



Annual Comprehensive Financial Report



YEAR ENDED
JUNE 30
2021



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WASHINGTON COUNTY, OREGON
155 N First Avenue
Hillsboro, Oregon 97124-3072

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the fiscal year ended June 30, 2021

Prepared by:
Washington County Finance Division

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WASHINGTON COUNTY, OREGON

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**WASHINGTON COUNTY,
OREGON**

**INTRODUCTORY
SECTION**

SECTION I

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WASHINGTON COUNTY, OREGON

Principal Officials

Commissioners as of June 30, 2021

<u>Name</u>	<u>Term Expires</u>
Kathryn Harrington, Chair Commissioner-At-Large	December 31, 2022
Nafisa Fai District 1	December 31, 2024
Pam Treece, Vice Chair District 2	December 31, 2022
Roy Rogers, District 3	December 31, 2024
Jerry Willey District 4	December 31, 2022

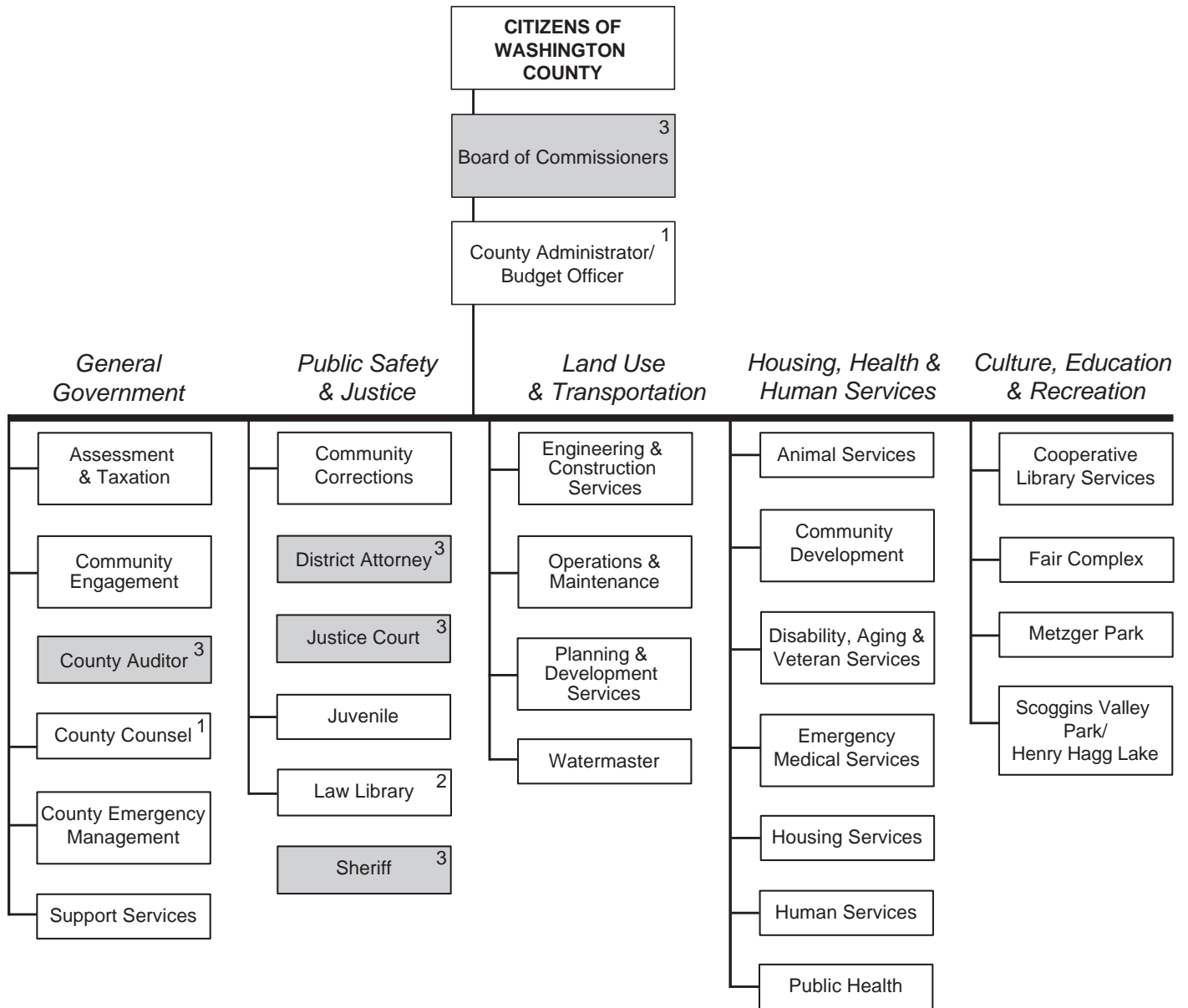
Administrative Staff

Tanya Ange, County Administrator
Ethel Gallares, Deputy Chief Financial Officer
Roger Dawes, Controller
Josh Salaets, Chief Accountant

Administrative Offices

Washington County, Oregon
155 N First Avenue
Hillsboro, Oregon 97124-3072

Washington County, Oregon Organizational Chart



1. Appointed by County Commissioner

2. Appointed by Circuit Court

3. Gray boxes denote elected positions

*Unless otherwise indicated, department heads are appointed by, and responsible to, the County Administrator.



February 25, 2022

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

State law requires that every general-purpose local government publish, within six months of the close of each fiscal year, unless extended, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2021.

Management has full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Talbot, Korvola & Warwick, LLP has issued an unmodified (clean) opinion on Washington County's financial statements for the fiscal year ended June 30, 2021. The independent auditor's report is located at the front of the financial section of this report.

In addition, they have issued a report in accordance with the Single Audit Act, Uniform Guidance, and OMB's Compliance Supplement. Information related to the single audit, including the Schedule of Expenditures of Federal Awards, findings and questioned costs and auditors' reports on the internal controls and statutory and regulatory compliance is presented in a separate report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the County

Washington County (the County) was incorporated in 1849 and is located in the northwestern part of Oregon, south of the Columbia River and immediately to the west of Portland, the state's largest city. The County is the second largest county by population in the state, encompasses 727 square miles, and serves a population of approximately 605,036 per Portland State University College of Urban and Public Affairs certified estimate as of July 1, 2021. There are 16 incorporated cities in the County. The three largest cities, Hillsboro, Beaverton, and Tigard account for 43% of the overall population; the unincorporated area also represents approximately 43% of the County's population. The unincorporated area, with a population of approximately 262,400 would be the second largest city in the state after Portland if it were incorporated. Most local governments, including the County, have permanent authority to levy property taxes for operations at a maximum tax rate (permanent tax rate). All property tax levies exceeding the permanent tax rate require voter approval at a general election; levies funding operations are limited to five years, levies dedicated to capital expenditures are limited to ten years, and levies to pay general obligation bonds are limited by the debt service requirements of the bonds.

Washington County operates under a home rule charter initially adopted by voters in November 1962; voters approved a general revision and update of the charter in November 2008. The County is governed by a Board of five commissioners elected for four-year overlapping terms. Four are elected from districts, and the Board Chair is elected at-large. The County Administrator is hired by the Board of County Commissioners and exercises administrative direction, based on Board policy. The Sheriff, County Auditor, Justice Court Judge and District Attorney are elected officials.

Washington County provides a full range of County services including general government, public safety & justice, land use & transportation, housing, health & human services, and culture, education, & recreation services. This report includes all funds of the County as well as all of its component units, which are legally separate entities for which the County has the authority to exercise influence over their operations, and includes the Housing Authority of Washington County, Service District for Lighting No. 1, Enhanced Sheriff's Patrol District, Urban Road Maintenance District, North Bethany County Service District for Roads, and Clean Water Services (District). Because there is no fiscal benefit/burden relationship with the District, the District is reported as a discrete (separate) component unit of the County. Additional information on all six of these legally separate entities can be found in the notes to the financial statements.

The Board of County Commissioners is required to adopt a budget each year by July 1st. This annual budget serves as the foundation for Washington County's financial planning and control. The budget is prepared by fund (e.g., General Fund), functional area (e.g., Public Safety), organization unit (Countywide Law Enforcement Services) and program (e.g., Patrol Operations), and legally adopted at the organizational unit level. Department management may transfer resources within an organizational unit as they see fit. Transfers between organizational units require approval from the governing body.

Local Economy

The County is part of the Portland-Vancouver Metropolitan Statistical Area (Portland PMSA), which includes Clackamas, Columbia, Multnomah, Washington and Yamhill Counties in Oregon and Clark and Skamania Counties in Washington. The economy of the Portland metropolitan area is broad and widely diversified. The Portland PMSA includes the state's largest employers, including Intel, Providence Health System, Oregon Health & Sciences University, Fred Meyer, Kaiser Foundation Health Plan, Legacy Health System and Nike.

Currently, manufacturing accounts for 18% of the total non-farm employment in the Portland PMSA, while trade, transportation and utilities also accounts for 18%, government jobs 7%, professional and business services 19%, education and health services 13%, and leisure and hospitality 7%.

The Coronavirus Aid Relief and Economic Security (CARES) Act was passed by Congress and signed into law on March 27, 2020. This Act provided over \$2 trillion in economic relief for individuals, businesses and local governments who suffered due to the public health and economic impacts of COVID-19. The County was one of three entities in the State of Oregon to receive a direct allocation from the Federal Government and was allocated over \$104 million. These funds were distributed to both small businesses and individuals through a variety of programs on a first-come, first-served basis to those who met program criteria and requirements. The County Board of Commissioners unanimously approved the following two goals for distributing the CARES Act funds:

- Provide the most positive impact to help the most people
- Ensure adherence to the CARES Act guidelines

These goals also included protecting public health, stabilizing our local economy, supporting community based organizations and building public mental health and community psyche.

The American Rescue Plan Act (ARPA) passed Congress and was signed by the President March 2021. ARPA will provide the County with approximately \$116 million in coronavirus relief funding through the U.S. Department of Treasury from now until the end of 2024. Many programs will be created with these funds to assist the County and the community in the response and recovery from the COVID-19 pandemic.

Building upon lessons learned in our CARES response to the COVID-19 pandemic, the County has developed a holistic approach to pandemic response and recovery for ARPA. Leading with four core values in **equity, resilience, collaboration, and good governance**, the County is advancing programmatic investments in the following areas for the first tranche of ARPA funds from the U.S. Treasury:

- Protecting Public Health
- Community Stabilization and Holistic Wellness
- Stabilizing and Supporting the Local Economy
- Community Engagement
- Continuity of Operations

In contrast to the immediate response needed for CARES, the County recognizes the multi-year obligation period for ARPA dollars and is taking a thoughtful and strategic approach to recovery planning. The County has received the first half of its ARPA funds, approximately \$58 million, allocated in the framework investment areas above. An investment framework for the second \$58 million, expected in mid-2022, will be determined through community engagement, an assessment of the efficacy of tranche one programs, and evaluation of the evolving state of the pandemic.

Strategic Investment Program

The Strategic Investment Program (“SIP”) was authorized by the Legislative Assembly in 1993 to provide tax incentives for capital-intensive investments by firms in Oregon’s key industries, particularly in the high technology and metals industries. SIP recipients receive a tax break on the assessed value of new construction over \$100 million for 15 years. The \$100 million cap on assessed value increases by 6% per year. SIP recipients pay an annual Community Service Fee which is equal to one-fourth of the value of the tax break and which is allocated to local governments. The allocations are determined during negotiations of the SIP agreement with the local governments. The Community Service Fee is not considered a property tax and thus is outside of the constitutional property tax rate limitations.

In 2005, Intel and the County entered into a strategic investment program covering the potential investment of \$25 million to commence when the 1999 SIP agreement reached the limits of its investment ceiling; the 1999 agreement ended in 2014-15. The 2005 agreement went into effect July 1, 2010 and will end in 2025-26. The intent of the 2005 SIP is to extend the competitive tax structure in the County that is essential for Intel to provide high-value, family wage jobs in Oregon and continue to contribute to the State’s quality of life. Obligations from Intel are similar to the 1999 agreement providing for guaranteed annual payments, a community service fee and fee in lieu of property taxes; with funds being split with other jurisdictions. The County anticipates receiving an estimated \$115 million over the life of this agreement.

In August of 2014, Washington County, the City of Hillsboro and Intel Corporation negotiated a 30-year agreement that would provide up to \$100 billion of investment over multiple, concurrent 15-year periods beginning in 2015. As with past agreements, the 2014 agreement requires Intel to pay the equivalent of full property taxes on all land and buildings associated with each SIP project. The agreement allows for partial property tax savings to Intel for the investment in machinery and equipment used for semiconductor manufacturing. This machinery and equipment costs billions of dollars to create and can become obsolete within a few years. The 2014 proposal is the fifth for Intel since the program’s inception.

The statutorily required payments would total to an estimated \$122 million in property taxes and fees over the life of the agreement. Additional fees would total to an estimated \$228 million over the same period. Actual payments under the proposed 30-year SIP agreement will depend on the nature and timing of Intel’s investment.

The following shows the SIP payments received and how much is retained by the County (dollars in thousands):

STRATEGIC INVESTMENT PROGRAM							
Agreements	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
1999 Intel	\$ 8,319	-	-	-	-	-	-
2005 Intel	12,092	22,899	28,380	33,767	40,127	39,923	38,032
2014 Intel	-	-	-	8,162	1,862	4,650	21,089
2006 Genentech	920	946	972	998	1,026	1,055	1,084
Totals	21,331	23,845	29,352	42,927	43,015	45,628	60,205
Distributed to:							
Washington County	13,862	15,131	18,589	21,877	27,166	28,734	37,659
Other agencies	7,469	8,714	10,763	21,050	15,849	16,894	22,546
Totals	\$ 21,331	23,845	29,352	42,927	43,015	45,628	60,205

Source: Washington County Finance Division

Gain Share

Gain Share provides the State a vehicle to distribute tax dollars back to communities where local property tax abatement helped create the jobs. The Gain Share program was approved by the legislature in 2007 and returns to local governments 50 percent of the state income taxes generated from new and retained jobs at companies that received property tax relief as part of a SIP. In June 2015 the legislature modified the Gain Share program with the passage of SB 129. The modification included a cap of \$16 million on the amount a county can receive each fiscal year, extended the program from 2019 to 2024 and changed the allocation mechanism from a separate shared services fund to a direct allocation by the Oregon Department of Revenue.

The following shows the Gain Share payments received and how much is retained by the County (dollars in thousands):

GAINSHARE							
Agreements	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
2005 Intel	\$ 36,774	15,037	15,037	15,037	15,037	15,037	15,037
2006 Genentech	1,031	963	963	963	963	963	963
Totals	37,805	16,000	16,000	16,000	16,000	16,000	16,000
Distributed to:							
Washington County	18,274	9,765	9,835	9,746	9,734	9,242	9,221
Schools	8,000	-	-	-	-	-	-
Other agencies	11,531	6,235	6,165	6,254	6,266	6,758	6,779
Totals	\$ 37,805	16,000	16,000	16,000	16,000	16,000	16,000

Source: Washington County Finance Division

Long Term Financial Planning

The 2021-22 adopted budget includes General Fund beginning fund balance of \$48 million or 20% of General Fund net revenues. On April 20, 2021, the Board of County Commissioners adopted the Fund Balance Targets and Reserve Policy establishing a General Fund balance target with a goal of 20% of annual net General Fund revenues and a minimum of 15% of annual net General Fund revenues. The General Fund's Fund Balance is calculated by combining the ending fund balance in Fund 100 – General, Fund 105 – Revenue Stabilization Fund, and Fund 204 – Strategic Investment Program (SIP) Fund. The property taxes collected and transferred to the Major Streets Transportation Improvement Program (MSTIP) and Washington County Cooperative Library Services (WCCLS) are excluded from the General Fund revenues for purposes of calculating the net General Fund revenues. Executive management works with departments to meet the upper reserve amount at each fiscal year end. The Board is updated on the General Fund forecast and other funds as deemed appropriate.

The County 2020 plan sets forth the strategic direction of the County by describing the County's mission, its guiding principles and a set of core strategies for each department and agency of the County. Over the next several years, a series of enabling plans will be developed to further detail the initiatives to be undertaken by County departments to achieve the County's mission.

Funding for MSTIP projects comes from the County's permanent tax rate. The 2021-22 budget includes over \$34 million for this program from the County's property tax collections. This program currently consists of a number of projects to widen and improve existing roadways to accommodate increased traffic volume and provide additional traffic safety. The County has also developed an interim list of projects to continue the program while the next generation of projects is developed through a public process.

Relevant Financial Policies

Cash Management

Cash not required for current operations is invested according to the County investment policy as authorized by the Board of County Commissioners. County funds are pooled for investment purposes; investment instruments may include U.S. Treasury securities, Government Sponsored Enterprises (GSEs), and the State of Oregon Local Government Investment Pool.

GSEs are privately held corporations with public purposes created by the United States Congress to reduce the cost of capital for certain borrowing sectors of the economy, such as students, farmers, and homeowners. Examples of GSEs include but are not limited to the Federal National Mortgage Association (Fannie Mae), Federal Home Loan Mortgage Corporation (Freddie Mac), Federal Home Loan Banks, and the Federal Farm Credit Bureau.

Independent Audit

Pursuant to the Oregon Municipal Audit Law, ORS 297.405 – 297.555, all Oregon counties must obtain an audit annually. The required audit may be performed by the State Division of Audits or by independent public accountants certified by the state as capable of auditing municipal corporations. The accounting firm of Talbot, Korvola & Warwick, LLP conducted the audit for the fiscal year ended June 30, 2021.

Risk Management

The County is self-insured for liability/casualty, workers' compensation, unemployment and dental. Excess insurance is purchased whenever feasible, and liabilities are recorded for incurred but not reported claims. The Risk Division takes an active role in identifying, evaluating and reducing risks to the County.

Major Initiatives

High Growth Transportation Funding Program

Washington County, in partnership with the cities of Beaverton, Hillsboro and Tigard, has developed a transportation finance program for four major residential growth areas: North Bethany/Bonny Slope West (unincorporated Washington County), South Hillsboro (City of Hillsboro), South Cooper Mountain (City of Beaverton) and River Terrace (City of Tigard).

These areas are slated for development simultaneously. An estimated 18,000 homes – and thousands of additional vehicles – are expected in these residential areas over the next 20 years. Many County roads will need upgrades to accommodate increased traffic and to improve safety for new and existing residents.

Cost sharing - two-thirds of the \$140 million cost of the identified capacity and safety road-improvement projects will be funded by Washington County; the remaining one-third will be funded by the cities and developers. The formula is based on travel forecasting that estimates only one-third of travelers using the improved roads will result from the developments. The remaining traffic will be "regional travel" – trips that begin and end outside of the high-growth areas. This will improve countywide mobility.

The County issued bonds in December 2016 to fund two-thirds of the project costs. Incremental growth in revenue from the Countywide property tax-based Major Streets Transportation Improvement Program (MSTIP) will be used to pay back the bonds. Issuing bonds will allow improvements to be made proactively – before the deficient roadways become problematic. Cities may use the Transportation Development Tax (TDT) and other development-based revenues to fund their one-third of the project costs.

Additional partnerships, such as pipeline collocation opportunities with the Willamette Water Supply Program, will be pursued to obtain potential construction cost savings and to reduce traffic and community impacts.

By preserving the existing MSTIP funding level of over \$34 million/year for improvements on other roadways throughout Washington County, these high-growth projects will not compete with other MSTIP transportation projects.

Emergency Communications System Financing

Washington County voters approved the issuance of \$77 million in general obligation bonds for emergency and 911 facilities during the May 2016 Primary Election. Bond funds will help pay for converting the existing emergency communications system to current technology; improving countywide coverage by installing more towers; strengthening facilities for earthquakes, storms and other emergencies; providing for efficient expansion of the 911 center and emergency response facilities, and replacing approximately 3,000 analog radios currently used by first responders countywide. Estimated completion for this project was changed from June 2021 to February 2022 due to delays in receiving materials and other setbacks during the final construction phase.

Washington County officials were notified in June 2016 that Moody's Investors Service had assigned its highest rating, "Aaa," to the County's \$77 million General Obligation Bonds, Series 2016A (federally taxable) and 2016B (tax-exempt). The bonds were issued in July 2016.

As stated in Moody's Credit Opinion report (<http://www.co.washington.or.us/CAO/upload/OR-Washington-County-Final-Report.pdf>), "The ratings reflect the county's very large tax base, strong local economy that is integrated into the larger Portland metropolitan area, above average resident wealth, healthy financial position, and very low level of direct debt."

Other Debt Financing

In December 2016 the County issued \$107,925,000 of Full Faith and Credit Bonds. The debt issue was used to fund general facilities capital projects, build an Event Center, and add funding for the Major Streets Transportation Improvement Program (MSTIP) projects. In February 2017 Moody’s Investor Services’ (Moody’s) upgraded the County’s rating from Aa1 to Aaa.

County Levies

In May 2017 voters approved a \$0.68 fixed rate levy for the Enhanced Sheriff’s Patrol District; the levy covers the period July 1, 2018 – June 30, 2023 and is expected to generate an estimated \$47 million over the five years.

Voters renewed the fixed rate County-wide library levy (\$0.22) and approved an increase of \$0.05 to the public safety (\$0.47) local option tax levy in May 2020. The public safety levy is expected to generate an estimated \$197 million over the five years. Funds are used for enhanced public safety activities and include continued funding for an estimated 177 positions including patrol, corrections, and district attorney. The Countywide library levy is expected to generate an estimated \$86 million over the five years. The renewed levies begin July 1, 2021 and expire June 30, 2026.

Equity, Diversity and Inclusion

This fiscal year the Equity, Diversity and Inclusion (EDI) program was added to align with Community Engagement and Community Participation Organization programs. This organizational unit will be known as Equity, Inclusion and Community Engagement. The expansion will allow for the creation of the Office of Equity, Inclusion and Community Engagement (OEICE) which will support EDI efforts county-wide.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to Washington County for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2020. This was the 35th consecutive year the County received this prestigious award. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized ACFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current ACFR continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated service of the entire Finance Division and other County staff. We wish to express our appreciation to all members of the County staff who assisted and contributed to the preparation of this report. Credit also must be given to the Board of County Commissioners for their unfailing support for maintaining the highest standards of professionalism in the management of Washington County’s finances.

Respectfully submitted,

Ethel Gallares
Deputy Chief Financial Officer

Roger Dawes
Controller

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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Washington County
Oregon**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

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**WASHINGTON COUNTY,
OREGON**

**FINANCIAL
SECTION**

SECTION II

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
 Washington County, Oregon
 Hillsboro, Oregon

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washington County, Oregon (the County), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the Table of Contents.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Clean Water Services (CWS), the discretely presented component unit of the County, which represents 29%, 31%, and 21%, respectively, of the assets and deferred outflows of resources, net position, and revenues of the County. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for CWS, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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



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INDEPENDENT AUDITOR'S REPORT (Continued)

Board of County Commissioners
Washington County, Oregon

OPINIONS

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

OTHER MATTERS

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis, schedules of pension and other post-employment benefits, and Notes to Required Supplementary Information, as listed in the Table of Contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Accounting principles generally accepted in the United States of America require that the budgetary comparisons for the General Fund and major special revenue funds, as listed in the Table of Contents as Required Supplementary Information, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. The required budgetary comparison 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the required budgetary comparison information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other 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 information listed in the Table of Contents as Other Supplementary Information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Other Supplementary 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial

INDEPENDENT AUDITOR'S REPORT (Continued)

Board of County Commissioners
Washington County, Oregon

OTHER MATTERS (Continued)

Other Supplementary Information (Continued)

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 Other Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

The Introductory and Statistical Sections and the Other Financial Schedule, as listed in the Table of Contents, have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

REPORTS ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 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 Oregon Minimum Standards

In accordance with *Minimum Standards for Audits of Oregon Municipal Corporations*, we have also issued our report dated February 25, 2022, on our consideration of the County's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

TALBOT, KORVOLA & WARWICK, LLP

By 
Julie B. Fahey, Partner

Portland, Oregon
February 25, 2022

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MANAGEMENT'S DISCUSSION AND ANALYSIS

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WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

As management of Washington County, we offer readers of Washington County's financial statements this narrative overview and analysis of the County's financial activities for the fiscal year ended June 30, 2021. 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 3 through 9 of this report.

The County has five blended component units included in this presentation - Housing Authority of Washington County (the Authority), Service District for Lighting No. 1, Enhanced Sheriff's Patrol District, Urban Road Maintenance District and North Bethany County Service District for Roads. The County also has one discretely presented component unit - Clean Water Services (the District) included in the government – wide financial statements presentation.

Financial Highlights

- The assets and deferred outflows of resources of Washington County exceeded its liabilities and deferred inflows of resources at June 30, 2021 by \$2,247,258. Net investment in capital assets was \$2,019,745 and accounts for 90% of total net position. Of the remaining net position, \$242,628 is restricted for specific uses and unrestricted net position which may be used to meet the ongoing obligations to citizens and creditors was a negative \$15,115 at the end of the fiscal year.
- As of June 30, 2021, Washington County's governmental funds reported a combined unassigned ending fund balances of \$61,292.
- Unassigned fund balance for the General Fund was \$61,867 at June 30, 2021, amounting to 32% of total General Fund expenditures for 2021.
- Committed fund balance for the Major Streets Transportation Improvement Program III Fund (MSTIP III) was \$94,484 at June 30, 2021, amounting to 186% of total MSTIP III expenditures. Restricted fund balance for the Road Fund was \$35,054 at June 30, 2021, amounting to 67% of total Road Fund expenditures. Restricted fund balance for the Human Services Fund was \$8,475 or 35% of fund expenditures.
- Washington County's governmental activities had \$77,194 in general obligation debt, net of premiums and adjustments, at June 30, 2021, allowing for the potential to have voter-approved general obligation debt up to \$2,716,907. Total non-voter approved full faith and credit debt at June 30, 2021, was \$118,443, net of premiums and adjustments, with remaining capacity for this type of debt at \$1,278,608.

Overview of the Financial Statements

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

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

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

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

The *statement of activities* presents information showing how 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 changes occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g., uncollected taxes and earned but unused vacation leave).

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; public safety and justice; land use and transportation; housing, health and human services; culture, education and recreation; and other non-departmental activities. The business-type activities include event center operations, housing and street lighting.

The government-wide financial statements include not only Washington County itself (known as the *primary government*), but also legally separate utility, road maintenance, patrol and lighting service districts, and a housing authority for which the County is financially accountable.

The government-wide financial statements can be found on pages 26 through 28 of this report.

Discretely presented component unit. A *component unit* which does not function as an integral part of the primary government is presented discretely (separately) from the data of the primary government. The County is presenting the District discretely.

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 finance-related legal compliance. 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 the County's near-term financing requirements.

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis
June 30, 2021
(Dollars in thousands)

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 County's near-term financing decisions. Both the governmental fund balance sheet and the governmental statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and governmental activities in the government-wide financial statements.

The County maintains 62 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, COVID-19 Response and Recovery Fund, HOME Fund, Human Services Fund, Road Fund, and Major Streets Transportation Improvement Program III Fund, all of which are major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements and individual schedules* elsewhere in this report.

The basic governmental fund financial statements can be found on pages 29 and 31 of this report.

Proprietary funds. The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the Event Center Operations, the Housing Authority's programs and the Service District for Lighting No. 1. *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 self-insurance funds, fleet operations and other functions. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

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

The basic proprietary fund financial statements can be found on pages 33 through 35 of this report.

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

The basic fiduciary fund financial statements can be found on pages 36 and 37 of this report.

Notes to the basic 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 38 through 121 of this report.

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning certain Washington County's major governmental funds, and schedules related to the County's other postemployment benefits and pension plans. Required supplementary information can be found beginning on page 122 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information on major governmental funds. Combining and individual fund statements and schedules can be found on pages 144 through 222 of this report.

Government-wide Financial Analysis

As noted earlier, over time, net position may serve as a useful indicator of a government's financial position. In the case of Washington County, assets and deferred outflows exceeded liabilities and deferred inflows by \$2,247,258 at the close of the most recent fiscal year.

		Statement of Net Position						Discretely Presented Component Unit	
		Washington County - Primary Government				County Total		District	
		Government activities		Business-type activities					
		2021	2020	2021	2020	2021	2020	2021	2020
Current assets	\$	370,688	403,823	24,040	16,591	394,728	420,414	329,556	209,950
Noncurrent assets		335,510	304,747	7,269	5,129	342,779	309,876	53,374	140,283
Capital assets (net of depreciation)		2,141,877	2,155,843	30,247	25,078	2,172,124	2,180,921	830,457	812,039
Total assets		2,848,075	2,864,413	61,556	46,798	2,909,631	2,911,211	1,213,387	1,162,272
Deferred outflows of resources		136,070	124,651	1,664	1,737	137,734	126,388	29,649	30,029
Current liabilities		226,046	224,792	7,484	3,317	233,530	228,109	39,491	35,689
Noncurrent liabilities		523,869	485,155	27,437	28,178	551,306	513,333	193,041	196,700
Total liabilities		749,915	709,947	34,921	31,495	784,836	741,442	232,532	232,389
Deferred inflows of resources		15,271	18,948	-	-	15,271	18,948	4,264	6,850
Net position:									
Net investment in capital assets		2,015,608	2,014,206	4,137	(1,719)	2,019,745	2,012,487	678,270	646,467
Restricted		239,334	255,845	3,294	3,151	242,628	258,996	49,161	129,430
Unrestricted		(35,983)	(9,882)	20,868	15,608	(15,115)	5,726	278,809	177,165
Total net position	\$	2,218,959	2,260,169	28,299	17,040	2,247,258	2,277,209	1,006,240	953,062

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

By far the largest portion of the County's net position (90%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. Washington 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 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 (11%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, which may be used to meet the ongoing obligations to citizens and creditors was a negative \$15,115 (1%) on June 30, 2021.

At the end of the current fiscal year, the County reported positive balances in the net investment in capital assets and restricted net position but had a negative balance of \$15,115 in the unrestricted category. For its governmental activities, the County reported positive balances in the net investment in capital assets and restricted net position but had a negative balance of \$35,983 in the unrestricted category. For its business-type activities the County reported positive balances in restricted and unrestricted net position along with a positive balance of \$4,137 in the net investment in capital assets category. For the prior fiscal year, the County reported positive balances in all three categories of net position for the County. For its governmental activities in the prior year, the County reported positive balances in net investment in capital assets and restricted net position but had a negative balance of \$9,882 in the unrestricted category. For its business-type activities in the prior year, the County reported positive balances in restricted and unrestricted net position but had a negative balance of \$1,719 in the net investment in capital assets category.

The County's net position decreased by \$29,951 during the current fiscal year; the result is a \$11,259 increase in business-type activities net position and a \$41,210 decrease in governmental activities net position.

Business Type – The Authority's restricted net position increased by \$143 due to future debt service and asset replacement needs.

Component Unit – The District's total net position increased by \$53,178, mainly due to net proceeds from current year operations and capital contributions from developers.

Governmental activities. Governmental activities decreased the County's net position by \$41,210. Key elements of this decrease are as follows:

- Overall program expenses increased \$132,011 during the fiscal year due primarily to an increase in expenses of \$29,664 in the public, safety & justice functional area, a \$12,640 increase in expenses in the land use and transportation functional area, a \$11,634 increase in expenses in the housing, health & human services functional area, a \$95,741 increase in expenses in the general government functional area, and a \$17,668 decrease in expenses in the culture, education and recreation, non-operating, and interest functional areas. Changes in all functional areas were due in large part to the COVID-19 pandemic and related expenses including personal, materials and services, and other expenses.

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

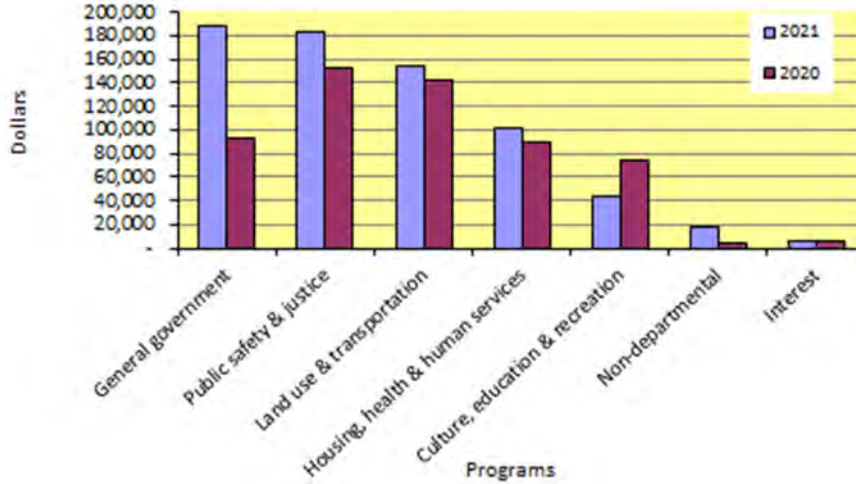
(Dollars in thousands)

- Total revenue increased overall by \$98,376. This would include housing, health and human services \$2,847 increase in operating grants and contributions along with general government operating grants and contributions increase \$84,038 with the COVID-19 / CARES Act funding received from the US Treasury. Non-operating charges for services decreased \$10,784 compared to prior year. General revenues decreased \$7,046 compared to the prior year and are attributable to a \$11,017 increase in property taxes along with a decrease in other taxes including \$2,159 in transient lodging and \$85 in county fuel tax but an increase of \$1,312 real property transfer taxes and \$469 other miscellaneous taxes. Interest and miscellaneous revenues decreased by \$17,600 primarily due to a decrease in interest earnings of \$19,978 and an increase of \$2,378 in miscellaneous revenue compared to prior year.

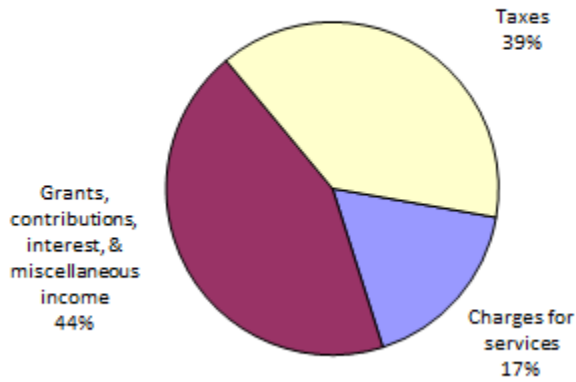
	Changes in Net Position						Discretely Presented Component Unit	
	Washington County - Primary Government						District	
	Government activities		Business-type activities		County Total		2021	2020
	2021	2020	2021	2020	2021	2020	2021	2020
Revenues								
Program Revenues								
Charges for services	\$ 113,966	99,560	13,355	11,693	127,321	111,253	160,364	157,141
Operating grants and contributions	252,476	173,586	45,252	32,264	297,728	205,850	-	-
Capital grants and contributions	28,347	16,221	258	343	28,605	16,564	25,390	25,597
General Revenues								
Taxes	255,411	244,857	-	-	255,411	244,857	-	-
Interest income	1,134	21,112	186	305	1,320	21,417	(123)	11,742
Miscellaneous revenue	6,555	4,177	-	-	6,555	4,177	-	-
Gain on disposal of capital assets	-	-	2	3	2	3	-	-
Gain (loss) on equity in joint venture	-	-	1,238	295	1,238	295	(77)	(51)
Total revenues	657,889	559,513	60,291	44,903	718,180	604,416	185,554	194,429
Program Expenses								
General government	189,248	93,507	-	-	189,248	93,507	-	-
Public safety and justice	183,107	153,443	-	-	183,107	153,443	-	-
Land use and transportation	154,945	142,305	-	-	154,945	142,305	-	-
Housing, health and human services	101,541	89,907	48,375	40,293	149,916	130,200	-	-
Culture, education and recreation	44,494	74,589	-	-	44,494	74,589	-	-
Event Center	-	-	560	325	560	-	-	-
Sanitation and surface water	-	-	-	-	-	-	132,376	122,138
Street lighting	-	-	2,050	2,218	2,050	2,218	-	-
Non-operating	17,733	4,578	-	-	17,733	4,578	-	-
Interest expense	6,078	6,806	-	-	6,078	6,806	-	-
Total expenses	697,146	565,135	50,985	42,836	748,131	607,971	132,376	122,138
Excess (deficiency) of revenue over expenses before transfers	(39,257)	(5,622)	9,306	2,067	(29,951)	(3,555)	53,178	72,291
Transfer in (out)	(1,953)	(1,756)	1,953	1,756	-	-	-	-
Change in net position	(41,210)	(7,378)	11,259	3,823	(29,951)	(3,555)	53,178	72,291
Net position beginning of year	2,260,169	2,267,547	17,040	13,217	2,277,209	2,280,764	953,062	880,771
Net position end of year	\$ 2,218,959	2,260,169	28,299	17,040	2,247,258	2,277,209	1,006,240	953,062

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis
June 30, 2021
(Dollars in thousands)

Expenses - Governmental Activities



Revenues by Source - Governmental Activities



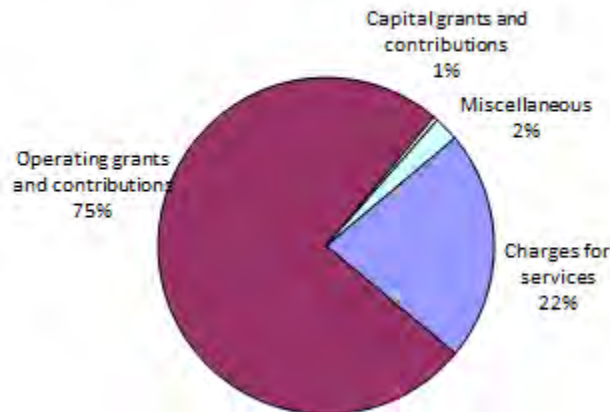
WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

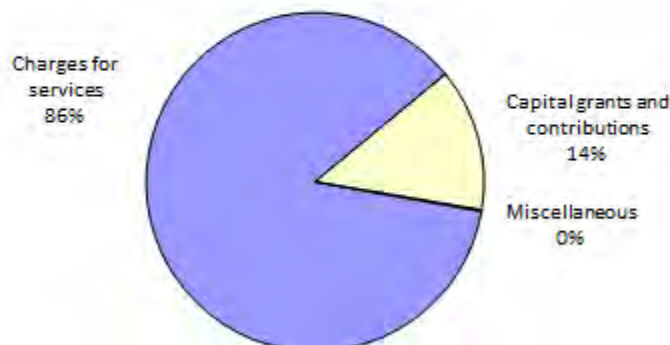
Business-type activities – Business-type activities net position increased by \$11,259. The Event Center Operations net position ended the year at \$2,484, due to operating revenues exceeding operating expenses by \$11, nonoperating revenues exceeding nonoperating expenses by \$19, and transfers in from governmental funds of \$1,500. The Authority's total net position increased by \$9,809, due to total operating revenues exceeding total operating expenses by \$8,758 mainly due to an increase in Housing Assistance payments, nonoperating revenues exceeded nonoperating expenses by \$335 due to an increase in investment in limited partnership of \$943 combined with lower interest earnings of \$167, and capital contributions plus transfers in from governmental funds of \$716. The Service District for Lighting No. 1's net position decreased \$80, with operating expenses exceeding operating revenues by \$75 and transfers to other funds of \$5.

Revenues by Source - Business-type Activities



Component unit – District - Total net position increased by \$53,178 during fiscal year 2021, mainly due to net proceeds from current year operations and capital contributions from developers.

Revenues by Source - Component Unit - District



WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

Financial Analysis of the County's Funds

As noted earlier, Washington 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. *Unassigned fund balance* may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, Washington County's governmental funds reported combined ending fund balances of \$446,786; a decrease of \$8,499 in comparison with the prior year. Of this amount, \$61,242 constitutes *unassigned fund balance*, which is available for spending at the County's discretion.

The remainder of fund balance is classified as *nonspendable, restricted, committed, or assigned* to indicate that it is not available for new spending because it has already been dedicated to other needs throughout the County.

The General Fund is the primary operating fund of the County. At the end of the current fiscal year, the General Fund had an unassigned fund balance of \$61,867. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 32% of total General Fund expenditures, while total fund balance represents approximately 37%.

The fund balance of the County's General Fund increased by \$1,882 during the current fiscal year compared to fund balance decrease of \$11,380 in the prior fiscal year. This two-year swing of \$13,262 in fund balance, is due to an increase of \$22,829 in total revenue with the main components of increases in taxes, intergovernmental revenues, charges for services and interfund revenues. This was offset by increases in total expenditures of \$588 mostly in the general government and public safety functional areas. There was also an increase in other financing sources (uses) of \$1,148 with transfers out to other funds and a decrease of \$7,831 with transfers in from other funds for a net difference of \$8,979.

The Major Streets Transportation Improvement Program III fund has a total committed fund balance of \$94,484; all of which has been committed to road improvements within the County. The fund balance decreased \$358 from the prior year due to less intergovernmental revenues and reduced spending on County road projects.

The Human Services fund has a total restricted fund balance of \$8,475; all of which is restricted for delivery of services including treatment and support for persons with mental illness, addiction, and developmental disabilities. The restricted fund balance decreased \$1,460 from prior year due to increased spending on the different programs.

The Road fund has total restricted fund balance of \$35,054; all of which is restricted for use in engineering, administration, capital project management, and operations & maintenance for County road projects in the land, use & transportation area. The fund balance increased \$3,226 from prior year due to additional revenues and spending on County road projects.

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

Proprietary funds. The County's proprietary funds provide the same type of information as the government-wide financial statements, but in more detail.

Business-type activities - Unrestricted net position at the end of the year for the Event Center Operations was \$2,405, the Service District for Lighting No. 1 was \$910 and \$17,553 for the Housing Authority. The total change in net position for these funds was an increase of \$1,530 for the Events Center Operations, a decrease of \$80 for the Service District for Lighting No. 1 and an increase of \$9,809 for the Housing Authority.

General Fund Budgetary Highlights

During the year there were several changes in appropriations between the adopted and revised budget for the General Fund. The main components of the changes are as follows:

- \$13,491 increase in Beginning Fund Balance due to CARES Act funding and actual savings from FY 2019-20.
- The offset was \$13,491 increase in expenditures which included \$13,208 increase to Transfers to other funds of \$6,418 to Housing Production Opportunity Fund, \$1,140 to Supportive Housing Services Fund, and \$5,650 for the County's Project Turnkey. The remaining was an increase of \$153 County Counsel in General Government, \$200 Jail Health Care in Public Safety and Justice, \$6 Agriculture Activities in Culture, Education & Recreation, \$242 Miscellaneous in Non-Operating, \$3,682 Contingency, and a decrease of \$4,000 in Affordable Housing Development Support in Housing, Health and Human Services for a net of \$283.

Total expenditures in the General Fund were \$189,363 or 18% under the final revised budget for the year. Key factors in this savings include:

- \$16,926 in operating contingency that was not utilized during the fiscal year.
- \$7,545 in total cost savings across all programs in the general government functional area; of which \$2,155 is attributable to savings in the information services program area, \$677 in the county administrative office, \$666 in the elections area and \$998 in the assessment and taxation program area.
- \$10,370 in savings recognized in the public safety and justice functional area; of which \$4,044 is due to law enforcement program area expenditures being lower than anticipated; \$3,473 is due to jail operations program area also being lower than anticipated; \$509 is due to sheriff's office administration area expenditures are lower than budgeted and \$1,299 is due to district attorney program area being lower than anticipated.
- \$6,092 in savings recognized in the housing, health and human services functional area during the fiscal year; of which \$5,196 is due to expenditures being lower than anticipated in the public health program area, \$522 is due to lower than anticipated expenditures in health and human services administration and \$262 is due to expenditures being lower than anticipated in the animal services program area.
- The remaining \$709 reduction is from savings recognized in other functional areas of the General Fund, including \$364 from land use and transportation, \$148 from culture, education, and recreation, and \$197 in miscellaneous expenditures from non-operating.

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

Capital Asset and Debt Administration

Capital assets. The County's capital assets for its governmental and business-type activities as of June 30, 2021, amounts to \$2,172,124 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, park facilities, roads, highways, and bridges. Of this total investment, approximately 1.4% was held by the County's business-type activities, with the balance being held by the County's governmental activities.

	Washington County - Primary Government						Discretely Presented Component Unit	
	Governmental activities		Business-type Activities		County Total		District	
	2021	2020	2021	2020	2021	2020	2021	2020
Land and artwork	\$ 1,021,432	1,009,264	10,548	9,438	1,031,980	1,018,702	42,838	40,957
Land improvements	699	424	-	-	699	424	-	-
Buildings and improvements	188,550	143,539	19,023	15,515	207,573	159,054	145,511	130,528
Sewer lines	-	-	-	-	-	-	211,800	177,186
Treatment plants	-	-	-	-	-	-	239,520	227,393
Machinery and equipment	26,695	28,226	122	125	26,817	28,351	31,780	31,697
Infrastructure	756,430	792,909	-	-	756,430	792,909	-	-
Construction in progress	148,071	181,481	554	-	148,625	181,481	159,008	204,278
	<u>\$ 2,141,877</u>	<u>2,155,843</u>	<u>30,247</u>	<u>25,078</u>	<u>2,172,124</u>	<u>2,180,921</u>	<u>830,457</u>	<u>812,039</u>

Additional information on the County's capital assets can be found in the Capital Assets note on pages 60 through 62 of this report.

Long-term debt. The County has the following outstanding obligations – contracts, notes, and various types of bonds. The County maintains an Aaa from Moody's Investor Services for general obligation and full faith and credit debt along with an AA+ rating from Standards & Poor's (S&P) for the general obligation debt. The revenue bond rating for the County's component unit – Clean Water Services – was Aa2 from Moody's and AA from S&P. The Finance Division manages the County's debt and is responsible for evaluating funding needs and determining the appropriate means to raise necessary funds.

At the end of the current fiscal year, the County had total bonded debt outstanding of \$195,637, of which 37% is debt backed by general obligation and 63% is debt backed by the full faith and credit of the County. The Authority had total bonded debt outstanding of \$24,431.

Component unit – District - At the end of the current fiscal year, the District had \$156,247 in revenue bonds secured solely by specified revenue sources by the District.

State statutes limit the amount of general obligation debt a governmental entity may issue up to 2% of its total real market valuation. The current debt limitation for the County is \$2,716,907. The Authority is limited to 13% of its total market valuation by State statutes. The current debt limitation for the Authority is \$18,161,659.

WASHINGTON COUNTY, OREGON
Management's Discussion and Analysis

June 30, 2021

(Dollars in thousands)

	Washington County - Primary Government						Discretely Presented Component Unit	
	Governmental activities		Business-type Activities		County Total		District	
	2021	2020	2021	2020	2021	2020	2021	2020
Contracts Payable	\$ 178	201	-	-	178	201	-	-
Notes Payable	-	156	4,899	5,006	4,899	5,162	-	-
Full Faith & Credit Obligations	105,040	118,710	22,435	23,000	127,475	141,710	-	-
General Obligation Bonds	68,600	70,630	-	-	68,600	70,630	-	-
Revenue Bonds	-	-	-	-	-	-	151,760	165,315
Unamortized Premiums (Discounts)	21,997	24,314	1,996	2,083	23,993	26,397	4,487	5,893
	<u>\$ 195,815</u>	<u>214,011</u>	<u>29,330</u>	<u>30,089</u>	<u>225,145</u>	<u>244,100</u>	<u>156,247</u>	<u>171,208</u>

Additional information on the County's long-term debt can be found on pages 64 through 75 of this report.

Economic Factors and Next Year's Budgets and Rates

The COVID-19 pandemic brought historic numbers to the County and State unemployment rates with the highest rate spike ever seen going from 3.6% in March 2020 to 13.2% in April 2020 statewide. The unemployment rate for the County June 2021 was 4.8% compared to 9.9% in June 2020. This is lower than the State unemployment rate of 5.6% and national unemployment rate of 5.9% but much improved over last year when the State was 10.3% and the national rate was 11.1%.

The County government is funded through a variety of revenue sources including property taxes, state and federal funding, user fees and other revenues. Manufacturing in Washington County accounts for one-quarter of all manufacturing jobs currently found in the State of Oregon. These manufacturing jobs, with their attractive wages and benefits, were the highest average annual wage earnings among the 36 Oregon counties last year.

The County has a history of funding an enhanced level of public safety and library services through voter approved local option levies. Voters continue to support these enhanced service levels as recently as May 2020 for the public safety and library local option levies and in May 2017 for the Enhanced Sheriff's Patrol District levy. Property tax revenues continue to increase over prior years due to increases in property values and new construction.

All these factors were considered in preparing the County's budget for the 2021-22 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of Washington County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Washington County Finance Division at 155 N. First Avenue, Hillsboro, Oregon 97124-3072.

