

**For Year Ended June 30, 2023**



---

O R E G O N

---

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

# **MARION COUNTY, OREGON**

---

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE YEAR ENDED JUNE 30, 2023**

Marion County Finance Department

## TABLE OF CONTENTS

	<u>Page</u>
<b>INTRODUCTORY SECTION:</b>	
Transmittal Letter	i
Principal Officials	v
Organization Chart	vi
Certificate of Achievement for Excellence in Financial Reporting	vii
<b>FINANCIAL SECTION:</b>	
Report of Independent Auditors	1
Management's Discussion and Analysis	5
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	13
Statement of Activities	14
Fund Financial Statements:	
Balance Sheet – Governmental Funds	15
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	17
Statement of Net Position – Proprietary Funds	18
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds	19
Statement of Cash Flows – Proprietary Funds	20
Statement of Net Position – Fiduciary Funds	22
Statement of Changes in Fiduciary Net Position - Fiduciary Funds	23
Notes to the Financial Statements	25
Required Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
General Fund	61
American Rescue Plan Fund	62
Public Works Fund	63
Health & Human Services Fund	64
Lottery & Economic Development Fund	65
Oregon Public Employees Retirement System – Schedule of the County's Proportionate Share of the Net Pension Liability	66
Oregon Public Employees Retirement System – Schedule of County Contributions	67

Other Postemployment Benefits (OPEB) – Schedule of Changes in the County’s Total OPEB Liability and Related Ratios	68
Schedule of the Proportionate Share of the Net OPEB Liability (Asset)	69
Schedule of the County’s Contributions of the Net OPEB Liability (Asset)	69
Supplementary Information:	
Governmental Funds:	
Combining Balance Sheet – Budgetary Funds Reported as General Operating Fund	71
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Budgetary Funds Reported as General Operating Fund	72
Combining Balance Sheet – Nonmajor Governmental Funds	73
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	75
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Traffic Safety Team Fund	77
Inmate Welfare Fund	78
Rainy Day Fund	79
Non-Departmental Grants	80
County Clerk Records Fund	81
Juvenile Grants Fund	82
Public Works Grants Fund	83
Tax Title Land Sales Fund	84
Community Services Grants Fund	85
Community Development Fund	86
Community Corrections Fund	87
Criminal Justice Assessment Fund	88
County Schools Fund	89
Child Support Fund	90
Dog Services Fund	91
Enhanced Public Safety ESSD Fund	92
Sheriff Grants Fund	93
Law Library Fund	94
County Fair Fund	95
District Attorney Grants Fund	96
Land Use Planning Fund	97
Parks Fund	98
Surveyor Fund	99
Building Inspection Fund	100

Marion County Extension and 4H Service District	101
Debt Service Fund	102
Capital Building & Equipment Fund	103
Facility Renovation Fund	104
Capital Improvement Projects Fund	105
Enterprise Funds:	
Combining Statement of Net Position – Nonmajor Enterprise Funds	107
Combining Statement of Revenues, Expenses and Changes in Net Position – Nonmajor Enterprise Funds	108
Combining Statement of Cash Flows – Nonmajor Enterprise Funds	109
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Environmental Services Fund	110
Stormwater Management Fund	111
Brooks Community Service District Fund	112
East Salem Service District Fund	113
Labish Village Sewage and Drainage District Fund	114
Fargo Interchange Service District Fund	115
Internal Service Funds:	
Combining Statement of Net Position – Internal Service Funds	117
Combining Statement of Revenues, Expenses and Changes in Net Position – Internal Service Funds	118
Combining Statement of Cash Flows – Internal Service Funds	119
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Central Services Fund	120
Self-Insurance Fund	121
Fleet Management Fund	122
Fiduciary Funds:	
Combining Statement of Fiduciary Net Position – Fiduciary Funds	123
Combining Statement of Changes in Net Position – Fiduciary Funds	124
Other Schedules:	
Schedule of Receipts, Disbursements and Balances – Elected Officials	125
Annual Disclosure Information	126

## **STATISTICAL SECTION:**

### Financial Trends:

Net Position by Component – Last Ten Fiscal Years	127
Changes in Net Position – Last Ten Fiscal Years	128
Fund Balances, Governmental Funds – Last Ten Fiscal Years	130
Changes in Fund Balances, Governmental Funds – Last Ten Fiscal Years	131

### Revenue Capacity:

Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years	132
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	133
Principal Property Taxpayers – Current Fiscal Year and Nine Years Ago	134
Property Tax Levies and Collections – Last Ten Fiscal Years	135

### Debt Capacity:

Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	136
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	137
Direct and Overlapping Governmental Activities Debt	138
Legal Debt Margin Information – Last Ten Fiscal Years	139
Pledged Revenue Coverage – Last Ten Fiscal Years	140

### Demographic and Economic Information:

Demographic and Economic Statistics – Last Ten Fiscal Years	141
Employment and Wages by Industry – Current Fiscal Year and Nine Years Ago	142

### Operating Information:

County Employees by Function and Bargaining Unit – Last Ten Fiscal Years	143
Operating Indicators by Function – Last Ten Fiscal Years	144
Capital Asset Statistics by Function – Last Ten Fiscal Years	145

## **REPORTS OF OTHER LEGAL AND REGULATORY REQUIREMENTS:**

Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	147
Report of Independent Auditors Required by Oregon State Regulations	149

## INTRODUCTORY SECTION

**County Commissioners**  
Kevin Cameron, Chair  
Danielle Bethell  
Colm Willis



**Chief Administrative  
Officer**  
Jan Fritz

**Chief Financial Officer**  
Jeff White

## MARION COUNTY FINANCE

---

March 28, 2024

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

We are pleased to submit this Annual Comprehensive Financial Report (ACFR) of Marion County, Oregon for the fiscal year ended June 30, 2023 in accordance with state requirements. Oregon law requires local governments to publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) for the United States of America and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants within six months of the close of each fiscal year.

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

The County's financial statements have been audited by Moss Adams LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the County's financial statements for the fiscal year ended June 30, 2023 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended June 30, 2023 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.



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

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

## **PROFILE OF THE GOVERNMENT**

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

There are 20 incorporated cities and 37 unincorporated communities in Marion County, and the County's population is currently estimated at 349,725. The County's present boundary encompasses 1,194 square miles. The County is empowered to levy a property tax on both real and personal properties located within its boundaries.

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

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

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

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

## **FACTORS AFFECTING FINANCIAL CONDITION**

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

**Local Economy** – Marion County is the largest producer of agriculture among Oregon's 36 counties. Marion County's economy is also based on government and education. Located in the state capital city of Salem, Oregon, the State of Oregon is the County's largest employer and employs approximately 22,000 workers. Salem-Keizer School District employs about 4,000 workers, Marion County employs about 1,670 workers, and the City of Salem employs about 1,300 workers. As of October 2023, the seasonally adjusted unemployment rate in Marion County was 3.5%, a decrease from 3.8% last year and equaling the state and national averages.

**Long-Term Financial Planning** – The County heads into fiscal year 2024 with an acceptable financial position and a low ratio of outstanding debt to the real market value of taxable property within the County. Major long-term concerns for the County include changes in state and federal funding, rising employee benefit costs, replacing experienced personnel due to retirements, pressing information technology needs, and the economic impacts of receiving and managing the expenditure of millions of dollars disbursed to Marion County as a result of the COVID-19 pandemic and the Beachie Creek/Lionshead wildfire from federal and state resources.

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

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

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

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

Current initiatives include: management of rural economic development and infrastructure needs; upgrade of the County's financial information management system; completion of the implementation of the new Health and Human Services records management system; completion of the implementation of the property assessment and taxation system; replacement of the jail and juvenile detention locking systems, construction of a new Health and Human Services administration building, a new Sheriff office evidence building, replacement of the DA case management system, replacement of the Justice Court case management system and distribution and oversight of federal ARPA and state wildfire relief projects.

## **AWARDS AND ACKNOWLEDGMENTS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Marion County for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022. This was the 22nd consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the County also received the GFOA Award for Distinguished Budget Presentation for its budget document for the fiscal year beginning July 1, 2023, making this the 13<sup>th</sup> consecutive year the County has received this award. To qualify for the award, the budget document must be judged to be proficient in several categories as a policy document, financial plan, operations guide, and communication device.

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

Respectfully submitted,



Jeff White  
Chief Financial Officer



Sherry Downs  
Controller

MARION COUNTY, OREGON  
Principal Officials  
June 30, 2023

***Board of Commissioners***

---

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

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

***Other Elected Officials***

---

Tom Rohlfig	Assessor
Bill Burgess	County Clerk
Paige Clarkson	District Attorney
Justin Kidd	Justice of the Peace
Joe Kast	Sheriff
Sam Brentano	Treasurer

