behalf of the proprietary funds, are not reported on the Statement of Cash Flows. Earnings on pooled cash and investments are allocated monthly based on the average daily balances of participating funds.

Investments are reported at fair value. A written investment policy, adopted by the Board of Commissioners, controls the types of investments allowed to be purchased by the County.

E. Receivables:

The County levies, collects and distributes property taxes for all taxing jurisdictions within its boundaries. Property taxes receivable that are not available to finance current operations are offset by deferred inflows in the governmental fund financial statements. Such receivables are not reflected as revenue until they become available to finance current operations.

Receivables for federal and state financial assistance are recorded as revenue, in all fund types, when earned.

Loans receivable consist of housing rehabilitation loans made with federal funds in the General Operating Fund, and land sale contracts in the Tax Title Land Sales Fund. Loans receivable that are not available to finance current operations are offset by deferred inflows in the governmental fund financial statements.

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

F. Inventories and Prepays:

Inventories of materials and supplies are valued at average cost. Prepaid items are recorded when payments are made to vendors for costs applicable to future accounting periods. Inventories and prepaids are charged to expenditures/expenses when consumed rather than when purchased.

G. Capital Assets:

Capital assets, which include land, landfills, buildings and improvements, equipment, and infrastructure (i.e., roads, bridges, sidewalks), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed; donated capital assets are recorded at acquisition value. Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value or extend the life of the asset are not capitalized.

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

<u>Assets</u>	<u>Years</u>
Landfills	6 to 26
Buildings and improvements	20 to 55
Equipment	5 to 40
Infrastructure	10 to 65

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

H. Long-Term Debt:

All of the County's long-term debt is included in the government-wide financial statements. Long-term debt directly related to and expected to be paid from proprietary funds is also included in those funds.

I. Landfill Closure and Post-Closure Liabilities:

The County accrues the costs it expects to incur for closure and post-closure of landfills over the landfill's estimated useful life.

J. Compensated Absences:

Vested compensated absences are accrued in the government-wide and proprietary fund financial statements when earned by employees. Sick pay does not vest and is recorded when used.

K. Pensions:

The County reports its proportionate share of the net pension liability of the Oregon Public Employees Retirement System (PERS). For purposes of measuring the net pension liability, pension expense and related deferrals, information about PERS' fiduciary net position, additions to and deductions from fiduciary net position, have been determined on the same basis as that reported by PERS. Benefit payments, including refunds of employee contributions, are recognized when due and payable; investments are reported at fair value.

L. Leases:

Leases are recognized in accordance with GASB Statement No. 87, Leases.

For the year ended June 30, 2022, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to Note 6.

The County has chosen not to implement GASB 87 for the budgetary basis of accounting. For both the budgetary basis of accounting and for leases that do not meet the criteria for valuation under GASB 87, the County will report inflows of cash for lessor leases and outflows of cash for lessee leases.

M. Deferred Outflows and Inflows of Resources:

Deferred outflows of resources represent a consumption of net assets that will be recognized as expenditure or expense in future periods. Within this category, the County reports pension and OPEB-related deferrals for differences between expected and actual experience, changes of assumptions, changes in proportionate share, and contributions made after the date used to measure the net pension and OPEB liabilities for the current fiscal year; these amounts will be recognized as additions to pension or OPEB expense in future years.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

M. Deferred Outflows and Inflows of Resources (Continued):

Deferred inflows of resources represent an acquisition of net assets that will be recognized as revenue in future periods. Within this category, the County reports pension and OPEB-related deferrals for differences between expected and actual experience, differences between projected and actual investment earnings, changes in proportionate share, and differences between actual and proportionate share of employer contributions; these amounts will be recognized as reductions of pension or OPEB expense in future years. In addition, the governmental funds report deferred inflows for resources not yet available from property taxes and loans receivable; these amounts will be recognized as revenue when available.

N. Unearned Revenues:

Unearned revenues will be recognized as revenue in the fiscal year they are earned in accordance with the accrual basis of accounting. Revenue is considered earned when all eligibility criteria are met, and the amount is measurable. In the governmental funds, amounts must be earned and available to be recognized as revenue.

O Restricted Net Position:

Restricted net position reported in the Statement of Net Position represent amounts for which constraints were imposed by creditors, grantors, contributors, laws or regulations. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

P. Fund Balance:

In the fund financial statements, governmental funds report classifications of fund balance based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which those funds can be spent. Nonspendable fund balance includes amounts that cannot be spent because they are not in spendable form. Restricted fund balance represents amounts for which constraints have been imposed by creditors, grantors, contributors, laws or regulations.

Committed fund balance represents amounts for which constraints have been imposed by resolution of the Board of Commissioners; committed amounts cannot be used for any other purpose unless the specified use is removed or changed by the same type of action. *Assigned fund balance* represents amounts that are not restricted or committed but are intended to be used for specific purposes as directed by the board through the annual budget process. *Unassigned fund balance* is the residual classification for amounts that are not categorized as nonspendable, restricted, committed or assigned in the General Operating Fund. This classification is also used to report any negative fund balance amounts in other governmental funds. When more than one category of fund balance is available for a certain expenditure, the County considers fund balance to be spent in the following order: restricted, committed, assigned, and unassigned.

County policy requires that the General Fund maintain a fund balance of no less than 5% of revenues, in order to ensure that sufficient working capital is available to finance operations at the start of the ensuing fiscal year.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Q. Stabilization Arrangements:

The Rainy Day Fund was established by board resolution in accordance with ORS 294.525. The fund's specified purpose is to accumulate resources to be used in the event of natural or manmade disasters, labor disputes, or financial emergencies; and to offset PERS rate increases and other PERS obligations. Fund balance was \$2,287,320 as of June 30, 2022.

R. Property Tax Calendar:

Property taxes attach as an enforceable lien on July 1 for real property and personal property. Taxes are levied as of July 1 and payable in three installments on November 15, February 15 and May 15. Real property taxes unpaid on May 16 are considered delinquent. The County levies, collects and distributes property taxes for all taxing jurisdictions within its boundaries. Uncollected taxes, including delinquent amounts, are deemed to be substantially collectible or recoverable through liens or foreclosure.

S. Use of Estimates:

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates that affect the amounts reported in the the basic financial statements and accompanying notes; actual results may differ.

T Implementation of New Accounting Standard

In 2022, the County implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. This statement was issued June 2017 to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. GASB Statement No. 87 was implemented by the County for the fiscal year ended June 30, 2022. The notes to the financial statements show restated beginning balances in equal amounts for lease liabilities and lease assets to show the balances corresponding to periods prior to the implementation date. There is no impact on Fund Balance and, as comparative periods are not reported, the County has opted to not restate prior periods.

The County also implemented GASB Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction, GASB Statement No. 92, Omnibus 2020, GASB Statement No. 93, Replacement of Interbank Offered Rates, and GASB Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans with no impact to the financial statements.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

U. New Accounting Pronouncements:

- Statement No. 91, Conduit Debt Obligations, effective fiscal year 2023
- Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, effective fiscal year 2023
- Statement No. 96, Subscription-Based Information Technology Arrangements, effective fiscal year 2023
- Statement No. 99 Omnibus 2022, effective fiscal year 2024
- Statement No. 100, Accounting Changes and Error Corrections, effective fiscal year 2024
- Statement No. 101, Compensated Absences, effective fiscal year 2024

NOTE 2 – CASH AND INVESTMENTS:

The County maintains an internal cash and investments pool that is available for use by all funds. In addition, cash and investments are held separately by some of the County's funds. The balances at June 30, 2022 of cash and investments are as follows:

Cash on hand	\$ 65,438
Deposits with financial institutions	8,182,688
Investments	276,719,873
Total cash and investments	<u>\$ 284,967,999</u>

Cash and investments consist of \$274,156,751 shown on the government-wide Statement of Net Position and \$10,811,248 shown on the Fiduciary Statement of Net Position.

Deposits with Financial Institutions – Deposits with financial institutions are comprised of demand deposits and savings deposits. The County participates in the Oregon Public Funds Collateralization Program formed by the State of Oregon under ORS 295. The program creates a statewide pool of qualified bank depositories for local governments, providing collateralization for bank balances that exceed the limits of federal depository insurance. As of June 30, 2022, the County had total bank balances of \$7,883,418. Of this amount, \$1,000,000 was covered by federal depository insurance, and the remainder was collateralized by the statewide pool.

Investments – The types of investments in which the County may invest are restricted by Oregon statutes and County policy. Authorized investments include general obligations of the U.S. government and its agencies, obligations of the states of Oregon, California, Idaho, Washington and their municipalities, corporate indebtedness, certificates of deposit, banker's acceptances, repurchase agreements, and the State of Oregon local government investment pool.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 2 – CASH AND INVESTMENTS (Continued):

As of June 30, 2022, the County had the following investments:

Investment Type	Valuation Method (see below)	Fair Value	Carrying Value	Percent of Investment Portfolio	Wt. Ave. Maturity (months)
US treasury securities	Level 1	\$ 123,132,134	\$ 127,230,212	44.5%	25.55
US agency securities	Level 2	51,960,319	54,264,718	18.9%	24.09
Municipal bonds	Level 2	30,601,304	32,485,987	11.3%	29.34
Corporate bonds	Level 2	28,191,976	29,094,119	10.1%	29.26
State of Oregon local government investment pool (LGIP)	N/A	42,834,140	43,708,306	15.2%	n/a
		<u>\$ 276,719,873</u>	<u>\$ 286,783,342</u>	<u>100.0%</u>	

The State of Oregon local government investment pool (LGIP) is an open-ended, no-load diversified portfolio created under Oregon Revised Statutes 294.805 to 294.895 that is not registered with the US Securities and Exchange Commission as an investment company. The Oregon State Treasurer administers the LGIP as part of the Oregon Short Term Fund. Investments are regulated by the Oregon Short Term Fund Board and approved by the Oregon Investment Council. Separate financial statements for the Oregon Short Term Fund are available from the Oregon State Treasurer.

The carrying value of the County's position in the pool is the same as the value of the pool shares; fair value was 98.98% of the value of the pool shares as of June 30, 2022.

All other investments are reported at amortized cost which approximates fair value. Fair value is based on quoted prices in active markets for level 1 investments; and other observable inputs for level 2 investments, including quoted prices for similar investments, interest rates, yield curves, implied volatilities, credit spread, and other market-corroborated inputs.

Interest rate risk – In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of total deposits and investments to 36 months; the maturity of individual securities is limited to 60 months.

Credit risk – In accordance with Oregon statutes, municipal obligations must be rated A or better for issuers within Oregon, and AA or better for issuers outside Oregon. Corporate indebtedness must be rated A / P-2 or better (Moody's Investor Service), A / A-2 or better (Standard & Poor's) or the equivalent for issuers within Oregon, and Aa / P-1 or better (Moody's Investor Service), AA / A-1 or better (Standard & Poor's) or the equivalent for issuers outside Oregon. As of June 30, 2022, ratings for the County's investments were as shown below:

Rating	Corporate	Municipal	US Agency	US Treasury	LGIP	Grand Total
Moodys-Aaa	\$ -	\$ 2,917,582	\$ 46,008,242	\$ 93,720,034	\$ -	\$ 142,645,858
Moodys-Aa1	4,165,979	9,087,635	-	-	-	13,253,614
S&P-AA+	-	858,886	-	-	-	858,886
Moodys-Aa2	-	5,699,990	-	-	-	5,699,990
Moodys-Aa3	1,944,720	3,076,876	-	-	-	5,021,596
S&P-AA-	1,886,180	1,609,496	-	-	-	3,495,676
Moodys-A1	5,585,340	-	-	-	-	5,585,340
Moodys-A2	4,937,150	-	-	-	-	4,937,150
S&P-A-	-	639,561	-	-	-	639,561
Not rated	9,672,606	6,711,279	5,952,077	29,412,100	42,834,140	94,582,202
Grand Total	\$ 28,191,975	\$ 30,601,305	\$ 51,960,319	\$ 123,132,134	\$ 42,834,140	\$ 276,719,873

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 2 – CASH AND INVESTMENTS (Continued):

Concentration of credit risk – County policy limits corporate indebtedness to 35% of total deposits and investments, and the amount per issuer may not exceed 5%. Municipal securities are limited to 25% total, US agency securities are limited to 75% total and 50% per issuer, US treasury obligations are not limited, and investment in the LGIP is subject to statutory limits.

Custodial credit risk – This is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the County’s investments, except the State of Oregon local government investment pool, which is not evidenced by securities, are held in safekeeping by the financial institutions’ trust department in the County’s name.

NOTE 3 – INTERFUND RECEIVABLES AND PAYABLES:

During the fiscal year the Public Works Fund received the last remaining payment of \$17,143 for the capital advance receivable of \$17,143 from the Fargo Interchange Service District for a sewer pump upgrade.

NOTE 4 – RECEIVABLES:

Receivables for the County's major funds, nonmajor funds, and fiduciary funds are as follows. The majority of loans receivable are not expected to be collected within one year.

	Taxes and Assessments	Accounts	Interest	Loans	Leases	Total
General Operating Fund	\$ 2,843,857	\$ 1,578,322	\$ 213,639	\$ 58,361	\$ -	\$ 4,694,179
Public Works Fund	-	5,941,825	65,573	-	126,412	6,133,810
Health & Human Services Fund	-	4,258,503	41,973	-	19,141	4,319,617
Lottery & Economic Dev Fund	-	596,933	4,983	-	-	601,916
Environmental Services	-	1,255,411	56,941	-	47,929	1,360,281
Other governmental funds	44,350	5,242,449	97,047	1,525,044	-	6,908,890
Nonmajor enterprise funds	87,950	480,676	4,475	-	-	573,101
Internal service funds	-	204,668	21,752	-	-	226,420
Fiduciary funds	13,452,864	500,479	13,555	-	-	13,966,898
	<u>\$ 16,429,021</u>	<u>\$ 20,059,266</u>	<u>\$ 519,938</u>	<u>\$ 1,583,405</u>	<u>\$ 193,482</u>	<u>\$ 38,785,112</u>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 5 – CAPITAL ASSETS:

Capital asset activity for the year ended June 30, 2022, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 12,140,196	\$ 1,935,802	\$ -	\$ 14,075,998
Construction in progress	20,816,358	15,147,104	7,946,903	28,016,559
Total capital assets not being depreciated	<u>32,956,554</u>	<u>17,082,906</u>	<u>7,946,903</u>	<u>42,092,557</u>
Capital assets being depreciated:				
Buildings and improvements	151,174,654	2,373,026	-	153,547,680
Equipment	44,549,462	8,067,999	3,053,853	49,563,608
Infrastructure	612,107,134	4,950,842	-	617,057,976
Total capital assets being depreciated	<u>807,831,250</u>	<u>15,391,867</u>	<u>3,053,853</u>	<u>820,169,264</u>
Less accumulated depreciation for:				
Buildings and improvements	50,026,702	3,383,107	-	53,409,809
Equipment	25,661,666	3,547,240	2,664,047	26,544,859
Infrastructure	537,806,364	4,729,410	-	542,535,774
Total accumulated depreciation	<u>613,494,732</u>	<u>11,659,757</u>	<u>2,664,047</u>	<u>622,490,442</u>
Total capital assets being depreciated, net	<u>194,336,518</u>	<u>3,732,110</u>	<u>389,806</u>	<u>197,678,822</u>
Governmental activities capital assets, net	<u>\$ 227,293,072</u>	<u>\$ 20,815,016</u>	<u>\$ 8,336,709</u>	<u>\$ 239,771,379</u>
	Beginning Balances	Increases	Decreases	Ending Balances
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 3,034,916	\$ -	\$ -	\$ 3,034,916
Construction in progress	32,504	7,251	2,394	37,361
Total capital assets not being depreciated	<u>3,067,420</u>	<u>7,251</u>	<u>2,394</u>	<u>3,072,277</u>
Capital assets being depreciated:				
Landfills	6,430,703	-	-	6,430,703
Buildings and improvements	14,668,831	90,292	-	14,759,123
Equipment	2,791,688	387,134	89,381	3,089,441
Total capital assets being depreciated	<u>23,891,222</u>	<u>477,426</u>	<u>89,381</u>	<u>24,279,267</u>
Less accumulated depreciation for:				
Landfills	6,430,703	-	-	6,430,703
Buildings and improvements	11,896,103	333,323	-	12,229,426
Equipment	2,111,744	163,112	62,566	2,212,290
Total accumulated depreciation	<u>20,438,550</u>	<u>496,435</u>	<u>62,566</u>	<u>20,872,419</u>
Total capital assets being depreciated, net	<u>3,452,672</u>	<u>(19,009)</u>	<u>26,815</u>	<u>3,406,848</u>
Business-type activities capital assets, net	<u>\$ 6,520,092</u>	<u>\$ (11,758)</u>	<u>\$ 29,209</u>	<u>\$ 6,479,125</u>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 5 – CAPITAL ASSETS (Continued):

Depreciation expense was charged to functions/programs of the County as follows:

Governmental activities:	
General government	\$ 2,909,947
Health and social services	446,001
Public safety and judicial	2,293,346
Community service	75,308
Roads and bridges	<u>5,935,155</u>
Total depreciation expense, governmental activities	<u>\$ 11,659,757</u>
Business-type activities:	
Environmental services	\$ 288,946
Stormwater management	26,286
Sewer and lighting services	<u>181,203</u>
Total depreciation expense, business-type activities	<u>\$ 496,435</u>

Lease asset activity for the year ended June 30, 2022, was as follows:

	Beginning Balances, as restated	Increases	Decreases	Ending Balances
Governmental activities:				
Lease assets being amortized:				
Buildings	\$ 12,679,662	\$ 970,990	\$ 7,368	\$ 13,643,284
Other	645,160	278,768	-	923,928
Total lease assets being amortized	<u>13,324,822</u>	<u>1,249,758</u>	<u>7,368</u>	<u>14,567,212</u>
Less accumulated amortization for:				
Buildings	-	1,928,843	-	1,928,843
Other	-	167,462	7,368	160,094
Total accumulated amortization	<u>-</u>	<u>2,096,304</u>	<u>7,368</u>	<u>2,088,936</u>
Governmental activities lease assets, net	<u>\$ 13,324,822</u>	<u>\$ (846,546)</u>	<u>\$ -</u>	<u>\$ 12,478,276</u>

Amortization expense was charged to functions/programs of the County as follows:

Governmental activities:	
General government	\$ 353,687
Health and social services	1,507,255
Public safety and judicial	34,950
Community service	180,043
Roads and bridges	<u>20,369</u>
Total amortization expense, governmental activities	<u>\$ 2,096,304</u>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 6 – LEASES:

The County is involved in various leasing arrangements for land, buildings, equipment, and land use rights. With the implementation of GASB Statement No. 87 Leases, effective the fiscal year ended June 30, 2022, all existing and newly acquired leases during the current fiscal year were analyzed and classified as either qualified or non-qualified leases, for both lessor and lessee positions. With this implementation, a respective receivable or payable is recognized.

Lessor lease receivables

The County has entered into 8 lease agreements as the lessor for buildings and land. The receivable related to these leases was initially recognized on July 1, 2021, with the adoption of GASB Statement No. 87. These agreements relate to buildings and land that are used for various functions including farming and commercial activities. Periods cover various ranges and the latest expires on June 30, 2027. Interest rates range from 0.514% to 1.217%. Annual payments for the current year range from \$125 to \$20,321. The County recognized \$82,567 in lease revenue released from the Deferred Lease Resources related to these leases and interest revenue of \$1,928 for the year ending June 30, 2022.

Lessee lease payables

The County has entered into 29 lease agreements as the lessee for buildings, land, and infrastructure, and 103 leases for equipment. The liability related to these leases was initially recognized on July 1, 2021, with the adoption of GASB Statement No. 87.

The County is the lessee under 29 lease agreements related to buildings and land for various functions such as shelters, office space, and storage facilities, which are qualified leases under GASB Statement No. 87. Periods cover various ranges and the latest expires on June 30, 2034. Interest rates range from 0.316% to 1.836%. Annual payments for the current year range from \$1,980 to \$717,050.

The County is the lessee under 103 lease agreements related to equipment that are mainly copiers and printers which are qualified leases under GASB Statement No. 87. Periods cover various ranges and the latest expires on June 30, 2034. Interest rates range from 0.177% to 1.904%. Annual payments for the current year range from \$423 to \$5,269.

Future annual lease commitments as of June 30, 2022, are shown below:

	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2023	\$ 2,090,943	\$ 176,796	\$ 2,267,739
2024	2,090,964	150,296	2,241,259
2025	1,568,306	125,019	1,693,325
2026	1,312,370	104,265	1,416,635
2027	1,249,747	84,337	1,334,083
2028 - 2032	4,007,205	172,525	4,179,729
2033 - 2034	420,160	8,141	428,301
Total	<u>\$ 12,739,695</u>	<u>\$ 821,379</u>	<u>\$ 13,561,071</u>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 7 – LONG-TERM OBLIGATIONS:

Changes in long-term obligations for the year ended June 30, 2022, are as follows:

	Beginning Balances, as restated	Additions	Deletions	Ending Balances	Due within One Year
Governmental activities:					
Refunding obligations	\$ 3,106,973	\$ -	\$ 1,510,032	\$ 1,596,941	\$ 1,596,941
Capital financing agreements	16,173,005	20,000,000	1,873,455	34,299,550	2,946,290
Limited tax pension obligations	29,975,000	-	3,240,000	26,735,000	3,685,000
Accrued claims liability	4,908,938	996,491	1,102,844	4,802,585	1,666,125
Compensated absences	5,854,950	5,317,311	5,590,753	5,581,508	5,055,058
Lease liability	13,324,823	1,249,758	1,834,886	12,739,695	2,090,943
Net pension liability	167,776,027	142,729,504	214,083,487	96,422,044	-
Total OPEB liability	<u>23,353,674</u>	<u>2,079,521</u>	<u>6,864,636</u>	<u>18,568,559</u>	<u>-</u>
Governmental activities long-term obligations	<u>\$ 264,473,390</u>	<u>\$ 172,372,585</u>	<u>\$ 236,100,093</u>	<u>\$ 200,745,882</u>	<u>\$ 17,040,357</u>
Business-type activities:					
Notes payable	\$ 331,555	\$ -	\$ 18,223	\$ 313,332	\$ 23,385
Landfill closure and postclosure liability	7,873,790	630,937	-	8,504,727	-
Compensated absences	96,341	100,543	88,158	108,726	86,721
Net pension liability	3,206,945	1,680,484	3,370,537	1,516,892	-
Total OPEB liability	<u>441,962</u>	<u>116,258</u>	<u>150,668</u>	<u>407,552</u>	<u>-</u>
Business-type activities long-term obligations	<u>\$ 11,950,593</u>	<u>\$ 2,528,222</u>	<u>\$ 3,627,586</u>	<u>\$ 10,851,229</u>	<u>\$ 110,106</u>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

Compensated absences, pensions and other postemployment benefits are liabilities of the funds in which the related payroll costs are accrued. Expenditures for liquidating the liabilities are recorded in the general, special revenue, enterprise, and internal service funds. Internal service funds predominately serve the governmental funds. Accordingly, the accrued claims liability, compensated absences, net pension liability and total OPEB liability of the internal service funds are included as part of the above totals for governmental activities.

Refunding Obligations – In December 1998, the County sold Certificates of Participation to fund a portion of the County's share of development, design, and construction costs for the Courthouse Square Project. In May 2005, the County issued full faith and credit refunding obligations of \$17,975,000 to advance refund the outstanding certificates of participation. Principal payments are due annually through June 1, 2023, and interest is payable in December and June of each year with interest rates ranging from 3.0% to 5.5%. The defeased certificates of participation were fully repaid to bondholders in June 2009.

Annual requirements to repay the Courthouse Square Refunding Obligations are as follows:

Fiscal Year of Maturity	Principal			
	Outstanding July 1, 2021	Matured and Paid During Year	Outstanding June 30, 2022	Future Interest
2022	\$ 1,390,000	\$ 1,390,000	\$ -	\$ -
2023	1,470,000	-	1,470,000	80,850
	2,860,000	1,390,000	1,470,000	80,850
Unamortized premium	246,973	120,032	126,941	-
	<u>\$ 3,106,973</u>	<u>\$ 1,510,032</u>	<u>\$ 1,596,941</u>	<u>\$ 80,850</u>

Capital Financing Agreement (2013) – In October 2013, the County issued a full faith and credit financing agreement for a bank loan in the amount of \$9,950,000 to finance various capital projects. Interest payments at the rate of 3.12% were due quarterly from January 2014 through October 2014; thereafter, payments of principal and interest at the rate of 3.12% are due quarterly from January 2015 through October 2028. In accordance with the financing agreement, the County may not prepay any portion of the outstanding balance before October 1, 2018. Prepayments on or after that date are subject to a 5% prepayment fee that declines by 1% each subsequent year. There is no penalty for prepayments made on or after October 1, 2023.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

Annual requirements to repay the 2013 Capital Financing Agreement are as follows:

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2021	Paid During Year	Outstanding June 30, 2022	
2022	\$ 708,082	\$ 708,082	\$ -	\$ -
2023	730,434	-	730,434	151,843
2024	753,491	-	753,491	128,786
2025	777,276	-	777,276	105,000
2026	801,813	-	801,813	80,464
2027	827,123	-	827,123	55,153
2028-2029	1,248,776	-	1,248,776	33,518
	<u>\$ 5,846,995</u>	<u>\$ 708,082</u>	<u>\$ 5,138,913</u>	<u>\$ 554,764</u>

Capital Financing Agreement (2016) – In July 2016, the County issued a full faith and credit financing agreement for a bank loan in the amount of \$9,950,000 to finance various capital projects. Payments of principal and interest at the rate of 1.99% are due quarterly from September 2016 through June 2030. Prepayments are subject to a 5% prepayment fee if they occur June 15, 2017, through June 14, 2021, and a 4% prepayment fee if they occur June 15, 2021, through June 14, 2026. There is no penalty for prepayments made on or after June 15, 2026.