BASIC FINANCIAL STATEMENTS

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WASHINGTON COUNTY, OREGON

Statement of Net Position

June 30, 2021

(Dollars in thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Clean Water Services of Washington County (District)
Current assets:				
Cash and investments	\$ 325,980	20,463	346,443	234,313
Restricted cash and investments	579	2,455	3,034	68,910
Property taxes receivable	3,840	—	3,840	—
Assessments receivable, short-term portion	235	34	269	—
Accounts receivable, net	27,271	1,053	28,324	21,289
Accrued interest receivable	7,530	—	7,530	—
Contract receivable, short-term portion	1,069	5	1,074	94
Connection charges receivable	—	—	—	1,733
Supply inventory	628	—	628	1,777
Other current assets	3,556	30	3,586	1,440
Total current assets	370,688	24,040	394,728	329,556
Noncurrent assets:				
Long-term investments	301,945	1,310	303,255	49,399
Restricted long-term investments	—	3,282	3,282	—
Long-term assessments receivable	179	42	221	1,178
Contracts receivable, net - long-term portion	31,697	(1,151)	30,546	—
Investments in limited partnership/joint venture	—	3,786	3,786	2,136
Other noncurrent assets	—	—	—	459
PERS net OPEB RHIA asset	1,689	—	1,689	202
Total noncurrent assets excluding capital assets	335,510	7,269	342,779	53,374
Capital assets:				
Land, CIP and other assets not being depreciated	1,169,503	11,102	1,180,605	201,846
Buildings and equipment, infrastructure and other assets net of depreciation	972,374	19,145	991,519	628,611
Capital assets, net	2,141,877	30,247	2,172,124	830,457
Total noncurrent assets	2,477,387	37,516	2,514,903	883,831
Total assets	2,848,075	61,556	2,909,631	1,213,387
Deferred outflows of resources:				
Deferred charge on refunding	1,770	1,664	3,434	2,422
County/District OPEB related	2,781	—	2,781	168
PERS OPEB RHIA related	777	—	777	275
Pension related	130,742	—	130,742	26,784
Total deferred outflows of resources	136,070	1,664	137,734	29,649
Current liabilities:				
Accounts payable	29,235	2,831	32,066	14,141
Accrued payroll liabilities	14,435	15	14,450	7,945
Accrued self insurance, current portion	10,189	—	10,189	222
Other liabilities	841	—	841	—
Unearned revenue	126,622	2,935	129,557	—
Tenant and other deposits	10,369	930	11,299	—
Accrued interest payable	1,544	31	1,575	1,836
Pollution remediation obligation, current portion	220	—	220	—
Capital lease obligations, current portion	24	—	24	—
Other long-term obligations, current portion, net of discount/premium	32,567	742	33,309	15,347
Total current liabilities	\$ 226,046	7,484	233,530	39,491

See accompanying notes to basic financial statements.

(Continued)

WASHINGTON COUNTY, OREGON
Statement of Net Position, Continued
June 30, 2021
(Dollars in thousands)

	Primary Government			Component Unit
	Governmental Activities	Business- Type Activities	Total	Clean Water Services of Washington County (District)
Noncurrent liabilities:				
Accrued self insurance	\$ —	—	—	150
Pollution remediation obligation	3,740	—	3,740	—
Capital lease obligations	77	—	77	—
Bond and bond anticipation notes payable, net of premium	74,257	—	74,257	140,900
Noncurrent portion of other long term obligations, net of premium	103,944	27,437	131,381	—
County/District OPEB liability	6,243	—	6,243	1,362
PERS net pension liability	335,608	—	335,608	50,629
Total noncurrent portion of long-term obligations	<u>523,869</u>	<u>27,437</u>	<u>551,306</u>	<u>193,041</u>
Total liabilities	<u>749,915</u>	<u>34,921</u>	<u>784,836</u>	<u>232,532</u>
Deferred inflows of resources:				
County/District OPEB related	402	—	402	—
PERS OPEB RHIA related	282	—	282	43
Pension related	14,587	—	14,587	4,221
Total deferred inflows of resources	<u>15,271</u>	<u>—</u>	<u>15,271</u>	<u>4,264</u>
Net position:				
Net investment in capital assets	2,015,608	4,137	2,019,745	678,270
Restricted for:				
Law enforcement	39,757	—	39,757	—
Community support programs	4,302	—	4,302	—
Road maintenance, repair and improvement	57,697	—	57,697	—
Building inspection	8,735	—	8,735	—
Land development	3,925	—	3,925	—
Community health programs	32,639	—	32,639	—
County fair, parks and tourism	1,214	—	1,214	—
Captive insurance	—	—	—	250
Debt service	11,786	3,294	15,080	19,325
Capital projects	79,279	—	79,279	29,586
Total restricted	<u>239,334</u>	<u>3,294</u>	<u>242,628</u>	<u>49,161</u>
Unrestricted	<u>(35,983)</u>	<u>20,868</u>	<u>(15,115)</u>	<u>278,809</u>
Total net position	<u>\$ 2,218,959</u>	<u>28,299</u>	<u>2,247,258</u>	<u>1,006,240</u>

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON

Statement of Activities

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Net Revenue (Expense) and Changes in Net Position							Component Unit Clean Water Services of Washington County (District)
	Program Revenue				Primary Government			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- type Activities		
Functions/Programs:								
Primary Government:								
Governmental activities:								
General government	\$ 189,248	3,124	107,066	—	(79,058)	—	(79,058)	—
Public safety and justice	183,107	8,123	24,180	79	(150,725)	—	(150,725)	—
Land use and transportation	154,945	29,291	56,825	622	(68,207)	—	(68,207)	—
Housing, health and human services	101,541	23,329	53,187	9,332	(15,693)	—	(15,693)	—
Culture, education and recreation	44,494	1,124	702	2,660	(40,008)	—	(40,008)	—
Non-operating functional area	17,733	48,975	10,516	15,654	57,412	—	57,412	—
Interest	6,078	—	—	—	(6,078)	—	(6,078)	—
Total governmental activities	697,146	113,966	252,476	28,347	(302,357)	—	(302,357)	—
Business-type activities:								
Event center	560	571	—	—	—	11	11	—
Housing authority	48,375	10,809	45,252	258	—	7,944	7,944	—
Street lighting	2,050	1,975	—	—	—	(75)	(75)	—
Total business-type activities	50,985	13,355	45,252	258	—	7,880	7,880	—
Total primary government	748,131	127,321	297,728	28,605	(302,357)	7,880	(294,477)	—
Component Unit:								
Sanitation and surface water	\$ 132,376	160,364	—	25,390	—	—	—	53,378
General revenues:								
Taxes:								
Property taxes, levied for general purposes					235,238	—	235,238	—
Property taxes, levied for debt service					4,659	—	4,659	—
Other taxes:								
Transient lodging tax					6,200	—	6,200	—
Real property transfer tax					7,988	—	7,988	—
County fuel tax					775	—	775	—
Other tax					551	—	551	—
Total taxes					255,411	—	255,411	—
Interest income					1,134	186	1,320	(123)
Miscellaneous revenues					6,555	—	6,555	—
Gain on disposal of capital assets					—	2	2	—
Gain (loss) on equity in limited partnership/joint venture					—	1,238	1,238	(77)
Total general revenues					263,100	1,426	264,526	(200)
Transfers in (out)					(1,953)	1,953	—	—
Change in net position					(41,210)	11,259	(29,951)	53,178
Net position July 1, 2020					2,260,169	17,040	2,277,209	953,062
Net position June 30, 2021	\$				2,218,959	28,299	2,247,258	1,006,240

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON

Balance Sheet

Governmental Funds

June 30, 2021

(Dollars in thousands)

Assets	General Fund	COVID-19	HOME Fund	Human Services Fund	Road Fund	Major Streets	Other Governmental Funds	Total
		Response and Recovery Fund				Transportation Improvement Program III Fund		
Cash and investments	\$ 72,727	86,528	147	43,410	41,790	96,157	254,025	594,784
Restricted cash and investments	—	—	—	—	199	34	291	524
Property taxes receivable	2,496	—	—	—	—	—	1,344	3,840
Assessments receivable	—	—	—	—	38	—	376	414
Accounts receivable	6,855	1,024	149	462	4,169	1,686	12,854	27,199
Accrued interest receivable	3,096	—	4,173	—	—	—	261	7,530
Contracts receivable	—	—	28,611	—	—	—	4,155	32,766
Due from other funds	3,134	—	—	—	—	—	—	3,134
Advances to other funds	1,000	—	—	—	—	—	—	1,000
Inventory	157	—	—	—	103	—	—	260
Other assets	1,387	2,007	—	9	26	—	127	3,556
Total assets	90,852	89,559	33,080	43,881	46,325	97,877	273,433	675,007
Liabilities								
Accounts payable	5,509	3,713	112	4,167	1,146	3,393	10,507	28,547
Accrued payroll liabilities	8,571	292	6	196	1,152	—	4,084	14,301
Deposits payable	1,186	—	—	—	8,422	—	761	10,369
Other liabilities	534	—	—	—	—	—	307	841
Due to other funds	—	—	—	—	—	—	3,131	3,131
Unearned revenue	560	85,593	—	30,849	403	—	9,217	126,622
Total liabilities	16,360	89,598	118	35,212	11,123	3,393	28,007	183,811
Deferred Inflows of Resources								
Unavailable revenue	3,084	123	32,785	194	45	—	8,179	44,410
Total deferred inflows of resources	3,084	123	32,785	194	45	—	8,179	44,410
Fund Balances (Deficit)								
Nonspendable	1,157	—	—	—	103	—	—	1,260
Restricted	—	—	177	8,475	35,054	—	195,628	239,334
Committed	6,412	—	—	—	—	94,484	37,032	137,928
Assigned	1,972	—	—	—	—	—	5,000	6,972
Unassigned	61,867	(162)	—	—	—	—	(413)	61,292
Total fund balances (deficit)	71,408	(162)	177	8,475	35,157	94,484	237,247	446,786
Total liabilities, deferred inflows of resources, and fund balances (deficit)	\$ 90,852	89,559	33,080	43,881	46,325	97,877	273,433	675,007

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON

Reconciliation of the Governmental Funds Balance Sheet to the
Government-wide Statement of Net Position - Governmental Activities

June 30, 2021

(Dollars in thousands)

Fund balances - total governmental funds	\$	446,786
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 governmental funds.		2,123,558
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.		44,410
Long-term liabilities are not due and payable in the current period, and, therefore, are not reported in the governmental funds.		
Deferred charge on refunding	\$ 1,770	
Accrued interest payable	(1,544)	
Pollution remediation obligation	(3,960)	
Capital lease obligations	(101)	
Long-term obligations	<u>(210,595)</u>	(214,430)
The County OPEB liability is not a financial obligation in the governmental funds, but is reported in the Statement of Net Position		(6,172)
County OPEB related deferred outflows and inflows of resources are not a current financial resource or liability, and, therefore, are not reported in the governmental funds.		2,352
The PERS net OPEB RHIA obligation is not a financial obligation in the governmental funds, but is reported in the Statement of Net Position		1,670
PERS OPEB RHIA related deferred outflows and inflows of resources are not a current financial resource or liability, and, therefore, are not reported in the governmental funds.		489
The PERS net pension liability is not a financial obligation in the governmental funds, but is reported in the Statement of Net Position		(331,782)
Pension related deferred outflows and inflows of resources are not a current financial resource or liability, and, therefore, are not reported in the governmental funds.		114,830
Internal Service Funds are used by management to charge the costs of activities to individual funds. Net Position of the internal service funds that are reported with governmental activities.		<u>37,248</u>
Net Position of governmental activities	\$	<u><u>2,218,959</u></u>

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON

Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	General Fund	COVID-19 Response and Recovery Fund	HOME Fund	Human Services Fund	Road Fund	Major Streets Transportation Improvement Program III Fund	Other Governmental Funds	Total
Revenues:								
Taxes	\$ 165,885	—	—	—	775	—	88,221	254,881
Licenses and permits	7,542	—	—	—	259	—	4,462	12,263
Intergovernmental revenues	34,682	103,898	1,004	15,201	40,162	12,636	70,886	278,469
Charges for services	52,558	—	—	1,777	10,265	—	21,176	85,776
Fines and forfeitures	1,737	—	—	—	—	—	355	2,092
Special assessments	—	—	—	—	21	—	186	207
Miscellaneous revenues	5,253	271	952	12	569	—	39,377	46,434
Interfund revenues	37,731	350	—	3,664	10,152	—	2,906	54,803
Total revenues	305,388	104,519	1,956	20,654	62,203	12,636	227,569	734,925
Expenditures:								
Current:								
General government	68,422	108,000	—	—	—	—	—	176,422
Public safety and justice	89,310	—	—	—	—	—	117,239	206,549
Land use and transportation	4,706	—	—	—	52,212	41,335	38,789	137,042
Housing, health and human services	24,825	—	1,779	23,854	—	—	50,640	101,098
Culture, education and recreation	2,180	—	—	—	—	—	40,054	42,234
Nonoperating	5,552	—	—	—	—	—	10,857	16,409
Total current	194,995	108,000	1,779	23,854	52,212	41,335	257,579	679,754
Capital outlay	527	470	—	478	217	9,371	26,676	37,739
Debt service:								
Principal	23	—	—	—	—	—	15,880	15,903
Interest	7	—	—	—	—	—	8,193	8,200
Total debt service	30	—	—	—	—	—	24,073	24,103
Total expenditures	195,552	108,470	1,779	24,332	52,429	50,706	308,328	741,596
Revenues over (under) expenditures	109,836	(3,951)	177	(3,678)	9,774	(38,070)	(80,759)	(6,671)
Other financing sources (uses):								
Issuance of debt	—	—	—	—	—	—	125	125
Transfers in from other funds	2,530	3,789	—	2,283	1,412	38,683	83,455	132,152
Transfers out to other funds	(110,484)	—	—	(65)	(7,960)	(971)	(14,625)	(134,105)
Total other financing sources (uses)	(107,954)	3,789	—	2,218	(6,548)	37,712	68,955	(1,828)
Net changes in fund balances (deficit)	1,882	(162)	177	(1,460)	3,226	(358)	(11,804)	(8,499)
Fund balances July 1, 2020	69,526	—	—	9,935	31,931	94,842	249,051	455,285
Fund balances (deficit) June 30, 2021	\$ 71,408	(162)	177	8,475	35,157	94,484	237,247	446,786

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON

Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balance to the
Government-wide Statement of Activities - Governmental Activities

For the fiscal year ended June 30, 2021

(Dollars in thousands)

Net change in fund balances - Governmental Funds \$ (8,499)

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

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded net additions in the current period.

Capital asset additions	\$ 86,640		
Capital asset disposals	(7,944)		
Current year depreciation expense	<u>(93,438)</u>		(14,742)

The issuance of long-term debt provides current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction however 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 in the treatment of long-term debt and related items.

Issuance of long-term debt	(125)		
Repayment of long-term debt and capital lease obligations	15,903		
Amortization of premiums and related deferred charges	<u>1,952</u>		17,730

Some revenues and expenses, as well as gains and losses, reported in the Statement of Activities do not provide nor require the use of current financial resources and, therefore are not reported as revenues or expenditures in the governmental funds. (791)

Change in accrued interest payable 170

Change in County OPEB liability and related deferred items 7

Change in PERS net OPEB RHIA liability and related deferred items 27

Change in PERS net pension liability and related deferred items (41,752)

Change in pollution remediation obligation 220

Internal Service funds are used by management to charge the costs of certain activities to individual funds. These funds are designed to recover all costs. The amount of revenues in excess of expenses reported in the Statement of Activities. 6,420

Change in net position \$ (41,210)

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON

Statement of Net Position - Proprietary Funds

June 30, 2021

(Dollars in thousands)

	Enterprise Funds				
	Event Center Operations	Housing Authority of Washington County	Service District for Lighting No. 1	Total	Internal Service Funds
Assets					
Current assets:					
Cash and investments	\$ 1,161	18,427	875	20,463	33,141
Restricted cash and investments	—	2,455	—	2,455	55
Assessments receivable	—	—	34	34	—
Accounts receivable - net of allowance for uncollectibles	1	1,051	1	1,053	69
Short-term portion of contracts receivable	—	5	—	5	—
Supply inventory	—	—	—	—	368
Other current assets	—	30	—	30	—
Total current assets	1,162	21,968	910	24,040	33,633
Noncurrent assets:					
Long-term portion of cash and investments	1,310	—	—	1,310	—
Long-term portion of restricted cash and investments	—	3,282	—	3,282	—
Long-term portion of contracts receivable	—	42	—	42	—
Capital assets:					
Land, artwork, CIP, and other assets not being depreciated	—	11,102	—	11,102	1,150
Buildings, equipment and infrastructure, net of depreciation	79	19,066	—	19,145	17,169
PERS net OPEB RHIA asset	—	—	—	—	19
Investment in limited partnership	—	3,786	—	3,786	—
Total noncurrent assets	1,389	37,278	—	38,667	18,338
Total assets	2,551	59,246	910	62,707	51,971
Deferred Outflows of Resources					
Deferred charge on refunding	—	1,664	—	1,664	—
County/District OPEB related	—	—	—	—	32
PERS OPEB RHIA related	—	—	—	—	9
Pension related	—	—	—	—	1,491
Total deferred outflows of resources	—	1,664	—	1,664	1,532
Liabilities					
Current liabilities:					
Accounts payable	34	2,797	—	2,831	688
Accrued payroll liabilities	15	—	—	15	307
Accrued self-insurance	—	—	—	—	10,189
Deposits	—	930	—	930	—
Unearned revenue	18	2,917	—	2,935	—
Accrued interest payable	—	31	—	31	—
Long term obligations, current portion, net of discount	—	742	—	742	—
Total current liabilities	67	7,417	—	7,484	11,184
Noncurrent liabilities:					
Advances from other funds	—	—	—	—	1,000
Other long term obligations	—	28,588	—	28,588	—
County/District OPEB related	—	—	—	—	71
PERS net pension liability	—	—	—	—	3,826
Total noncurrent liabilities	—	28,588	—	28,588	4,897
Total liabilities	67	36,005	—	36,072	16,081
Deferred Inflows of Resources					
County OPEB related	—	—	—	—	5
PERS OPEB RHIA related	—	—	—	—	3
Pension related	—	—	—	—	166
Total deferred inflows of resources	—	—	—	—	174
Net Position					
Net position:					
Net investment in capital assets	79	4,058	—	4,137	17,169
Restricted for:					
Debt service	—	3,294	—	3,294	—
Payment of claims	—	—	—	—	55
Unrestricted	2,405	17,553	910	20,868	20,024
Total net position	\$ 2,484	24,905	910	28,299	37,248

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Enterprise Funds				Internal Service Funds
	Event Center Operations	Housing Authority of Washington County	Service District for Lighting No. 1	Total	
Operating revenues:					
Charges for services	\$ —	—	—	—	60,297
Intergovernmental revenue	—	45,252	—	45,252	—
Rental income	571	7,018	—	7,589	—
Street lighting assessments	—	—	1,972	1,972	—
Other	—	3,791	3	3,794	1,662
Total operating revenues	571	56,061	1,975	58,607	61,959
Operating expenses:					
Labor and fringe benefits	215	—	—	215	3,247
Housing assistance payments	—	36,529	—	36,529	—
Utilities	128	778	1,855	2,761	27
Professional services	22	—	—	22	403
Supplies	30	—	3	33	2,576
Administrative costs	148	5,364	192	5,704	3,747
Depreciation and amortization	4	1,539	—	1,543	2,727
Insurance claims and premiums	—	—	—	—	42,146
Repairs and maintenance	2	2,366	—	2,368	736
Other	11	727	—	738	—
Total operating expenses	560	47,303	2,050	49,913	55,609
Operating income (loss)	11	8,758	(75)	8,694	6,350
Nonoperating income (expense):					
Interest income	19	167	—	186	18
Investment in limited partnership	—	1,238	—	1,238	—
Gain on sale of capital assets	—	2	—	2	52
Interest expense	—	(1,072)	—	(1,072)	—
Total nonoperating income (expense)	19	335	—	354	70
Change in net position before contributions and transfers	30	9,093	(75)	(718)	6,420
Contributions and transfers:					
Capital contributions	—	258	—	258	—
Transfers in from Governmental Funds	1,500	458	—	1,958	—
Transfers out to Governmental Funds	—	—	(5)	(5)	—
Total contributions and transfers	1,500	716	(5)	2,211	—
Change in net position	1,530	9,809	(80)	11,259	6,420
Net position July 1, 2020	954	15,096	990	17,040	30,828
Net position June 30, 2021	\$ 2,484	24,905	910	28,299	37,248

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON
Statement of Cash Flows - Proprietary Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Enterprise Funds				Internal Service Funds
	Event Center Operations	Housing Authority of Washington County	Washington County Service District for Lighting No. 1	Total	
Cash flows provided by (used in) operating activities:					
Cash received for services provided	\$ 564	59,337	1,978	61,879	59,728
Cash payments for labor and fringe benefits	(207)	(4,532)	—	(4,739)	(2,970)
Cash payments for goods and services	(311)	(39,240)	(2,225)	(41,776)	(48,795)
Other operating revenue	—	—	—	—	2,202
Other receipts	—	—	—	—	6
Net cash provided by (used in) operating activities	<u>46</u>	<u>15,565</u>	<u>(247)</u>	<u>15,364</u>	<u>10,171</u>
Cash flows provided by noncapital financing activities:					
Repayment of advances from other funds	—	—	—	—	(500)
Transfer from governmental funds	1,500	—	—	1,500	—
Net cash provided by (used in) noncapital financing activities	<u>1,500</u>	<u>—</u>	<u>—</u>	<u>1,500</u>	<u>(500)</u>
Cash flows provided by (used in) capital and related financing activities:					
Acquisition and construction of capital assets	—	(6,712)	—	(6,712)	(3,638)
Proceeds from sale of capital assets	—	2	—	2	186
Proceeds from contracts receivable	—	37	—	37	—
Principal paid on notes payable	—	(672)	—	(672)	—
Interest paid on bonds and notes payable	—	(1,087)	—	(1,087)	—
Capital grants	—	259	—	259	—
Net cash used in capital and related financing activities	<u>—</u>	<u>(8,173)</u>	<u>—</u>	<u>(8,173)</u>	<u>(3,452)</u>
Cash flows provided by investing activities:					
Interest on investments	19	167	—	186	18
Increase in investment in partnership	—	(500)	—	(500)	—
Net cash provided by (used in) investing activities	<u>19</u>	<u>(333)</u>	<u>—</u>	<u>(314)</u>	<u>18</u>
Net increase (decrease) in cash and investments	1,565	7,059	(247)	8,377	6,237
Cash and investments, July 1, 2020	906	17,105	1,122	19,133	26,959
Cash and investments, June 30, 2021 ⁽¹⁾	<u>2,471</u>	<u>24,164</u>	<u>875</u>	<u>27,510</u>	<u>33,196</u>
Reconciliation of operating income to net cash from operating activities:					
Operating income (loss)	11	8,758	(75)	8,694	6,350
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	4	1,539	—	1,543	2,727
Transfers in (out) to governmental funds	—	458	(5)	453	—
Changes in assets and liabilities:					
Decrease (increase) in accounts receivable	(1)	365	(1)	363	(21)
Decrease in assessments receivable	—	—	3	3	—
Increase in supply inventory	—	—	—	—	(44)
Decrease in other current assets	—	178	—	178	27
Increase (decrease) in accounts payable	30	1,794	(169)	1,655	(1,113)
Increase in deposits	—	19	—	19	—
Increase (decrease) in unearned revenue	(6)	2,454	—	2,448	—
Increase in accrued liabilities	8	—	—	8	2,245
Net cash provided by (used in) operating activities	<u>46</u>	<u>15,565</u>	<u>(247)</u>	<u>15,364</u>	<u>10,171</u>

⁽¹⁾ Cash and investments are reflected on the Statement of Net Position - Proprietary Funds as follows:

Current assets - Cash and investments	1,161	18,427	875	20,463	33,141
Current assets - Restricted cash and investments	—	2,455	—	2,455	55
Noncurrent assets - Cash and investments	1,310	—	—	1,310	—
Noncurrent assets - Restricted cash and investments	—	3,282	—	3,282	—
	<u>\$ 2,471</u>	<u>24,164</u>	<u>875</u>	<u>27,510</u>	<u>33,196</u>

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON
Statement of Fiduciary Net Position
June 30, 2021
(Dollars in thousands)

	Custodial Funds
Assets	
Cash and investments	\$ 13,242
Accounts receivable	3,421
Property taxes receivable	15,623
Total assets	32,286
Liabilities	
Accounts payable	742
Amounts due to other jurisdictions	15,623
Total liabilities	16,365
Net position	
Restricted for:	
Individuals, organizations, and other governments	15,921

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON
Statement of Changes in Fiduciary Net Position
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Custodial Funds
Additions:	
Property taxes collected	\$ 1,251,014
Deposits held for others	19,172
Other taxes collected	17,756
Interest earnings	374
Total additions	1,288,316
Deductions:	
Taxes distributed	1,253,733
Other distributions	32,063
Total deductions	1,285,796
Change in net position	2,520
Net position July 1, 2020	—
Restatement (See Note 4)	13,401
Net position July 1, 2020, as restated	13,401
Net position June 30, 2021	\$ 15,921

See accompanying notes to basic financial statements.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

1. Summary of significant accounting policies

Reporting entity

Washington County (County) is a municipal corporation established in 1849 and is governed by a five-member Board. The accompanying financial statements present the activities of the County, its five blended component units, and one discretely presented component unit, which are separate legal entities that meet the component unit criteria. The five blended component units are classified as such since they share the same or substantively the same governing body as the County Board of Commissioners and the management of the primary government also manages the blended component units in essentially the same manner as it manages its own activities. The County's discretely presented component unit is classified as such since it has the same governing body as the County, which provides for the possibility of the primary government to impose its will on the separate legal entity.

Blended Component Units

Housing Authority of Washington County (Authority)

The Authority operates programs that provide low-income housing for residents of Washington County. The program is funded by grants from the U.S. Department of Housing and Urban Development (HUD) and rental receipts.

Enhanced Sheriff's Patrol District (ESPD)

ESPD contracts with the Washington County Sheriff's Office to provide a municipal level of police service to certain unincorporated areas of the County and is funded by property taxes and voter-approved local option levies.

Service District for Lighting No. 1 (SDL)

SDL administers a program to provide street lighting to certain unincorporated areas of Washington County. Property owners are assessed at a rate estimated to cover utility costs plus administrative costs.

North Bethany County Service District for Roads (NBCSDR)

NBCSDR provides a portion of the needed transportation projects in the yet to be developed North Bethany community and is funded by property taxes.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Urban Road Maintenance District (URMD)

URMD provides an enhanced level of maintenance services to local, minor collector, and public roads in the urban unincorporated areas of the County.

The accompanying basic financial statements present the blended component units as follows: The Authority and SDL are presented as business-type activities; ESPD, NBCSDR, and URMD are reported as special revenue funds.

Discretely (separate) Presented Component Unit

Clean Water Services (District)

The District is a special service district that provides sanitary sewer and surface water management service for the urbanized portion of Washington County, small parts of the City of Portland, and Multnomah and Clackamas counties.

The District is a discretely presented component unit and as such is reported in a separate column in the government-wide financial statements to emphasize the District's separate enterprise operations.

District - Clean Water Institute (CWI)

On March 2, 2010, the Clean Water Services Board of Directors instructed the District to form Clean Water Institute (CWI). One of the District's Board Members currently serves on CWI's Board.

CWI is a nonprofit 501(c)(3) formed to advance watershed restoration and resource recovery through innovative strategies and to promote scientific research, education, and environmental protection activities that benefit watersheds throughout the country and around the world. For the fiscal year ended June 30, 2021, the transactions between the District and CWI are deemed to be immaterial, and therefore, CWI is not reported as a component unit of the District.

District – Clean Water Insurance Company (CWIC)

On February 16, 2016, the Clean Water Services Board of Directors instructed the District to form Clean Water Insurance Company (CWIC), a wholly owned subsidiary of the District, domiciled in the state of Hawaii. The District is the sole member of this captive insurance company.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

CWIC is a registered Limited Liability Company (LLC) formed to advance long term risk management program savings through the use of a formalized self-insurance program that can access the reinsurance markets for additional seismic coverages as well as provide a potential for funding of loss prevention and mitigation projects to further protect District assets or recover from a seismic event.

CWIC is considered a component unit of the District and is presented in the Annual Comprehensive Financial Report of the District as a blended component unit because it provides services exclusively to the District. CWIC issues separate financial statements and they can be obtained upon request from the District.

Complete financial statements for all component units may be obtained from the Washington County Finance Division at 155 N. First Avenue, Hillsboro, Oregon 97124-3072.

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 non-fiduciary activities of the County and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Custodial funds have no measurement focus, but do follow the accrual basis of accounting for purposes of asset and liability recognition. Revenues are

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

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. Eliminations have been made to minimize the double counting of internal activities; however, in the government-wide statement of activities, interfund services provided and used are not eliminated in the process of consolidation.

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. Revenues are considered *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current period is considered to be susceptible to accrual as revenue in the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

The *General Fund* is the County's primary operating fund and it accounts for all financial resources of the general government, except those required, legally or administratively, to be accounted for in another fund.

The *COVID-19 Response and Recovery Fund* accounts for the expenditure of funds provided directly to the County to aid in the response to the coronavirus pandemic.

The *HOME Fund* accounts for the expenditure of funds provided to the County's community development program by the U.S. Department of Housing and Urban Development (HUD).

The *Human Services Fund* accounts for the delivery of community mental health services and is primarily funded by state and federal grants.

The *Road Fund* accounts for state gasoline tax used for the maintenance, repair and improvement of existing roads as required by ORS 366.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

The *Major Streets Transportation Improvement Program III (MSTIP III) Fund* accounts for resources collected to support a comprehensive transportation construction program.

The County reports the following major proprietary funds:

The *Event Center Operations Fund* accounts for all operations, activities, and events held at the Wingspan Event and Conference Center located on the County's Fairgrounds.

The *Housing Authority of Washington County Fund* accounts for the operation of programs that provide low-income housing for residents of the County through grants from the U.S. Department of Housing and Urban Development (HUD), full faith and credit obligations, and rental income.

The *Service District for Lighting No. 1 Fund* accounts for the operation of street lighting to certain unincorporated areas of the County through rates assessed on property owners.

Additionally, the County reports the following fund types:

Special Revenue Funds account for revenue derived from specific tax or other revenue sources, including federal and state grant awards, which are restricted or committed to finance specific functions or activities.

Debt Service Funds account for the payment of principal and interest on general obligation and refunding bonds. Revenue is derived primarily from property taxes, or specific revenue streams as identified.

Capital Projects Funds account for the acquisition or construction of major capital facilities or assets (other than those financed by proprietary funds).

Internal Service Funds account for fleet, insurance, central mail, and printing services provided to other organizational units of the County on a cost reimbursement basis. Charges are made to other County operating departments to support these activities. For budgetary purposes the County accounts for certain expenditures on the modified accrual basis of accounting. For financial reporting purposes, the accrual basis of accounting is used. The differences relate primarily to the methods of accounting for depreciation, capital outlay, PERS net pension liability, and OPEB liability/asset.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Fiduciary Funds reporting focuses on net position and changes in net position. The fiduciary fund category is comprised of four fund types: three of which are only used to report activities of which assets are the subject of a legal trust or an equivalent agreement, and the fourth, custodial funds, which are not trusted agreements. The trusted fiduciary fund types are pension and other employee benefit trust funds, investment trust funds, and private-purpose trust funds. The County only reports custodial funds within the fiduciary fund type.

Custodial funds, previously known as agency funds, account for the resources received and held by the County in a fiduciary capacity for individuals, private organizations, or other governments, and, therefore, are not available to support the County's own programs. Disbursements are made in accordance with the applicable agreement or legislative enactment for each particular fund.

Amounts reported as *program revenue* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Items not meeting the criteria of program revenues are reported as *general revenues*.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the SDL and Authority's enterprise funds are intergovernmental revenues; the County's internal service funds primary revenues are charges to customers for services. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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.

Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position or fund balance

Deposits and investments

The County's current cash and investments are considered to be cash on hand, demand deposits, and short-term investments with original maturities of less than twelve months from the date of acquisition. The County's long-term investments are comprised of investments with maturities of over twelve months from the acquisition date.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

State statutes authorize the County to invest in obligations of the U.S. Treasury, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, certain commercial paper, and the State Treasurer's Local Government Investment Pool (LGIP).

Investments for the County, as well as for its component units, are reported at fair value. The LGIP operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Property taxes receivable that are collected within 60 days after year-end are considered measurable and available and, therefore, are recognized as revenue. The remaining balance is recorded as unavailable revenue in the governmental fund statements because it is not deemed available to finance operations of the current period. An allowance for doubtful accounts is not deemed necessary, as uncollectible taxes become a lien on the property. Property taxes are levied and become a lien against the property on July 1. Collection dates are November 15, February 15, and May 15 following the lien date. Discounts are allowed if the amount is paid by November 15 or February 15. Taxes unpaid and outstanding on May 16 are considered delinquent.

Assessments receivable represent uncollected amounts levied against benefited property for the cost of local improvements. Assessments receivable are offset by unavailable revenue and reported as deferred inflows of resources. An allowance for uncollectible amounts is not deemed necessary, as uncollected assessments are recoverable through liens.

Receivables of the enterprise funds are recognized as revenue when earned, including services provided but not billed. Receivables in governmental and enterprise funds are stated net of any allowance for uncollectible amounts.

Inventories and prepaid items

All inventories are valued at cost, using the first-in first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Payments to vendors which reflect costs applicable to future accounting periods are recorded as other assets in both the government-wide and fund financial statements.

Capital assets

In the government-wide financial statements, capital assets include property, plant, equipment, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and intangible assets (easements and land rights) and are reported in the applicable governmental activity, business-type activities, or discrete component unit columns in the government-wide financial statements.

As the County constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the County values these capital assets at acquisition value as of the date of their donation.

Capital assets, other than infrastructure assets, are defined by the County as assets with an initial individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year; software is capitalized at \$25,000 (amount not rounded). One full month of depreciation is taken in the month the assets are acquired; no depreciation is taken in the month the asset is retired. Gains or losses from sales or retirements are included in operations of the current period.

Capital asset items purchased by the District are valued at estimated historical cost if actual historical cost is not available. Contributed capital assets are recorded at acquisition value at the time received. Major additions, improvements and replacements including related plans and studies are capitalized. Normal maintenance and repairs are charged to operations as incurred. Gains or losses realized from sales of capital assets are reported as incurred. Assets costing more than \$5,000 (amount not rounded) and estimated useful life in excess of five years are capitalized and depreciated over their useful lives.

Intangible capital assets purchased by the District with an individual cost of \$5,000 (amount not rounded) and a useful life of more than five years are capitalized and amortized over their useful lives. Intangible assets with indefinite lives are not amortized. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increases the capacity of an asset are capitalized. Normal maintenance and repairs are charged to operations as incurred.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Amortization on exhaustible intangible capital assets is reported on a straight-line basis over the estimated useful life of the asset. One-half year's amortization is taken in the year of acquisition and disposal of the asset. Gains or losses realized from sales of intangible capital assets are reported as incurred.

Capital asset depreciation for the County and District is computed on capital assets placed in service using the straight-line method over the following estimated useful lives:

<u>Asset Type</u>	<u>Years</u>
County	
Land improvements	20
Buildings and improvements	15 - 50
Office equipment	3 - 10
Machinery and equipment	2 - 20
Automotive equipment	5
Road network, bridge network, culverts, and signals	5 - 50
Authority	
Buildings	30
Building and site improvements	15
Office equipment	7
Vehicles	5
Computer hardware	5
Computer software	3
District	
Sewer lines	50
Treatment plants	20 - 50
Land improvements	25
Plans and studies	5 - 25
Buildings	20 - 50
Plant and office equipment	5 - 10
Automotive equipment	5

Investment in joint ventures - District

Investments in joint ventures with other governments are reported at cost, plus or minus the District's share of operating income or loss (equity method).

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Deferred outflows/inflows of resources

In addition to assets, the statement of net position reports a separate section of deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

Deferred charge on refunding. An item that qualifies as a deferred outflow of resources is the deferred charge on refunding reported in the statement of net position. Deferred charges, resulting from the carrying value of refunded debt and its reacquisition price, are deferred and amortized to interest expense over the remaining life of the existing debt.

Other Post Employment Benefit (OPEB) and Pension related. For purposes of measuring the OPEB liability/asset and net pension liability, deferred outflows of resources and deferred inflows of resources related to OPEB and pensions, and OPEB and pension expense are reported in the statement of net position.

Unavailable revenue. An item that qualifies as a deferred inflow of resources is the unavailable revenue reported in the governmental funds balance sheet. Unavailable revenue is largely made up of property taxes and contracts and is deferred and recognized as an inflow of resources in the period that the amounts become available.

Leases

Leases that meet certain criteria are classified as capital leases and recorded at the lower of the present value of minimum lease payments or the fair value of the leased property. The acquired property is also appropriately recorded as a capital asset at the time of acquisition.

Compensated absences

The County's policy is to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any such amounts when employees separate from service with the County. All vacation pay is accrued when earned in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

The Authority, SDL, URMD, ESPD, and NBCSDR's personnel are exclusively contracted Washington County employees. Accordingly, the liability for vested compensated absences and sick pay is recorded by the County.

The District allows employees to accumulate earned but unused vacation and sick leave benefits and compensatory time balances. Unused sick pay is not recognized as a liability because it does not vest. Accumulated compensation for overtime and vacation pay accrued at the end of each year is used within one year and is reported as a current expense and liability.

Long-term obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are amortized over the life of the respective debt instruments. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Self-insurance - County

The County is exposed to various risks of real and personal property loss and purchases Property Insurance with a maximum deductible of \$100 per claim for losses related to theft, damage, destruction or loss of County assets. General liability claims are self-insured for the first \$1,000 in defense, settlement or verdict costs, and purchases excess insurance up to \$20,000 per claim. Settled claims have not exceeded insurance coverage for the fiscal years ending June 30, 2021, 2020, or 2019.

The County is fully self-insured for unemployment, workers' compensation benefits, and losses resulting from torts, errors and omissions. The County carries excess workers' compensation coverage for individual claims exceeding \$750 for all County employees other than Sheriff Office staff, where the County carries excess coverage for any claim over \$1,000. The County also provides for general and employment liability incurred but not reported (IBNR) claims. IBNR claims are claims that are incurred through the end of the fiscal year but not reported until after that date.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Self-insurance - District

The District is insured under a guaranteed cost plan for workers' compensation and for costs in excess of insurance policy retention (deductible) limits on fire loss, property damage, and all risk coverage (theft, vandalism, etc.). The District currently provides for estimated losses from pending claims on all self-insured retention risks, and for IBNR claims for general liability claims (sewer back-ups and other flooding issues) and employment liability claims.

Fund balance

The County reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the County is bound to observe constraints imposed on the use of the resources reported in governmental funds. Those classifications are as follows:

- Nonspendable fund balance represents amounts that are not in a spendable form. The nonspendable fund balance represents inventories and long-term amounts of advances and notes receivable.
- Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The Board of County Commissioners may commit fund balance by resolution and may also modify or rescind commitments by resolution.
- Assigned fund balance represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. Portions of revenue sources or ending fund balances are classified as assigned when they cannot otherwise be classified as non-spendable, restricted, or committed by formal written notice. Authority to assign fund balance is granted by the Board of County Commissioners to the County Administrator, Chief Finance Officer, or their designee and such authority may only be established, modified, or rescinded by the Board.
- Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any residual fund deficits as unassigned.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

When both restricted and unrestricted fund balance are available for use, the purpose for which that is restricted, it is the County's policy to use restricted fund balance first and then unrestricted fund balance as needed. When unrestricted fund balance is spent the County will consider that committed amounts will be reduced first, followed by assigned amounts, and then unassigned amounts last.

Fund balances by classification for the year ended June 30, 2021 were as follows:

	General Fund	COVID-19 CARES Act Fund	HOME Fund	Human Services Fund	Road Fund	Major Streets Transportation Improvement Program III Fund	Other Governmental Funds	Total
Fund balances (deficits):								
Nonspendable:								
Inventory	\$ 157	—	—	—	103	—	—	260
Advances and notes receivable	1,000	—	—	—	—	—	—	1,000
Total nonspendable fund balances	1,157	—	—	—	103	—	—	1,260
Restricted for:								
Law enforcement	—	—	—	—	—	—	39,757	39,757
Community support programs	—	—	177	—	—	—	4,125	4,302
Road maintenance, repair and improvement	—	—	—	—	35,054	—	22,643	57,697
Building inspection	—	—	—	—	—	—	8,735	8,735
Land development	—	—	—	—	—	—	3,925	3,925
Community health programs	—	—	—	8,475	—	—	24,164	32,639
County fair, parks and tourism	—	—	—	—	—	—	1,214	1,214
Debt service	—	—	—	—	—	—	11,786	11,786
Capital projects	—	—	—	—	—	—	79,279	79,279
Total restricted fund balances	—	—	177	8,475	35,054	—	195,628	239,334
Committed to:								
Air quality	—	—	—	—	—	—	949	949
Library operations	—	—	—	—	—	—	14,932	14,932
Community support programs	6,412	—	—	—	—	—	—	6,412
Capital projects	—	—	—	—	—	94,484	21,151	115,635
Total committed fund balances	6,412	—	—	—	—	94,484	37,032	137,928
Assigned to:								
Land development	1,636	—	—	—	—	—	—	1,636
PERS rate stabilization	336	—	—	—	—	—	—	336
Capital projects	—	—	—	—	—	—	5,000	5,000
Total assigned fund balances	1,972	—	—	—	—	—	5,000	6,972
Unassigned	61,867	(162)	—	—	—	—	(413)	61,292
Total fund balances (deficit)	71,408	(162)	177	8,475	35,157	94,484	237,247	446,786
Fund balances (deficit) summary:								
Nonspendable	1,157	—	—	—	103	—	—	1,260
Restricted	—	—	177	8,475	35,054	—	195,628	239,334
Committed	6,412	—	—	—	—	94,484	37,032	137,928
Assigned	1,972	—	—	—	—	—	5,000	6,972
Unassigned	61,867	(162)	—	—	—	—	(413)	61,292
Total fund balances (deficit)	\$ 71,408	(162)	177	8,475	35,157	94,484	237,247	446,786

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

The County’s Budget Policy adopted by the Board of County Commissioners establishes a General Fund balance target with a goal of 20% of annual net General Fund revenues and a minimum of 15% of annual net General Fund revenues. The property taxes collected and transferred to the Major Streets Transportation Improvement Program (MSTIP) and Washington County Cooperative Library Services (WCCLS) are excluded from the General Fund revenues for purposes of calculating the net General Fund revenues.

2. Stewardship, compliance, and accountability

Budgetary information

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

3. Detailed notes on all accounts

Deposits and investments

The County maintains a cash and investment pool for all County funds, blended component units, and its discretely presented component unit. Interest earnings are distributed monthly based on average daily balances.

County, Blended Component Units, and Fiduciary Funds

Cash and investments are comprised of the following at June 30, 2021:

Petty cash	\$	31
Deposits		67,497
Investments		601,728
	\$	<u>669,256</u>

Cash and investments are reported as follows:

Unrestricted:		
Cash and investments		649,698
Restricted for:		
Contractor working capital, construction, and payment of bond debt service		<u>6,316</u>
Primary government cash and investments		656,014
Fiduciary Funds		<u>13,242</u>
	\$	<u>669,256</u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

District – Discretely Presented Component Unit

Cash and investments are comprised of the following at June 30, 2021:

Petty cash	\$	4
Deposits		583
Deposits with CWIC		2,316
Investments		349,719
		<u>352,622</u>

Cash and investments are reported as follows:

Unrestricted:		
Cash and investments	\$	283,712
Restricted for:		
Contractor working capital, construction, and payment of bond debt service		<u>68,910</u>
	\$	<u>352,622</u>

Total County, blended component units, and discretely presented component unit cash and investments are reported as follows:

Governmental Funds	\$	595,308
Internal Service Funds		33,196
Enterprise Funds		27,510
District		352,622
Fiduciary Funds		<u>13,242</u>
	\$	<u>1,021,878</u>

Deposits custodial credit risk – County and Blended Component Units

This is the risk that in the event of a bank failure, deposits of the County and its blended component units' deposits may not be returned to them. At June 30, 2021, the carrying amount of the County and its blended component units' deposits was \$67,497 and the bank balance was \$70,088. \$750 of the bank balance was covered by the Federal Depository Insurance Corporation (FDIC). As required by Oregon Revised Statutes, deposits in excess of federal depository insurance were held at a qualified depository for public funds. All qualified depositories for public funds are included in the multiple financial institution collateral pool that is maintained by and in the name of the Office of the State Treasurer. As a result, the County and blended component units' remaining deposits in excess of FDIC insurance are considered fully collateralized.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Deposits custodial credit risk – District

This is the risk that in the event of a bank failure, deposits of the District may not be returned to them. At June 30, 2021, the carrying amount of the District’s deposits (including CWIC) was \$2,899 and the bank balance was \$2,316. \$250 of the bank balance was covered by the Federal Depository Insurance Corporation (FDIC). As required by Oregon Revised Statutes, deposits in excess of federal depository insurance were held at a qualified depository for public funds except for the deposits held by CWIC. All qualified depositories for public funds are included in the multiple financial institution collateral pool that is maintained by and in the name of the Office of the State Treasurer.

Interest rate risk – County and Blended Component Units

The County has a formal investment policy that explicitly limits investment maturities as a means of managing its exposure to fair value loss arising from increasing interest rates.

<u>Maturity</u>	<u>Minimum Allowed</u>	<u>Actual</u>
Less than 90 days	10%	31%
Less than 1 year	25%	47%
5 years or less	100%	100%
	<u>Maximum Allowed</u>	<u>Actual</u>
Weighted Average Maturity	2.5 years	1.6 years
Callable Agency Securities	25%	1%

Interest rate risk – District

The District relies upon their treasurer, Washington County, to monitor the interest rate risk inherent in its portfolio by comparing the maturity dates of its investments to the minimum maturity dates outlined in the investment policy. As a result, the District’s maturities mirror those of the County.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Investment credit risk – County and Blended Component Units

This is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. Credit risk is measured by the assignment of a rating by a nationally recognized rating organization and is minimized by purchasing only those securities which are rated by two of the nationally recognized credit rating agencies at the time of purchase. The County’s investment policy specifies ratings – Standard & Poor’s = minimum AA-, and Moody’s Investors Services = minimum Aa3. The following information includes Fiduciary Fund investments of \$13,242. The actual rating at year-end for each investment type is as follows:

Rating by Standard & Poor's Investment Service	AAA	AA+	AA	A-1	Not Rated	Total Invested Value	Percent Allocation	Weighted Average Maturity (Years)
Commerical paper discounts - amortizing	\$ -	-	-	19,185	-	19,185	3%	-
Federal agency coupon securities	28,326	188,332	36,026	-	-	252,684	42%	0.8
Treasury coupon securities	15,499	162,906	49,252	-	-	227,657	38%	0.7
Treasury discounts - amortizing	-	8,853	-	19,252	-	28,105	5%	-
Corporate notes	-	9,610	3,280	-	-	12,890	2%	0.1
Municipal bonds	1,728	443	-	-	-	2,171	0%	-
State of Oregon Local Government Investment Pool (LGIP)	-	-	-	-	59,036	59,036	10%	-
Total Investments	\$ 45,553	370,144	88,558	38,437	59,036	601,728	100%	1.6

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles and primarily uses the market approach to valuing each security. The hierarchy is based on the valuation inputs used to measure the invested value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The County has the following fair value measurements as of June 30, 2021:

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

- Commercial paper discounts – amortizing of \$19,185 are valued using significant other observable inputs (Level 2 inputs).
- Federal agency coupon securities of \$252,684 are valued using significant other observable inputs (Level 2 inputs).
- Treasury coupon securities of \$227,657 are valued using significant other observable inputs (Level 2 inputs).
- Treasury discounts – amortizing of \$28,105 are valued using significant other observable inputs (Level 2 inputs).
- Corporate notes of \$12,890 are valued using significant other observable inputs (Level 2 inputs).
- Municipal bonds of \$2,171 are valued using significant other observable inputs (Level 2 inputs).

The State of Oregon Local Government Investment Pool (LGIP) is not registered with the U.S. Securities and Exchange Commission as an investment company. The Oregon Revised Statutes and the Oregon Investment Council govern the LGIP's investment policies. The State Treasurer is the investment officer for the LGIP and is responsible for all funds in the LGIP. These funds must be invested, and the investments managed as a prudent investor would, exercising reasonable care, skill and caution. Investments in the fund are further governed by portfolio guidelines issued by the Oregon Short-term Fund Board. The following table outlines the LGIP's investment maturities at June 30, 2021.