***Chief Administrative Officer***

---

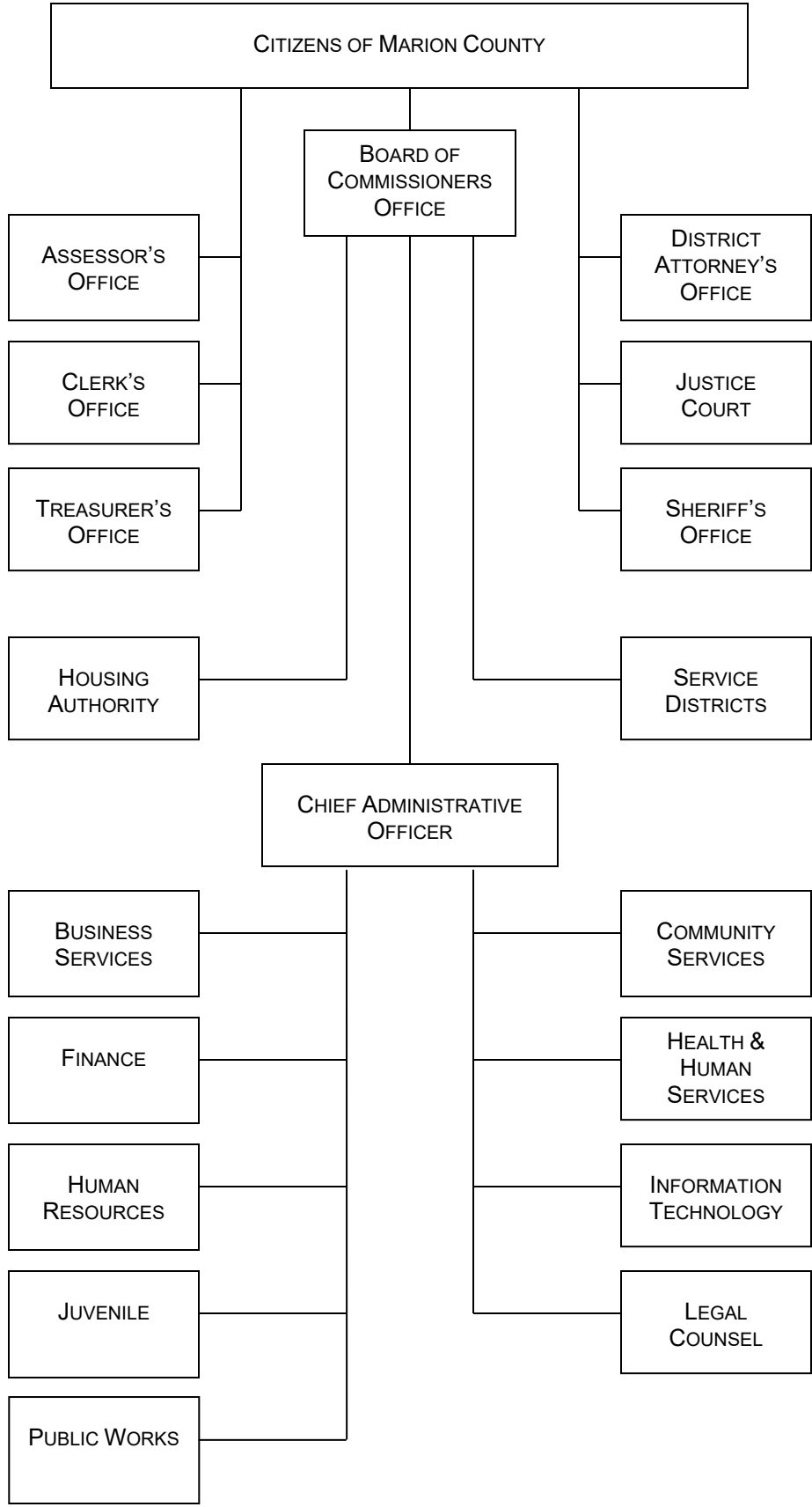
Jan Fritz

***Legal Counsel***

---

Jane Vetto

MARION COUNTY, OREGON  
 Organization Chart  
 June 30, 2023





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Marion County  
Oregon**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2022

*Christopher P. Morrill*

Executive Director/CEO

*(This page intentionally left blank.)*

## FINANCIAL SECTION



## **Report of Independent Auditors**

The Board of Commissioners  
Marion County, Oregon

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Marion County, Oregon (the County) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Marion County Housing Authority, the discretely presented component unit of the County, which represents 100% of the assets, 100% of the net position/fund balances, and 100% of the revenues of the discretely presented component unit of Marion County, Oregon. Those financial statements were audited by other auditors, whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Marion County Housing Authority, is based solely on the report of the other auditors.

#### ***Basis for Opinions***

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

#### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, and pension and other postemployment benefit (OPEB) schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the management's discussion and analysis and the pension and OPEB schedules in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing

the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the management's discussion and analysis and the pension and OPEB schedules because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Supplementary Information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

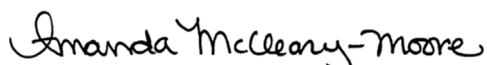
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2024, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

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

In accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*, we have also issued our report dated March 28, 2024, on our consideration of the County's compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-010-0000 through 162-010-0330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Amanda McCleary-Moore, Partner  
For Moss Adams, LLP  
Medford, Oregon  
March 28, 2024

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Marion County, Oregon, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-iv of this report.

### FINANCIAL HIGHLIGHTS

- The County's assets and deferred outflows exceeded its liabilities and deferred inflows at the end of the current fiscal year by \$283,023,556 (*net position*). Of this amount, \$256,785,373 reflects the County's net investment in capital assets, and \$50,569,231 represents resources that are subject to external restrictions, resulting in a negative unrestricted balance of \$24,331,048.
- The County's financial position improved from the prior fiscal year with an increase in total net position of \$58,345,140, due to an increase in investment in capital assets, increase in investment earnings largely due to the reversal of unrealized losses in 2022 and an increase in operating grants offset by increases in expenditures.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$171,444,231 an increase of \$16,549,812 from the prior year. Of this amount, \$1,623,070 is nonspendable, and \$49,173,837 is subject to external restrictions. The remaining amount of \$120,647,324 is available to support the County's various governmental programs and operations.
- At the end of the current fiscal year, the unassigned fund balance for the General Operating Fund was \$9,481,398, equal to 10.4% of total General Operating Fund expenditures.
- The County's total debt decreased \$8,251,616 during the current fiscal year due to the repayment of outstanding principal.

### OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The *statement of net position* presents information on all the County's assets, liabilities, and deferred inflows/outflows of resources with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or declining.

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items in which the cash flows will occur in future fiscal periods (such as uncollected taxes and unused vacation).

Both government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, health and social services, public safety and judicial, community service, roads and bridges, and pass-through support for education. The business-type activities of the County include environmental services, stormwater services, and sewer and lighting services. Sewer and lighting services are provided through legally separate entities which function, in essence, as part of Marion County and therefore have been included as part of the primary government.

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

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

**Governmental funds** – *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

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

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

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

**Proprietary funds** – Marion County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its environmental services, stormwater management, and sewer and lighting operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its central administration, risk management and fleet management activities. Because these activities predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

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

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

The basic proprietary fund financial statements can be found on pages 18-21 of this report.

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

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

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-60 of this report.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report presents certain *required supplementary information* consisting of 1) budgetary comparisons for the General Fund, American Rescue Plan Fund, Public Works Fund, Health & Human Services Fund, and Lottery & Economic Development Fund, 2) proportionate share of net pension and OPEB liabilities, 3) pension contributions, 4) County contributions to the PERS Retirement Health Insurance Account plan, and 5) changes in the liability for other postemployment benefits and related ratios. Required supplementary information can be found on pages 61-69 of this report.

The combining statements referred to earlier in connection with the General Operating Fund, nonmajor governmental funds, enterprise funds and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 71-124 of this report.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net Position** – As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Marion County, assets and deferred outflows exceeded liabilities and deferred inflows by \$283,023,556 at the end of fiscal year 2023.

The largest portion of the County's net position (90.73%) is its investment in capital assets (e.g., land, buildings, equipment, and infrastructure), less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the County's net position (17.87%) represents resources that are subject to external restrictions on how they may be used. The County had a negative unrestricted net position (-8.60%) at the end of fiscal year 2023. This negative unrestricted net position is primarily due to the recognition of pension and OPEB liabilities and related deferrals which equate to -55.4% of total net position.

The County's financial position improved from the prior fiscal year with an increase in total net position of \$58,345,140, primarily due to the increase in operating grants related to COVID-19 as well as FEMA and other relief related to wildfires within the County.

### Marion County's Net Position (thousands)

	Governmental activities		Business-type activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 284,580	\$ 269,372	\$ 33,280	\$ 33,557	\$ 317,860	\$ 302,929
Capital and lease assets	290,818	252,250	6,951	6,479	297,769	258,729
Total assets	575,398	521,622	40,231	40,036	615,629	561,658
Deferred outflows of resources	62,183	59,976	1,060	956	63,243	60,932
Long-term liabilities outstanding	235,272	200,746	14,460	10,851	249,732	211,597
Other liabilities	90,117	91,938	2,528	4,479	92,645	96,417
Total liabilities	325,389	292,684	16,988	15,330	342,377	308,014
Deferred inflows of resources	52,522	88,414	949	1,482	53,471	89,896
Net position:						
Net investment in capital assets	250,124	233,958	6,661	6,166	256,785	240,124
Restricted	50,569	30,519	-	-	50,569	30,519
Unrestricted	(41,024)	(63,977)	16,693	18,013	(24,331)	(45,964)
Total net position	\$ 259,669	\$ 200,500	\$ 23,354	\$ 24,179	\$ 283,023	\$ 224,679

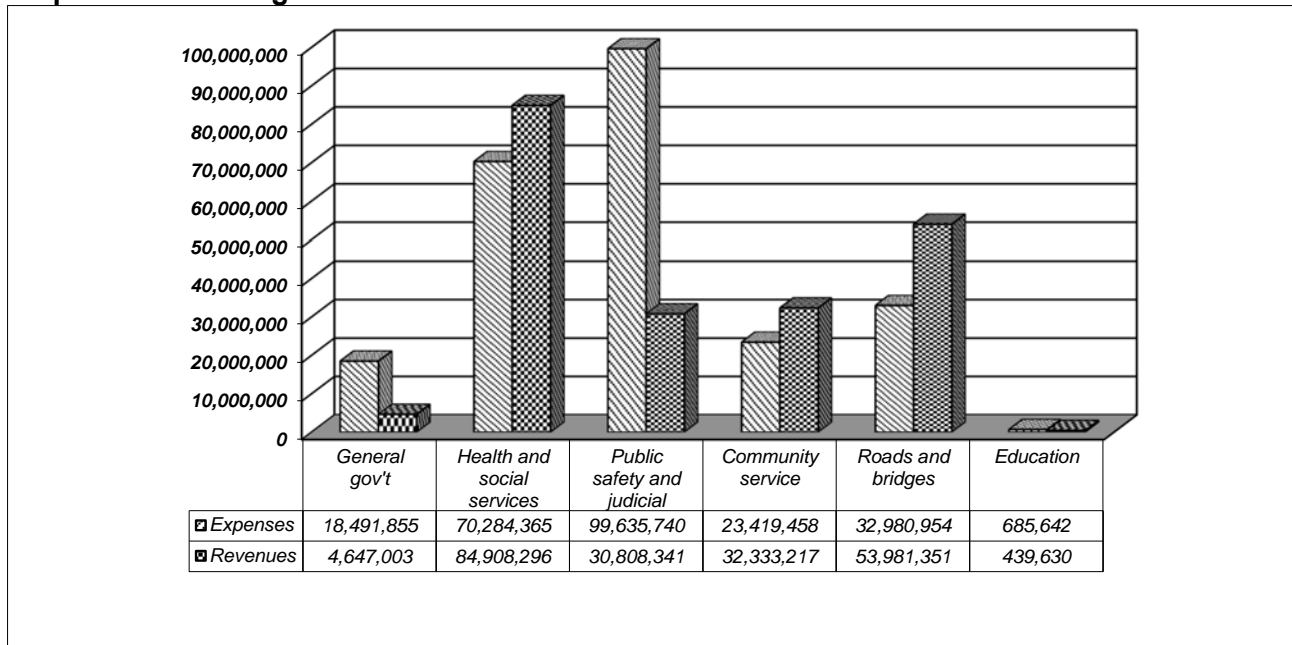
### Marion County's Changes in Net Position (thousands)