Annual requirements to repay the 2016 Capital Financing Agreement are as follows:

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2021	Paid During Year	Outstanding June 30, 2022	
2022	\$ 688,791	\$ 688,791	\$ -	\$ -
2023	702,601	-	702,601	114,087
2024	716,687	-	716,687	100,000
2025	731,056	-	731,056	85,631
2026	745,713	-	745,713	70,974
2027	760,664	-	760,664	56,024
2028-2030	2,338,655	-	2,338,655	75,338
	<u>\$ 6,684,167</u>	<u>\$ 688,791</u>	<u>\$ 5,995,376</u>	<u>\$ 502,054</u>

Capital Financing Agreement (2018) – In June 2018, the County issued a full faith and credit financing agreement for a bank loan in the amount of \$5,000,000 to finance various capital projects. Payments of principal and interest are due semi-annually from December 2018 through June 2023 at the rate of 3.00%, and from December 2023 through June 2028 at the rate of 3.15%.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

Annual requirements to repay the 2018 Capital Financing Agreement are as follows:

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2021	Paid During Year	Outstanding June 30, 2022	
2022	\$ 476,582	\$ 476,582	\$ -	\$ -
2023	490,987	-	490,987	91,303
2024	501,973	-	501,973	80,317
2025	517,909	-	517,909	64,381
2026	534,352	-	534,352	47,938
2027	551,316	-	551,316	30,974
2028	568,724	-	568,724	13,470
	<u>\$ 3,641,843</u>	<u>\$ 476,582</u>	<u>\$ 3,165,261</u>	<u>\$ 328,383</u>

Capital Financing Agreement (2022) – In June 2022, the County issued a full faith and credit financing agreement for a bank loan in the amount of \$20,000,000 to finance various capital projects. Payments of principal and interest are due semi-annually from December 2022 through June 2037 at the rate of 2.86.

Annual requirements to repay the 2022 Capital Financing Agreement are as follows:

Fiscal Year of Maturity	Principal				Future Interest
	Outstanding July 1, 2021	Issued During Year	Paid During Year	Outstanding June 30, 2022	
2023	\$ -	\$ 1,022,268	-	\$ 1,022,268	\$ 535,456
2024	-	1,121,274	-	1,121,274	542,763
2025	-	1,153,342	-	1,153,342	510,695
2026	-	1,186,328	-	1,186,328	477,709
2027	-	1,220,257	-	1,220,257	443,780
2028-2032	-	6,645,170	-	6,645,170	1,675,015
2033-2037	-	7,651,361	-	7,651,361	668,824
	<u>\$ -</u>	<u>\$ 20,000,000</u>	<u>\$ -</u>	<u>\$ 20,000,000</u>	<u>\$ 4,854,242</u>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

Limited Tax Pension Obligations (2002) – In March 2002, the County issued Limited Tax Pension Obligations of \$26,708,830 and transferred the net proceeds to the State of Oregon Public Employees Retirement System to cover the County's unfunded actuarial liability. Principal payments are due annually through June 1, 2028, and interest is payable in December and June of each year with rates ranging from 4.72% to 7.41%.

Annual requirements to repay the 2002 Limited Tax Pension Obligations are as follows:

Fiscal Year of Maturity	Principal		Outstanding June 30, 2022	Future Interest
	Outstanding July 1, 2021	Matured and Paid During Year		
2022	\$ 2,060,000	\$ 2,060,000	\$ -	\$ -
2023	2,355,000	-	2,355,000	1,188,525
2024	2,675,000	-	2,675,000	1,026,030
2025	3,020,000	-	3,020,000	841,455
2026	3,400,000	-	3,400,000	633,075
2027	3,810,000	-	3,810,000	398,475
2028	1,965,000	-	1,965,000	135,585
	<u>\$ 19,285,000</u>	<u>\$ 2,060,000</u>	<u>\$ 17,225,000</u>	<u>\$ 4,223,145</u>

Limited Tax Pension Obligations (2004) – In May 2004, the County issued \$16,860,000 of Limited Tax Pension Obligations and transferred the net proceeds to the State of Oregon Public Employees Retirement System to cover the County's unfunded actuarial liability. Principal payments are due annually through June 1, 2028, and interest is payable in June and December of each year with rates ranging from 4.29% to 6.09%.

Annual requirements to repay the 2004 Limited Tax Pension Obligations are as follows:

Fiscal Year of Maturity	Principal		Outstanding June 30, 2022	Future Interest
	Outstanding July 1, 2021	Matured and Paid During Year		
2022	\$ 1,180,000	\$ 1,180,000	\$ -	\$ -
2023	1,330,000	-	1,330,000	578,571
2024	1,490,000	-	1,490,000	498,571
2025	1,670,000	-	1,670,000	407,756
2026	1,860,000	-	1,860,000	305,969
2027	2,065,000	-	2,065,000	192,602
2028	1,095,000	-	1,095,000	66,740
	<u>\$ 10,690,000</u>	<u>\$ 1,180,000</u>	<u>\$ 9,510,000</u>	<u>\$ 2,050,209</u>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

Notes Payable – In May 2009, the Fargo Interchange Service District received a loan in the amount of \$562,259 from the State of Oregon Economic and Community Development Department to finance construction of a sewer treatment lagoon. Principal and interest payments are due annually through December 1, 2033, with interest rates ranging from 4.00% to 5.00%. The loan was restructured in April 2018, resulting in a \$37,860 reduction of principal and a \$21,384 reduction of future interest. In accordance with the revised loan agreement, early repayment of the loan is not allowed prior to January 1, 2026.

Annual requirements to repay the loan are as follows:

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2021	Paid During Year	Outstanding June 30, 2022	
2022	\$ 18,223	\$ 18,223	\$ -	\$ -
2023	23,385	-	23,385	15,564
2024	23,553	-	23,553	14,395
2025	23,695	-	23,695	13,253
2026	23,880	-	23,880	12,068
2027	24,085	-	24,085	10,864
2028-2032	133,635	-	133,635	35,108
2033-2034	61,099	-	61,099	4,547
	<u>\$ 331,555</u>	<u>\$ 18,223</u>	<u>\$ 313,332</u>	<u>\$ 105,799</u>

Landfill Closure and Postclosure Liability – In accordance with Governmental Accounting Standards Board Statement No. 18, "Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs," the County records the estimated closure and postclosure care costs of landfills over the useful life of the landfill.

Marion County Environmental Services is currently operating two landfill sites: the North Marion County Disposal Facility and the Brown's Island Demolition Landfill. Federal regulations require the County to place a final cover on each site when it reaches capacity and to perform postclosure maintenance and monitoring for an additional thirty years. At current usage rates, the County has the capacity to continue receiving incinerator ash at North Marion for 21 years and demolition waste at Brown's Island for 7 years.

Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, Marion County Environmental Services reports a portion of these costs as an operating expense in each fiscal year based on the landfill capacity use as of the end of the fiscal year. The \$8,504,727 reported as landfill closure and postclosure liability at June 30, 2022, represents the cumulative amount reported to date based on the use of 85% of the estimated capacity at the North Marion facility and 82% at Brown's Island. The estimated total closure and postclosure care costs remaining to be recognized are \$1,575,736. These amounts are based on what it would cost to perform all closure and postclosure care in 2022; actual costs may be higher due to inflation, changes in technology, or changes in regulations. The County has also recognized a current liability of \$953,420 for the disposal of leachate stored at the North Marion site as of June 30, 2022.

The County demonstrates financial assurance for closure and postclosure care requirements using the local government financial assurance test in accordance with Oregon Administrative Rule 340-094-0140 and 40 CFR 258.74. The County was in compliance with the requirements as of June 30, 2021 (the most recent analysis).

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 8 – RISK MANAGEMENT:

The County is exposed to various risks of loss related to workers' compensation, automobile and general liability. The County has established the Self-Insurance Fund, an internal service fund, to account for and finance its risks of loss. The County carries an excess liability policy which is subject to a \$1,000,000 self-insured retention with a \$10,000,000 limit per occurrence. The County also carries an excess workers' compensation policy which is subject to a \$750,000 self-insured retention with statutory limits for workers' compensation claims. Closed claims have not exceeded this commercial coverage to date.

All County departments participate in the risk management program and make payments to the Self-Insurance Fund based on estimates needed to pay current and prior year claims and to establish a reserve for catastrophic losses. The claims liability of \$4,802,585 reported in the Self-Insurance Fund at June 30, 2022 is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated. The claims liability is based on an evaluation of outstanding claims, using past experience and current assessments of potential and probable exposure, as well as an estimate for claims incurred but not reported as of June 30, 2022.

Changes in estimates of claims costs resulting from the County's continuous review process and differences between estimates and payments of claims are recognized in the results of operations of the Self-Insurance Fund as determinable.

Changes in claims liabilities for the current and previous fiscal years were:

	Fiscal Year 2021-22	Fiscal Year 2020-21
Claims liability, beginning of year	\$ 4,908,938	\$ 7,360,777
Current year claims and changes in estimates	996,491	(347,290)
Claim payments	(1,102,844)	(2,104,549)
Claims liability, end of year	\$ 4,802,585	\$ 4,908,938

NOTE 9 – PENSION PLAN:

Plan Description – County employees are provided pension benefits through the Oregon Public Employees Retirement System (PERS). PERS is a cost-sharing multiple-employer defined benefit pension plan for units of state and local government in Oregon, containing multiple actuarial pools. Benefits are established and amended by the Oregon State Legislature pursuant to ORS Chapters 238 and 238A. The legislature has delegated the authority to administer and manage PERS to the Public Employees Retirement Board. PERS issues a publicly available financial report that can be found at: <https://www.oregon.gov/pers/Documents/Financials/CAFR/2021-ACFR.pdf>

Benefits Provided – PERS provides retirement, disability, and death benefits which vary based on a qualified employee's hiring date and employment class (general service or police/fire). All County employees are eligible to participate after six months of covered employment.

The Tier One/Tier Two Retirement Plan applies to qualifying employees hired before August 29, 2003 and is closed to new members.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 9 – PENSION PLAN (Continued):

Benefits Provided (Continued) - The PERS retirement allowance is payable monthly for life. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for Police and Fire employees, 1.67 percent for General Service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

Under Senate Bill 1049, passed during the 2019 legislative session, the salary included in the determination of final average salary will be limited for all members beginning in 2021. The limit will be equal to \$197,730 in 2021 and will be indexed with inflation in later years. Police and Fire members may purchase increased benefits that are payable between the date of retirement and age 65.

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 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 plans are closed to new members hired on or after August 29, 2003.

Employees are eligible for service-related disability benefits regardless of length of service; 10 years of service is required for nonservice-related benefits. Disability benefits are determined in the same manner as retirement benefits with service time computed to age 58 (55 for Police and Fire members).

Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance. The beneficiary may also receive a matching lump-sum payment from employer funds if the member was in covered employment at the time of death, or if the member died less than 120 days after termination, while on official leave of absence, or as a result of a job-related injury.

The Oregon Public Service Retirement Plan (OPSRP) applies to qualifying employees hired on or after August 29, 2003.

Police and Fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age 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.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 9 – PENSION PLAN (Continued):

Benefits Provided (Continued) – The benefit is 45% of the employee’s salary during the last full month of employment before the disability occurred.

Upon the death of a nonretired 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.

Monthly benefits for all pension types are subject to annual cost-of-living adjustments (COLA). For benefits earned after the relevant effective dates, the COLA is subject to a cap of 1.25% on the first \$60,000 of annual benefits and 0.15% thereafter (ORS 238.360).

Contribution Requirements – As a participating employer, the County is required to make monthly contributions to PERS based on actuarially determined percentages of covered payroll. Rates in effect for fiscal year 2022 were 21.02% for Tier One/Tier Two employees, 15.39% for OPSRP general service employees, and 19.75% for OPSRP police/fire employees. The County’s total contributions to PERS were \$17,823,833 for fiscal year 2022.

Contribution requirements are established by Oregon statute and may be amended by an act of the Oregon State Legislature. Employer contribution rates for fiscal year 2022 were based on the December 31, 2019, actuarial valuation. The actuarially determined rates also reflect lump sum payments the County made to PERS in 2002 and 2004.

Employee contributions are set by statute at 6% of salary and are remitted by participating employers, who may agree to make employee contributions on the employee’s behalf. Prior to January 1, 2004, employee contributions were credited to the defined benefit pension plan. Beginning January 1, 2004, all employee contributions were placed in the OPSRP Individual Account Program (IAP), a defined contribution pension plan.

Net Pension Liability, Pension Expense, and Pension-Related Deferrals – On June 30, 2022, the County reported a net pension liability of \$97,938,936 as its proportionate share of the collective net pension liability for PERS, measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was based on a December 31, 2019 actuarial valuation, rolled forward to the measurement date. The County’s proportion of the net pension liability was based on a projection of the County’s long-term share of contributions to PERS relative to the projected contributions of all participating employers, as actuarially determined. The County’s proportion was 0.82% as of the June 30, 2021 measurement date, compared to 0.78% as of June 30, 2020.

For fiscal year 2022, the County recognized a pension expense of \$12,905,137. At June 30, 2022, the County reported the following pension-related deferrals:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 9,167,725	\$ -
Changes of assumptions	24,517,065	257,752
Net difference between projected and actual earnings on investments	-	72,503,436
Changes in proportionate share	7,379,756	4,171,567
Differences between employer contributions and proportionate share of contributions	-	5,387,273
	<u>41,064,546</u>	<u>82,320,028</u>
Contributions made after the measurement date	17,823,833	-
	<u>\$ 58,888,379</u>	<u>\$ 82,320,028</u>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 9 – PENSION PLAN (Continued):

Net Pension Liability, Pension Expense, and Pension-Related Deferrals (Continued)

The \$17,823,833 reported as deferred outflows of resources for contributions made subsequent to the measurement date will be recognized as a reduction of net pension liability in fiscal year 2023.

Other amounts reported as deferred outflows and inflows of resources will be recognized in pension expense in subsequent years as follows:

Fiscal Year	Amount
2023	\$ (7,490,620)
2024	(7,812,616)
2025	(11,202,651)
2026	(17,275,414)
2027	2,525,818

The long-term expected rate of return on pension plan investments was developed by combining estimated rates of return for each major asset class weighted by target asset allocation percentages and adjusting for inflation.

Actuarial Methods and Assumptions - The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation date	December 31, 2019
Measurement date	June 30, 2021
Experience Study	2018, published July 24, 2019
Actuarial assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.40 percent
Long-term expected rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increases	3.40 percent
Cost-of-living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision; blend based on service.
Mortality	<p>Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Disabled retirees: Pub-2010 Disable Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p>

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 9 – 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 2018 experience study which reviewed experience for the four-year period ending on December 31, 2018.

Long-Term Expected Rate of Return - To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 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 was 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.

Long-Term Expected Rate of Return¹

Asset Class	Target Allocation		Annualized Geometric Mean	
Global Equity	30.62	%	5.85	%
Private Equity	25.50		7.71	
Core Fixed Income	23.75		2.73	
Real Estate	12.25		5.66	
Master Limited Partnership	0.75		5.71	
Infrastructure	1.50		6.26	
Commodities	0.63		3.10	
Hedge Fund of Funds - Multistrategy	1.25		5.11	
Hedge Fund Equity - Hedge	0.63		5.31	
Hedge Fund - Macro	5.62		5.06	
US Cash	(2.50)	²	1.76	
Assumed Inflation - Mean			2.40	%

¹ Based on the OIC Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Retirement Fund, including revisions adopted at the OIC meeting on June 2, 2021.

² Negative allocation to cash represents levered exposure from allocation to Risk Parity strategy.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 9 – PENSION PLAN (Continued):

Discount Rate - The discount rate used to measure the total pension liability was 6.90% for the Defined Benefit Pension Plan, a reduction from 7.20% in the prior fiscal year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those 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.

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate - The following chart shows the sensitivity of the net pension liability (asset) to changes in the discount rate, based on calculations using discount rates of 5.90%, 6.90%, and 7.90%.

	1% Decrease 5.90%	Current Rate 6.90%	1% Increase 7.90%
County's proportionate share of the net pension liability (asset)	\$ 192,328,643	\$ 97,938,936	\$ 18,969,011

Pension Plan Fiduciary Net Position – Detailed information about PERS' net position is available in its separately issued financial report.

Defined Contribution Plan – PERS-eligible employees are statutorily required to contribute 6% of their annual covered salary to the OPSRP Individual Account Program (IAP), a defined contribution pension plan. Benefits terms, including contribution requirements, are established by the Oregon Legislature. As permitted, the County has opted to pick-up the contributions on behalf of employees; contributions were \$6,033,019 for the year ended June 30, 2022. Employees are fully vested after completing 600 hours of service in each of five calendar years. PERS contracts with VOYA Financial to administer the IAP.

Changes in Plan Provisions Subsequent to Measurement Date -

On July 23, 2021, the PERS Board voted to set the assumed rate of return to 6.9 percent, down from 7.2 percent. The PERS Board reviews the assumed rate in odd-numbered years as part of the board's adoption of actuarial methods and assumptions. The rate was then adopted in an administrative rule at the PERS Board's October 1, 2021, meeting. The new assumed rate will be reflected in the December 31, 2021 actuarial valuation for funding, and decreases in the assumed rate typically increase the system's unfunded actuarial liability as well as employer contribution rates. The new assumed rate was applied by the actuaries to the Net Pension Liability and Net OPEB Liability as of June 30, 2021.

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS

The County implemented Governmental Accounting Standards Board Statement No. 75 (GASB 75), Accounting and Financial Reporting for Postemployment Benefits other than Pensions, in fiscal year 2018. As required by GASB 75, a liability must be recognized when employees earn other postemployment benefits (OPEB) rather than when the benefits are paid. The other postemployment benefits (OPEB) for the County combines two separate plans. The County provides an implicit rate subsidy for retiree health insurance premiums, and a contribution to the State of Oregon's PERS cost-sharing multiple-employer defined health insurance benefit plan.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued)

	Implicit Rate Subsidy Plan	PERS RHIA Plan	Total OPEB on Financials
Net OPEB Asset	\$ -	\$ 2,261,256	\$ 2,261,256
Deferred Outflows of Resources			
Contributions After the Measurement Date	-	18,995	18,995
Change in Proportionate Share	-	162,754	162,754
Difference in Experience	-	-	-
Change in Assumptions	1,816,953	44,493	1,861,446
Total OPEB Liability	(18,976,111)	-	(18,976,111)
Deferred Inflows of Resources			
Change in Proportionate Share	-	(233,394)	(233,394)
Change in Assumptions	(2,961,256)	(33,639)	(2,994,895)
Difference in Earnings	-	(537,394)	(537,394)
Difference in Experience	(3,555,336)	(62,912)	(3,618,248)
OPEB Expense (Income)	1,631,482	(324,843)	1,306,639
<i>(Included in program expenses on Statement of Activities)</i>			

Implicit Rate Subsidy

To measure OPEB liabilities in accordance with GASB 75, the County obtains an actuarial valuation every two years.

Benefits Provided – The County provides subsidized health insurance to retirees under age 65 and their qualified dependents, as required by ORS 243.303. Retirees electing to remain on County-sponsored health plans must pay the entire premium in order to maintain coverage. However, while the County does not directly contribute to the cost of premiums for retirees, the premiums paid by retirees do not represent the full cost of covering these retirees. Since retirees typically generate higher medical claims than active employees, medical coverage would be more expensive for retirees in a separately rated health plan; conversely, active employees would be expected to generate lower medical claims resulting in lower premiums. The added cost of allowing retirees to purchase health insurance at a blended rate is called an *implicit rate subsidy* and is required to be reported as an OPEB liability under GASB 75.

Employees Covered by Benefit Terms – All classes of employees and their qualified dependents may continue health insurance coverage upon retirement until eligible for Medicare. As of June 30, 2022, the following employees were covered by the benefit terms:

Retirees or beneficiaries currently receiving benefits	62
Retirees entitled to but not receiving benefits	-
Active employees	1,619
	1,681

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

Implicit Rate Subsidy (Continued)

Plan Description – The County treats the implicit rate subsidy as a single-employer, defined benefit OPEB plan administered by the County only to satisfy the accounting and financial reporting requirements of GASB 75, and a separate financial report is not issued. In addition to the requirements imposed by ORS 243.303, benefits provided to employees are established and may be amended by the County’s board of commissioners in conjunction with various collective bargaining agreements.

Contribution Requirements – Retirees pay the entire cost of premiums at blended rates. The County’s only contribution is the implicit rate subsidy which continues to be financed on a pay-as-you-go basis; no assets are accumulated for this purpose. For the year ended June 30, 2022, the actuarially estimated implicit rate subsidy was \$574,582.

Total OPEB Liability, OPEB Expense, and OPEB-Related Deferrals – As of June 30, 2022, the County reported a total OPEB liability of \$18,976,111, based on a July 1, 2021, actuarial valuation, rolled forward to the measurement date of June 30, 2022. For this plan, for the year ended June 30, 2022, the County recognized OPEB expense of \$1,631,482.

Total OPEB liability, beginning of year	\$ 23,795,636
Changes for the year:	
Service cost	1,630,163
Interest	565,616
Expected vs. actual experience	(3,109,309)
Changes of assumptions	(3,331,413)
Benefit payments	(574,582)
Net changes	(4,819,525)
Total OPEB liability, end of year	\$ 18,976,111

At June 30, 2022, the County reported an OPEB-related deferred inflow of resources of \$6,516,592 for differences between expected and actual experience and a deferred outflow of resources of \$1,816,953 for changes of assumptions.

Total OPEB Liability, OPEB Expense, and OPEB-Related Deferrals (Continued)

Amounts reported as deferred outflows and inflows of resources will be recognized in OPEB expense in subsequent years as follows:

Fiscal Year	Amount
2023	\$ (564,297)
2024	(564,297)
2025	(564,297)
2026	(564,297)
2027	(564,297)
Thereafter	(1,878,154)

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

Actuarial Methods and Assumptions – The total OPEB liability in the July 1, 2021 actuarial valuation was determined using the entry age normal method with level percent of salary and the following actuarial assumptions applied to all periods included in the measurement with revised measurement date of June 30, 2022: inflation rate of 2.0%, salary increases of 3%, discount rate of 4.00%, and a healthcare cost trend rate of 6.4% initially, decreasing by 0.1% per year to an ultimate rate of 4.5% after 18 years. The discount rate was based on the S&P Municipal Bond 20-Year High Grade Rate Index as of June 30, 2022. Mortality rates were based on the Pub-2010 Employee/Retiree, sex distinct, generational mortality tables, with adjustments for mortality improvements based on the 60-year average Unisex Social Security Data Scale. Other actuarial assumptions used in the valuation were based on the results of the most recent experience study for the Oregon Public Employees Retirement System.

Sensitivity of the total OPEB liability to changes in the *discount rate*, using rates that are 1% lower or 1% higher than the current rate, are shown in the following chart:

	1% Decrease 3.00%	Current Rate 4.00%	1% Increase 5.00%
Total OPEB Liability	\$ 20,765,775	\$ 18,976,111	\$ 17,333,523

Sensitivity of the total OPEB liability to changes in the *healthcare cost trend rate*, using rates that are 1% lower or 1% higher than the current rate, are shown in the following chart:

	1% Decrease 5.5% declining to 3.5%	Current Rate 6.5% declining to 4.5%	1% Increase 7.5% declining to 5.5%
Total OPEB Liability	\$ 16,562,540	\$ 18,976,111	\$ 21,861,878

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

PERS Retirement Health Insurance Account

Plan Description – The County contributes to the PERS Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by PERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums for eligible retirees. ORS 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants hired after August 29, 2003. PERS issues publicly available financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700, or online at <http://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>

Benefits Provided - 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 RHIA established by the County, and any monthly cost in excess of \$60 shall be paid by the eligible retired member in the manner provided in ORS 238.410.

Contributions - PERS funding policy provides for 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. The County's contribution rates for the period were 0.05% for Tier One/Tier Two members, and 0.00% for OPSRP members. The County's total contributions for the year ended June 30, 2022, was \$18,995.

OPEB Assets, Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

On June 30, 2022, the County reported an asset of \$2,261,256 for its proportionate share of the OPERS net OPEB asset. The net OPEB asset was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2019 rolled forward to June 30, 2021. The County's proportion of the net OPEB asset was based on the County's contributions to the RHIA program during the measurement period relative to contributions from all participating employers. On June 30, 2021, the County's proportionate share was 0.6585%, which is an increase from its proportion of 0.4682% as of June 30, 2020. For the year ended June 30, 2022, the County recognized an OPEB expense reduction from this plan of \$324,843.

On June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to this OPEB plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 62,912
Changes of assumptions	44,493	33,639
Net difference between projected and actual earnings	-	537,394
Changes in proportionate share	162,754	233,394
Contributions subsequent to the measurement date	18,995	-
Total	\$ 226,242	\$ 867,339

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

PERS Retirement Health Insurance Account (Continued)

Deferred outflows of resources related to OPEB of \$18,995 resulting from the County’s contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability or an increase in the net OPEB asset in the year ended June 30, 2023. Other amounts reported as deferred outflows and (inflows) of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:

2023	\$ (163,147)
2024	(204,502)
2025	(122,688)
2026	(169,756)
Total	<u>\$ (660,092)</u>

Actuarial Methods and Assumptions – All actuarial methods and assumptions are consistent with those disclosed for the PERS Pension Plan. See Note 8 for additional information on Actuarial Assumptions and Methods, the Long-Term Expected Rate of Return, and the Discount Rate. A healthcare cost trend rate is not applicable to this plan because the cost is fixed by statute.