<u>LGIP Maturity</u>	<u>per Policy</u>	<u>Actual</u>
Up to 93 days	Minimum of 50%	58%
94 days to 1 year	Maximum of 25%	17%
1 to 3 years	Maximum of 25%	25%

Investment credit risk – District

This is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. Credit risk is measured by the assignment of a rating by a nationally recognized rating organization and is minimized by purchasing only those securities which are rated by two of the nationally recognized credit rating agencies at the time of purchase. The County's investment policy specifies ratings – Standard & Poor's = minimum AA-, and Moody's Investors Services = minimum Aa3. The actual rating at year-end for each investment type is as follows:

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Rating by Standard & Poor's Investment Service	AAA	AA+	AA	A-1	Not Rated	Total Invested Value	Percent Allocation	Weighted Average Maturity (Years)
Commerical paper discounts - amortizing	\$ -	-	-	11,152	-	11,152	3%	-
Federal agency coupon securities	16,465	109,418	20,941	-	-	146,824	42%	0.8
Treasury coupon securities	9,010	94,694	28,629	-	-	132,333	38%	0.7
Treasury discounts - amortizing	-	5,146	-	11,191	-	16,337	5%	-
Corporate notes	-	5,586	1,907	-	-	7,493	2%	0.1
Municipal bonds	1,005	258	-	-	-	1,263	0%	-
State of Oregon Local Government Investment Pool (LGIP)	-	-	-	-	34,317	34,317	10%	-
Total Investments	\$ 26,480	215,102	51,477	22,343	34,317	349,719	100%	1.6

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles and primarily uses the market approach to valuing each security. The hierarchy is based on the valuation inputs used to measure the invested value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District has the following recurring fair value measurements as of June 30, 2021:

- Commercial paper discounts – amortizing of \$11,152 are valued using significant other observable inputs (Level 2 inputs).
- Federal agency coupon securities of \$146,824 are valued using significant other observable inputs (Level 2 inputs).
- Treasury coupon securities of \$132,333 are valued using significant other observable inputs (Level 2 inputs).
- Treasury discounts – amortizing of \$16,337 are valued using significant other observable inputs (Level 2 inputs).
- Corporate notes of \$7,493 are valued using significant other observable inputs (Level 2 inputs).
- Municipal bonds of \$1,263 are valued using significant other observable inputs (Level 2 inputs).

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

The State of Oregon Local Government Investment Pool (LGIP) is not registered with the U.S. Securities and Exchange Commission as an investment company. The Oregon Revised Statutes and the Oregon Investment Council govern the LGIP’s investment policies. The State Treasurer is the investment officer for the LGIP and is responsible for all funds in the LGIP. These funds must be invested, and the investments managed as a prudent investor would, exercising reasonable care, skill, and caution. Investments in the fund are further governed by portfolio guidelines issued by the Oregon Short-term Funds Board. The LGIP investment maturities for the District mirror those of the County.

Receivables – County and Blended Component Units

Amounts are aggregated into a single accounts receivable line for certain funds and aggregated columns. Below is the detail of receivables for the County and its blended component units at June 30, 2021:

	Accounts	Intergovernmental	
	Receivable	Revenues	
	Receivable	Receivable	Total
General Fund	\$ 3,273	3,582	6,855
COVID-19 Response and Recovery Fund	782	242	1,024
HOME Fund	149	-	149
Human Services Fund	14	448	462
Road Fund	415	3,754	4,169
MSTIP III Fund	1,686	-	1,686
Other Governmental Funds	<u>6,724</u>	<u>6,130</u>	<u>12,854</u>
Total governmental funds	13,043	14,156	27,199
Internal Service Funds	69	-	69
Fiduciary Funds	<u>926</u>	<u>2,495</u>	<u>3,421</u>
Total accounts receivable	\$ <u>14,038</u>	<u>16,651</u>	<u>30,689</u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Receivables – District

Receivables of the District represent user charges which are recognized as earned. An allowance for doubtful accounts is established for amounts deemed to be uncollectible, based on historical collection percentages. At June 30, 2021, the allowance was \$800.

Deferred outflows/inflows of resources – County and Blended Component Units

Deferred outflows of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until a future period. Deferred inflows of resources represent an acquisition of net position that applies to future periods, and so will not be recognized as an inflow of resources (revenue) until that time.

Deferred charge on refunding. The item that qualifies in this category is the deferred charge on refunding reported in the statement of net position. Deferred charges, resulting from the carrying value of refunded debt and its reacquisition price, are deferred and amortized to interest expense over the remaining life of the existing debt. At June 30, 2021, the total deferred charge on refunding for the County was \$3,434.

Other Post Employment Benefit (OPEB) and Pension related. For purposes of measuring the OPEB liability/asset and net pension liability, deferred outflows of resources and deferred inflows of resources related to OPEB and pensions, and OPEB and pension expense are reported in the in the statement of net position. OPEB and pension related deferred outflows of resources relate to the OPEB and pension plans consisting of differences between expected and actual experience, changes of assumptions, changes in proportionate share, differences between employer contributions and employer's proportionate share of system contributions, and employer contributions after the measurement date. OPEB and pension related deferred inflows of resources consist of net difference between projected and actual earnings on investments, changes in proportionate share, differences between employer contributions and the County's proportionate share of contributions, changes of assumptions, changes in proportionate share, and differences between expected and actual experience. At June 30, 2021, the County reported OPEB related deferred outflows, OPEB RHIA related deferred outflows, and pension related deferred outflows of \$2,781, \$777, and \$130,742, respectively. The County also reported OPEB related deferred inflows, OPEB RHIA related deferred inflows, and pension related deferred outflows of \$402, \$282, and \$14,587, respectively.

Unavailable revenue. The item that qualifies in this category is the unavailable revenue reported in the governmental funds balance sheet. Unavailable revenue is largely made up of property taxes and contracts and is deferred and recognized as an inflow of resources in the period that the amounts become available. The various components of unavailable

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

revenue reported in the governmental funds balance sheet is as of June 30, 2021, were as follows:

	<u>Property Taxes</u>	<u>Assessments</u>	<u>Contracts Receivable</u>	<u>Accounts Receivable</u>	<u>Total</u>
General Fund	\$ 1,949	-	-	1,135	3,084
COVID-19 Response and Recovery Fund	-	-	-	123	123
HOME Fund	-	-	32,785	-	32,785
Human Services Fund	-	-	-	194	194
Road Fund	-	38	-	7	45
MSTIP III	-	-	-	-	-
Other Governmental Funds	<u>1,050</u>	<u>374</u>	<u>4,446</u>	<u>2,309</u>	<u>8,179</u>
Total unavailable revenue \$	<u>2,999</u>	<u>412</u>	<u>37,231</u>	<u>3,768</u>	<u>44,410</u>

Deferred outflows/inflows of resources – District

Deferred outflows of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense) until a future period. Deferred inflows of resources represent an acquisition of net position that applies to future periods, and so will not be recognized as an inflow of resources (revenue) until that time.

Deferred charge on refunding. The item that qualifies in this category is the deferred charge on refunding reported in the statement of net position. Deferred charges, resulting from the carrying value of refunded debt and its reacquisition price, are deferred and amortized to interest expense over the remaining life of the existing debt. At June 30, 2021, the total deferred charge on refunding for the District was \$2,422.

Other Post Employment Benefit (OPEB) and Pension related. For purposes of measuring the net OPEB liability/asset and net pension liability, deferred outflows of resources and deferred inflows of resources related to OPEB and pensions, and OPEB and pension expense are reported in the statement of net position. OPEB and pension-related deferred outflows of resources relate to the District's OPEB and pension plans consisting of employer contributions to OPERS after the measurement date, differences between expected and actual experience, changes of assumptions, net difference between projected and actual earnings on investments, and changes in proportionate share. OPEB-and-pension-related deferred inflows of resources consist of differences between employer contributions and the District's proportionate share of contributions and changes in proportionate share. At June 30, 2021, the District reported OPEB related deferred outflows, OPEB RHIA related deferred outflows, and pension related deferred outflows of \$168, \$275, and \$26,784, respectively. The District also reported OPEB RHIA related deferred inflows and pension related deferred inflows of \$43 and \$4,221, respectively.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Capital assets

Capital asset activity for governmental activities for the year ended June 30, 2021 was as follows:

	Governmental Activities				
	Balance	Increases	Decreases	Transfers	Balance
	July 1, 2020				June 30, 2021
Capital assets not being depreciated:					
Land	\$ 1,008,900	16,873	(4,705)	-	1,021,068
Artwork	364	-	-	-	364
Construction in progress	<u>181,481</u>	<u>59,967</u>	<u>-</u>	<u>(93,377)</u>	<u>148,071</u>
Total capital assets not being depreciated	<u>1,190,745</u>	<u>76,840</u>	<u>(4,705)</u>	<u>(93,377)</u>	<u>1,169,503</u>
Capital assets being depreciated:					
Land improvements	5,061	101	-	233	5,395
Buildings and improvements	227,587	4,223	-	48,596	280,406
Machinery and equipment	71,056	3,854	(2,892)	67	72,085
Road network	2,025,268	4,237	(10,291)	30,316	2,049,530
Bridge network	124,206	46	(717)	8,557	132,092
Culverts	25,684	-	(28)	2,965	28,621
Signals	<u>78,675</u>	<u>1,025</u>	<u>(1,451)</u>	<u>2,643</u>	<u>80,892</u>
Total capital assets being depreciated	<u>2,557,537</u>	<u>13,486</u>	<u>(15,379)</u>	<u>93,377</u>	<u>2,649,021</u>
Less accumulated depreciation for:					
Land improvements	(4,637)	(59)	-	-	(4,696)
Building and improvements	(84,048)	(7,808)	-	-	(91,856)
Machinery and equipment	(42,830)	(5,203)	2,643	-	(45,390)
Road network	(1,339,590)	(78,178)	7,194	-	(1,410,574)
Bridge network	(45,933)	(2,452)	647	-	(47,738)
Culverts	(8,327)	(808)	23	-	(9,112)
Signals	<u>(67,074)</u>	<u>(1,658)</u>	<u>1,451</u>	<u>-</u>	<u>(67,281)</u>
Total accumulated depreciation	<u>(1,592,439)</u>	<u>(96,166)</u>	<u>11,958</u>	<u>-</u>	<u>(1,676,647)</u>
Total capital assets being depreciated, net	<u>965,098</u>	<u>(82,680)</u>	<u>(3,421)</u>	<u>93,377</u>	<u>972,374</u>
Governmental activities capital assets, net	\$ <u>2,155,843</u>	<u>(5,840)</u>	<u>(8,126)</u>	<u>-</u>	<u>2,141,877</u>

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 5,395
Public safety and justice	5,715
Land use and transportation	84,367
Housing, health and human services	284
Culture, education, and recreation	<u>405</u>
Total depreciation expense	\$ <u>96,166</u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Capital asset activity for business-type activities for the year ended June 30, 2021 was as follows:

	Business-type Activities			
	Balance			Balance
	July 1, 2020	Increases	Decreases	June 30, 2021
Capital assets not being depreciated:				
Land	\$ 9,418	1,130	-	10,548
Construction in progress	20	554	-	554
Total capital assets not being depreciated	9,438	1,684	-	11,102
Capital assets being depreciated:				
Buildings and improvements	51,955	5,028	-	57,003
Vehicles	386	-	(21)	365
Office equipment	108	-	-	108
Total capital assets being depreciated	52,449	5,028	(21)	57,476
Less accumulated depreciation for:				
Buildings and improvements	(36,440)	(1,540)	-	(37,980)
Vehicles	(261)	(3)	21	(243)
Office equipment	(108)	-	-	(108)
Total accumulated depreciation	(36,809)	(1,543)	21	(38,331)
Total capital assets being depreciated, net	15,640	3,485	-	19,145
Business-type activities capital assets, net	\$ 25,078	5,169	-	30,247
Depreciation expense was charged to functions as follows:				
Business-type activities:				
Event Center Operations		4		
Housing		1,539		
Total depreciation expense		\$ 1,543		

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Capital asset activity for the District for the year ended June 30, 2021 was as follows:

	District activities				
	Balance July 1, 2020	Increases	Decreases	Transfers	Balance June 30, 2021
Capital assets not being depreciated:					
Land and easements	\$ 40,957	1,915	(188)	154	42,838
Construction in progress	204,278	55,445	(3,492)	(97,223)	159,008
Total capital assets not being depreciated	245,235	57,360	(3,680)	(97,069)	201,846
Capital assets being depreciated:					
Buildings and improvements	308,041	3,847	-	20,950	332,838
Treatment plants	693,276	-	-	29,721	722,997
Sewer lines	282,289	775	(690)	39,716	322,090
Plant equipment	110,478	-	(477)	2,722	112,723
Automotive equipment	14,945	-	(658)	1,295	15,582
Plans and studies	16,601	-	-	244	16,845
Office equipment	14,707	-	(1,405)	2,421	15,723
Total capital assets being depreciated	1,440,337	4,622	(3,230)	97,069	1,538,798
Less accumulated depreciation for:					
Buildings and improvements	(177,513)	(9,814)	-	-	(187,327)
Treatment plants	(465,883)	(17,594)	-	-	(483,477)
Sewer lines	(105,103)	(5,680)	493	-	(110,290)
Plant equipment	(86,362)	(4,598)	471	-	(90,489)
Automotive equipment	(11,519)	(1,268)	656	-	(12,131)
Plans and studies	(13,644)	(201)	-	-	(13,845)
Office equipment	(13,509)	(525)	1,406	-	(12,628)
Total accumulated depreciation	(873,533)	(39,680)	3,026	-	(910,187)
Total capital assets being depreciated, net	566,804	(35,058)	(204)	97,069	628,611
Component-type activities capital assets, net	\$ 812,039	22,302	(3,884)	-	830,457
Depreciation expense was charged to functions as follows:					
Component activities:					
Sanitation		\$ 34,191			
Surface Water Management		5,489			
Total depreciation expense		39,680			
Decrease in construction in progress is comprised of:					
Capital donations		2,957			
Items ineligible for capitalization		535			
Total decrease in construction in progress		\$ 3,492			

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Investment in Partnerships – Authority

Investments in partnerships represent the Authority's equity interest in Quatama Housing Limited Partnership and Willow Creek Crossing Limited Partnership. These investments are accounted for using the equity method. Under the equity method, the initial investment is recorded at cost and increased or decreased by the Authority's share of income or loss and is increased by contributions and decreased by distributions. Investment in Quatama Housing Limited Partnership of \$2,736 was recorded as of December 31, 2020, the latest available audited financial statements; investment in Willow Creek Crossing Limited Partnership of \$1,050 was recorded as of June 30, 2021.

Joint Ventures – District

The Barney Reservoir Joint Ownership Commission (the Commission) was formed to own, operate, and expand the JW Barney Reservoir. Ownership of the joint venture is comprised of the District (10%), Tualatin Valley Water District (35%), and the cities of Hillsboro (31%), Forest Grove (2.5%), and Beaverton (21.5%). The Commission is governed by one member from each entity. The operating costs of the joint venture are shared by the participating agencies and are reported as an operating expense by the District. The net position of the Commission continues to decline due to depreciation expense which is not funded by the joint venture partners. There are no projects identified in the 10-year capital plan for the Commission. If future projects are identified by the Commission, the District will include its proportionate share of costs in its annual capital improvement plan. The District's year-end equity investment in the Commission was \$2,136.

Financial statements for the Commission may be obtained from the City of Hillsboro Finance Department at 150 East Main Street, Hillsboro, Oregon 97123.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Long-term obligations

In the following table the long-term debt information is presented in respect to governmental activities. Compensated absences are paid by those funds that originally incurred the associated salaries and wages; a majority of which is paid for by the General Fund. The information that follows presents current year changes in those obligations and the current portions due for each issue.

	<u>Balance</u>			<u>Balance</u>	<u>Due In</u>	<u>Long-term</u>
	<u>July 1, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2021</u>	<u>One Year</u>	<u>portion</u>
Governmental activities:						
Compensated absences	\$ 12,489	14,953	12,489	14,953	14,953	-
Contracts Payable						
US Dept of Interior	201	-	23	178	22	156
Notes Payable						
State of Oregon, Econ. Dev. Dept.	156	-	156	-	-	-
Full Faith & Credit Obligations						
Series 2013 - Refunding	12,015	-	1,795	10,220	1,885	8,335
Series 2016 - Refunding	19,480	-	3,790	15,690	2,525	13,165
Series 2016 B	87,215	-	8,085	79,130	8,545	70,585
Subtotal Notes and FFCO	118,866	-	13,826	105,040	12,955	92,085
General Obligation Bonds						
Series 2016 B (Tax-Exempt)	70,630	-	2,030	68,600	2,320	66,280
Subtotal GO	70,630	-	2,030	68,600	2,320	66,280
Total Contracts, Notes, FFCO and GO	189,697	-	15,879	173,818	15,297	158,521
Total governmental activities	\$ 202,186	14,953	28,368	188,771	30,250	158,521
				Unamortized bond premium		
				21,997	2,317	19,680
				<u>210,768</u>	<u>32,567</u>	<u>178,201</u>
From the Statement of Net Position:						
Other long-term obligations, current portion, net of premium				\$ 32,567		
Bond and bond anticipation notes payable, net of premium				74,257		
Noncurrent portion of other long term obligations, net of premium				103,944		
Total governmental activities				\$ <u>210,768</u>		

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

In the following table the long-term debt information is presented in respect to business-type activities. The information that follows presents current year changes in those obligations and the current portions due for each issue.

	<u>Balance</u>			<u>Balance</u>	<u>Due In</u>	<u>Long-term</u>
	<u>July 1, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2021</u>	<u>One Year</u>	<u>portion</u>
Business-type activities:						
Notes Payable						
Farmers Home Administration	\$ 297	-	7	290	8	282
WC Office of Community Development ⁽¹⁾	649	-	-	649	-	649
WC HOME Contracts ⁽¹⁾	556	-	56	500	-	500
Berkadia Bank Mortgage, Aloha Park	1,934	-	34	1,900	36	1,864
Berkadia Bank Mortgage, Cornelius Village	<u>1,570</u>	-	<u>10</u>	<u>1,560</u>	<u>21</u>	<u>1,539</u>
Subtotal notes payable	<u>5,006</u>	-	<u>107</u>	<u>4,899</u>	<u>65</u>	<u>4,834</u>
Housing Authority FFCO						
Series 2019 - Refunding	<u>23,000</u>	-	<u>565</u>	<u>22,435</u>	<u>590</u>	<u>21,845</u>
Total Notes and FFCO	<u>28,006</u>	-	<u>672</u>	<u>27,334</u>	<u>655</u>	<u>26,679</u>
Total business-type activities	\$ <u>28,006</u>	-	<u>672</u>	27,334	655	26,679
			Unamortized bond premium	<u>1,996</u>	<u>87</u>	<u>1,909</u>
				<u>29,330</u>	<u>742</u>	<u>28,588</u>
Other long-term obligations, current portion, net of premium				\$ 742		
Housing Authority Notes Payable to County, noncurrent portion ⁽¹⁾				1,151		
Noncurrent portion of other long term obligations, net of premium				<u>27,437</u>		
Total business-type activities				\$ <u>29,330</u>		

⁽¹⁾ The Notes Payable to the County and Notes Receivable from the Authority net each other out on the Statement of Net Position; the Notes Payable to the County are correctly included above in the summary of Business-type Activities.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

In the following table the long-term debt information is presented in respect to District activities. The information that follows presents current year changes in those obligations and the current portions due for each issue.

	<u>Balance</u>			<u>Balance</u>	<u>Due In</u>	<u>Long-term</u>
	<u>July 1, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2021</u>	<u>One Year</u>	<u>portion</u>
District activities:						
Compensated absences	\$ 2,978	3,297	2,978	3,297	3,297	-
Sewer Revenue Bonds						
Series B 2010	76,525	-	3,680	72,845	3,790	69,055
Series A 2011	7,260	-	3,540	3,720	3,720	-
Series B 2011	37,160	-	2,165	34,995	2,275	32,720
Series A 2016	33,225	-	3,180	30,045	3,340	26,705
Revenue Pension Bonds						
Series 2004	11,145	-	990	10,155	1,125	9,030
Total bonds	<u>165,315</u>	<u>-</u>	<u>13,555</u>	<u>151,760</u>	<u>14,250</u>	<u>137,510</u>
Total district activities	\$ <u>168,293</u>	<u>3,297</u>	<u>16,533</u>	155,057	17,547	137,510
				<u>4,487</u>	<u>1,097</u>	<u>3,390</u>
				<u>159,544</u>	<u>18,644</u>	<u>140,900</u>
District compensated absences (recorded as an accrued payroll liability)				\$ 3,297		
Other long-term obligations, current portion, net of discount				<u>15,347</u>		
Total current				18,644		
Noncurrent portion of other long term obligations, net of discount				<u>140,900</u>		
Total district activities				\$ <u>159,544</u>		

Governmental Activities

Contract Payable

US Department of Interior - In March 1980, a contract was issued in the amount of \$1,111 to repay a portion of the development costs incurred by the Federal Government, US Department of Interior, during the construction of Hagg Lake Park. The final maturity is in February 2029. Detail obligation and interest rates follow:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ 22	6	3.500%
2023	22	5	3.500%
2024	22	5	3.500%
2025	22	4	3.500%
2026	22	3	3.500%
2027 - 2029	67	5	3.500%
	\$ <u>178</u>	<u>28</u>	

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Notes Payable

State of Oregon, Economic Development Department - In October 2000, the County issued a note with Oregon Economic Development Department. The note was issued in the amount of \$2,000 to provide funding for the construction of the Harkins House juvenile shelter in October 2000. This obligation was paid in full in December 2020.

Full Faith and Credit Obligations

Series 2013 Refunding - In February 2013, Full Faith and Credit obligations were issued for \$18,860 and placed into an irrevocable trust in order to fund the partial advance refunding of the March 2006 – Series 2006 New Money Full Faith & Credit Issue in the amount of \$18,530. As a result, the refunded obligations are considered defeased and the liability has been removed from the governmental activities column of the Statement of Net Position. The final maturity for these obligations is in June 2026. Detail obligation and interest rates follow:

<u>Fiscal Year</u>		<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$	1,885	336	5.000%
2023		1,975	241	5.000%
2024		2,075	143	2.125%
2025		2,120	99	2.250%
2026		2,165	51	2.350%
	\$	<u>10,220</u>	<u>869</u>	

Series 2016 Refunding - In March 2016, Full Faith and Credit obligations were issued for \$31,960 in order to fund the full refunding of the February 2006 - Series 2006 Refunding Full Faith & Credit Issue in the amount outstanding of \$36,590. The final maturity for these obligations is in June 2026. Detail obligation and interest rates follow:

<u>Fiscal Year</u>		<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$	2,525	785	5.000%
2023		2,805	658	5.000%
2024		3,115	518	5.000%
2025		3,445	362	5.000%
2026		3,800	190	5.000%
	\$	<u>15,690</u>	<u>2,513</u>	

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Series 2016 B - In December 2016, Full Faith and Credit obligations were issued for \$107,925 in order to fund capital projects for County facilities, the building of an Events Center, and various Major Street Transportation Improvement Program projects. The final maturity for these obligations is in March 2032. Detail obligation and interest rates follow:

<u>Fiscal Year</u>		<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$	8,545	3,694	5.000%
2023		9,030	3,267	5.000%
2024		9,540	2,815	5.000%
2025		13,080	2,338	5.000%
2026		8,785	1,684	5.000%
2027 - 2031		25,435	3,742	4.000 - 5.000%
2032		4,715	189	4.000%
	\$	<u>79,130</u>	<u>17,729</u>	

General Obligation Bonds

Series 2016 B (Tax-Exempt) - In July 2016, tax-exempt general obligation bonds were issued for \$72,000. These voter-approved obligations were issued to fund updates to the County's emergency communications system. The final maturity is in June 2035. Detail obligation and interest rates follow:

<u>Fiscal Year</u>		<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$	2,320	2,582	5.000%
2023		2,635	2,466	5.000%
2024		2,970	2,335	5.000%
2025		3,330	2,186	5.000%
2026		3,720	2,020	5.000%
2027 - 2031		25,180	7,140	2.000 - 5.000%
2032 - 2035		28,445	2,380	3.000 - 3.250%
	\$	<u>68,600</u>	<u>21,109</u>	

Business-type Activities

Housing Authority Notes Payable

Farmers Home Administration - In January 1988, the Authority issued three Farmer's Home Administration notes to purchase Kaybern Terrace (12 units of affordable housing) in North Plains. These notes totaled \$361. The final maturity is in February 2038. Detail obligation and interest rates follow:

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ 8	27	9.000 - 9.500%
2023	8	26	9.000 - 9.500%
2024	9	26	9.000 - 9.500%
2025	10	25	9.000 - 9.500%
2026	11	24	9.000 - 9.500%
2027 - 2031	74	100	9.000 - 9.500%
2032 - 2036	119	55	9.000 - 9.500%
2037 - 2038	51	4	9.000 - 9.500%
	<u>\$ 290</u>	<u>286</u>	

Office of Community Development - In June 2010, the Office of Community Development (OCD) provided funding under the Neighborhood Stabilization Program to acquire properties for low income housing. The note was in the amount of \$649 and is due when the properties are sold. Detail obligation and interest rates follow:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
Due on sale	\$ 649	-	0.000%

HOME Contracts - In November 1995, the OCD Home Loan for the Authority was issued at the time of the purchase of Amberwood. This property was financed with this note as well as with two revenue bond issues. This note was in the amount of \$604 and was paid in full in December 2020. In September 2003, the OCD Home Loan for the Authority was issued to finance improvements to the Bonita Villa affordable housing property. This note was in the amount of \$500. The final maturity is in June 2029. Detail obligation and interest rates follow:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ -	15	3.000%
2023	-	15	3.000%
2024	-	15	3.000%
2025	-	15	3.000%
2026	-	15	3.000%
2027 - 2029	500	45	3.000%
	<u>\$ 500</u>	<u>120</u>	

Berkadia Bank Mortgage - In August 2014, the Authority refinanced the Aloha Park Apartments through a HUD FFA 223 (f) multi-family loan in August 2014. The proceeds of \$2,107 from the refinancing are primarily used to increase available cash flow. The final maturity is in August 2049. Detail obligation and interest rates follow:

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ 36	79	4.180%
2023	38	77	4.180%
2024	39	76	4.180%
2025	41	74	4.180%
2026	43	72	4.180%
2027 - 2031	241	332	4.180%
2032 - 2036	297	276	4.180%
2037 - 2041	366	207	4.180%
2042 - 2046	451	122	4.180%
2047 - 2050	348	25	4.180%
	<u>\$ 1,900</u>	<u>1,340</u>	

Berkadia Bank Mortgage - In November 2019, the Authority acquired Cornelius Village Apartments with \$500 from the County, \$385 from the Authority, and \$1,570 from the Berkadia Bank acquisition loan. The final maturity is in December 2039. Detail obligation and interest rates follow:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ 21	84	5.340%
2023	22	83	5.340%
2024	23	82	5.340%
2025	25	80	5.340%
2026	26	79	5.340%
2027 - 2031	155	371	5.340%
2032 - 2036	202	323	5.340%
2037 - 2040	1,085	190	5.340%
	<u>\$ 1,560</u>	<u>1,291</u>	

Housing Authority Full Faith & Credit Obligations

Series 2019 Refunding - In June 2019, Full Faith & Credit obligations were issued for \$24,030. These obligations were issued on behalf of the Housing Authority of Washington County to provide for the current refunding of the Series 2019 Refunding Full Faith and Credit obligation. The bond refunding was issued with a net premium of \$2,170 and the reduced debt service payments over the life of the obligation are estimated to result in \$5,170 in net present value savings for the Authority. Final maturity date is in June 2044.

The purpose of the current refunding was to reduce the annual debt service incurred by the Authority through lower interest rates. Detail obligation and interest rates follow:

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ 590	850	5.000%
2023	615	821	5.000%
2024	650	790	5.000%
2025	685	758	5.000%
2026	720	723	5.000%
2027 - 2031	3,640	3,118	3.000 - 5.000%
2032 - 2036	5,230	2,089	3.000%
2037 - 2041	6,170	1,187	3.000%
2042 - 2044	4,135	251	3.000%
	<u>\$ 22,435</u>	<u>10,585</u>	

District-type activities

Sewer Revenue Bonds

The District issues sewer revenue bonds for capital expansion of the sewer treatment plants and collection system. All the sewer revenue bonds are paid with the District's net revenue as defined in the bond indenture agreements.

Series B 2010 - Issued April 2010 in the amount of \$90,260. The final maturity is in October 2035. Detail obligation and interest rates follow:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ 3,790	3,946	4.828%
2023	3,905	3,762	4.978%
2024	4,030	3,567	5.078%
2025	4,160	3,361	5.228%
2026	4,295	3,143	5.701%
2027 - 2031	23,930	11,844	5.701% - 5.801%
2032 - 2036	28,735	4,291	5.801%
	<u>\$ 72,845</u>	<u>33,916</u>	

Series A 2011 - Issued August 2011 in the amount of \$30,255. The final maturity is in October 2021. Detail obligation and interest rates follow:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ 3,720	93	5.000%
	<u>\$ 3,720</u>	<u>93</u>	

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Series B 2011 - Issued August 2011 in the amount of \$50,000. The final maturity is in October 2032. Detail obligation and interest rates follow:

<u>Fiscal Year</u>		<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$	2,275	1,419	5.000%
2023		2,380	1,314	4.000%
2024		2,475	1,217	4.000%
2025		2,590	1,103	5.000%
2026		2,725	970	5.000%
2027 - 2031		15,450	3,014	4.000%
2032 - 2033		7,100	287	4.000%
	\$	<u>34,995</u>	<u>9,324</u>	

Series A 2016 - Issued October 2016 in the amount of \$33,225 to partially advance refund the March 2009 – Series A 2009 Sewer Revenue Bonds in the amount outstanding of \$38,620. The refunding was undertaken to reduce total future debt service payments and results in a net present savings of \$5,300. The acquisition price exceeded the net carrying amount of the old debt by \$3,969, which is being netted against the new debt and amortized over the remaining life of the advance refunded debt. The final maturity is in October 2028. Detail obligation and interest rates follow:

<u>Fiscal Year</u>		<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$	3,340	1,419	5.000%
2023		3,515	1,247	5.000%
2024		3,690	1,067	5.000%
2025		3,880	878	5.000%
2026		4,080	679	5.000%
2027 - 2029		11,540	788	5.000%
	\$	<u>30,045</u>	<u>6,078</u>	

Pension Revenue Bonds

Series 2004 - In May 2004, the District issued \$15,990 of pension revenue bonds to pay its unfunded pension liability with PERS. The pension revenue bonds are payable from gross sewer revenues. Final maturity is in June 2028. Detail obligation and interest rates follow:

<u>Fiscal Year</u>		<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$	1,125	617	6.015%
2023		1,265	549	6.015%
2024		1,415	473	6.095%
2025		1,585	387	6.095%
2026		1,765	290	6.095%
2027 - 2028		3,000	246	6.095%
	\$	<u>10,155</u>	<u>2,563</u>	

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Defeased Debt – District

In prior years, the District defeased certain bonds by placing the proceeds of refunding bonds in an irrevocable trust to provide for all future debt service on the defeased bonds. Accordingly, the trust account assets and the related liability for those defeased bonds are not included in the District’s financial statements. As of June 30, 2021, prior years' refunded revenue bonds defeased totaled \$31,520.

Conduit Debt Obligations - Authority

The Authority has issued multi-family Housing Revenue Bonds to provide financial assistance to private sector entities for the construction, acquisition and rehabilitation of affordable housing. The bonds are fully secured by letters of credit and are payable solely from payments received from the developer on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. The bonds do not constitute a debt or pledge of the faith and credit of the Authority, the County, or the state and, accordingly, have not been reported in the accompanying basic financial statements.

As of June 30, 2021, there were two series of multi-family Housing Revenue Bonds outstanding, with an aggregate principal amount payable of \$33,660.

Capital Lease Obligations - County

The following is a schedule, by fiscal year, of future minimum lease payments with the present value of the future minimum lease payments as of June 30, 2021:

<u>Fiscal Year</u>	<u>Capital Lease Future Minimum Payments</u>
2022	\$ 27
2023	27
2024	27
2025	<u>27</u>
Future minimum lease payments	108
Less amounts representing interest	<u>(7)</u>
Present value of future minimum lease payments	<u><u>101</u></u>
Current portion	24
Long-term portion	<u>77</u>
	<u>\$ 101</u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Changes in the capital lease obligations for the year ended June 30, 2021, are as follows:

	<u>Outstanding</u> <u>July 1, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>Outstanding</u> <u>June 30, 2021</u>
Capital lease obligations \$	<u>-</u>	<u>125</u>	<u>(24)</u>	<u>101</u>

VAR Technology Finance 2020 Lease - In November 2020 the County entered into a capital lease obligation with VAR Technology Finance for the acquisition of 25 Toughbook laptops for the amount of \$135. This equipment has an estimated useful life of 5 years and this year \$18 was included in depreciation expense, leaving a remaining net book value of \$117. This is a non-cancelable lease agreement. Final maturity is in December 2024. Detail obligation and interest rates follow:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u>
2022	\$ 24	3	2.776%
2023	25	2	2.776%
2024	26	1	2.776%
2025	<u>26</u>	<u>1</u>	2.776%
	\$ <u>101</u>	<u>7</u>	

Operating Leases - County

The County leases various buildings and land for use in their operations under cancelable and non-cancelable operating leases. Total costs for such leases were approximately \$1,245 for the year ended June 30, 2021.

The future minimum lease payments for the non-cancelable operating leases are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2022	\$ 1,230
2023	1,216
2024	1,216
2025	1,174
2026	1,117
2027 - 2030	<u>1,755</u>
	\$ <u>7,707</u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Operating Leases - District

The District leases various equipment, buildings and land for use in their operations under cancelable and non-cancelable operating leases. Total costs for such leases were approximately \$56 for the year ended June 30, 2021.

The future minimum lease payments for the non-cancelable operating leases are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2022	\$ 58
2023	58
2024	58
2025	58
	<u>\$ 232</u>

Due To/From Other funds

Interfund accounts at June 30, 2021, consist of:

<u>Fund</u>	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>	<u>Advances from Other Funds</u>	<u>Advances to Other Funds</u>
Major governmental funds:				
General Fund	\$ —	3,134	—	1,000
Other Governmental Funds	3,131	—	—	—
Internal Service Funds	—	—	1,000	—
Custodial Funds	3	—	—	—
	<u>\$ 3,134</u>	<u>3,134</u>	<u>1,000</u>	<u>1,000</u>

Interfund receivables of the General Fund consist of \$3,131 cash advanced to the non-major funds and \$3 advanced to the Custodial Funds to cover negative cash balances at year-end. Interfund advances of the General Fund consist of \$1,000 cash loaned to the Liability/Casualty Insurance Fund to provide additional funding for higher than anticipated claims costs.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

4. Other information

Pension Plan – County

Description

Substantially all County employees are members in the Oregon Public Employees Retirement System (OPERS); a cost-sharing multiple-employer defined benefit pension plan that acts as a common investment and administrative agent for government units in the State of Oregon. Employees hired before August 29, 2003 belong to the Tier One/Tier Two Retirement Benefit Program (established pursuant to ORS Chapter 238), while employees hired on or after August 29, 2003 belong to the OPSRP Pension Program (established pursuant to ORS Chapter 238A).

The State of Oregon PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, Oregon 97281-3700, by calling 888-320-7377, or by viewing the PERS website at www.oregon.gov/pers.

Benefits Provided

Tier One/Tier Two Retirement Benefit

Pension Benefits. The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0% for police and fire employees, 1.67% for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

A member is considered vested and will be eligible at a minimum retirement age for a service retirement allowance if he or she has had contributions 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 ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

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

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

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

Benefit Changes After Retirement. Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the fair value of equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the annual benefit.

OPSRP Pension Program

Pension Benefits. The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated by formula for members who attain normal retirement age. For general service members, 1.5% 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. For police and fire members, 1.8% 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.

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

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Death Benefits. Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member.

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

Benefit Changes After Retirement. Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2015 and beyond will vary based on 1.25% on the first \$60,000 of annual benefit and 0.15% on annual benefits above \$60,000.

Contributions

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates for the period were based on the December 31, 2017 actuarial valuation. The rates, based on a percentage of payroll, first became effective July 1, 2019, and include a required percentage contribution for retiree healthcare. The County's contribution rates for the period were 26.73% of covered employees' salaries for Tier One/Tier Two members, 18.56% for OPSRP general service members, and 23.19% for OPSRP police members. The County's total contributions were \$36,275. Covered employees are required to contribute 6% of their annual covered salary to the Plan.

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

At June 30, 2021, the County reported a liability of \$335,608 for its proportionate share of the OPERS net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018 rolled forward to June 30, 2020. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the County's proportion was 1.54%, which is 0.07% less than its proportion of 1.61% as of June 30, 2020.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

For the year ended June 30, 2021, the County recognized pension expense of \$76,571 for the defined benefit portion of the pension plan. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 14,771	—
Changes of assumptions	18,011	631
Net difference between projected and actual earnings on investments	39,463	—
Changes in proportionate share	7,386	13,278
Differences between employer contributions and employer's proportionate share of system contributions	<u>14,836</u>	<u>678</u>
Subtotal	94,467	14,587
County contributions subsequent to the measurement date	37,623	—
Amortization of side account during the period	<u>(1,348)</u>	<u>—</u>
Total	\$ <u><u>130,742</u></u>	<u><u>14,587</u></u>

Deferred outflows of resources related to pensions of \$37,623 resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. OPERS reports amortization of the side account of \$1,348 for the year. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2022	\$ (17,401)
2023	(23,900)
2024	(22,814)
2025	(15,195)
2026	<u>(570)</u>
	\$ <u><u>(79,880)</u></u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Actuarial Methods and Assumptions

The employer contribution rates effective July 1, 2019 through June 30, 2021 were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan this method produced an employer contribution rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an amount for the amortization of unfunded actuarial liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation Date	December 31, 2018
Measurement Date	June 30, 2020
Experience Study	2018, published July 24, 2019
Actuarial Assumptions:	
Inflation Rate	2.50%
Long-term Expected Rate of Return	7.20%
Discount Rate	7.20%
Projected Salary Increases	3.50%
Cost of Living Adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision; blend based on service.
Mortality	<i>Healthy retirees and beneficiaries:</i> 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. <i>Active members:</i> PUB-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Disabled retirees:</i> 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.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

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 ended 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 May 2019 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 an 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.

<u>Asset Class</u>	<u>Policy Range</u>		<u>Target Allocation</u>
	<u>Low Range</u>	<u>High Range</u>	
Debt Securities	15.00%	25.00%	20.00%
Public Equity	27.50%	37.50%	32.50%
Real Estate	9.50%	15.50%	12.50%
Private Equity	14.00%	21.00%	17.50%
Alternatives Portfolio	7.50%	17.50%	15.00%
Opportunity Portfolio ⁽¹⁾	0.00%	3.00%	0.00%
Risk Parity ⁽²⁾	0.00%	2.50%	2.50%
Total			<u>100.00%</u>

⁽¹⁾ Opportunity Portfolio is an investment strategy and it may be invested up to 3% of total plan assets.

⁽²⁾ Risk Parity is a new investment strategy added to the asset allocation mix in 2019.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Asset Class	Target Allocation*	Annual Arithmetic Return	Compound Annual Return (Geometric)	Standard Deviation
Core Fixed Income	9.60%	4.14%	4.07%	3.90%
Short-Term Bonds	9.60%	3.70%	3.68%	2.10%
Bank/Leveraged Loans	3.60%	5.40%	5.19%	6.85%
High Yield Bonds	1.20%	6.13%	5.74%	9.35%
Large/Mid Cap US Equities	16.17%	7.35%	6.30%	15.50%
Small Cap US Equities	1.35%	8.35%	6.68%	19.75%
Micro Cap US Equities	1.35%	8.86%	6.79%	22.10%
Developed Foreign Equities	13.48%	8.30%	6.91%	17.95%
Emerging Market Equities	4.24%	10.35%	7.69%	25.35%
Non-US Small Cap Equities	1.93%	8.81%	7.25%	19.10%
Private Equity	17.50%	11.95%	8.33%	30.00%
Real Estate (Property)	10.00%	6.19%	5.55%	12.00%
Real Estate (REITS)	2.50%	8.29%	6.69%	21.00%
Hedge Fund of Funds - Diversified	1.50%	4.28%	4.06%	6.90%
Hedge Fund - Event-driven	0.38%	5.89%	5.59%	8.10%
Timber	1.13%	6.36%	5.61%	13.00%
Farmland	1.13%	6.87%	6.12%	13.00%
Infrastructure	2.25%	7.51%	6.67%	13.85%
Commodities	1.13%	5.34%	3.79%	18.70%
Assumed Inflation - Mean			2.50%	1.65%

*Based on the OIC Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Fund, revised as of April 24, 2019.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Discount Rate

The discount rate used to measure the total pension liability was 7.20%. 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 was applied to all periods of projected benefit payments to determine the total pension liability.

Plan Changes

The Oregon Legislature and Governor approved Senate Bill 1049 during the 2019 Legislative Session. The elements of the bill included a variety of policy and program changes which will affect the County's pension plan. Most prominent are a one-time 22-year re-amortization of the unamortized actuarial liability for Tier 1 and Tier 2 employees and contribution rate adjustments. The effect of SB 1049 could reduce the County's pension liability. In August 2019, a petition was filed with the Oregon Supreme Court challenging the constitutionality of certain portions of SB 1049. The Oregon Supreme Court upheld the legislation on August 6, 2020.

Depletion Date Projection

GASB 68 generally requires that a blended discount rate be used to measure the total pension liability. The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position is projected to cover benefit payments and administrative expenses. GASB 68 does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made.

The following circumstances justify an alternative evaluation of sufficiency for OPERS:

- PERS has a formal policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period which means that the payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 68 specifies that the projects regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is OPERS's independent actuary's opinion that the detailed depletion date projections would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Payable to OPERS

At June 30, 2021, the County’s payable to OPERS for defined benefit contributions was \$1,655. This amount represents legally required contributions to the plan for services incurred in the current fiscal year.

Sensitivity of the County’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the County’s proportionate share of the net pension liability, calculated using the discount rate of 7.20%, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20%) or 1-percentage-point higher (8.20%) than the current rate:

	<u>1% Decrease</u>	<u>Current</u> <u>Discount Rate</u>	<u>1% Increase</u>
	<u>6.20%</u>	<u>7.20%</u>	<u>8.20%</u>
County's proportionate share of the net pension liability	\$ <u>498,351</u>	<u>335,608</u>	<u>199,142</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued OPERS financial report.

Individual Account Program

In the 2003 legislative session, the Oregon Legislative Assembly created a successor plan for OPERS. The Oregon Public Service Retirement Plan (OPSRP) is effective for all new employees hired on or after August 29, 2003 and applies to any inactive OPERS members who return to employment following a six month or greater break in service. The new plan consists of the defined benefit pension plans and a defined contribution pension plan (the Individual Account Program or IAP). Beginning January 1, 2004, all OPERS member contributions go into the IAP portion of OPSRP. OPERS’ members retain their existing OPERS accounts, but any future member contributions are deposited into the member’s IAP, not the member’s OPERS account. Those employees who had established an OPERS membership prior to the creation of OPSRP will be members of both the OPERS and OPSRP system so long as they remain in covered employment.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Members of OPERS and OPSRP are required to contribute six percent of their salary covered under the plan which is invested in the IAP. This six percent contribution is deducted out of all County employees' pay with the exception of those represented by the Washington County Police Officers Association, where the County makes this contribution on their behalf. The County contributed approximately \$10,052 for the year ended June 30, 2021, of which approximately \$8,145 was recovered through employee payroll deductions.

Pension Plan – District

Description

Substantially all District employees are members in the Oregon Public Employees Retirement System (OPERS); a cost-sharing multiple-employer defined benefit pension plan that acts as a common investment and administrative agent for government units in the State of Oregon. Employees hired before August 29, 2003 belong to the Tier One/Tier Two Retirement Benefit Program (established pursuant to ORS Chapter 238), while employees hired on or after August 29, 2003 belong to the OPSRP Pension Program (established pursuant to ORS Chapter 238A).

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Benefits Provided

Tier One/Tier Two Retirement Benefit

Pension Benefits. The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0% for police and fire employees, 1.67% for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

A member is considered vested and will be eligible at a minimum retirement age for a service retirement allowance if he or she has had 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

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

than 25 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

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

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

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

Benefit Changes After Retirement. Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the fair value of equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the COLA is capped at 2.00%.

OPSRP Pension Program

Pension Benefits. The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated by formula for members who attain normal retirement age. For general service members, 1.5% 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. For police and fire members, 1.8% 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.

WASHINGTON COUNTY, OREGON

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

Death Benefits. Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member.

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

Benefit Changes After Retirement. Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on annual benefit.

Contributions

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates for the period were based on the December 31, 2017 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2019, and include a required percentage contribution for retiree healthcare. The District's contribution rates for the period were 16.77% for Tier One/Tier Two member and 10.10% for OPSRP General Service members. The District's total contributions were \$7,899. Covered employees are required to contribute 6% of their annual covered salary to the Plan.

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

At June 30, 2021, the District reported a liability of \$50,629 for its proportionate share of the OPERS net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018 rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the District's proportion was 0.23%, which is equal to its proportion as of June 30, 2020.

WASHINGTON COUNTY, OREGON

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For the year ended June 30, 2021, the District recognized pension expense of \$14,022 for the defined benefit portion of the pension plan. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 2,228	—
Changes of assumptions	2,717	95
Net difference between projected and actual earnings on investments	5,954	—
Changes in proportionate share	1,431	3,975
Differences between employer contributions and employer's proportionate share of system contributions	<u>9,935</u>	<u>151</u>
Subtotal	22,265	4,221
District contributions subsequent to the measurement date	7,899	—
Amortization of side account during the period	<u>(3,380)</u>	<u>—</u>
Total	\$ <u><u>26,784</u></u>	<u><u>4,221</u></u>

Deferred outflows of resources related to pensions of \$7,899 resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2022	\$ (4,707)
2023	(5,401)
2024	(5,007)
2025	(2,777)
2026	<u>(152)</u>
	\$ <u><u>(18,044)</u></u>

WASHINGTON COUNTY, OREGON

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Actuarial Methods and Assumptions

The employer contribution rates effective July 1, 2019 through June 30, 2021 were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an amount for the amortization of unfunded actuarial liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation Date	December 31, 2018
Measurement Date	June 30, 2020
Experience Study	2018, published July 24, 2019
Actuarial Assumptions:	
Inflation Rate	2.50%
Long-term Expected Rate of Return	7.20%
Discount Rate	7.20%
Projected Salary Increases	3.50%
Cost of Living Adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision; blend based on service.
Mortality	<i>Healthy retirees and beneficiaries:</i> 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. <i>Active members:</i> PUB-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Disabled retirees:</i> 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.

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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 May 2019 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.

<u>Asset Class</u>	<u>Policy Range</u>		<u>Target Allocation</u>
	<u>Low Range</u>	<u>High Range</u>	
Debt Securities	15.00%	25.00%	20.00%
Public Equity	27.50%	37.50%	32.50%
Real Estate	9.50%	15.50%	12.50%
Private Equity	14.00%	21.00%	17.50%
Alternatives Portfolio	7.50%	17.50%	15.00%
Opportunity Portfolio ⁽¹⁾	0.00%	3.00%	0.00%
Risk Parity ⁽²⁾	0.00%	2.50%	2.50%
Total			<u>100.00%</u>

⁽¹⁾ Opportunity Portfolio is an investment strategy and it may be invested up to 3% of total plan assets.

⁽²⁾ Risk Parity is a new investment strategy added to the asset allocation mix in 2019.

WASHINGTON COUNTY, OREGON

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<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual Return (Geometric)</u>	<u>Standard Deviation</u>
Core Fixed Income	9.60%	4.14%	4.07%	3.90%
Short-Term Bonds	9.60%	3.70%	3.68%	2.10%
Bank/Leveraged Loans	3.60%	5.40%	5.19%	6.85%
High Yield Bonds	1.20%	6.13%	5.74%	9.35%
Large/Mid Cap US Equities	16.17%	7.35%	6.30%	15.50%
Small Cap US Equities	1.35%	8.35%	6.68%	19.75%
Micro Cap US Equities	1.35%	8.86%	6.79%	22.10%
Developed Foreign Equities	13.48%	8.30%	6.91%	17.95%
Emerging Market Equities	4.24%	10.35%	7.69%	25.35%
Non-US Small Cap Equities	1.93%	8.81%	7.25%	19.10%
Private Equity	17.50%	11.95%	8.33%	30.00%
Real Estate (Property)	10.00%	6.19%	5.55%	12.00%
Real Estate (REITS)	2.50%	8.29%	6.69%	21.00%
Hedge Fund of Funds - Diversified	1.50%	4.28%	4.06%	6.90%
Hedge Fund - Event-driven	0.38%	5.89%	5.59%	8.10%
Timber	1.13%	6.36%	5.61%	13.00%
Farmland	1.13%	6.87%	6.12%	13.00%
Infrastructure	2.25%	7.51%	6.67%	13.85%
Commodities	1.13%	5.34%	3.79%	18.70%
Assumed Inflation - Mean			2.50%	1.65%

*Based on the OIC Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Fund, revised as of April 24, 2019.

Discount Rate

The discount rate used to measure the total pension liability was 7.20%. 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 was applied to all periods of projected benefit payments to determine the total pension liability.

WASHINGTON COUNTY, OREGON

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Plan Changes

The Oregon Legislature and Governor approved Senate Bill 1049 during the 2019 Legislative Session. The elements of the bill included a variety of policy and program changes which will affect the District's pension plan. Most prominent are a one-time 22-year re-amortization of the unamortized actuarial liability for Tier 1 and Tier 2 employees and contribution rate adjustments. The effect of SB 1049 could reduce the District's pension liability. In August 2019, a petition was filed with the Oregon Supreme Court challenging the constitutionality of certain portions of SB 1049. The Oregon Supreme Court upheld the legislation on August 6, 2020.