	Governmental activities		Business-type activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues:						
Charges for services	\$ 54,093	\$ 50,502	\$ 27,465	\$ 29,618	\$ 81,558	\$ 80,120
Operating grants and contributions	135,950	111,776	-	-	135,950	111,776
Capital grants and contributions	17,075	9,565	-	-	17,075	9,565
General revenues:						
Property taxes	88,651	83,736	-	-	88,651	83,736
Other taxes	582	602	505	520	1,087	1,122
Unrestricted grants and contributions	7,119	9,142	-	-	7,119	9,142
Investment earnings (losses)	4,130	(6,751)	426	(1,039)	4,556	(7,790)
Total revenues	307,600	258,572	28,396	29,099	335,996	287,671
Expenses:						
General government	18,492	17,062	-	-	18,492	17,062
Health and social services	70,284	65,631	-	-	70,284	65,631
Public safety and judicial	99,635	91,940	-	-	99,635	91,940
Community service	23,420	19,087	-	-	23,420	19,087
Roads and bridges	32,981	31,027	-	-	32,981	31,027
Education	685	2,249	-	-	685	2,249
Interest on long-term debt and leases	2,932	3,218	-	-	2,932	3,218
Environmental services	-	-	24,608	22,936	24,608	22,936
Stormwater services	-	-	1,079	1,019	1,079	1,019
Sewer and lighting services	-	-	3,535	3,477	3,535	3,477
Total expenses	248,429	230,214	29,222	27,432	277,651	257,646
Change in net position before transfers	59,171	28,358	(826)	1,667	58,345	30,025
Transfers	-	16	-	(16)	-	-
Change in net position	59,171	28,374	(826)	1,651	58,345	30,025
Net position - beginning of year	200,498	172,124	24,180	22,529	224,678	194,653
Net position - end of year	\$ 259,669	\$ 200,498	\$ 23,354	\$ 24,180	\$ 283,023	\$ 224,678

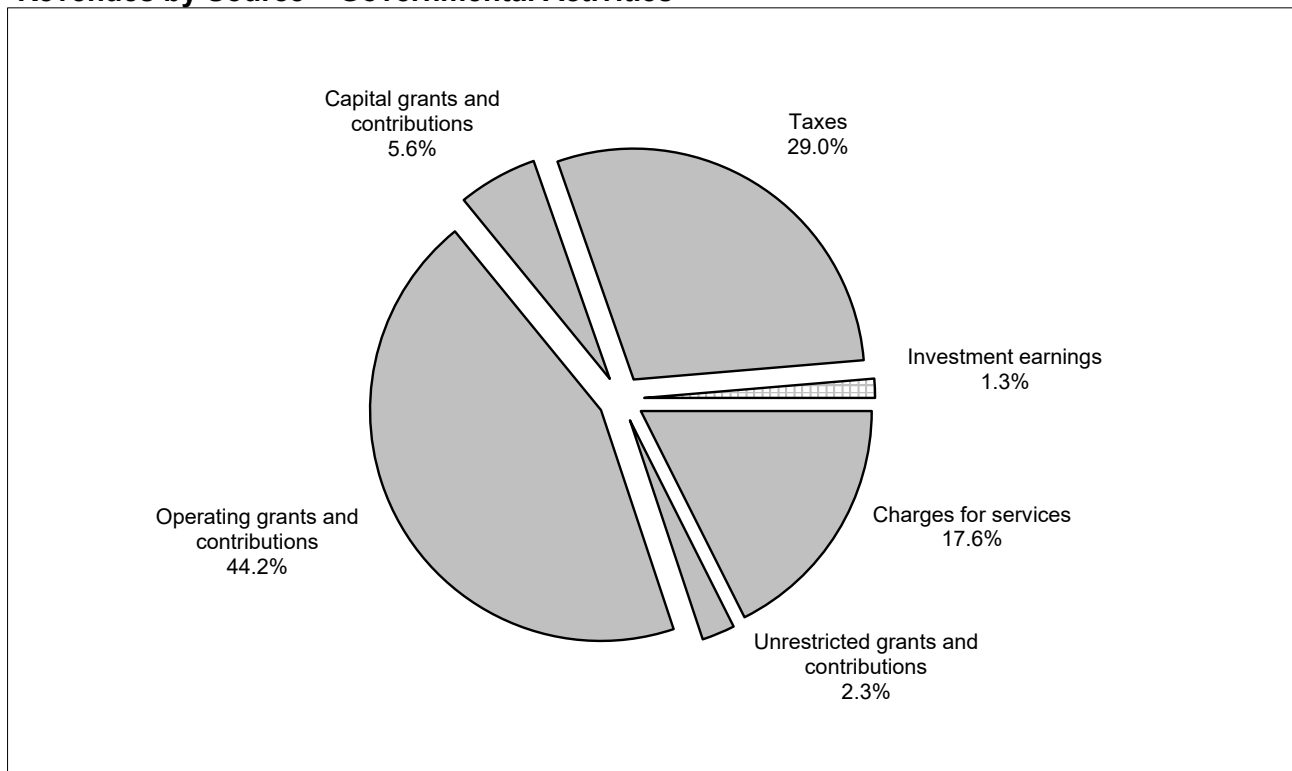


**Governmental Activities** – Governmental activities increased the County’s net position by \$59,170,495 primarily due to the increase in operating and capital grants related to COVID-19 as well as FEMA and other relief related to wildfires within the County.

**Expenses and Program Revenues – Governmental Activities**



**Revenues by Source – Governmental Activities**



**Business-type Activities** – Business-type activities decreased the County’s net position by (\$825,355). The County’s business-type activities include environmental services, stormwater services, and sewer and lighting services. In the current fiscal year, expenses for environmental services were \$24,607,840 with program revenues of \$23,016,046. For stormwater services, expenses were \$1,079,259 and program revenues were \$1,110,172, and for sewer and lighting services, expenses were \$3,535,356 and program revenues were \$3,339,229.

Charges for services are the primary source of revenue for business-type activities, comprising 96.72% of total revenues for fiscal 2023. Other sources of revenue include franchise taxes while investments increased revenues through unrealized gains.

## **FINANCIAL ANALYSIS OF THE COUNTY’S FUNDS**

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

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

As of the end of the current fiscal year, the County’s governmental funds reported combined ending fund balances of \$171,444,231, an increase of 10.7% in comparison with the prior year. \$1,623,070 (.90%) of this amount is nonspendable in the form of inventory and prepaid items. \$49,173,837 (28.7%) is subject to restrictions imposed by creditors, grantors, contributors, laws or regulations. \$120,647,324 (70.4%) constitutes unrestricted fund balance and is available to support the County’s programs in general government, health and social services, public safety and judicial, community services, roads and bridges, and pass-through funding for education.

The General Operating Fund is the chief operating fund of the County. At the end of the current fiscal year, the General Operating Fund had a total fund balance of \$25,549,665, of which \$22,245 is nonspendable for inventories and prepaid items, \$2,313,889 is committed, \$13,732,133 is assigned, and \$9,481,398 is unassigned. Fund balance decreased by \$2,078,527 due primarily to increases in transfers to other funds. As a measure of the General Operating Fund’s liquidity, it may be useful to note that the unassigned fund balance represents 9.3% of revenues and 10.4% of expenditures for fiscal 2023.

The American Rescue Plan Fund (ARPA) has a total fund balance of (\$74,596). The fund balance decreased by \$74,596 due to SBITA interest expense. The fund has unearned revenue of \$55,878,728 which consists of State & Local Fiscal Recovery Funds (SLFRF) from the Federal Government. These funds will be recognized as revenue as the funds are spent. Marion County has allocated the majority of this funding to local governments for infrastructure projects such as water or sewer upgrades or new construction. SLFRF funds must be obligated by December 31, 2024 and spent by December 31, 2026.

The Public Works Fund has a total fund balance of \$44,439,292 of which \$1,504,640 is nonspendable, \$3,616,638 is committed, and \$39,318,014 is assigned. Fund balance increased \$3,799,030 during the current year primarily due to increases in revenues from FEMA due to wildfire related reimbursements and the Department of Transportation for funding road related projects along with increased net working capital offset by increased expenditures for capital outlay.

The Health & Human Services Fund has a total fund balance of \$26,374,397, of which \$21,606,671 is restricted, and \$4,767,726 is assigned. Fund balance increased \$7,264,519 during the current year primarily due to increase funding from Oregon Department of Human Services for program expansion.

The Lottery & Economic Development Fund has a total fund balance of \$3,772,440, all of which is restricted. Fund balance increased \$547,538 during the current year as a result of planned distributions to cities in the prior fiscal year were delayed resulting in increased funding carried over as net working capital.

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

Unrestricted net position for Environmental Services was \$16,108,638 at the end of the fiscal year. Net position decreased \$703,975 in fiscal 2023.

## GENERAL FUND BUDGETARY HIGHLIGHTS

Total appropriations in the General Fund's final amended budget were \$3,826,241 higher than the original adopted budget (includes expenditures and transfers out); the most significant changes were increases of \$5,196,536 for transfers to other funds and decreases of \$1,370,295 for total expenditures. Expenditures for non-departmental materials and services were 60% lower than anticipated primarily for contracted services.

## CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital Assets** – The County's investment in capital assets for its governmental and business-type activities as of June 30, 2023, amounts to \$281,521,196 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, landfills, buildings and improvements, equipment, and infrastructure. The total increase in the County's investment in capital assets for the current fiscal year was 14.3% (a 14.5% increase for governmental activities and a 7.3% increase for business-type activities).