Sensitivity of the total OPEB liability to changes in the discount rate - The following presents the County’s proportionate share of the net OPEB liability (asset) calculated using the discount rate of 6.90%, as well as what the County’s proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.9%) or 1-percentage-point higher (7.90%) than the current rate:

	1% Decrease 5.90%	Current Rate 6.90%	1% Increase 7.90%
Net OPEB Asset	\$ (1,999,749)	\$ (2,261,256)	\$ (2,484,645)

OPEB Plan Fiduciary Net Position - Detailed information about the pension plan’s fiduciary net position is available in the separately issued PERS financial report.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 11 – FUND BALANCE CLASSIFICATIONS

	General Operating	Public Works	Health & Human Svcs	Lottery & Econ Dev	Other Governmental	Total Governmental
Restricted for:						
Health programs	\$ -	\$ -	\$ 11,108,508	\$ -	\$ -	\$ 11,108,508
Economic development	-	-	-	3,224,902	-	3,224,902
Public safety programs	-	-	-	-	2,608,685	2,608,685
Court security	-	-	-	-	568,866	568,866
Conciliation and mediation	-	-	-	-	1,502,233	1,502,233
Law library	-	-	-	-	746,570	746,570
Forest & wildfire programs	-	-	-	-	558,320	558,320
Extension services	-	-	-	-	1,511,963	1,511,963
Corner restoration	-	-	-	-	3,049,130	3,049,130
Community development	-	-	-	-	609,635	609,635
Education	-	-	-	-	485,801	485,801
Other purposes	-	-	-	-	326,655	326,655
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,108,508</u>	<u>\$ 3,224,902</u>	<u>\$ 11,967,859</u>	<u>\$ 26,301,269</u>
Committed to:						
Financial stabilization	\$ 2,287,320	\$ -	\$ -	\$ -	\$ -	\$ 2,287,320
Road improvements	-	3,885,999	-	-	-	3,885,999
Other purposes	-	-	-	-	319,821	319,821
	<u>\$ 2,287,320</u>	<u>\$ 3,885,999</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 319,821</u>	<u>\$ 6,493,141</u>
Assigned to:						
Health programs	\$ -	\$ -	\$ 8,001,370	\$ -	\$ -	\$ 8,001,370
Public safety programs	13,305,366	-	-	-	6,087,156	19,392,522
Roads & bridges	-	35,755,278	-	-	42,090	35,797,368
Building inspection	-	-	-	-	6,191,362	6,191,362
Debt service	-	-	-	-	3,821,642	3,821,642
Capital projects	-	-	-	-	33,885,030	33,885,030
Other purposes	-	-	-	-	1,706,164	1,706,164
	<u>\$ 13,305,366</u>	<u>\$ 35,755,278</u>	<u>\$ 8,001,370</u>	<u>\$ -</u>	<u>\$ 51,733,444</u>	<u>\$ 108,795,458</u>

NOTE 12 – TRANSFERS:

Transfer To	General Operating Fund	Public Works Fund	Health & Human Svcs Fund	Lottery & Econ Dev Fund	Nonmajor funds	Environ. Services Fund	Total
Governmental Funds:							
General Operating Fund	\$ -	\$ -	\$ -	\$ -	\$ 4,754,244	\$ -	\$ 4,754,244
Public Works Fund	151,734	-	-	-	226,256	-	377,990
Health & Human Svcs Fund	3,347,854	-	-	-	-	-	3,347,854
Nonmajor funds	12,428,285	18,724	1,280,499	324,000	1,625,479	-	15,676,987
Proprietary Funds:							
Internal service funds	527,543	-	-	-	114,421	15,900	657,864
Total	<u>\$ 16,455,416</u>	<u>\$ 18,724</u>	<u>\$ 1,280,499</u>	<u>\$ 324,000</u>	<u>\$ 6,720,400</u>	<u>\$ 15,900</u>	<u>\$ 24,814,939</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, to move receipts restricted to debt service to the Debt Service Fund as debt service payments become due, and to use unrestricted revenues collected in the General Operating Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 13 – TAX ABATEMENTS:

County property taxes were reduced \$460,981 in fiscal 2022 under agreements entered into by other governments.

<u>Authorizing Government</u>	<u>Exemption Program</u>	<u>Property Taxes Abated</u>
State of Oregon	Rural Industrial (ORS 307.430)	\$ 11,875
City of Salem	Multiple Unit Housing (ORS 307.600 to 637)	128,193
City of Salem	Low Income Housing (ORS 307.540)	79,703
Salem Enterprise Zone (City of Salem)	Enterprise Zone (ORS 285C)	197,197
North Marion Enterprise Zone (Cities of Aurora, Donald & Hubbard)	Enterprise Zone (ORS 285C)	43,246
Silverton-Mt. Angel Enterprise Zone (Cities of Mt. Angel & Silverton)	Enterprise Zone (ORS 285C)	767
		<u>\$ 460,981</u>

NOTE 14 – COMMITMENTS AND CONTINGENCIES:

The County is party in its official capacity to various lawsuits and claims, all of which, in the opinion of management and legal counsel, are covered by the County's excess insurance policies if they should exceed the County's retained risk.

The County has a service agreement with the owner of a mass burn solid waste disposal, electric power generation, and resource recovery facility located in Marion County. Under this agreement, the facility will accept 145,000 tons of acceptable waste from the County for disposal each year. In return, the County pays service fees for operations, maintenance and pass through costs, and receives credits for electricity generation and the sale of secondary materials. For fiscal year 2022, monthly service fees were approximately \$414,000. These costs are recorded in the Environmental Services Fund, an Enterprise Fund.

NOTE 15 – SUBSEQUENT EVENTS:

As a result of the wildfires that occurred in the Santiam Canyon in 2020, Marion County has received a significant amount of funding from federal and state resources to assist in the rebuilding efforts of individuals, businesses, and local governments in the fire impacted areas of the canyon. During FY 2021-22 and subsequent to June 30, 2022, Marion County has started or planned for projects in the canyon that involve: the purchase and leasing of property, planned construction of temporary and permanent housing, proposed construction of multi-community sewer systems, rebuilding of parks, and repairs to roads, bridges and related transportation infrastructure. Some of these projects will include partnering with the State of Oregon, Marion County Housing and other local governments.

Marion County also received approximately \$67 million dollars in federal awards as part of the American Rescue Plan Act. While the funding was received prior to June 30, 2022, most of that funding will be distributed to local governments and non-profit organizations during FY 2022-23 (and future years) to assist with projects that will benefit the citizens of Marion County. Some of those projects will be funded through and managed by Marion County departments and will involve project planning and oversight.

Due to the federal nature of the related funding for these projects, both of these efforts will require continued grant oversight, monitoring and reporting by Marion County staff.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 16 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY:

The County budgets all funds except custodial funds, and the Illahe Hills Street Lighting District, which is exempt from Oregon Local Budget Law (ORS 294). In accordance with Oregon Local Budget Law, the County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In May or early June, the County's Budget Officer submits a proposed budget to the County Budget Committee for the ensuing fiscal year starting July 1. The budget includes recommended expenditure category levels and the estimated revenues that will finance them.
2. The Budget Committee holds public hearings on the proposed budget and approves a budget which is published at least one week prior to the adoption of the budget resolution by the County's Board of Commissioners at a public meeting.
3. The Board of Commissioners, after a public hearing and prior to July 1, adopts the budget, makes appropriations and imposes taxes by resolution. If not adopted prior to July, the County has no authority to expend monies until a budget is adopted. The budget must be balanced in accordance with Oregon Local Budget Law.
4. Funds are appropriated by department, including amounts for personnel services, materials and services, and capital outlay; non-departmental activity is appropriated by the following categories: personnel services, materials and services, capital outlay, debt service, special payments, transfers and contingency. Departments are authorized to transfer appropriations between line items within a category but transfers between categories or departments must be approved by the Board of Commissioners. Revisions that alter the total appropriations of any fund, other than the receipt of new, designated grants, must be made using a supplemental budget. This process requires a public hearing and enactment by the Board of Commissioners.
5. Budgets for the General Operating, Special Revenue, Debt Service and Capital Projects Funds are adopted on a modified accrual basis. Budgets for the Enterprise and Internal Service Funds are adopted on a basis consistent with GAAP, except that depreciation and vacation pay are not recognized.
6. Appropriations lapse at the end of the fiscal year.

The County adopted three supplemental budgets during the year ended June 30, 2022.

The Central Services Fund, an Internal Service Fund, reported a deficit net position of \$18,503,852 as of June 30, 2022, due to the recognition of long-term liabilities for pensions and other postemployment benefits.

MARION COUNTY, OREGON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2022

NOTE 17 – DISCRETELY PRESENTED COMPONENT UNIT – MARION COUNTY HOUSING AUTHORITY:

Cash and investments as of December 31, 2021, are as follows:

Deposits with financial institutions \$ 6,225,606

\$1,853,387 of the balance is restricted for housing assistance payments, tenant deposits, escrow loan deposits, and capital replacement reserves.

Receivables as of December 31, 2021, are accounts receivable of \$117,132.

Hazelde Seniors limited partnership was assumed as a blended component unit on December 31, 2020. This resulted in restatement of beginning balances which affected capital assets and long-term debt disclosures as shown below. This also resulted in an adjustment of the beginning fund balance of \$3,098,240 from \$10,900,149 ending fund balance to a beginning balance of \$13,998,389.

Capital asset activity for the year ended December 31, 2021:

	Ending Balance FY20	Adj	Restated Beginning Balances	Increases	Ending Balances
Capital assets not being depreciated:					
Land	\$ 1,131,858	\$ 617,635	\$ 1,749,493	\$ -	\$ 1,749,493
Construction in progress	5,000	-	5,000	29,750	34,750
Total capital assets not being depreciated	<u>1,136,858</u>	<u>617,635</u>	<u>1,754,493</u>	<u>29,750</u>	<u>1,784,243</u>
Capital assets being depreciated:					
Buildings and improvements	16,820,186	7,513,512	24,333,698	105,379	24,439,077
Leasehold improvements		350,000	350,000	-	350,000
Equipment	968,871	129,135	1,098,006	39,741	1,137,747
Total capital assets being depreciated	<u>17,789,057</u>	<u>7,992,647</u>	<u>25,781,704</u>	<u>145,120</u>	<u>25,926,824</u>
Less accumulated depreciation for:					
Buildings and improvements	11,010,126	2,547,996	13,558,122	743,122	14,301,244
Leasehold improvements		350,000	350,000	-	350,000
Equipment	728,217	97,606	825,823	37,894	863,717
Total accumulated depreciation	<u>11,738,343</u>	<u>2,995,602</u>	<u>14,733,945</u>	<u>781,016</u>	<u>15,514,961</u>
Capital assets, net	<u>\$ 7,187,572</u>	<u>\$ 5,614,680</u>	<u>\$ 12,802,252</u>	<u>\$ (606,146)</u>	<u>\$ 12,196,106</u>

Depreciation expense for the year ended December 31, 2021, was \$781,016.

Long-term debt activity for the year ended December 31, 2021:

	Ending Balance FY20	Adj	Restated Beginning Balances	Additions	Deletions	Ending Balances
Notes payable	\$ 1,966,502	\$ 1,035,867	\$ 3,002,369	\$ 788,000	\$ 909,057	\$ 2,881,312
Compensated absences	59,938	13,096	73,034	-	10,431	62,603
Net pension liability	31,293	391,787	423,080	-	136,963	286,117
Other long-term obligations	76,061	31,454	107,515	8,588	-	116,103
Total long-term obligations	<u>\$ 2,133,794</u>	<u>\$ 1,472,204</u>	<u>\$ 3,605,998</u>	<u>\$ 796,588</u>	<u>\$ 1,056,451</u>	<u>\$ 3,346,135</u>

REQUIRED SUPPLEMENTARY INFORMATION

GENERAL AND MAJOR SPECIAL REVENUE FUNDS

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
General	Property taxes, grants, state shared revenue, fees, service charges, fines and forfeitures, and interest.	Accounts for all operations not required to be accounted for in other funds.
American Rescue Plan	Federal grants.	Accounts for American Rescue Plan Act grant programs.
Public Works	Motor vehicle fees and gasoline tax apportionments from the State of Oregon, federal forest revenues, property improvement assessments and revenues from various federal and state agencies.	Accounts for construction, reconstruction, improvement, repair, maintenance, operation and use of public highways, roads and streets. Certain revenues are restricted for these purposes under Article IX of the State Constitution.
Health & Human Services	Federal and state grants, fees, and transfers from the General Fund.	Accounts for public health and mental health programs.
Lottery & Economic Development	State Lottery Commission shared revenues.	Accounts for disbursements related to the state Lottery Video Poker Fund.

The County's budgets are accounted for using the modified accrual basis of accounting. Funds are appropriated by department; non-departmental activities are appropriated by the categories of personnel services, materials and services, capital outlay, debt service, special payments, transfers and contingency.

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 81,867,836	\$ 81,867,836	\$ 82,270,917	\$ 403,081
Franchise	600,200	600,200	602,046	1,846
Licenses and permits	50,000	50,000	54,950	4,950
Intergovernmental	6,461,546	9,910,118	10,241,110	330,992
Charges for services	4,248,421	4,248,421	4,817,862	569,441
Fines and forfeitures	224,562	224,562	239,574	15,012
Interest	700,000	800,000	1,201,042	401,042
Other	410,500	10,500	27,325	16,825
Total revenues	94,563,065	97,711,637	99,454,826	1,743,189
EXPENDITURES:				
Assessor's Office	7,372,279	7,882,465	7,139,999	742,466
Clerk's Office	3,377,629	3,377,629	3,023,444	354,185
Community Services Department	1,014,774	1,014,774	906,424	108,350
District Attorney's Office	11,146,319	11,146,319	10,614,619	531,700
Justice Court	1,058,341	1,058,341	910,096	148,245
Juvenile Department	13,591,265	13,591,265	12,640,427	950,838
Sheriff's Office	47,173,879	47,249,651	44,875,459	2,374,192
Treasurer's Office	495,013	512,013	491,667	20,346
Non-Departmental:				
Materials and services	5,198,012	6,373,721	2,372,629	4,001,092
Capital outlay	-	26,389	24,864	1,525
Special payments	-	1,596,812	1,141,680	455,132
Contingency	2,710,598	1,851,760	-	1,851,760
Total expenditures	93,138,109	95,681,139	84,141,308	11,539,831
OTHER FINANCING SOURCES (USES):				
Lease financing	-	-	64,479	64,479
Transfers in	4,266,823	5,040,446	5,029,245	(11,201)
Transfers out	(14,996,516)	(20,377,378)	(16,420,867)	3,956,511
Total other financing sources (uses)	(10,729,693)	(15,336,932)	(11,327,143)	4,009,789
Net change in fund balance	(9,304,737)	(13,306,434)	3,986,375	17,292,809
FUND BALANCE - beginning	19,449,001	24,349,358	24,357,891	8,533
FUND BALANCE - ending	\$ 10,144,264	\$ 11,042,924	28,344,266	\$ 17,301,342
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized loss on investments			(4,005,822)	
Funds budgeted separately:				
Traffic Safety Team Fund			248,123	
Inmate Welfare Fund			754,305	
Rainy Day Fund			2,287,320	
FUND BALANCE - ending, as reported in the Statement of Revenues, Expenditures and Changes in Fund Balances - General Operating Fund			\$ 27,628,192	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 67,559,569	\$ 1,782,396	\$ (65,777,173)
Total revenues	<u>67,559,569</u>	<u>1,782,396</u>	<u>(65,777,173)</u>
EXPENDITURES:			
Non-Departmental:			
Materials and services	58,056,678	1,782,396	56,274,282
Contingency	<u>3,919,931</u>	<u>-</u>	<u>3,919,931</u>
Total expenditures	<u>61,976,609</u>	<u>1,782,396</u>	<u>60,194,213</u>
Net change in fund balance	5,582,960	-	(5,582,960)
FUND BALANCE - beginning	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 5,582,960</u>	<u>\$ -</u>	<u>\$ (5,582,960)</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Licenses and permits	\$ 231,600	\$ 231,600	\$ 266,568	\$ 34,968
Intergovernmental	42,059,140	44,743,930	41,381,335	(3,362,595)
Charges for services	3,769,716	3,879,716	3,974,204	94,488
Fines and forfeitures	15,000	15,000	80	(14,920)
Interest	225,000	225,000	170,279	(54,721)
Other	24,642	24,642	19,395	(5,247)
Total revenues	46,325,098	49,119,888	45,811,861	(3,308,027)
EXPENDITURES:				
Public Works Department	52,707,511	59,377,515	40,134,186	19,243,329
Contingency	4,519,158	3,506,407	-	3,506,407
Total expenditures	57,226,669	62,883,922	40,134,186	22,728,993
OTHER FINANCING SOURCES (USES):				
Lease financing	-	-	8,647	8,647
Transfers in	375,499	499,255	377,990	(121,265)
Transfers out	(131,320)	(131,320)	(18,724)	112,596
Total other financing sources (uses):	244,179	367,935	367,913	(22)
Net change in fund balance	(10,657,392)	(13,396,099)	6,045,588	19,420,944
FUND BALANCE - beginning	31,165,428	35,846,052	35,863,158	17,106
FUND BALANCE - ending	\$ 20,508,036	\$ 22,449,953	41,908,746	\$ 19,438,050
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized loss on investments			(1,268,484)	
Fund balance - GAAP basis			<u>\$ 40,640,262</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HEALTH & HUMAN SERVICES FUND

For the year ended June 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 39,495,074	\$ 45,104,591	\$ 38,696,469	\$ (6,408,122)
Charges for services	26,985,894	27,072,838	24,324,060	(2,748,778)
Interest	190,100	190,100	121,780	(68,320)
Other	10,000	510,000	500,900	(9,100)
Total revenues	66,681,068	72,877,529	63,643,209	(9,234,320)
EXPENDITURES:				
Health & Human Services Department	71,876,602	76,112,489	67,155,505	8,956,984
Contingency	14,441,211	13,058,451	-	13,058,451
Total expenditures	86,317,813	89,170,940	67,155,505	20,574,154
OTHER FINANCING SOURCES (USES):				
Lease financing			959,117	959,117
Transfers in	4,347,854	4,347,854	3,347,854	(1,000,000)
Transfers out	(3,545,655)	(4,462,459)	(1,280,499)	3,181,960
Total other financing sources (uses)	802,199	(114,605)	3,026,472	3,141,077
Net change in fund balance	(18,834,546)	(16,408,016)	(485,824)	14,480,911
FUND BALANCE - beginning	22,834,546	20,408,016	20,408,012	(4)
FUND BALANCE - ending	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>	19,922,188	<u>\$ 14,480,907</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized loss on investments			(812,310)	
Fund balance - GAAP basis			<u>\$ 19,109,878</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LOTTERY & ECONOMIC DEVELOPMENT FUND

For the year ended June 30, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 2,222,572	\$ 2,222,572	\$ 2,421,127	\$ 198,555
Interest	19,000	19,000	12,051	(6,949)
Total revenues	<u>2,241,572</u>	<u>2,241,572</u>	<u>2,433,178</u>	<u>191,606</u>
EXPENDITURES:				
Community Services Department	3,284,081	3,169,081	1,565,525	1,603,556
Non-Departmental:				
Special payments	-	-	-	-
Contingency	400,898	400,898	-	400,898
Total expenditures	<u>3,684,979</u>	<u>3,569,979</u>	<u>1,565,525</u>	<u>2,004,454</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(324,000)</u>	<u>(324,000)</u>	<u>(324,000)</u>	<u>-</u>
Total other financing sources (uses):	<u>(324,000)</u>	<u>(324,000)</u>	<u>(324,000)</u>	<u>-</u>
Net change in fund balance	(1,767,407)	(1,652,407)	543,653	2,196,060
FUND BALANCE - beginning	<u>1,767,407</u>	<u>2,777,709</u>	<u>2,777,709</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>\$ 1,125,302</u>	<u>3,321,362</u>	<u>\$ 2,196,060</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized loss on investments			<u>(96,460)</u>	
Fund balance - GAAP basis			<u>\$ 3,224,902</u>	

MARION COUNTY, OREGON

OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
 SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	Measurement Date	County's Proportion of Net Pension Liability (Asset)	County's Proportionate Share of Net Pension Liability (Asset)	County's Covered Payroll	County's Proportionate Share of NPL(A) as % of Payroll	Plan Fiduciary Net Position as % of Total Pension Liability
2022	6/30/2021	0.82%	\$ 97,938,936	\$ 100,380,327	97.57%	87.60%
2021	6/30/2020	0.78%	170,982,972	91,640,185	186.58%	75.80%
2020	6/30/2019	0.82%	142,395,975	87,543,406	162.66%	80.23%
2019	6/30/2018	0.77%	117,196,814	85,352,985	137.31%	82.07%
2018	6/30/2017	0.80%	107,643,247	83,085,347	129.56%	83.12%
2017	6/30/2016	0.79%	119,297,563	79,926,090	149.26%	80.53%
2016	6/30/2015	0.81%	46,349,988	76,032,919	60.96%	91.88%
2015	6/30/2014	0.79%	(17,881,113)	72,770,005	-24.57%	103.59%
2014	6/30/2013	0.79%	40,256,473	73,461,710	54.80%	91.97%

Notes:

- (1) This schedule is intended to show information for ten years; additional years' information will be displayed as it becomes available.
- (2) Changes of benefit terms: Amounts reported in fiscal 2015 reflect legislation eliminating tax remedy payments for non-Oregon residents and establishing limits on cost-of-living adjustments. Amounts reported thereafter reflect a court ruling that restricts limits on cost-of-living adjustments to benefits accrued after the legislative changes were made.

MARION COUNTY, OREGON

OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
SCHEDULE OF COUNTY CONTRIBUTIONS

	<u>Contractually Required Contributions</u>	<u>Actual Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>County's Covered Payroll</u>	<u>Contributions as % of Payroll</u>
2022	\$ 17,823,833	\$ 17,823,833	-	\$ 103,095,118	17.29%
2021	15,644,842	15,644,842	-	100,380,327	15.59%
2020	14,995,025	14,995,025	-	91,640,185	16.36%
2019	11,094,819	11,094,819	-	87,543,406	12.67%
2018	10,892,136	10,892,136	-	85,352,985	12.76%
2017	7,772,371	7,772,371	-	83,085,347	9.35%
2016	7,540,553	7,540,553	-	79,926,090	9.43%
2015	6,741,037	6,741,037	-	76,032,919	8.87%
2014	6,552,862	6,552,862	-	72,770,005	9.00%

Notes:

(1) This schedule is intended to show information for ten years; additional years' information will be displayed as it becomes available.

MARION COUNTY, OREGON

OTHER POSTEMPLOYMENT BENEFITS (OPEB)
 SCHEDULE OF CHANGES IN THE COUNTY'S
 TOTAL OPEB LIABILITY AND RELATED RATIOS
 Implicit Rate Subsidy Plan
 For the last five fiscal years ^{1,2}

	2022	2021	2020	2019	2018
Total OPEB liability, beginning of year	\$ 23,795,636	\$ 21,345,426	\$ 19,859,599	\$ 18,632,670	\$ 17,351,009
Changes for the year:					
Service cost	1,630,163	1,575,037	1,323,725	1,278,961	1,278,961
Interest	565,616	619,301	623,992	568,851	531,779
Expected vs. actual experience	(3,109,309)	-	(1,187,260)	-	-
Changes of assumptions	(3,331,413)	1,056,750	1,492,557	-	-
Benefit payments	(574,582)	(800,878)	(767,187)	(620,883)	(529,079)
Net changes	(4,819,525)	2,450,210	1,485,827	1,226,929	1,281,661
Total OPEB liability, end of year	<u>\$ 18,976,111</u>	<u>\$ 23,795,636</u>	<u>\$ 21,345,426</u>	<u>\$ 19,859,599</u>	<u>\$ 18,632,670</u>
Covered employee payroll	\$ 103,095,118	\$ 100,380,327	\$ 93,572,299	\$ 90,453,479	\$ 87,148,750
Total OPEB liability as a percentage of covered employee payroll	18.41%	23.71%	22.81%	21.96%	21.38%
Discount rate	4.00%	2.25%	2.75%	3.00%	3.00%

Notes:

(1) This schedule is intended to show information for ten years; additional years' information will be displayed as it becomes available.

(2) The County finances other postemployment benefits on a pay-as-you-go basis; no assets are accumulated for this purpose.

MARION COUNTY, OREGON

SCHEDULE OF THE PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY (ASSET)
Oregon Public Employees Retirement System, Retirement Health Insurance Account
For the last two years ¹

Year Ended June 30,	County's proportion of the net OPEB liability (asset)	County's proportionate share of the net OPEB liability (asset)	County's covered payroll ²	County's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2022	0.6585%	\$ (2,261,256)	\$ 103,095,118	-2.19%	183.90%
2021	0.4682%	(953,923)	100,380,327	-0.95%	150.10%

MARION COUNTY, OREGON

SCHEDULE OF THE COUNTY'S CONTRIBUTIONS
OF THE NET OPEB LIABILITY (ASSET)
Oregon Public Employees Retirement System, Retirement Health Insurance Account
For the last three years ¹

Year Ended June 30,	(a) Contractually required contribution	(b) Contributions in relation to the contractually required contribution	(a-b) Contribution deficiency (excess)	(c) County's covered payroll	(b/c) Contributions as a percent of covered payroll
2022	\$ 18,995	\$ 18,995	\$ -	\$ 103,095,118	0.02%
2021	19,513	19,513	-	100,380,327	0.02%
2020	29,773	29,773	-	93,572,299	0.03%

(1) These schedules are intended to show information for ten years; additional years' information will be displayed as it becomes available.

(2) As of the measurement date which is one year in arrears

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SUPPLEMENTARY INFORMATION

BUDGETARY FUNDS REPORTED AS GENERAL OPERATING FUND

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
Traffic Safety Team	Traffic fines.	Operations of the County's traffic safety team.
Inmate Welfare	Vending machine and pay phone charges.	Operation of the jail commissary.
Rainy Day	Investment earnings.	Resources set aside for financial emergencies.

NONMAJOR GOVERNMENTAL FUNDS

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
Non-Departmental Grants	Federal and state grants, Interest and transfers from the General Fund.	Accounts for multi-departmental grant Programs.
County Clerk Records	Recording fees.	Operation of County archives.
Juvenile Grants	Federal and state grants, charges for services, transfers from the General Fund.	Grant programs administered by the Juvenile department.
Tax Title Land Sales	Proceeds from the sale of tax foreclosed property.	Disposition of proceeds from the sale of tax foreclosed property.
Community Services Grants	Federal and state grants.	Grant programs administered by the Community Services department.
Community Development	Federal and state grants.	Operations of the community development program.
Community Corrections	State grants and charges for services.	Operations of the community corrections program.
Criminal Justice Assessment	Assessments from court fines and state shared revenues.	County assessments for criminal justice programs and court security.
County Schools	Federal forest revenues and state shared revenues.	Support provided to schools in accordance with ORS 328.005 to 328.035.
Child Support	Federal and state grants and incentives.	Enforcement of court-ordered spousal and child support.
Dog Services	License and adoption fees, transfers from the General Fund.	Animal control activities and dog shelter operations.

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
Enhanced Public Safety ESSD	Charges for services.	Dedicated 24/7 public safety services provided to East Salem Service District.
Sheriff Grants	Federal and state grants, contracts with the state and other agencies.	Marine patrols on County waterways, security provided for other agencies, and grant programs administered by the Sheriff's office.
Law Library	Library fees.	Operation of the law library.
County Fair	Admissions, state shared revenues, and local sponsorships.	Operation of the annual County Fair.
District Attorney Grants	Federal, state and local grants.	Grant programs administered by the District Attorney's office.
Land Use Planning	Planning fees and transfers from other funds.	Operations of the County's land use planning division.
Parks	Recreational vehicle registration fees.	Maintenance and improvement of County parks.
Surveyor	Corner restoration fees.	Operations of the County Surveyor's office.
Building Inspection	Building permit fees.	Building inspection activities.
Marion County Extension and 4H Service District	Property taxes.	Provides support for extension services to county residents in cooperation with Oregon State University.
Debt Service	Internal assessments and transfers from the General Fund.	Payment of principal and interest on long-term obligations of governmental funds.
Capital Building & Equipment	Transfers from the General Fund and other funds.	Resources set aside for future capital improvements.
Facility Renovation	Capital financing proceeds, interfund transfers.	Various facility renovation projects.
Capital Improvement Projects	Transfers from the General Fund and other funds.	Various capital projects and acquisitions.