Depletion Date Projection

GASB 68 generally requires that a blended discount rate be used to measure the total pension liability. The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position is projected to cover benefit payments and administrative expenses. GASB 68 does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made.

The following circumstances justify an alternative evaluation of sufficiency for OPERS:

- PERS has a formal policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which means that the payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 68 specifies that the projects regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is OPERS's independent actuary's opinion that the detailed depletion date projections would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

Payable to OPERS

At June 30, 2021, the District's payable to OPERS for defined benefit contributions was \$285. This amount represents legally required contributions to the plan for services incurred in the current fiscal year.

WASHINGTON COUNTY, OREGON

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Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District’s proportionate share of the net pension liability (asset) calculated using the discount rate of 7.20%, as well as what the District’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20%) or 1-percentage-point higher (8.20%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
	<u>6.20%</u>	<u>7.20%</u>	<u>8.20%</u>
District's proportionate share of the net pension liability	\$ <u>75,180</u>	\$ <u>50,629</u>	\$ <u>30,042</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued OPERS financial report.

Individual Account Program

In the 2003 legislative session, the Oregon Legislative Assembly created a successor plan for OPERS. The Oregon Public Service Retirement Plan (OPSRP) is effective for all new employees hired on or after August 29, 2003 and applies to any inactive OPERS members who return to employment following a six month or greater break in service. The new plan consists of the defined benefit pension plans and a defined contribution pension plan (the Individual Account Program or IAP). Beginning January 1, 2004, all OPERS member contributions go into the IAP portion of OPSRP. OPERS’ members retain their existing OPERS accounts, but any future member contributions are deposited into the member’s IAP, not the member’s OPERS account. Those employees who had established an OPERS membership prior to the creation of OPSRP will be members of both the OPERS and OPSRP system so long as they remain in covered employment.

Members of OPERS and OPSRP are required to contribute six percent of their salary covered under the plan which is invested in the IAP. The District makes this contribution on behalf of its employees. The District contributed approximately \$2,170 for the year ended June 30, 2021.

WASHINGTON COUNTY, OREGON

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Other Post-Employment Benefits – County

Plan Description

The County is required by Oregon Revised Statutes 243.303 to provide retirees with group health and dental insurance from the date of retirement to age 65 at the same rate provided to current employees. Government Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (GASB 75) is applicable to the County due to the resulting implicit rate subsidy. The County's postemployment benefit plan is a single-employer plan and is substantially the same plan that is provided to current employees. This is not a stand-alone plan and there are no separately issued financial statements.

Funding Policy

The County collects insurance premiums from all retirees each month. The County then pays health and dental insurance premiums for all retirees at the blended rate for each family classification. The required contributions to the plan include the employer's pay-as-you-go amount, an amount paid by retirees, and an additional amount calculated to pre-fund future benefits as determined by the actuary.

For fiscal year 2020-21, the County paid benefit payments of \$712 and retirees made payments of \$1,096. The County has elected to not fund the actuarially determined cost amount of \$6,243.

As of the valuation date of June 30, 2020, there were 95 retirees and surviving spouses participating in the County's OPEB plan with an average retirement age of 57.6 years and current average age of 60.8 years.

County OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the County's OPEB Liability

The County's total OPEB liability of \$6,243 was determined by an actuarial valuation as of June 30, 2020.

For the fiscal year ended June 30, 2021, the County recognized OPEB expense from this plan of \$700. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to the County's OPEB plan from the following sources:

WASHINGTON COUNTY, OREGON

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	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,335	—
Changes of assumptions	<u>1,446</u>	<u>402</u>
Total	\$ <u>2,781</u>	<u>402</u>

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

<u>Fiscal Year</u>	<u>Amount</u>
2022	\$ 230
2023	230
2024	230
2025	230
2026	230
Thereafter	<u>1,229</u>
	\$ <u>2,379</u>

Actuarial Assumptions and Other Inputs

The total County OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

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Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Actuarial Cost Method	Entry Age Normal, level percent of salary
Actuarial Assumptions:	
Discount Rate	2.21% (decreased from 3.87%)
Inflation Rate	2.50%
Projected Salary Increases	3.50%
Premium Rate	5.00%
Enrollment Rate	15.00%
Covered Dependents	45.00%
Persistence	6.00%
Spouse's Age	Male spouses are assumed to be 2 years older than female spouses
Disability Rate	Assumed immaterial for purposes of this actuarial valuation
Mortality	<i>Healthy retirees and beneficiaries:</i> Pub-2010 Healthy Reintree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Active members:</i> Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Disabled retirees:</i> Pub-2010 Disabled Reintree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

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. Actuarial valuations are performed biennially as of June 30th. The methods and assumptions shown above are based on the June 30, 2020 actuarial valuation.

WASHINGTON COUNTY, OREGON

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Changes in the Total County OPEB Liability

	Total County OPEB Liability	
Balance at 7/1/20	\$	6,484
Benefit payments		(712)
Service cost		335
Interest on total OPEB liability		136
Balance at 6/30/21	\$	<u>6,243</u>

Sensitivity of the County Total OPEB Liability

The following presents the total County OPEB liability as well as what the County’s total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.21%) or 1% higher (3.21%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
	<u>1.21%</u>	<u>2.21%</u>	<u>3.21%</u>
Total County OPEB Liability	\$ <u>6,716</u>	<u>6,243</u>	<u>5,803</u>

The following presents the total County OPEB liability as well as what the County’s OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	1% Decrease	Current Health Care Trend Rate	1% Increase
	<u>4.00%</u>	<u>5.00%</u>	<u>6.00%</u>
Total County OPEB Liability	\$ <u>5,586</u>	<u>6,243</u>	<u>7,020</u>

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Other Post-Employment Benefits – District

Plan Description

The District offers health benefits to retirees under age 65 as well as their qualified dependents at the same rate provided to current employees, as required by Oregon Revised Statutes 243.303. Retirees electing to remain on the District sponsored health plans pay the entire premium for that coverage in order to maintain coverage. Even though the District does not pay any portion of the retiree premium, there is an implicit rate subsidy with respect to retired employees because the medical premium rates charged are less than they would be if the retirees were in a separately rated health plan. Actual medical premium rates are determined by blending both active employee and retiree experience. This “plan” is a single-employer plan and is not a stand-alone plan, and therefore does not issue its own financial statements. No formal/legal trust has been established for the handling of resources used to fund this benefit.

Funding Policy

The District collects insurance premiums from all retirees each month. The District then pays the health insurance premiums for all retirees at the blended rate for each family classification. The required contributions to the plan include the entity’s pay-as-you-go amount, an amount paid by retirees and an additional amount calculated to prefund future benefits as determined by the actuary.

For fiscal year 2020-21, the District contributed \$87 consisting of retiree payments. The District has elected to not pre-fund the actuarially determined future cost amount of \$1,362.

As of the valuation date of July 1, 2019, there were 150 retirees and surviving spouses participating in the District’s OPEB plan.

District OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the District’s OPEB Liability

The District’s total OPEB liability of \$1,362 was measured as of June 30, 2021 and was determined by an actuarial valuation as of July 1, 2019. For the fiscal year ended June 30, 2021, the District recognized OPEB expense from this plan of \$60.

Actuarial Assumptions and Other Inputs

The total District OPEB liability in the July 1, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

WASHINGTON COUNTY, OREGON

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Valuation Date	July 1, 2019
Measurement Date	June 30, 2021
Actuarial Cost Method	Entry Age Normal, level percent of salary
Actuarial Assumptions:	
Discount Rate	2.25% (decreased from 3.75%)
Inflation Rate	2.50%
Projected Salary Increases	3.50%
Premium Rate	Declining rate starting at 6.30% in 2020 and ending at 4.50% in 2038 and beyond
Enrollment Rate	Current and future retirees are assumed to remain enrolled in the plans in which they are currently enrolled, if any.
Covered Dependents	70% of future retirees electing coverage are assumed to cover a spouse as well.
Spouse's Age	Male spouses are assumed to be 3 years older than female spouses
Mortality	General Service and Beneficiary table: Pub-2010 General Employees table, separate Employee/Healthy Annuitant, sex district, generational, setback 12 months for males, no setback for females.
	Mortality rates for active male participants are 115% of the above rates, and active female participants 125% of the above rates.
	Improvement Scale: Unisex Social Security Data Scale (60 year average)

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. Actuarial valuations are performed biennially as of July 1st. The methods and assumptions shown above are based on the July 1, 2019 actuarial valuation.

Changes in the Total District OPEB Liability

	Total District OPEB Liability
Balance at 7/1/20	\$ 1,307
Benefit payments	(60)
Service cost	84
Interest on total OPEB liability	31
Balance at 6/30/21	\$ <u>1,362</u>

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For fiscal year 2020-21, the District reported deferred outflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	
Differences between expected and actual experience	\$	112
Changes of assumptions		<u>56</u>
Total		<u><u>168</u></u>

Deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2022	\$ 34
2023	34
2024	34
2025	34
2026	<u>32</u>
	\$ <u><u>168</u></u>

Sensitivity of the District Total OPEB Liability

The following presents the total District OPEB liability as well as what the District’s total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.25%) or 1% higher (3.25%) than the current discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
	<u>1.25%</u>	<u>2.25%</u>	<u>3.25%</u>
Total District OPEB Liability	\$ <u>1,454</u>	<u>1,362</u>	<u>1,274</u>

The following presents the total District OPEB liability as well as what the District’s OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Current Health Care Trend Rates</u>	<u>1% Increase</u>
		<u>6.30% graded down to 4.50%</u>	
Total District OPEB Liability	\$ <u>1,206</u>	<u>1,362</u>	<u>1,544</u>

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Retirement Health Insurance Account (RHIA) - County

Plan Description

As a member of the Oregon Public Employees Retirement System (OPERS), the County contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefits other postemployment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefits provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants hired on or after August 29, 2003. OPERS issues a publicly available financial report that may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700.

Funding Policy

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

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. Employer contribution rates for the period were based on the December 31, 2017 actuarial valuation. The rates based on a percentage of payroll first became effective July 1, 2019. The County's contribution rates for the period were 0.06% for Tier 1/Tier 2 members and 0.00% for OPSRP general service and police and fire members. The County's total contributions for the year ended June 30, 2021 was \$31.

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(Dollars in thousands)

County PERS OPEB RHIA Liability (Asset), OPEB RHIA Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the County's PERS OPEB Liability (Asset)

At June 30, 2021, the County reported an asset of \$1,689 for its proportionate share of the PERS OPEB RHIA asset. The net PERS OPEB RHIA asset was measured as of June 30, 2020, and the total PERS OPEB RHIA asset used to calculate the net PERS OPEB RHIA asset was determined by an actuarial valuation as of December 31, 2018 rolled forward to June 30, 2020. The County's proportion of the net PERS OPEB RHIA asset was based on a projection of the County's long-term share of contributions to the PERS OPEB RHIA plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the County's proportion was 0.83%, which is 0.55% lower than its proportion of 1.38% as of June 30, 2020.

For the year ended June 30, 2021, the County recognized OPEB expense of \$1 for the PERS OPEB RHIA plan. At June 30, 2021, the County reported deferred outflows or resources and deferred inflows of resources related to PERS OPEB RHIA from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ —	173
Changes of assumptions	—	90
Net difference between projected and actual earnings on investments	188	—
Changes in proportionate share	<u>558</u>	<u>19</u>
Subtotal	746	282
Contributions subsequent to the measurement date	<u>31</u>	<u>—</u>
Total	\$ <u><u>777</u></u>	<u><u>282</u></u>

Deferred outflows of resources related to the PERS OPEB RHIA of \$31 resulting from the County's contributions subsequent to the measurement date will be recognized as an increase of the net PERS OPEB RHIA asset in the year ended June 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to the PERS OPEB RHIA will be recognized in PERS OPEB RHIA income as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2022	\$ (108)
2023	(228)
2024	(69)
2025	<u>(59)</u>
	\$ <u><u>(464)</u></u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Actuarial Methods and Assumptions

The total PERS OPEB liability (asset) in the December 31, 2018 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation Date	December 31, 2018
Measurement Date	June 30, 2020
Experience Study	2018, published July 24, 2019
Actuarial Assumptions:	
Actuarial Cost Method	Entry Age Normal
Inflation Rate	2.50%
Long-term Expected Rate of Return	7.20%
Discount Rate	7.20%
Projected Salary Increases	3.50%
Retiree Healthcare Participation	Healthy retirees: 32%; Disabled retirees: 20%
Healthcare Cost Trend Rate	Not applicable
Mortality	<i>Healthy retirees and beneficiaries:</i> 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. <i>Active members:</i> Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Disabled retirees:</i> Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

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 ended on December 31, 2018.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in May 2019 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.

<u>Asset Class</u>	<u>Policy Range</u>		<u>Target Allocation</u>
	<u>Low Range</u>	<u>High Range</u>	
Debt Securities	15.00%	25.00%	20.00%
Public Equity	27.50%	37.50%	32.50%
Real Estate	9.50%	15.50%	12.50%
Private Equity	14.00%	21.00%	17.50%
Alternatives Portfolio	7.50%	17.50%	15.00%
Opportunity Portfolio ⁽¹⁾	0.00%	3.00%	0.00%
Risk Parity ⁽²⁾	0.00%	2.50%	2.50%
Total			<u>100.00%</u>

⁽¹⁾ Opportunity Portfolio is an investment strategy and it may be invested up to 3% of total plan assets.

⁽²⁾ Risk Parity is a new investment strategy added to the asset allocation mix in 2019.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

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(Dollars in thousands)

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual Return (Geometric)</u>	<u>Standard Deviation</u>
Core Fixed Income	9.60%	4.14%	4.07%	3.90%
Short-Term Bonds	9.60%	3.70%	3.68%	2.10%
Bank/Leveraged Loans	3.60%	5.40%	5.19%	6.85%
High Yield Bonds	1.20%	6.13%	5.74%	9.35%
Large/Mid Cap US Equities	16.17%	7.35%	6.30%	15.50%
Small Cap US Equities	1.35%	8.35%	6.68%	19.75%
Micro Cap US Equities	1.35%	8.86%	6.79%	22.10%
Developed Foreign Equities	13.48%	8.30%	6.91%	17.95%
Emerging Market Equities	4.24%	10.35%	7.69%	25.35%
Non-US Small Cap Equities	1.93%	8.81%	7.25%	19.10%
Private Equity	17.50%	11.95%	8.33%	30.00%
Real Estate (Property)	10.00%	6.19%	5.55%	12.00%
Real Estate (REITS)	2.50%	8.29%	6.69%	21.00%
Hedge Fund of Funds - Diversified	1.50%	4.28%	4.06%	6.90%
Hedge Fund - Event-driven	0.38%	5.89%	5.59%	8.10%
Timber	1.13%	6.36%	5.61%	13.00%
Farmland	1.13%	6.87%	6.12%	13.00%
Infrastructure	2.25%	7.51%	6.67%	13.85%
Commodities	1.13%	5.34%	3.79%	18.70%
Assumed Inflation - Mean			2.50%	1.65%

*Based on the OIC Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Fund, revised as of April 24, 2019.

Discount Rate

The discount rate used to measure the total PERS OPEB RHIA liability (asset) was 7.20% for the RHIA Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those contributing employers are made at contractually required rates, actuarially determined. Based on this assumption, the RHIA plan's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. Therefore, the long-term expected rate of return on plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the total OPEB liability (asset).

Depletion Date Projection

GASB 75 generally requires that a blended discount rate be used to measure the total PERS OPEB RHIA liability (asset). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position is projected to cover benefit payments and administrative expenses. GASB 75 does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made.

WASHINGTON COUNTY, OREGON

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(Dollars in thousands)

The following circumstances justify an alternative evaluation of sufficiency for OPERS:

- PERS has a formal policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period which means that the payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 75 specifies that the projects regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan’s funded position.

Based on these circumstances, it is OPERS’s independent actuary’s opinion that the detailed depletion date projections would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

Sensitivity of the County’s Proportionate Share of the Net PERS OPEB RHIA Liability (Asset) to Changes in the Discount Rate

The following presents the County’s proportionate share of the net PERS OBEB RHIA liability (asset) calculated using the discount rate of 7.20%, as well as the County’s proportionate share of the net PERS OPEB RHIA liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20%) or 1-percentage-point higher (8.20%) than the current rate.

	<u>1% Decrease</u>	<u>Current</u> <u>Discount Rate</u>	<u>1% Increase</u>
	<u>6.20%</u>	<u>7.20%</u>	<u>8.20%</u>
County's proportionate share of the net PERS OPEB RHIA liability (asset)	\$ <u>(1,363)</u>	<u>(1,689)</u>	<u>(1,967)</u>

PERS OPEB RHIA Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued OPERS financial report.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Retirement Health Insurance Account (RHIA) - District

Plan Description

As a member of OPERS, the District contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefits other postemployment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefits provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants hired on or after August 29, 2003. OPERS issues a publicly available financial report that may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700.

Funding Policy

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

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. Employer contribution rates for the period were based on the December 31, 2017 actuarial valuation. The rates based on a percentage of payroll first became effective July 1, 2019. The District's contribution rates for the period were 0.06% for Tier 1/Tier 2 members and 0.00% for OPSRP general service members. The District's total contributions for the year ended June 30, 2021 was \$7.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

District PERS OPEB RHIA Liability (Asset), OPEB RHIA Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the District's PERS OPEB Liability (Asset)

At June 30, 2021, the District reported an asset of \$202 for its proportionate share of the PERS OPEB RHIA asset. The net PERS OPEB RHIA asset was measured as of June 30, 2020, and the total PERS OPEB RHIA asset used to calculate the net PERS OPEB RHIA asset was determined by an actuarial valuation as of December 31, 2018 rolled forward to June 30, 2020. The District's proportion of the net PERS OPEB RHIA asset was based on a projection of the District's long-term share of contributions to the PERS OPEB RHIA plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the District's proportion was 0.10%, which is 0.24% lower than its proportion of 0.34% as of June 30, 2020.

For the year ended June 30, 2021, the District recognized OPEB income of \$85 for the PERS OPEB RHIA plan. At June 30, 2021, the District reported deferred outflows or resources and deferred inflows of resources related to the PERS OPEB RHIA from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ —	21
Changes of assumptions	—	11
Net difference between projected and actual earnings on investments	22	—
Changes in proportionate share	<u>246</u>	<u>11</u>
Subtotal	268	43
Contributions subsequent to the measurement date	<u>7</u>	<u>—</u>
Total	<u>\$ 275</u>	<u>43</u>

Deferred outflows of resources related to the PERS OPEB RHIA of \$7 resulting from the District's contributions subsequent to the measurement date will be recognized as an increase of the net PERS OPEB RHIA asset in the year ended June 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to the PERS OPEB RHIA will be recognized in PERS OPEB RHIA income as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2022	\$ (99)
2023	(111)
2024	(8)
2025	<u>(7)</u>
	<u>\$ (225)</u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Actuarial Methods and Assumptions

The total PERS OPEB liability (asset) in the December 31, 2018 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation Date	December 31, 2018
Measurement Date	June 30, 2020
Experience Study	2018, published July 24, 2019
Actuarial Assumptions:	
Actuarial Cost Method	Entry Age Normal
Inflation Rate	2.50%
Long-term Expected Rate of Return	7.20%
Discount Rate	7.20%
Projected Salary Increases	3.50%
Retiree Healthcare Participation	Healthy retirees: 32%; Disabled retirees: 20%
Healthcare Cost Trend Rate	Not applicable
Mortality	<i>Healthy retirees and beneficiaries:</i> 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. <i>Active members:</i> Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Disabled retirees:</i> Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

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.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in May 2019 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.

<u>Asset Class</u>	<u>Policy Range</u>		<u>Target Allocation</u>
	<u>Low Range</u>	<u>High Range</u>	
Debt Securities	15.00%	25.00%	20.00%
Public Equity	27.50%	37.50%	32.50%
Real Estate	9.50%	15.50%	12.50%
Private Equity	14.00%	21.00%	17.50%
Alternatives Portfolio	7.50%	17.50%	15.00%
Opportunity Portfolio ⁽¹⁾	0.00%	3.00%	0.00%
Risk Parity ⁽²⁾	0.00%	2.50%	2.50%
Total			<u>100.00%</u>

⁽¹⁾ Opportunity Portfolio is an investment strategy and it may be invested up to 3% of total plan assets.

⁽²⁾ Risk Parity is a new investment strategy added to the asset allocation mix in 2019.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual Return (Geometric)</u>	<u>Standard Deviation</u>
Core Fixed Income	9.60%	4.14%	4.07%	3.90%
Short-Term Bonds	9.60%	3.70%	3.68%	2.10%
Bank/Leveraged Loans	3.60%	5.40%	5.19%	6.85%
High Yield Bonds	1.20%	6.13%	5.74%	9.35%
Large/Mid Cap US Equities	16.17%	7.35%	6.30%	15.50%
Small Cap US Equities	1.35%	8.35%	6.68%	19.75%
Micro Cap US Equities	1.35%	8.86%	6.79%	22.10%
Developed Foreign Equities	13.48%	8.30%	6.91%	17.95%
Emerging Market Equities	4.24%	10.35%	7.69%	25.35%
Non-US Small Cap Equities	1.93%	8.81%	7.25%	19.10%
Private Equity	17.50%	11.95%	8.33%	30.00%
Real Estate (Property)	10.00%	6.19%	5.55%	12.00%
Real Estate (REITS)	2.50%	8.29%	6.69%	21.00%
Hedge Fund of Funds - Diversified	1.50%	4.28%	4.06%	6.90%
Hedge Fund - Event-driven	0.38%	5.89%	5.59%	8.10%
Timber	1.13%	6.36%	5.61%	13.00%
Farmland	1.13%	6.87%	6.12%	13.00%
Infrastructure	2.25%	7.51%	6.67%	13.85%
Commodities	1.13%	5.34%	3.79%	18.70%
Assumed Inflation - Mean			2.50%	1.65%

*Based on the OIC Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Fund, revised as of April 24, 2019.

Discount Rate

The discount rate used to measure the total PERS OPEB RHIA liability (asset) was 7.20% for the RHIA Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those contributing employers are made at contractually required rates, actuarially determined. Based on this assumption, the RHIA plan's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. Therefore, the long-term expected rate of return on plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the total OPEB liability (asset).

Depletion Date Projection

GASB 75 generally requires that a blended discount rate be used to measure the total PERS OPEB RHIA liability (asset). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position is projected to cover benefit payments and administrative expenses. GASB 75 does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

The following circumstances justify an alternative evaluation of sufficiency for OPERS:

- PERS has a formal policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period which means that the payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 75 specifies that the projects regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan’s funded position.

Based on these circumstances, it is OPERS’s independent actuary’s opinion that the detailed depletion date projections would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

Sensitivity of the District’s Proportionate Share of the Net PERS OPEB RHIA Liability (Asset) to Changes in the Discount Rate

The following presents the District’s proportionate share of the net PERS OBEB RHIA liability (asset) calculated using the discount rate of 7.20%, as well as the District’s proportionate share of the net PERS OPEB RHIA liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20%) or 1-percentage-point higher (8.20%) than the current rate.

	1% Decrease	Current	1% Increase
	6.20%	Discount Rate	8.20%
	<u>6.20%</u>	<u>7.20%</u>	<u>8.20%</u>
District's proportionate share of the net pension liability (asset) \$	<u>(163)</u>	<u>(202)</u>	<u>(235)</u>

PERS OPEB RHIA Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued OPERS financial report.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Other Post-Employment Benefits – County and District Financial Statement Presentation

Summary of OPEB Expense (Income)

The County and District’s two OPEB plans are presented in the aggregate on the Statement of Activities. The amounts related to OPEB expense (income) are included in program expense and relate to the plans as follows:

	<u>Implicit Rate Subsidy Plan</u>	<u>PERS RHIA Plan</u>	<u>Total OPEB</u>
County's OPEB Expense (Income) \$	700	1	701
District's OPEB Expense (Income)	60	85	145

Insured Risks - County

The County periodically assesses the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed. The County is not involved in any risk pools with other governmental entities. For dental, workers’ compensation, liability/casualty, and unemployment compensation claims, the County funds such liabilities on a pay-as-you-go basis from its own resources.

Liabilities for the County are recorded when it is both probable that a loss has occurred and that the amount of that loss can be reasonably estimated. Estimates are based on historical trend analyses of similar injuries and claims. The liabilities include an amount for claims that have been incurred but not reported. Estimates are reevaluated periodically to consider current settlements, frequency of claims, past experience, and economic factors. Changes in the balances of the County’s accrued self-insurance liabilities during the current and prior fiscal years were as follows:

<u>Fiscal Year</u>	<u>Beginning of fiscal year liability</u>	<u>Current year claims and changes in estimates</u>	<u>Claims payments</u>	<u>Balance at fiscal year-end</u>
2019	\$ 6,216	6,373	(5,582)	7,007
2020	7,007	6,880	(5,695)	8,192
2021	8,192	5,037	(3,040)	10,189

The Authority, URMD, ESPD, NBCSD, and SDL are component units with no employees and as such are not subject to dental, workers’ compensation, or unemployment claims. County employees participate in dental, liability, and casualty coverage, with the exception of the Housing Authority which is insured through the Housing Authority Risk Retention Pool (HARRP).

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Insured Risks and Captive Insurance - District

The District periodically assesses the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed. The District currently utilizes two government entity self-insured risk pools through Special Districts Association of Oregon (SDAO) for its workers' compensation and liability insurance.

Liabilities for the District are recorded when it is both probable that a loss has occurred and that the amount of that loss can be reasonably estimated. Estimates are based on historical trend analyses of similar injuries and claims and include an amount for claims that have been incurred but not reported. Liabilities are reevaluated periodically to consider current settlements, frequency of claims, past experience, and economic factors. Changes in the balances of the District's accrued self-insurance liabilities during the current and prior fiscal years were as follows:

<u>Fiscal Year</u>	<u>Beginning of fiscal year liability</u>	<u>Current year claims and changes in estimates</u>	<u>Claims payments</u>	<u>Balance at fiscal year-end</u>
2019	\$ 569	958	(494)	1,033
2020	1,033	532	(1,091)	474
2021	474	466	(568)	372

CWIC was formed under the laws of the State of Hawaii as single member Limited Liability Company (LLC) captive insurance company pursuant to Chapter 428 and Article 19 of Chapter 431 of the Hawaii Revised Statutes. CWIC received its Certificate of Authority from the Hawaii Insurance Division on June 30, 2016, and operations commenced on July 1, 2016. The Certificate of Authority enables CWIC to operate as a captive insurance company in the State of Hawaii. The District is the sole member of CWIC. Insurance exposures covered by CWIC include the non-represented employee self-insurance dental and vision plans, general liability self-insured retention of \$50,000, automobile liability self-insured retention of \$50,000, property damage self-insured retention of \$5 million, and uninsured risk within these categories up to policy limits.

The Hawaii Insurance Division established certain minimum capital and surplus requirements for CWIC which are required to be maintained at all times. The minimum was set at \$250 at formation. As of June 30, 2021, CWIC was in compliance with the minimum capital and surplus requirements of the State of Hawaii.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Solid Waste Landfill Closure

State and Federal laws and regulations require the County to place a final cover on its landfill once it stops accepting municipal solid waste (MSW) and to perform certain maintenance and monitoring functions at the site for 30 years after closure.

The County operated the Shadybrook Landfill from 1955 to 1971. The County Sheriff's Office operated a pistol range on the edge of the landfill from 1971 to 1988. An erosion control fence was constructed along the perimeter of the site and grass seed was placed over the landfill in 2002. In April 2004, the County met with the Department of Environmental Quality (DEQ) to discuss environmental concerns and enter into a voluntary cleanup program.

On August 15, 2013, the County received a letter from Oregon Department of Environmental Quality stating that they have determined that no further action is required to address environmental contamination at the former Shadybrook Landfill property provided the engineering and institutional controls installed at the site are maintained.

Pollution Remediation

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations* addresses accounting and financial reporting standards for pollution (including contamination) and remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The scope of the Statement excludes pollution prevention or control obligations with respect to current operations and future pollution remediation activities that are required upon retirement of an asset such as landfill closure and post-closure care and nuclear power plant decommissioning. The County and an engineering firm with expertise in this area arrived at the estimates in accordance with the standards. The estimates were calculated using the expected cash flow technique which measures the liability as the sum of probability-weighted amounts in a range of possible estimated amounts. Such estimated obligations are subject to changes resulting from price increases or reductions, technology, or changes in applicable laws and regulations.

The Bridgeport Village Development is the only County property with a pollution remediation obligation where obligating events have occurred and amounts are estimable. This site was a former gravel quarry that has been owned by the County since 1939. Quarry operations were conducted from 1952 through the early 1970's. The quarry excavation was subsequently filled from 1992 through 2002, primarily with inert soil, concrete, and hardened asphalt. In addition, organic land clearing debris, wood debris, and building demolition materials were periodically disposed in the pit.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Land use surrounding the site includes a mixture of residential, commercial, and light industry. A developer entered into a purchase agreement with the County to redevelop the site as an upscale commercial and retail complex. Environmental investigations in 2003 revealed the presence of methane gas in the subsurface fill material throughout the site; the likely source of the methane was the decomposition of the organic materials used as fill. That same year the County entered into a voluntary cleanup program with Department of Environmental Quality (DEQ).

In February 2004, DEQ issued a Record of Decision requiring methane gas mitigation as part of the site development. An engineering firm is currently contracted by the County to perform the ongoing monitoring and meet DEQ reporting requirements. The pollution remediation obligation estimate at June 30, 2021 for the ongoing monitoring, maintenance, and DEQ reporting costs is \$3,960.

Transfers

The following schedule reconciles transfers in and out on the Statement of Revenues, Expenditures and Changes in Fund Balance – All Governmental Fund Types:

Transfers in:		
General Fund	\$ 2,530	2%
COVID-19 Response and Recovery Fund	3,789	3%
Human Services Fund	2,283	2%
Road Fund	1,412	1%
Major Streets Transportation Improvement Program III Fund	38,683	29%
Non-major funds	<u>83,455</u>	<u>62%</u>
Total governmental funds	132,152	99%
Event Center Operations	1,500	1%
Housing Authority of Washington County	<u>458</u>	<u>0%</u>
	<u><u>134,110</u></u>	<u><u>100%</u></u>
Transfers out:		
General Fund	110,484	82%
Human Services Fund	65	0%
Road Fund	7,960	6%
Major Streets Transportation Improvement Program III Fund	971	1%
Non-major funds	<u>14,625</u>	<u>11%</u>
Total governmental funds	134,105	100%
Service District for Lighting No. 1	<u>5</u>	<u>0%</u>
	<u><u>\$ 134,110</u></u>	<u><u>100%</u></u>

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

The following are the major reasons for the above transfers:

Major streets improvement programs and the Cooperative Library Services Fund operated on fixed-rate serial levies until 1998-99. With the passage of Measures 47 and 50, those fixed-rate serial levies were combined with the County's permanent tax rate and now receive a majority of their funding directly from the County's General Fund. These transfers comprise approximately \$38,683 to major streets improvement programs and \$22,253 to Cooperative Library Services Fund. The Series 2016 B FFCO Debt Service Fund also received approximately \$17,142 from various governmental funds to meet this year's debt service requirements for the Series 2016 B FFCO bond issue. These transfers are responsible for 58% of all transfers. Transfers between the other operating funds are a result of the normal course of operations.

Tax Abatements

GASB Statement No. 77, *Tax Abatement Disclosures* establishes financial reporting standards for tax abatement agreements entered into by state and local governments. The County's property tax revenues were materially impacted by six tax abatement programs for the fiscal year ended June 30, 2021.

Enterprise Zone

Oregon's enterprise zones offer a unique resource to Oregon communities and an excellent opportunity for businesses growing or locating in Oregon. Primarily, enterprise zones exempt businesses from local property taxes on new investments for a specified amount of time, which varies among the different zone programs. To qualify for an enterprise zone exemption the business agrees to increase full-time employment by 10%, have no concurrent job losses outside the zone boundary, maintain minimum employment levels, enter into a first-source agreement with local job training providers, and satisfy any additional conditions. The County's Enterprise Zone reduction in property tax revenues is estimated at \$1,600.

Construction in Process in Enterprise Zone

Oregon's construction in process enterprise zone abatement allows unfinished facility improvements within designated enterprise zones to be exempt from local property taxes for up to two years while under construction. Requirements to qualify for this abatement are similar to the requirements to qualify as an enterprise zone business, with some additional conditions; the facility must qualify as an enterprise zone eligible property upon completion and it shall not be operated as all or a part of a hotel, motel, or destination resort. The County's Construction in Process in Enterprise Zone reduction in property tax revenues is estimated at \$436.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Nonprofit Corporation Low Income Housing

The 1985 Oregon legislature authorized a property tax abatement for low-income housing held by charitable, nonprofit organizations. The tax abatement is intended to benefit low-income renters and is available for qualifying property located in some parts of the County. Nonprofit (IRS 501(c)(3) or (4) organizations are responsible for the day-to-day management of the property. Cities/County may set additional terms and may depend on the existence of development prior to application or not. The County's reduction in revenues is estimated at \$496 for this program.

Housing for Low Income Rental

The Housing for Low Income Rental abatement was adopted by the Oregon Legislature in 1989 and is designed to benefit low-income renters by providing full property tax exemption for property that can be owned by either a nonprofit or for-profit entity. The owner of the property must reduce their rents to reflect the full value of the exemption, and the property must be occupied by renters whose incomes are at or below 60 percent of the median. The abatement is effective for 20 years, although it only covers new construction built before January 1, 2010. The County's reduction in revenues is estimated at \$10 for this program.

Strategic Investment Program

The Strategic Investment Program (SIP) was adopted by the Oregon Legislature in 1993. It allows businesses and local governments to negotiate alternative property tax agreements if these businesses are willing to invest at least \$100,000 at an urban site or at least \$25,000 at a rural location in Oregon, particularly with capital-intensive, high-technology employers. The County is currently a partner in SIP agreements with both Intel Corporation and Genentech, and its reduction in property tax revenues is estimated at \$36,023.

Vertical Housing

The Vertical Housing Program (VHP) first began in 2003 and encourages mixed-use commercial and residential developments in areas designated by communities through a partial property tax abatement. The abatement varies in accordance with the number of residential floors on a project with a maximum exemption of 80 percent over 10 years. An additional exemption on the land is allowed if some or all of the residential housing is for low-income persons (80 percent of the area median income or below). The County's VHP reduction in property tax revenues is estimated at \$304.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Related Party Transactions – County

The County performs certain fiscal and accounting services, partnering in capital projects, and provides certain facility related services for which the District was charged approximately \$699 during fiscal year 2020-21.

Related Party Transactions – District

On April 16, 2013, the District entered into a new Operating Agreement with the Clean Water Institute (CWI). Under the Operating Agreement, the District may provide resources to conduct work for CWI. Upon mutual agreement, the District and CWI may enter into agreements which shall describe the particular scope of services to be performed by the District for CWI. The District may also provide staff and resources to provide administrative support to CWI and charge CWI for such support. The District has billed CWI \$339 for such services under the Operating Agreement for fiscal year ended June 30, 2021. CWI also billed the District \$17 for professional services during fiscal year 2021.

On September 21, 2010, the District entered into an Assignment Agreement with CWI, which assigned certain intellectual property rights to CWI. The agreement requires CWI to share future revenues generated from the licensing of these intellectual property rights with the District. Per this agreement, all revenues associated with the agreement received by CWI shall first be applied to repay the loan amounts to the District and any revenues in excess of the loan amount will be shared equally between CWI and the District. The Assignment Agreement was amended on June 19, 2018, changing the allocation of revenues associated with the intellectual property. Revenues received by CWI shall be shared equally (50% CWS and 50% CWI). In accordance with the agreement, CWI has remitted proceeds of \$36 to the District in fiscal year 2021.

Clean Water Insurance Company (CWIC) began operations on July 1, 2016. The District paid dental premiums of \$288, vision premiums of \$32, and auto, general liability, and property insurance premiums totaling \$924 during fiscal year 2021. CWIC reimbursed the District for claims filed totaling \$250 during fiscal year 2021.

Contingency - County

Amounts received or are due from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, could become a liability of the General Fund or other applicable funds.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Various claims and lawsuits against the County are pending. These claims are either covered by insurance or are the type which is normal in view of the County's operations. County management believes the total amount of liability, if any, which may arise from such claims and lawsuits beyond that which is covered by insurance would not have a material effect on the County's financial condition or its ability to carry on its activities substantially as now conducted.

Commitments – County

The County has committed over \$105,583 to fund certain specific road construction projects over the next several years; \$24,420 for jail inmate health care services through June 2025; \$25,746 for Countywide library services over the next year; \$1,741 for kitchen services at the jail through September 2021; and \$255 for entrance security services for the state courts in County buildings for next year.

Facilities has committed construction services of \$269 for the Events Center at the County Fair Grounds and construction services of \$4,872 for the new headquarters for Washington County Consolidated Communication Agency (WCCCA), the County's 911 system.

The Community Corrections Center has contracted for pharmacy and psychiatric nurse practitioner services, batterer treatment for domestic violence offenders, and sex offender treatment services and mentoring to assist in the reintegration of substance abuse offenders in the combined amount of approximately \$835. Juvenile detention services at the Donald E. Long facility have been contracted with Multnomah County for approximately \$6,333 over the next year.

The County has contracted for fuel for all County vehicles and equipment of \$2,534 through June 2022 and \$3,954 for janitorial services for all County facilities over through March 2023. The County has also contracted various building lease agreements for approximately \$9,127 over the next several years.

Commitments – District

The District is committed for approximately \$81,100 for various construction projects and other significant commitments at June 30, 2021. The District plans to finance these projects using existing resources.

WASHINGTON COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2021

(Dollars in thousands)

Deficit Fund Equity

Oregon state law requires fund disclosure of deficit fund balances/total net position. At June 30, 2021, one major fund reported a deficit fund balance:

Special Revenue Fund:

COVID-19 Response and Recovery Fund	\$	(162)
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The COVID-19 Response and Recovery Fund, a special revenue fund, reported a deficit fund balance of \$162 in the Governmental Funds Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balances. \$123 of the deficit was due to several receivables that were not collected within 60 days of year end. The remaining \$39 is for non-eligible expenditures that are expected to be reimbursed by the General Fund in fiscal year 2022.

Restatement – County

During the fiscal year ended June 30, 2021, the County implemented the following Governmental Accounting Standards Board (GASB) pronouncement:

GASB Statement No. 84, *Fiduciary Activities*. This Statement establishes the criteria to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The Statement defines the reporting requirements for such activities. Criteria had to be met in order for funds to be reported as “custodial funds.” The result of the application of these criteria was that several funds previously reported as “agency funds” and “private purpose trust funds” met the criteria, are now reported as “custodial funds.” Beginning net position has been restated by \$13,401 with the implementation of GASB 84. Below is the effect of this restatement:

	<u>Custodial Funds</u>
Net position July 1, 2020	\$ —
Implementation of GASB Statement No. 84	<u>13,401</u>
Net position July 1, 2020, as restated	<u>\$ 13,401</u>

REQUIRED SUPPLEMENTARY INFORMATION

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WASHINGTON COUNTY, OREGON

Budgetary Comparison

General Fund

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:				
Taxes	\$ 164,963	164,963	165,885	922
Licenses and permits	8,458	8,458	7,542	(916)
Intergovernmental revenues	24,272	24,272	25,349	1,077
Charges for services	13,565	13,565	14,237	672
Fines and forfeitures	2,500	2,500	1,737	(763)
Miscellaneous revenues	4,918	4,918	4,980	62
Interfund revenues	8,388	8,388	7,490	(898)
Total revenues	<u>227,064</u>	<u>227,064</u>	<u>227,220</u>	<u>156</u>
Expenditures:				
General government:				
Board of County Commissioners	621	621	583	38
County administrative office	4,143	4,143	3,466	677
Community network	746	746	736	10
Community engagement	1,602	1,602	1,432	170
County counsel	3,057	3,210	2,780	430
County auditor	740	740	683	57
County emergency management	1,317	1,317	669	648
Elections	2,697	2,697	2,031	666
Assessment and taxation	13,257	13,257	12,259	998
Support services administration	1,195	1,195	973	222
Financial management	3,278	3,278	2,740	538
Human resources	4,070	4,070	3,682	388
Risk management	968	968	799	169
Information services	21,844	21,844	19,689	2,155
Purchasing	728	728	649	79
Facilities management	14,726	14,726	14,426	300
Subtotal	<u>74,989</u>	<u>75,142</u>	<u>67,597</u>	<u>7,545</u>
Public safety and justice:				
Law enforcement services	28,362	28,362	24,318	4,044
Jail operations	31,958	31,958	28,485	3,473
Jail health care	6,018	6,218	6,133	85
Sheriff's office administration	6,573	6,573	6,064	509
District Attorney	15,916	15,916	14,617	1,299
Washington County justice court	1,183	1,183	1,004	179
Juvenile	8,018	8,018	7,253	765
Juvenile administration	1,920	1,920	1,904	16
Subtotal	<u>99,948</u>	<u>100,148</u>	<u>89,778</u>	<u>10,370</u>
Land use and transportation				
Planning	4,211	4,211	3,851	360
Water Master	227	227	223	4
Subtotal	<u>4,438</u>	<u>4,438</u>	<u>4,074</u>	<u>364</u>
Housing, health and human services:				
Public health	24,065	24,065	18,869	5,196
Health and human services administration	2,375	2,375	1,853	522
Affordable housing development support	4,000	—	—	—
Animal services	3,133	3,133	2,871	262
Veterans services	1,337	1,337	1,225	112
Subtotal	<u>34,910</u>	<u>30,910</u>	<u>24,818</u>	<u>6,092</u>
Culture, education and recreation:				
Agriculture activities	582	588	574	14
Parks	1,777	1,777	1,643	134
Subtotal	<u>2,359</u>	<u>2,365</u>	<u>2,217</u>	<u>148</u>
Non-operating:				
Miscellaneous	834	1,076	879	197
Subtotal	<u>834</u>	<u>1,076</u>	<u>879</u>	<u>197</u>
Operating contingency	<u>13,244</u>	<u>16,926</u>	<u>—</u>	<u>16,926</u>
Total expenditures	<u>230,722</u>	<u>231,005</u>	<u>189,363</u>	<u>41,642</u>
Revenues over expenditures	<u>(3,658)</u>	<u>(3,941)</u>	<u>37,857</u>	<u>41,798</u>
Other financing sources (uses):				
Transfers in from other funds	59,094	59,094	59,577	483
Transfers out to other funds	(89,869)	(103,077)	(101,867)	1,210
Total other financing uses	<u>(30,775)</u>	<u>(43,983)</u>	<u>(42,290)</u>	<u>1,693</u>
Net change in fund balance	<u>(34,433)</u>	<u>(47,924)</u>	<u>(4,433)</u>	<u>43,491</u>
Fund balance July 1, 2020	<u>34,433</u>	<u>47,924</u>	<u>48,849</u>	<u>925</u>
Fund balance June 30, 2021	\$ <u>—</u>	<u>—</u>	<u>44,416</u>	<u>44,416</u>
Advances to other funds are recognized as receivables on a GAAP basis			1,000	
Certain governmental funds are reported in the General Fund on a GAAP basis:				
Gain Share Fund			2,693	
Housing Production Opportunity Fund			6,412	
PERS Rate Stabilization Fund			336	
Strategic Investment Program Fund			14,915	
Survey Fund			1,636	
Fund balance, GAAP basis, June 30, 2021			\$ <u>71,408</u>	

WASHINGTON COUNTY, OREGON
 Budgetary Comparison
 Major Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	COVID-19 Response and Recovery Fund				HOME Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Intergovernmental revenues	\$ —	42,632	103,898	61,266	4,327	4,327	1,004	(3,323)
Miscellaneous revenues	—	—	271	271	—	—	952	952
Interfund revenues	—	—	350	350	—	—	—	—
Total revenues	<u>—</u>	<u>42,632</u>	<u>104,519</u>	<u>61,887</u>	<u>4,327</u>	<u>4,327</u>	<u>1,956</u>	<u>(2,371)</u>
Expenditures:								
Current:								
General government	104,660	127,384	108,000	19,384	—	—	—	—
Housing, health and human services	—	—	—	—	4,327	4,327	1,779	2,548
Total current	<u>104,660</u>	<u>127,384</u>	<u>108,000</u>	<u>19,384</u>	<u>4,327</u>	<u>4,327</u>	<u>1,779</u>	<u>2,548</u>
Capital outlay	<u>—</u>	<u>—</u>	<u>470</u>	<u>(470)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total expenditures	<u>104,660</u>	<u>127,384</u>	<u>108,470</u>	<u>18,914</u>	<u>4,327</u>	<u>4,327</u>	<u>1,779</u>	<u>2,548</u>
Revenues over (under) expenditures	<u>(104,660)</u>	<u>(84,752)</u>	<u>(3,951)</u>	<u>80,801</u>	<u>—</u>	<u>—</u>	<u>177</u>	<u>177</u>
Other financing sources (uses):								
Transfers in from other funds	—	—	3,789	3,789	—	—	—	—
Net change in fund balance (deficit)	<u>(104,660)</u>	<u>(84,752)</u>	<u>(162)</u>	<u>84,590</u>	<u>—</u>	<u>—</u>	<u>177</u>	<u>177</u>
Fund balances July 1, 2020	<u>104,660</u>	<u>84,752</u>	<u>—</u>	<u>(84,752)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance (deficit) June 30, 2021	\$ <u>—</u>	<u>—</u>	<u>(162)</u>	<u>(162)</u>	<u>—</u>	<u>—</u>	<u>177</u>	<u>177</u>

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Major Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Human Services Fund				Road Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Taxes	\$ —	—	—	—	940	940	775	(165)
Licenses and permits	—	—	—	—	244	244	259	15
Intergovernmental revenues	38,235	38,235	15,201	(23,034)	41,627	41,627	40,162	(1,465)
Charges for services	9	9	—	(9)	10,114	10,114	10,265	151
Special assessments	—	—	—	—	14	14	21	7
Miscellaneous revenues	631	631	—	(631)	773	773	569	(204)
Interfund revenues	169	169	3,664	3,495	10,242	10,242	10,152	(90)
Total revenues	39,044	39,044	18,865	(20,179)	63,954	63,954	62,203	(1,751)
Expenditures:								
Current:								
Land use and transportation:								
LUT administration	—	—	—	—	4,063	4,063	3,408	655
Road fund administration	—	—	—	—	2,676	2,676	1,741	935
Engineering services	—	—	—	—	10,720	10,720	8,787	1,933
Capital projects management	—	—	—	—	8,379	8,379	7,089	1,290
Operations and maintenance	—	—	—	—	36,188	36,188	31,187	5,001
Housing, health and human services	37,973	37,973	18,093	19,880	—	—	—	—
Operating contingency	5,051	5,051	—	5,051	15,610	15,610	—	15,610
Total current	43,024	43,024	18,093	24,931	77,636	77,636	52,212	25,424
Capital outlay	—	—	478	(478)	527	527	217	310
Total expenditures	43,024	43,024	18,571	24,453	78,163	78,163	52,429	25,734
Revenues (under) over expenditures	(3,980)	(3,980)	294	4,274	(14,209)	(14,209)	9,774	23,983
Other financing sources (uses):								
Transfers in from other funds	2,230	2,230	2,147	(83)	1,634	1,634	1,412	(222)
Transfers out to other funds	(4,133)	(4,133)	(3,671)	462	(16,691)	(16,691)	(7,960)	8,731
Total other financing uses	(1,903)	(1,903)	(1,524)	379	(15,057)	(15,057)	(6,548)	8,509
Net change in fund balance	(5,883)	(5,883)	(1,230)	4,653	(29,266)	(29,266)	3,226	32,492
Fund balances July 1, 2020	5,883	5,883	7,013	1,130	29,266	29,266	31,931	2,665
Fund balances June 30, 2021	\$ —	—	5,783	5,783	—	—	35,157	35,157

Certain governmental funds are reported in the Human Services Fund on a GAAP basis:
 Human Services HB 2145 Fund 644
 Mental Health Crisis Services Fund 2,048
 Fund balance, GAAP basis, June 30, 2021 8,475

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Required Supplementary Information
 Schedule of Total Liability
 Other Post Employment Benefits
 (Dollars in thousands)

County

Fiscal Year Ending June 30,	County's Total OPEB Liability	County's Covered Employee Payroll	County's Total OPEB Liability as a Percentage of Covered Payroll
2017	\$ 4,534	135,596	3.34%
2018	3,856	143,660	2.68%
2019	3,528	153,696	2.30%
2020	6,484	166,409	3.90%
2021	6,243	179,847	3.47%

District

Fiscal Year Ending June 30,	District's Total OPEB Liability	District's Covered Employee Payroll	District's Total OPEB Liability as a Percentage of Covered Payroll
2017	\$ 1,041	25,650	4.06%
2018	1,050	28,354	3.70%
2019	1,046	29,275	3.57%
2020	1,307	31,727	4.12%
2021	1,362	33,447	4.07%

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been established, information is presented only for the years for which the required supplementary information is available.

Note: There are no assets accumulated in a trust that meets the criteria of GASB 75 to pay related benefits.