Major capital projects during the current fiscal year included road and bridge improvements, upgrades to digital management systems including Jail and Health Services, facility improvements and remodels, and vehicle purchases. Construction in progress at the end of the year was approximately \$25,660,000 for roads and bridges, \$14,600,000 for buildings, and \$8,745,000 for various other projects.

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

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 15,198	\$ 14,076	\$ 3,035	\$ 3,035	\$ 18,233	\$ 17,111
Construction in progress	48,950	28,017	55	37	49,005	28,054
Buildings and improvements	101,403	100,138	2,442	2,530	103,845	102,668
Equipment	24,773	23,019	1,419	877	26,192	23,896
Infrastructure	84,246	74,522	-	-	84,246	74,522
Total	\$ 274,570	\$ 239,772	\$ 6,951	\$ 6,479	\$ 281,521	\$ 246,251

Additional information on the County's capital assets can be found in Note 4 on pages 35-37 of this report.

**Lease Assets** –The County's investment in lease assets as of June 30, 2023, amounts to \$10,219,517 (net of accumulated amortization). This is made up of predominately buildings but also other items, such as office equipment. Additional information on lease asset activity can be found in Note 5 on page 38.

**Subscription Based IT Arrangements (SBITA) Assets** – The County is reporting SBITA Assets for the first time in fiscal year 2023 with the implementation of GASB Statement 96. The County's investment in SBITA assets as of June 30, 2023, amounts to \$6,028,259 (net of accumulated amortization). Note 6 on page 39.

**Long-Term Debt** – At the end of the current fiscal year, the County had total debt outstanding of \$54,693,207, including \$31,353,260 in capital financing agreements, \$23,050,000 in limited tax pension obligations (PERS) and \$289,947 in notes payable (service districts). The County currently has no outstanding general obligation bonds. Outstanding debt decreased 13% from the previous fiscal year due to the repayment of outstanding principal.

State statutes limit the amount of bonded debt a county may issue to a percentage of the real market value of the County's taxable property; the limit is 2% for general obligation bonds, 5% for limited tax pension obligations, and 1% for other limited tax obligations. Based on the County's real market value for fiscal year 2023, the current limitation is \$1.2 billion for general obligation bonds, \$2.9 billion for limited tax pension obligations, and \$577 million for other limited tax obligations. As of June 30, 2023, the County's total outstanding debt represents 0.09% of real market value. Standard & Poor's has given the County an issuer credit rating of AA.

### Marion County's Outstanding Debt (thousands)

	Governmental		Business-type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
Refunding bonds	\$ -	\$ 1,597	\$ -	\$ -	\$ -	\$ 1,597
Capital financing agreements	31,353	34,300	-	-	31,353	34,300
Limited tax pension obligations	23,050	26,735	-	-	23,050	26,735
Notes payable	-	-	290	313	290	313
<b>Total</b>	<b>\$ 54,403</b>	<b>\$ 62,632</b>	<b>\$ 290</b>	<b>\$ 313</b>	<b>\$ 54,693</b>	<b>\$ 62,945</b>

Additional information on the County's long-term debt can be found in Note 7 on pages 40-45 of this report.

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

### ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Total assessed value of taxable property in Marion County is expected to increase by an estimated 3.7%<sup>1</sup>.
- The County's unemployment rate has seen steady improvement since a high of 11.7% was recorded in April 2020 at the onset of the COVID-19 pandemic<sup>2</sup>. As of October 2023, the County's unemployment rate of 3.5% matches the unemployment rate seen at the statewide and national levels.
- In September 2020, the Beachie Creek wildfire forced large-scale evacuations across the County and caused extensive damage in Detroit, Gates, and Mill City. Recovery efforts are ongoing as of March 2024.
- Increasing inflationary pressures resulted in unprecedented 5% cost of living increases in the County labor contracts. In addition, costs are expected to increase for materials and supplies well into the next fiscal year.

All of these factors have been considered in preparing the County's budget for fiscal year 2024.

During the current fiscal year, fund balance in the General Operating Fund decreased from \$27,628,192 to \$25,549,665. The County has appropriated \$12,898,743 of this amount for spending in fiscal year 2024.

### REQUESTS FOR INFORMATION

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

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

<sup>2</sup>Oregon Employment Department

## BASIC FINANCIAL STATEMENTS

MARION COUNTY, OREGON

STATEMENT OF NET POSITION

June 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Marion County Housing Authority
<b>ASSETS</b>				
Cash and investments	\$ 241,485,657	\$ 32,779,904	\$ 274,265,561	\$ 4,781,429
Receivables	34,357,656	2,016,034	36,373,690	84,312
Internal balances	1,578,338	(1,578,338)	-	-
Inventories and prepaids	4,483,072	-	4,483,072	19,609
Restricted cash	-	-	-	3,433,288
Net OPEB asset	2,675,675	62,839	2,738,514	-
Capital assets:				
Right to use lease assets, net	10,219,517	-	10,219,517	281,462
Right to use SBITA assets, net	6,028,259	-	6,028,259	-
Land and Construction in progress	64,148,504	3,089,668	67,238,172	1,754,493
Other capital assets, net	210,421,406	3,861,618	214,283,024	9,868,378
Total assets	<u>575,398,084</u>	<u>40,231,725</u>	<u>615,629,809</u>	<u>20,222,971</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension-related deferred outflows	60,651,224	1,024,136	61,675,360	456,191
OPEB-related deferred outflows	1,532,120	35,982	1,568,102	-
Total deferred outflows of resources	<u>62,183,344</u>	<u>1,060,118</u>	<u>63,243,462</u>	<u>456,191</u>
<b>LIABILITIES</b>				
Accounts payable and other current liabilities	25,745,279	2,460,297	28,205,576	518,148
Accrued interest payable	340,313	8,321	348,634	-
Unearned revenue	64,031,670	59,824	64,091,494	2,152,302
Long-term obligations:				
Due within one year	18,269,496	117,450	18,386,946	284,065
Due in more than one year	217,002,918	14,342,478	231,345,396	3,500,605
Total liabilities	<u>325,389,676</u>	<u>16,988,370</u>	<u>342,378,046</u>	<u>6,455,120</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred lease resources	96,566	20,809	117,375	-
Pension-related deferred inflows	45,869,605	774,539	46,644,144	317,768
OPEB-related deferred inflows	6,556,176	153,974	6,710,150	-
Total deferred inflows of resources	<u>52,522,347</u>	<u>949,322</u>	<u>53,471,669</u>	<u>317,768</u>
<b>NET POSITION</b>				
Net investment in capital assets	250,124,034	6,661,339	256,785,373	6,479,315
Restricted for:				
General government	2,283,545	-	2,283,545	-
Health and social services	21,606,671	-	21,606,671	-
Public safety and judicial	2,990,586	-	2,990,586	-
Community service	20,344,100	-	20,344,100	-
Roads and bridges	3,092,664	-	3,092,664	-
Education	251,665	-	251,665	-
Housing	-	-	-	1,930,840
Unrestricted	(41,023,860)	16,692,812	(24,331,048)	5,496,119
Total net position	<u>\$ 259,669,405</u>	<u>\$ 23,354,151</u>	<u>\$ 283,023,556</u>	<u>\$ 13,906,274</u>

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

## MARION COUNTY, OREGON

## STATEMENT OF ACTIVITIES

For the year ended June 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit Housing Authority
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-type Activities	Total	
<b>Primary government:</b>								
Governmental activities:								
General government	\$ 18,491,855	\$ 4,505,282	\$ -	\$ 141,721	\$ (13,844,852)	\$ -	\$ (13,844,852)	
Health and social services	70,284,365	29,737,702	52,812,555	2,358,039	14,623,931	-	14,623,931	
Public safety and judicial	99,635,740	9,660,797	21,010,359	137,185	(68,827,399)	-	(68,827,399)	
Community service	23,419,458	5,002,974	27,282,954	47,289	8,913,759	-	8,913,759	
Roads and bridges	32,980,954	5,186,446	34,404,774	14,390,131	21,000,397	-	21,000,397	
Education	685,642	-	439,630	-	(246,012)	-	(246,012)	
Lease interest	317,403	-	-	-	(317,403)	-	(317,403)	
Interest on long-term debt	2,614,316	-	-	-	(2,614,316)	-	(2,614,316)	
Total governmental activities	248,429,733	54,093,201	135,950,272	17,074,365	(41,311,895)	-	(41,311,895)	
Business-type activities:								
Environmental services	24,607,840	23,016,046	-	-	-	(1,591,794)	(1,591,794)	
Stormwater services	1,079,259	1,110,172	-	-	-	30,913	30,913	
Sewer and lighting services	3,535,356	3,339,229	-	-	-	(196,127)	(196,127)	
Total business-type activities	29,222,455	27,465,447	-	-	-	(1,757,008)	(1,757,008)	
Total primary government	<u>\$ 277,652,188</u>	<u>\$ 81,558,648</u>	<u>\$ 135,950,272</u>	<u>\$ 17,074,365</u>	<u>(41,311,895)</u>	<u>(1,757,008)</u>	<u>(43,068,903)</u>	
<b>Component unit:</b>								
Marion County Housing Authority	<u>\$ 12,673,896</u>	<u>\$ 2,392,874</u>	<u>\$ 10,344,293</u>	<u>\$ -</u>				<u>\$ 63,271</u>
General revenues:								
Property taxes					88,651,392	-	88,651,392	-
Franchise taxes					581,931	505,473	1,087,404	-
Unrestricted grants and contributions					7,119,114	-	7,119,114	-
Investment earnings					4,129,953	426,180	4,556,133	-
Total general revenues					100,482,390	931,653	101,414,043	-
Change in net position					59,170,495	(825,355)	58,345,140	63,271
Net position - beginning					200,498,910	24,179,506	224,678,416	13,843,003
Net position - ending					<u>\$ 259,669,405</u>	<u>\$ 23,354,151</u>	<u>\$ 283,023,556</u>	<u>\$ 13,906,274</u>