MARION COUNTY, OREGON
 COMBINING BALANCE SHEET
 BUDGETARY FUNDS REPORTED AS GENERAL OPERATING FUND

June 30, 2022

	Budgetary Funds				Total General Operating Fund
	General Fund	Traffic Safety Team	Inmate Welfare	Rainy Day	
ASSETS:					
Cash and investments	\$ 26,460,233	\$ 303,449	\$ 795,063	\$ 2,283,111	\$ 29,841,856
Receivables:					
Accounts	1,539,282	18,012	21,028	-	1,578,322
Interest	206,939	1,025	1,466	4,209	213,639
Loans	58,361	-	-	-	58,361
Taxes	2,843,857	-	-	-	2,843,857
Inventories and prepaids	16,549	-	-	-	16,549
Total assets	\$ 31,125,221	\$ 322,486	\$ 817,557	\$ 2,287,320	\$ 34,552,584
LIABILITIES:					
Accounts payable	\$ 1,371,105	\$ 4,605	\$ 63,252	\$ -	\$ 1,438,962
Payroll related liabilities	2,950,022	69,758	-	-	3,019,780
Deposits	20,029	-	-	-	20,029
Total liabilities	4,341,156	74,363	63,252	-	4,478,771
DEFERRED INFLOWS OF RESOURCES:					
Unavailable revenue, other	2,445,621	-	-	-	2,445,621
FUND BALANCES:					
Nonspendable	16,549	-	-	-	16,549
Committed	-	-	-	2,287,320	2,287,320
Assigned	12,302,938	248,123	754,305	-	13,305,366
Unassigned	12,018,957	-	-	-	12,018,957
Total fund balances	24,338,444	248,123	754,305	2,287,320	27,628,192
Total liabilities, deferred inflows of resources, and fund balances	\$ 31,125,221	\$ 322,486	\$ 817,557	\$ 2,287,320	\$ 34,552,584

MARION COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGETARY FUNDS REPORTED AS GENERAL OPERATING FUND

For the year ended June 30, 2022

	Budgetary Funds				Eliminate Interfund Activity	Total General Operating Fund
	General Fund	Traffic Safety Team	Inmate Welfare	Rainy Day		
REVENUES:						
Taxes	\$ 82,872,963	\$ -	\$ -	\$ -	\$ -	\$ 82,872,963
Licenses and permits	54,950	-	-	-	-	54,950
Intergovernmental	10,241,110	84,385	-	-	-	10,325,495
Charges for services	4,817,862	1,666	240,503	-	-	5,060,031
Fines and forfeitures	239,574	1,919,178	-	-	-	2,158,752
Investment earnings (losses)	(2,804,780)	(16,980)	(24,297)	(70,355)	-	(2,916,412)
Other	27,325	-	1,000	-	-	28,325
Total revenues	95,449,004	1,988,249	217,206	(70,355)	-	97,584,104
EXPENDITURES:						
Current:						
General government	13,923,181	-	-	-	-	13,923,181
Public safety and judicial	68,886,456	1,997,675	304,760	-	-	71,188,891
Community service	902,632	-	-	-	-	902,632
Debt service:						
Principal	312,532	691	-	-	-	313,223
Interest	18,054	2	-	-	-	18,056
Capital outlay	98,453	-	95,356	-	-	193,809
Total expenditures	84,141,308	1,998,368	400,116	-	-	86,539,792
OTHER FINANCING SOURCES (USES):						
Lease financing	64,479	-	-	-	-	64,479
Transfers in	5,029,245	-	-	-	(275,000)	4,754,245
Transfers out	(16,420,867)	(309,549)	-	-	275,000	(16,455,416)
Total other financing sources (uses)	(11,327,143)	(309,549)	-	-	-	(11,636,692)
Net change in fund balances	(19,447)	(319,668)	(182,910)	(70,355)	-	(592,380)
FUND BALANCE - beginning	24,357,891	567,791	937,215	2,357,675	-	28,220,572
FUND BALANCE - ending	\$ 24,338,444	\$ 248,123	\$ 754,305	\$ 2,287,320	\$ -	\$ 27,628,192

MARION COUNTY, OREGON
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2022

	Special Revenue Funds												
	Non- Departmental Grants	County Clerk Records	Juvenile Grants	Tax Title Land Sales	Community Services Grants	Community Development	Community Corrections	Criminal Justice Assessment	County Schools	Child Support	Dog Services	Enhanced Public Safety ESSD	Sheriff Grants
ASSETS:													
Cash and investments	\$ 6,416,569	\$ 198,103	\$ 643,720	\$ 639,712	\$ 58,845	\$ -	\$ 3,953,858	\$ 527,187	\$ 442,090	\$ -	\$ 115,696	\$ 1,407,553	\$ 1,355,650
Receivables:													
Accounts	57,359	-	789,781	-	-	2,147,554	33,443	90,581	42,896	394,555	5,432	-	505,053
Interest	-	355	976	1,177	103	-	8,950	1,180	815	-	402	2,481	2,568
Loans	-	-	-	1,525,044	-	-	-	-	-	-	-	-	-
Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventories and prepaids	-	-	45,619	-	-	-	-	-	-	-	-	-	1,425
Total assets	\$ 6,473,928	\$ 198,458	\$ 1,480,096	\$ 2,165,933	\$ 58,948	\$ 2,147,554	\$ 3,996,251	\$ 618,948	\$ 485,801	\$ 394,555	\$ 121,530	\$ 1,410,034	\$ 1,864,696
LIABILITIES:													
Accounts payable	\$ 119,848	\$ 1,057	\$ 72,995	\$ 1,394	\$ 80	\$ 1,508,353	\$ 149,055	\$ 50,082	\$ -	\$ 324,123	\$ 11,312	\$ 849	\$ 25,857
Payroll related liabilities	-	5,479	87,635	-	-	21,174	395,706	-	-	70,432	52,529	65,686	107,466
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Unearned revenue	4,293,527	-	-	-	-	8,392	-	-	-	-	2,901	-	-
Total liabilities	4,413,375	6,536	160,630	1,394	80	1,537,919	544,761	50,082	-	394,555	66,742	66,535	133,323
DEFERRED INFLOWS OF RESOURCES:													
Unavailable revenue	-	-	-	1,525,044	-	-	-	-	-	-	-	-	-
FUND BALANCES:													
Nonspendable	-	-	45,619	-	-	-	-	-	-	-	-	-	1,425
Restricted	2,060,553	191,922	8,340	639,495	58,868	609,635	342,447	568,866	485,801	-	5,237	1,343,499	263,345
Committed	-	-	-	-	-	-	-	-	-	-	-	-	72,475
Assigned	-	-	1,265,507	-	-	-	3,109,043	-	-	-	49,551	-	1,394,128
Total fund balances	2,060,553	191,922	1,319,466	639,495	58,868	609,635	3,451,490	568,866	485,801	-	54,788	1,343,499	1,731,373
Total liabilities, deferred inflows of resources, and fund balances	\$ 6,473,928	\$ 198,458	\$ 1,480,096	\$ 2,165,933	\$ 58,948	\$ 2,147,554	\$ 3,996,251	\$ 618,948	\$ 485,801	\$ 394,555	\$ 121,530	\$ 1,410,034	\$ 1,864,696

(Continued on following page)

MARION COUNTY, OREGON
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS (Continued)

June 30, 2022

	Special Revenue Funds							Capital Projects Funds			Total Nonmajor Governmental Funds		
	Law Library	County Fair	District Attorney Grants	Land Use Planning	Parks	Surveyor	Building Inspection	MCE4H Svc Dist	Debt Service Fund	Capital Building & Equipment		Facility Renovation	Capital Improvement Projects
ASSETS:													
Cash and investments	\$ 762,375	\$ 638,579	\$ -	\$ 20,468	\$ 1,154,132	\$ 3,365,231	\$ 6,672,454	\$ 1,741,703	\$ 4,071,427	\$ 135,724	\$ 22,886,968	\$ 12,312,780	\$ 69,520,824
Receivables:													
Accounts	37	-	896,707	-	157,333	-	120,642	1,075	-	-	-	-	5,242,448
Interest	1,390	1,048	-	427	1,869	6,116	12,051	3,329	258	250	40,581	10,722	97,048
Loans	-	-	-	-	-	-	-	-	-	-	-	-	1,525,044
Taxes	-	-	-	-	-	-	-	44,350	-	-	-	-	44,350
Inventories and prepaids	2,448	-	-	-	-	-	-	-	220,569	-	-	-	270,061
Total assets	\$ 766,250	\$ 639,627	\$ 896,707	\$ 20,895	\$ 1,313,334	\$ 3,371,347	\$ 6,805,147	\$ 1,790,457	\$ 4,292,254	\$ 135,974	\$ 22,927,549	\$ 12,323,502	\$ 76,699,775
LIABILITIES:													
Accounts payable	\$ 8,376	\$ 53,516	\$ 499,411	\$ 3,180	\$ 48,499	\$ 4,293	\$ 212,862	\$ 241,181	\$ 250,043	\$ -	\$ 727,722	\$ 638,299	\$ 4,952,387
Payroll related liabilities	8,856	800	46,181	25,982	24,343	31,556	132,923	-	-	-	-	-	1,076,748
Deposits	-	-	-	-	-	244,278	268,000	-	-	-	-	-	512,278
Unearned revenue	-	-	-	-	-	-	-	-	-	-	-	-	4,304,820
Total liabilities	17,232	54,316	545,592	29,162	72,842	280,127	613,785	241,181	250,043	-	727,722	638,299	10,846,233
DEFERRED INFLOWS OF RESOURCES:													
Unavailable revenue	-	-	-	-	-	-	-	37,313	-	-	-	-	1,562,357
FUND BALANCES:													
Nonspendable	2,448	-	-	-	-	-	-	-	220,569	-	-	-	270,061
Restricted	746,570	-	82,188	-	-	3,049,130	-	1,511,963	-	-	-	-	11,967,859
Committed	-	-	-	-	111,372	-	-	-	-	135,974	-	-	319,821
Assigned	-	585,311	268,927	(8,267)	1,129,120	42,090	6,191,362	-	3,821,642	-	22,199,827	11,685,203	51,733,444
Total fund balances	749,018	585,311	351,115	(8,267)	1,240,492	3,091,220	6,191,362	1,511,963	4,042,211	135,974	22,199,827	11,685,203	64,291,185
Total liabilities, deferred inflows of resources, and fund balances	\$ 766,250	\$ 639,627	\$ 896,707	\$ 20,895	\$ 1,313,334	\$ 3,371,347	\$ 6,805,147	\$ 1,790,457	\$ 4,292,254	\$ 135,974	\$ 22,927,549	\$ 12,323,502	\$ 76,699,775

MARION COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the year ended June 30, 2022

	Special Revenue Funds												
	Non- Departmental Grants	County Clerk Records	Juvenile Grants	Tax Title Land Sales	Community Services Grants	Community Development	Community Corrections	Criminal Justice Assessment	County Schools	Child Support	Dog Services	Enhanced Public Safety ESSD	Sheriff Grants
REVENUES:													
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-	-	247,563	-	-	41,895
Intergovernmental	7,344,273	2,054	1,779,802	-	-	3,228,498	16,755,447	-	1,016,041	1,532,417	27,795	29,930	2,596,613
Charges for services	-	170,858	622,911	733,053	-	-	177,335	-	-	26,758	128,713	1,609,988	1,429,319
Fines and forfeitures	-	-	-	-	-	-	-	927,259	-	-	11,011	-	-
Investment earnings (losses)	4,832	(5,960)	(16,474)	62,647	(1,810)	3,168	(145,620)	(19,814)	(9,979)	-	(6,742)	(40,257)	(43,208)
Other	-	-	12,732	148,938	36,225	-	-	3,139	-	-	20,554	-	53,476
Total revenues	7,349,105	166,952	2,398,971	944,638	34,415	3,231,666	16,787,162	910,584	1,006,062	1,559,175	428,894	1,599,661	4,078,095
EXPENDITURES:													
Current:													
General government	-	138,189	-	560,113	-	-	-	-	-	-	-	-	-
Health and social services	-	-	-	-	-	-	-	-	-	1,903,270	-	-	-
Public safety and judicial	-	-	2,380,063	-	-	-	11,446,602	338,967	-	-	1,556,561	1,785,469	3,968,520
Community service	7,208,277	-	-	-	14,943	968,961	-	-	-	-	-	-	-
Roads and bridges	-	-	-	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	2,249,448	-	-	-	-
Debt service:													
Principal	-	-	-	53	-	44,203	26,988	-	-	1,566	378	58	2,182
Interest	-	-	-	-	-	880	2,321	-	-	67	7	-	6
Capital outlay	-	-	9,110	-	-	1,892,478	5,049	-	-	12,728	-	-	2,822
Total expenditures	7,208,277	138,189	2,389,173	560,166	14,943	2,906,522	11,480,960	338,967	2,249,448	1,917,631	1,556,946	1,785,527	3,973,530
OTHER FINANCING SOURCES (USES):													
Debt issuance	-	-	-	-	-	-	-	-	-	-	-	-	-
Lease financing	-	-	-	-	-	182,954	5,049	-	-	12,728	-	-	-
Transfers in	48,909	-	213,898	-	3,000	-	213,898	-	-	345,728	1,130,735	-	224,351
Transfers out	(189,802)	-	(11,866)	(79,500)	-	(877,803)	(4,670,424)	(641,694)	-	-	-	-	-
Total other financing sources (uses)	(140,893)	-	202,032	(79,500)	3,000	(694,849)	(4,451,477)	(641,694)	-	358,456	1,130,735	-	224,351
Net change in fund balances	(65)	28,763	211,830	304,972	22,472	(369,705)	854,725	(70,077)	(1,243,386)	-	2,683	(185,866)	328,916
FUND BALANCE - beginning	2,060,618	163,159	1,107,636	334,523	36,396	979,340	2,596,765	638,943	1,729,187	-	52,105	1,529,365	1,402,457
FUND BALANCE - ending	\$2,060,553	\$ 191,922	\$ 1,319,466	\$ 639,495	\$ 58,868	\$ 609,635	\$3,451,490	\$ 568,866	\$ 485,801	\$ -	\$ 54,788	\$ 1,343,499	\$ 1,731,373

(Continued on following page)

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Special Revenue Funds							Debt Service Fund	Capital Projects Funds			Total Nonmajor Governmental Funds	
	Law Library	County Fair	District Attorney Grants	Land Use Planning	Parks	Surveyor	Building Inspection		MCE4H Svc Dist	Capital Building & Equipment	Facility Renovation		Capital Improvement Projects
REVENUES:													
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,351,836	\$ -	\$ -	\$ -	\$ -	\$ 1,351,836	
Licenses and permits	-	-	-	-	-	-	3,590,759	-	-	-	-	3,880,217	
Intergovernmental	9,108	53,167	964,796	11,992	398,234	18,910	78,213	18,345	-	9,905	-	35,875,540	
Charges for services	318,000	451,302	195,401	336,630	79,268	854,125	5,864	-	4,664,461	-	889,999	12,693,985	
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	938,270	
Investment earnings (losses)	(22,769)	(17,820)	444	(7,620)	(32,075)	(102,504)	(204,972)	(55,726)	14,423	(4,181)	(760,731)	(1,583,837)	
Other	2	21,074	26,000	-	430,639	-	(324)	189	-	-	-	752,644	
Total revenues	304,341	507,723	1,186,641	341,002	876,066	770,531	3,469,540	1,314,644	4,678,884	(4,181)	(750,826)	718,910	53,908,655
EXPENDITURES:													
Current:													
General government	-	-	-	-	-	-	-	-	-	-	-	-	698,302
Health and social services	-	-	-	-	-	-	-	-	-	-	-	-	1,903,270
Public safety and judicial	285,406	-	1,183,121	-	-	-	-	-	-	-	-	-	22,944,709
Community service	-	224,661	-	976,143	841,971	-	3,697,636	1,058,493	-	-	-	-	14,991,085
Roads and bridges	-	-	-	-	-	854,349	-	-	-	-	-	-	854,349
Education	-	-	-	-	-	-	-	-	-	-	-	-	2,249,448
Debt service:													
Principal	454	38,132	-	-	-	-	-	90,666	6,503,455	-	-	-	6,708,135
Interest	20	3,004	-	-	-	-	-	2,581	2,585,286	-	-	-	2,594,172
Capital outlay	-	-	-	-	41,919	-	-	-	-	-	3,218,141	4,953,178	10,135,425
Total expenditures	285,880	265,797	1,183,121	976,143	883,890	854,349	3,697,636	1,151,740	9,088,741	-	3,218,141	4,953,178	63,078,895
OTHER FINANCING SOURCES (USES):													
Debt issuance	-	-	-	-	-	-	-	-	-	-	20,000,000	-	20,000,000
Lease financing	-	-	-	-	-	-	-	-	-	-	-	-	200,731
Transfers in	-	70,000	65,627	626,874	448,715	140,342	660,644	-	3,868,528	-	874,561	6,741,177	15,676,987
Transfers out	-	-	-	-	(11,500)	-	(11,555)	-	-	-	-	(226,256)	(6,720,400)
Total other financing sources (uses)	-	70,000	65,627	626,874	437,215	140,342	649,089	-	3,868,528	-	20,874,561	6,514,921	29,157,318
Net change in fund balances	18,461	311,926	69,147	(8,267)	429,391	56,524	420,993	162,904	(541,329)	(4,181)	16,905,594	2,280,653	19,987,078
FUND BALANCE - beginning	730,557	273,385	281,968	-	811,101	3,034,696	5,770,369	1,349,059	4,583,540	140,155	5,294,233	9,404,550	44,304,107
FUND BALANCE - ending	\$ 749,018	\$ 585,311	\$ 351,115	\$ (8,267)	\$ 1,240,492	\$ 3,091,220	\$ 6,191,362	\$ 1,511,963	\$ 4,042,211	\$ 135,974	\$ 22,199,827	\$ 11,685,203	\$ 64,291,185

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 38,798	\$ 84,385	\$ 45,587
Charges for services	-	1,666	1,666
Fines and forfeitures	1,831,080	1,919,178	88,098
Interest	9,701	2,857	(6,844)
	<u>1,879,579</u>	<u>2,008,086</u>	<u>128,507</u>
Total revenues			
EXPENDITURES:			
Sheriff's Office	<u>2,217,585</u>	<u>1,998,368</u>	<u>219,217</u>
Total expenditures	<u>2,217,585</u>	<u>1,998,368</u>	<u>218,524</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>(309,550)</u>	<u>(309,549)</u>	<u>1</u>
Net change in fund balance	(647,556)	(299,831)	347,032
FUND BALANCE - beginning	<u>647,556</u>	<u>567,791</u>	<u>(79,765)</u>
FUND BALANCE - ending, budgetary basis	<u>\$ -</u>	267,960	<u>\$ 267,267</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		(19,837)	
Combined with General Fund		<u>(248,123)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ -</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 213,831	\$ 240,503	\$ 26,672
Interest	12,157	4,079	(8,078)
Other	-	1,000	1,000
	<u>225,988</u>	<u>245,582</u>	<u>19,594</u>
Total revenues			
EXPENDITURES:			
Sheriff's Office	535,204	400,116	135,088
Contingency	104,037	-	104,037
	<u>639,241</u>	<u>400,116</u>	<u>239,125</u>
Total expenditures			
Net change in fund balance	(413,253)	(154,534)	258,719
FUND BALANCE - beginning	<u>937,214</u>	<u>937,215</u>	<u>1</u>
FUND BALANCE - ending, budgetary basis	<u>\$ 523,961</u>	782,681	<u>\$ 258,720</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		(28,376)	
Combined with General Fund		<u>(754,305)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ -</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Interest	\$ 24,500	\$ 11,119	\$ (13,381)
EXPENDITURES:			
Non-Departmental:			
Reserves	2,382,175	-	2,382,175
Net change in fund balance	(2,357,675)	11,119	2,368,794
FUND BALANCE - beginning	2,357,675	2,357,675	-
FUND BALANCE - ending, budgetary basis	<u>\$ -</u>	2,368,794	<u>\$ 2,368,794</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		(81,474)	
Combined with General Fund		<u>(2,287,320)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ -</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 16,345,983	\$ 7,344,273	\$ (9,001,710)
Interest	22,000	4,832	(17,168)
Total revenues	<u>16,367,983</u>	<u>7,349,105</u>	<u>(9,018,878)</u>
EXPENDITURES:			
Non-Departmental:			
Materials and services	14,172,238	5,046,876	9,125,362
Special payments	2,161,400	2,161,400	-
Contingency	93,512	-	93,512
Total expenditures	<u>16,427,150</u>	<u>7,208,276</u>	<u>9,218,874</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	39,014	48,909	9,895
Transfers out	<u>(222,394)</u>	<u>(189,802)</u>	<u>32,592</u>
Total other financing sources (uses)	<u>(183,380)</u>	<u>(140,893)</u>	<u>42,487</u>
Net change in fund balance	(242,547)	(64)	242,483
FUND BALANCE - beginning	<u>644,632</u>	<u>2,060,617</u>	<u>1,415,985</u>
FUND BALANCE - ending	<u>\$ 402,085</u>	<u>\$ 2,060,553</u>	<u>\$ 1,658,468</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 2,054	\$ 2,054
Charges for services	204,554	170,858	(33,696)
Interest	1,800	902	(898)
	<u>206,354</u>	<u>173,814</u>	<u>(32,540)</u>
Total revenues			
EXPENDITURES:			
Clerk's Office	288,271	138,189	150,082
Contingency	36,951	-	36,951
	<u>325,222</u>	<u>138,189</u>	<u>187,033</u>
Total expenditures			
Net change in fund balance	(118,868)	35,625	154,493
FUND BALANCE - beginning	<u>163,159</u>	<u>163,159</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 44,291</u>	<u>198,784</u>	<u>\$ 154,493</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(6,862)</u>	
Fund balance - GAAP basis		<u>\$ 191,922</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,662,091	\$ 1,779,802	\$ 117,711
Charges for services	567,439	622,911	55,472
Interest	4,500	2,426	(2,074)
Other	9,850	12,732	2,882
	<u>2,243,880</u>	<u>2,417,871</u>	<u>173,991</u>
Total revenues			
EXPENDITURES:			
Juvenile Department	2,684,540	2,389,173	295,367
Contingency	352,662	-	352,662
	<u>3,037,202</u>	<u>2,389,173</u>	<u>648,029</u>
Total expenditures			
OTHER FINANCING SOURCES (USES):			
Transfers in	225,100	213,898	(11,202)
	<u>225,100</u>	<u>213,898</u>	<u>(11,202)</u>
Net change in fund balance	(583,157)	230,730	813,887
FUND BALANCE - beginning	1,107,638	1,107,636	(2)
	<u>1,107,638</u>	<u>1,107,636</u>	<u>(2)</u>
FUND BALANCE - ending	<u>\$ 524,481</u>	1,338,366	<u>\$ 813,885</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(18,900)</u>	
Fund balance - GAAP basis		<u>\$ 1,319,466</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TAX TITLE LAND SALES FUND

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 523,312	\$ 733,053	\$ 209,741
Interest	104,228	85,426	(18,802)
Other	<u>135,186</u>	<u>148,938</u>	<u>13,752</u>
Total revenues	<u>762,726</u>	<u>967,417</u>	<u>204,691</u>
EXPENDITURES:			
Non-Departmental:			
Materials and services	159,453	40,166	119,287
Special payments	589,291	520,000	69,291
Contingency	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Total expenditures	<u>798,744</u>	<u>560,166</u>	<u>238,525</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>(79,500)</u>	<u>(79,500)</u>	<u>-</u>
Net change in fund balance	(115,518)	327,751	443,216
FUND BALANCE - beginning	<u>334,523</u>	<u>334,523</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 219,005</u>	<u>662,274</u>	<u>\$ 443,216</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(22,779)</u>	
Fund balance - GAAP basis		<u>\$ 639,495</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Interest	\$ 100	\$ 191	\$ 91
Other	<u>28,500</u>	<u>36,225</u>	<u>7,725</u>
Total revenues	<u>28,600</u>	<u>36,416</u>	<u>7,816</u>
EXPENDITURES:			
Community Services Department	<u>57,996</u>	<u>14,943</u>	<u>43,053</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Net change in fund balance	(26,396)	24,473	50,869
FUND BALANCE - beginning	<u>36,396</u>	<u>36,396</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 10,000</u>	60,869	<u>\$ 50,869</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(2,001)</u>	
Fund balance - GAAP basis		<u>\$ 58,868</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 7,269,734	\$ 3,228,498	\$ (4,041,236)
Charges for services	-	-	-
Interest	8,500	3,168	(5,332)
Total revenues	<u>7,278,234</u>	<u>3,231,666</u>	<u>(4,046,568)</u>
EXPENDITURES:			
Community Service	6,972,812	2,906,522	4,066,290
Contingency	<u>1,162,843</u>	<u>-</u>	<u>1,162,843</u>
Total expenditures	<u>8,135,655</u>	<u>2,906,522</u>	<u>5,184,050</u>
OTHER FINANCING SOURCES (USES):			
Lease financing	-	182,954	182,954
Transfers in	955,250	-	(955,250)
Transfers out	<u>(884,112)</u>	<u>(877,803)</u>	<u>6,309</u>
Total other financing sources (uses)	<u>71,138</u>	<u>(694,849)</u>	<u>(765,987)</u>
Net change in fund balance	(786,283)	(369,705)	371,495
FUND BALANCE - beginning	<u>979,340</u>	<u>979,340</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 193,057</u>	<u>\$ 609,635</u>	<u>\$ 371,495</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 16,277,386	\$ 16,755,447	\$ 478,061
Charges for services	172,370	177,335	4,965
Interest	<u>23,307</u>	<u>27,632</u>	<u>4,325</u>
Total revenues	<u>16,473,063</u>	<u>16,960,414</u>	<u>487,351</u>
EXPENDITURES:			
Sheriff's Office	12,782,902	11,480,961	1,301,941
Contingency	<u>1,768,655</u>	<u>-</u>	<u>1,768,655</u>
Total expenditures	<u>14,551,557</u>	<u>11,480,961</u>	<u>3,041,287</u>
OTHER FINANCING SOURCES (USES):			
Lease financing	-	5,049	5,049
Transfers in	225,100	213,898	(11,202)
Transfers out	<u>(4,670,424)</u>	<u>(4,670,424)</u>	<u>-</u>
Total other financing sources (uses)	<u>(4,445,324)</u>	<u>(4,451,477)</u>	<u>(6,153)</u>
Net change in fund balance	(2,523,818)	1,027,976	3,522,485
FUND BALANCE - beginning	<u>2,523,818</u>	<u>2,596,766</u>	<u>72,948</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>3,624,742</u>	<u>\$ 3,595,433</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(173,252)</u>	
Fund balance - GAAP basis		<u>\$ 3,451,490</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Fines and forfeitures	\$ 881,204	\$ 927,259	\$ 46,055
Interest	6,954	3,029	(3,925)
Total revenues	<u>888,158</u>	<u>933,427</u>	<u>45,269</u>
EXPENDITURES:			
Non-Departmental:			
Materials and services	367,128	338,967	28,161
Contingency	55,192	-	55,192
Total expenditures	<u>422,320</u>	<u>338,967</u>	<u>83,353</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>(675,300)</u>	<u>(641,694)</u>	<u>33,606</u>
Net change in fund balance	(209,462)	(47,234)	162,228
FUND BALANCE - beginning	<u>638,943</u>	<u>638,943</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 429,481</u>	<u>591,709</u>	<u>\$ 162,228</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(22,843)</u>	
Fund balance - GAAP basis		<u>\$ 568,866</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 771,405	\$ 1,016,041	\$ 244,636
Interest	4,620	5,797	1,177
Total revenues	<u>776,025</u>	<u>1,021,838</u>	<u>245,813</u>
EXPENDITURES:			
Non-Departmental:			
Special payments	<u>2,505,211</u>	<u>2,249,447</u>	<u>255,764</u>
Net change in fund balance	(1,729,186)	(1,227,609)	501,577
FUND BALANCE - beginning	<u>1,729,186</u>	<u>1,729,186</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>501,577</u>	<u>\$ 501,577</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(15,776)</u>	
Fund balance - GAAP basis		<u>\$ 485,801</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,823,319	\$ 1,532,417	\$ (290,902)
Charges for services	28,084	26,758	(1,326)
Total revenues	<u>1,851,403</u>	<u>1,559,175</u>	<u>(292,228)</u>
EXPENDITURES:			
District Attorney's Office	<u>2,361,991</u>	<u>1,917,631</u>	<u>444,360</u>
OTHER FINANCING SOURCES (USES):			
Lease financing	-	12,728	12,728
Transfers in	<u>510,588</u>	<u>345,728</u>	<u>(164,860)</u>
Total other financing sources (uses)	<u>510,588</u>	<u>358,456</u>	<u>(164,860)</u>
Net change in fund balance	-	-	(14,361)
FUND BALANCE - beginning	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,361)</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Licenses and permits	\$ 282,000	\$ 247,563	\$ (34,437)
Intergovernmental	-	27,795	27,795
Charges for services	109,589	128,713	19,124
Fines and forfeitures	5,000	11,011	6,011
Interest	1,600	1,040	(560)
Other	8,100	20,554	12,454
	<u>406,289</u>	<u>436,676</u>	<u>30,387</u>
Total revenues			
EXPENDITURES:			
Community Services Department	<u>1,742,854</u>	<u>1,556,946</u>	<u>185,908</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>1,284,461</u>	<u>1,130,735</u>	<u>(153,726)</u>
Net change in fund balance	(52,104)	10,465	62,184
FUND BALANCE - beginning	<u>52,104</u>	<u>52,105</u>	<u>1</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>62,570</u>	<u>\$ 62,185</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(7,782)</u>	
Fund balance - GAAP basis		<u>\$ 54,788</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ENHANCED PUBLIC SAFETY ESSD FUND