WASHINGTON COUNTY, OREGON
Required Supplementary Information
Schedule of Changes in Total Liability
Other Post Employment Benefits
(Dollars in thousands)

County

Fiscal Year Ending June 30,	County's Total OPEB Liability Beginning Balance	County's Service Costs	Interest on the County's Total OPEB Liability	County's Benefit Payments	County's Changes of Assumptions	County's Experience (Gain) or Loss	County's Total OPEB Liability Ending Balance
2018	\$ 4,534	133	165	(526)	(623)	173	3,856
2019	3,856	138	137	(603)	—	—	3,528
2020	3,528	324	70	(647)	1,738	1,471	6,484
2021	6,484	336	135	(712)	—	—	6,243

District

Fiscal Year Ending June 30,	District's Total OPEB Liability Beginning Balance	District's Service Costs	Interest on the District's Total OPEB Liability	District's Benefit Payments	District's Changes of Assumptions	District's Experience (Gain) or Loss	District's Total OPEB Liability Ending Balance
2018	\$ 1,041	51	38	(80)	—	—	1,050
2019	1,050	51	38	(93)	—	—	1,046
2020	1,046	52	40	(67)	78	157	1,306
2021	1,307	84	31	(60)	—	—	1,362

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been established, information is presented only for the years for which the required supplementary information is available.

WASHINGTON COUNTY, OREGON
 Required Supplementary Information
 Schedule of Proportionate Share of
 PERS Net OPEB RHIA Liability (Asset)
 (Dollars in thousands)

County

Fiscal Year Ending June 30,	County's Proportion of the PERS Net OPEB RHIA Liability (Asset) ⁽¹⁾	County's Proportionate Share of the PERS Net OPEB RHIA Liability (Asset) ⁽¹⁾	County's Covered Payroll	County's Proportionate Share of the PERS Net OPEB RHIA Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total PERS Net OPEB RHIA Liability
2017	1.30%	\$ 353	127,667	0.28%	94.15%
2018	1.27%	(530)	135,596	(0.39%)	108.88%
2019	1.31%	(1,464)	143,660	(1.02%)	123.99%
2020	1.38%	(2,660)	153,696	(1.73%)	144.38%
2021	0.83%	(1,689)	166,409	(1.01%)	150.09%

District

Fiscal Year Ending June 30,	District's Proportion of the PERS Net OPEB RHIA Liability (Asset) ⁽¹⁾	District's Proportionate Share of the PERS Net OPEB RHIA Liability (Asset) ⁽¹⁾	District's Covered Payroll	District's Proportionate Share of the PERS Net OPEB RHIA Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total PERS Net OPEB RHIA Liability
2017	0.28%	\$ 77	27,124	0.28%	94.15%
2018	0.28%	(118)	29,042	(0.41%)	108.88%
2019	0.30%	(336)	30,583	(1.10%)	123.99%
2020	0.34%	(658)	30,958	(2.13%)	144.38%
2021	0.10%	(202)	33,707	(0.60%)	150.09%

⁽¹⁾ The amounts presented for each fiscal year were provided by the actuary for OPERS.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been established, information is presented only for the years for which the required supplementary information is available.

WASHINGTON COUNTY, OREGON
 Required Supplementary Information
 Schedule of Other Post Employment Benefit Plan Contributions
 PERS Net OPEB RHIA Plan
 (Dollars in thousands)

County

Fiscal Year Ending June 30,	Statutorily Required Contribution ⁽¹⁾	Contributions in Relation to the Statutorily Required Contribution	County's Employee Payroll	Contributions as a Percent of Covered Payroll
2017	\$ 632	632	135,596	0.47%
2018	635	635	143,660	0.44%
2019	682	682	153,696	0.44%
2020	59	59	166,409	0.04%
2021	31	31	179,847	0.02%

District

Fiscal Year Ending June 30,	Statutorily Required Contribution ⁽¹⁾	Contributions in Relation to the Statutorily Required Contribution	District's Employee Payroll	Contributions as a Percent of Covered Payroll
2017	\$ 141	141	29,042	0.49%
2018	146	146	30,583	0.48%
2019	169	169	30,958	0.55%
2020	7	7	33,707	0.02%
2021	7	7	36,161	0.02%

⁽¹⁾ The amounts presented for each fiscal year were provided by the actuary for OPERS.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been established, information is presented only for the years for which the required supplementary information is available.

WASHINGTON COUNTY, OREGON
Required Supplementary Information
Schedule of Proportionate Share of
PERS Net Pension Liability (Asset)
(Dollars in thousands)

County

Fiscal Year Ending June 30,	County's Proportion of the Net Pension Liability (Asset) ⁽¹⁾	County's Proportionate Share of the Net Pension Liability (Asset) ⁽¹⁾	County's Covered Payroll	County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
2014	1.80%	\$ 91,736	114,537	80.09%	91.97%
2015	1.80%	(40,747)	117,971	(34.54%)	103.59%
2016	1.80%	103,558	122,731	84.38%	91.88%
2017	1.67%	250,282	127,667	196.04%	80.53%
2018	1.55%	208,340	135,596	153.65%	83.12%
2019	1.51%	228,819	143,660	159.28%	82.07%
2020	1.61%	278,895	153,696	181.46%	80.23%
2021	1.54%	335,608	166,409	201.68%	75.79%

District

Fiscal Year Ending June 30,	District's Proportion of the Net Pension Liability (Asset) ⁽¹⁾	District's Proportionate Share of the Net Pension Liability (Asset) ⁽¹⁾	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2014	0.26%	\$ 13,094	24,142	54.24%	91.97%
2015	0.26%	(5,816)	24,174	(24.06%)	103.59%
2016	0.26%	15,004	25,570	58.68%	91.88%
2017	0.26%	38,730	27,124	142.79%	80.53%
2018	0.27%	36,467	29,042	125.57%	83.12%
2019	0.28%	42,448	30,583	138.80%	82.07%
2020	0.23%	39,018	30,958	126.04%	80.23%
2021	0.23%	50,629	33,707	150.20%	75.79%

⁽¹⁾ The amounts presented for each fiscal year were provided by the actuary for OPERS.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been established, information is presented only for the years for which the required supplementary information is available.

WASHINGTON COUNTY, OREGON
Required Supplementary Information
Schedule of Pension Plan Contributions
Oregon Public Employee Retirement Pension Plan (OPERS)
(Dollars in thousands)

County

<u>Fiscal Year Ending June 30,</u>	<u>Statutorily Required Contribution⁽¹⁾</u>	<u>Contributions in Relation to the Statutorily Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>County's Covered Payroll</u>	<u>Contributions as a Percent of Covered Payroll</u>
2014 \$	15,396	15,396	—	117,971	13.05%
2015	15,907	15,907	—	122,731	12.96%
2016	18,095	18,095	—	127,667	14.17%
2017	18,755	18,755	—	135,596	13.83%
2018	24,523	24,523	—	143,660	17.07%
2019	26,356	26,356	—	153,696	17.15%
2020	35,020	35,020	—	166,409	21.04%
2021	37,623	37,623	—	179,847	20.92%

District

<u>Fiscal Year Ending June 30,</u>	<u>Statutorily Required Contribution⁽¹⁾</u>	<u>Contributions in Relation to the Statutorily Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>District's Covered Payroll</u>	<u>Contributions as a Percent of Covered Payroll</u>
2014 \$	1,701	1,701	—	24,174	7.04%
2015	1,793	1,701	92	25,570	6.65%
2016	2,373	2,373	—	27,124	8.75%
2017	2,544	2,544	—	29,042	8.76%
2018	3,699	3,699	—	30,583	12.09%
2019	5,402	5,402	—	30,958	17.45%
2020	7,182	7,182	—	33,707	21.31%
2021	7,899	7,899	—	36,161	21.84%

⁽¹⁾ The amounts presented for each fiscal year were provided by the actuary for OPERS.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been established, information is presented only for the years for which the required supplementary information is available.

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WASHINGTON COUNTY, OREGON

Notes to Required Supplementary Information

June 30, 2021

(Dollars in thousands)

1. Stewardship, compliance, and accountability

The appropriated budget is prepared by functional area, fund, organization unit and program. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the organization unit level. The Board approved several appropriation adjustments during the year, increasing the budget by \$56,495.

Appropriations and Budgetary Controls Description

In accordance with Oregon Revised Statutes, the County budgets all funds except fiduciary funds. All governmental and proprietary fund types are generally budgeted under the modified accrual basis of accounting, which for all governmental funds represents the GAAP basis as well. Expenditure budgets are appropriated by major function or organizational unit for each fund. These appropriations establish the legal level of control for each fund. Expenditure appropriations may not be legally overexpended except in the case of reimbursable grant expenditures and trust monies that could not be reasonably estimated at the time the budget was adopted.

After budget approval, the Board of County Commissioners may approve supplemental appropriations and appropriation transfers between organizational units or major programs if an occurrence, condition, or need exists which was not known at the time the budget was adopted. The County had seven supplemental budgets and four contingency transfers during the year ended June 30, 2021. Both the original adopted budget and the revised budget comparisons are presented in the accompanying budgetary schedules. Appropriations lapse at the end of the fiscal year.

2. Changes in Assumptions – County OPEB Plan

Key changes in assumptions implemented with the June 30, 2020 County actuarial valuation since the prior actuarial valuation of June 30, 2018 include:

- The interest rate for discounting future liabilities was decreased from 3.87% to 2.21% to match municipal bond rates, as required by GASB Statement No. 75.

WASHINGTON COUNTY, OREGON

Notes to Required Supplementary Information (continued)

June 30, 2021

(Dollars in thousands)

Changes in Assumptions – District OPEB Plan

Key changes in assumptions implemented with the July 1, 2019 District actuarial valuation since the prior actuarial valuation of July 1, 2017 include:

- The interest rate for discounting future liabilities was lowered to match municipal bond rates, as outlined in GASB Statement No. 75.
- Premium increase rates were modified slightly to reflect anticipated experience.
- Demographic assumptions were revised to match (as closely as possible) those developed in the most recent experience study for OPERS.

Changes in Assumptions – Oregon Public Employee Retirement OPEB Plan (PERS RHIA)

A summary of key changes implemented with the December 31, 2018 actuarial valuation which was used in the pension calculations and amounts reported for the fiscal year ended June 30, 2021, along with additional detail and a comprehensive list of changes in methods and assumptions from the December 31, 2018 actuarial valuation can be found at:

<https://www.oregon.gov/pers/emp/pages/GASB.aspx>

Changes in Assumptions - Pensions

A summary of key changes implemented with the December 31, 2018 actuarial valuation which was used in the pension calculations and amounts reported for the fiscal year ended June 30, 2021, along with additional detail and a comprehensive list of changes in methods and assumptions from the December 31, 2018 actuarial valuation can be found at:

<https://www.oregon.gov/pers/emp/pages/GASB.aspx>

OTHER SUPPLEMENTARY INFORMATION

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WASHINGTON COUNTY, OREGON
 Budgetary Comparison
 Major Capital Projects Fund
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Major Streets Transportation Improvement Program III Fund			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:				
Intergovernmental revenues	\$ 16,260	16,260	12,636	(3,624)
Miscellaneous revenues	1,466	1,466	—	(1,466)
Total revenues	<u>17,726</u>	<u>17,726</u>	<u>12,636</u>	<u>(5,090)</u>
Expenditures:				
Current:				
Land use and transportation	90,164	90,164	41,335	48,829
Total current	<u>90,164</u>	<u>90,164</u>	<u>41,335</u>	<u>48,829</u>
Capital outlay	<u>21,334</u>	<u>21,334</u>	<u>9,371</u>	<u>11,963</u>
Total expenditures	<u>111,498</u>	<u>111,498</u>	<u>50,706</u>	<u>60,792</u>
Revenues under expenditures	<u>(93,772)</u>	<u>(93,772)</u>	<u>(38,070)</u>	<u>55,702</u>
Other financing sources (uses):				
Transfers in from other funds	36,969	36,969	38,683	1,714
Transfers out to other funds	<u>(16,490)</u>	<u>(16,490)</u>	<u>(971)</u>	<u>15,519</u>
Total other financing sources	<u>20,479</u>	<u>20,479</u>	<u>37,712</u>	<u>17,233</u>
Net change in fund balances	<u>(73,293)</u>	<u>(73,293)</u>	<u>(358)</u>	<u>72,935</u>
Fund balance July 1, 2020	<u>73,293</u>	<u>73,293</u>	<u>94,842</u>	<u>21,549</u>
Fund balance June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>94,484</u>	<u>94,484</u>

WASHINGTON COUNTY, OREGON

Budgetary Comparison

Major Enterprise Fund

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	<u>Event Center Operations</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:				
Charges for services	\$ 225	225	—	(225)
Miscellaneous revenues	746	746	588	(158)
Total revenues	<u>971</u>	<u>971</u>	<u>588</u>	<u>(383)</u>
Expenditures:				
Current:				
Culture, education and recreation	1,317	1,317	554	763
Operating contingency	254	254	—	254
Total current	<u>1,571</u>	<u>1,571</u>	<u>554</u>	<u>1,017</u>
Revenues over (under) expenditures	<u>(600)</u>	<u>(600)</u>	<u>34</u>	<u>634</u>
Other financing sources:				
Transfers in from other funds	—	—	1,500	1,500
Net change in fund balances	(600)	(600)	1,534	2,134
Fund balance July 1, 2020	<u>600</u>	<u>600</u>	<u>871</u>	<u>271</u>
Fund balance June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>2,405</u>	<u>2,405</u>
Reconciliation of Fund Balance to Net Position:				
Add capital assets reported on statement of net position			<u>79</u>	
Fund balance, GAAP basis, June 30, 2021			<u>\$ 2,484</u>	

BUDGETARY FUND FINANCIAL STATEMENTS

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WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

SPECIAL REVENUE FUNDS

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

- Aging, Disability, & Veteran Services Fund – This fund accounts for various services provided for elderly and disabled persons in the County in conjunction with the State, as well as services to veterans.
- Air Quality Fund – This fund accounts for various air quality improvement projects throughout the County.
- Animal Services Gifts and Donations Fund – This fund accounts for financial contributions from private donors for the animal services program.
- Building Services Fund – This fund provides inspection and plan review services related to conformance with the state building, mechanical, electrical, planning, and mobile home codes and ordinances.
- Children and Youth Services Commission Fund – This fund accounts for the development, administration, and evaluation of the annual comprehensive juvenile services of the County.
- Community Corrections Fund – This fund accounts for the custodial and supervisory services for offenders adjudicated through the criminal justice system of the County.
- Cooperative Library Services Fund – This fund accounts for the coordination and contracting to provide a full range of library services to all residents of the County.
- Coordinated Care Organization Fund – This fund accounts for the care coordination, crisis services, and other community-based services for Oregon Health Plan members in Washington County.
- Court Security Fund – This fund accounts for the receipt and expenditure of County fine assessments restricted for court security programs.
- Department of Housing Services Fund – This fund accounts for the activities of the County and support services to the Housing Authority of Washington County housing programs.

WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

- Development Services Fund – This fund accounts for activities pertaining to land development in the unincorporated areas of the County, and provides for development compliance/code enforcement activities as they relate to enforcement of the County's community development code and related ordinances.
- Developmental Disabilities Services Fund – This fund accounts for the administration of support services for persons with developmental disabilities living in Washington County and is funded through the State of Oregon to operate a Community Developmental Disabilities Program.
- District Patrol Fund – This fund accounts for the contracted responsibility of providing enhanced patrol and related services to the Enhanced Sheriff's Patrol District.
- Emergency Medical Services Fund – This fund accounts for the coordination of ambulance services in the County.
- Enhanced Sheriff's Patrol District Fund (Component Unit) – The District provides an enhanced level of sheriff patrol in the urban unincorporated areas of the County funded by a permanent tax rate and voter approved five-year operating levies. The District contracts with Washington County to provide the required police patrols.
- Health Share of Oregon Fund – This fund accounts for monies received from the State to manage the physical, mental, dental, and addictions benefits for Oregon Health Plan members that reside within the County.
- Human Services OHP Fund – This fund accounts for monies received from the Oregon Health Plan (OHP) to provide mental health services to County residents enrolled in the plan. OHP Mental Health provides overall management of the program; including administration, reporting, quality assurance, and oversight of the contracted service providers and third-party claims administrators.
- ITS Systems Replacement Fund – This fund provides for the systematic replacement of key information technology assets.
- Jail Commissary Fund – This fund accounts for the goods, services and monies associated with the jail commissary.

WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

- Juvenile Conciliation Services Fund – This fund accounts for custody service fees collected and dedicated to conciliation services by state law. The monies provide custody studies to circuit court, counseling services concerning marriage and divorce, and mediation services in dissolution proceedings involving child custody issues.
- Juvenile Grants Fund – This fund accounts for grant awards provided to enhance evaluative and diagnostic services to those youth that would be most susceptible to being committed to State training schools.
- Juvenile High Risk Prevention Fund – This fund accounts for grant monies received from the State and contracted to prevention service providers in schools and private non-profit organizations. The funding is used for drug and alcohol evaluation and treatment services to high-risk youth identified by the Juvenile Crime Prevention Plan.
- Law Library Fund – This fund was established in accordance with state statutes to provide legal research and reference materials.
- Local Option Levy Fund – This fund accounts for funds from a local option property tax levy for public safety and justice programs approved by voters. Funds collected are dedicated to improving/restoring service levels in existing County public safety and justice programs.
- Lottery Fund – This fund accounts for the County’s pro-rata share of video lottery revenues received from the State that are to be used to support projects, services, organizations and staff furthering economic development.
- Maintenance Improvement District Fund – This fund accounts for the construction of road maintenance improvement activities undertaken through the maintenance improvement district.
- Metro Affordable Housing Bond Fund – This fund accounts for revenues and expenditures for the Metro Affordable Housing Bond Program, which was approved by Metro area voters in November 2018. This program will create affordable homes for seniors, veterans, people with disabilities, and working families.
- Metzger Park LID Fund – This fund accounts for the maintenance and administration of programs at Metzger Park.

WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

- North Bethany County Service District for Roads Fund (Component Unit) – The District provides a portion of resources for transportation projects in the established North Bethany subarea. Voters approved funding for the District in May of 2011, in the form of additional property taxes levied on properties within the North Bethany subarea.
- Office of Community Development Block Grant Fund – This fund accounts for the management, on behalf of the County and eleven participating city consortium members of the Urban County Entitlement Grant.
- Sheriff's Office Contract Services Fund – This fund accounts for the contracted responsibility of providing service to Tri-Met Transit Police Division, the Forest Grove School District high school and middle schools, and the County's Elder Abuse Programs. This fund also provides for uniformed law enforcement security and other support services to the Multnomah County Drug and Alcohol Rehabilitation Program housed in space leased from Washington County in the old jail facility.
- Sheriff's Office Forfeitures Fund – This fund accounts for resources from asset forfeitures that typically come from the sale of real and/or personal property seized from offenders involved in drug-related criminal activity. Specific and strict guidelines govern the use of all forfeiture proceeds. These laws change periodically so funds accumulated at different times are subject to varying legal requirements for their use and are accounted for in different programs within this fund.
- Sheriff's Office Grants and Donations Fund – This fund accounts for donations specifically identified for support of the Drug Abuse Resistance Education (DARE) programs and the Local Law Enforcement Block Grant (LLEBG) federal grant awards that require identification and control of related revenues and expenditures.
- Statewide Transportation Improvement Fund – This fund accounts for House Bill (HB) 2017 funding, which provides a dedicated source of funding to improve or expand public transportation service. The funds are eligible for use in transit planning, capital improvement, and operations to improve service in underserved areas and reduce service fragmentation.
- Supportive Housing Services Revenue Fund – This fund accounts for activities related to the Metro Supportive Housing Services Measure, which was approved by Metro-area voters in May 2020. This measure will provide much-needed housing and wraparound services to effectively and permanently elevate people out of homelessness.

WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

- Surveyor – Public Land Corner Fund – This fund accounts for activities related to the remonumentation of government survey corners funded through the public land corner preservation fee.
- Tourism Dedicated Lodging Tax Fund – This fund accounts for revenues generated by the three-ninths portion of the Washington County lodging tax that is tourism-dedicated.
- Urban Road Maintenance District Fund (Component Unit) – The District provides an enhanced level of maintenance services to local, minor collector, and public roads in the urban unincorporated areas of Washington County and is funded by an established permanent rate. The District contracts with private firms and with Washington County to provide the required road maintenance services.
- Washington County Fair Fund – This fund accounts for the operation and management of the fairground facilities which provide various services to the public, including the annual County fair.
- West Slope Library Fund – This fund accounts for the provision of public library services for County residents in the unincorporated West Slope/Raleigh Hills area, including circulation of library materials, basic reference service, and children’s programs.

The following funds are presented individually for budgetary purposes. For reporting purposes these funds are combined with the General Fund in accordance with GASB Statement No. 54. See combining schedules on pages 144 and 160.

- Gain Share Fund – This fund accounts for payments from the State’s Gain Share program.
- Housing Production Opportunity Fund – This fund accounts for three affordable housing programs funded by the County, which include assistance for affordable multifamily housing, a homeownership program, and innovative special needs housing programs.
- Indirect Cost Reimbursement Fund – This fund accounts for the indirect costs that are allocated to and recovered from operating departments in connection with the County-wide cost allocation plan. Monies received in this fund are in turn expended as reimbursements to the fund or cost center that provided the service.
- PERS Rate Stabilization Fund – This fund is used to account for monies set aside to fund future rate increases. The funds may be used for employer PERS costs, costs of managing and maintaining the fund and costs related to PERS litigation.

WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

- Strategic Investment Program Fund – This fund accounts for payments and other contributions/payments from companies receiving property tax abatements under the State's Strategic Investment Plan (SIP).
- Survey Fund – This fund encompasses the duties and responsibilities of the County Surveyor, which include documenting, checking and recording subdivisions and plats, performing court-ordered surveys, right-of-way acquisitions, road and easement vacations, road alignment surveying, construction taking, and public assistance.

The following funds are presented individually for budgetary purposes. For reporting purposes these funds are combined with the Human Services Fund in accordance with GASB Statement No. 54. See combining schedules on pages 146 and 162.

- Human Services HB-2145 Fund – This fund accounts for beer and wine tax revenues designated for alcoholism treatment and rehabilitation services.
- Mental Health Crises Services Fund – This fund accounts for the operations of the Mental Health Urgent Care Center (MHUCC), which provides rapid assessment, triage, and connection to mental health and addictions treatment.

The following fund is presented individually for budgetary purposes. For reporting purposes this fund is combined with the Health Share of Oregon Fund in accordance with GASB Statement No. 54. See combining schedules on pages 155 and 171.

- Tri-County Risk Reserve Fund – This fund holds funds reserved for potential repayment to the Health Share of Oregon (HSO), a Coordinated Care Organization of which Washington County is a member. The fund balance is comprised of funds received from HSO in excess of claims paid by the County on behalf of HSO mental health clients.

DEBT SERVICE FUNDS

The Debt Service Funds account for the payment of principal and interest on general obligation bonds, notes, and contracts payable. Revenue is derived primarily from property taxes and interest earned on special assessments and transfers in from other funds. The funds included in this category are:

- General Obligation Debt Service Fund – This fund is used to pay the principal and interest on the County's general obligation bonds.

WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

- Miscellaneous Debt Service Fund – This fund is an accounting unit for the payment of all other debt owed by the County.
- Series 2016 B FFCO Debt Service Fund – This fund is used to pay the debt service on the County's Series 2016 B Full Faith and Credit Obligation.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds account for expenditures on major construction projects. Funds included in this category are:

- Bonny Slope West Transportation SDC Fund – This fund accounts for system development charges that will help fund needed capacity improvements in Bonny Slope.
- Building Equipment Replacement Fund – This fund accounts for resources to be used to replace various building and equipment components of the County's buildings.
- Countywide Traffic Impact Fee Fund – This fund accounts for traffic impact fees used to finance extra capacity street facilities required by new development.
- Emergency Communications System Fund – This fund accounts for the proceeds from the general obligation bonds, approved by voters in the May 2016 election, for the Emergency Communications System project.
- Event Center Fund – This fund accounts for the build out of the new Event Center at the Fair Complex.
- Facilities General Capital Projects Fund – This fund accounts for miscellaneous capital improvement projects.
- Facilities Park (THPRD) SDC Fund – This fund is used to account for system development charges in the northeastern part of the County's urban unincorporated area. Charges are to be used for park capital improvements in the area.
- ITS Capital Projects Fund – This fund accounts for the purchase of IT-related capital assets (software and hardware).
- Major Streets Capital Projects Fund – This fund accounts for the activities necessary for installing, constructing, and extending extra capacity street facilities.

WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

- North Bethany SDC Fund – This fund accounts for the system development charges that will help fund needed infrastructure capacity improvements in the North Bethany subarea.
- Parks and Open Spaces Opportunity Projects Fund – This fund is used to account for resources set aside for greenspace acquisitions.
- Transportation Development Tax Fund – This fund is used to account for resources provided by the County's transportation tax on development that was approved by voters in November 2008.

The following fund is presented individually for budgetary purposes. For reporting purposes this fund is combined with the Facilities General Capital Projects Fund in accordance with GASB Statement No. 54. See combining schedules on pages 159 and 175.

- 2016 FF&C Facilities Capital Projects Fund – This fund accounts for bond proceeds from the full faith and credit borrowing for various facilities capital projects.

INTERNAL SERVICE FUNDS

The Internal Service Funds account for activities and services performed for other organizational units within the County. Charges to other County agencies are made to support these activities. The County accounts for certain expenses of the Internal Service Funds for budgetary purposes on the modified accrual basis of accounting. For financial reporting purposes, the accrual basis of accounting is used. The differences relate primarily to the methods of accounting for depreciation, capital outlay, OPEB, and PERS net pension liability. Funds included in this category are:

- Fleet Services Fund – This fund accounts for maintenance and repair services provided to County users of the fleet. Costs are billed to the user's department based upon a specified hourly rate.
- Fleet Replacement Fund – This fund provides for the purchase and disposition of fleet vehicles and equipment. Replacement costs are billed to other departments at an amount estimated to cover depreciation on the fleet.
- Internal Support Services Fund – This fund accounts for all departmental costs for postage, office supplies, printing, training, and other support services costs. Actual costs are billed to user departments as services are used.

WASHINGTON COUNTY, OREGON

Fund Descriptions

June 30, 2021

- Liability/Casualty Insurance Fund – This fund is a self-insurance fund that provides the funds necessary to cover liability and casualty claims. Costs are billed to user departments at an amount estimated to cover actual and incurred but not reported claims.
- Life Insurance Fund – This fund accounts for collection and payment of life and long-term disability insurance premiums for the various departments of the County.
- Medical Insurance Fund – This fund accounts for all administrative and claims costs associated with the County’s medical and dental plans. Costs are billed to the departments based on number of employees.
- Unemployment Insurance Fund – This fund accounts for all unemployment claims of departments and centralizes accounting of charges. Costs are billed to the departments based on historical claims.
- Workers' Compensation Insurance Fund – This fund accounts for the payment of workers' compensation costs. Costs are billed to the user department based on actual expenses.

CUSTODIAL FUNDS

The Custodial Funds account for resources received and held by the County in a purely custodial capacity. Disbursements from these funds are made in accordance with an agreement or applicable legislative enactment for each particular fund. The accrual basis of accounting is used to record transactions in the custodial funds. The funds included are:

- County School Custodial Fund – This fund accounts for the collection and disbursement of forest product revenue as outlined under ORS 328.005.
- Other County Custodial Funds – These funds account for the collection and disbursement of various monies held by Washington County in a fiduciary capacity.
- Property Tax Custodial Funds – These funds account for the collection of property taxes for all governmental entities located in Washington County and the disbursements of the collections to such entities.
- Transient Lodging Tax Custodial Fund – This fund accounts for the collection of transient lodging taxes for various governmental entities located in Washington County and the disbursements of the collections to such entities.

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WASHINGTON COUNTY, OREGON

Combining Balance Sheet

General Fund

June 30, 2021

(Dollars in thousands)

	General Fund	Gain Share Fund	Housing Production Opportunity Fund	PERS Rate Stabilization Fund	Strategic Investment Program Fund
Assets					
Cash and investments	\$ 45,539	2,693	6,412	336	14,915
Property taxes receivable	2,496	—	—	—	—
Accounts receivable	6,855	—	—	—	—
Investment interest receivable	3,096	—	—	—	—
Due from other funds	3,134	—	—	—	—
Advances to other funds	1,000	—	—	—	—
Inventory	157	—	—	—	—
Other assets	1,387	—	—	—	—
Total assets	<u>63,664</u>	<u>2,693</u>	<u>6,412</u>	<u>336</u>	<u>14,915</u>
Liabilities					
Accounts payable	5,502	—	—	—	—
Accrued payroll liabilities	8,548	—	—	—	—
Deposits payable	20	—	—	—	—
Other liabilities	534	—	—	—	—
Unearned revenue	560	—	—	—	—
Total liabilities	<u>15,164</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Deferred Inflows of Resources					
Unavailable revenue	<u>3,084</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund Balances					
Nonspendable	1,157	—	—	—	—
Committed	—	—	6,412	—	—
Assigned	—	—	—	336	—
Unassigned	44,259	2,693	—	—	14,915
Total fund balances	<u>45,416</u>	<u>2,693</u>	<u>6,412</u>	<u>336</u>	<u>14,915</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 63,664</u>	<u>2,693</u>	<u>6,412</u>	<u>336</u>	<u>14,915</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet, Continued
General Fund
June 30, 2021
(Dollars in thousands)

	<u>Survey Fund</u>	<u>Total General Fund</u>
Assets		
Cash and investments	\$ 2,832	72,727
Property taxes receivable	—	2,496
Accounts receivable	—	6,855
Investment interest receivable	—	3,096
Due from other funds	—	3,134
Advances to other funds	—	1,000
Inventory	—	157
Other assets	—	1,387
Total assets	<u>2,832</u>	<u>90,852</u>
Liabilities		
Accounts payable	7	5,509
Accrued payroll liabilities	23	8,571
Deposits payable	1,166	1,186
Other liabilities	—	534
Unearned revenue	—	560
Total liabilities	<u>1,196</u>	<u>16,360</u>
Deferred Inflows of Resources		
Unavailable revenue	—	3,084
Total deferred inflows of resources	<u>—</u>	<u>3,084</u>
Fund Balances		
Nonspendable	—	1,157
Committed	—	6,412
Assigned	1,636	1,972
Unassigned	—	61,867
Total fund balances	<u>1,636</u>	<u>71,408</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,832</u>	<u>90,852</u>

WASHINGTON COUNTY, OREGON

Combining Balance Sheet

Human Services Fund

June 30, 2021

(Dollars in thousands)

	Human Services Fund	Human Services HB-2145 Fund	Mental Health Crisis Services Fund	Total Human Services Fund
Assets				
Cash and investments	\$ 39,173	643	3,594	43,410
Accounts receivable	462	—	—	462
Other assets	8	1	—	9
Total assets	<u>39,643</u>	<u>644</u>	<u>3,594</u>	<u>43,881</u>
Liabilities				
Accounts payable	2,621	—	1,546	4,167
Accrued payroll liabilities	196	—	—	196
Unearned revenue	30,849	—	—	30,849
Total liabilities	<u>33,666</u>	<u>—</u>	<u>1,546</u>	<u>35,212</u>
Deferred Inflows of Resources				
Unavailable revenue	194	—	—	194
Total deferred inflows of resources	<u>194</u>	<u>—</u>	<u>—</u>	<u>194</u>
Fund Balances				
Restricted	5,783	644	2,048	8,475
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 39,643</u>	<u>644</u>	<u>3,594</u>	<u>43,881</u>

WASHINGTON COUNTY, OREGON

Combining Balance Sheet

Non-major Governmental Funds - Summary

June 30, 2021

(Dollars in thousands)

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Non-major Funds
Assets				
Cash and investments	\$ 133,647	11,671	108,707	254,025
Restricted cash	175	—	116	291
Property taxes receivable	1,271	73	—	1,344
Assessments receivable	2	—	374	376
Accounts receivable	11,745	101	1,008	12,854
Investment interest receivable	261	—	—	261
Contracts receivable	4,155	—	—	4,155
Other assets	127	—	—	127
Total assets	151,383	11,845	110,205	273,433
Liabilities				
Accounts payable	5,818	2	4,687	10,507
Accrued payroll liabilities	4,084	—	—	4,084
Deposits payable	708	—	53	761
Other liabilities	307	—	—	307
Due to other funds	3,131	—	—	3,131
Unearned revenue	9,217	—	—	9,217
Total liabilities	23,265	2	4,740	28,007
Deferred Inflows of Resources				
Unavailable revenue	7,402	57	720	8,179
Fund Balances (Deficit)				
Restricted	104,563	11,786	79,279	195,628
Committed	16,566	—	20,466	37,032
Assigned	—	—	5,000	5,000
Unassigned	(413)	—	—	(413)
Total fund balances	120,716	11,786	104,745	237,247
Total liabilities, deferred inflows of resources, and fund balances	\$ 151,383	11,845	110,205	273,433

WASHINGTON COUNTY, OREGON

Combining Balance Sheet

Non-major Governmental Funds - Special Revenue Funds

June 30, 2021

(Dollars in thousands)

	Aging, Disability & Veteran Services Fund	Air Quality Fund	Animal Services Gifts and Donations Fund	Building Services Fund	Children and Youth Services Commission Fund	Community Corrections Fund
Assets						
Cash and investments	\$ 236	961	1,378	9,261	574	2,764
Accounts receivable	1,087	—	3	79	1,248	60
Other assets	1	—	—	—	—	6
Total assets	<u>1,324</u>	<u>961</u>	<u>1,381</u>	<u>9,340</u>	<u>1,822</u>	<u>2,830</u>
Liabilities						
Accounts payable	249	5	—	9	580	202
Accrued payroll liabilities	87	7	—	303	29	504
Deposits payable	—	—	—	293	—	—
Other liabilities	295	—	—	—	—	12
Unearned revenue	164	—	599	—	168	137
Total liabilities	<u>795</u>	<u>12</u>	<u>599</u>	<u>605</u>	<u>777</u>	<u>855</u>
Deferred Inflows of Resources						
Unavailable revenue	<u>70</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>673</u>	<u>—</u>
Fund Balances						
Restricted	459	—	782	8,735	372	1,975
Committed	—	949	—	—	—	—
Total fund balances	<u>459</u>	<u>949</u>	<u>782</u>	<u>8,735</u>	<u>372</u>	<u>1,975</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,324</u>	<u>961</u>	<u>1,381</u>	<u>9,340</u>	<u>1,822</u>	<u>2,830</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet, Continued
Non-major Governmental Funds - Special Revenue Funds
June 30, 2021
(Dollars in thousands)

	Cooperative Library Services Fund	Coordinated Care Organization Fund	Court Security Fund	Department of Housing Services Fund	Development Services Fund	Developmental Disabilities Services Fund
Assets						
Cash and investments	\$ 14,911	—	1,144	(183)	1,861	2,010
Property taxes receivable	238	—	—	—	—	—
Accounts receivable	8	2,266	19	1,675	5	367
Other assets	102	—	—	—	—	—
Total assets	<u>15,259</u>	<u>2,266</u>	<u>1,163</u>	<u>1,492</u>	<u>1,866</u>	<u>2,377</u>
Liabilities						
Accounts payable	724	216	36	269	2	28
Accrued payroll liabilities	182	134	—	258	81	364
Deposits payable	—	—	—	—	415	—
Due to other funds	—	1,232	—	—	—	—
Unearned revenue	—	—	—	486	—	1,911
Total liabilities	<u>906</u>	<u>1,582</u>	<u>36</u>	<u>1,013</u>	<u>498</u>	<u>2,303</u>
Deferred Inflows of Resources						
Unavailable revenue	<u>185</u>	<u>1,071</u>	<u>—</u>	<u>48</u>	<u>—</u>	<u>—</u>
Fund Balances (Deficit)						
Restricted	—	—	1,127	431	1,368	74
Committed	<u>14,168</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total fund balances (deficit)	<u>14,168</u>	<u>(387)</u>	<u>1,127</u>	<u>431</u>	<u>1,368</u>	<u>74</u>
Total liabilities, deferred inflows of resources, and fund balances (deficit)	<u>\$ 15,259</u>	<u>2,266</u>	<u>1,163</u>	<u>1,492</u>	<u>1,866</u>	<u>2,377</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet, Continued
Non-major Governmental Funds - Special Revenue Funds
June 30, 2021
(Dollars in thousands)

	District Patrol Fund	Emergency Medical Services Fund	Enhanced Sheriff's Patrol District Fund (Component Unit)	Health Share of Oregon Fund	Human Services OHP Fund	ITS Systems Replacement Fund
Assets						
Cash and investments	\$ 1,256	1,103	17,594	17,461	5,568	685
Property taxes receivable	—	—	472	—	—	—
Accounts receivable	—	—	16	43	—	—
Other assets	2	5	1	1	—	—
Total assets	<u>1,258</u>	<u>1,108</u>	<u>18,083</u>	<u>17,505</u>	<u>5,568</u>	<u>685</u>
Liabilities						
Accounts payable	317	28	—	—	—	—
Accrued payroll liabilities	941	15	—	5	—	—
Total liabilities	<u>1,258</u>	<u>43</u>	<u>—</u>	<u>5</u>	<u>—</u>	<u>—</u>
Deferred Inflows of Resources						
Unavailable revenue	—	—	368	43	—	—
Fund Balances						
Restricted	—	1,065	17,715	17,457	5,568	—
Committed	—	—	—	—	—	685
Total fund balances	<u>—</u>	<u>1,065</u>	<u>17,715</u>	<u>17,457</u>	<u>5,568</u>	<u>685</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,258</u>	<u>1,108</u>	<u>18,083</u>	<u>17,505</u>	<u>5,568</u>	<u>685</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet, Continued
Non-major Governmental Funds - Special Revenue Funds
June 30, 2021
(Dollars in thousands)

Assets	Jail Commissary Fund	Juvenile Conciliation Services Fund	Juvenile Grants Fund	Juvenile High Risk Prevention Fund	Law Library Fund	Local Option Levy Fund
Cash and investments	\$ 1,097	121	—	611	635	17,871
Property taxes receivable	—	—	—	—	—	460
Accounts receivable	16	—	163	840	—	133
Other assets	—	—	—	—	1	6
Total assets	<u>1,113</u>	<u>121</u>	<u>163</u>	<u>1,451</u>	<u>636</u>	<u>18,470</u>
Liabilities						
Accounts payable	1	1	—	197	4	237
Accrued payroll liabilities	5	18	27	60	13	913
Due to other funds	—	—	98	—	—	—
Total liabilities	<u>6</u>	<u>19</u>	<u>125</u>	<u>257</u>	<u>17</u>	<u>1,150</u>
Deferred Inflows of Resources						
Unavailable revenue	—	—	—	31	—	359
Fund Balances						
Restricted	<u>1,107</u>	<u>102</u>	<u>38</u>	<u>1,163</u>	<u>619</u>	<u>16,961</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,113</u>	<u>121</u>	<u>163</u>	<u>1,451</u>	<u>636</u>	<u>18,470</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet, Continued
Non-major Governmental Funds - Special Revenue Funds
June 30, 2021
(Dollars in thousands)

	Lottery Fund	Maintenance Improvement District Fund	Metro Affordable Housing Bond Fund	Metzger Park LID Fund	North Bethany County Service District for Roads Fund (Component Unit)	Office of Community Development Block Grant Fund
Assets						
Cash and investments	\$ —	383	4,842	174	11,838	—
Restricted cash	—	—	—	—	127	—
Property taxes receivable	—	—	—	—	13	—
Assessments receivable	—	—	—	2	—	—
Accounts receivable	692	—	—	—	—	2,280
Investment interest receivable	—	—	—	—	—	261
Contracts receivable	—	—	—	—	—	4,155
Total assets	<u>692</u>	<u>383</u>	<u>4,842</u>	<u>176</u>	<u>11,978</u>	<u>6,696</u>
Liabilities						
Accounts payable	—	1	—	5	682	887
Accrued payroll liabilities	—	—	—	1	—	41
Due to other funds	692	—	—	—	—	970
Unearned revenue	—	—	4,702	—	—	—
Total liabilities	<u>692</u>	<u>1</u>	<u>4,702</u>	<u>6</u>	<u>682</u>	<u>1,898</u>
Deferred Inflows of Resources						
Unavailable revenue	—	—	—	2	10	4,446
Fund Balances						
Restricted	—	382	140	168	11,286	352
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 692</u>	<u>383</u>	<u>4,842</u>	<u>176</u>	<u>11,978</u>	<u>6,696</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet, Continued
Non-major Governmental Funds - Special Revenue Funds
June 30, 2021
(Dollars in thousands)

	Sheriff's Office Contract Services Fund	Sheriff's Office Forfeitures Fund	Sheriff's Office Grants & Donations Fund	Statewide Transportation Improvement Fund	Supportive Housing Services Revenue Fund	Surveyor - Public Land Corner Fund
Assets						
Cash and investments	\$ —	579	—	985	301	2,575
Accounts receivable	15	—	147	—	—	6
Other assets	—	1	—	—	—	1
Total assets	<u>15</u>	<u>580</u>	<u>147</u>	<u>985</u>	<u>301</u>	<u>2,582</u>
Liabilities						
Accounts payable	1	8	8	358	15	—
Accrued payroll liabilities	—	1	13	—	—	25
Due to other funds	14	—	125	—	—	—
Unearned revenue	—	318	—	618	—	—
Total liabilities	<u>15</u>	<u>327</u>	<u>146</u>	<u>976</u>	<u>15</u>	<u>25</u>
Deferred Inflows of Resources						
Unavailable revenue	—	—	27	—	—	—
Fund Balances (Deficit)						
Restricted	—	253	—	9	286	2,557
Unassigned	—	—	(26)	—	—	—
Total fund balances (deficit)	<u>—</u>	<u>253</u>	<u>(26)</u>	<u>9</u>	<u>286</u>	<u>2,557</u>
Total liabilities, deferred inflows of resources, and fund balances (deficit)	<u>\$ 15</u>	<u>580</u>	<u>147</u>	<u>985</u>	<u>301</u>	<u>2,582</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet, Continued
Non-major Governmental Funds - Special Revenue Funds
June 30, 2021
(Dollars in thousands)

Assets	Tourism Dedicated Lodging Tax Fund	Urban Road Maintenance District Fund (Component Unit)	Washington County Fair Fund	West Slope Library Fund	Total Special Revenue Funds
Cash and investments	\$ 236	10,963	1,056	796	133,647
Restricted cash	—	48	—	—	175
Property taxes receivable	—	88	—	—	1,271
Assessments receivable	—	—	—	—	2
Accounts receivable	340	74	147	16	11,745
Investment interest receivable	—	—	—	—	261
Contracts receivable	—	—	—	—	4,155
Other assets	—	—	—	—	127
Total assets	<u>576</u>	<u>11,173</u>	<u>1,203</u>	<u>812</u>	<u>151,383</u>
Liabilities					
Accounts payable	555	138	41	14	5,818
Accrued payroll liabilities	—	—	24	33	4,084
Deposits payable	—	—	—	—	708
Other liabilities	—	—	—	—	307
Due to other funds	—	—	—	—	3,131
Unearned revenue	—	—	113	1	9,217
Total liabilities	<u>555</u>	<u>138</u>	<u>178</u>	<u>48</u>	<u>23,265</u>
Deferred Inflows of Resources					
Unavailable revenue	—	69	—	—	7,402
Fund Balances (Deficit)					
Restricted	21	10,966	1,025	—	104,563
Committed	—	—	—	764	16,566
Unassigned	—	—	—	—	(413)
Total fund balances	<u>21</u>	<u>10,966</u>	<u>1,025</u>	<u>764</u>	<u>120,716</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 576</u>	<u>11,173</u>	<u>1,203</u>	<u>812</u>	<u>151,383</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet
Non-major Governmental Funds - Health Share of Oregon Fund
June 30, 2021
(Dollars in thousands)

	Health Share of Oregon Fund	Tri-County Risk Reserve Fund	Total Health Share of Oregon Fund
Assets			
Cash and investments	\$ 6,995	10,466	17,461
Accounts receivable	43	—	43
Other assets	1	—	1
Total assets	<u>7,039</u>	<u>10,466</u>	<u>17,505</u>
Liabilities			
Accrued payroll liabilities	5	—	5
Deferred Inflows of Resources			
Unavailable revenue	43	—	43
Fund Balances			
Restricted	6,991	10,466	17,457
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 7,039</u>	<u>10,466</u>	<u>17,505</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet
Non-major Governmental Funds - Debt Service Funds
June 30, 2021
(Dollars in thousands)

	General Obligation Debt Service Fund	Miscellaneous Debt Service Fund	Series 2016 B FFCO Debt Service Fund	Total Debt Service Funds
Assets				
Cash and investments	\$ 92	38	11,541	11,671
Property taxes receivable	73	—	—	73
Accounts receivable	3	—	98	101
Total assets	<u>168</u>	<u>38</u>	<u>11,639</u>	<u>11,845</u>
Liabilities				
Accounts payable	<u>1</u>	<u>1</u>	<u>—</u>	<u>2</u>
Deferred Inflows of Resources				
Unavailable revenue	<u>57</u>	<u>—</u>	<u>—</u>	<u>57</u>
Fund Balances				
Restricted	<u>110</u>	<u>37</u>	<u>11,639</u>	<u>11,786</u>
Total fund balances	<u>110</u>	<u>37</u>	<u>11,639</u>	<u>11,786</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 168</u>	<u>38</u>	<u>11,639</u>	<u>11,845</u>

WASHINGTON COUNTY, OREGON
Combining Balance Sheet
Non-major Governmental Funds - Capital Projects Funds
June 30, 2021
(Dollars in thousands)

	Bonny Slope West Transportation SDC Fund	Building Equipment Replacement Fund	Countywide Traffic Impact Fee Fund	Emergency Communications System Fund	Event Center Fund	Facilities General Capital Projects Fund	Facilities Park (THPRD) SDC Fund
Assets							
Cash and investments	\$ 4,352	5,810	818	15,107	3,953	12,082	110
Restricted cash	—	3	—	—	—	32	—
Accounts receivable	—	—	—	—	—	52	—
Total assets	4,352	5,813	818	15,107	3,953	12,166	110
Liabilities							
Accounts payable	—	137	—	2,115	759	470	—
Deposits payable	—	—	—	—	—	53	—
Total liabilities	—	137	—	2,115	759	523	—
Deferred Inflows of Resources							
Unavailable revenue	—	—	—	—	—	47	—
Fund Balances							
Restricted	4,352	—	818	12,992	—	—	110
Committed	—	5,676	—	—	3,194	11,596	—
Total fund balances	4,352	5,676	818	12,992	3,194	11,596	110
Total liabilities, deferred inflows of resources, and fund balances	\$ 4,352	5,813	818	15,107	3,953	12,166	110

WASHINGTON COUNTY, OREGON

Combining Balance Sheet

Non-major Governmental Funds - Capital Projects Funds, Continued

June 30, 2021

(Dollars in thousands)

	ITS Capital Projects Fund	Major Streets Capital Projects Fund	North Bethany SDC Fund	Parks and Open Spaces Opportunity Projects Fund	Transportation Development Tax Fund	Total Capital Projects Funds
Assets						
Cash and investments	\$ 5,049	15,838	268	336	44,984	108,707
Restricted cash	—	81	—	—	—	116
Assessments receivable	—	—	—	—	374	374
Accounts receivable	—	700	114	—	142	1,008
Total assets	<u>5,049</u>	<u>16,619</u>	<u>382</u>	<u>336</u>	<u>45,500</u>	<u>110,205</u>
Liabilities						
Accounts payable	385	814	1	—	6	4,687
Deposits payable	—	—	—	—	—	53
Total liabilities	<u>385</u>	<u>814</u>	<u>1</u>	<u>—</u>	<u>6</u>	<u>4,740</u>
Deferred Inflows of Resources						
Unavailable revenue	—	298	—	—	375	720
Fund Balances						
Restricted	—	15,507	381	—	45,119	79,279
Committed	—	—	—	—	—	20,466
Assigned	4,664	—	—	336	—	5,000
Total fund balances	<u>4,664</u>	<u>15,507</u>	<u>381</u>	<u>336</u>	<u>45,119</u>	<u>104,745</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 5,049</u>	<u>16,619</u>	<u>382</u>	<u>336</u>	<u>45,500</u>	<u>110,205</u>

WASHINGTON COUNTY, OREGON

Combining Balance Sheet

Non-major Governmental Funds - Facilities General Capital Projects Fund

June 30, 2021

(Dollars in thousands)

	2016 FF&C Facilities Capital Projects Fund	Facilities General Capital Projects Fund	Total Facilities General Capital Projects Fund
Assets			
Cash and investments	\$ 2,194	9,888	12,082
Accounts receivable	—	52	52
Total assets	<u>2,194</u>	<u>9,972</u>	<u>12,166</u>
Liabilities			
Accounts payable	10	460	470
Deposits payable	—	53	53
Total liabilities	<u>10</u>	<u>513</u>	<u>523</u>
Deferred Inflows of Resources			
Unavailable revenue	—	47	47
Total deferred inflows of resources	<u>—</u>	<u>47</u>	<u>47</u>
Fund Balances			
Committed	<u>2,184</u>	<u>9,412</u>	<u>11,596</u>
Total liabilities, deferred inflows of resources, and fund balances	\$ <u>2,194</u>	<u>9,972</u>	<u>12,166</u>