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

MARION COUNTY, OREGON

BALANCE SHEET  
GOVERNMENTAL FUNDS

June 30, 2023

	General Operating Fund	American Rescue Plan Fund	Public Works Fund	Health & Human Services Fund	Lottery & Economic Development Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>							
Cash and investments	\$ 27,827,916	\$ 56,082,774	\$ 42,041,484	\$ 23,172,585	\$ 3,146,581	\$ 75,246,178	\$ 227,517,518
Receivables	4,572,812	-	13,078,093	9,742,335	686,520	6,120,323	34,200,083
Lease receivable	-	-	97,691	-	-	-	97,691
Inventories and prepaids	22,245	-	1,504,640	-	-	96,185	1,623,070
Total assets	<u>\$ 32,422,973</u>	<u>\$ 56,082,774</u>	<u>\$ 56,721,908</u>	<u>\$ 32,914,920</u>	<u>\$ 3,833,101</u>	<u>\$ 81,462,686</u>	<u>\$ 263,438,362</u>
<b>LIABILITIES</b>							
Accounts payable	\$ 1,344,983	\$ 204,046	\$ 5,072,603	\$ 1,653,058	\$ 45,587	\$ 6,422,518	\$ 14,742,795
Accrued interest payable	10,267	74,596	-	19,442	-	-	104,305
Payroll related liabilities	2,987,648	-	697,673	2,086,715	15,074	1,019,611	6,806,721
Deposits	20,030	-	1,997,592	-	-	288,678	2,306,300
Unearned revenue	-	55,878,728	4,418,182	2,781,308	-	953,452	64,031,670
Total liabilities	<u>4,362,928</u>	<u>56,157,370</u>	<u>12,186,050</u>	<u>6,540,523</u>	<u>60,661</u>	<u>8,684,259</u>	<u>87,991,791</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable revenue-leases	-	-	96,566	-	-	-	96,566
Unavailable revenue	2,510,380	-	-	-	-	1,395,394	3,905,774
Total deferred inflows	<u>2,510,380</u>	<u>-</u>	<u>96,566</u>	<u>-</u>	<u>-</u>	<u>1,395,394</u>	<u>4,002,340</u>
<b>FUND BALANCES</b>							
Nonspendable	22,245	-	1,504,640	-	-	96,185	1,623,070
Restricted	-	-	-	21,606,671	3,772,440	23,794,726	49,173,837
Committed	2,313,889	-	3,616,638	-	-	371,167	6,301,694
Assigned	13,732,133	-	39,318,014	4,767,726	-	47,120,955	104,938,828
Unassigned	9,481,398	(74,596)	-	-	-	-	9,406,802
Total fund balances	<u>25,549,665</u>	<u>(74,596)</u>	<u>44,439,292</u>	<u>26,374,397</u>	<u>3,772,440</u>	<u>71,383,033</u>	<u>171,444,231</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 32,422,973</u>	<u>\$ 56,082,774</u>	<u>\$ 56,721,908</u>	<u>\$ 32,914,920</u>	<u>\$ 3,833,101</u>	<u>\$ 81,462,686</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	274,569,910
Lease assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	10,187,305
Right to use assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	4,863,071
Deferred amounts related to pensions are not reported in the funds:	
Pension and OPEB-related deferred outflows of resources	54,627,223
Pension and OPEB-related deferred inflows of resources	(46,090,554)
Other long-term assets are not available to pay current period expenditures and, therefore, are reported as unavailable revenue in the funds.	3,905,774
Net OPEB asset is not available to pay current period expenditures and, therefore, is not reported in the funds.	2,368,003
Internal service funds assets and liabilities are included in governmental activities in the statement of net position.	(5,916,838)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Bonds and notes payable	54,403,260
Accrued interest payable	215,338
Compensated absences	4,957,617
Net pension liability	118,240,439
Lease liability	10,623,868
SBITA liability	4,635,135
Total OPEB liability	17,213,063
	<u>(210,288,720)</u>

Net position of governmental activities

\$ 259,669,405

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



MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	General Operating Fund	American Rescue Plan Fund	Public Works Fund	Health & Human Services Fund	Lottery & Economic Development Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>							
Taxes	\$ 87,733,740	\$ -	\$ -	\$ -	\$ -	\$ 1,433,550	\$ 89,167,290
Licenses and permits	52,594	-	263,426	-	-	4,490,529	4,806,549
Intergovernmental	4,866,091	5,497,833	46,704,298	53,720,641	2,555,652	44,038,951	157,383,466
Charges for services	4,512,345	-	4,097,478	29,709,770	-	13,806,842	52,126,435
Fines and forfeitures	2,314,019	-	182	-	-	956,264	3,270,465
Interest	2,479,253	-	258,527	98,286	21,091	1,116,410	3,973,567
Other	54,607	-	44,568	1,595,442	-	1,078,582	2,773,199
<b>Total revenues</b>	<b>102,012,649</b>	<b>5,497,833</b>	<b>51,368,479</b>	<b>85,124,139</b>	<b>2,576,743</b>	<b>66,921,128</b>	<b>313,500,971</b>
<b>Expenditures:</b>							
<b>Current:</b>							
General government	13,381,483	-	-	-	-	202,345	13,583,828
Health and social services	-	-	-	67,497,285	-	1,976,596	69,473,881
Public safety and judicial	76,338,863	-	-	-	-	24,044,294	100,383,157
Community service	825,687	-	-	-	1,705,205	15,421,065	17,951,957
Roads and bridges	-	4,679,269	26,440,206	-	-	1,738,303	32,857,778
Education	-	-	-	-	-	685,642	685,642
<b>Debt service:</b>							
Principal	481,524	787,103	20,163	2,165,937	-	8,286,630	11,741,357
Interest	26,242	106,057	330	176,406	-	2,746,940	3,055,975
Capital outlay	127,280	-	21,416,480	4,191,197	-	21,927,457	47,662,414
<b>Total expenditures</b>	<b>91,181,079</b>	<b>5,572,429</b>	<b>47,877,179</b>	<b>74,030,825</b>	<b>1,705,205</b>	<b>77,029,272</b>	<b>297,395,989</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>10,831,570</b>	<b>(74,596)</b>	<b>3,491,300</b>	<b>11,093,314</b>	<b>871,538</b>	<b>(10,108,144)</b>	<b>16,104,982</b>
<b>Other financing sources (uses):</b>							
Lease & SBITA financing	82,875	-	-	1,678,984	-	-	1,761,859
Transfers in	4,732,547	-	357,098	3,195,189	-	22,905,906	31,190,740
Transfers out	(17,725,519)	-	(49,368)	(8,702,968)	(324,000)	(5,705,914)	(32,507,769)
<b>Total other financing sources (uses)</b>	<b>(12,910,097)</b>	<b>-</b>	<b>307,730</b>	<b>(3,828,795)</b>	<b>(324,000)</b>	<b>17,199,992</b>	<b>444,830</b>
<b>Net change in fund balances</b>	<b>(2,078,527)</b>	<b>(74,596)</b>	<b>3,799,030</b>	<b>7,264,519</b>	<b>547,538</b>	<b>7,091,848</b>	<b>16,549,812</b>
<b>Fund balances - beginning</b>	<b>27,628,192</b>	<b>-</b>	<b>40,640,262</b>	<b>19,109,878</b>	<b>3,224,902</b>	<b>64,291,185</b>	<b>154,894,419</b>
<b>Fund balances - ending</b>	<b>\$ 25,549,665</b>	<b>\$ (74,596)</b>	<b>\$ 44,439,292</b>	<b>\$ 26,374,397</b>	<b>\$ 3,772,440</b>	<b>\$ 71,383,033</b>	<b>\$ 171,444,231</b>

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

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

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

Net change in fund balances - total governmental funds \$ 16,549,812

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation during the year.

Capital outlay expenditures	\$ 47,749,358	
Right of use lease asset additions	102,460	
Right of use SBITA additions	1,659,399	
Depreciation expense	(12,763,514)	
Amortization expense - Right to use lease assets	(2,223,831)	
Amortization expense - Right of use SBITA assets	<u>(1,364,176)</u>	33,159,696

Governmental funds do not report donations of capital assets that will be used in operations. However, in the statement of activities, the estimated value of the donated assets is reported as a capital contribution. 90,000

In the statement of activities, only the gain or loss on disposal of capital assets is reported. However, in the governmental funds, proceeds from disposal of capital assets increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of disposed capital assets.

Capital Assets	(277,313)	
Lease Assets	<u>(118,674)</u>	(395,987)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the effect of the change in these amounts during the year.

Property taxes	66,034	
Loans receivable	<u>(168,238)</u>	(102,204)

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

Repayment of long-term debt principal	8,101,289	
Amortization of premium issued on refunding bonds	<u>126,941</u>	8,228,230

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This is the effect of the change in these liabilities during the year.

Interest payable	(624)	
Compensated absences	(150,643)	
Net right of use Lease liability	2,064,568	
Net right of use SBITA liability	(67,287)	
Net pension liability and related deferrals	(1,031,870)	
Total OPEB liability and related deferrals	<u>(173,219)</u>	640,925

Adjustment to reflect the consolidation of internal service fund activities related to governmental activities. 1,000,023