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 29,930	\$ 29,930
Charges for services	1,602,502	1,609,988	7,486
Interest	<u>10,841</u>	<u>7,759</u>	<u>(3,082)</u>
Total revenues	<u>1,613,343</u>	<u>1,647,677</u>	<u>34,334</u>
EXPENDITURES:			
Sheriff's Office	1,967,806	1,785,527	182,279
Contingency	<u>148,561</u>	<u>-</u>	<u>148,561</u>
Total expenditures	<u>2,116,367</u>	<u>1,785,527</u>	<u>330,782</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>(11,368)</u>	<u>-</u>	<u>11,368</u>
Net change in fund balance	(514,392)	(137,850)	376,484
FUND BALANCE - beginning	<u>1,529,366</u>	<u>1,529,365</u>	<u>(1)</u>
FUND BALANCE - ending	<u>\$ 1,014,974</u>	<u>1,391,515</u>	<u>\$ 376,483</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(48,016)</u>	
Fund balance - GAAP basis		<u>\$ 1,343,499</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Licenses and permits	\$ 41,641	\$ 41,895	\$ 254
Intergovernmental	2,706,520	2,596,613	(109,907)
Charges for services	1,250,719	1,429,319	178,600
Interest	5,057	6,494	1,437
Other	<u>41,656</u>	<u>53,476</u>	<u>11,820</u>
Total revenues	<u>4,045,593</u>	<u>4,127,797</u>	<u>82,204</u>
EXPENDITURES:			
Sheriff's Office	4,649,447	3,973,530	675,917
Contingency	<u>452,087</u>	<u>-</u>	<u>452,087</u>
Total expenditures	<u>5,101,534</u>	<u>3,973,530</u>	<u>1,125,816</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>256,944</u>	<u>224,351</u>	<u>(32,593)</u>
Net change in fund balance	(798,997)	378,618	1,175,427
FUND BALANCE - beginning	<u>1,402,457</u>	<u>1,402,457</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 603,460</u>	<u>1,781,075</u>	<u>\$ 1,175,427</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(49,702)</u>	
Fund balance - GAAP basis		<u>\$ 1,731,373</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 5,000	\$ 9,108	\$ 4,108
Charges for services	230,582	318,000	87,418
Interest	9,500	4,133	(5,367)
	<u>245,082</u>	<u>331,241</u>	<u>86,159</u>
Total revenues			
EXPENDITURES:			
Legal Department	299,850	285,881	13,969
	<u>299,850</u>	<u>285,881</u>	<u>13,969</u>
Net change in fund balance	(96,768)	45,360	141,654
FUND BALANCE - beginning	730,558	730,558	-
	<u>730,558</u>	<u>730,558</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 633,790</u>	775,918	<u>\$ 141,654</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(26,900)</u>	
Fund balance - GAAP basis		<u>\$ 749,018</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 53,167	\$ 53,167	\$ -
Charges for services	119,290	451,302	332,012
Interest	1,800	2,459	659
Other	36,000	21,074	(14,926)
Total revenues	210,257	528,002	317,745
EXPENDITURES:			
Community Services Department	524,532	265,798	258,734
Contingency	29,111	-	29,111
Total expenditures	553,643	265,798	246,709
OTHER FINANCING SOURCES (USES):			
Transfers in	70,000	70,000	-
Net change in fund balance	(273,386)	332,204	564,454
FUND BALANCE - beginning	273,386	273,386	-
FUND BALANCE - ending	\$ -	605,590	\$ 564,454
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		(20,279)	
Fund balance - GAAP basis		\$ 585,311	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 934,847	\$ 964,796	\$ 29,949
Charges for services	203,567	195,401	(8,166)
Interest	745	444	(301)
Other	20,000	26,000	6,000
	<u>1,159,159</u>	<u>1,186,641</u>	<u>27,482</u>
Total revenues			
EXPENDITURES:			
District Attorney's Office	1,423,040	1,183,121	239,919
Contingency	102,744	-	102,744
	<u>1,525,784</u>	<u>1,183,121</u>	<u>342,663</u>
Total expenditures			
OTHER FINANCING SOURCES (USES):			
Transfers in	84,657	65,627	(19,030)
	<u>84,657</u>	<u>65,627</u>	<u>(19,030)</u>
Net change in fund balance	(281,968)	69,147	351,115
FUND BALANCE - beginning	281,968	281,968	-
	<u>281,968</u>	<u>281,968</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>\$ 351,115</u>	<u>\$ 351,115</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 11,992	\$ 11,992
Charges for services	265,000	336,630	71,630
Interest	1,000	647	(353)
	<u>266,000</u>	<u>349,269</u>	<u>83,269</u>
Total revenues			
EXPENDITURES:			
Public Works Department	<u>1,139,205</u>	<u>976,143</u>	<u>163,062</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>873,205</u>	<u>626,874</u>	<u>(246,331)</u>
Net change in fund balance	-	-	-
FUND BALANCE - beginning	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(8,267)</u>	
Fund balance - GAAP basis		<u>\$ (8,267)</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 324,184	\$ 398,234	\$ 74,050
Charges for services	45,698	79,268	33,570
Interest	7,341	4,096	(3,245)
Other	91,948	430,639	338,691
Total revenues	<u>469,171</u>	<u>912,237</u>	<u>443,066</u>
EXPENDITURES:			
Public Works Department	1,455,377	883,891	571,486
Contingency	184,144	-	184,144
Total expenditures	<u>1,639,521</u>	<u>883,891</u>	<u>755,630</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	466,227	448,715	(17,512)
Transfers out	(11,500)	(11,500)	-
Total other financing sources (uses)	<u>454,727</u>	<u>437,215</u>	<u>(17,512)</u>
Net change in fund balance	(715,623)	465,561	1,181,184
FUND BALANCE - beginning	<u>811,102</u>	<u>811,102</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 95,479</u>	1,276,663	<u>\$ 1,181,184</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(36,171)</u>	
Fund balance - GAAP basis		<u>\$ 1,240,492</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 18,910	\$ 18,910
Charges for services	1,242,112	854,125	(387,987)
Interest	25,000	15,886	(9,114)
Total revenues	<u>1,267,112</u>	<u>888,921</u>	<u>(378,191)</u>
EXPENDITURES:			
Public Works Department	1,216,055	854,350	361,705
Contingency	470,000	-	470,000
Total expenditures	<u>1,686,055</u>	<u>854,350</u>	<u>831,705</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	140,342	140,342	-
Net change in fund balance	(278,601)	174,913	453,514
FUND BALANCE - beginning	<u>3,034,697</u>	<u>3,034,697</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 2,756,096</u>	3,209,610	<u>\$ 453,514</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(118,390)</u>	
Fund balance - GAAP basis		<u>\$ 3,091,220</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Licenses and permits	\$ 3,500,000	\$ 3,590,759	\$ 90,759
Intergovernmental	-	78,213	78,213
Charges for services	3,500	5,864	2,364
Interest	50,000	28,296	(21,704)
	<u>3,553,500</u>	<u>3,702,808</u>	<u>149,308</u>
Total revenues			
EXPENDITURES:			
Public Works Department	4,062,735	3,697,636	365,099
Contingency	800,000	-	800,000
	<u>4,862,735</u>	<u>3,697,636</u>	<u>1,165,099</u>
Total expenditures			
OTHER FINANCING SOURCES (USES):			
Transfers in	665,000	660,644	(4,356)
Transfers out	(13,237)	(11,555)	1,682
	<u>651,763</u>	<u>649,089</u>	<u>(2,674)</u>
Total other financing sources (uses)			
Net change in fund balance	(657,472)	654,261	1,311,733
FUND BALANCE - beginning	<u>5,770,369</u>	<u>5,770,369</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 5,112,897</u>	6,424,630	<u>\$ 1,311,733</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(233,268)</u>	
Fund balance - GAAP basis		<u>\$ 6,191,362</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MARION COUNTY EXTENSION AND 4H SERVICE DISTRICT

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Taxes	\$ 1,293,705	\$ 1,351,836	\$ 58,131
Intergovernmental	3,200	18,345	15,145
Interest	<u>12,500</u>	<u>8,709</u>	<u>(3,791)</u>
Total revenues	<u>1,309,405</u>	<u>1,379,079</u>	<u>69,674</u>
EXPENDITURES:			
Marion County Extension & 4H Service District	1,389,974	1,151,740	238,234
Contingency	<u>71,477</u>	<u>-</u>	<u>71,477</u>
Total expenditures	<u>1,461,451</u>	<u>1,151,740</u>	<u>216,464</u>
Net change in fund balance	(152,046)	227,339	286,138
FUND BALANCE - beginning	<u>1,155,361</u>	<u>1,349,059</u>	<u>193,698</u>
FUND BALANCE - ending	<u>\$ 1,003,315</u>	1,576,398	<u>\$ 479,836</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(64,435)</u>	
Fund balance - GAAP basis		<u>\$ 1,511,963</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 4,294,335	\$ 4,664,461	\$ 370,126
Interest	26,750	19,416	(7,334)
Total revenues	<u>4,321,085</u>	<u>4,683,877</u>	<u>362,792</u>
EXPENDITURES:			
Non-Departmental:			
Debt service - principal	7,117,731	6,503,455	614,276
Debt service - interest	<u>2,777,413</u>	<u>2,585,286</u>	<u>192,127</u>
Total expenditures	<u>9,895,144</u>	<u>9,088,741</u>	<u>806,403</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>4,674,931</u>	<u>3,868,528</u>	<u>(806,403)</u>
Net change in fund balance	(899,128)	(536,336)	362,792
FUND BALANCE - beginning	<u>4,583,541</u>	<u>4,583,540</u>	<u>(1)</u>
FUND BALANCE - ending	<u>\$ 3,684,413</u>	4,047,204	<u>\$ 362,791</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(4,993)</u>	
Fund balance - GAAP basis		<u>\$ 4,042,211</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL BUILDING & EQUIPMENT FUND

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Interest	\$ 1,016	\$ 661	\$ (355)
EXPENDITURES:			
Non-Departmental:			
Reserves	141,172	-	141,172
Net change in fund balance	(140,156)	661	140,817
FUND BALANCE - beginning	140,156	140,156	-
FUND BALANCE - ending	<u>\$ -</u>	140,817	<u>\$ 140,817</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(4,843)</u>	
Fund balance - GAAP basis		<u>\$ 135,974</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 9,905	\$ 9,905
Interest	34,043	24,795	(9,248)
Total revenues	<u>34,043</u>	<u>34,700</u>	<u>657</u>
EXPENDITURES:			
Non-Departmental:			
Capital outlay	14,700,411	3,218,141	11,482,270
Contingency	1,133,175	-	1,133,175
Reserves	<u>2,256,632</u>	<u>-</u>	<u>2,256,632</u>
Total expenditures	<u>18,090,218</u>	<u>3,218,141</u>	<u>14,872,077</u>
OTHER FINANCING SOURCES (USES):			
Debt Issuance	10,000,000	20,000,000	10,000,000
Transfers in	<u>2,761,943</u>	<u>874,561</u>	<u>(1,887,382)</u>
Total other financing sources (uses)	<u>12,761,943</u>	<u>20,874,561</u>	<u>8,112,618</u>
Net change in fund balance	(5,294,232)	17,691,120	22,985,352
FUND BALANCE - beginning	<u>5,294,232</u>	<u>5,294,233</u>	<u>1</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>22,985,353</u>	<u>\$ 22,985,353</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(785,526)</u>	
Fund balance - GAAP basis		<u>\$ 22,199,827</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 1,157,345	\$ 889,999	\$ (267,346)
Interest	53,611	36,462	(17,149)
Total revenues	<u>1,210,956</u>	<u>926,461</u>	<u>(284,495)</u>
EXPENDITURES:			
Non-Departmental:			
Capital outlay	15,603,803	4,953,180	10,650,623
Contingency	608,109	-	608,109
Reserves	2,714,292	-	2,714,292
Total expenditures	<u>18,926,204</u>	<u>4,953,180</u>	<u>13,973,024</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	8,536,952	6,741,177	(1,795,775)
Transfers out	(226,256)	(226,256)	-
Total other financing sources (uses)	<u>8,310,696</u>	<u>6,514,921</u>	<u>(1,795,775)</u>
Net change in fund balance	(9,404,552)	2,488,202	11,892,754
FUND BALANCE - beginning	<u>9,404,552</u>	<u>9,404,552</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>11,892,754</u>	<u>\$ 11,892,754</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized loss on investments		<u>(207,551)</u>	
Fund balance - GAAP basis		<u>\$ 11,685,203</u>	

ENTERPRISE FUNDS

Major Funds

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
Environmental Services	Franchise fees and disposal charges.	Accounts for the operations of the County's solid waste collection and disposal system.

Nonmajor Funds

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
Stormwater Management	Stormwater fees.	Accounts for the operations of the County's stormwater management program.
Brooks Community Service District	Sewer fees.	Accounts for sewer services provided to district residents.
East Salem Service District	Public safety, stormwater, sewer and lighting fees.	Accounts for public safety, stormwater, sewer and lighting services provided to district residents.
Labish Village Sewage and Drainage District	Sewer and drainage fees.	Accounts for sewer and drainage services provided to district residents.
Fargo Interchange Service District	Sewer fees.	Accounts for sewer services provided to district residents.
Illaha Hills Street Lighting District	Lighting fees.	Accounts for lighting services provided to district residents.

MARION COUNTY, OREGON

COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS

For the year ended June 30, 2022

	Sewer and Lighting Service Districts					Totals	
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange		Illaha Hills
ASSETS							
Current assets:							
Cash and investments	\$ 1,285,465	\$ 158,194	\$ 759,145	\$ 75,197	\$ 39,706	\$ 16,502	\$ 2,334,209
Receivables:							
Accounts	-	114,333	236,286	9,620	120,435	2	480,676
Assessments	-	814	85,798	-	1,338	-	87,950
Interest	2,369	410	1,444	139	82	31	4,475
Total current assets	1,287,834	273,751	1,082,673	84,956	161,561	16,535	2,907,310
Noncurrent assets:							
Other post employment benefits asset	5,028	-	-	-	-	-	5,028
Capital assets:							
Land	-	140,335	87,014	-	-	-	227,349
Construction in progress	37,290	-	-	-	-	-	37,290
Buildings and improvements	267,051	3,230,468	5,081,921	322,448	2,006,298	-	10,908,186
Equipment	156,046	17,984	-	-	28,006	-	202,036
Less accumulated depreciation	(85,407)	(3,240,466)	(4,869,895)	(322,448)	(1,522,532)	-	(10,040,748)
Total noncurrent assets	380,008	148,321	299,040	-	511,772	-	1,339,141
Total assets	1,667,842	422,072	1,381,713	84,956	673,333	16,535	4,246,451
DEFERRED OUTFLOWS OF RESOURCES							
Pension-related deferred outflows	146,443	-	-	-	-	-	146,443
OPEB-related deferred outflows	4,543	-	-	-	-	-	4,543
Total deferred outflows	150,986	-	-	-	-	-	150,986
LIABILITIES							
Current liabilities:							
Accounts payable	16,814	11,445	141,519	2,855	15,316	-	187,949
Payroll related liabilities	21,017	-	-	-	-	-	21,017
Accrued interest	-	-	-	-	8,997	-	8,997
Notes payable, current	-	-	-	-	23,385	-	23,385
Compensated absences, current	13,297	-	-	-	-	-	13,297
Total current liabilities	51,128	11,445	141,519	2,855	47,698	-	254,645
Noncurrent liabilities, net of current portion:							
Notes payable	-	-	-	-	289,947	-	289,947
Compensated absences	9,601	-	-	-	-	-	9,601
Net pension liability	243,555	-	-	-	-	-	243,555
Total OPEB liability	42,192	-	-	-	-	-	42,192
Total noncurrent liabilities	295,348	-	-	-	289,947	-	585,295
Total liabilities	346,476	11,445	141,519	2,855	337,645	-	839,940
DEFERRED INFLOWS OF RESOURCES							
Pension-related deferred inflows	204,714	-	-	-	-	-	204,714
OPEB-related deferred inflows	16,418	-	-	-	-	-	16,418
Total deferred inflows	221,132	-	-	-	-	-	221,132
NET POSITION							
Net investment in capital assets	374,980	148,321	299,040	-	198,440	-	1,020,781
Restricted OPEB asset	5,028	-	-	-	-	-	5,028
Unrestricted	871,212	262,306	941,154	82,101	137,248	16,535	2,310,556
Total net position	\$ 1,251,220	\$ 410,627	\$ 1,240,194	\$ 82,101	\$ 335,688	\$ 16,535	\$ 3,336,365

MARION COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS

For the year ended June 30, 2022

	Sewer and Lighting Service Districts						Totals
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange	Ilaha Hills	
Operating revenues:							
Charges for services	\$ 1,011,966	\$ 460,599	\$ 2,648,262	\$ 7,193	\$ 252,130	\$ 8,490	\$ 4,388,640
Other	12,782	128	14,574	-	236	47	27,767
Total operating revenues	<u>1,024,748</u>	<u>460,727</u>	<u>2,662,836</u>	<u>7,193</u>	<u>252,366</u>	<u>8,537</u>	<u>4,416,407</u>
Operating expenses:							
Salaries and wages	489,729	-	-	-	-	-	489,729
Repairs and maintenance	8,120	44,901	-	-	151,263	-	204,284
Utilities	23,617	11,061	268,106	-	1,927	7,707	312,418
Building and equipment rentals	31,741	3,272	86	21	3,021	7	38,148
Professional services	318,349	227,303	2,431,408	1,642	44,272	609	3,023,583
Communication	2,775	1,443	-	-	-	-	4,218
Fuel and operating supplies	27,071	27,351	502	3	1,357	1	56,285
Insurance claims and premiums	213	1,970	41,529	829	1,366	100	46,007
Administrative expenses	94,137	-	-	-	-	-	94,137
Depreciation	26,286	1,798	95,270	-	84,135	-	207,489
Other	5,088	3,787	2,257	44	513	44	11,733
Total operating expenses	<u>1,027,126</u>	<u>322,886</u>	<u>2,839,158</u>	<u>2,539</u>	<u>287,854</u>	<u>8,468</u>	<u>4,488,031</u>
Operating income (loss)	<u>(2,378)</u>	<u>137,841</u>	<u>(176,322)</u>	<u>4,654</u>	<u>(35,488)</u>	<u>69</u>	<u>(71,624)</u>
Nonoperating revenues (expenses):							
Investment losses	(39,611)	(7,390)	(23,509)	(2,338)	(1,346)	(521)	(74,715)
Interest expense	-	-	-	-	(16,100)	-	(16,100)
Gain on sale of assets	13,395	-	-	-	-	-	13,395
Total nonoperating revenues (expenses)	<u>(26,216)</u>	<u>(7,390)</u>	<u>(23,509)</u>	<u>(2,338)</u>	<u>(17,446)</u>	<u>(521)</u>	<u>(77,420)</u>
Change in net position	(28,594)	130,451	(199,831)	2,316	(52,934)	(452)	(149,044)
Total net position - beginning	<u>1,279,814</u>	<u>280,176</u>	<u>1,440,025</u>	<u>79,785</u>	<u>388,622</u>	<u>16,987</u>	<u>3,485,409</u>
Total net position - ending	<u>\$ 1,251,220</u>	<u>\$ 410,627</u>	<u>\$ 1,240,194</u>	<u>\$ 82,101</u>	<u>\$ 335,688</u>	<u>\$ 16,535</u>	<u>\$ 3,336,365</u>

MARION COUNTY, OREGON

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS

For the year ended June 30, 2022

	Sewer and Lighting Service Districts					Totals	
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange		Ilaha Hills
Cash flows from operating activities:							
Receipts from customers	\$ 624,920	\$ 463,070	\$ 2,645,200	\$ 6,046	\$ 235,605	\$ 8,486	\$ 3,983,327
Receipts from governments	12,779	128	14,572		236	18	27,733
Receipts from interfund services	387,049	-	-		-	-	387,049
Payments to suppliers	(420,161)	(94,644)	(322,966)	(663)	(145,308)	(7,871)	(991,613)
Payments to employees	(432,314)	-	-	-	-	-	(432,314)
Payments for interfund services	(94,137)	(220,875)	(2,424,119)	(890)	(55,990)	(597)	(2,796,608)
Net cash from operating activities	<u>78,136</u>	<u>147,679</u>	<u>(87,313)</u>	<u>4,493</u>	<u>34,543</u>	<u>36</u>	<u>177,574</u>
Cash flows from capital and related financing activities:							
Proceeds from sale of capital assets	13,395	-	-	-	-	-	13,395
Purchase of capital assets	(100,719)	-	-	-	-	-	(100,719)
Debt principal - interfund loans	-	-	-	-	(17,143)	-	(17,143)
Debt principal - notes payable	-	-	-	-	(18,223)	-	(18,223)
Debt interest payments	-	-	-	-	(16,775)	-	(16,775)
Net cash from capital and related financing activities	<u>(87,324)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(52,141)</u>	<u>-</u>	<u>(139,465)</u>
Cash flows from investing activities:							
Investment losses	<u>(39,624)</u>	<u>(7,724)</u>	<u>(23,253)</u>	<u>(2,342)</u>	<u>(1,313)</u>	<u>(521)</u>	<u>(74,777)</u>
Net change in cash and investments	(48,812)	139,955	(110,566)	2,151	(18,911)	(485)	(36,668)
Cash and investments - beginning	<u>1,334,277</u>	<u>18,239</u>	<u>869,711</u>	<u>73,046</u>	<u>58,617</u>	<u>16,987</u>	<u>2,370,877</u>
Cash and investments - ending	<u>\$ 1,285,465</u>	<u>\$ 158,194</u>	<u>\$ 759,145</u>	<u>\$ 75,197</u>	<u>\$ 39,706</u>	<u>\$ 16,502</u>	<u>\$ 2,334,209</u>
Reconciliation of operating income (loss) to net cash from operating activities:							
Operating income (loss)	\$ (2,378)	\$ 137,841	\$ (176,322)	\$ 4,654	\$ (35,488)	\$ 69	\$ (71,624)
Depreciation and amortization	26,286	1,798	95,270	-	84,135	-	207,489
Change in:							
Accounts receivable	-	2,473	(3,063)	(1,146)	(16,525)	(33)	(18,294)
Accounts payable	(3,187)	5,567	(3,198)	985	2,421	-	2,588
Payroll related liabilities	1,666	-	-	-	-	-	1,666
Compensated absences	5,896	-	-	-	-	-	5,896
Net pension liability and deferred pension outflows and inflows	40,338	-	-	-	-	-	40,338
Total OPEB asset, liability, & deferred OPEB outflows and inflows	<u>9,515</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,515</u>
Net cash from operating activities	<u>\$ 78,136</u>	<u>\$ 147,679</u>	<u>\$ (87,313)</u>	<u>\$ 4,493</u>	<u>\$ 34,543</u>	<u>\$ 36</u>	<u>\$ 177,574</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Taxes	\$ 400,262	\$ 519,621	\$ 119,359
Intergovernmental	57,200	74,385	17,185
Charges for services	25,782,747	25,130,507	(652,240)
Interest	175,000	137,513	(37,487)
Other	-	11,067	11,067
	<u>26,415,209</u>	<u>25,873,093</u>	<u>(542,116)</u>
EXPENDITURES:			
Public Works Department	28,519,515	22,352,982	6,166,533
Contingency	6,366,156	-	6,366,156
	<u>34,885,671</u>	<u>22,352,982</u>	<u>12,532,689</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	(15,900)	(15,900)	-
	<u>(15,900)</u>	<u>(15,900)</u>	<u>-</u>
Net change in fund balance	(8,486,362)	3,504,211	11,990,573
FUND BALANCE - beginning	<u>26,436,382</u>	<u>26,436,378</u>	<u>(4)</u>
FUND BALANCE - ending	<u>\$ 17,950,020</u>	29,940,589	<u>\$ 11,990,569</u>
Capital assets, net of accumulated depreciation		5,145,012	
Landfill leachate disposal liability		(953,420)	
Landfill closure and postclosure liability		(8,504,727)	
Compensated absences		(85,829)	
Net pension liability		(1,273,337)	
Pension-related deferred inflows		(1,070,270)	
Pension-related deferred outflows		765,629	
Net OPEB asset		43,538	
Total OPEB liability		(365,360)	
OPEB-related deferred inflows		(142,168)	
OPEB-related deferred outflows		39,339	
Unrealized loss on investments		<u>(1,102,202)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 22,436,794</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 12,779	\$ 12,779
Charges for services	1,005,504	1,025,361	19,857
Interest	9,000	6,249	(2,751)
Total revenues	1,014,504	1,044,389	29,885
EXPENDITURES:			
Public Works Department	1,819,023	1,045,810	773,213
Contingency	203,740	-	203,740
Total expenditures	2,022,763	1,045,810	976,953
Net change in fund balance	(1,008,259)	(1,421)	1,006,838
FUND BALANCE - beginning	1,297,284	1,297,284	-
FUND BALANCE - ending	<u>\$ 289,025</u>	1,295,863	<u>\$ 1,006,838</u>
Capital assets, net of accumulated depreciation		374,980	
Compensated absences		(22,898)	
Net pension liability		(243,555)	
Pension-related deferred inflows		(204,714)	
Pension-related deferred outflows		146,443	
Net OPEB asset		5,028	
Total OPEB liability		(42,192)	
OPEB-related deferred inflows		(16,418)	
OPEB-related deferred outflows		4,543	
Unrealized loss on investments		<u>(45,860)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 1,251,220</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BROOKS COMMUNITY SERVICE DISTRICT FUND