WASHINGTON COUNTY, OREGON
Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances

General Fund

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	General Fund	Gain Share Fund	Housing Production Opportunity Fund	Indirect Cost Reimburse- ment Fund	PERS Rate Stabilization Fund	Strategic Investment Program Fund
Revenues:						
Taxes	\$ 165,885	—	—	—	—	—
Licenses and permits	7,542	—	—	—	—	—
Intergovernmental revenues	25,349	9,221	—	112	—	—
Charges for services	14,238	—	—	—	—	37,659
Fines and forfeitures	1,737	—	—	—	—	—
Miscellaneous revenues	4,978	68	—	—	—	207
Interfund revenues	7,489	—	—	30,290	—	—
Total revenues	227,218	9,289	—	30,402	—	37,866
Expenditures:						
Current:						
General government	68,422	—	—	—	—	—
Public safety and justice	89,310	—	—	—	—	—
Land use and transportation	4,074	—	—	—	—	—
Housing, health and human services	24,818	—	7	—	—	—
Culture, education and recreation	2,180	—	—	—	—	—
Nonoperating	—	—	—	5,551	1	—
Total current	188,804	—	7	5,551	1	—
Capital outlay	527	—	—	—	—	—
Debt service:						
Principal	23	—	—	—	—	—
Interest	7	—	—	—	—	—
Total debt service	30	—	—	—	—	—
Total expenditures	189,361	—	7	5,551	1	—
Revenues over (under) expenditures	37,857	9,289	(7)	24,851	(1)	37,866
Other financing sources (uses):						
Transfers in	59,077	—	6,419	—	—	—
Transfers out	(101,867)	(9,822)	—	(24,851)	—	(37,000)
Total other financing sources (uses)	(42,790)	(9,822)	6,419	(24,851)	—	(37,000)
Net change in fund balances	(4,933)	(533)	6,412	—	(1)	866
Fund balances July 1, 2020	50,349	3,226	—	—	337	14,049
Fund balances June 30, 2021	\$ 45,416	2,693	6,412	—	336	14,915

WASHINGTON COUNTY, OREGON
Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances, Continued

General Fund

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	<u>Survey Fund</u>	<u>Net Consolidation Adjustments</u>	<u>Total General Fund</u>
Revenues:			
Taxes	\$ —	—	165,885
Licenses and permits	—	—	7,542
Intergovernmental revenues	—	—	34,682
Charges for services	661	—	52,558
Fines and forfeitures	—	—	1,737
Miscellaneous revenues	—	—	5,253
Interfund revenues	92	(140)	37,731
	<u>753</u>	<u>(140)</u>	<u>305,388</u>
Total revenues			
Expenditures:			
Current:			
General government	—	—	68,422
Public safety and justice	—	—	89,310
Land use and transportation	772	(140)	4,706
Housing, health and human services	—	—	24,825
Culture, education and recreation	—	—	2,180
Nonoperating	—	—	5,552
	<u>772</u>	<u>(140)</u>	<u>194,995</u>
Total current			
Capital outlay	—	—	527
Debt service:			
Principal	—	—	23
Interest	—	—	7
	<u>—</u>	<u>—</u>	<u>30</u>
Total debt service			
Total expenditures			
	<u>772</u>	<u>(140)</u>	<u>195,552</u>
Revenues over (under) expenditures			
	<u>(19)</u>	<u>—</u>	<u>109,836</u>
Other financing sources (uses):			
Transfers in	122	(63,088)	2,530
Transfers out	(32)	63,088	(110,484)
	<u>90</u>	<u>—</u>	<u>(107,954)</u>
Total other financing sources (uses)			
Net change in fund balances			
	71	—	1,882
Fund balances July 1, 2020	1,565	—	69,526
Fund balances June 30, 2021	<u>\$ 1,636</u>	<u>—</u>	<u>71,408</u>

WASHINGTON COUNTY, OREGON
Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances

Human Services Fund

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Human Services Fund	Human Services HB-2145 Fund	Mental Health Crisis Services Fund	Net Consolidation Adjustments	Total Human Services Fund
Revenues:					
Intergovernmental revenues	\$ 15,201	—	—	—	15,201
Charges for services	—	—	1,777	—	1,777
Miscellaneous revenues	—	1	11	—	12
Interfund revenues	3,664	—	—	—	3,664
Total revenues	18,865	1	1,788	—	20,654
Expenditures:					
Current:					
Housing, health and human services	18,093	—	5,761	—	23,854
Capital outlay	478	—	—	—	478
Total expenditures	18,571	—	5,761	—	24,332
Revenues over (under) expenditures	294	1	(3,973)	—	(3,678)
Other financing sources (uses):					
Transfers in	2,147	—	4,006	(3,870)	2,283
Transfers out	(3,671)	(264)	—	3,870	(65)
Total other financing sources (uses)	(1,524)	(264)	4,006	—	2,218
Net change in fund balances	(1,230)	(263)	33	—	(1,460)
Fund balances July 1, 2020	7,013	907	2,015	—	9,935
Fund balances June 30, 2021	\$ 5,783	644	2,048	—	8,475

WASHINGTON COUNTY, OREGON
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

Non-major Governmental Funds - Summary

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Non-major Funds
Revenues:				
Taxes	\$ 82,939	5,282	—	88,221
Licenses and permits	4,462	—	—	4,462
Intergovernmental revenues	60,101	—	10,785	70,886
Charges for services	11,112	—	10,064	21,176
Fines and forfeitures	355	—	—	355
Special assessments	181	—	5	186
Miscellaneous revenues	38,720	26	631	39,377
Interfund revenues	1,150	—	1,756	2,906
Total revenues	199,020	5,308	23,241	227,569
Expenditures:				
Current:				
Public safety and justice	117,239	—	—	117,239
Land use and transportation	25,731	—	13,058	38,789
Housing, health and human services	50,640	—	—	50,640
Culture, education and recreation	39,731	—	323	40,054
Nonoperating	261	2	10,594	10,857
Total current	233,602	2	23,975	257,579
Capital outlay	2,332	—	24,344	26,676
Debt service:				
Principal	—	15,856	24	15,880
Interest	—	8,190	3	8,193
Total debt service	—	24,046	27	24,073
Total expenditures	235,934	24,048	48,346	308,328
Revenues under expenditures	(36,914)	(18,740)	(25,105)	(80,759)
Other financing sources (uses):				
Proceeds from debt issuance	—	—	125	125
Transfers in	35,291	24,293	23,871	83,455
Transfers out	(6,833)	—	(7,792)	(14,625)
Total other financing sources	28,458	24,293	16,204	68,955
Net change in fund balances	(8,456)	5,553	(8,901)	(11,804)
Fund balances July 1, 2020	129,172	6,233	113,646	249,051
Fund balances June 30, 2021	<u>\$ 120,716</u>	<u>11,786</u>	<u>104,745</u>	<u>237,247</u>

WASHINGTON COUNTY, OREGON

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

Non-major Governmental Funds - Special Revenue Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Aging, Disability & Veteran Services Fund	Air Quality Fund	Animal Services Gifts and Donations Fund	Building Services Fund	Children and Youth Services Commission Fund	Community Corrections Fund
Revenues:						
Licenses and permits	\$ —	—	—	3,903	—	—
Intergovernmental revenues	4,479	75	8	99	2,069	15,225
Charges for services	—	—	—	2,972	—	880
Fines and forfeitures	—	—	—	1	—	—
Miscellaneous revenues	19	251	13	—	—	12
Interfund revenues	20	—	—	160	5	106
Total revenues	4,518	326	21	7,135	2,074	16,223
Expenditures:						
Current:						
Public safety and justice	—	—	—	—	—	20,308
Land use and transportation	—	—	—	9,986	—	—
Housing, health and human services	4,979	243	8	—	2,455	—
Total current	4,979	243	8	9,986	2,455	20,308
Capital outlay	—	—	—	—	—	10
Total expenditures	4,979	243	8	9,986	2,455	20,318
Revenues over (under) expenditures	(461)	83	13	(2,851)	(381)	(4,095)
Other financing sources (uses):						
Transfers in	350	—	—	—	206	4,137
Transfers out	—	—	—	(462)	(56)	—
Total other financing sources (uses)	350	—	—	(462)	150	4,137
Net change in fund balances	(111)	83	13	(3,313)	(231)	42
Fund balances July 1, 2020	570	866	769	12,048	603	1,933
Fund balances June 30, 2021	\$ <u>459</u>	<u>949</u>	<u>782</u>	<u>8,735</u>	<u>372</u>	<u>1,975</u>

WASHINGTON COUNTY, OREGON

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances (Deficit), Continued

Non-major Governmental Funds - Special Revenue Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Cooperative Library Services Fund	Coordinated Care Organization Fund	Court Security Fund	Department of Housing Services Fund	Development Services Fund	Developmental Disabilities Services Fund
Revenues:						
Taxes	\$ 15,092	—	—	—	—	—
Intergovernmental revenues	58	—	—	5,212	95	10,212
Charges for services	—	4,127	—	—	1,680	—
Fines and forfeitures	—	—	354	—	—	—
Miscellaneous revenues	79	—	1	5,851	—	—
Interfund revenues	—	—	—	—	138	180
Total revenues	15,229	4,127	355	11,063	1,913	10,392
Expenditures:						
Current:						
Public safety and justice	—	—	516	—	—	—
Land use and transportation	—	—	—	—	2,636	—
Housing, health and human services	—	4,888	—	12,126	—	10,407
Culture, education and recreation	35,240	—	—	—	—	—
Total current	35,240	4,888	516	12,126	2,636	10,407
Revenues under expenditures	(20,011)	(761)	(161)	(1,063)	(723)	(15)
Other financing sources (uses):						
Transfers in	22,253	—	209	1,662	392	—
Transfers out	(1,147)	—	—	(723)	(157)	—
Total other financing sources	21,106	—	209	939	235	—
Net change in fund balances (deficit)	1,095	(761)	48	(124)	(488)	(15)
Fund balances July 1, 2020	13,073	374	1,079	555	1,856	89
Fund balances (deficit) June 30, 2021	\$ 14,168	(387)	1,127	431	1,368	74

WASHINGTON COUNTY, OREGON
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances, Continued
Non-major Governmental Funds - Special Revenue Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	District Patrol Fund	Emergency Medical Services Fund	Enhanced Sheriff's Patrol District Fund (Component Unit)	Health Share of Oregon Fund	Human Services OHP Fund	ITS Systems Replacement Fund
Revenues:						
Taxes	\$ —	—	29,603	—	—	—
Licenses and permits	—	526	—	—	—	—
Intergovernmental revenues	29	—	79	—	—	—
Charges for services	15	—	20	343	—	—
Miscellaneous revenues	31,163	34	—	283	—	9
Interfund revenues	2	—	—	—	—	—
Total revenues	31,209	560	29,702	626	—	9
Expenditures:						
Current:						
Public safety and justice	29,393	—	31,145	—	—	—
Housing, health and human services	—	596	—	277	10	—
Total current	29,393	596	31,145	277	10	—
Capital outlay	1,816	—	—	—	—	—
Total expenditures	31,209	596	31,145	277	10	—
Revenues over (under) expenditures	—	(36)	(1,443)	349	(10)	9
Other financing sources (uses):						
Transfers in	—	—	—	—	—	1,447
Transfers out	—	—	—	—	—	(930)
Total other financing sources	—	—	—	—	—	517
Net change in fund balances	—	(36)	(1,443)	349	(10)	526
Fund balances July 1, 2020	—	1,101	19,158	17,108	5,578	159
Fund balances June 30, 2021	\$ —	1,065	17,715	17,457	5,568	685

WASHINGTON COUNTY, OREGON
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances, Continued
Non-major Governmental Funds - Special Revenue Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Jail Commissary Fund	Juvenile Conciliation Services Fund	Juvenile Grants Fund	Juvenile High Risk Prevention Fund	Law Library Fund	Local Option Levy Fund
Revenues:						
Taxes	\$ —	—	—	—	—	28,815
Intergovernmental revenues	—	490	769	2,258	—	501
Charges for services	—	—	—	—	292	20
Miscellaneous revenues	198	4	6	—	—	85
Total revenues	198	527	775	2,258	292	29,421
Expenditures:						
Current:						
Public safety and justice	123	513	797	2,285	482	30,809
Capital outlay	—	—	—	—	—	413
Total expenditures	123	513	797	2,285	482	31,222
Revenues over (under) expenditures	75	14	(22)	(27)	(190)	(1,801)
Other financing sources (uses):						
Transfers in	—	—	—	50	—	—
Transfers out	—	—	—	—	—	(2)
Total other financing sources (uses)	—	—	—	50	—	(2)
Net change in fund balances	75	14	(22)	23	(190)	(1,803)
Fund balances July 1, 2020	1,032	88	60	1,140	809	18,764
Fund balances June 30, 2021	\$ 1,107	102	38	1,163	619	16,961

WASHINGTON COUNTY, OREGON
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances (Deficits), Continued
Non-major Governmental Funds - Special Revenue Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Lottery Fund	Maintenance Improvement District Fund	Metro Affordable Housing Bond Fund	Metzger Park LID Fund	North Bethany County Service District for Roads Fund (Component Unit)	Office of Community Development Block Grant Fund
Revenues:						
Taxes	\$ —	—	—	—	857	—
Intergovernmental revenues	2,951	—	9,332	—	—	3,972
Special assessments	—	26	—	155	—	—
Miscellaneous revenues	—	—	—	—	—	240
Total revenues	<u>2,951</u>	<u>26</u>	<u>9,332</u>	<u>155</u>	<u>857</u>	<u>4,212</u>
Expenditures:						
Current:						
Land use and transportation	—	2	—	—	4,000	—
Housing, health and human services	—	—	9,409	—	—	4,381
Culture, education and recreation	—	—	—	273	—	—
Nonoperating	261	—	—	—	—	—
Total current	<u>261</u>	<u>2</u>	<u>9,409</u>	<u>273</u>	<u>4,000</u>	<u>4,381</u>
Capital outlay	—	—	—	2	1	—
Total expenditures	<u>261</u>	<u>2</u>	<u>9,409</u>	<u>275</u>	<u>4,001</u>	<u>4,381</u>
Revenues over (under) expenditures	<u>2,690</u>	<u>24</u>	<u>(77)</u>	<u>(120)</u>	<u>(3,144)</u>	<u>(169)</u>
Other financing sources (uses):						
Transfers in	—	—	—	110	1,942	245
Transfers out	(2,690)	—	—	—	—	—
Total other financing sources (uses)	<u>(2,690)</u>	<u>—</u>	<u>—</u>	<u>110</u>	<u>1,942</u>	<u>245</u>
Net change in fund balances	<u>—</u>	<u>24</u>	<u>(77)</u>	<u>(10)</u>	<u>(1,202)</u>	<u>76</u>
Fund balances July 1, 2020	—	358	217	178	12,488	276
Fund balances June 30, 2021	<u>\$ —</u>	<u>382</u>	<u>140</u>	<u>168</u>	<u>11,286</u>	<u>352</u>

WASHINGTON COUNTY, OREGON
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances, Continued
Non-major Governmental Funds - Special Revenue Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Sheriff's Office Contract Services Fund	Sheriff's Office Forfeitures Fund	Sheriff's Office Grants & Donations Fund	Statewide Transportation Improvement Fund	Supportive Housing Services Revenue Fund	Surveyor - Public Land Corner Fund
Revenues:						
Intergovernmental revenues	\$ —	—	410	1,636	—	—
Charges for services	39	—	—	—	—	720
Miscellaneous revenues	150	219	5	1	7	14
Interfund revenues	46	—	34	—	—	459
Total revenues	<u>235</u>	<u>219</u>	<u>449</u>	<u>1,637</u>	<u>7</u>	<u>1,193</u>
Expenditures:						
Current:						
Public safety and justice	195	217	456	—	—	—
Land use and transportation	—	—	—	1,657	—	899
Housing, health and human services	—	—	—	—	861	—
Total current	<u>195</u>	<u>217</u>	<u>456</u>	<u>1,657</u>	<u>861</u>	<u>899</u>
Revenues over (under) expenditures	<u>40</u>	<u>2</u>	<u>(7)</u>	<u>(20)</u>	<u>(854)</u>	<u>294</u>
Other financing sources (uses):						
Transfers in	—	—	—	—	1,140	—
Transfers out	—	—	—	—	—	(27)
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>1,140</u>	<u>(27)</u>
Net change in fund balances (deficits)	40	2	(7)	(20)	286	267
Fund balances (deficits) July 1, 2020	<u>(40)</u>	<u>251</u>	<u>(19)</u>	<u>29</u>	<u>—</u>	<u>2,290</u>
Fund balances (deficit) June 30, 2021	<u>\$ —</u>	<u>253</u>	<u>(26)</u>	<u>9</u>	<u>286</u>	<u>2,557</u>

WASHINGTON COUNTY, OREGON

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances, Continued

Non-major Governmental Funds - Special Revenue Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Tourism Dedicated Lodging Tax Fund	Urban Road Maintenance District Fund (Component Unit)	Washington County Fair Fund	West Slope Library Fund	Total Special Revenue Funds
Revenues:					
Taxes	\$ 2,135	5,522	915	—	82,939
Licenses and permits	—	—	—	—	4,462
Intergovernmental revenues	—	86	53	3	60,101
Charges for services	—	4	—	—	11,112
Fines and forfeitures	—	—	—	—	355
Special assessments	—	—	—	—	181
Miscellaneous revenues	—	—	55	21	38,720
Interfund revenues	—	—	—	—	1,150
Total revenues	2,135	5,612	1,023	24	199,020
Expenditures:					
Current:					
Public safety and justice	—	—	—	—	117,239
Land use and transportation	—	6,551	—	—	25,731
Housing, health and human services	—	—	—	—	50,640
Culture, education and recreation	2,134	—	1,047	1,037	39,731
Nonoperating	—	—	—	—	261
Total current	2,134	6,551	1,047	1,037	233,602
Capital outlay	—	66	11	13	2,332
Total expenditures	2,134	6,617	1,058	1,050	235,934
Revenues over (under) expenditures	1	(1,005)	(35)	(1,026)	(36,914)
Other financing sources (uses):					
Transfers in	—	—	—	1,148	35,291
Transfers out	—	(639)	—	—	(6,833)
Total other financing sources (uses)	—	(639)	—	1,148	28,458
Net change in fund balances	1	(1,644)	(35)	122	(8,456)
Fund balances July 1, 2020	20	12,610	1,060	642	129,172
Fund balances June 30, 2021	\$ 21	10,966	1,025	764	120,716

WASHINGTON COUNTY, OREGON

Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances

Non-major Governmental Funds - Health Share of Oregon Fund

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Health Share of Oregon Fund	Tri-County Risk Reserve Fund	Total Health Share of Oregon Fund
Revenues:			
Charges for services	\$ 343	—	343
Miscellaneous revenues	283	—	283
Total revenues	<u>626</u>	<u>—</u>	<u>626</u>
Expenditures:			
Current:			
Housing, health and human services	<u>243</u>	<u>34</u>	<u>277</u>
Revenues over (under) expenditures	<u>383</u>	<u>(34)</u>	<u>349</u>
Fund balances July 1, 2020	<u>6,608</u>	<u>10,500</u>	<u>17,108</u>
Fund balances June 30, 2021	\$ <u><u>6,991</u></u>	<u><u>10,466</u></u>	<u><u>17,457</u></u>

WASHINGTON COUNTY, OREGON

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

Non-major Governmental Funds - Debt Service Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	General Obligation Debt Service Fund	Miscellaneous Debt Service Fund	Series 2016 B FFCO Debt Service Fund	Total Debt Service Funds
Revenues:				
Taxes	\$ 4,669	—	613	5,282
Miscellaneous revenues	26	—	—	26
Total revenues	<u>4,695</u>	<u>—</u>	<u>613</u>	<u>5,308</u>
Expenditures:				
Current:				
Nonoperating	—	2	—	2
Debt service:				
Principal	2,030	5,741	8,085	15,856
Interest	2,684	1,408	4,098	8,190
Total debt service	<u>4,714</u>	<u>7,149</u>	<u>12,183</u>	<u>24,046</u>
Total expenditures	<u>4,714</u>	<u>7,151</u>	<u>12,183</u>	<u>24,048</u>
Revenues under expenditures	<u>(19)</u>	<u>(7,151)</u>	<u>(11,570)</u>	<u>(18,740)</u>
Other financing sources:				
Transfers in	—	7,151	17,142	24,293
Total other financing sources	<u>—</u>	<u>7,151</u>	<u>17,142</u>	<u>24,293</u>
Net change in fund balances	<u>(19)</u>	<u>—</u>	<u>5,572</u>	<u>5,553</u>
Fund balances July 1, 2020	<u>129</u>	<u>37</u>	<u>6,067</u>	<u>6,233</u>
Fund balances June 30, 2021	\$ <u><u>110</u></u>	<u><u>37</u></u>	<u><u>11,639</u></u>	<u><u>11,786</u></u>

WASHINGTON COUNTY, OREGON

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

Non-major Governmental Funds - Capital Projects Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Bonny Slope West Transportation SDC Fund	Building Equipment Replacement Fund	Countywide Traffic Impact Fee Fund	Emergency Communications System Fund	Event Center Fund	Facilities General Capital Projects Fund	Facilities Park (THPRD) SDC Fund
Revenues:							
Intergovernmental revenues	\$ —	—	—	—	2,660	6,482	—
Charges for services	884	—	—	—	—	—	34
Special assessments	—	—	5	—	—	—	—
Miscellaneous revenues	27	36	—	—	—	—	—
Interfund revenues	—	—	—	—	—	1,076	—
Total revenues	911	36	5	—	2,660	7,558	34
Expenditures:							
Current:							
Land use and transportation	3	—	32	—	—	—	—
Culture, education and recreation	—	—	—	—	323	—	—
Nonoperating	—	29	—	6,993	—	562	—
Total current	3	29	32	6,993	323	562	—
Capital outlay	—	649	—	11,217	2,145	9,468	—
Total expenditures	3	678	32	18,210	2,468	10,030	—
Revenues over (under) expenditures	908	(642)	(27)	(18,210)	192	(2,472)	34
Other financing sources (uses):							
Transfers in	1,799	3,111	—	—	—	4,152	—
Transfers out	—	—	(2)	—	—	—	—
Total other financing sources (uses)	1,799	3,111	(2)	—	—	4,152	—
Net change in fund balances	2,707	2,469	(29)	(18,210)	192	1,680	34
Fund balances July 1, 2020	1,645	3,207	847	31,202	3,002	9,916	76
Fund balances June 30, 2021	\$ 4,352	5,676	818	12,992	3,194	11,596	110

WASHINGTON COUNTY, OREGON

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

Non-major Governmental Funds - Capital Projects Funds, Continued

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	ITS Capital Projects Fund	Major Streets Capital Projects Fund	North Bethany SDC Fund	Parks and Open Spaces Opportunity Projects Fund	Transportation Development Tax Fund	Total Capital Projects Funds
Revenues:						
Intergovernmental revenues	\$ —	1,643	—	—	—	10,785
Charges for services	—	—	1,034	—	8,112	10,064
Special assessments	—	—	—	—	—	5
Miscellaneous revenues	—	544	14	(1)	11	631
Interfund revenues	680	—	—	—	—	1,756
Total revenues	680	2,187	1,048	(1)	8,123	23,241
Expenditures:						
Current:						
Land use and transportation	—	12,474	36	—	513	13,058
Culture, education and recreation	—	—	—	—	—	323
Nonoperating	3,010	—	—	—	—	10,594
Total current	3,010	12,474	36	—	513	23,975
Capital outlay	856	6	—	3	—	24,344
Debt service:						
Principal	24	—	—	—	—	24
Interest	3	—	—	—	—	3
Total debt service	27	—	—	—	—	27
Total expenditures	3,893	12,480	36	3	513	48,346
Revenues over (under) expenditures	(3,213)	(10,293)	1,012	(4)	7,610	(25,105)
Other financing sources (uses):						
Proceeds from debt issuance	125	—	—	—	—	125
Transfers in	3,927	10,882	—	—	—	23,871
Transfers out	—	(41)	(859)	—	(6,890)	(7,792)
Total other financing sources (uses)	4,052	10,841	(859)	—	(6,890)	16,204
Net change in fund balances	839	548	153	(4)	720	(8,901)
Fund balances July 1, 2020	3,825	14,959	228	340	44,399	113,646
Fund balances June 30, 2021	\$ 4,664	15,507	381	336	45,119	104,745

WASHINGTON COUNTY, OREGONCombining Schedule of Revenues, Expenditures
and Changes in Fund Balances

Non-major Governmental Funds - Facilities General Capital Projects Fund

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	2016 FF&C Facilities Capital Projects Fund	Facilities General Capital Projects Fund	Total Facilities General Capital Projects Fund
Revenues:			
Intergovernmental revenues	\$ —	6,482	6,482
Interfund revenues	—	1,076	1,076
Total revenues	—	7,558	7,558
Expenditures:			
Current:			
Nonoperating	41	521	562
Total current	41	521	562
Capital outlay	297	9,171	9,468
Total expenditures	338	9,692	10,030
Revenues under expenditures	(338)	(2,134)	(2,472)
Other financing sources:			
Transfers in	—	4,152	4,152
Net change in fund balances	(338)	2,018	1,680
Fund balances July 1, 2020	2,522	7,394	9,916
Fund balances June 30, 2021	\$ 2,184	9,412	11,596

WASHINGTON COUNTY, OREGON
 Budgetary Comparison
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Aging, Disability & Veteran Services Fund				Air Quality Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Intergovernmental revenues	\$ 4,592	5,959	4,479	(1,480)	75	75	75	—
Miscellaneous revenues	35	35	19	(16)	500	500	251	(249)
Interfund revenues	40	40	20	(20)	—	—	—	—
Total revenues	<u>4,667</u>	<u>6,034</u>	<u>4,518</u>	<u>(1,516)</u>	<u>575</u>	<u>575</u>	<u>326</u>	<u>(249)</u>
Expenditures:								
Current:								
Housing, health and human services	5,103	6,470	4,979	1,491	1,516	1,516	243	1,273
Operating contingency	434	434	—	434	—	—	—	—
Total current	<u>5,537</u>	<u>6,904</u>	<u>4,979</u>	<u>1,925</u>	<u>1,516</u>	<u>1,516</u>	<u>243</u>	<u>1,273</u>
Revenues over (under) expenditures	<u>(870)</u>	<u>(870)</u>	<u>(461)</u>	<u>409</u>	<u>(941)</u>	<u>(941)</u>	<u>83</u>	<u>1,024</u>
Other financing sources:								
Transfers in from other funds	350	350	350	—	—	—	—	—
Net change in fund balances	<u>(520)</u>	<u>(520)</u>	<u>(111)</u>	<u>409</u>	<u>(941)</u>	<u>(941)</u>	<u>83</u>	<u>1,024</u>
Fund balances July 1, 2020	520	520	570	50	941	941	866	(75)
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>459</u>	<u>459</u>	<u>—</u>	<u>—</u>	<u>949</u>	<u>949</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Animal Services Gifts and Donations Fund				Building Services Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Licenses and permits	\$ —	—	—	—	4,350	4,350	3,903	(447)
Intergovernmental revenues	451	451	8	(443)	104	104	99	(5)
Charges for services	—	—	—	—	3,044	3,044	2,972	(72)
Miscellaneous revenues	50	50	13	(37)	245	245	—	(245)
Interfund revenues	—	—	—	—	190	190	160	(30)
Total revenues	<u>501</u>	<u>501</u>	<u>21</u>	<u>(480)</u>	<u>7,933</u>	<u>7,933</u>	<u>7,135</u>	<u>(798)</u>
Expenditures:								
Current:								
Land use and transportation	—	—	—	—	12,087	12,087	9,986	2,101
Housing, health and human services	451	451	8	443	—	—	—	—
Operating contingency	710	710	—	710	7,611	7,611	—	7,611
Total current	<u>1,161</u>	<u>1,161</u>	<u>8</u>	<u>1,153</u>	<u>19,698</u>	<u>19,698</u>	<u>9,986</u>	<u>9,712</u>
Revenues over (under) expenditures	<u>(660)</u>	<u>(660)</u>	<u>13</u>	<u>673</u>	<u>(11,765)</u>	<u>(11,765)</u>	<u>(2,851)</u>	<u>8,914</u>
Other financing uses:								
Transfers out to other funds	—	—	—	—	(462)	(462)	(462)	—
Net change in fund balances	<u>(660)</u>	<u>(660)</u>	<u>13</u>	<u>673</u>	<u>(12,227)</u>	<u>(12,227)</u>	<u>(3,313)</u>	<u>8,914</u>
Fund balances July 1, 2020	<u>660</u>	<u>660</u>	<u>769</u>	<u>109</u>	<u>12,227</u>	<u>12,227</u>	<u>12,048</u>	<u>(179)</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>782</u>	<u>782</u>	<u>—</u>	<u>—</u>	<u>8,735</u>	<u>8,735</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Children and Youth Services Commission Fund				Community Corrections Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)*
Revenues:								
Intergovernmental revenues	\$ 2,224	2,543	2,069	(474)	15,009	15,160	15,225	65
Charges for services	—	—	—	—	951	951	880	(71)
Miscellaneous revenues	38	38	—	(38)	49	49	12	(37)
Interfund revenues	7	7	5	(2)	100	100	106	6
Total revenues	2,269	2,588	2,074	(514)	16,109	16,260	16,223	(37)
Expenditures:								
Current:								
Public safety and justice	—	—	—	—	23,592	23,742	20,308	3,434
Housing, health and human services	2,501	2,820	2,455	365	—	—	—	—
Operating contingency	679	679	—	679	155	155	—	155
Total current	3,180	3,499	2,455	1,044	23,747	23,897	20,308	3,589
Capital outlay	—	—	—	—	—	—	10	(10)
Total expenditures	3,180	3,499	2,455	1,044	23,747	23,897	20,318	3,579
Revenues under expenditures	(911)	(911)	(381)	530	(7,638)	(7,637)	(4,095)	3,542
Other financing sources (uses):								
Transfers in from other funds	206	206	206	—	4,347	4,347	4,137	(210)
Transfers out to other funds	(31)	(31)	(56)	(25)	—	—	—	—
Total other financing sources	175	175	150	(25)	4,347	4,347	4,137	(210)
Net change in fund balances	(736)	(736)	(231)	505	(3,291)	(3,290)	42	3,332
Fund balances July 1, 2020	736	736	603	(133)	3,291	3,290	1,933	(1,357)
Fund balances June 30, 2021	\$ —	—	372	372	—	—	1,975	1,975

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Cooperative Library Services Fund				Coordinated Care Organization Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Taxes	\$ 15,171	15,171	15,092	(79)	—	—	—	—
Intergovernmental revenues	50	50	58	8	—	—	—	—
Charges for services	—	—	—	—	5,401	5,401	4,127	(1,274)
Miscellaneous revenues	302	302	79	(223)	40	40	—	(40)
Total revenues	15,523	15,523	15,229	(294)	5,441	5,441	4,127	(1,314)
Expenditures:								
Current:								
Housing, health and human services	—	—	—	—	5,422	5,422	4,888	534
Culture, education and recreation	35,960	35,960	35,240	720	—	—	—	—
Operating contingency	12,388	12,388	—	12,388	19	19	—	19
Total current	48,348	48,348	35,240	13,108	5,441	5,441	4,888	553
Capital outlay	7	7	—	7	—	—	—	—
Total expenditures	48,355	48,355	35,240	13,115	5,441	5,441	4,888	553
Revenues under expenditures	(32,832)	(32,832)	(20,011)	12,821	—	—	(761)	(761)
Other financing sources (uses):								
Transfers in from other funds	22,253	22,253	22,253	—	—	—	—	—
Transfers out to other funds	(1,117)	(1,117)	(1,147)	(30)	—	—	—	—
Total other financing sources	21,136	21,136	21,106	(30)	—	—	—	—
Net change in fund balances	(11,696)	(11,696)	1,095	12,791	—	—	(761)	(761)
Fund balances July 1, 2020	11,696	11,696	13,073	1,377	—	—	374	374
Fund balance (deficit) June 30, 2021	\$ —	—	14,168	14,168	—	—	(387)	(387)

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Court Security Fund</u>				<u>Department of Housing Services Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)*</u>
Revenues:								
Intergovernmental revenues	\$ —	—	—	—	5,047	5,047	5,212	165
Fines and forfeitures	400	400	354	(46)	—	—	—	—
Miscellaneous revenues	6	6	1	(5)	6,244	6,244	5,851	(393)
Total revenues	<u>406</u>	<u>406</u>	<u>355</u>	<u>(51)</u>	<u>11,291</u>	<u>11,291</u>	<u>11,063</u>	<u>(228)</u>
Expenditures:								
Current:								
Public safety and justice	524	524	516	8	—	—	—	—
Housing, health and human services	—	—	—	—	12,351	12,351	12,126	225
Operating contingency	937	937	—	937	307	307	—	307
Total current	<u>1,461</u>	<u>1,461</u>	<u>516</u>	<u>945</u>	<u>12,658</u>	<u>12,658</u>	<u>12,126</u>	<u>532</u>
Revenues under expenditures	<u>(1,055)</u>	<u>(1,055)</u>	<u>(161)</u>	<u>894</u>	<u>(1,367)</u>	<u>(1,367)</u>	<u>(1,063)</u>	<u>304</u>
Other financing sources (uses):								
Transfers in from other funds	—	—	209	209	1,490	1,490	1,662	172
Transfers out to other funds	—	—	—	—	(551)	(551)	(723)	(172)
Total other financing sources	<u>—</u>	<u>—</u>	<u>209</u>	<u>209</u>	<u>939</u>	<u>939</u>	<u>939</u>	<u>—</u>
Net change in fund balances	<u>(1,055)</u>	<u>(1,055)</u>	<u>48</u>	<u>1,103</u>	<u>(428)</u>	<u>(428)</u>	<u>(124)</u>	<u>304</u>
Fund balances July 1, 2020	<u>1,055</u>	<u>1,055</u>	<u>1,079</u>	<u>24</u>	<u>428</u>	<u>428</u>	<u>555</u>	<u>127</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>1,127</u>	<u>1,127</u>	<u>—</u>	<u>—</u>	<u>431</u>	<u>431</u>

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Development Services Fund</u>				<u>Developmental Disabilities Services Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:								
Intergovernmental revenues	\$ 100	100	95	(5)	11,841	11,841	10,212	(1,629)
Charges for services	1,746	1,746	1,680	(66)	—	—	—	—
Miscellaneous revenues	49	49	—	(49)	25	25	—	(25)
Interfund revenues	33	33	138	105	—	—	180	180
Total revenues	<u>1,928</u>	<u>1,928</u>	<u>1,913</u>	<u>(15)</u>	<u>11,866</u>	<u>11,866</u>	<u>10,392</u>	<u>(1,474)</u>
Expenditures:								
Current:								
Land use and transportation	2,951	2,951	2,636	315	—	—	—	—
Housing, health and human services	—	—	—	—	11,861	11,861	10,407	1,454
Operating contingency	1,131	1,131	—	1,131	30	30	—	30
Total current	<u>4,082</u>	<u>4,082</u>	<u>2,636</u>	<u>1,446</u>	<u>11,891</u>	<u>11,891</u>	<u>10,407</u>	<u>1,484</u>
Revenues under expenditures	<u>(2,154)</u>	<u>(2,154)</u>	<u>(723)</u>	<u>1,431</u>	<u>(25)</u>	<u>(25)</u>	<u>(15)</u>	<u>10</u>
Other financing sources (uses):								
Transfers in from other funds	349	349	392	43	—	—	—	—
Transfers out to other funds	(157)	(157)	(157)	—	—	—	—	—
Total other financing sources	<u>192</u>	<u>192</u>	<u>235</u>	<u>43</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	<u>(1,962)</u>	<u>(1,962)</u>	<u>(488)</u>	<u>1,474</u>	<u>(25)</u>	<u>(25)</u>	<u>(15)</u>	<u>10</u>
Fund balances July 1, 2020	<u>1,962</u>	<u>1,962</u>	<u>1,856</u>	<u>(106)</u>	<u>25</u>	<u>25</u>	<u>89</u>	<u>64</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>1,368</u>	<u>1,368</u>	<u>—</u>	<u>—</u>	<u>74</u>	<u>74</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	District Patrol Fund				Emergency Medical Services Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Licenses and permits	\$ —	—	—	—	571	571	526	(45)
Intergovernmental revenues	—	—	29	29	—	—	—	—
Charges for services	65	65	15	(50)	2	2	—	(2)
Miscellaneous revenues	33,421	33,421	31,163	(2,258)	45	45	34	(11)
Interfund revenues	—	—	2	2	10	10	—	(10)
Total revenues	33,486	33,486	31,209	(2,277)	628	628	560	(68)
Expenditures:								
Current:								
Public safety and justice	31,459	31,459	29,393	2,066	—	—	—	—
Housing, health and human services	—	—	—	—	1,361	1,361	596	765
Operating contingency	—	—	—	—	237	237	—	237
Total current	31,459	31,459	29,393	2,066	1,598	1,598	596	1,002
Capital outlay	1,968	1,968	1,816	152	—	—	—	—
Total expenditures	33,427	33,427	31,209	2,218	1,598	1,598	596	1,002
Revenues over (under) expenditures	59	59	—	(59)	(970)	(970)	(36)	934
Other financing uses:								
Transfers out to other funds	(60)	(60)	—	60	—	—	—	—
Net change in fund balances	(1)	(1)	—	1	(970)	(970)	(36)	934
Fund balances July 1, 2020	1	1	—	(1)	970	970	1,101	131
Fund balances June 30, 2021	\$ —	—	—	—	—	—	1,065	1,065

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Enhanced Sheriff's Patrol District Fund (Component Unit)				Gain Share Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Taxes	\$ 29,284	29,284	29,603	319	—	—	—	—
Intergovernmental revenues	68	68	79	11	9,242	9,242	9,221	(21)
Charges for services	25	25	20	(5)	—	—	—	—
Miscellaneous revenues	440	440	—	(440)	93	93	68	(25)
Total revenues	29,817	29,817	29,702	(115)	9,335	9,335	9,289	(46)
Expenditures:								
Current:								
Public safety and justice	33,401	33,401	31,145	2,256	—	—	—	—
Operating contingency	14,773	14,773	—	14,773	—	—	—	—
Total current	48,174	48,174	31,145	17,029	—	—	—	—
Capital outlay	—	—	—	—	5,685	5,685	—	5,685
Total expenditures	48,174	48,174	31,145	17,029	5,685	5,685	—	5,685
	(18,357)	(18,357)	(1,443)	16,914	3,650	3,650	9,289	5,639
Other financing uses:								
Transfers out to other funds	—	—	—	—	(8,322)	(8,322)	(9,822)	(1,500)
Net change in fund balances	(18,357)	(18,357)	(1,443)	16,914	(4,672)	(4,672)	(533)	4,139
Fund balances July 1, 2020	18,357	18,357	19,158	801	4,672	4,672	3,226	(1,446)
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>17,715</u>	<u>17,715</u>	<u>—</u>	<u>—</u>	<u>2,693</u>	<u>2,693</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Health Share of Oregon Fund				Housing Production Opportunity Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Charges for services	\$ —	—	343	343	—	—	—	—
Miscellaneous revenues	189	189	283	94	—	—	—	—
Total revenues	189	189	626	437	—	—	—	—
Expenditures:								
Current:								
Housing, health and human services	1,417	1,417	243	1,174	—	6,419	7	6,412
Operating contingency	5,277	5,277	—	5,277	—	—	—	—
Total current	6,694	6,694	243	6,451	—	6,419	7	6,412
Revenues over (under) expenditures	(6,505)	(6,505)	383	6,888	—	(6,419)	(7)	6,412
Other financing sources:								
Transfers in from other funds	—	—	—	—	—	6,419	6,419	—
Net change in fund balances	(6,505)	(6,505)	383	6,888	—	—	6,412	6,412
Fund balances July 1, 2020	6,505	6,505	6,608	103	—	—	—	—
Fund balances June 30, 2021	\$ —	—	6,991	6,991	—	—	6,412	6,412

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Human Services HB-2145 Fund				Human Services OHP Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)*
Revenues:								
Miscellaneous revenues	\$ —	—	1	1	109	109	—	(109)
Total revenues	—	—	1	1	109	109	—	(109)
Expenditures:								
Current:								
Housing, health and human services	—	—	—	—	—	—	10	(10)
Operating contingency	579	579	—	579	5,551	5,551	—	5,551
Total current	579	579	—	579	5,551	5,551	10	5,541
Revenues over (under) expenditures	(579)	(579)	1	580	(5,442)	(5,442)	(10)	5,432
Other financing uses:								
Transfers out to other funds	(372)	(372)	(264)	108	—	—	—	—
Net change in fund balances	(951)	(951)	(263)	688	(5,442)	(5,442)	(10)	5,432
Fund balances July 1, 2020	951	951	907	(44)	5,442	5,442	5,578	136
Fund balances June 30, 2021	\$ —	—	644	644	—	—	5,568	5,568

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Indirect Cost Reimbursement Fund				ITS Systems Replacement Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Intergovernmental revenues	\$ 112	112	112	—	—	—	—	—
Miscellaneous revenues	—	—	—	—	—	—	9	9
Interfund revenues	30,290	30,290	30,290	—	—	—	—	—
Total revenues	30,402	30,402	30,402	—	—	—	9	9
Expenditures:								
Current:								
Nonoperating	5,551	5,551	5,551	—	—	—	—	—
Operating contingency	—	—	—	—	673	673	—	673
Total current	5,551	5,551	5,551	—	673	673	—	673
Revenues over (under) expenditures	24,851	24,851	24,851	—	(673)	(673)	9	682
Other financing sources (uses):								
Transfers in from other funds	—	—	—	—	1,447	1,447	1,447	—
Transfers out to other funds	(24,851)	(24,851)	(24,851)	—	(930)	(930)	(930)	—
Total other financing sources (uses)	(24,851)	(24,851)	(24,851)	—	517	517	517	—
Net change in fund balances	—	—	—	—	(156)	(156)	526	682
Fund balances July 1, 2020	—	—	—	—	156	156	159	3
Fund balances June 30, 2021	\$ —	—	—	—	—	—	685	685

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Jail Commissary Fund</u>				<u>Juvenile Conciliation Services Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:								
Licenses and permits	\$ —	—	—	—	31	31	33	2
Intergovernmental revenues	—	—	—	—	526	526	490	(36)
Charges for services	—	—	—	—	5	5	—	(5)
Miscellaneous revenues	282	282	198	(84)	10	10	4	(6)
Total revenues	<u>282</u>	<u>282</u>	<u>198</u>	<u>(84)</u>	<u>572</u>	<u>572</u>	<u>527</u>	<u>(45)</u>
Expenditures:								
Current:								
Public safety and justice	212	212	123	89	581	581	513	68
Operating contingency	1,029	1,029	—	1,029	—	—	—	—
Total current	<u>1,241</u>	<u>1,241</u>	<u>123</u>	<u>1,118</u>	<u>581</u>	<u>581</u>	<u>513</u>	<u>68</u>
Revenues over (under) expenditures	(959)	(959)	75	1,034	(9)	(9)	14	23
Fund balances July 1, 2020	<u>959</u>	<u>959</u>	<u>1,032</u>	<u>73</u>	<u>9</u>	<u>9</u>	<u>88</u>	<u>79</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>1,107</u>	<u>1,107</u>	<u>—</u>	<u>—</u>	<u>102</u>	<u>102</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Juvenile Grants Fund</u>				<u>Juvenile High Risk Prevention Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:								
Intergovernmental revenues	\$ 773	773	769	(4)	2,300	2,300	2,258	(42)
Miscellaneous revenues	7	7	6	(1)	9	9	—	(9)
Total revenues	<u>780</u>	<u>780</u>	<u>775</u>	<u>(5)</u>	<u>2,309</u>	<u>2,309</u>	<u>2,258</u>	<u>(51)</u>
Expenditures:								
Current:								
Public safety and justice	859	859	797	62	3,188	3,188	2,285	903
Revenues under expenditures	(79)	(79)	(22)	57	(879)	(879)	(27)	852
Other financing sources:								
Transfers in from other funds	—	—	—	—	50	50	50	—
Net change in fund balance	(79)	(79)	(22)	57	(829)	(829)	23	852
Fund balances July 1, 2020	<u>79</u>	<u>79</u>	<u>60</u>	<u>(19)</u>	<u>829</u>	<u>829</u>	<u>1,140</u>	<u>311</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>38</u>	<u>38</u>	<u>—</u>	<u>—</u>	<u>1,163</u>	<u>1,163</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Law Library Fund				Local Option Levy Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Taxes	\$ —	—	—	—	28,882	28,882	28,815	(67)
Intergovernmental revenues	—	—	—	—	548	548	501	(47)
Charges for services	354	354	292	(62)	26	26	20	(6)
Miscellaneous revenues	16	16	—	(16)	383	383	85	(298)
Total revenues	370	370	292	(78)	29,839	29,839	29,421	(418)
Expenditures:								
Current:								
Public safety and justice	519	519	482	37				
County administration	—	—	—	—	1,489	1,489	1,273	216
Sheriff's office administration	—	—	—	—	3,118	3,118	2,962	156
Law enforcement services	—	—	—	—	14,150	14,150	12,677	1,473
Sheriff's Office - jail	—	—	—	—	3,410	3,410	3,249	161
District Attorney	—	—	—	—	4,058	4,058	3,953	105
Community corrections	—	—	—	—	1,854	1,854	1,706	148
Juvenile services	—	—	—	—	5,412	5,412	4,989	423
Operating contingency	631	631	—	631	14,186	14,186	—	14,186
Total current	1,150	1,150	482	668	47,677	47,677	30,809	16,868
Capital outlay	—	—	—	—	714	714	413	301
Total expenditures	1,150	1,150	482	668	48,391	48,391	31,222	17,169
Revenues under expenditures	(780)	(780)	(190)	590	(18,552)	(18,552)	(1,801)	16,751
Other financing uses:								
Transfers out to other funds	—	—	—	—	(40)	(40)	(2)	38
Net change in fund balances	(780)	(780)	(190)	590	(18,592)	(18,592)	(1,803)	16,789
Fund balances July 1, 2020	780	780	809	29	18,592	18,592	18,764	172
Fund balances June 30, 2021	\$ —	—	619	619	—	—	16,961	16,961

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Lottery Fund				Maintenance Improvement District Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Intergovernmental revenues	\$ 2,600	3,000	2,951	(49)	—	—	—	—
Special assessments	—	—	—	—	14	14	26	12
Miscellaneous revenues	—	—	—	—	6	6	—	(6)
Total revenues	<u>2,600</u>	<u>3,000</u>	<u>2,951</u>	<u>(49)</u>	<u>20</u>	<u>20</u>	<u>26</u>	<u>6</u>
Expenditures:								
Current:								
Land use and transportation	—	—	—	—	13	13	2	11
Nonoperating	261	261	261	—	—	—	—	—
Operating contingency	—	—	—	—	316	316	—	316
Total current	<u>261</u>	<u>261</u>	<u>261</u>	<u>—</u>	<u>329</u>	<u>329</u>	<u>2</u>	<u>327</u>
Revenues over (under) expenditures	<u>2,339</u>	<u>2,739</u>	<u>2,690</u>	<u>(49)</u>	<u>(309)</u>	<u>(309)</u>	<u>24</u>	<u>333</u>
Other financing sources:								
Transfers out to other funds	(2,339)	(2,739)	(2,690)	49	—	—	—	—
Total other financing sources	<u>(2,339)</u>	<u>(2,739)</u>	<u>(2,690)</u>	<u>49</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	—	—	—	—	(309)	(309)	24	333
Fund balances July 1, 2020	—	—	—	—	309	309	358	49
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>382</u>	<u>382</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Mental Health Crisis Services Fund				Metro Affordable Housing Bond Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Intergovernmental revenues	\$ —	—	—	—	85,768	85,768	9,332	(76,436)
Charges for services	1,470	1,470	1,777	307	—	—	—	—
Miscellaneous revenues	40	40	11	(29)	48	48	—	(48)
Total revenues	<u>1,510</u>	<u>1,510</u>	<u>1,788</u>	<u>278</u>	<u>85,816</u>	<u>85,816</u>	<u>9,332</u>	<u>(76,484)</u>
Expenditures:								
Current:								
Housing, health and human services	5,993	5,993	5,761	232	85,816	86,033	9,409	76,624
Operating contingency	1,954	1,954	—	1,954	—	—	—	—
Total current	<u>7,947</u>	<u>7,947</u>	<u>5,761</u>	<u>2,186</u>	<u>85,816</u>	<u>86,033</u>	<u>9,409</u>	<u>76,624</u>
Revenues under expenditures	<u>(6,437)</u>	<u>(6,437)</u>	<u>(3,973)</u>	<u>2,464</u>	<u>—</u>	<u>(217)</u>	<u>(77)</u>	<u>140</u>
Other financing sources:								
Transfers in from other funds	4,468	4,468	4,006	(462)	—	—	—	—
Net change in fund balances	<u>(1,969)</u>	<u>(1,969)</u>	<u>33</u>	<u>2,002</u>	<u>—</u>	<u>(217)</u>	<u>(77)</u>	<u>140</u>
Fund balances July 1, 2020	<u>1,969</u>	<u>1,969</u>	<u>2,015</u>	<u>46</u>	<u>—</u>	<u>217</u>	<u>217</u>	<u>—</u>
Fund balances June 30, 2021	<u><u>—</u></u>	<u><u>—</u></u>	<u><u>2,048</u></u>	<u><u>2,048</u></u>	<u><u>—</u></u>	<u><u>—</u></u>	<u><u>140</u></u>	<u><u>140</u></u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Metzger Park LID Fund				North Bethany County Service District for Roads Fund (Component Unit)			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)*
Revenues:								
Taxes	\$ —	—	—	—	780	780	857	77
Special assessments	159	159	155	(4)	—	—	—	—
Miscellaneous revenues	26	26	—	(26)	30	30	—	(30)
Total revenues	185	185	155	(30)	810	810	857	47
Expenditures:								
Current:								
Land use and transportation	—	—	—	—	10,864	10,864	4,000	6,864
Culture, education and recreation	294	394	273	121	—	—	—	—
Operating contingency	46	46	—	46	—	—	—	—
Total current	340	440	273	167	10,864	10,864	4,000	6,864
Capital outlay	—	—	2	(2)	—	—	1	(1)
Total expenditures	340	440	275	165	10,864	10,864	4,001	6,863
Revenues under expenditures	(155)	(255)	(120)	135	(10,054)	(10,054)	(3,144)	6,910
Other financing sources:								
Transfers in from other funds	110	110	110	—	8,576	8,576	1,942	(6,634)
Net change in fund balances	(45)	(145)	(10)	135	(1,478)	(1,478)	(1,202)	276
Fund balances July 1, 2020	45	145	178	33	1,478	1,478	12,488	11,010
Fund balances June 30, 2021	\$ —	—	168	168	—	—	11,286	11,286