Change in net position of governmental activities \$ 59,170,495

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

## MARION COUNTY, OREGON

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS

June 30, 2023

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Nonmajor Enterprise Funds	Total	Internal Service Funds
				Funds
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 30,471,868	\$ 2,308,036	\$ 32,779,904	\$ 13,968,139
Receivables				
Lease	12,192	-	12,192	-
Other	1,417,117	586,725	2,003,842	59,882
Inventories and prepaid items	-	-	-	2,860,002
Total current assets	<u>31,901,177</u>	<u>2,894,761</u>	<u>34,795,938</u>	<u>16,888,023</u>
Noncurrent assets:				
Other post employment benefit asset	54,327	8,512	62,839	307,672
Capital assets:				
Lease equipment	-	-	-	68,777
Less accumulated amortization	-	-	-	(36,565)
SBITA software	-	-	-	1,576,653
Less accumulated amortization	-	-	-	(411,465)
Land	2,807,567	227,349	3,034,916	-
Construction in progress	-	54,752	54,752	-
Landfills	6,430,703	-	6,430,703	-
Buildings and improvements	4,068,985	10,908,186	14,977,171	-
Equipment	3,464,572	370,589	3,835,161	-
Less accumulated depreciation	(11,147,646)	(10,233,771)	(21,381,417)	-
Total capital assets	<u>5,624,181</u>	<u>1,327,105</u>	<u>6,951,286</u>	<u>1,197,400</u>
Total noncurrent assets	<u>5,678,508</u>	<u>1,335,617</u>	<u>7,014,125</u>	<u>1,505,072</u>
Total assets	<u>37,579,685</u>	<u>4,230,378</u>	<u>41,810,063</u>	<u>18,393,095</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension-related deferred outflows	858,466	165,670	1,024,136	7,379,945
OPEB-related deferred outflows	31,108	4,874	35,982	176,176
Total deferred outflows	<u>889,574</u>	<u>170,544</u>	<u>1,060,118</u>	<u>7,556,121</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	1,470,915	225,791	1,696,706	914,077
Payroll related liabilities	113,711	22,295	136,006	975,386
Unearned revenue	-	59,824	59,824	-
Landfill leachate disposal liability	627,585	-	627,585	-
Accrued interest	-	8,321	8,321	20,670
Notes payable, current	-	23,553	23,553	-
Lease & SBITA liability, current	-	-	-	599,824
Accrued claims liability, current	-	-	-	1,558,530
Compensated absences, current	75,995	17,902	93,897	688,152
Total current liabilities	<u>2,288,206</u>	<u>357,686</u>	<u>2,645,892</u>	<u>4,756,639</u>
Noncurrent liabilities, net of current portion:				
Notes payable	-	266,394	266,394	-
Lease & SBITA liability	-	-	-	461,597
Accrued claims liability	-	-	-	3,185,890
Landfill closure and postclosure liability	11,333,426	-	11,333,426	-
Compensated absences	11,287	1,426	12,713	88,103
Net pension liability	1,905,444	367,720	2,273,164	16,380,459
Total OPEB liability	394,906	61,875	456,781	2,236,477
Total noncurrent liabilities	<u>13,645,063</u>	<u>697,415</u>	<u>14,342,478</u>	<u>22,352,526</u>
Total liabilities	<u>15,933,269</u>	<u>1,055,101</u>	<u>16,988,370</u>	<u>27,109,165</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred lease resources	20,809	-	20,809	-
Pension-related deferred inflows	649,245	125,294	774,539	5,581,341
OPEB-related deferred inflows	133,117	20,857	153,974	753,886
Total deferred inflows	<u>803,171</u>	<u>146,151</u>	<u>949,322</u>	<u>6,335,227</u>
<b>NET POSITION</b>				
Net investment in capital assets	5,624,181	1,037,158	6,661,339	135,979
Unrestricted	16,108,638	2,162,512	18,271,150	(7,631,155)
Total net position	<u>\$ 21,732,819</u>	<u>\$ 3,199,670</u>	<u>24,932,489</u>	<u>\$ (7,495,176)</u>
Adjustment to reflect consolidation of internal service fund activities			(1,578,338)	
Net position of business-type activities			<u>\$ 23,354,151</u>	

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

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Nonmajor	Total	Internal
		Enterprise Funds		Service Funds
Operating revenues:				
Charges for services	\$ 22,801,962	\$ 4,417,692	\$ 27,219,654	\$ 61,356,623
Lease revenue	27,920	-	27,920	-
Other	186,164	31,709	217,873	188,377
Total operating revenues	<u>23,016,046</u>	<u>4,449,401</u>	<u>27,465,447</u>	<u>61,545,000</u>
Operating expenses:				
Salaries and wages	2,997,170	543,317	3,540,487	20,910,017
Repairs and maintenance	361,856	232,297	594,153	2,064,597
Utilities	62,319	329,155	391,474	152,587
Building and equipment rentals	77,346	19,941	97,287	183,781
Professional services	18,715,591	3,058,814	21,774,405	2,089,804
Communication	17,174	4,535	21,709	322,472
Fuel and operating supplies	190,331	61,455	251,786	578,524
Insurance claims and premiums	3,000	48,677	51,677	30,546,004
Administrative expenses	1,438,722	101,477	1,540,199	2,565,635
Amortization and depreciation	315,975	193,023	508,998	430,178
Other	435,526	15,181	450,707	265,594
Total operating expenses	<u>24,615,010</u>	<u>4,607,872</u>	<u>29,222,882</u>	<u>60,109,193</u>
Operating income (loss)	<u>(1,598,964)</u>	<u>(158,471)</u>	<u>(1,757,435)</u>	<u>1,435,807</u>
Nonoperating revenues (expenses):				
Franchise taxes	505,473	-	505,473	-
Investment earnings	389,516	36,664	426,180	156,386
Interest expense	-	(14,888)	(14,888)	(23,697)
Reclass to general capital assets	-	-	-	(1,870,186)
Total nonoperating revenues (expenses)	<u>894,989</u>	<u>21,776</u>	<u>916,765</u>	<u>(1,737,497)</u>
Loss before transfers	<u>(703,975)</u>	<u>(136,695)</u>	<u>(840,670)</u>	<u>(301,690)</u>
Transfers in	-	-	-	1,429,254
Transfers out	-	-	-	(112,225)
Change in net position	<u>(703,975)</u>	<u>(136,695)</u>	<u>(840,670)</u>	<u>1,015,339</u>
Net position - beginning	<u>22,436,794</u>	<u>3,336,365</u>		<u>(8,510,515)</u>
Net position - ending	<u>\$ 21,732,819</u>	<u>\$ 3,199,670</u>		<u>\$ (7,495,176)</u>
Adjustment to reflect consolidation of internal service fund activities			<u>15,316</u>	
Change in net position of business-type activities			<u>\$ (825,355)</u>	

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

MARION COUNTY, OREGON

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

For the year ended June 30, 2023

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Other	Total	Internal
		Enterprise Funds		Service Funds
Cash flows from operating activities:				
Receipts from customers	\$ 22,562,236	\$ 4,052,271	\$ 26,614,507	\$ 30,140,210
Receipts from grantors	131,408	4,295	135,703	-
Receipts from interfund services	235,845	439,935	675,780	32,002,554
Payments to suppliers	(17,691,749)	(842,831)	(18,534,580)	(36,786,266)
Payments to employees	(2,872,701)	(499,784)	(3,372,485)	(21,558,308)
Payments for interfund services	(2,817,085)	(2,990,859)	(5,807,944)	(4,646,356)
Net cash from operating activities	(452,046)	163,027	(289,019)	(848,166)
Cash flows from noncapital financing activities:				
Franchise taxes received	505,473	-	505,473	-
Transfers received	-	-	-	1,429,254
Transfers paid	-	-	-	(112,225)
Net cash from noncapital financing activities	505,473	-	505,473	1,317,029
Cash flows from capital and related financing activities:				
Net increase in capital assets	(795,144)	(186,015)	(981,159)	(1,870,186)
Principal payment on leases	-	-	-	(18,791)
Interest expense	-	-	-	(332)
Principal payment on SBITAS	-	-	-	(547,699)
Interest expense - SBITAS	-	-	-	(23,365)
Debt principal payments - notes payable	-	(23,385)	(23,385)	-
Debt interest payments	-	(15,564)	(15,564)	-
Net cash from capital and related financing activities	(795,144)	(224,964)	(1,020,108)	(2,460,373)
Cash flows from investing activities:				
Investment earnings	379,125	35,764	414,889	155,338
Net change in cash and investments	(362,592)	(26,173)	(388,765)	(1,836,172)
Cash and investments - beginning	30,834,460	2,334,209	33,168,669	15,804,311
Cash and investments - ending	\$ 30,471,868	\$ 2,308,036	\$ 32,779,904	\$ 13,968,139

(Continued on following page)

MARION COUNTY, OREGON

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

For the year ended June 30, 2023

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Other	Total	Internal
		Enterprise Funds		Service Funds
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	\$ (1,598,964)	\$ (158,471)	\$ (1,757,435)	\$ 1,435,807
Depreciation and amortization	315,975	193,023	508,998	430,178
Change in:				
Unearned Revenue	-	59,824	59,824	-
Accounts receivable	(86,557)	(12,724)	(99,281)	167,586
Inventories and prepaids	-	-	-	(2,452,598)
Accounts payable	(1,709,833)	37,842	(1,671,991)	256,647
Accrued Interest Payable	-	-	-	20,670
Payroll related liabilities	(13,166)	1,278	(11,888)	(9,440)
Accrued claims liability	-	-	-	(58,165)
Landfill closure and postclosure liability	2,502,864	-	2,502,864	-
Compensated absences	1,453	(3,570)	(2,117)	1,721
Net pension liability and deferred pension outflows and inflows	118,245	25,518	143,763	(683,372)
Total OPEB liability and deferred OPEB outflows and inflows	17,937	20,307	38,244	42,800
Net cash from operating activities	<u>\$ (452,046)</u>	<u>\$ 163,027</u>	<u>\$ (289,019)</u>	<u>\$ (848,166)</u>

Schedule of non-cash capital and related financing activities:

Reclass to general capital assets	\$ -	\$ -	\$ -	\$ 1,870,186
Acquisition of SBITA asset	-	-	-	1,576,653
Acquisition of SBITA financing	-	-	-	(1,576,653)

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

MARION COUNTY, OREGON  
STATEMENT OF NET POSITION  
FIDUCIARY FUNDS

June 30, 2023

	<u>Custodial Funds</u>
<b>ASSETS</b>	
Cash and investments	\$ 8,183,392
Receivables:	
Accounts and interest	419,797
Property taxes	<u>13,835,970</u>
Total assets	<u>22,439,159</u>
<b>LIABILITIES</b>	
Due to individuals, organizations, and other governments	<u>17,664,033</u>
Total liabilities	<u>17,664,033</u>
<b>FIDUCIARY NET POSITION</b>	
Restricted for:	
Individuals, organizations, and other governments	<u><u>\$ 4,775,126</u></u>

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

MARION COUNTY, OREGON

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS

For the year ended June 30, 2023

	<u>Custodial Funds</u>
<b>ADDITIONS</b>	
Property tax collections	\$ 508,678,335
Chapter 530 Timberland receipts	699,928
Miscellaneous	7,949,810
Interest	<u>217,993</u>
Total additions	<u>517,546,066</u>
<b>DEDUCTIONS</b>	
Property Tax distributions	513,581,649
Chapter 530 Timberland distributions	699,928
Other distributions	<u>6,039,999</u>
Total deductions	<u>520,321,576</u>
Change in fiduciary net position	(2,775,510)
Fiduciary net position - beginning	<u>7,550,636</u>
Fiduciary net position - ending	<u><u>\$ 4,775,126</u></u>

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



*(This page intentionally left blank.)*

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Reporting Entity:

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

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

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

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

Discretely Presented Component Unit – The Marion County Housing Authority (MCHA) operates low-income and affordable housing programs primarily funded by the US Department of Housing and Urban Development. MCHA is a legally separate organization governed by the County's Board of Commissioners and an appointed resident board member. Although there is no financial benefit or burden relationship between MCHA and the County, MCHA is reported as a discretely presented component unit because its governing body is substantively the same as the County's. The data included in this report is as of MCHA's fiscal year ended December 31, 2022. Complete financial statements for MCHA may be obtained at 2645 Portland Road NE, Suite 200; Salem, Oregon 97301.