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 374,682	\$ 460,727	\$ 86,045
Interest	400	537	137
Total revenues	<u>375,082</u>	<u>461,264</u>	<u>86,182</u>
EXPENDITURES:			
Materials and services	358,895	321,089	37,806
Contingency	<u>131,798</u>	-	<u>131,798</u>
Total expenditures	<u>490,693</u>	<u>321,089</u>	<u>169,604</u>
Net change in fund balance	(115,611)	140,175	255,786
FUND BALANCE - beginning	<u>115,611</u>	<u>130,058</u>	<u>14,447</u>
FUND BALANCE - ending	<u>\$ -</u>	270,233	<u>\$ 270,233</u>
Capital assets, net of accumulated depreciation		148,321	
Unrealized loss on investments		<u>(7,927)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 410,627</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
EAST SALEM SERVICE DISTRICT FUND

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 2,670,274	\$ 2,648,262	\$ (22,012)
Interest	11,000	4,442	(6,558)
Total revenues	<u>2,681,274</u>	<u>2,667,276</u>	<u>(13,998)</u>
EXPENDITURES:			
Materials and services	2,805,630	2,743,888	61,742
Contingency	100,000	-	100,000
Total expenditures	<u>2,905,630</u>	<u>2,743,888</u>	<u>161,742</u>
Net change in fund balance	(224,356)	(76,612)	147,744
FUND BALANCE - beginning	<u>1,032,094</u>	<u>1,045,717</u>	<u>13,623</u>
FUND BALANCE - ending	<u>\$ 807,738</u>	969,105	<u>\$ 161,367</u>
Capital assets, net of accumulated depreciation		299,040	
Unrealized loss on investments		<u>(27,951)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 1,240,194</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LABISH VILLAGE SEWAGE AND DRAINAGE DISTRICT FUND

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 6,800	\$ 7,192	\$ 392
Interest	700	357	(343)
Total revenues	<u>7,500</u>	<u>7,549</u>	<u>49</u>
EXPENDITURES:			
Materials and services	5,845	2,538	3,307
Contingency	<u>81,476</u>	<u>-</u>	<u>81,476</u>
Total expenditures	<u>87,321</u>	<u>2,538</u>	<u>84,783</u>
Net change in fund balance	(79,821)	5,011	84,832
FUND BALANCE - beginning	<u>79,821</u>	<u>79,785</u>	<u>(36)</u>
FUND BALANCE - ending	<u>\$ -</u>	84,796	<u>\$ 84,796</u>
Unrealized loss on investments		<u>(2,695)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 82,101</u>	

MARION COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FARGO INTERCHANGE SERVICE DISTRICT FUND

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	-	236	236
Charges for services	\$ 249,054	\$ 252,130	\$ 3,076
Interest	1,700	236	(1,464)
	<u>250,754</u>	<u>252,602</u>	<u>1,848</u>
EXPENDITURES:			
Materials and services	216,991	203,720	13,271
Debt service - principal	35,366	35,366	-
Debt service - interest	17,118	16,775	343
Contingency	112,866	-	112,866
	<u>382,341</u>	<u>255,861</u>	<u>126,480</u>
Net change in fund balance	(131,587)	(3,259)	128,328
FUND BALANCE - beginning	<u>131,587</u>	<u>151,086</u>	<u>19,499</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>147,827</u>	<u>\$ 147,827</u>
Capital assets, net of accumulated depreciation		511,772	
Accrued interest payable		(8,997)	
Notes payable		(313,332)	
Unrealized loss on investments		<u>(1,582)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 335,688</u>	

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INTERNAL SERVICE FUNDS

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
Central Services	Internal assessments.	Accounts for the County's central administration including the Board of Commissioners, Business Services, Finance, Information Technology and Legal Counsel.
Self-Insurance	Internal assessments.	Accounts for the County's risk management program.
Fleet Management	Internal assessments.	Accounts for acquisition and maintenance of the County's pooled vehicles.

MARION COUNTY, OREGON
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS

June 30, 2022

	Central Services	Self- Insurance	Fleet Management	Totals
ASSETS				
Current assets:				
Cash and investments	\$ 1,184,656	\$ 11,816,823	\$ 2,802,832	\$ 15,804,311
Receivables:				
Accounts	50,431	153,887	350	204,668
Interest	-	21,752	-	21,752
Inventories and prepaid expenses	225,636	181,768	-	407,404
Total current assets	<u>1,460,723</u>	<u>12,174,230</u>	<u>2,803,182</u>	<u>16,438,135</u>
Noncurrent assets:				
Other post employment benefit asset:	252,593	-	-	252,593
Lease assets:				
Equipment	69,517	-	-	69,517
Less accumulated amortization	<u>(18,590)</u>	<u>-</u>	<u>-</u>	<u>(18,590)</u>
Total lease assets	<u>50,927</u>	<u>-</u>	<u>-</u>	<u>50,927</u>
Total noncurrent assets	<u>303,520</u>	<u>-</u>	<u>-</u>	<u>303,520</u>
Total assets	<u>1,764,243</u>	<u>12,174,230</u>	<u>2,803,182</u>	<u>16,741,655</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred pension outflows	7,406,610	-	-	7,406,610
Deferred OPEB outflows	<u>228,234</u>	<u>-</u>	<u>-</u>	<u>228,234</u>
Total deferred outflows	<u>7,634,844</u>	<u>-</u>	<u>-</u>	<u>7,634,844</u>
LIABILITIES				
Current liabilities:				
Accounts payable	475,940	159,844	21,646	657,430
Payroll related liabilities	984,826	-	-	984,826
Lease liability, current	20,989	-	-	20,989
Accrued claims liability, current	-	1,666,125	-	1,666,125
Compensated absences, current	643,345	-	-	643,345
Total current liabilities	<u>2,125,100</u>	<u>1,825,969</u>	<u>21,646</u>	<u>3,972,715</u>
Noncurrent liabilities, net of current portion:				
Lease liability	30,272	-	-	30,272
Accrued claims liability	-	3,136,460	-	3,136,460
Compensated absences	131,189	-	-	131,189
Net pension liability	12,318,143	-	-	12,318,143
Total OPEB liability	<u>2,119,721</u>	<u>-</u>	<u>-</u>	<u>2,119,721</u>
Total noncurrent liabilities	<u>14,599,325</u>	<u>3,136,460</u>	<u>-</u>	<u>17,735,785</u>
Total liabilities	<u>16,724,425</u>	<u>4,962,429</u>	<u>21,646</u>	<u>21,708,500</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred pension inflows	10,353,694	-	-	10,353,694
Deferred OPEB inflows	<u>824,820</u>	<u>-</u>	<u>-</u>	<u>824,820</u>
Total deferred inflows	<u>11,178,514</u>	<u>-</u>	<u>-</u>	<u>11,178,514</u>
NET POSITION				
Unrestricted	<u>\$ (18,503,852)</u>	<u>\$ 7,211,801</u>	<u>\$ 2,781,536</u>	<u>\$ (8,510,515)</u>

MARION COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS

For the year ended June 30, 2022

	Central Services	Self- Insurance	Fleet Management	Totals
Operating revenues:				
Charges for services	\$ 25,593,290	\$ 30,010,304	\$ 2,114,406	\$ 57,718,000
Other	507,981	270,912	6	778,899
Total operating revenues	<u>26,101,271</u>	<u>30,281,216</u>	<u>2,114,412</u>	<u>58,496,899</u>
Operating expenses:				
Salaries and benefits	20,469,444	-	-	20,469,444
Repairs and maintenance	1,533,839	8,649	475,069	2,017,557
Utilities	137,917	-	-	137,917
Building and equipment rentals	195,736	-	2,640	198,376
Professional services	1,389,723	163,447	49,572	1,602,742
Communication	277,110	-	2,058	279,168
Fuel and operating supplies	310,300	17,263	14,536	342,099
Insurance claims and premiums	353	29,516,695	-	29,517,048
Administrative expenses	2,052,120	194,354	55,237	2,301,711
Amortization	18,590	-	-	18,590
Other	137,894	10,642	2,438	150,974
Total operating expenses	<u>26,523,026</u>	<u>29,911,050</u>	<u>601,550</u>	<u>57,035,626</u>
Operating income (loss)	<u>(421,755)</u>	<u>370,166</u>	<u>1,512,862</u>	<u>1,461,273</u>
Nonoperating revenues (expenses):				
Investment losses	-	(377,246)	-	(377,246)
Interest expense	(481)	-	-	(481)
Reclass to general capital assets	-	-	(472,494)	(472,494)
Total nonoperating revenues (expenses)	<u>(481)</u>	<u>(377,246)</u>	<u>(472,494)</u>	<u>(850,221)</u>
Income (loss) before transfers	<u>(422,236)</u>	<u>(7,080)</u>	<u>1,040,368</u>	<u>611,052</u>
Transfers in	<u>598,314</u>	<u>-</u>	<u>59,550</u>	<u>657,864</u>
Change in net position	176,078	(7,080)	1,099,918	1,268,916
Total net position - beginning	<u>(18,679,930)</u>	<u>7,218,881</u>	<u>1,681,618</u>	<u>(9,779,431)</u>
Total net position - ending	<u>\$ (18,503,852)</u>	<u>\$ 7,211,801</u>	<u>\$ 2,781,536</u>	<u>\$ (8,510,515)</u>

MARION COUNTY, OREGON

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

For the year ended June 30, 2022

	Central Services	Self- Insurance	Fleet Management	Totals
Cash flows from operating activities:				
Receipts from customers	\$ 1,169,924	\$ 27,791,010	\$ 312,491	\$ 29,273,425
Receipts from interfund services	24,943,791	2,336,324	1,823,630	29,103,745
Payments to suppliers	(4,045,656)	(29,935,570)	(47,241)	(34,028,467)
Payments to employees	(20,646,003)	-	-	(20,646,003)
Payments for interfund services	(2,052,120)	(194,354)	(615,650)	(2,862,124)
Net cash from operating activities	<u>(630,064)</u>	<u>(2,590)</u>	<u>1,473,230</u>	<u>840,576</u>
Cash flows from noncapital financing activities:				
Transfers received	<u>598,314</u>	<u>-</u>	<u>59,550</u>	<u>657,864</u>
Net cash from noncapital financing activities	<u>598,314</u>	<u>-</u>	<u>59,550</u>	<u>657,864</u>
Cash flows from capital and related financing activities:				
Purchase of capital assets	-	-	(472,494)	(472,494)
Principal payment on leases	(18,257)	-	-	(18,257)
Interest expense	(481)	-	-	(481)
Net cash from capital and related financing activities	<u>(18,738)</u>	<u>-</u>	<u>(472,494)</u>	<u>(491,232)</u>
Cash flows from investing activities:				
Investment losses	<u>-</u>	<u>(376,631)</u>	<u>-</u>	<u>(376,631)</u>
Net change in cash and investments	(50,488)	(379,221)	1,060,286	630,577
Cash and investments - beginning	<u>1,235,144</u>	<u>12,196,044</u>	<u>1,742,546</u>	<u>15,173,734</u>
Cash and investments - ending	<u>\$ 1,184,656</u>	<u>\$ 11,816,823</u>	<u>\$ 2,802,832</u>	<u>\$ 15,804,311</u>
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	\$ (421,755)	\$ 370,166	\$ 1,512,862	\$ 1,461,273
Depreciation and amortization	18,590	-	-	18,590
Change in:				
Accounts receivable	12,444	(153,882)	21,709	(119,729)
Inventories and prepaids	(133,286)	(91,768)	-	(225,054)
Accounts payable	70,502	(20,753)	(61,341)	(11,592)
Payroll related liabilities	(110)	-	-	(110)
Accrued claims liability	-	(106,353)	-	(106,353)
Compensated absences	(26,410)	-	-	(26,410)
Net pension liability and deferred pension outflows and inflows	(207,966)	-	-	(207,966)
Total OPEB liability and deferred OPEB outflows and inflows	<u>57,927</u>	<u>-</u>	<u>-</u>	<u>57,927</u>
Net cash from operating activities	<u>\$ (630,064)</u>	<u>\$ (2,590)</u>	<u>\$ 1,473,230</u>	<u>\$ 840,576</u>
Schedule of non-cash capital and related financing activities:				
Reclass to general capital assets	\$ -	\$ -	\$ 472,494	\$ 472,494
Acquisition of lease asset	16,784	-	-	16,784
Acquisition of lease financing	(16,784)	-	-	(16,784)

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 507,570	\$ 507,570
Charges for services	29,591,855	25,593,295	(3,998,560)
Other	-	406	406
	<u>29,591,855</u>	<u>26,101,271</u>	<u>(3,490,584)</u>
EXPENDITURES:			
Board of Commissioners	3,287,028	2,640,472	646,556
Business Services	6,233,411	5,732,158	501,253
Finance	3,556,017	3,374,691	181,326
Human Resources	2,912,575	2,672,925	239,650
Information Technology	12,219,631	10,580,609	1,639,022
Legal Counsel	1,967,423	1,692,100	275,323
Non-Departmental:			
Materials and services	<u>82,238</u>	<u>7,002</u>	<u>75,236</u>
	<u>30,258,323</u>	<u>26,699,957</u>	<u>3,558,366</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>666,468</u>	<u>598,314</u>	<u>(68,154)</u>
Net change in fund balance	-	(372)	(372)
FUND BALANCE - beginning	<u>-</u>	<u>(5)</u>	<u>(5)</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>(377)</u>	<u>\$ (377)</u>
Compensated absences		(774,534)	
Net pension liability		(12,318,143)	
Pension-related deferred inflows		(10,353,694)	
Pension-related deferred outflows		7,406,610	
Total OPEB liability		(2,119,721)	
OPEB Asset		252,593	
OPEB-related deferred inflows		(824,820)	
OPEB-related deferred outflows		<u>228,234</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ (18,503,852)</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 31,935,506	\$ 30,010,304	\$ (1,925,202)
Investment earnings (losses)	60,000	43,799	(16,201)
Other	10,000	270,912	260,912
	<u>32,005,506</u>	<u>30,325,015</u>	<u>(1,680,491)</u>
Total revenues			
EXPENDITURES:			
Non-Departmental:			
Materials and services	32,870,414	30,017,403	2,853,011
Contingency	2,820,174	-	2,820,174
	<u>35,690,588</u>	<u>30,017,403</u>	<u>5,673,185</u>
Total expenditures			
Net change in fund balance	(3,746,220)	307,612	4,053,832
FUND BALANCE - beginning	<u>12,127,815</u>	<u>12,127,819</u>	<u>4</u>
FUND BALANCE - ending	<u>\$ 8,381,595</u>	12,435,431	<u>\$ 4,053,836</u>
Unrealized gain (loss) on investments		(421,045)	
Accrued claims liability		<u>(4,802,585)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 7,211,801</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2022

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 2,146,509	\$ 2,114,406	\$ (32,103)
Other	25,000	6	(24,994)
Total revenues	<u>2,171,509</u>	<u>2,114,412</u>	<u>(57,097)</u>
EXPENDITURES:			
Public Works Department	2,860,613	1,074,044	1,786,569
Contingency	<u>381,380</u>	<u>-</u>	<u>381,380</u>
Total expenditures	<u>3,241,993</u>	<u>1,074,044</u>	<u>2,167,949</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>164,034</u>	<u>59,550</u>	<u>(104,484)</u>
Net change in fund balance	(906,450)	1,099,918	2,006,368
FUND BALANCE - beginning	<u>1,681,618</u>	<u>1,681,618</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 775,168</u>	<u>\$ 2,781,536</u>	<u>\$ 2,006,368</u>

FIDUCIARY FUNDS

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
Property Taxes	Property Taxes.	Accounts for the collection and distribution of property taxes for all political subdivisions within the County.
Justice Court	Court Fines and State Funds	Accounts for fees collected on behalf of the courts.
Forfeitures	Forfeited funds	Accounts for forfeited fees.
Treasurer's Accommodation	Miscellaneous	Accounts for miscellaneous fees collected on behalf of other government agencies.
Courthouse Square Condo Association	Assessments	Accounts for assessments, interest, and disbursements on behalf of the Courthouse Square Condo Association.
Indigent Guardianship	Fees and State Funds	Accounts for the collection and distribution of funds dedicated to indigent guardianship.
Housing Fees	Fees	Accounts for the collection and distribution of funds dedicated to housing.
MWV Cable Regulatory Commission	Cable Franchise and PEG fees	Accounts for collection and disbursements on behalf of the MWV Cable Regulatory Commission.

MARION COUNTY, OREGON

COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

June 30, 2022

	Property Taxes	Justice Court	Forfeitures	Treasurer's Accomodation	Courthouse Square Condo Association	Indigent Guardianship	Housing Fees	MWV Cable Regulatory Commission	Total
ASSETS:									
Cash and investments	\$ 7,672,679	\$ 147,551	\$ 2,684	\$ -	\$ 79,100	\$ 5,531	\$ 772,673	\$ 2,131,030	\$ 10,811,248
Receivables:									
Accounts and interest	13,405	-	5	191,359	146	-	-	309,119	514,034
Property taxes	13,452,864	-	-	-	-	-	-	-	13,452,864
Inventories and prepaids	-	-	-	-	-	-	-	2,325	2,325
Total assets	21,138,948	147,551	2,689	191,359	79,246	5,531	772,673	2,440,149	24,778,146
LIABILITIES:									
Due to individuals, organizations, and other governments	15,811,801	125,649	-	191,359	37,022	-	772,673	289,006	17,227,510
Total liabilities	15,811,801	125,649	-	191,359	37,022	-	772,673	289,006	17,227,510
NET POSITION									
Restricted for individuals, organizations, and other governments	\$ 5,327,147	\$ 21,902	\$ 2,689	\$ -	\$ 42,224	\$ 5,531	\$ -	\$ 2,151,143	\$ 7,550,636

MARION COUNTY, OREGON

STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS

For the year ended June 30, 2022

	Property Taxes	Justice Court	Forfeitures	Treasurer's Accomodation	Courthouse Square Condo Association	Indigent Guardianship	Housing Fees	MWV Cable Regulatory Commission	Total
ADDITIONS									
Property tax collections	\$ 884,229,172	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 884,229,172
Chapter 530 Timberland receipts	6,358,457	-	-	-	-	-	-	-	6,358,457
Miscellaneous	-	1,214,529	-	2,589	651,705	-	3,548,700	1,522,148	6,939,671
Interest	78,994	-	20	-	716	-	4,446	5,978	90,154
Total additions	<u>890,666,623</u>	<u>1,214,529</u>	<u>20</u>	<u>2,589</u>	<u>652,421</u>	<u>-</u>	<u>3,553,146</u>	<u>1,528,126</u>	<u>897,617,454</u>
DEDUCTIONS									
Property Tax distributions	883,873,788	-	-	-	-	-	-	-	883,873,788
Chapter 530 Timberland distributions	6,358,457	-	-	-	-	-	-	-	6,358,457
Other distributions	-	1,208,374	-	2,589	652,421	-	3,553,146	1,383,791	6,800,321
Total deductions	<u>890,232,245</u>	<u>1,208,374</u>	<u>-</u>	<u>2,589</u>	<u>652,421</u>	<u>-</u>	<u>3,553,146</u>	<u>1,383,791</u>	<u>897,032,566</u>
Net change in net position	434,378	6,155	20	-	-	-	-	144,335	584,888
Net position - beginning	<u>4,892,769</u>	<u>15,747</u>	<u>2,669</u>	<u>-</u>	<u>42,224</u>	<u>5,531</u>	<u>-</u>	<u>2,006,808</u>	<u>6,965,748</u>
Net position - ending	<u>\$ 5,327,147</u>	<u>\$ 21,902</u>	<u>\$ 2,689</u>	<u>\$ -</u>	<u>\$ 42,224</u>	<u>\$ 5,531</u>	<u>\$ -</u>	<u>\$ 2,151,143</u>	<u>\$ 7,550,636</u>

OTHER SCHEDULES

MARION COUNTY, OREGON
 SCHEDULE OF RECEIPTS, DISBURSEMENTS AND BALANCES
 ELECTED OFFICIALS

For the year ended June 30, 2022

	Cash Balance July 1, 2021	Receipts	Turnovers to			Cash Balance June 30, 2022
			Treasurer	State	Other	
Assessor	\$ -	\$ 814,486	\$ 814,486	\$ -	\$ -	\$ -
Clerk	-	428,147	428,147	-	-	-
District Attorney	-	79,099	79,099	-	-	-
Justice of the Peace	-	3,834,738	2,503,043	1,142,067	189,628	-
Sheriff	-	1,342,591	1,342,591	-	-	-
Treasurer	239,801,940	1,479,200,734	-	-	1,426,415,912	292,586,763

Source of receipts:

- Assessor - Property taxes collected in advance of due date and sale of maps.
- Clerk - Various licenses and fees.
- District Attorney - Photocopies.
- Justice of the Peace - Fines and fees.
- Sheriff - Document serving, permits, board, fees and fines.
- Treasurer - All County receipts and receipts for which the County is an agent.

MARION COUNTY, OREGON

ANNUAL DISCLOSURE INFORMATION

For the year ended June 30, 2022

The Securities and Exchange Commission (SEC) has published amendments to Rule 15c2-12 (the Rule) that require annual disclosure of current financial information and timely disclosure of certain events with respect to the County’s outstanding long-term debt, if material. The SEC has designated the Municipal Securities Rulemaking Board (MSRB) as the nationally recognized municipal securities information repository. The County submits a copy of its Annual Comprehensive Financial Report to the MSRB in order to comply with the Rule’s annual disclosure requirements. All of the financial information needed to meet the annual disclosure requirements for the bonds and obligations listed below is provided in the Annual Comprehensive Financial Report. In addition, the County has agreed to provide notice to the MSRB of certain events pursuant to the requirements of Section (b)(5)(i) of the Rule.

Outstanding CUSIP numbers by bond series are as follows:

Limited Tax Pension Bonds, Series 2002	Limited Tax Pension Bonds, Series 2004	Full Faith and Credit Refunding Obligations, Series 2005
56913R-BZ0	68608D-DA9	569127-BF9
56913R-CA4	68608D-DF8	
56913R-CB2		
56913R-CC0		
56913R-CD8		
56913R-CE6		

Debt Payment Record – The County has promptly met principal and interest payments on outstanding bonds and other indebtedness in the past ten years when due. Additionally, no refunding bonds have been issued for the purpose of preventing an impending default.

Future Financings – The County has no authorized but unissued bonds outstanding and does not anticipate issuing additional long-term debt within the next 12 months.

STATISTICAL SECTION

This part of Marion County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

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 factors affecting the County's ability to generate its most significant revenue source, property taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the County's comprehensive annual financial reports for the relevant years.