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Office of Community Development Block Grant Fund				PERS Rate Stabilization Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Intergovernmental revenues	\$ 4,538	11,063	3,972	(7,091)	—	—	—	—
Miscellaneous revenues	—	—	240	240	7	7	—	(7)
Interfund revenues	23	23	—	(23)	—	—	—	—
Total revenues	<u>4,561</u>	<u>11,086</u>	<u>4,212</u>	<u>(6,874)</u>	<u>7</u>	<u>7</u>	<u>—</u>	<u>(7)</u>
Expenditures:								
Current:								
Housing, health and human services	5,049	11,574	4,381	7,193	—	—	—	—
Nonoperating	—	—	—	—	344	344	1	343
Total current	<u>5,049</u>	<u>11,574</u>	<u>4,381</u>	<u>7,193</u>	<u>344</u>	<u>344</u>	<u>1</u>	<u>343</u>
Revenues under expenditures	(488)	(488)	(169)	319	(337)	(337)	(1)	336
Other financing sources:								
Transfers in from other funds	245	245	245	—	—	—	—	—
Net change in fund balances	<u>(243)</u>	<u>(243)</u>	<u>76</u>	<u>319</u>	<u>(337)</u>	<u>(337)</u>	<u>(1)</u>	<u>336</u>
Fund balances July 1, 2020	<u>243</u>	<u>243</u>	<u>276</u>	<u>33</u>	<u>337</u>	<u>337</u>	<u>337</u>	<u>—</u>
Fund balances June 30, 2021	<u><u>—</u></u>	<u><u>—</u></u>	<u><u>352</u></u>	<u><u>352</u></u>	<u><u>—</u></u>	<u><u>—</u></u>	<u><u>336</u></u>	<u><u>336</u></u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Sheriff's Office Contract Services Fund				Sheriff's Office Forfeitures Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Charges for services	\$ —	—	39	39	—	—	—	—
Miscellaneous revenues	500	500	150	(350)	10	10	219	209
Interfund revenues	60	60	46	(14)	—	—	—	—
Total revenues	560	560	235	(325)	10	10	219	209
Expenditures:								
Current:								
Public safety and justice	560	560	195	365	282	282	217	65
Operating contingency	—	—	—	—	9	9	—	9
Total current	560	560	195	365	291	291	217	74
Revenues over (under) expenditures	—	—	40	40	(281)	(281)	2	283
Fund balance (deficit) July 1, 2020	—	—	(40)	(40)	281	281	251	(30)
Fund balances June 30, 2021	\$ —	—	—	—	—	—	253	253

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Sheriff's Office Grants & Donations Fund</u>				<u>Statewide Transportation Improvement Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)*</u>
Revenues:								
Intergovernmental revenues	\$ 1,629	1,629	410	(1,219)	1,468	1,468	1,636	168
Miscellaneous revenues	75	75	5	(70)	12	12	1	(11)
Total revenues	<u>1,704</u>	<u>1,704</u>	<u>449</u>	<u>(1,255)</u>	<u>1,480</u>	<u>1,480</u>	<u>1,637</u>	<u>157</u>
Expenditures:								
Current:								
Public safety and justice	1,704	1,704	456	1,248	—	—	—	—
Land use and transportation	—	—	—	—	1,468	1,468	1,657	(189)
Operating contingency	—	—	—	—	609	609	—	609
Total current	<u>1,704</u>	<u>1,704</u>	<u>456</u>	<u>1,248</u>	<u>2,077</u>	<u>2,077</u>	<u>1,657</u>	<u>420</u>
Revenues under expenditures	—	—	(7)	(7)	(597)	(597)	(20)	577
Fund (deficit) balance July 1, 2020	—	—	(19)	(19)	597	597	29	(568)
Fund (deficit) balance June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>(26)</u>	<u>(26)</u>	<u>—</u>	<u>—</u>	<u>9</u>	<u>9</u>

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Strategic Investment Program Fund</u>				<u>Supportive Housing Services Revenue Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:								
Charges for services	\$ 32,650	32,650	37,659	5,009	—	—	—	—
Miscellaneous revenues	653	653	207	(446)	—	—	7	7
Total revenues	<u>33,303</u>	<u>33,303</u>	<u>37,866</u>	<u>4,563</u>	<u>—</u>	<u>—</u>	<u>7</u>	<u>7</u>
Expenditures:								
Current:								
Housing, health and human services	—	—	—	—	—	1,140	861	279
Capital outlay	9,866	9,866	—	9,866	—	—	—	—
Total expenditures	<u>9,866</u>	<u>9,866</u>	<u>—</u>	<u>9,866</u>	<u>—</u>	<u>1,140</u>	<u>861</u>	<u>279</u>
Revenues over (under) expenditures	<u>23,437</u>	<u>23,437</u>	<u>37,866</u>	<u>14,429</u>	<u>—</u>	<u>(1,140)</u>	<u>(854)</u>	<u>286</u>
Other financing sources (uses):								
Transfers in from other funds	—	—	—	—	—	1,140	1,140	—
Transfers out to other funds	(37,000)	(37,000)	(37,000)	—	—	—	—	—
Total other financing sources (uses)	<u>(37,000)</u>	<u>(37,000)</u>	<u>(37,000)</u>	<u>—</u>	<u>—</u>	<u>1,140</u>	<u>1,140</u>	<u>—</u>
Net change in fund balances	(13,563)	(13,563)	866	14,429	—	—	286	286
Fund balances July 1, 2020	<u>13,563</u>	<u>13,563</u>	<u>14,049</u>	<u>486</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund (deficit) balance June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>14,915</u>	<u>14,915</u>	<u>—</u>	<u>—</u>	<u>286</u>	<u>286</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Survey Fund</u>				<u>Surveyor-Public Land Corner Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:								
Charges for services	\$ 561	561	661	100	390	390	720	330
Miscellaneous revenues	27	27	—	(27)	45	45	14	(31)
Interfund revenues	51	51	92	41	125	125	459	334
Total revenues	<u>639</u>	<u>639</u>	<u>753</u>	<u>114</u>	<u>560</u>	<u>560</u>	<u>1,193</u>	<u>633</u>
Expenditures:								
Current:								
Land use and transportation	891	891	772	119	763	1,163	899	264
Operating contingency	927	927	—	927	1,997	1,597	—	1,597
Total current	<u>1,818</u>	<u>1,818</u>	<u>772</u>	<u>1,046</u>	<u>2,760</u>	<u>2,760</u>	<u>899</u>	<u>1,861</u>
Revenues over (under) expenditures	<u>(1,179)</u>	<u>(1,179)</u>	<u>(19)</u>	<u>1,160</u>	<u>(2,200)</u>	<u>(2,200)</u>	<u>294</u>	<u>2,494</u>
Other financing sources (uses):								
Transfers in from other funds	73	73	122	49	—	—	—	—
Transfers out to other funds	(32)	(32)	(32)	—	(27)	(27)	(27)	—
Total other financing sources (uses)	<u>41</u>	<u>41</u>	<u>90</u>	<u>49</u>	<u>(27)</u>	<u>(27)</u>	<u>(27)</u>	<u>—</u>
Net change in fund balances	<u>(1,138)</u>	<u>(1,138)</u>	<u>71</u>	<u>1,209</u>	<u>(2,227)</u>	<u>(2,227)</u>	<u>267</u>	<u>2,494</u>
Fund balances July 1, 2020	<u>1,138</u>	<u>1,138</u>	<u>1,565</u>	<u>427</u>	<u>2,227</u>	<u>2,227</u>	<u>2,290</u>	<u>63</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>1,636</u>	<u>1,636</u>	<u>—</u>	<u>—</u>	<u>2,557</u>	<u>2,557</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Tourism Dedicated Lodging Tax Fund				Tri-County Risk Reserve Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Taxes	\$ 4,224	4,224	2,135	(2,089)	—	—	—	—
Miscellaneous revenues	24	24	—	(24)	—	—	—	—
Total revenues	<u>4,248</u>	<u>4,248</u>	<u>2,135</u>	<u>(2,113)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Expenditures:								
Current:								
Housing, health and human services	—	—	—	—	250	250	34	216
Culture, education and recreation	4,269	4,269	2,134	2,135	—	—	—	—
Operating contingency	—	—	—	—	10,250	10,250	—	10,250
Total current	<u>4,269</u>	<u>4,269</u>	<u>2,134</u>	<u>2,135</u>	<u>10,500</u>	<u>10,500</u>	<u>34</u>	<u>10,466</u>
Revenues over (under) expenditures	(21)	(21)	1	22	(10,500)	(10,500)	(34)	10,466
Fund balances July 1, 2020	<u>21</u>	<u>21</u>	<u>20</u>	<u>(1)</u>	<u>10,500</u>	<u>10,500</u>	<u>10,500</u>	<u>—</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>21</u>	<u>21</u>	<u>—</u>	<u>—</u>	<u>10,466</u>	<u>10,466</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Urban Road Maintenance District Fund (Component Unit)				Washington County Fair Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)*
Revenues:								
Taxes	\$ 5,436	5,436	5,522	86	1,796	1,796	915	(881)
Intergovernmental revenues	—	—	86	86	—	—	53	53
Charges for services	20	20	4	(16)	1,734	1,734	—	(1,734)
Miscellaneous revenues	237	237	—	(237)	485	485	55	(430)
Total revenues	<u>5,693</u>	<u>5,693</u>	<u>5,612</u>	<u>(81)</u>	<u>4,015</u>	<u>4,015</u>	<u>1,023</u>	<u>(2,992)</u>
Expenditures:								
Current:								
Land use and transportation	8,779	8,779	6,551	2,228	—	—	—	—
Culture, education and recreation	—	—	—	—	4,200	4,200	1,047	3,153
Operating contingency	8,213	8,213	—	8,213	967	967	—	967
Total current	<u>16,992</u>	<u>16,992</u>	<u>6,551</u>	<u>10,441</u>	<u>5,167</u>	<u>5,167</u>	<u>1,047</u>	<u>4,120</u>
Capital outlay	100	100	66	34	—	—	11	(11)
Total expenditures	<u>17,092</u>	<u>17,092</u>	<u>6,617</u>	<u>10,475</u>	<u>5,167</u>	<u>5,167</u>	<u>1,058</u>	<u>4,109</u>
Revenues under expenditures	<u>(11,399)</u>	<u>(11,399)</u>	<u>(1,005)</u>	<u>10,394</u>	<u>(1,152)</u>	<u>(1,152)</u>	<u>(35)</u>	<u>1,117</u>
Other financing sources (uses):								
Transfers in from other funds	100	100	—	(100)	—	—	—	—
Transfers out to other funds	(533)	(533)	(639)	(106)	—	—	—	—
Total other financing uses	<u>(433)</u>	<u>(433)</u>	<u>(639)</u>	<u>(206)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	<u>(11,832)</u>	<u>(11,832)</u>	<u>(1,644)</u>	<u>10,188</u>	<u>(1,152)</u>	<u>(1,152)</u>	<u>(35)</u>	<u>1,117</u>
Fund balances July 1, 2020	<u>11,832</u>	<u>11,832</u>	<u>12,610</u>	<u>778</u>	<u>1,152</u>	<u>1,152</u>	<u>1,060</u>	<u>(92)</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>10,966</u>	<u>10,966</u>	<u>—</u>	<u>—</u>	<u>1,025</u>	<u>1,025</u>

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Special Revenue Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	West Slope Library Fund			Variance positive (negative)*
	Adopted budget	Revised budget	Actual	
Revenues:				
Intergovernmental revenues	\$ —	—	3	3
Miscellaneous revenues	37	37	21	(16)
Total revenues	<u>37</u>	<u>37</u>	<u>24</u>	<u>(13)</u>
Expenditures:				
Current:				
Culture, education and recreation	1,618	1,618	1,037	581
Operating contingency	16	16	—	16
Total current	<u>1,634</u>	<u>1,634</u>	<u>1,037</u>	<u>597</u>
Capital outlay	—	—	13	(13)
Total expenditures	<u>1,634</u>	<u>1,634</u>	<u>1,050</u>	<u>584</u>
Revenues under expenditures	<u>(1,597)</u>	<u>(1,597)</u>	<u>(1,026)</u>	<u>571</u>
Other financing sources:				
Transfers in from other funds	1,117	1,117	1,148	31
Net change in fund balances	(480)	(480)	122	602
Fund balance July 1, 2020	480	480	642	162
Fund balance June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>764</u>	<u>764</u>

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WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Debt Service Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	General Obligation Debt Service Fund				Miscellaneous Debt Service Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Taxes	\$ 4,634	4,634	4,669	35	—	—	—	—
Miscellaneous revenues	12	12	26	14	—	—	—	—
Total revenues	<u>4,646</u>	<u>4,646</u>	<u>4,695</u>	<u>49</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Expenditures:								
Current:								
Nonoperating	—	—	—	—	2	2	2	—
Operating contingency	25	25	—	25	36	36	—	36
Total current	<u>25</u>	<u>25</u>	<u>—</u>	<u>25</u>	<u>38</u>	<u>38</u>	<u>2</u>	<u>36</u>
Debt service:								
Principal	2,030	2,030	2,030	—	5,741	5,741	5,741	—
Interest	2,684	2,684	2,684	—	1,408	1,408	1,408	—
Total debt service	<u>4,714</u>	<u>4,714</u>	<u>4,714</u>	<u>—</u>	<u>7,149</u>	<u>7,149</u>	<u>7,149</u>	<u>—</u>
Total expenditures	<u>4,739</u>	<u>4,739</u>	<u>4,714</u>	<u>25</u>	<u>7,187</u>	<u>7,187</u>	<u>7,151</u>	<u>36</u>
Revenues under expenditures	<u>(93)</u>	<u>(93)</u>	<u>(19)</u>	<u>74</u>	<u>(7,187)</u>	<u>(7,187)</u>	<u>(7,151)</u>	<u>36</u>
Other financing sources:								
Transfers in from other funds	—	—	—	—	7,152	7,152	7,151	(1)
Net change in fund balance	<u>(93)</u>	<u>(93)</u>	<u>(19)</u>	<u>74</u>	<u>(35)</u>	<u>(35)</u>	<u>—</u>	<u>35</u>
Fund balances July 1, 2020	<u>93</u>	<u>93</u>	<u>129</u>	<u>36</u>	<u>35</u>	<u>35</u>	<u>37</u>	<u>2</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>110</u>	<u>110</u>	<u>—</u>	<u>—</u>	<u>37</u>	<u>37</u>

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Debt Service Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Series 2016 B FFCO Debt Service Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:				
Taxes	\$ 1,083	1,083	613	(470)
Expenditures:				
Current:				
Operating contingency	12,420	12,420	—	12,420
Debt service:				
Principal	8,085	8,085	8,085	—
Interest	4,098	4,098	4,098	—
Total debt service	12,183	12,183	12,183	—
Total expenditures	24,603	24,603	12,183	12,420
Revenues under expenditures	(23,520)	(23,520)	(11,570)	11,950
Other financing sources:				
Transfers in from other funds	17,142	17,142	17,142	—
Net change in fund balance	(6,378)	(6,378)	5,572	11,950
Fund balance July 1, 2020	6,378	6,378	6,067	(311)
Fund balance June 30, 2021	\$ —	—	11,639	11,639

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Capital Projects Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	2016 FF&C Facilities Capital Projects Fund				Bonny Slope West Transportation SDC Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Charges for services	\$ —	—	—	—	600	600	884	284
Miscellaneous revenues	30	30	—	(30)	31	31	27	(4)
Total revenues	30	30	—	(30)	631	631	911	280
Expenditures:								
Current:								
Land use and transportation	—	—	—	—	1,826	1,826	3	1,823
Nonoperating	—	—	41	(41)	—	—	—	—
Total current	—	—	41	(41)	1,826	1,826	3	1,823
Capital outlay	1,926	1,926	297	1,629	—	—	—	—
Total expenditures	1,926	1,926	338	1,588	1,826	1,826	3	1,823
Revenues over (under) expenditures	(1,896)	(1,896)	(338)	1,558	(1,195)	(1,195)	908	2,103
Other financing sources (uses):								
Transfers in from other funds	—	—	—	—	—	—	1,799	1,799
Transfers out to other funds	—	—	—	—	(340)	(340)	—	340
Total other financing sources (uses)	—	—	—	—	(340)	(340)	1,799	2,139
Net change in fund balances	(1,896)	(1,896)	(338)	1,558	(1,535)	(1,535)	2,707	4,242
Fund balances July 1, 2020	1,896	1,896	2,522	626	1,535	1,535	1,645	110
Fund balances June 30, 2021	\$ —	—	2,184	2,184	—	—	4,352	4,352

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Capital Projects Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	<u>Building Equipment Replacement Fund</u>				<u>Countywide Traffic Impact Fee Fund</u>			
	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)*</u>	<u>Adopted budget</u>	<u>Revised budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
Revenues:								
Special assessments	\$ —	—	—	—	8	8	5	(3)
Miscellaneous revenues	50	50	36	(14)	6	6	—	(6)
Total revenues	<u>50</u>	<u>50</u>	<u>36</u>	<u>(14)</u>	<u>14</u>	<u>14</u>	<u>5</u>	<u>(9)</u>
Expenditures:								
Current:								
Land use and transportation	—	—	—	—	1,369	1,369	32	1,337
Nonoperating	—	—	29	(29)	—	—	—	—
Total current	<u>—</u>	<u>—</u>	<u>29</u>	<u>(29)</u>	<u>1,369</u>	<u>1,369</u>	<u>32</u>	<u>1,337</u>
Capital outlay	6,218	6,218	649	5,569	—	—	—	—
Total expenditures	<u>6,218</u>	<u>6,218</u>	<u>678</u>	<u>5,540</u>	<u>1,369</u>	<u>1,369</u>	<u>32</u>	<u>1,337</u>
Revenues under expenditures	<u>(6,168)</u>	<u>(6,168)</u>	<u>(642)</u>	<u>5,526</u>	<u>(1,355)</u>	<u>(1,355)</u>	<u>(27)</u>	<u>1,328</u>
Other financing sources (uses):								
Transfers in from other funds	3,112	3,112	3,111	(1)	946	946	—	(946)
Transfers out to other funds	—	—	—	—	(2)	(2)	(2)	—
Total other financing sources (uses)	<u>3,112</u>	<u>3,112</u>	<u>3,111</u>	<u>(1)</u>	<u>944</u>	<u>944</u>	<u>(2)</u>	<u>(946)</u>
Net change in fund balances	(3,056)	(3,056)	2,469	5,525	(411)	(411)	(29)	382
Fund balances July 1, 2020	3,056	3,056	3,207	151	411	411	847	436
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>5,676</u>	<u>5,676</u>	<u>—</u>	<u>—</u>	<u>818</u>	<u>818</u>

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Capital Projects Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Emergency Communications System Fund				Event Center Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)*
Revenues:								
Intergovernmental revenues	\$ —	—	—	—	—	2,660	2,660	—
Miscellaneous revenues	572	572	—	(572)	3	3	—	(3)
Total revenues	572	572	—	(572)	3	2,663	2,660	(3)
Expenditures:								
Current:								
Culture, education and recreation	—	—	—	—	—	—	323	(323)
Nonoperating	992	992	6,993	(6,001)	—	—	—	—
Total current	992	992	6,993	(6,001)	—	—	323	(323)
Capital outlay	29,555	29,555	11,217	18,338	3,636	5,665	2,145	3,520
Total expenditures	30,547	30,547	18,210	12,337	3,636	5,665	2,468	3,197
Revenues over (under) expenditures	(29,975)	(29,975)	(18,210)	11,765	(3,633)	(3,002)	192	3,194
Fund balances July 1, 2020	29,975	29,975	31,202	1,227	3,633	3,002	3,002	—
Fund balances June 30, 2021	\$ —	—	12,992	12,992	—	—	3,194	3,194

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WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Capital Projects Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Facilities General Capital Projects Fund				Facilities Park (THPRD) SDC Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Intergovernmental revenues	\$ 15	15	6,482	6,467	—	—	—	—
Charges for services	—	—	—	—	7	7	34	27
Miscellaneous revenues	71	71	—	(71)	1	1	—	(1)
Interfund revenues	4,728	4,728	1,076	(3,652)	—	—	—	—
Total revenues	<u>4,814</u>	<u>4,814</u>	<u>7,558</u>	<u>2,744</u>	<u>8</u>	<u>8</u>	<u>34</u>	<u>26</u>
Expenditures:								
Current:								
Nonoperating	—	—	521	(521)	83	83	—	83
Capital outlay	14,711	15,361	9,171	6,190	—	—	—	—
Total expenditures	<u>14,711</u>	<u>15,361</u>	<u>9,692</u>	<u>5,669</u>	<u>83</u>	<u>83</u>	<u>—</u>	<u>83</u>
Revenues over (under) expenditures	(9,897)	(10,547)	(2,134)	8,413	(75)	(75)	34	109
Other financing sources:								
Transfers in from other funds	3,600	4,250	4,152	(98)	—	—	—	—
Net change in fund balances	(6,297)	(6,297)	2,018	8,315	(75)	(75)	34	109
Fund balances July 1, 2020	6,297	6,297	7,394	1,097	75	75	76	1
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>9,412</u>	<u>9,412</u>	<u>—</u>	<u>—</u>	<u>110</u>	<u>110</u>

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WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Capital Projects Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	ITS Capital Projects Fund				Major Streets Capital Projects Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Intergovernmental revenues	\$ —	—	—	—	4,822	4,822	1,643	(3,179)
Miscellaneous revenues	—	—	—	—	836	836	544	(292)
Interfund revenues	2,020	2,020	680	(1,340)	—	—	—	—
Total revenues	2,020	2,020	680	(1,340)	5,658	5,658	2,187	(3,471)
Expenditures:								
Current:								
Land use and transportation	—	—	—	—	36,349	36,349	12,474	23,875
Nonoperating	—	—	3,010	(3,010)	—	—	—	—
Total current	—	—	3,010	(3,010)	36,349	36,349	12,474	23,875
Capital outlay	8,617	9,478	856	8,622	2,845	2,845	6	2,839
Debt service:								
Principal	—	—	24	(24)	—	—	—	—
Interest	—	—	3	(3)	—	—	—	—
Total debt service	—	—	27	(27)	—	—	—	—
Total expenditures	8,617	9,478	3,893	5,585	39,194	39,194	12,480	26,714
Revenues under expenditures	(6,597)	(7,458)	(3,213)	4,245	(33,536)	(33,536)	(10,293)	23,243
Other financing sources (uses):								
Proceeds from debt	—	—	125	125	—	—	—	—
Transfers in from other funds	3,927	3,927	3,927	—	20,130	20,130	10,882	(9,248)
Transfers out to other funds	—	—	—	—	(141)	(141)	(41)	100
Total other financing sources	3,927	3,927	4,052	125	19,989	19,989	10,841	(9,148)
Net change in fund balances	(2,670)	(3,531)	839	4,370	(13,547)	(13,547)	548	14,095
Fund balances July 1, 2020	2,670	3,531	3,825	294	13,547	13,547	14,959	1,412
Fund balances June 30, 2021	\$ —	—	4,664	4,664	—	—	15,507	15,507

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Capital Projects Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	North Bethany SDC Fund				Parks and Open Spaces Opportunity Projects Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Charges for services	\$ 500	500	1,034	534	—	—	—	—
Miscellaneous revenues	117	117	14	(103)	6	6	(1)	(7)
Total revenues	617	617	1,048	431	6	6	(1)	(7)
Expenditures:								
Current:								
Land use and transportation	48	48	36	12	—	—	—	—
Nonoperating	—	—	—	—	30	30	—	30
Total current	48	48	36	12	30	30	—	30
Capital outlay	—	—	—	—	305	305	3	302
Total expenditures	48	48	36	12	335	335	3	332
Revenues over (under) expenditures	569	569	1,012	443	(329)	(329)	(4)	325
Other financing uses:								
Transfers out to other funds	(6,426)	(6,426)	(859)	5,567	—	—	—	—
Net change in fund balances	(5,857)	(5,857)	153	6,010	(329)	(329)	(4)	325
Fund balances July 1, 2020	5,857	5,857	228	(5,629)	329	329	340	11
Fund balances June 30, 2021	\$ —	—	381	381	—	—	336	336

WASHINGTON COUNTY, OREGON
 Budgetary Comparison, Continued
 Non-major Governmental Funds - Capital Projects Funds
 For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Transportation Development Tax Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)*
Revenues:				
Charges for services	\$ 5,000	5,000	8,112	3,112
Miscellaneous revenues	1,012	1,012	11	(1,001)
Total revenues	6,012	6,012	8,123	2,111
Expenditures:				
Current:				
Land use and transportation	66,263	66,263	513	65,750
Revenues over (under) expenditures	(60,251)	(60,251)	7,610	67,861
Other financing sources (uses):				
Transfers in from other funds	15,000	15,000	—	(15,000)
Transfers out to other funds	(5,360)	(5,360)	(6,890)	(1,530)
Total other financing sources (uses)	9,640	9,640	(6,890)	(16,530)
Net change in fund balance	(50,611)	(50,611)	720	51,331
Fund balance July 1, 2020	50,611	50,611	44,399	(6,212)
Fund balance June 30, 2021	\$ —	—	45,119	45,119

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
Combining Statement of Net Position
Internal Service Funds
June 30, 2021
(Dollars in thousands)

Assets	Fleet Services Fund	Fleet Replacement Fund	Internal Support Services Fund	Liability/ Casualty Insurance Fund	Life Insurance Fund
Current assets:					
Cash and investments	\$ 775	15,040	297	8,430	168
Accounts receivable	3	—	16	18	—
Supply inventory	332	—	36	—	—
Total current assets	<u>1,110</u>	<u>15,040</u>	<u>349</u>	<u>8,448</u>	<u>168</u>
Noncurrent assets:					
Capital assets:					
Land, artwork, CIP, and other assets not being depreciated	—	1,150	—	—	—
Buildings, equipment and infrastructure, net of depreciation	—	16,908	261	—	—
PERS net OPEB RHIA asset	14	—	5	—	—
Total noncurrent assets	<u>14</u>	<u>18,058</u>	<u>266</u>	<u>—</u>	<u>—</u>
Total assets	<u>1,124</u>	<u>33,098</u>	<u>615</u>	<u>8,448</u>	<u>168</u>
Deferred Outflows of Resources					
County OPEB related	24	—	8	—	—
PERS OPEB RHIA related	7	—	2	—	—
Pension related	1,133	—	358	—	—
Total deferred outflows of resources	<u>1,164</u>	<u>—</u>	<u>368</u>	<u>—</u>	<u>—</u>
Liabilities					
Current liabilities:					
Accounts payable	243	83	19	98	—
Accrued payroll liabilities	270	—	37	—	—
Accrued self-insurance	—	—	—	7,243	—
Total current liabilities	<u>513</u>	<u>83</u>	<u>56</u>	<u>7,341</u>	<u>—</u>
Noncurrent liabilities:					
Advances from other funds	—	—	—	1,000	—
County OPEB liability	54	—	17	—	—
PERS net pension liability	2,908	—	918	—	—
Total noncurrent liabilities	<u>2,962</u>	<u>—</u>	<u>935</u>	<u>1,000</u>	<u>—</u>
Total liabilities	<u>3,475</u>	<u>83</u>	<u>991</u>	<u>8,341</u>	<u>—</u>
Deferred Inflows of Resources					
County OPEB related	3	—	2	—	—
PERS OPEB RHIA related	2	—	1	—	—
Pension related	126	—	40	—	—
Total deferred inflows of resources	<u>131</u>	<u>—</u>	<u>43</u>	<u>—</u>	<u>—</u>
Net Position (Deficits)					
Net investment in capital assets	—	18,058	261	—	—
Unrestricted (deficits)	(1,318)	14,957	(312)	107	168
Total net position (deficits)	<u>\$ (1,318)</u>	<u>33,015</u>	<u>(51)</u>	<u>107</u>	<u>168</u>

WASHINGTON COUNTY, OREGON
Combining Statement of Net Position, Continued
Internal Service Funds
June 30, 2021
(Dollars in thousands)

Assets	Medical Insurance Fund	Unemployment Insurance Fund	Workers' Compensation Insurance Fund	Total Internal Service Funds
Current assets:				
Cash and investments	\$ 4,977	540	2,914	33,141
Restricted cash	—	—	55	55
Accounts receivable	1	—	31	69
Supply inventory	—	—	—	368
Total current assets	<u>4,978</u>	<u>540</u>	<u>3,000</u>	<u>33,633</u>
Noncurrent assets:				
Capital assets:				
Land, artwork, CIP, and other assets not being depreciated	—	—	—	1,150
Buildings, equipment and infrastructure, net of depreciation	—	—	—	17,169
PERS net OPEB RHIA asset	—	—	—	19
Total noncurrent assets	<u>—</u>	<u>—</u>	<u>—</u>	<u>18,338</u>
Total assets	<u>4,978</u>	<u>540</u>	<u>3,000</u>	<u>51,971</u>
Deferred Outflows of Resources				
County OPEB related	—	—	—	32
PERS OPEB RHIA related	—	—	—	9
Pension related	—	—	—	1,491
Total deferred outflows of resources	<u>—</u>	<u>—</u>	<u>—</u>	<u>1,532</u>
Liabilities				
Current liabilities:				
Accounts payable	90	20	135	688
Accrued payroll liabilities	—	—	—	307
Accrued self-insurance	160	—	2,786	10,189
Total current liabilities	<u>250</u>	<u>20</u>	<u>2,921</u>	<u>11,184</u>
Noncurrent liabilities:				
Advances from other funds	—	—	—	1,000
County OPEB liability	—	—	—	71
PERS net pension liability	—	—	—	3,826
Total noncurrent liabilities	<u>—</u>	<u>—</u>	<u>—</u>	<u>4,897</u>
Total liabilities	<u>250</u>	<u>20</u>	<u>2,921</u>	<u>16,081</u>
Deferred Inflows of Resources				
County OPEB related	—	—	—	5
PERS OPEB RHIA related	—	—	—	3
Pension related	—	—	—	166
Total deferred inflows of resources	<u>—</u>	<u>—</u>	<u>—</u>	<u>174</u>
Net Position				
Net investment in capital assets	—	—	—	18,319
Restricted for payment of claims	—	—	55	55
Unrestricted	4,728	520	24	18,874
Total net position	<u>\$ 4,728</u>	<u>520</u>	<u>79</u>	<u>37,248</u>

WASHINGTON COUNTY, OREGON

Combining Statement of Revenues, Expenses
and Changes in Net Position

Internal Service Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Fleet Services Fund	Fleet Replacement Fund	Internal Support Services Fund	Liability/ Casualty Insurance Fund	Life Insurance Fund
Operating revenues:					
Charges for services	\$ 5,281	5,815	1,516	5,592	—
Other	23	198	172	113	442
Total operating revenues	5,304	6,013	1,688	5,705	442
Operating expenses:					
Labor and fringe benefits	2,597	—	650	—	—
Utilities	27	—	—	—	—
Professional services	52	—	—	41	—
Supplies	1,996	—	580	—	—
Administrative costs	516	157	330	1,952	5
Depreciation and amortization	—	2,623	104	—	—
Insurance claims and premiums	—	—	—	3,279	417
Repairs and maintenance	374	34	118	210	—
Total operating expenses	5,562	2,814	1,782	5,482	422
Operating income (loss)	(258)	3,199	(94)	223	20
Nonoperating income (loss):					
Interest income (loss)	(6)	(13)	(2)	(12)	—
Gain on sale of capital assets	—	52	—	—	—
Total nonoperating income (loss)	(6)	39	(2)	(12)	—
Change in net position (deficits)	(264)	3,238	(96)	211	20
Net position (deficit) July 1, 2020	(1,054)	29,777	45	(104)	148
Net position (deficits) June 30, 2021	\$ (1,318)	33,015	(51)	107	168

WASHINGTON COUNTY, OREGON
Combining Statement of Revenues, Expenses
and Changes in Net Position, Continued
Internal Service Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Medical Insurance Fund	Unemployment Insurance Fund	Workers' Compensation Insurance Fund	Total Internal Service Funds
Operating revenues:				
Charges for services	\$ 39,634	163	2,296	60,297
Other	657	—	57	1,662
Total operating revenues	<u>40,291</u>	<u>163</u>	<u>2,353</u>	<u>61,959</u>
Operating expenses:				
Labor and fringe benefits	—	—	—	3,247
Utilities	—	—	—	27
Professional services	223	4	83	403
Supplies	—	—	—	2,576
Administrative costs	193	6	588	3,747
Depreciation and amortization	—	—	—	2,727
Insurance claims and premiums	35,954	177	2,319	42,146
Repairs and maintenance	—	—	—	736
Total operating expenses	<u>36,370</u>	<u>187</u>	<u>2,990</u>	<u>55,609</u>
Operating income (loss)	<u>3,921</u>	<u>(24)</u>	<u>(637)</u>	<u>6,350</u>
Nonoperating income (loss):				
Interest income (loss)	58	(3)	(4)	18
Gain on sale of capital assets	—	—	—	52
Total nonoperating income (loss)	<u>58</u>	<u>(3)</u>	<u>(4)</u>	<u>70</u>
Change in net position	3,979	(27)	(641)	6,420
Net position July 1, 2020	<u>749</u>	<u>547</u>	<u>720</u>	<u>30,828</u>
Net position June 30, 2021	<u>\$ 4,728</u>	<u>520</u>	<u>79</u>	<u>37,248</u>

WASHINGTON COUNTY, OREGON
Combining Statement of Cash Flows
Internal Service Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Fleet Services Fund	Fleet Replacement Fund	Internal Support Services Fund	Liability/ Casualty Insurance Fund	Life Insurance Fund
Cash provided by (used in) operating activities:					
Cash received for services provided	\$ 4,097	6,028	1,513	5,586	443
Cash payments for labor and fringe benefits	(2,341)	—	(629)	—	—
Cash payments for goods and services	(2,920)	(725)	(1,033)	(4,849)	(423)
Other operating revenue	1,203	—	172	113	—
Other receipts	6	—	—	—	—
	<u>45</u>	<u>5,303</u>	<u>23</u>	<u>850</u>	<u>20</u>
Net cash provided by operating activities					
Cash flows from noncapital financing activities:					
Repayment of advances from other funds	—	—	—	(500)	—
	<u>—</u>	<u>—</u>	<u>—</u>	<u>(500)</u>	<u>—</u>
Net cash used by noncapital financing activities					
Cash flows provided by (used in) capital and related financing activities:					
Acquisition of capital assets	—	(3,619)	(19)	—	—
Proceeds from sale of capital assets	—	186	—	—	—
	<u>—</u>	<u>(3,433)</u>	<u>(19)</u>	<u>—</u>	<u>—</u>
Net cash used in capital and related financing activities					
Cash flows from investing activities:					
Interest earnings (loss) on investments	(6)	(13)	(2)	(12)	—
	<u>(6)</u>	<u>(13)</u>	<u>(2)</u>	<u>(12)</u>	<u>—</u>
Net cash used by investing activities					
	<u>39</u>	<u>1,857</u>	<u>2</u>	<u>338</u>	<u>20</u>
Net increase in cash and investments					
Cash and investments, July 1, 2020	736	13,183	295	8,092	148
Cash and investments, June 30, 2021	<u>775</u>	<u>15,040</u>	<u>297</u>	<u>8,430</u>	<u>168</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	(258)	3,199	(94)	223	20
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation and amortization	—	2,623	104	—	—
Changes in assets and liabilities:					
Increase (decrease) in accounts payable	83	(535)	2	(578)	—
Increase (decrease) in accrued liabilities	266	—	(17)	1,209	—
Decrease (increase) in accounts receivable	2	16	(3)	(4)	—
Decrease (increase) in inventory	(38)	—	(6)	—	—
Decrease (increase) in other assets	(10)	—	37	—	—
	<u>45</u>	<u>5,303</u>	<u>23</u>	<u>850</u>	<u>20</u>
Net cash provided by operating activities					

WASHINGTON COUNTY, OREGON
Combining Statement of Cash Flows, Continued
Internal Service Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Medical Insurance Fund	Unemployment Insurance Fund	Workers' Compensation Insurance Fund	Total Internal Service Funds
Cash provided by (used in) operating activities:				
Cash received for services provided	\$ 39,634	163	2,264	59,728
Cash payments for labor and fringe benefits	—	—	—	(2,970)
Cash payments for goods and services	(36,433)	(271)	(2,141)	(48,795)
Other operating revenue	657	—	57	2,202
Other receipts	—	—	—	6
Net cash provided by (used in) operating activities	<u>3,858</u>	<u>(108)</u>	<u>180</u>	<u>10,171</u>
Cash flows from noncapital financing activities:				
Repayment of advances from other funds	—	—	—	(500)
Net cash used in noncapital financing activities	<u>—</u>	<u>—</u>	<u>—</u>	<u>(500)</u>
Cash flows provided by (used in) capital and related financing activities:				
Acquisition of capital assets	—	—	—	(3,638)
Proceeds from sale of capital assets	—	—	—	186
Net cash used in capital and related financing activities	<u>—</u>	<u>—</u>	<u>—</u>	<u>(3,452)</u>
Cash flows from investing activities:				
Interest earnings (loss) on investments	58	(3)	(4)	18
Net cash provided by (used in) investing activities	<u>58</u>	<u>(3)</u>	<u>(4)</u>	<u>18</u>
Net increase (decrease) in cash and investments	3,916	(111)	176	6,237
Cash and investments, July 1, 2020	<u>1,061</u>	<u>651</u>	<u>2,793</u>	<u>26,959</u>
Cash and investments, June 30, 2021 ⁽¹⁾	<u><u>4,977</u></u>	<u><u>540</u></u>	<u><u>2,969</u></u>	<u><u>33,196</u></u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	3,921	(24)	(637)	6,350
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	—	—	—	2,727
Changes in assets and liabilities:				
Increase (decrease) in accounts payable	(26)	(84)	25	(1,113)
Increase (decrease) in accrued liabilities	(36)	—	823	2,245
Increase in accounts receivable	(1)	—	(31)	(21)
Increase in inventory	—	—	—	(44)
Decrease in other assets	—	—	—	27
Net cash provided by (used in) operating activities	<u><u>3,858</u></u>	<u><u>(108)</u></u>	<u><u>180</u></u>	<u><u>10,171</u></u>

⁽¹⁾ Cash and investments are reflected on the Combining Statement of Net Position - Internal Service Funds as follows:

Current assets - Cash and investments	4,977	540	2,914	33,141
Current assets - Restricted cash	—	—	55	55
	<u><u>\$ 4,977</u></u>	<u><u>540</u></u>	<u><u>2,969</u></u>	<u><u>33,196</u></u>

WASHINGTON COUNTY, OREGON
Schedule of Revenues and Expenditures -
Budget and Actual (Budgetary Basis)
Internal Service Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Fleet Services Fund				Fleet Replacement Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Charges for services	\$ 5,596	5,596	5,281	(315)	6,935	6,935	6,168	(767)
Miscellaneous revenues	8	8	11	3	512	512	184	(328)
Interfund revenues	250	250	6	(244)	—	—	—	—
Total revenues	<u>5,854</u>	<u>5,854</u>	<u>5,298</u>	<u>(556)</u>	<u>7,447</u>	<u>7,447</u>	<u>6,352</u>	<u>(1,095)</u>
Expenditures:								
Current:								
General government	5,728	5,728	5,319	409	—	—	—	—
Nonoperating	—	—	—	—	3,429	3,198	1,299	1,899
Operating contingency	455	455	—	455	13,784	13,784	—	13,784
Total current	<u>6,183</u>	<u>6,183</u>	<u>5,319</u>	<u>864</u>	<u>17,213</u>	<u>16,982</u>	<u>1,299</u>	<u>15,683</u>
Capital outlay	—	—	—	—	4,359	4,590	2,676	1,914
Total expenditures	<u>6,183</u>	<u>6,183</u>	<u>5,319</u>	<u>864</u>	<u>21,572</u>	<u>21,572</u>	<u>3,975</u>	<u>17,597</u>
Revenues over (under) expenditures	(329)	(329)	(21)	308	(14,125)	(14,125)	2,377	16,502
Fund balances July 1, 2020	<u>329</u>	<u>329</u>	<u>618</u>	<u>289</u>	<u>14,125</u>	<u>14,125</u>	<u>12,580</u>	<u>(1,545)</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>597</u>	<u>597</u>	<u>—</u>	<u>—</u>	<u>14,957</u>	<u>14,957</u>

WASHINGTON COUNTY, OREGON
 Schedule of Revenues and Expenditures -
 Budget and Actual (Budgetary Basis)

Internal Service Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	Internal Support Services Fund				Liability/Casualty Insurance Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)*
Revenues:								
Charges for services	\$ 1,823	1,823	1,516	(307)	5,591	5,591	5,592	1
Miscellaneous revenues	159	159	170	11	365	365	100	(265)
Total revenues	1,982	1,982	1,686	(296)	5,956	5,956	5,692	(264)
Expenditures:								
Current:								
General government	1,886	1,886	1,624	262	—	—	—	—
Nonoperating	—	—	—	—	7,603	7,603	5,480	2,123
Operating contingency	187	187	—	187	—	—	—	—
Total current	2,073	2,073	1,624	449	7,603	7,603	5,480	2,123
Capital outlay	115	115	53	62	—	—	—	—
Total expenditures	2,188	2,188	1,677	511	7,603	7,603	5,480	2,123
Revenues over (under) expenditures	(206)	(206)	9	215	(1,647)	(1,647)	212	1,859
Other financing uses:								
Transfers out to other funds	—	—	—	—	(368)	(368)	(500)	(132)
Net change in fund balances	(206)	(206)	9	215	(2,015)	(2,015)	(288)	1,727
Fund balances July 1, 2020	206	206	284	78	2,015	2,015	1,384	(631)
Fund balances June 30, 2021	\$ —	—	293	293	—	—	1,096	1,096

* All appropriations of this fund are made under a single organization unit. Accordingly, negative variances on individual line items do not represent overexpenditures.

WASHINGTON COUNTY, OREGON
 Schedule of Revenues and Expenditures -
 Budget and Actual (Budgetary Basis)

Internal Service Funds

For the fiscal year ended June 30, 2021
 (Dollars in thousands)

	Life Insurance Fund				Medical Insurance Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Charges for services	\$ —	—	—	—	43,216	43,216	39,634	(3,582)
Miscellaneous revenues	518	518	442	(76)	657	657	716	59
Total revenues	<u>518</u>	<u>518</u>	<u>442</u>	<u>(76)</u>	<u>43,873</u>	<u>43,873</u>	<u>40,350</u>	<u>(3,523)</u>
Expenditures:								
Current:								
Nonoperating	520	520	422	98	44,747	44,747	36,371	8,376
Operating contingency	187	187	—	187	—	—	—	—
Total current	<u>707</u>	<u>707</u>	<u>422</u>	<u>285</u>	<u>44,747</u>	<u>44,747</u>	<u>36,371</u>	<u>8,376</u>
Revenues over (under) expenditures	(189)	(189)	20	209	(874)	(874)	3,979	4,853
Fund balances July 1, 2020	<u>189</u>	<u>189</u>	<u>148</u>	<u>(41)</u>	<u>874</u>	<u>874</u>	<u>749</u>	<u>(125)</u>
Fund balances June 30, 2021	<u>\$ —</u>	<u>—</u>	<u>168</u>	<u>168</u>	<u>—</u>	<u>—</u>	<u>4,728</u>	<u>4,728</u>

WASHINGTON COUNTY, OREGON
Schedule of Revenues and Expenditures -
Budget and Actual (Budgetary Basis)
Internal Service Funds
For the fiscal year ended June 30, 2021
(Dollars in thousands)

	Unemployment Insurance Fund				Workers' Compensation Insurance Fund			
	Adopted budget	Revised budget	Actual	Variance positive (negative)	Adopted budget	Revised budget	Actual	Variance positive (negative)
Revenues:								
Charges for services	\$ 70	170	163	(7)	2,386	2,386	2,296	(90)
Miscellaneous revenues	15	15	—	(15)	103	103	52	(51)
Total revenues	85	185	163	(22)	2,489	2,489	2,348	(141)
Expenditures:								
Current:								
Nonoperating	259	359	190	169	3,175	3,175	2,989	186
Operating contingency	410	410	—	410	—	—	—	—
Total current	669	769	190	579	3,175	3,175	2,989	186
Revenues under expenditures	(584)	(584)	(27)	557	(686)	(686)	(641)	45
Fund balances July 1, 2020	584	584	547	(37)	686	686	720	34
Fund balances June 30, 2021	\$ —	—	520	520	—	—	79	79

WASHINGTON COUNTY, OREGON

Reconciliation of Fund Balance to Net Position

Internal Service Funds

June 30, 2021

(Dollars in thousands)

	Fleet Services Fund	Fleet Replacement Fund	Internal Support Services Fund	Liability/Casualty Insurance Fund
Fund balance	\$ 597	14,957	293	1,096
Add capital assets reported on combining statement of net position	—	18,058	261	—
Less advances from other funds	—	—	—	(1,000)
Less County OPEB liability	(54)	—	(17)	—
Add PERS net OPEB RHIA asset	14	—	5	—
Less PERS net pension liability	(2,908)	—	(918)	—
Add deferred outflows of resources - County OPEB related	24	—	8	—
Add deferred outflows of resources - PERS OPEB RHIA related	7	—	2	—
Add deferred outflows of resources - pension related	1,133	—	358	—
Add unearned revenue	—	—	—	11
Less deferred inflows of resources - County OPEB related	(3)	—	(2)	—
Less deferred inflows of resources - PERS OPEB RHIA related	(2)	—	(1)	—
Less deferred inflows of resources - pension related	(126)	—	(40)	—
Total net position (deficit)	\$ <u>(1,318)</u>	<u>33,015</u>	<u>(51)</u>	<u>107</u>

WASHINGTON COUNTY, OREGON

Combining Statement of Fiduciary Net Position

Custodial Funds

June 30, 2021

(Dollars in thousands)

	County School Custodial Fund	Other County Custodial Funds	Property Tax Custodial Funds	Transient Lodging Tax Custodial Fund	Total Custodial Funds
Assets:					
Cash and investments	\$ 655	801	11,786	—	13,242
Accounts receivable	—	2,531	186	704	3,421
Property taxes receivable	—	—	15,623	—	15,623
Total assets	655	3,332	27,595	704	32,286
Liabilities:					
Accounts payable	—	37	2	703	742
Amounts due to other jurisdictions	—	—	15,623	—	15,623
Total liabilities	—	37	15,625	703	16,365
Net position:					
Restricted for:					
Individuals, organizations, and other governments	\$ 655	3,295	11,970	1	15,921

WASHINGTON COUNTY, OREGON

Combining Statement of Changes in Fiduciary Net Position

Custodial Funds

For the fiscal year ended June 30, 2021

(Dollars in thousands)

	County School Custodial Fund	Other County Custodial Funds	Property Tax Custodial Funds	Transient Lodging Tax Custodial Fund	Total Custodial Funds
Additions:					
Property taxes collected	\$ —	—	1,251,014	—	1,251,014
Deposits held for others	33	19,139	—	—	19,172
Other taxes collected	2,246	11,114	—	4,396	17,756
Interest earnings (loss)	(5)	—	379	—	374
Total additions	2,274	30,253	1,251,393	4,396	1,288,316
Deductions:					
Taxes distributed	—	—	1,249,338	4,395	1,253,733
Other distributions	2,413	29,650	—	—	32,063
Total deductions	2,413	29,650	1,249,338	4,395	1,285,796
Change in net position	(139)	603	2,055	1	2,520
Net position July 1, 2020	—	—	—	—	—
Restatement*	794	2,692	9,915	—	13,401
Net position July 1, 2020, as restated	794	2,692	9,915	—	13,401
Net position June 30, 2021	\$ 655	3,295	11,970	1	15,921

*Restatement per GASB 84 (Fiduciary Activities) implementation.