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

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

B. Government-Wide and Fund Financial Statements:

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

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

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

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

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

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

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

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

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

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

The County reports the following major governmental funds:

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

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

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

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

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

The County reports the following major enterprise fund:

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

Additionally, the County reports the following fund types:

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

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

D. Cash and Investments:

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

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

D. Cash and Investments (Continued):

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

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

E. Receivables:

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

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

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

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

F. Inventories and Prepays:

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

G. Capital Assets:

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

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

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

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

H. Long-Term Debt:

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

I. Landfill Closure and Post-Closure Liabilities:

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

J. Compensated Absences:

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

K. Pensions:

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

L. Leases:

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

The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to Note 5.

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

M. Subscription Based IT Arrangements (SBITA):

SBITA's are recognized in accordance with GASB Statement No. 96, Subscription Based IT Arrangements.

For the year ended June 30, 2023, the financial statements include the adoption of GASB Statement No. 96. Subscription Based IT Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' SBITA activities. The statement defines a SBITA as a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, alone, or in combination with tangible capital assets (the underlying IT assets) as specified in the contract for a period of time in an exchange or exchange-like transaction.

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

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

M. Subscription Based IT Arrangements (SBITA) (Continued):

Under this statement, the subscriber should recognize a right to use subscription asset – an intangible asset – and a corresponding subscription liability at the commencement of the subscription term. The subscription liability is recognized at the present value of future subscription payments expected to be made during the subscription term and is adjusted over time by payments and interest. Future subscription payments should be discounted using the interest rate the SBITA vendor charges, which may be implicit, or the government's incremental borrowing rate if the interest rate is not readily determinable. Future subscription payments include fixed and/or variable payments, based on the contract between the subscriber and vendor. The subscription asset is initially recorded as the sum of the subscription liability, payments made to the SBITA vendor before commencement of the subscription term, and capitalizable implementation costs, less any incentives received prior to the commencement of the subscription term, and is subsequently amortized over the life of the subscription. For additional information, refer to note 6.

The County has chosen not to implement GASB 96 for the budgetary basis of accounting. For both the budgetary basis of accounting and for SBITAs that do not meet the criteria for valuation under GASB 96, the County will report outflows of cash for subscription payments.

N. Deferred Outflows and Inflows of Resources:

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

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

O. Unearned Revenues:

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

P Restricted Net Position:

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

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

Q. Fund Balance:

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

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

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

R. Stabilization Arrangements:

The Rainy Day Fund was established by board resolution in accordance with ORS 294.525. The fund's specified purpose is to accumulate resources to be used in the event of natural or manmade disasters, labor disputes, or financial emergencies; and to offset PERS rate increases and other PERS obligations. Fund balance was \$2,313,889 as of June 30, 2023.

S. Property Tax Calendar:

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

T. Use of Estimates:

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



MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

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

U Implementation of New Accounting Standard

In 2023, the County implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 96, SBITA's. This statement was issued May 2020 to better meet the information needs of financial statement users by improving accounting and financial reporting for SBITA's by governments. Prior to the issuance of GASB 96, there was no accounting and financial reporting guidance specifically for SBITAs. Under this statement, a subscriber is required to recognize a subscription liability and an intangible right-to-use subscription asset, thereby enhancing the relevance and consistency of information about governments' SBITA activities. GASB 96 was implemented by the County for the fiscal year ended June 30, 2023. The notes to the financial statements show restated beginning balances in equal amounts for SBITA liabilities and SBITA assets to show the balances corresponding to periods prior to the implementation date. There is no impact on Net Position/Fund Balance and, as comparative periods are not reported, the County has opted to not restate prior periods.

The County also implemented GASB Statement No. 91, Conduit Debt Obligations and GASB Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements with no impact to the financial statements

V. New Accounting Pronouncements:

- Statement No. 99 Omnibus 2022, effective fiscal year 2024
- Statement No. 100, Accounting Changes and Error Corrections, effective fiscal year 2024
- Statement No. 101, Compensated Absences, effective fiscal year 2025.
- Statement No. 102, Certain Risk Disclosures, effective fiscal year 2025.

NOTE 2 – CASH AND INVESTMENTS:

The County maintains an internal cash and investments pool that is available for use by all funds. In addition, cash and investments are held separately by some of the County's funds. The balances at June 30, 2023 of cash and investments are as follows:

Cash on hand	\$	84,614
Deposits with financial institutions		11,835,618
Investments		270,528,721
Total cash and investments	\$	<u>282,448,953</u>

Cash and investments consist of \$274,265,561 shown on the government-wide Statement of Net Position and \$8,183,392 shown on the Fiduciary Statement of Net Position.

Deposits with Financial Institutions – Deposits with financial institutions are comprised of demand deposits and savings deposits. The County participates in the Oregon Public Funds Collateralization Program formed by the State of Oregon under ORS 295. The program creates a statewide pool of qualified bank depositories for local governments, providing collateralization for bank balances that exceed the limits of federal depository insurance. As of June 30, 2023, the County had total bank balances of \$10,209,927. Of this amount, \$500,000 was covered by federal depository insurance, and the remainder was collateralized by the statewide pool.

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 2 – CASH AND INVESTMENTS (Continued):

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

As of June 30, 2023, the County had the following investments:

Investment Type	Valuation Method (see below)	Fair Value	Carrying Value	Percent of Investment Portfolio	Wt. Ave. Maturity (years)
US treasury securities	Level 1	\$ 91,179,206	\$ 95,983,948	34.1%	1.559
US agency securities	Level 2	72,900,804	75,299,622	26.8%	1.285
Municipal bonds	Level 2	24,361,140	26,443,002	9.4%	1.878
Corporate bonds	Level 2	27,819,115	29,069,957	10.3%	2.620
State of Oregon local government investment pool (LGIP)	N/A	54,268,456	54,469,995	19.4%	n/a
		<u>\$ 270,528,721</u>	<u>\$ 281,266,524</u>	<u>100.0%</u>	

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

The carrying value of the County’s position in the pool is the same as the value of the pool shares; fair value was 99.63% of the value of the pool shares as of June 30, 2023.

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

Interest rate risk – In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of total deposits and investments to 36 months; the maturity of individual securities is limited to 63 months.

Credit risk – In accordance with Oregon statutes, municipal obligations must be rated A or better for issuers within Oregon, and AA or better for issuers outside Oregon. Corporate indebtedness must be rated A / P-2 or better (Moody’s Investor Service), A / A-2 or better (Standard & Poor’s) or the equivalent for issuers within Oregon, and Aa / P-1 or better (Moody’s Investor Service), AA / A-1 or better (Standard & Poor’s) or the equivalent for issuers outside Oregon.

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 2 – CASH AND INVESTMENTS (Continued):

As of June 30, 2023, ratings for the County's investments were as shown below:

Rating	Corporate	Municipal	US Agency	US Treasury	LGIP	Grand Total
Moody's-Aaa	\$ 2,704,410	\$ 2,900,362	\$ 52,812,976	\$ 91,179,206	\$ -	\$ 149,596,954
Moody's-Aa1	-	12,486,374	-	-	-	12,486,374
S&P-AA+	-	425,536	-	-	-	425,536
Moody's-Aa2	-	3,481,296	-	-	-	3,481,296
S&P-AA	1,915,980	-	-	-	-	1,915,980
Moody's-Aa3	2,998,013	3,067,853	-	-	-	6,065,866
S&P-AA-	-	1,564,289	-	-	-	1,564,289
Moody's-A1	18,314,312	-	-	-	-	18,314,312
Moody's-A2	1,886,400	-	-	-	-	1,886,400
S&P-A-	-	435,430	-	-	-	435,430
Moody's-P-1	-	-	20,087,828	-	-	20,087,828
Not rated	-	-	-	-	54,268,456	54,268,456
<b>Grand Total</b>	<b>\$ 27,819,115</b>	<b>\$ 24,361,140</b>	<b>\$ 72,900,804</b>	<b>\$ 91,179,206</b>	<b>\$ 54,268,456</b>	<b>\$ 270,528,721</b>

Concentration of credit risk – County policy limits corporate indebtedness to 35% of total deposits and investments, and the amount per issuer may not exceed 5%. Municipal securities are limited to 25% total, US agency securities are limited to 100% total and 35% per issuer, US treasury obligations are not limited, and investment in the LGIP is subject to statutory limits.