MARION COUNTY, OREGON

NET POSITION BY COMPONENT
(accrual basis of accounting)

Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental Activities:										
Net investment in capital assets	\$ 233,957,707	\$ 208,013,094	\$ 196,747,303	\$ 185,912,537	\$ 180,410,612	\$ 179,569,434	\$ 175,616,323	\$ 172,837,685	\$ 177,507,128	\$ 174,721,319
Restricted	30,518,608	27,114,981	22,368,295	30,270,503	34,647,411	40,841,999	32,256,440	35,146,993	31,524,428	20,421,355
Unrestricted	(63,977,405)	(63,004,523)	(57,828,433)	(44,455,933)	(44,694,170)	(52,684,888)	(31,498,065)	(6,278,488)	35,170,896	45,132,635
Total net position, governmental activities	\$ 200,498,910	\$ 172,123,552	\$ 161,287,165	\$ 171,727,107	\$ 170,363,853	\$ 167,726,545	\$ 176,374,698	\$ 201,706,190	\$ 244,202,452	\$ 240,275,309
Business-Type Activities:										
Net investment in capital assets	\$ 6,165,793	\$ 6,171,394	\$ 6,279,663	\$ 6,596,589	\$ 6,962,767	\$ 7,549,692	\$ 8,102,606	\$ 8,510,990	\$ 9,200,804	\$ 10,274,508
Unrestricted	18,013,713	16,357,240	12,010,924	7,460,566	4,528,361	513,042	70,812	7,190,166	7,493,201	7,083,461
Total net position, business-type activities	\$ 24,179,506	\$ 22,528,634	\$ 18,290,587	\$ 14,057,155	\$ 11,491,128	\$ 8,062,734	\$ 8,173,418	\$ 15,701,156	\$ 16,694,005	\$ 17,357,969
Primary Government:										
Net investment in capital assets	\$ 240,123,500	\$ 214,184,488	\$ 203,026,966	\$ 192,509,126	\$ 187,373,379	\$ 187,119,126	\$ 183,718,929	\$ 181,348,675	\$ 186,707,932	\$ 184,995,827
Restricted	30,518,608	27,114,981	22,368,295	30,270,503	34,647,411	40,841,999	32,256,440	35,146,993	31,524,428	20,421,355
Unrestricted	(45,963,692)	(46,647,283)	(45,817,509)	(36,995,367)	(40,165,809)	(52,171,846)	(31,427,253)	911,678	42,664,097	52,216,096
Total net position, primary government	\$ 224,678,416	\$ 194,652,186	\$ 179,577,752	\$ 185,784,262	\$ 181,854,981	\$ 175,789,279	\$ 184,548,116	\$ 217,407,346	\$ 260,896,457	\$ 257,633,278

MARION COUNTY, OREGON

CHANGES IN NET POSITION
(accrual basis of accounting)

Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
EXPENSES										
Governmental activities:										
General government	\$ 17,061,490	\$ 22,253,326	\$ 16,153,297	\$ 13,985,305	\$ 13,542,099	\$ 13,435,554	\$ 13,787,816	\$ 10,105,968	\$ 10,955,049	\$ 11,049,860
Health and social services	65,630,536	76,650,894	64,647,931	60,914,527	56,607,135	54,047,535	59,722,484	47,271,288	56,641,964	56,016,725
Public safety and judicial	91,939,889	101,228,968	99,713,053	90,804,385	89,299,260	85,969,196	95,108,823	61,627,624	72,525,129	71,312,668
Community service	19,087,446	9,694,744	15,794,117	8,818,801	8,194,952	7,107,435	7,229,445	4,582,776	5,051,563	4,566,681
Roads and bridges	31,026,632	31,380,387	29,981,773	31,355,809	31,549,398	31,050,332	26,617,875	26,955,454	29,633,348	31,869,727
Education	2,249,447	469,278	1,510,673	1,300,254	421,456	614,068	578,669	451,903	402,947	506,640
Lease interest	773,895									
Interest on long-term debt	2,444,155	2,711,249	4,063,805	4,149,190	4,025,185	4,071,654	3,896,389	3,914,517	3,825,907	3,595,170
Total governmental activities	<u>230,213,490</u>	<u>244,388,846</u>	<u>231,864,649</u>	<u>211,328,271</u>	<u>203,639,485</u>	<u>196,295,774</u>	<u>206,941,501</u>	<u>154,909,530</u>	<u>179,035,907</u>	<u>178,917,471</u>
Business-type activities:										
Environmental services	22,936,226	27,429,976	26,017,119	24,216,533	22,937,752	21,735,817	21,616,183	18,054,237	21,199,441	22,040,638
Stormwater services	1,019,167	837,765	733,197	906,534	778,361	620,010	388,073	-	-	-
Sewer and lighting services	3,477,005	3,413,087	3,267,634	3,350,011	1,614,926	1,633,876	1,555,397	1,049,626	1,045,903	1,030,832
Total business-type activities	<u>27,432,398</u>	<u>31,680,828</u>	<u>30,017,950</u>	<u>28,473,078</u>	<u>25,331,039</u>	<u>23,989,703</u>	<u>23,559,653</u>	<u>19,103,863</u>	<u>22,245,344</u>	<u>23,071,470</u>
Total primary government	<u>\$ 257,645,888</u>	<u>\$ 276,069,674</u>	<u>\$ 261,882,599</u>	<u>\$ 239,801,349</u>	<u>\$ 228,970,524</u>	<u>\$ 220,285,477</u>	<u>\$ 230,501,154</u>	<u>\$ 174,013,393</u>	<u>\$ 201,281,251</u>	<u>\$ 201,988,941</u>
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
General government	\$ 6,346,884	\$ 5,660,906	\$ 5,239,621	\$ 5,334,904	\$ 4,584,860	\$ 4,882,879	\$ 4,211,284	\$ 5,066,815	\$ 4,644,231	\$ 5,832,079
Health and social services	24,851,718	26,325,824	16,009,533	7,478,905	8,064,125	7,445,079	6,915,710	6,516,683	6,176,969	6,554,134
Public safety and judicial	9,237,921	10,144,214	9,702,435	10,047,320	8,418,656	7,910,432	8,290,644	8,079,397	7,752,478	8,318,651
Community service	4,951,626	4,421,782	4,858,643	4,670,770	3,953,309	3,620,286	3,898,925	2,806,613	2,913,115	2,483,622
Roads and bridges	5,114,372	5,618,971	4,046,393	4,161,669	4,195,579	5,012,840	4,708,897	3,943,448	4,003,486	4,236,283
Education	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	111,775,731	107,264,979	84,731,068	87,624,090	85,787,071	75,312,479	77,563,848	83,266,222	87,998,080	76,890,441
Capital grants and contributions	9,564,628	12,393,754	10,726,228	9,329,117	7,467,729	8,550,982	4,775,100	7,297,155	5,124,567	7,226,398
Total governmental activities	<u>171,842,880</u>	<u>171,830,430</u>	<u>135,313,921</u>	<u>128,646,775</u>	<u>122,471,329</u>	<u>112,734,977</u>	<u>110,364,408</u>	<u>116,976,333</u>	<u>118,612,926</u>	<u>111,541,608</u>
Business-type activities:										
Charges for services:										
Environmental services	25,189,151	30,981,681	29,513,922	26,251,618	25,701,164	21,078,435	16,420,306	17,844,368	20,302,845	17,586,561
Stormwater services	1,038,143	983,249	905,385	983,992	941,764	899,614	853,911	-	-	-
Sewer and lighting services	3,391,659	3,235,189	3,121,366	3,095,358	1,416,026	1,448,868	1,455,443	654,696	668,401	611,170
Total business-type activities	<u>29,618,953</u>	<u>35,200,119</u>	<u>33,540,673</u>	<u>30,330,968</u>	<u>28,058,954</u>	<u>23,426,917</u>	<u>18,729,660</u>	<u>18,499,064</u>	<u>20,971,246</u>	<u>18,197,731</u>
Total primary government	<u>\$ 201,461,833</u>	<u>\$ 207,030,549</u>	<u>\$ 168,854,594</u>	<u>\$ 158,977,743</u>	<u>\$ 150,530,283</u>	<u>\$ 136,161,894</u>	<u>\$ 129,094,068</u>	<u>\$ 135,475,397</u>	<u>\$ 139,584,172</u>	<u>\$ 129,739,339</u>

MARION COUNTY, OREGON

CHANGES IN NET POSITION (Continued)
(accrual basis of accounting)

Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
NET (EXPENSE) REVENUE										
Governmental activities	\$ (58,370,610)	\$ (72,558,416)	\$ (96,550,728)	\$ (82,681,496)	\$ (81,168,156)	\$ (83,560,797)	\$ (96,577,093)	\$ (37,933,197)	\$ (60,422,981)	\$ (67,375,863)
Business-type activities	2,186,555	3,519,291	3,522,723	1,857,890	2,727,915	(562,786)	(4,829,993)	(604,799)	(1,274,098)	(4,873,739)
Total primary government	<u>\$ (56,184,055)</u>	<u>\$ (69,039,125)</u>	<u>\$ (93,028,005)</u>	<u>\$ (80,823,606)</u>	<u>\$ (78,440,241)</u>	<u>\$ (84,123,583)</u>	<u>\$ (101,407,086)</u>	<u>\$ (38,537,996)</u>	<u>\$ (61,697,079)</u>	<u>\$ (72,249,602)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Property taxes	\$ 83,736,663	\$ 80,347,904	\$ 76,702,231	\$ 73,915,675	\$ 72,290,111	\$ 68,203,262	\$ 65,566,613	\$ 61,711,673	\$ 59,110,891	\$ 57,134,473
Franchise taxes	602,046	606,833	601,296	348,070	351,542	354,709	337,375	265,819	295,802	275,249
Unrestricted grants and contributions	9,141,998	493,074	5,885,860	7,079,276	5,410,195	4,744,325	4,144,505	4,414,818	4,198,940	5,008,671
Investment earnings (losses)	(6,750,639)	1,946,992	2,818,951	2,700,729	1,948,510	1,585,348	1,197,108	912,040	744,491	677,621
Extraordinary items	-	-	-	-	-	-	-	-	-	8,733,901
Transfers	15,900	-	102,448	1,000	-	25,000	-	-	-	-
Total governmental activities	<u>86,745,968</u>	<u>83,394,803</u>	<u>86,110,786</u>	<u>84,044,750</u>	<u>80,000,358</u>	<u>74,912,644</u>	<u>71,245,601</u>	<u>67,304,350</u>	<u>64,350,124</u>	<u>71,829,915</u>
Business-type activities:										
Property taxes	-	-	-	-	-	-	-	243,556	248,431	250,562
Franchise taxes	519,621	481,252	455,648	414,299	389,749	374,695	347,208	324,940	298,364	294,357
Investment earnings (losses)	(1,039,404)	237,504	357,509	294,838	165,794	102,407	88,842	78,453	63,339	71,561
Debt principal reduction	-	-	-	-	37,860	-	-	-	-	-
Transfers	(15,900)	-	(102,448)	(1,000)	-	(25,000)	-	-	-	-
Total business-type activities	<u>(535,683)</u>	<u>718,756</u>	<u>710,709</u>	<u>708,137</u>	<u>593,403</u>	<u>452,102</u>	<u>436,050</u>	<u>646,949</u>	<u>610,134</u>	<u>616,480</u>
Total primary government	<u>\$ 86,210,285</u>	<u>\$ 84,113,559</u>	<u>\$ 86,821,495</u>	<u>\$ 84,752,887</u>	<u>\$ 80,593,761</u>	<u>\$ 75,364,746</u>	<u>\$ 71,681,651</u>	<u>\$ 67,951,299</u>	<u>\$ 64,960,258</u>	<u>\$ 72,446,395</u>
CHANGE IN NET POSITION										
Governmental activities	\$ 28,375,358	\$ 10,836,387	\$ (10,439,942)	\$ 1,363,254	\$ (1,167,798)	\$ (8,648,153)	\$ (25,331,492)	\$ 29,371,153	\$ 3,927,143	\$ 4,454,052
Business-type activities	1,650,872	4,238,047	4,233,432	2,566,027	3,321,318	(110,684)	(4,393,943)	42,150	(663,964)	(4,257,259)
Total primary government	<u>\$ 30,026,230</u>	<u>\$ 15,074,434</u>	<u>\$ (6,206,510)</u>	<u>\$ 3,929,281</u>	<u>\$ 2,153,520</u>	<u>\$ (8,758,837)</u>	<u>\$ (29,725,435)</u>	<u>\$ 29,413,303</u>	<u>\$ 3,263,179</u>	<u>\$ 196,793</u>

MARION COUNTY, OREGON

FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)

Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Operating Fund										
Nonspendable	\$ 16,549	\$ 15,543	\$ 19,123	\$ 15,522	\$ 20,044	\$ 20,932	\$ 20,842	\$ 19,960	\$ 18,079	\$ 20,148
Restricted	-	-	-	-	1,138	-	-	-	-	2,000,000
Committed	2,287,320	2,357,675	2,336,996	2,299,308	2,264,231	2,240,114	2,222,672	2,209,138	2,198,063	2,197,214
Assigned	13,305,366	1,505,006	1,734,282	1,661,670	1,451,645	1,393,096	1,288,139	1,332,565	1,458,046	3,769,816
Unassigned	12,018,957	24,342,348	17,070,845	15,839,043	15,492,220	14,710,400	11,211,744	10,788,435	9,850,658	8,493,826
Total General Operating Fund	<u>27,628,192</u>	<u>28,220,572</u>	<u>21,161,246</u>	<u>19,815,543</u>	<u>19,229,278</u>	<u>18,364,542</u>	<u>14,743,397</u>	<u>14,350,098</u>	<u>13,524,846</u>	<u>16,481,004</u>
Other governmental funds										
Nonspendable	1,269,046	892,881	935,539	918,386	929,325	943,113	824,956	935,994	1,343,328	1,142,098
Restricted	26,301,269	26,158,873	21,224,021	24,163,776	28,914,042	34,951,886	26,644,329	29,692,731	26,577,497	13,823,969
Committed	4,205,820	3,968,444	4,487,015	4,689,144	4,296,873	3,281,890	2,995,478	2,962,942	4,201,351	4,383,458
Assigned	95,490,092	72,332,788	66,704,190	62,265,630	55,413,772	48,101,868	51,057,117	41,437,261	31,772,956	32,471,409
Unassigned	-	-	-	-	(3,858)	(4,607)	(3,181)	(3,761)	-	(1,060)
Total other governmental funds	<u>127,266,227</u>	<u>103,352,986</u>	<u>93,350,765</u>	<u>92,036,936</u>	<u>89,550,154</u>	<u>87,274,150</u>	<u>81,518,699</u>	<u>75,025,167</u>	<u>63,895,132</u>	<u>51,819,874</u>
Total governmental funds	<u>\$ 154,894,419</u>	<u>\$ 131,573,558</u>	<u>\$ 114,512,011</u>	<u>\$ 111,852,479</u>	<u>\$ 108,779,432</u>	<u>\$ 105,638,692</u>	<u>\$ 96,262,096</u>	<u>\$ 89,375,265</u>	<u>\$ 77,419,978</u>	<u>\$ 68,300,878</u>

MARION COUNTY, OREGON

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)

Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
REVENUES										
Taxes	\$84,224,799	\$81,017,539	\$77,330,374	\$75,844,399	\$71,140,679	\$68,786,345	\$66,078,860	\$62,345,375	\$59,844,595	\$57,533,975
Licenses and permits	4,201,735	4,323,049	4,480,859	4,593,210	3,852,093	3,686,976	3,811,301	3,041,718	3,004,660	2,560,939
Intergovernmental	130,482,362	120,383,618	101,343,156	104,032,483	98,664,995	88,493,873	89,571,796	94,978,195	97,321,587	88,463,221
Charges for services	46,052,280	50,415,920	36,809,022	28,906,847	26,297,150	25,515,740	26,835,897	22,543,128	22,250,108	23,822,740
Fines and forfeitures	3,097,102	2,758,549	2,875,119	2,893,121	2,906,801	2,734,567	2,709,374	3,076,921	2,701,520	3,547,518
Interest	(6,373,393)	1,862,526	2,652,648	2,554,765	1,853,607	1,520,366	1,147,879	871,704	711,155	646,852
Other	1,301,264	742,283	474,394	603,125	949,432	1,220,426	1,275,304	1,227,905	455,083	625,066
Total revenues	<u>262,986,149</u>	<u>261,503,484</u>	<u>225,965,572</u>	<u>219,427,950</u>	<u>205,664,757</u>	<u>191,958,293</u>	<u>191,430,411</u>	<u>188,084,946</u>	<u>186,288,708</u>	<u>177,200,311</u>
EXPENDITURES										
General government	14,621,483	18,281,443	12,383,115	11,068,132	10,438,965	10,527,552	9,665,066	9,348,870	10,952,145	10,796,488
Health and social services	66,658,377	71,821,786	59,679,335	59,383,715	54,730,212	51,814,946	50,461,732	53,593,236	56,424,183	55,698,229
Public safety and judicial	94,133,600	93,301,498	88,392,156	86,133,943	83,113,499	79,532,519	75,347,412	72,550,922	71,584,968	70,341,932
Community service	19,241,638	8,934,665	9,960,136	8,505,869	7,792,705	6,563,515	6,120,367	5,110,822	4,345,409	3,943,940
Roads and bridges	26,838,498	23,759,570	22,834,508	22,399,827	21,306,177	20,375,871	19,455,888	18,764,207	18,065,139	18,592,664
Education	2,249,448	469,278	1,510,673	1,300,254	421,456	614,068	578,669	451,903	402,947	506,640
Debt service:										
Principal	8,320,083	5,979,267	5,591,418	5,250,544	4,717,613	4,707,556	3,755,977	3,186,933	2,657,548	2,431,249
Interest	2,775,527	2,853,538	3,030,028	3,176,622	3,178,602	3,324,552	3,263,441	3,378,469	3,327,941	3,232,247
Capital outlay	25,417,645	18,160,506	19,153,583	18,274,146	21,309,294	14,582,245	15,339,755	9,161,982	18,908,419	15,665,717
Total expenditures	<u>260,256,299</u>	<u>243,561,551</u>	<u>222,534,952</u>	<u>215,493,052</u>	<u>207,008,523</u>	<u>192,042,824</u>	<u>183,988,307</u>	<u>175,547,344</u>	<u>186,668,699</u>	<u>181,209,106</u>
Excess (deficiency) of revenues over expenditures	<u>2,729,850</u>	<u>17,941,933</u>	<u>3,430,620</u>	<u>3,934,898</u>	<u>(1,343,766)</u>	<u>(84,531)</u>	<u>7,442,104</u>	<u>12,537,602</u>	<u>(379,991)</u>	<u>(4,008,795)</u>
OTHER FINANCING SOURCES (USES)										
Insurance recoveries	-	-	-	-	-	-	-	-	-	8,733,901
Issuance of long-term debt	20,000,000	-	-	-	5,000,000	9,950,000	-	-	9,950,000	-
Lease financing	1,232,974									
Transfers in	24,157,076	19,832,649	19,732,438	22,816,959	19,603,617	16,405,197	21,869,553	18,530,412	20,955,391	13,570,703
Transfers out	(24,799,039)	(20,713,035)	(20,503,526)	(23,678,810)	(20,119,111)	(16,894,070)	(22,424,826)	(19,112,727)	(21,406,300)	(14,356,512)
Total other financing sources (uses)	<u>20,591,011</u>	<u>(880,386)</u>	<u>(771,088)</u>	<u>(861,851)</u>	<u>4,484,506</u>	<u>9,461,127</u>	<u>(555,273)</u>	<u>(582,315)</u>	<u>9,499,091</u>	<u>7,948,092</u>
Net change in fund balance	<u>\$23,320,861</u>	<u>\$17,061,547</u>	<u>\$ 2,659,532</u>	<u>\$ 3,073,047</u>	<u>\$ 3,140,740</u>	<u>\$ 9,376,596</u>	<u>\$ 6,886,831</u>	<u>\$11,955,287</u>	<u>\$ 9,119,100</u>	<u>\$ 3,939,297</u>
Debt service as a percentage of noncapital expenditures	<u>4.71%</u>	<u>3.97%</u>	<u>4.33%</u>	<u>4.30%</u>	<u>4.28%</u>	<u>4.56%</u>	<u>4.27%</u>	<u>3.96%</u>	<u>3.60%</u>	<u>3.44%</u>

MARION COUNTY, OREGON

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
(modified accrual basis of accounting)

Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property			Public Utilities (thousands)	Personal Property (thousands)	Total Taxable Assessed Value (AV) (thousands)	Total Direct Tax Rate	Estimated Actual Value of Taxable Property (thousands)	Real Market Value (RMV) (thousands)	AV as a % of RMV
	Residential	Commercial	Other							
	(thousands)	(thousands)	(thousands)							
2022	\$ 14,976,085	\$ 6,279,331	5,635,193	\$ 1,165,630	\$ 709,469	\$ 28,765,708	\$ 3.03	\$ 52,385,518	\$ 55,489,276	51.8%
2021	14,305,525	6,053,467	5,466,877	1,121,633	670,793	27,618,295	3.03	42,364,151	53,148,678	52.0%
2020	13,711,020	5,892,940	5,251,775	1,019,185	628,053	26,502,974	3.03	40,288,265	50,681,035	52.3%
2019	13,122,887	5,571,387	5,016,858	1,000,405	632,476	25,344,013	3.03	36,604,422	46,399,107	54.6%
2018	12,613,473	5,317,338	4,850,490	817,229	621,382	24,219,912	3.03	33,048,596	42,213,950	57.4%
2017	12,129,920	5,148,729	4,742,285	768,629	581,957	23,371,520	3.03	30,038,915	39,002,300	59.9%
2016	11,660,258	4,950,815	4,533,423	784,377	561,608	22,490,481	3.03	27,831,182	36,716,577	61.3%
2015	11,184,908	4,825,983	4,321,539	734,653	541,430	21,608,513	3.03	26,283,582	34,877,589	62.0%
2014	10,593,617	4,492,229	4,417,702	707,650	533,437	20,744,635	3.03	24,740,339	32,102,805	64.6%
2013	10,348,389	5,301,747	3,331,525	706,315	530,818	20,218,794	3.03	24,271,119	32,586,520	62.0%

Sources:

Marion County Assessor.

Notes:

- (1) Estimated actual value of taxable property equals real market value except for tax exempt property which is excluded, and farm use property which is included at its lower taxable value. Real market value and assessed value were required to be equal by state law prior to fiscal year 1998. In May 1997, voters approved ballot Measure 50 which reduced assessed values to 90% of 1995 real market values and limits the annual increase in assessed values to 3%.
- (2) Information in this schedule satisfies the County's annual disclosure requirements under SEC Rule 15c2-12.

MARION COUNTY, OREGON

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(rate per \$1,000 of assessed value)

Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Marion County Direct Rate:										
General Operations	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03
Overlapping Rates:										
Cities	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09
School Districts & ESD's	0.30 - 7.74	0.30 - 7.83	0.30 - 7.84	0.30 - 7.92	0.30 - 8.12	0.30 - 8.34	0.30 - 8.12	0.30 - 8.42	0.30 - 8.07	0.30 - 8.12
Chemeketa Community College	0.89	0.89	0.89	0.90	0.90	0.90	0.92	0.89	0.86	0.90
Sewer & Service Districts	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.00	0.00	0.00
Water & Water Control Districts	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00	0.04 - 1.00	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00
Rural Fire Protection Districts	0.53 - 2.82	0.53 - 2.34	0.53 - 2.90	0.53 - 2.91	0.53 - 2.92	0.53 - 2.93	0.53 - 2.51	0.53 - 2.52	0.53 - 2.53	0.53 - 2.47
Special Purpose Districts	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76

Sources:

Marion County Tax Collector.

Notes:

- (1) Information in this schedule satisfies the County's annual disclosure requirements under SEC Rule 15c2-12.
- (2) Rates for individual taxing districts are available in the annual tax roll summaries posted on the county's website.

MARION COUNTY, OREGON

PRINCIPAL PROPERTY TAXPAYERS

Current Fiscal Year and Nine Years Ago

Taxpayer	2022			2013		
	Rank	Taxable Assessed Value	Percentage of Total Taxable Assessed Value	Rank	Taxable Assessed Value	Percentage of Total Taxable Assessed Value
Portland General Electric Company	1	\$ 395,467,568	1.37%	1	\$ 261,339,270	1.29%
Northwest Natural Gas Company	2	176,452,300	0.61%	2	126,610,900	0.63%
Winco Foods Llc	3	114,455,310	0.40%	3	83,755,905	0.41%
Lumen Technologies Inc	4	99,222,052	0.34%			
Woodburn Premium Outlets Llc	5	80,194,000	0.28%			
Comcast Corporation	6	70,264,829	0.24%			
State Accident Insurance Fund	7	70,188,410	0.24%			
Lancaster Development Company Llc	8	55,532,740	0.19%	4	62,001,320	0.31%
Wal-Mart Real Estate Business Tr	9	54,313,000	0.19%	9	46,069,540	0.23%
Snyders-Lance Inc	10	54,722,410	0.19%			
Qwest Corporation/CenturyLink				5	55,920,560	0.28%
Norpac Foods Inc				6	55,122,219	0.27%
Craig Realty Group Woodburn				7	50,614,890	0.25%
Donahue Schriber Realty Group				8	50,244,950	0.25%
Metropolitan Life Insurance Co				10	41,589,300	0.21%
Total for principal taxpayers		<u>\$ 1,170,812,619</u>	<u>4.07%</u>		<u>\$ 833,268,854</u>	<u>4.12%</u>
Total taxable assessed value		<u>\$ 28,765,707,802</u>			<u>\$ 20,218,793,942</u>	

Sources:

Marion County Assessor, Marion County Tax Collector.

Notes:

(1) Information in this schedule satisfies the County's annual disclosure requirements under SEC Rule 15c2-12.

MARION COUNTY, OREGON

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Levy for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Original Levy		Amount	Percentage of Original Levy
2022	\$ 89,022,230	\$ 84,877,652	95.34%	\$ -	\$ 84,877,652	95.34%
2021	85,557,028	81,625,151	95.40%	497,252	82,122,403	95.99%
2020	81,992,877	78,031,058	95.17%	1,271,118	79,302,176	96.72%
2019	78,848,364	75,009,995	95.13%	1,396,665	76,406,660	96.90%
2018	73,878,931	70,307,020	95.17%	1,487,027	71,794,047	97.18%
2017	71,431,215	67,750,167	94.85%	1,512,478	69,262,645	96.96%
2016	68,645,892	65,123,214	94.87%	1,758,336	66,881,550	97.43%
2015	63,937,929	60,400,930	94.47%	1,885,763	62,286,693	97.42%
2014	61,192,469	57,656,513	94.22%	1,932,491	59,589,004	97.38%
2013	59,269,340	55,486,634	93.62%	2,142,015	57,628,649	97.23%

Sources:

Marion County Tax Collector.

Notes:

- (1) Includes all County funds; excludes taxes collected by Marion County for other political subdivisions.
- (2) Marion County offers a 3% discount if tax payments are made by November 15 in the year levied.
- (3) Information in this schedule satisfies the County's annual disclosure requirements under SEC Rule 15c2-12.

MARION COUNTY, OREGON

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities				Business-Type Activities	Total Primary Government	Percentage of Personal Income	Debt Per Capita
	Revenue Bonds	Refunding Obligations	Capital Financing Agreement	Limited Tax Pension Obligations	Notes Payable			
2022	\$ -	\$ 1,596,941	\$ 34,299,550	\$ 26,735,000	\$ 313,332	\$ 62,944,823	0.34%	\$ 181
2021	-	3,106,973	16,173,005	29,975,000	331,555	49,586,533	0.29%	143
2020	-	4,535,528	17,997,272	32,815,000	349,654	55,697,454	0.36%	161
2019	-	5,888,039	19,773,691	34,226,054	367,620	60,255,404	0.41%	173
2018	-	7,180,800	21,514,235	35,465,304	385,464	64,545,803	0.47%	188
2017	271,091	8,375,789	17,775,756	36,595,471	441,388	63,459,495	0.48%	187
2016	794,059	9,538,188	9,075,343	37,614,562	459,334	57,481,486	0.46%	172
2015	1,292,413	10,640,837	9,662,966	38,535,195	541,932	60,673,343	0.52%	184
2014	1,767,312	11,683,737	9,950,000	39,369,217	620,468	63,390,734	0.59%	194
2013	2,219,860	12,688,614	-	40,118,810	695,201	55,722,485	0.53%	173

Sources:

Oregon Treasury Department, Municipal Bond Division.

Notes:

- (1) Personal income and population data can be found in the Schedule of Demographic and Economic Statistics.
- (2) Information in this schedule satisfies the County's annual disclosure requirements under SEC Rule 15c2-12.