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OTHER FINANCIAL SCHEDULE

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WASHINGTON COUNTY, OREGON

Schedule of Accountability of Independently Elected Officials

For the fiscal year ended June 30, 2021

Oregon Revised Statutes (ORS) Section 297 requires a statement of accountability for each independently elected official collecting or receiving money in the municipal corporation. In compliance with ORS 297, there are no independently elected officials that collect or receive money on behalf of Washington County.

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**WASHINGTON COUNTY,
OREGON**

**STATISTICAL
SECTION**

SECTION III

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WASHINGTON COUNTY, OREGON

Statistical Information Section Narrative

June 30, 2021

(Unaudited)

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

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

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

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FINANCIAL TRENDS

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WASHINGTON COUNTY, OREGON

Net Position by Component

Last Ten Fiscal Years

(Dollars in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net investment in capital assets	\$ 2,079,264	2,054,249	2,022,435	2,001,443	2,028,976	1,971,357	1,961,458	1,968,329	2,014,206	2,015,608
Restricted	95,942	96,945	112,861	152,101	176,076	274,884	263,487	263,487	255,845	239,334
Unrestricted	144,559	156,368	177,482	180,047	96,452	28,994	36,240	35,731	(9,882)	(35,906)
Total governmental activities net position	2,319,765	2,307,562	2,312,778	2,333,591	2,301,504	2,275,235	2,261,185	2,267,547	2,260,169	2,219,036
Business-type activities										
Net investment in capital assets	2,206	1,652	1,131	(18)	(798)	(1,713)	(2,047)	(2,746)	(1,719)	4,137
Restricted	6,156	4,532	3,070	3,978	2,894	3,089	3,006	3,556	3,151	3,294
Unrestricted	801	929	912	995	3,665	6,124	8,676	12,407	15,608	20,868
Total business-type activities net position	9,163	7,113	5,113	4,955	5,761	7,500	9,635	13,217	17,040	28,299
Primary government										
Net investment in capital assets	2,076,818	2,055,901	2,023,566	2,001,425	2,028,178	1,969,644	1,959,411	1,965,583	2,012,487	2,019,745
Restricted	102,098	101,477	115,931	156,079	178,970	277,973	266,493	267,043	258,996	242,628
Unrestricted	150,012	157,297	178,394	181,042	100,117	35,118	44,916	48,138	5,726	(15,038)
Total primary government net position	2,328,928	2,314,675	2,317,891	2,338,546	2,307,265	2,282,735	2,270,820	2,280,764	2,277,209	2,247,335
Component unit										
Net investment in capital assets	388,941	391,886	383,718	406,700	436,636	477,185	512,558	580,499	646,467	678,270
Restricted	68,909	96,441	119,140	127,787	131,179	127,024	120,428	118,105	129,430	49,161
Unrestricted	64,777	79,630	100,907	103,503	119,347	144,231	171,038	171,038	177,165	278,809
Total component unit net position	\$ 522,627	567,957	603,765	637,990	687,162	748,440	804,024	869,642	953,062	1,006,240

Source: Current and prior years financial statements.

WASHINGTON COUNTY, OREGON

Changes in Net Position by Component

Last Ten Fiscal Years

(Dollars in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Primary Government										
Governmental activities:										
General government	\$ 38,677	46,517	51,051	35,191	66,480	51,157	58,201	58,881	93,507	189,248
Public safety and justice	109,222	111,808	115,730	92,801	160,300	139,761	147,036	146,798	153,443	183,107
Land use and transportation	119,714	110,622	123,464	103,196	128,019	139,231	133,995	146,144	142,305	154,945
Housing, health and human services	58,443	59,979	61,068	52,051	90,559	71,283	72,862	81,241	89,907	101,541
Culture, education and recreation	28,476	29,435	30,172	30,009	36,422	37,597	41,704	52,575	74,589	44,494
Non-operating expense	9,234	14,273	5,542	8,465	7,842	20,928	28,906	16,204	4,578	17,733
Interest	4,202	3,430	3,235	2,932	2,071	5,855	8,337	7,444	6,806	6,078
Total governmental activities	367,968	376,064	390,262	324,645	491,693	465,812	491,041	509,287	565,135	697,146
Business-type activities:										
Event center	—	—	—	—	—	—	—	—	325	560
Housing authority	28,496	28,581	29,198	31,287	31,537	34,683	37,381	38,694	40,293	48,375
Street lighting	1,839	1,838	1,918	1,917	1,945	1,953	2,031	2,170	2,218	2,050
Total business-type activities expenses	30,335	30,419	31,116	33,204	33,482	36,636	39,412	40,864	42,836	50,985
Total primary government expenses	398,303	406,483	421,378	357,849	525,175	502,448	530,453	550,151	607,971	748,131
Component unit:										
Sanitation and surface water	97,604	102,309	108,897	99,272	117,728	114,698	120,853	122,155	122,138	132,376
Total component unit expenses	97,604	102,309	108,897	99,272	117,728	114,698	120,853	122,155	122,138	132,376
Program Revenues										
Governmental activities:										
Charges for services:										
General government	5,334	5,833	4,728	1,603	2,095	2,402	2,857	2,167	2,330	3,124
Public safety and justice	8,048	7,410	8,031	9,867	10,362	9,542	9,909	9,504	9,088	8,123
Land use and transportation	13,636	16,934	23,187	27,097	43,858	15,706	22,799	26,501	24,264	29,291
Housing, health and human services	23,308	24,727	28,179	36,395	37,156	21,033	21,571	23,124	23,610	23,329
Culture, education and recreation	1,497	1,471	1,384	1,519	1,265	1,655	1,622	1,780	2,077	1,124
Non-operating revenue	17,777	18,051	19,015	24,099	25,412	31,833	35,774	34,795	38,191	48,975
Operating grants and contributions	100,922	97,116	101,600	112,651	111,190	121,618	129,187	136,983	173,586	252,476
Capital grants and contributions	1,608	12,130	12,278	18,625	9,862	11,051	10,451	13,614	16,221	28,347
Total governmental activities program revenue	172,130	183,672	198,402	231,856	241,200	214,840	234,170	248,468	289,367	394,789
Business-type activities:										
Charges for services:										
Event center	—	—	—	—	—	—	—	—	—	571
Housing authority	5,994	6,130	6,384	6,863	7,718	8,997	10,616	10,516	9,489	10,809
Street lighting	1,929	1,787	1,709	2,237	2,125	1,619	1,913	2,076	2,204	1,975
Operating grants and contributions	19,885	19,906	20,918	23,788	23,473	26,818	28,048	30,137	32,264	45,252
Capital grants and contributions	165	509	111	34	340	319	443	647	343	258
Total business-type activities program revenue	27,973	28,332	29,122	32,922	33,656	37,753	41,020	43,376	44,300	58,865
Total primary government program revenue	200,103	212,004	227,524	264,778	274,856	252,593	275,190	291,844	333,667	453,654
Component unit:										
Charges for services:										
Sanitation and surface water	107,029	117,098	121,680	125,449	130,052	137,186	144,329	151,483	157,141	160,364
Capital grants and contributions	14,296	33,875	23,194	29,004	34,606	37,499	31,808	34,910	25,597	25,390
Total component unit program revenue	121,325	150,973	144,874	154,453	164,658	174,685	176,137	186,393	182,738	185,754
Net Revenue (Expense)										
Governmental activities	(195,838)	(192,392)	(191,860)	(92,789)	(250,493)	(250,972)	(256,871)	(260,819)	(275,768)	(302,357)
Business-type activities	(2,362)	(2,087)	(1,994)	(282)	174	1,117	1,608	2,512	1,464	7,880
Total primary government net revenues (expenses)	(198,200)	(194,479)	(193,854)	(93,071)	(250,319)	(249,855)	(255,263)	(258,307)	(274,304)	(294,477)
Component unit	\$ 23,721	48,664	35,977	55,181	46,930	59,987	55,284	64,238	60,600	53,378

Source: Current and prior years financial statements

(Continued)

WASHINGTON COUNTY, OREGON

Changes in Net Position by Component, Continued

Last Ten Fiscal Years

(Dollars in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Total primary government net revenues (expenses) (brought forward)	\$ (198,200)	(194,479)	(193,854)	(93,071)	(250,319)	(249,855)	(255,263)	(258,307)	(274,304)	(294,477)
Total component unit net revenues (brought forward)	23,721	48,664	35,977	55,181	46,930	59,987	55,284	64,238	60,600	53,378
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes, levied for general purposes	157,586	158,919	167,160	174,441	185,477	195,772	204,264	211,420	224,331	235,238
Property taxes, levied for debt service	6,389	6,260	6,398	—	—	4,077	4,198	4,359	4,549	4,659
Other taxes	9,094	10,323	11,390	13,708	15,902	17,926	17,634	18,594	15,977	15,514
Gain (loss) on sale of capital assets	—	—	—	—	—	—	—	—	—	—
Miscellaneous revenue	7,636	3,416	9,703	7,583	13,016	3,022	12,546	8,209	4,177	6,555
Transfers in from proprietary funds	—	7	31	(91)	(136)	(163)	(292)	(456)	(1,756)	(1,953)
Total governmental activities revenue	183,280	180,189	197,515	198,971	218,406	224,703	241,811	267,181	268,390	261,147
Business-type activities:										
Interest income	52	19	25	33	55	88	21	421	305	186
Gain on sale of capital assets	—	25	—	—	13	—	3	—	3	2
Gain (loss) on equity in limited partnership	—	—	—	—	428	371	211	193	295	1,238
Transfers in (out) to governmental funds	—	(7)	(31)	91	136	163	292	456	1,756	1,953
Total business-type activities revenue	52	37	(6)	124	632	622	527	1,070	2,359	3,379
Total primary government	183,332	180,226	197,509	199,095	219,038	225,325	242,338	268,251	270,749	264,526
Component unit:										
Interest income (loss)	1,562	517	1,653	1,888	2,319	1,364	786	12,585	11,742	(123)
Gain on sale of capital assets	(116)	(3,774)	—	—	—	—	—	—	—	—
Loss on equity in joint venture	(73)	(77)	(78)	(75)	(77)	(73)	(78)	(76)	(51)	(77)
Total component unit	1,373	(3,334)	1,575	1,813	2,242	1,291	708	12,509	11,691	(200)
Change in Net Position										
Governmental activities	(12,558)	(12,203)	5,655	106,182	(32,087)	(26,269)	(15,060)	6,362	(7,378)	(41,210)
Restatement	—	—	(439)	(85,369)	—	—	1,010	—	—	— ⁻¹
Total Governmental activities	(12,558)	(12,203)	5,216	20,813	(32,087)	(26,269)	(14,050)	6,362	(7,378)	(41,210)
Business-type activities	(2,310)	(2,050)	(2,000)	(158)	806	1,739	2,135	3,582	3,823	11,259
Restatement	(497,533)	—	—	—	—	—	—	—	—	— ⁻¹
Total Business-type activities	(499,843)	(2,050)	(2,000)	(158)	806	1,739	2,135	3,582	3,823	11,259
Total primary government	(512,401)	(14,253)	3,216	20,655	(31,281)	(24,530)	(11,915)	9,944	(3,555)	(29,951)
Component unit	25,094	45,330	37,552	56,994	49,172	61,278	55,992	76,747	72,291	53,178
Restatement	497,533	—	(1,744)	(22,769)	—	—	(408)	—	—	— ⁻¹
Total component unit	\$ 522,627	45,330	35,808	34,225	49,172	61,278	55,584	76,747	72,291	53,178

⁽¹⁾ Years prior to restatements have not been restated

Source: Current and prior years financial statements

WASHINGTON COUNTY, OREGON

Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Dollars in thousands)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Fund										
Nonspendable	\$ 134	122	116	109	106	93	103	103	1,620	1,157
Restricted	—	—	—	—	—	—	—	—	—	—
Committed	—	—	—	—	—	—	—	—	—	6,412
Assigned	530	646	809	791	7,612	7,718	7,713	8,298	1,902	1,972
Unreserved/unassigned	<u>29,642</u>	<u>33,321</u>	<u>39,828</u>	<u>54,397</u>	<u>59,595</u>	<u>68,072</u>	<u>58,232</u>	<u>70,505</u>	<u>66,004</u>	<u>61,867</u>
Total General Fund	<u>30,306</u>	<u>34,089</u>	<u>40,753</u>	<u>55,297</u>	<u>67,313</u>	<u>75,883</u>	<u>66,048</u>	<u>78,906</u>	<u>69,526</u>	<u>71,408</u>
All other governmental funds										
Nonspendable	135	2,416	2,414	1,886	128	121	114	124	101	103
Restricted	95,942	96,945	112,861	152,101	176,076	274,884	263,487	266,274	255,845	239,334
Committed	62,637	67,972	81,821	97,063	81,334	192,228	177,969	155,346	125,707	131,516
Assigned	149	2,992	841	2,133	2,014	4,183	4,316	3,629	4,165	5,000
Unreserved/unassigned	<u>(32)</u>	<u>(225)</u>	<u>(2,317)</u>	<u>(1,684)</u>	<u>(529)</u>	<u>(13)</u>	<u>(80)</u>	<u>(333)</u>	<u>(59)</u>	<u>(575)</u>
Total all other governmental funds	<u>158,831</u>	<u>170,100</u>	<u>195,620</u>	<u>251,499</u>	<u>259,023</u>	<u>471,403</u>	<u>445,806</u>	<u>425,040</u>	<u>385,759</u>	<u>375,378</u>
Total governmental funds	<u>\$ 189,137</u>	<u>204,189</u>	<u>236,373</u>	<u>306,796</u>	<u>326,336</u>	<u>547,286</u>	<u>511,854</u>	<u>503,946</u>	<u>455,285</u>	<u>446,786</u>

Source: Current and prior years financial statements.

WASHINGTON COUNTY, OREGON

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Dollars in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Taxes	\$ 170,704	175,520	183,966	188,103	199,949	216,464	225,638	240,950	244,102	254,881
Licenses and permits	9,167	10,895	11,350	12,438	13,445	14,240	13,025	12,740	12,318	12,263
Intergovernmental revenues	100,540	106,863	111,339	120,523	118,912	130,036	134,879	147,909	185,306	278,469
Charges for services	46,053	49,400	55,618	74,043	84,006	58,395	66,777	71,691	71,825	85,776
Fines and forfeitures	3,658	3,044	3,077	3,330	3,243	2,959	2,719	2,713	2,530	2,092
Special assessments	134	232	181	175	173	154	167	155	218	207
Miscellaneous revenues	30,466	30,178	34,214	43,849	36,295	41,506	42,387	61,981	61,231	46,434
Interfund revenues	27,924	28,494	29,764	29,906	32,551	35,938	36,607	39,728	46,608	54,803
Total revenues	388,646	404,626	429,509	472,367	488,574	499,692	522,199	577,867	624,138	734,925
Expenditures:										
Current:										
General government	36,912	36,874	39,030	40,953	43,039	47,026	51,237	55,723	84,152	176,422
Public safety and justice	134,389	137,305	144,170	149,900	155,493	163,423	175,802	182,744	186,124	206,549
Land use and transportation	95,019	94,605	94,749	90,023	123,864	123,335	127,820	127,520	162,763	137,042
Housing, health and human services	59,989	61,495	63,072	61,804	79,232	71,677	73,024	82,258	90,880	101,098
Culture, education and recreation	29,526	29,305	30,356	31,702	34,114	36,765	41,194	43,882	43,421	42,234
Nonoperating	5,736	10,773	2,717	3,790	3,843	4,220	31,204	22,415	33,566	16,409
Capital outlay	10,066	6,923	9,146	15,895	28,000	29,942	31,463	46,838	48,444	37,739
Debt service:										
Principal	10,181	10,552	10,807	4,967	42,204	6,745	12,451	14,380	14,773	15,903
Interest	4,267	6,164	3,309	2,969	3,840	4,715	11,144	9,559	8,920	8,200
Issuance costs	—	199	—	—	142	871	—	—	—	—
Total expenditures	386,085	394,195	397,356	402,003	513,771	488,719	555,339	585,319	673,043	741,596
Excess (deficiency) of revenues over (under) expenditures	2,561	10,431	32,153	70,364	(25,197)	10,973	(33,140)	(7,452)	(48,905)	(6,671)
Other financing sources (uses):										
Proceeds from issuance of debt	2,284	18,860	—	150	31,960	210,140	—	—	—	125
Premiums	—	2,355	—	—	6,369	—	—	—	—	—
Payment to refunded bond escrow agent	—	(18,530)	—	—	—	—	—	—	—	—
Transfers in from other funds	69,330	80,020	75,945	82,826	90,071	99,550	119,044	113,214	147,146	132,152
Transfers out to other funds	(67,210)	(78,084)	(75,914)	(82,917)	(90,207)	(99,713)	(121,336)	(113,670)	(148,902)	(134,105)
Total other financing sources (uses)	4,404	4,621	31	59	38,193	209,977	(2,292)	(456)	(1,756)	(1,828)
Net change in fund balances	\$ 6,965	15,052	32,184	70,423	12,996	220,950	(35,432)	(7,908)	(50,661)	(8,499)
Debt service as a percentage of noncapital expenditures	4.24%	4.69%	3.84%	2.25%	11.11%	2.76%	5.15%	4.94%	4.35%	3.64%

Source: Current and prior years financial statements.

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REVENUE CAPACITY

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WASHINGTON COUNTY, OREGON
Valuation of Taxable Property
Last Ten Fiscal Years
(Dollars in thousands, except direct tax rate)

Fiscal year ended June 30	Assessed Value				Total direct tax rate ⁽¹⁾	True cash valuation	Ratio of assessed valuation to true cash valuation
	Real property	Personal property	Public utility property	Total			
2012	\$ 44,863,711	1,818,743	1,554,328	48,236,782	2.98	69,045,256	69.86 %
2013	45,951,024	1,873,616	1,531,019	49,355,659	2.97	67,614,912	73.00
2014	47,642,930	1,961,029	1,576,282	51,180,241	2.97	75,755,731	67.56
2015	49,735,366	2,083,823	1,696,673	53,515,862	2.84	84,758,607	63.14
2016	52,937,496	2,258,296	1,715,100	56,910,892	2.84	90,947,469	62.58
2017	55,196,795	2,387,834	1,862,069	59,446,698	2.96	101,500,233	58.57
2018	57,613,733	2,758,863	1,968,052	62,340,648	2.96	112,236,654	55.54
2019	60,694,348	2,444,782	1,835,183	64,974,313	2.96	116,500,833	55.77
2020	63,539,008	2,624,943	1,868,405	68,032,356	2.96	121,502,776	55.99
2021	66,283,841	2,776,800	2,212,723	71,273,364	2.96	139,705,066	51.02

⁽¹⁾ The total direct tax rate is comprised of the following:

Fiscal year ended June 30	General	Special revenue	Debt service	Total direct tax rate
2012	\$ 2.25	0.59	0.14	2.98
2013	2.25	0.59	0.13	2.97
2014	2.25	0.59	0.13	2.97
2015	2.25	0.59	0.00	2.84
2016	2.25	0.59	—	2.84
2017	2.25	0.64	0	2.96
2018	2.25	0.64	0.07	2.96
2019	2.25	0.64	0.07	2.96
2020	2.25	0.64	0.07	2.96
2021	2.25	0.64	0.07	2.96

Source: Washington County Department of Assessment and Taxation

WASHINGTON COUNTY, OREGON

Certified Property Tax Levies -
Direct and Overlapping Governments

Last Ten Fiscal Years

(Dollars in thousands)

Fiscal year ended June 30	Total Tax Levies	Washington County	Component Units of Washington County	School Districts	Fire Districts
2012	\$ 800,942	144,382	25,198	350,927	70,828
2013	817,382	147,070	25,505	353,922	72,173
2014	876,877	152,306	27,748	386,896	74,193
2015	915,947	152,359	29,213	411,644	76,789
2016	962,850	161,901	30,699	432,959	89,169
2017	1,020,652	175,783	31,736	453,494	92,505
2018	1,081,329	184,257	33,648	485,140	96,746
2019	1,136,109	191,693	35,561	503,455	101,451
2020	1,199,410	200,704	37,404	523,314	105,419
2021	1,257,994	209,846	38,976	551,788	112,814

(Continued)

⁽¹⁾ Includes General Fund, Metzger Park, Road Maintenance LID, Local Option Levy, and County bonds and interest

⁽²⁾ Includes ESPD (Enhanced Sheriff's Patrol District), NBCSDR (North Bethany County Service District for Roads), URMD (Urban Road Maintenance District), and SDL (Street Lighting District)

Source: Washington County Department of Assessment and Taxation

<u>Cities</u>	<u>Parks and Recreation</u>	<u>Development and Urban Renewal Agencies</u>	<u>Port of Portland</u>	<u>Portland Community College</u>	<u>Metropolitan Service District</u>
125,758	34,105	1,022	3,371	28,649	16,702
124,802	34,955	4,429	3,446	32,538	18,542
131,051	36,124	5,554	3,570	37,265	22,170
137,563	37,286	6,173	3,732	38,397	22,791
148,174	36,981	5,344	3,970	33,097	20,556
153,330	38,730	8,965	4,132	40,025	21,952
159,911	45,190	10,917	4,334	37,434	23,752
166,788	47,063	12,701	4,503	44,310	28,584
174,344	49,865	15,297	4,708	46,279	42,076
183,418	51,896	17,145	4,919	48,042	39,150

WASHINGTON COUNTY, OREGON

Property Tax Levies and Collections⁽¹⁾

Last Ten Fiscal Years

(Dollars in thousands)

Fiscal year ended June 30	Certified tax levies			Collected within the fiscal year of the levy		Collections in subsequent years	Total collections to date	
	General Fund	Special levies	Total	Amount	Percentage of levy		Amount	Percentage of levy
2012 \$	109,453	60,127	169,580	161,338	95.14 %	\$ 2,578	163,916	96.66 %
2013	111,611	60,964	172,575	164,775	95.48	3,054	167,829	97.25
2014	115,908	64,145	180,053	171,302	95.14	2,989	174,291	96.80
2015	121,112	60,460	181,572	173,583	95.60	3,014	176,597	97.26
2016	128,654	63,947	192,601	184,069	95.57	2,542	186,611	96.89
2017	133,800	73,720	207,520	198,099	95.46	2,448	200,547	96.64
2018	140,304	77,602	217,906	208,057	95.48	2,418	210,475	96.59
2019	145,964	81,290	227,254	218,141	95.99	500	218,641	96.21
2020	152,812	85,297	238,109	228,442	95.94	1,762	230,204	96.68
2021	159,813 ⁽¹⁾	89,008	248,821	239,067	96.08	—	239,067	96.08

⁽¹⁾ Includes small levies paid off early to other jurisdictions by the General Fund totaling \$517 in FY 2020-21.

Source: Washington County Finance Division

WASHINGTON COUNTY, OREGON

Principal Taxpayers Within the County
Current Year and Nine Years Ago

(Dollars in Thousands)

	2021				2012			
	Rank	Assessed valuation	Percent of total		Rank	Assessed valuation	Percent of total	
Private enterprises:								
Intel Corporation	1	\$ 1,941,050	2.72	%	1	\$ 1,316,340	2.73	%
Nike, Inc.	2	1,435,298	2.01		2	437,734	0.91	
Pacific Realty Associates	4	417,932	0.59		5	299,183	0.62	
Verizon Communications Inc	6	299,376	0.42				—	
Genentech Inc	7	273,304	0.38		7	239,110	0.50	
Comcast Corporation	8	263,248	0.37		8	223,356	0.46	
LAM Research Corporation	9	198,543	0.28					
BV Centercal LLC	10	155,911	0.22					
Frontier Communications					4	350,700	0.73	
Maxim Integrated Products, Inc.					9	133,370	0.28	
Tektronix, Inc.					10	132,546	0.27	
Public utilities:								
Portland General Electric	3	819,112	1.15		3	405,598	0.84	
Northwest Natural Gas	5	408,827	0.57		6	279,692	0.58	
All other taxpayers		<u>65,060,763</u>	<u>91.29</u>			<u>44,419,153</u>	<u>92.08</u>	
Total		<u>\$ 71,273,364</u>	<u>100.00</u>			<u>\$ 48,236,782</u>	<u>100.00</u>	

Source: Washington County Department of Assessment and Taxation

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DEBT CAPACITY

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WASHINGTON COUNTY, OREGON

Ratio of General Bonded Debt Outstanding

Last Ten Fiscal Years

(Dollars in thousands, except per capita)

County

<u>Fiscal Year</u>	<u>Governmental Activities GO Bonds Payable</u>	<u>Premiums, Discounts, & Adjustments</u>	<u>Net GO Bonds Payable</u>	<u>Total Taxable Assessed Value</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Debt Outstanding Per Capita</u>
2012	\$ 12,140	62	12,202	48,236,782	0.03 %	\$ 23
2013	6,195	16	6,211	49,355,659	0.01	11
2014	—	—	—	51,180,241	—	—
2015	—	—	—	53,515,862	—	—
2016	—	—	—	56,910,892	—	—
2017	75,400	11,074	86,474	59,446,698	0.15	148
2018	73,995	10,453	84,448	62,340,648	0.14	142
2019	72,410	9,832	82,242	64,974,313	0.13	136
2020	70,630	9,212	79,842	68,032,356	0.12	130
2021	68,600	8,594	77,194	71,273,364	0.11	128

Source: Washington County Finance Division and Department of Assessment and Taxation

WASHINGTON COUNTY, OREGON

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

(Dollars in thousands, except per capita)

County

Fiscal Year	Governmental Activities				
	General Obligation Bonds Payable	FFC & Notes Payable	Premiums, Discounts, & Adjustments	Contracts Payable	Capital Lease Obligations
2012	\$ 12,140	74,149	3	380	2,586
2013	6,195	70,352	(308)	357	2,092
2014	—	66,133	3,551	334	1,715
2015	—	61,719	3,222	312	1,334
2016	—	51,890	7,918	290	941
2017	75,400	155,098	31,274	268	535
2018	73,995	144,340	28,953	245	270
2019	72,410	131,837	26,633	223	—
2020	70,630	118,866	24,314	201	—
2021	68,600	105,040	21,997	178	101

District⁽¹⁾

Fiscal Year	Component Unit			Percentage of Personal Income	Outstanding Debt Per Capita
	Other Bonds & Notes Payable	Premiums, Discounts, & Adjustments	Total Component Unit		
2012	\$ 287,865	9,631	297,496	1.29 %	\$ 555
2013	265,260	8,179	273,439	1.14	504
2014	251,990	7,827	259,817	1.05	472
2015	238,175	6,557	244,732	0.93	436
2016	223,690	5,448	229,138	0.77	401
2017	202,995	11,340	214,335	0.68	367
2018	191,025	9,394	200,419	0.59	336
2019	178,485	7,579	186,064	0.51	307
2020	165,315	5,893	171,208	0.44	279
2021	151,760	4,487	156,247	N/A	258

(Continued)

N/A: Data was not available for this fiscal year

Source: Washington County Finance Division

Business-Type Activities					
FFC & Notes Payable	Premiums, Discounts, & Adjustments	Total Primary Government	Percentage of Personal Income		Outstanding Debt Per Capita
31,124	(2,524)	117,858	0.51	% \$	220
30,577	(2,376)	106,889	0.45		197
30,043	(236)	101,540	0.41		184
31,572	(220)	97,939	0.37		175
31,023	(204)	91,858	0.31		161
30,569	(188)	292,956	0.93		502
30,291	(173)	277,921	0.80		466
27,560	2,170	260,833	0.72		430
28,006	2,083	244,100	0.63		398
27,334	1,996	225,246	N/A		372

WASHINGTON COUNTY, OREGON

Legal Debt Margin Information

Last Ten Fiscal Years

(Dollars in thousands)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Washington County:					
-ORS 287A.100 provides a debt limit on general obligation bonds of 2% of the real market value of all taxable property within the County's legal boundaries.					
Real market value	\$ 139,705,066	121,502,776	116,500,833	112,236,654	101,500,233
Debt limit rate	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>
Debt limit	2,794,101	2,430,056	2,330,017	2,244,733	2,030,005
Less general obligation debt at June 30 ⁽¹⁾	<u>77,194</u>	<u>79,842</u>	<u>82,242</u>	<u>84,448</u>	<u>86,474</u>
Legal debt margin	<u>2,716,907</u>	<u>2,350,214</u>	<u>2,247,775</u>	<u>2,160,285</u>	<u>1,943,531</u>
Total net debt applicable to the limit as a percentage of debt limit	2.76%	3.29%	3.53%	3.76%	4%

-ORS 287A.105 provides a debt limit on full faith and credit obligations of 1% of the real market value of all taxable property within the County's legal boundaries.					
Real market value	<u>139,705,066</u>	<u>121,502,776</u>	<u>121,502,776</u>	<u>116,500,833</u>	<u>112,236,654</u>
Debt limit rate	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
Debt limit	1,397,051	1,215,028	1,215,028	1,165,008	1,122,367
Less full faith and credit obligations at June 30 ⁽¹⁾	<u>118,443</u>	<u>133,812</u>	<u>148,331</u>	<u>162,395</u>	<u>174,720</u>
Legal debt margin	<u>1,278,608</u>	<u>1,081,216</u>	<u>1,066,697</u>	<u>1,002,613</u>	<u>947,647</u>
Total net debt applicable to the limit as a percentage of debt limit	8.48%	11.01%	12.21%	13.94%	15.57%

Housing Authority of Washington County:					
-ORS 451.545 provides a debt limit on general obligation bonds of 13% of the real market value of all taxable property within the Authority's legal boundaries.					
Real market value	<u>139,705,066</u>	<u>121,502,776</u>	<u>121,502,776</u>	<u>116,500,833</u>	<u>112,236,654</u>
Debt limit rate	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>
Debt limit	18,161,659	15,795,361	15,795,361	15,145,108	14,590,765
Less general obligation debt at June 30 ⁽¹⁾	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Legal debt margin	<u>18,161,659</u>	<u>15,795,361</u>	<u>15,795,361</u>	<u>15,145,108</u>	<u>14,590,765</u>
Total net debt applicable to the limit as a percentage of debt limit	—	—	—	—	—

Clean Water Services:					
-ORS 451.545 provides a debt limit on general obligation bonds of 13% of the real market value of all taxable property within the District's legal boundaries					
Real market value	<u>128,908,009</u>	<u>111,702,863</u>	<u>107,044,937</u>	<u>93,028,765</u>	<u>77,171,791</u>
Debt limit rate	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>
Debt limit	16,758,041	14,521,372	13,915,842	12,093,739	10,032,333
Less general obligation debt at June 30 ⁽¹⁾	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Legal debt margin	<u>\$ 16,758,041</u>	<u>14,521,372</u>	<u>13,915,842</u>	<u>12,093,739</u>	<u>10,032,333</u>
Total net debt applicable to the limit as a percentage of debt limit	—	—	—	—	—

⁽¹⁾ Amounts expressed net of premiums, discounts, and adjustments

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>90,947,469</u>	<u>84,758,607</u>	<u>75,755,731</u>	<u>67,614,912</u>	<u>69,045,256</u>
<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>	<u>2.00%</u>
<u>1,818,949</u>	<u>1,695,172</u>	<u>1,515,115</u>	<u>1,352,298</u>	<u>1,380,905</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>6,211</u>	<u>12,202</u>
<u>1,818,949</u>	<u>1,695,172</u>	<u>1,515,115</u>	<u>1,346,087</u>	<u>1,368,703</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>0.46%</u>	<u>0.88%</u>
<u>101,500,233</u>	<u>90,947,469</u>	<u>84,758,607</u>	<u>75,755,731</u>	<u>67,614,912</u>
<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
<u>1,015,002</u>	<u>909,475</u>	<u>847,586</u>	<u>757,557</u>	<u>676,149</u>
<u>59,053</u>	<u>63,992</u>	<u>68,646</u>	<u>68,806</u>	<u>72,686</u>
<u>955,949</u>	<u>845,483</u>	<u>778,940</u>	<u>688,751</u>	<u>603,463</u>
<u>5.82%</u>	<u>7.04%</u>	<u>8.10%</u>	<u>9.08%</u>	<u>10.75%</u>
<u>101,500,233</u>	<u>90,947,469</u>	<u>84,758,607</u>	<u>75,755,731</u>	<u>67,614,912</u>
<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>
<u>13,195,030</u>	<u>11,823,171</u>	<u>11,018,619</u>	<u>9,848,245</u>	<u>8,789,939</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>13,195,030</u>	<u>11,823,171</u>	<u>11,018,619</u>	<u>9,848,245</u>	<u>8,789,939</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>77,171,791</u>	<u>68,905,327</u>	<u>60,917,987</u>	<u>61,998,156</u>	<u>64,712,780</u>
<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>
<u>10,032,333</u>	<u>8,957,693</u>	<u>7,919,338</u>	<u>8,059,760</u>	<u>8,412,661</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>10,032,333</u>	<u>8,957,693</u>	<u>7,919,338</u>	<u>8,059,760</u>	<u>8,412,661</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>

(Continued)

WASHINGTON COUNTY, OREGON

Direct and Overlapping Governmental Activities Debt

June 30, 2021

(Dollars in thousands)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Amount Applicable to County
Debt repaid with property taxes:			
Overlapping debt outstanding:			
Banks Fire District 13	\$ 3,665	100.00 %	\$ 3,665
City of Banks	956	100.00	956
City of Beaverton	33,173	100.00	33,173
City of Cornelius	2,411	100.00	2,411
City of Durham	—	100.00	—
City of Forest Grove	—	100.00	—
City of Hillsboro	69,220	100.00	69,220
City of Lake Oswego	124	0.14	—
City of North Plains	—	100.00	—
City of Portland	739	0.17	1
City of Sherwood	23,722	100.00	23,722
City of Tigard	19,107	100.00	19,107
City of Tualatin	20,364	86.77	17,670
City of Wilsonville	2,397	9.87	237
Clackamas County Education Service District	114	0.48	1
Clackamas County School District 3J (West Linn - Wilsonville)	5,972	1.71	102
Clackamas County School District 7J (Lake Oswego)	2,440	0.95	23
Columbia County School District 1J (Scappoose)	86	0.40	—
Columbia County School District 47J (Vernonia)	278	1.50	4
Metro	278,020	30.20	83,962
Multnomah County School District 1J (Portland)	6,850	0.47	32
Multnomah Education Service District	—	0.35	—
Northwest Regional Education Service District	—	79.93	—
Port of Portland	—	29.60	—
Portland Community College	220,573	40.43	89,178
Rivergrove Water District 14J	7	1.50	—
Tualatin Hills Parks & Recreation District	61,461	99.99	61,455
Tualatin Valley Fire & Rescue District	13,771	79.49	10,947
Washington County School District 13 (Banks)	8,796	100.00	8,796
Washington County School District 15 (Forest Grove)	69,693	100.00	69,693
Washington County School District 1J (Hillsboro 7 Bd)	264	100.00	264
Washington County School District 1J (Hillsboro)	556,822	99.98	556,711
Washington County School District 23J (Tigard - Tualatin)	309,742	95.93	297,136
Washington County School District 48J (Beaverton)	953,937	99.67	950,789
Washington County School District 511J (Gaston)	11,886	82.38	9,792
Washington County School District 88J (Sherwood)	293,652	93.95	275,886
Willamette Education Service District	22	0.31	—
Yamhill County School District 29J (Newberg)	5,318	3.27	174
Total overlapping debt outstanding	2,975,582		2,585,107
Direct debt outstanding:			
Washington County ⁽¹⁾	195,916	100.00	195,916
Total direct and overlapping debt outstanding	\$ 3,171,498		\$ 2,781,023

⁽¹⁾ Washington County governmental activities direct debt outstanding is comprised of the following:

Contracts, notes, and bonds outstanding	173,818
Unamortized bond premiums and discounts	21,997
Capital lease obligations	101
Total direct debt outstanding	195,916

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Source: Oregon State Treasury, Debt Management Division

DEMOGRAPHIC AND ECONOMIC INFORMATION

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WASHINGTON COUNTY, OREGON

Demographic Statistics

Last Ten Fiscal Years

(Amounts in thousands, except Personal Income)

<u>Fiscal Year</u>	<u>Population (estimated)</u>		<u>Personal Income</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>
2012	536	\$	23,043	43	7.60 %
2013	543		24,314	45	6.80
2014	551		24,840	45	6.30
2015	561		26,299	47	5.70
2016	571		29,813	52	4.60
2017	584		31,588	54	4.10
2018	596		34,162	57	3.30
2019	606		36,442	60	3.30
2020	613		38,114	62	9.90
2021	605		40,333	N/A	4.80

N/A: Information not available as of printing.

Source: Portland State University Population Research Center, Bureau of Economic Analysis, and Oregon Employment Department.

WASHINGTON COUNTY, OREGON

Major Employment Industries

Current Year and Nine Years Ago

	2021*		2012	
	Annual Average Positions	% of Total	Annual Average Positions	% of Total
Construction	16,687	6%	12,480	5%
Manufacturing:				
Wood products	972		1,031	
Fabricated metal products	3,638		2,964	
Food	2,433		1,594	
Plastics and rubber products	2,915		1,601	
Computer and electronic products	28,832		26,950	
Machinery	5,111		3,658	
Other	7,084		6,342	
Total Manufacturing	50,985	18%	44,140	18%
Trade, Transportation, and Utilities:				
Wholesale	13,609		17,446	
Retail	30,303		28,608	
Transportation, Warehousing, and Utilities	6,331		3,664	
Total Trade, Transportation, and Utilities	50,243	18%	49,718	20%
Information:				
Publishing	3,345		3,166	
Telecommunications	1,456		2,006	
Other (broadcasting, ISP's, etc.)	2,767		2,415	
Total Information	7,568	3%	7,587	3%
Financial Activities:				
Finance and Insurance	10,704		10,948	
Real Estate	4,186		2,998	
Total Financial Activities	14,890	5%	13,946	6%
Professional and Business Services	53,306	19%	38,480	15%
Educational Services	4,974	2%	5,112	2%
Healthcare and Social Assistance	31,830	11%	24,516	10%
Leisure and Hospitality	21,234	7%	20,612	8%
Other Services (agriculture, repairs, private homes, misc.)	12,407	4%	11,219	4%
Government (federal, state, and local)	21,399	7%	21,756	9%
Total Employment	<u>285,523</u>	<u>100%</u>	<u>249,566</u>	<u>100%</u>

*Fiscal year 2021 information includes data through December 31, 2020.

Source: Oregon Labor Market Information System (OLMIS)

OPERATING INFORMATION

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WASHINGTON COUNTY, OREGON

Full-time Equivalent Employees by Function

Last Ten Fiscal Years

<u>Function/Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General government	297	298	299	304	318	331	337	342	354	366
Public safety and justice	823	825	824	941	945	950	959	973	1,009	1,021
Land use and transportation	349	337	336	324	286	297	300	305	307	300
Housing, health and human services	254	255	252	260	322	322	359	382	392	431
Culture, education and recreation	47	47	48	50	53	53	52	53	47	52
Total	<u>1,770</u>	<u>1,762</u>	<u>1,759</u>	<u>1,879</u>	<u>1,924</u>	<u>1,953</u>	<u>2,007</u>	<u>2,055</u>	<u>2,109</u>	<u>2,170</u>

Source: Washington County Support Services Department

WASHINGTON COUNTY, OREGON

Operating Indicators by Function/Program

Last Ten Fiscal Years

Function/Program	2012	2013	2014
General Government:			
Assessment & Taxation:			
Real property accounts	178,971	179,843	180,705
Personal property accounts	23,893	24,210	23,614
Mobile home accounts	5,188	5,142	5,118
Utility property accounts	1,278	1,443	1,492
County Counsel:			
Hours booked for General Fund programs	6,945	5,851	6,536
Hours booked for Special Revenue funds and miscellaneous	6,200	7,915	7,204
Hours booked for internal work	2,269	2,710	2,489
Support Services:			
Number of budgeted permanent FTE positions within the County	1,770	1,762	1,759
Number of collective bargaining units	5	5	5
Public Safety & Justice:			
Sheriff (measured in calendar years):			
Citizen generated calls for service	49,109	48,058	52,041
Officer-initiated calls for service (including traffic responses)	94,258	89,252	88,551
Bookings per year at jail	17,761	18,020	17,944
Average length of stay in jail (in days)	48	18	17
Average daily jail population	568	565	547
Case numbers issued (all documented law enforcement actions taken)	19,249	19,344	20,374
Juvenile (measured in calendar years):			
Total referrals to juvenile department	3,539	3,309	2,975
Percent of youth with no new offenses	74%	72%	75%
Total admissions to secure detention	597	650	644
Total admissions to shelter care evaluation	121	127	108
Community Corrections:			
Number of offenders residing at the Community Corrections Center	1,953	1,765	2,060
Average daily Community Corrections Center population	181	170	182
Average length of stay in Community Corrections Center (in days)	34	35	32
Number of offenders on supervision	3,694	3,540	3,725
Law Library:			
Total in-library users	4,833	8,529	9,115
Items checked out	796	1,405	1,437
Land Use & Transportation:			
Land Use & Transportation:			
Total land use case files	394	432	495
Total land use actions	476	529	584
New subdivisions	7	22	29
Building permits issued (single family residential & remodels/additions)	1,254	1,183	1,511
Housing, Health & Human Services:			
Housing Services:			
Rent subsidies (units)	2,823	2,823	2,882
Affordable housing (units)	1,135	1,138	1,138
Public housing (units)	255	255	255
Homeownership (units)	4	5	5
Homeless services (beds)	739	796	940
Community Development:			
Number of people served by all CDBG programs	21,184	14,727	20,051
Number of households served by all CDBG programs	435	283	306
Health & Human Services:			
Swimming pool inspections, reviews, investigations	1,130	1,145	1,083
Solid waste and recycling phone calls received	4,200	3,672	4,100
Health clinic - communicable disease client visits	8,943	9,866	7,857
Emergency Medical Services:			
CPR/AED people trained (measured in calendar years)	N/A	505	346
Ambulance licenses issued	111	149	121
Total ambulances inspected	4	4	28
Wheelchair car licenses issued	174	192	190
Total wheelchair cars inspected	1	2	9
Culture, Education, & Recreation:			
Cooperative Library Services:			
Total library materials circulated	13,047,677	13,070,159	12,742,087
New users registered	35,770	32,951	32,788
Attendance at summer reading programs and events	51,009	50,157	58,233
Items delivered to member libraries via WCCLS couriers	4,108,984	3,978,705	3,649,568

N/A: Information not available

(Continued)

Source: Washington County Support Services Department

	2015	2016	2017	2018	2019	2020	2021
	181,985	183,721	186,353	187,913	189,977	192,721	194,071
	23,672	22,673	22,728	22,422	22,766	22,805	23,156
	5,101	5,096	5,068	5,080	5,068	5,077	5,079
	1,458	1,477	1,321	1,298	1,253	1,419	1,492
	7,127	7,087	7,003	6,820	8,013	9,838	9,299
	6,417	6,456	6,650	8,204	7,688	7,453	5,933
	2,902	2,757	2,900	2,570	2,839	2,991	3,001
	1,818	1,872	1,951	2,001	2,073	2,188	2,253
	5	5	5	5	5	5	5
	56,186	57,446	59,806	60,733	61,107	58,197	N/A
	96,321	90,139	90,757	75,025	71,536	50,439	N/A
	17,173	17,111	17,133	18,410	17,999	10,375	N/A
	19	19	17	16	15	17	N/A
	538	534	506	545	532	409	N/A
	20,802	21,035	22,179	22,273	22,676	19,308	N/A
	2,822	2,165	2,249	2,198	2,198	1,916	1,294
	72%	71%	71%	71%	71%	77%	N/A
	574	498	501	466	490	467	228
	111	105	105	102	98	121	52
	2,169	2,044	1,976	1,786	1,787	2,015	393
	179	181	186	136	150	133	29
	32	32	34	33	33	26	34
	3,797	3,286	3,357	3,367	3,500	3,483	2,791
	9,892	8,140	6,028	5,716	5,151	5,000	3,373
	1,502	1,909	1,211	1,091	1,031	1,113	613
	456	519	521	475	438	367	322
	568	652	634	594	505	449	398
	31	27	33	19	24	7	8
	1,735	2,081	1,960	1,472	1,586	1,250	1,555
	2,981	2,981	2,669	2,828	2,918	2,935	3,082
	1,138	1,139	1,818	1,821	1,829	2,012	2,276
	255	255	243	244	244	244	244
	4	4	4	4	4	4	3
	905	881	863	847	969	1,001	1,034
	27,121	73,550	11,275	43,735	29,868	25,483	5,305
	314	280	273	343	249	467	236
	1,190	1,183	1,018	1,127	1,112	743	105
	3,900	3,470	3,707	3,800	3,890	3,300	4,146
	7,672	2,917	2,861	2,407	3,325	4,135	3,207
	637	420	755	667	475	152	—
	140	158	146	151	147	162	162
	39	13	8	—	17	13	—
	196	226	247	247	239	248	290
	16	9	2	30	33	39	—
	12,240,066	11,872,665	11,149,410	11,104,635	11,204,193	8,745,542	7,007,830
	31,981	31,659	33,313	33,052	35,339	56,845	30,992
	59,506	63,358	76,782	76,899	51,312	51,898	N/A
	3,704,098	3,616,203	3,444,670	3,445,849	3,360,094	2,536,198	2,564,569

WASHINGTON COUNTY, OREGON

Capital Assets

Last Ten Fiscal Years

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government:										
Facilities:										
Number of buildings - owned	23	24	24	25	25	27	27	33	33	34
Number of buildings - leased	7	9	9	10	12	15	16	16	11	11
Square feet - owned space	1,304,265	1,304,265	1,304,265	1,378,190	1,378,190	1,403,944	1,403,944	1,536,060	1,536,060	1,554,864
Square feet - leased space	19,867	21,659	18,652	27,252	37,207	78,833	90,325	110,051	94,645	94,645
Fleet:										
Number of units maintained	557	562	572	605	626	654	676	704	715	746
Gallons of fuel dispensed	436,180	422,455	416,709	415,547	407,414	414,582	407,411	396,676	401,568	408,585
Miles driven	4,485,547	4,510,196	4,434,719	4,593,052	4,467,139	4,585,838	4,541,628	4,506,531	4,392,712	4,148,988
Number of work orders	4,059	3,930	4,024	4,034	3,975	4,127	3,473	3,698	3,599	3,573
Information Technology Services:										
Computers supported	2,385	2,173	2,149	2,372	2,425	2,496	2,652	2,693	2,887	3,054
Applications supported	783	844	851	1,028	1,320	1,299	965	1,024	1,075	1,131
Land Use and Transportation:										
County road system:										
Total miles maintained	1,279	1,279	1,286	1,286	1,290	1,297	1,295	1,306	1,308	1,307
Paved miles	1,062	1,062	1,068	1,073	1,073	1,079	1,078	1,087	1,089	1,088
Gravel miles	217	217	218	218	217	218	217	219	219	219
Urban miles	650	650	657	657	661	668	669	675	678	679
Rural miles	629	629	629	629	629	629	626	631	630	628
Bridges	188	188	186	186	186	183	186	185	184	185
Traffic signals	470	470	472	505	515	518	518	532	575	580

Source: Washington County Support Services Department

**WASHINGTON COUNTY,
OREGON**

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH OREGON STATE REGULATIONS**

SECTION IV

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND INTERNAL
CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
OREGON STATE REGULATIONS**

Board of County Commissioners
Washington County, Oregon
Hillsboro, Oregon

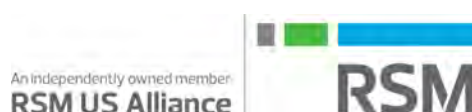
We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washington County, Oregon (the County), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated February 25, 2022. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our report includes a reference to other auditors. We did not audit the financial statements of Clean Water Services (CWS), the discretely presented component unit of the County. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by the other auditors.

COMPLIANCE

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

- Deposit of public funds with financial institutions (ORS Chapter 295).
- Indebtedness limitations, restrictions and repayment.
- Budgets legally required (ORS Chapter 294).
- Insurance and fidelity bonds in force or required by law.
- Programs funded from outside sources.
- Highway revenues used for public highways, roads, and streets.
- Authorized investment of surplus funds (ORS Chapter 294).
- Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND INTERNAL
CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
OREGON STATE REGULATIONS (Continued)**

COMPLIANCE (Continued)

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 grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-330 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 to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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 may exist that have not been identified.

OTHER DISCLOSURE

The County reported the following deficit fund balance/net position balances:

- The COVID-19 Response and Recovery Fund reported a deficit fund balance of \$162,000.
- The Coordinated Care Organization Fund reported a deficit fund balance of \$387,000.
- The Sheriff's Office Grants & Donations Fund reported a deficit fund balance of \$26,000.
- The Fleet Services Fund reported a deficit net position of \$1,318,000 on a GAAP basis.
- The Internal Support Services Fund reported a deficit net position of \$51,000 on a GAAP basis.

PURPOSE OF THIS REPORT

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

Talbot, Kowalek & Warwick, LLP

Portland, Oregon
February 25, 2022

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