MARION COUNTY, OREGON

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year Ended June 30	General Bonded Debt Outstanding			% of Estimated Actual Value of Taxable Property	General Bonded Debt Per Capita	Net Direct Debt Per Capita	Net Direct & Overlapping Debt Per Capita	Real Market Value (RMV) Per Capita	Net Direct Debt To RMV	Net Direct & Overlapping Debt To RMV
	Refunding Obligations	Limited Tax Pension Obligations	Total							
2022	\$ 1,596,941	\$ 26,735,000	\$ 28,331,941	0.05%	\$ 81	\$ -	\$ 3,676	\$ 159,170	0%	2.31%
2021	3,106,973	29,975,000	33,081,973	0.08%	95	-	3,536	153,086	0%	2.31%
2020	4,535,528	32,815,000	37,350,528	0.09%	108	-	2,992	146,395	0%	2.04%
2019	5,888,039	34,226,054	40,114,093	0.11%	115	-	3,195	133,423	0%	2.39%
2018	7,180,800	35,465,304	42,646,104	0.13%	124	-	2,353	122,702	0%	1.92%
2017	8,375,789	36,595,471	44,971,260	0.15%	133	-	2,372	114,983	0%	2.06%
2016	9,538,188	37,614,562	47,152,750	0.17%	141	-	2,394	109,946	0%	2.18%
2015	10,640,837	38,535,195	49,176,032	0.19%	149	-	2,075	105,763	0%	1.96%
2014	11,683,737	39,369,217	51,052,954	0.21%	157	-	2,246	98,430	0%	2.28%
2013	12,688,614	40,118,810	52,807,424	0.22%	164	-	2,233	100,925	0%	2.21%

Sources:

Oregon Treasury Department, Municipal Bond Division.

Notes:

- (1) Property value data can be found in the Schedule of Assessed Value and Estimated Actual Value of Taxable Property.
- (2) Population data can be found in the Schedule of Demographic and Economic Statistics.
- (3) For the purposes of this schedule, net direct debt includes all voter-approved, tax-supported bonds; self-supporting bonds and limited tax obligations are excluded.
- (4) Overlapping debt information can be found in the Direct and Overlapping Governmental Activities Debt Schedule.
- (5) Information in this schedule satisfies the County's annual disclosure requirements under SEC Rule 15c2-12.

MARION COUNTY, OREGON

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

June 30, 2022

Overlapping District	Outstanding Net Property Tax Backed Debt	Percent Overlapping	Net Overlapping Debt
Cities:			
City of Aumsville	\$ 1,177,244	100.0000%	\$ 1,177,244
City of Aurora	808,212	100.0000%	808,212
City of Detroit	1,102,332	100.0000%	1,102,332
City of Donald	99,294	100.0000%	99,294
City of Gates	396,276	87.0409%	344,922
City of Gervais	381,749	100.0000%	381,749
City of Jefferson	2,533,724	100.0000%	2,533,724
City of Mill City	3,180,423	21.2570%	676,063
City of Salem	91,747,000	83.5188%	76,625,993
City of Silverton	17,538,017	100.0000%	17,538,017
City of Stayton	10,134,238	100.0000%	10,134,238
City of Woodburn	1,540,000	100.0000%	1,540,000
School Districts & ESD's:			
Marion County SD 1 (Gervais)	11,705,729	100.0000%	11,705,729
Marion County SD 4J (Silver Falls)	67,987,178	91.2148%	62,014,368
Marion County SD 5 (Cascade)	15,615,335	100.0000%	15,615,335
Marion County SD 14J (Jefferson)	18,393,772	93.3667%	17,173,658
Marion County SD 15 (N. Marion)	62,380,381	100.0000%	62,380,381
Marion County SD 24J (Salem-Keizer)	903,045,848	88.0010%	794,689,377
Marion County SD 29J (N. Santiam)	40,965,925	78.8003%	32,281,272
Marion County SD 45 (St. Paul)	6,785,000	100.0000%	6,785,000
Marion County SD 91 (Mt. Angel)	8,113,713	100.0000%	8,113,713
Marion County SD 103 (Woodburn)	70,530,000	100.0000%	70,530,000
Linn County SD 129J (Santiam Canyon)	20,385,541	50.4667%	10,287,910
Polk County SD 13J (Central)	58,798,048	1.2715%	747,617
Linn-Benton-Lincoln ESD	6,040,000	0.8360%	50,494
Willamette ESD	6,416,593	61.9700%	3,976,363
Chemeketa Community College	94,425,000	68.6326%	64,806,333
Rural Fire Districts:			
Aumsville Rural Fire District	929,000	100.0000%	929,000
Jefferson Rural Fire District	60,000	53.0483%	31,829
Keizer Rural Fire District	2,930,000	100.0000%	2,930,000
Marion County Rural Fire District 1	240,000	100.0000%	240,000
Mt. Angel Rural Fire District	110,000	100.0000%	110,000
Silverton Rural Fire District	2,797,134	95.0054%	2,657,428
Sublimity Rural Fire District	530,000	100.0000%	530,000
Polk County Rural Fire District	1,250,000	2.0202%	25,252
Water Districts:			
Lyons-Mehama Water District	275,000	28.0486%	77,134
Subtotal, overlapping debt	\$ 1,531,347,706		1,281,649,981
Marion County direct debt			62,631,491
Total direct and overlapping debt			\$ 1,344,281,472

Sources:

Oregon State Treasury, Debt Management Division.

Notes:

- (1) Information in this schedule satisfies the County's annual disclosure requirements under SEC Rule 15c2-12.
- (2) Percent overlapping is the estimated real market value of taxable property in the overlapping district as a percentage of the County total.

MARION COUNTY, OREGON
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Real Market Value (RMV) (thousands)	<u>\$ 55,489,276</u>	<u>\$ 53,148,678</u>	<u>\$ 50,681,035</u>	<u>\$ 46,399,107</u>	<u>\$ 42,213,950</u>	<u>\$ 39,002,300</u>	<u>\$ 36,716,577</u>	<u>\$ 34,877,589</u>	<u>\$ 32,102,805</u>	<u>\$ 32,586,520</u>
General Obligation Bonds										
Debt limit rate (as % of RMV)	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
Debt limit (thousands)	\$ 1,109,786	\$ 1,062,974	\$ 1,013,621	\$ 927,982	\$ 844,279	\$ 780,046	\$ 734,332	\$ 697,552	\$ 642,056	\$ 651,730
Total applicable debt (thousands)	-	-	-	-	-	-	-	-	-	-
Legal debt margin (thousands)	<u>\$ 1,109,786</u>	<u>\$ 1,062,974</u>	<u>\$ 1,013,621</u>	<u>\$ 927,982</u>	<u>\$ 844,279</u>	<u>\$ 780,046</u>	<u>\$ 734,332</u>	<u>\$ 697,552</u>	<u>\$ 642,056</u>	<u>\$ 651,730</u>
Total applicable debt as a percentage of the debt limit	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>
Limited Tax Pension Obligations										
Debt limit rate (as % of RMV)	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
Debt limit (thousands)	\$ 2,774,464	\$ 2,657,434	\$ 2,534,052	\$ 2,319,955	\$ 2,110,698	\$ 1,950,115	\$ 1,835,829	\$ 1,743,879	\$ 1,605,140	\$ 1,629,326
Total applicable debt (thousands)	26,735	29,975	32,815	34,226	35,465	36,595	37,615	38,535	39,369	40,119
Legal debt margin (thousands)	<u>\$ 2,747,729</u>	<u>\$ 2,627,459</u>	<u>\$ 2,501,237</u>	<u>\$ 2,285,729</u>	<u>\$ 2,075,233</u>	<u>\$ 1,913,520</u>	<u>\$ 1,798,214</u>	<u>\$ 1,705,344</u>	<u>\$ 1,565,771</u>	<u>\$ 1,589,207</u>
Total applicable debt as a percentage of the debt limit	<u>1.0%</u>	<u>1.1%</u>	<u>1.3%</u>	<u>1.5%</u>	<u>1.7%</u>	<u>1.9%</u>	<u>2.0%</u>	<u>2.2%</u>	<u>2.5%</u>	<u>2.5%</u>
Limited Tax Obligations										
Debt limit rate (as % of RMV)	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%
Debt limit (thousands)	\$ 554,893	\$ 531,487	\$ 506,810	\$ 463,991	\$ 422,140	\$ 390,023	\$ 367,166	\$ 348,776	\$ 321,028	\$ 325,865
Total applicable debt (thousands)	15,770	19,033	22,172	25,194	28,124	25,757	18,649	20,750	22,472	13,900
Legal debt margin (thousands)	<u>\$ 539,123</u>	<u>\$ 512,454</u>	<u>\$ 484,638</u>	<u>\$ 438,797</u>	<u>\$ 394,016</u>	<u>\$ 364,266</u>	<u>\$ 348,517</u>	<u>\$ 328,026</u>	<u>\$ 298,556</u>	<u>\$ 311,965</u>
Total applicable debt as a percentage of the debt limit	<u>2.8%</u>	<u>3.6%</u>	<u>4.4%</u>	<u>5.4%</u>	<u>6.7%</u>	<u>6.6%</u>	<u>5.1%</u>	<u>5.9%</u>	<u>7.0%</u>	<u>4.3%</u>

Notes:

(1) Information in this schedule satisfies the County's annual disclosure requirements under SEC Rule 15c2-12.

MARION COUNTY, OREGON
 PLEDGED REVENUE COVERAGE

Last Ten Fiscal Years¹

Fiscal Year Ended June 30	Oregon Garden Revenue Bonds					
	Lottery Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2018	\$ 1,812,714	\$ -	\$ 1,812,714	\$ 271,091	\$ 4,832	657%
2017	1,632,657	-	1,632,657	522,968	29,096	296%
2016	1,634,262	-	1,634,262	498,354	53,709	296%
2015	1,392,465	-	1,392,465	474,899	77,164	252%
2014	1,384,365	-	1,384,365	452,548	99,515	251%
2013	1,408,021	-	1,408,021	431,249	120,814	255%

Notes:

(1) The Oregon Garden Revenue Bonds were fully repaid in fiscal year 2018.

MARION COUNTY, OREGON
DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year Ended June 30	Population	Personal Income (thousands)	Per Capita Income	Unemployment Rate
2022	348,616	\$ 18,671,730	\$ 53,791	5.1%
2021	347,182	16,971,368	49,022	7.0%
2020	346,194	15,490,534	44,921	3.9%
2019	347,760	14,640,013	42,670	4.2%
2018	344,035	13,824,276	40,810	4.3%
2017	339,200	13,119,970	39,304	5.0%
2016	333,950	12,454,574	38,014	5.9%
2015	329,770	11,594,307	35,863	7.2%
2014	326,150	10,760,731	33,565	8.7%
2013	322,880	10,587,238	33,163	10.0%

Sources:

Bureau of Economic Analysis, Regional Economic Data.
Bureau of Labor Statistics, Local Area Unemployment Statistics.
Population Research Center, Portland State University.

Notes:

- (1) Personal income and per capita income presented for the prior calendar year.
- (2) Unemployment rates presented are the annual average rate for the prior calendar year.

MARION COUNTY, OREGON

EMPLOYMENT AND WAGES BY INDUSTRY

Current Fiscal Year and Nine Years Ago

	2022				2013			
	Units	Employment	Wages	% of Employment	Units	Employment	Wages	% of Employment
Government Employers:								
Federal government	51	1,366	\$ 102,562,092	0.87%	65	1,389	\$ 87,319,215	1.06%
State government	169	20,470	1,666,372,369	13.05%	207	18,409	951,235,065	14.00%
Local government	326	13,393	852,618,595	8.54%	324	13,565	600,952,739	10.31%
	546	35,229	2,621,553,056	22.47%	596	33,363	1,639,507,019	25.37%
Private Employers:								
Natural resources and mining:								
Crop & animal production	347	5,410	225,847,040	3.45%	319	5,513	138,389,334	4.19%
Agriculture, forestry & mining	187	4,451	179,876,412	2.84%	137	4,190	125,155,428	3.19%
Construction:								
Building construction	568	2,629	147,502,966	1.68%	272	1,087	44,906,591	0.83%
Heavy & civil engineering	86	1,577	141,254,174	1.01%	80	979	61,371,412	0.74%
Specialty trade contractors	824	6,900	432,248,389	4.40%	579	3,350	133,990,451	2.55%
Manufacturing:								
Food, beverage & tobacco	92	3,819	163,121,187	2.44%	66	4,311	139,463,672	3.28%
Wood products	29	1,370	73,068,886	0.87%	26	1,009	36,732,532	0.77%
Metal & machinery	98	1,486	88,491,674	0.95%	90	1,279	55,336,097	0.97%
Other manufacturing	196	3,211	193,256,681	2.05%	190	2,969	119,571,005	2.26%
Trade, transportation and utilities:								
Merchant wholesalers	327	3,332	215,946,175	2.12%	223	2,917	135,506,631	2.22%
Motor vehicles, parts & fuel	209	3,248	173,477,960	2.07%	184	2,484	85,017,981	1.89%
Building & garden supplies	82	1,727	69,416,940	1.10%	83	1,171	34,589,282	0.89%
Food & beverages	178	3,200	93,528,558	2.04%	166	2,610	58,405,409	1.98%
Clothing & accessories	143	1,634	62,869,557	1.04%	150	1,988	35,239,923	1.51%
General merchandise	45	3,612	114,131,696	2.30%	35	3,548	83,109,595	2.70%
Other wholesalers & retailers	525	4,077	168,304,029	2.60%	546	3,562	108,299,100	2.71%
Truck & other transportation	208	3,722	211,420,013	2.37%	174	2,114	71,113,730	1.61%
Warehousing & storage	20	2,710	128,438,721	1.73%	13	933	42,378,388	0.71%
Utilities	8	209	26,212,327	0.13%	7	213	18,455,091	0.16%
Information services	176	1,321	106,677,357	0.84%	93	1,017	49,154,980	0.77%
Financial activities:								
Credit intermediation	165	1,923	139,551,809	1.23%	164	1,960	84,068,897	1.49%
Insurance	216	1,226	90,648,227	0.78%	200	1,691	87,676,013	1.29%
Real estate	404	1,512	70,100,198	0.96%	359	1,448	37,348,553	1.10%
Other financial activities	153	638	47,669,808	0.41%	116	535	34,180,359	0.41%
Professional and business services:								
Professional & technical	937	4,770	359,694,422	3.04%	747	3,791	195,968,437	2.88%
Management & administrative	703	8,728	393,898,530	5.57%	439	6,298	186,475,371	4.79%
Waste management & remediation	31	523	37,696,860	0.33%	17	316	16,992,562	0.24%
Education and health services:								
Educational services	135	2,592	113,276,674	1.65%	94	2,186	78,172,438	1.66%
Ambulatory services	604	8,517	612,106,309	5.43%	524	6,358	374,363,064	4.83%
Hospitals & other health services	1,593	14,783	776,886,543	9.43%	406	10,319	402,766,163	7.85%
Leisure and hospitality:								
Amusement, gambling & recreation	83	938	19,594,969	0.60%	79	954	13,471,106	0.73%
Food services & drinking places	730	9,936	220,309,193	6.34%	606	8,943	134,384,215	6.80%
Other leisure & hospitality	90	924	27,624,952	0.59%	80	1,013	18,234,656	0.77%
Other services	1,368	4,920	181,635,038	3.14%	1,318	5,098	123,975,481	3.88%
	11,560	121,575	6,105,784,274	77.53%	8,582	98,154	3,364,263,947	74.63%
Total County Employment	12,106	156,804	\$ 8,727,337,330	100.00%	9,178	131,517	\$ 5,003,770,966	100.00%

Source: Oregon Employment Department

Notes:

- (1) Information is presented for the prior calendar year.
- (2) Includes full-time and part-time employees.

MARION COUNTY, OREGON

COUNTY EMPLOYEES BY FUNCTION AND BARGAINING UNIT

Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Full Time Equivalent (FTE)										
Employees by Function:										
Governmental activities:										
General government	258.3	250.3	242.0	237.8	233.6	231.4	231.3	228.8	220.5	222.0
Health and social services	517.2	490.2	459.2	449.8	449.4	453.8	425.2	407.1	396.3	367.7
Public safety and judicial	568.3	580.3	578.7	587.6	567.2	562.8	561.4	554.0	550.7	546.8
Community service	54.7	43.6	42.6	40.4	39.4	41.3	39.5	35.5	29.7	35.3
Roads and bridges	165.6	156.6	156.6	154.6	153.4	147.4	142.4	141.4	131.4	134.4
Total governmental activities	<u>1,564.1</u>	<u>1,521.0</u>	<u>1,479.1</u>	<u>1,470.2</u>	<u>1,443.0</u>	<u>1,436.7</u>	<u>1,399.8</u>	<u>1,366.8</u>	<u>1,328.6</u>	<u>1,306.2</u>
Business-type activities:										
Environmental services	34.0	36.0	36.0	36.0	29.0	29.3	30.3	30.3	30.3	33.3
Total FTE budgeted	<u>1,598.1</u>	<u>1,557.0</u>	<u>1,515.1</u>	<u>1,506.2</u>	<u>1,472.0</u>	<u>1,466.0</u>	<u>1,430.1</u>	<u>1,397.1</u>	<u>1,358.9</u>	<u>1,339.5</u>
Number of Employees										
by Bargaining Unit:										
Marion County Employee Assoc.	831	855	842	847	814	823	790	780	732	718
Marion County Law Enforcement Association	221	225	223	224	209	216	205	213	207	202
Marion County Juvenile Employees Association	31	33	32	34	34	32	32	32	33	34
Federation of Oregon Parole and Probation Officers	38	37	37	39	39	41	38	36	35	37
Oregon Nurses Association	15	17	16	14	16	17	17	19	17	18
Unrepresented:										
Management and other	278	261	249	238	244	250	246	238	233	238
Temporary employees	110	130	121	152	177	169	183	174	235	240
Total county employees	<u>1,524</u>	<u>1,558</u>	<u>1,520</u>	<u>1,548</u>	<u>1,533</u>	<u>1,548</u>	<u>1,511</u>	<u>1,492</u>	<u>1,492</u>	<u>1,487</u>

Sources:

Marion County payroll records.

MARION COUNTY, OREGON

OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental Activities:										
General Government										
General election information:										
Registered voters	(1)	214,403	(1)	200,437	(1)	182,173	(1)	151,674	(1)	151,426
Votes cast	(1)	167,015	(1)	129,117	(1)	139,563	(1)	105,239	(1)	121,665
Percentage voted	(1)	77.90%	(1)	64.42%	(1)	76.61%	(1)	69.38%	(1)	80.35%
Marriage licenses issued	2,199	2,234	2,232	2,349	2,372	2,573	2,567	2,504	2,335	2,221
Passports issued	-	-	3,432	4,195	5,173	5,673	1,118	1,039	934	752
Documents recorded	64,245	78,143	69,686	62,055	64,978	65,457	58,714	49,451	48,596	58,630
Property tax accounts:										
Residential	82,006	85,736	85,084	84,363	83,910	83,453	83,175	83,134	82,996	82,822
Commercial	8,108	9,855	9,846	9,860	9,851	9,921	9,908	9,921	9,747	8,876
Industrial	539	596	602	576	545	526	520	533	682	1,663
Farm	25,552	27,626	27,687	27,816	27,826	27,836	27,879	27,897	27,972	28,130
Utilities	1,713	2,861	2,812	2,006	1,863	1,821	1,975	1,911	1,896	1,852
Personal	6,325	7,484	6,729	6,410	6,657	6,720	6,527	6,434	6,359	6,215
Health and Social Services										
Total clinic visits	275,328	342,149	485,017	466,855	434,281	424,126	386,895	404,860	419,676	405,221
Number of clients served:										
Acute	2,848	3,045	11,014	12,107	12,926	12,935	15,408	11,809	5,097	8,061
Alcohol and drug treatment	1,047	1,308	2,077	2,294	2,011	2,020	1,634	2,783	2,413	2,307
Behavioral health (other)	4,999	5,528	6,932	8,060	7,439	6,984	6,391	5,934	5,967	5,578
Developmental disabilities	3,318	3,242	2,029	2,804	2,732	2,689	2,584	2,394	2,206	2,123
IDS & out-of-panel MH providers	-	-	-	-	-	-	-	1,646	6,313	8,283
Immunizations	-	545	1,079	1,194	1,734	2,656	3,088	3,556	2,567	2,867
Public health (other)	1,027	990	9,258	7,533	7,258	5,644	6,911	8,872	9,567	9,531
Women, infants and children (WIC)	7,015	7,846	8,391	8,751	8,808	6,654	7,467	7,923	8,555	9,821
Health inspections	1,691	1,068	2,810	4,748	4,198	3,677	3,207	3,221	3,166	3,027
Food handler cards issued	216	190	505	482	387	1,877	1,810	6,212	5,133	614
Birth and death certificates issued	19,989	18,591	16,092	15,848	16,277	17,659	17,640	17,175	16,561	17,118
Public Safety and Judicial										
Sheriff:										
Calls for service	73,904	74,224	76,309	77,084	79,604	74,720	67,791	74,613	68,199	n/a
Number of reports	26,998	32,247	32,212	30,616	30,071	27,756	25,931	26,358	23,737	24,042
Number of arrests	n/a	2,382	2,461	2,327	2,386	2,341	2,293	2,571	2,587	2,269
Number of inmates booked	5,999	4,893	11,051	14,085	15,180	14,141	13,177	13,574	13,696	13,384
Average daily jail population	390	299	383	424	424	416	403	409	414	418
Average length of jail stay (days)	28	23	15	13	14	24	18	17	15	13
Adults on probation and post-prison supervision (monthly average)	2,785	2,944	3,141	3,121	3,226	3,269	3,644	3,583	3,697	3,781
Juvenile:										
Youth served per year (2)	511	690	1,195	1,122	1,181	1,308	1,428	1,567	1,975	2,012
Community service hours completed (2)	3,741	5,316	7,207	7,082	n/a	7,590	7,056	7,676	8,341	9,334
Youth admitted to detention center (2)	216	283	631	657	729	724	862	900	921	1,020
Average length of stay (days) (2)	20.1	19.0	13.0	14.1	11.5	11.5	12.7	10.4	8.9	9.4
District Attorney:										
Adult criminal cases prosecuted (2)	9,345	9,047	11,010	10,655	10,550	9,646	9,836	9,916	9,513	9,867
Juvenile delinquency petitions filed (2)	162	207	304	356	398	338	433	422	451	612
Juvenile dependency petitions filed (2)	-	1	254	424	476	491	411	414	510	668
Volunteer hours for victim assistance	3,127	6,063	20,738	18,961	19,184	19,430	19,189	19,666	24,731	23,837
Victims served	5,538	5,529	5,406	4,865	5,845	4,371	5,069	4,124	4,017	4,531
Business-Type Activities										
Environmental Services										
Waste generated per capita (pounds)	n/a	n/a	2,934	3,068	3,020	2,878	2,796	2,721	2,641	2,627
Waste recovered per capita (pounds)	n/a	n/a	1,402	1,527	1,463	1,421	1,460	1,463	1,441	1,428
Waste recovery rate	n/a	n/a	47.8%	49.8%	48.4%	49.4%	52.2%	53.8%	54.6%	54.4%
Waste recovered (tons)	n/a	n/a	243,658	262,191	251,456	237,150	240,544	238,422	232,540	228,708

Sources:

Marion County department records.

Notes:

(1) General elections are held in November in even calendar years.

(2) Information is presented for the prior calendar year.

n/a Data is not available for this fiscal year.

MARION COUNTY, OREGON

CAPITAL ASSET STATISTICS BY FUNCTION

Last Ten Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>Governmental Activities</u>										
General Government										
Buildings owned:										
Center Street campus	10	10	10	10	10	9	9	9	9	9
Corrections campus	6	6	6	6	6	6	6	6	6	6
Downtown campus	2	2	2	2	2	2	2	2	2	2
Public Works campus	13	13	13	13	13	13	13	13	13	13
Other facilities countywide	14	13	13	13	13	13	13	12	12	12
Community Service										
Parks acreage	679.5	605.8	605.8	610.2	610.2	610.2	610.2	610.2	610.2	610.2
Number of developed facilities	18	17	17	18	18	18	18	18	18	18
Number of undeveloped facilities	3	3	3	3	3	3	3	3	3	3
Number of playgrounds	4	4	4	5	5	5	5	5	5	5
Roads and Bridges										
Roads maintained by county:										
- miles paved	924.1	924.4	924.4	924.3	924.3	924.3	924.3	925.6	925.5	925.5
- miles unpaved	192.8	192.8	192.8	193.2	193.2	193.2	193.2	192.6	192.8	192.8
Bridges	147	147	147	147	147	147	147	147	147	147
Ferries	2	2	2	2	2	2	2	2	2	2

Sources:

Marion County department records.

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**REPORTS OF OTHER LEGAL
AND REGULATORY REQUIREMENTS**

Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Board of Commissioners
Marion County, Oregon

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of Marion County, Oregon (the County) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 21, 2022. Our report includes a reference to other auditors who audited the financial statements of the Marion County Housing Authority, a component unit of the County, which represents 13% of the assets, 17% of net position/fund balances, and 1% revenues of the discretely presented component unit and aggregate remaining fund information, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal controls over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on 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) as a basis for designing 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Medford, Oregon
December 21, 2022

Report of Independent Auditors Required by Oregon State Regulations

The Board of Commissioners
Marion County, Oregon

We have audited, 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 the financial statements of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of Marion County, Oregon (the County) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 21, 2022. Our report includes a reference to other auditors who audited the financial statements of the Marion County Housing Authority, a discretely presented component unit of the County, which represents 13% of the assets, 17% of the net position/fund balances, and 1% of the revenues of the aggregate discretely presented component unit and remaining fund information, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal controls over financial reporting or compliance and other matters that are reported on separately by those auditors.

Compliance

As part of obtaining reasonable assurance about whether the County's basic financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, including provisions of Oregon Revised Statutes (ORS) as specified in Oregon Administrative Rules (OAR) 162-010-0000 to 162-010-0330, of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to, the following:

- Accounting records and internal control
- Public fund deposits
- Indebtedness
- Budget
- Insurance and fidelity bonds
- Programs funded from outside sources
- Highway funds

- Investments
- Public contracts and purchasing

In connection with our testing, nothing came to our attention that caused us to believe the County was not in substantial compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of ORS as specified in OAR 162-010-0000 through 162-010-0330 of the Minimum Standards for Audits of Oregon Municipal Corporations.

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) as a basis for designing 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.

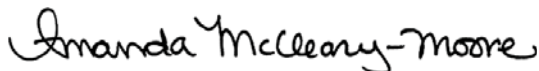
A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

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. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of the Board of Commissioners and management of the County and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.



Amanda McCleary-Moore, Partner
for Moss Adams LLP
Medford, Oregon
December 21, 2022