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

NOTE 3 – RECEIVABLES:

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

	Taxes and					
	Assessments	Accounts	Interest	Loans	Leases	Total
General Operating Fund	\$ 2,921,968	\$ 1,341,680	\$ 250,804	\$ 58,360	\$ -	\$ 4,572,812
Public Works Fund	-	12,987,366	90,686	-	97,732	13,175,784
Health & Human Services Fund	-	9,676,891	65,444	-	-	9,742,335
Lottery & Economic Dev Fund	-	679,663	6,857	-	-	686,520
Environmental Services	-	1,349,785	67,332	-	12,192	1,429,309
Other governmental funds	45,897	4,617,704	99,915	1,356,807	-	6,120,323
Nonmajor enterprise funds	88,765	492,586	5,374	-	-	586,725
Internal service funds	-	37,082	22,800	-	-	59,882
Fiduciary funds	13,835,969	414,339	5,459	-	-	14,255,767
	<u>\$ 16,892,599</u>	<u>\$ 31,597,096</u>	<u>\$ 614,671</u>	<u>\$ 1,415,167</u>	<u>\$ 109,924</u>	<u>\$ 50,629,457</u>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 4 – CAPITAL ASSETS:

Capital asset activity for the year ended June 30, 2023, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 14,075,998	\$ 1,122,105	\$ -	\$ 15,198,103
Construction in progress	28,016,559	30,624,420	9,690,578	48,950,401
Total capital assets not being depreciated	<u>42,092,557</u>	<u>31,746,525</u>	<u>9,690,578</u>	<u>64,148,504</u>
Capital assets being depreciated:				
Buildings and improvements	153,547,680	4,787,584	-	158,335,264
Equipment	49,563,608	6,438,090	1,244,402	54,757,296
Infrastructure	617,057,976	14,557,737	-	631,615,713
Total capital assets being depreciated	<u>820,169,264</u>	<u>25,783,411</u>	<u>1,244,402</u>	<u>844,708,273</u>
Less accumulated depreciation for:				
Buildings and improvements	53,409,809	3,522,500	-	56,932,309
Equipment	26,544,859	4,406,884	967,089	29,984,654
Infrastructure	542,535,774	4,834,130	-	547,369,904
Total accumulated depreciation	<u>622,490,442</u>	<u>12,763,514</u>	<u>967,089</u>	<u>634,286,867</u>
Total capital assets being depreciated, net	<u>197,678,822</u>	<u>13,019,897</u>	<u>277,313</u>	<u>210,421,406</u>
Governmental activities capital assets, net	<u>\$ 239,771,379</u>	<u>\$ 44,766,422</u>	<u>\$ 9,967,891</u>	<u>\$ 274,569,910</u>
	Beginning Balances	Increases	Decreases	Ending Balances
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Land	\$ 3,034,916	\$ -	\$ -	\$ 3,034,916
Construction in progress	37,361	17,717	326	54,752
Total capital assets not being depreciated	<u>3,072,277</u>	<u>17,717</u>	<u>326</u>	<u>3,089,668</u>
Capital assets being depreciated:				
Landfills	6,430,703	-	-	6,430,703
Buildings and improvements	14,759,123	218,048	-	14,977,171
Equipment	3,089,441	745,720	-	3,835,161
Total capital assets being depreciated	<u>24,279,267</u>	<u>963,768</u>	<u>-</u>	<u>25,243,035</u>
Less accumulated depreciation for:				
Landfills	6,430,703	-	-	6,430,703
Buildings and improvements	12,229,426	305,524	-	12,534,950
Equipment	2,212,290	203,474	-	2,415,764
Total accumulated depreciation	<u>20,872,419</u>	<u>508,998</u>	<u>-</u>	<u>21,381,417</u>
Total capital assets being depreciated, net	<u>3,406,848</u>	<u>454,770</u>	<u>-</u>	<u>3,861,618</u>
Business-type activities capital assets, net	<u>\$ 6,479,125</u>	<u>\$ 472,487</u>	<u>\$ 326</u>	<u>\$ 6,951,286</u>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 4 – CAPITAL ASSETS (Continued):

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

<b>Governmental activities:</b>	
General government	3,602,815
Health and social services	486,386
Public safety and judicial	2,490,176
Community service	81,644
Roads and bridges	<u>6,102,493</u>
Total depreciation expense, governmental activities	<u>\$ 12,763,514</u>
<b>Business-type activities:</b>	
Environmental services	\$ 315,975
Stormwater management	43,141
Sewer and lighting services	<u>149,882</u>
Total depreciation expense, business-type activities	<u>\$ 508,998</u>

Lease asset activity for the year ended June 30, 2023 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Governmental activities:</b>				
Lease assets being amortized:				
Buildings	\$ 13,643,284	\$ -	\$ 212,600	\$ 13,430,684
Other	923,928	102,460	48,144	978,244
Total lease assets being amortized	<u>14,567,212</u>	<u>102,460</u>	<u>260,744</u>	<u>14,408,928</u>
Less accumulated amortization for:				
Buildings	1,928,843	2,052,580	107,578	3,873,845
Other	160,093	189,965	34,492	315,566
Total accumulated amortization	<u>2,088,936</u>	<u>2,242,545</u>	<u>142,070</u>	<u>4,189,411</u>
Governmental activities lease assets, net	<u>\$ 12,478,276</u>	<u>\$ (2,140,085)</u>	<u>\$ 118,674</u>	<u>\$ 10,219,517</u>

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

<b>Governmental activities:</b>	
General government	\$ 364,813
Health and social services	1,669,426
Public safety and judicial	33,006
Community service	155,319
Roads and bridges	<u>19,981</u>
Total amortization expense, governmental activities	<u>\$ 2,242,545</u>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 4 – CAPITAL ASSETS (Continued):

SBITA asset activity for the year ended June 30, 2023 was as follows:

	Beginning Balances, as restated	Increases	Decreases	Ending Balances
<b>Governmental activities:</b>				
SBITA assets being amortized:				
Software	\$ 5,069,585	\$ 2,734,315	\$ -	\$ 7,803,900
Total SBITA assets being amortized	<u>5,069,585</u>	<u>2,734,315</u>	<u>-</u>	<u>7,803,900</u>
Less accumulated amortization for:				
Software	-	1,775,641	-	1,775,641
Total accumulated amortization	<u>-</u>	<u>1,775,641</u>	<u>-</u>	<u>1,775,641</u>
Governmental activities SBITA assets, net	<u>\$ 5,069,585</u>	<u>\$ 958,674</u>	<u>\$ -</u>	<u>\$ 6,028,259</u>

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

<b>Governmental activities:</b>	
General government	\$ 532,728
Health and social services	517,632
Public safety and judicial	-
Community service	725,281
Roads and bridges	<u>-</u>
Total amortization expense, governmental activities	<u>\$ 1,775,641</u>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 5 – LEASES:

The County is involved in various leasing arrangements for land, buildings, equipment, and land use rights

Lessor lease receivables

The County has 3 lease agreements as the lessor for buildings and land. These agreements relate to buildings and land that are used for various functions including farming and commercial activities. Periods cover various ranges and the latest expires on June 30, 2027. Interest rates range from 0.514% to 1.217%. Annual payments for the current year range from \$125 to \$20,321. The County recognized \$75,458 in lease revenue released from the Deferred Lease Resources related to these leases and interest revenue of \$1,683 for the year ending June 30, 2023.

Lessee lease payables

The County has entered into 24 lease agreements as the lessee for buildings, land, and infrastructure, and 89 leases for equipment, 8 new leases this fiscal year.

The County is the lessee under 24 lease agreements related to buildings and land for various functions such as shelters, office space, and storage facilities, which are qualified leases under GASB Statement No. 87. Periods cover various ranges and the latest expires on June 30, 2034. Interest rates range from 0.316% to 1.836%. Annual payments for the current year range from \$660 to \$747,793.

The County is the lessee under 89 lease agreements related to equipment that are mainly copiers and printers which are qualified leases under GASB Statement No. 87. Periods cover various ranges and the latest expires on June 30, 2034. Interest rates range from 0.177% to 3.305%. Annual payments for the current year range from \$331 to \$3,792.

Future annual lease commitments as of June 30, 2023, are shown below:

	Governmental Activities		
	Principal Payments	Interest Expense	Total Payments
2024	\$ 2,052,969	\$ 152,377	\$ 2,205,346
2025	1,570,647	126,765	\$ 1,697,412
2026	1,335,396	105,326	\$ 1,440,722
2027	1,265,470	84,739	\$ 1,350,209
2028	1,038,900	66,304	\$ 1,105,204
2029 - 2034	3,392,952	114,393	\$ 3,507,345
Total	\$ 10,656,334	\$ 649,904	\$ 11,306,238

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 6 – Subscription Based IT Arrangements (SBITA):

The County is involved in various subscription based IT arrangements. With the implementation of GASB Statement No. 96. Subscription Based Information Technology Arrangements, effective the fiscal year ended June 30, 2023, all existing and newly acquired subscriptions during the current fiscal year were analyzed and classified as either qualified or non-qualified subscriptions. With this implementation, a respective asset and payable is recognized.

Subscription payables

The County has entered into 16 subscription based IT arrangements which are qualified subscriptions under GASB Statement No. 96. The liability related to these subscriptions was initially recognized on July 1, 2022, with the adoption of GASB Statement No. 96.

Periods cover various ranges and the latest expires on June 30, 2027. Interest rates range from 2.024% to 3.305%. Annual payments for the current year range from \$14,451 to \$818,565.

Future annual SBITA commitments as of June 30, 2023, are shown below:

Governmental Activities			
	Principal Payments	Interest Expense	Total Payments
2024	\$ 1,913,689	\$ 165,137	\$ 2,078,826
2025	1,705,451	112,617	1,818,068
2026	1,127,817	64,622	1,192,439
2027	917,132	29,100	946,232
Total	\$ 5,664,089	\$ 371,476	\$ 6,035,565



MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 7 – LONG-TERM OBLIGATIONS:

Changes in long-term obligations for the year ended June 30, 2023, are as follows:

	Beginning Balances, as restated	Additions	Deletions	Ending Balances	Due within One Year
<b>Governmental activities:</b>					
Refunding obligations	\$ 1,596,941	\$ -	\$ 1,596,941	\$ -	\$ -
Capital financing agreements	34,299,550	-	2,946,290	31,353,260	3,093,425
Limited tax pension obligations	26,735,000	-	3,685,000	23,050,000	4,165,000
Accrued claims liability	4,802,585	1,410,032	1,468,197	4,744,420	1,558,530
Compensated absences	5,581,508	5,977,360	5,824,996	5,733,872	5,485,883
Lease liability	12,739,695	102,460	2,185,821	10,656,334	2,052,969
SBITA liability	5,069,585	2,734,315	2,139,811	5,664,089	1,913,689
Net pension liability	96,422,044	130,189,763	91,990,909	134,620,898	-
Total OPEB liability	<u>18,568,559</u>	<u>1,977,818</u>	<u>1,096,837</u>	<u>19,449,540</u>	<u>-</u>
Governmental activities long-term obligations	<u>\$ 205,815,467</u>	<u>\$ 142,391,748</u>	<u>\$ 112,934,802</u>	<u>\$ 235,272,413</u>	<u>\$ 18,269,496</u>
<b>Business-type activities:</b>					
Notes payable	\$ 313,332	\$ -	\$ 23,385	\$ 289,947	\$ 23,553
Landfill closure and postclosure liability	8,504,727	2,828,699	-	11,333,426	-
Compensated absences	108,726	108,465	110,581	106,610	93,897
Net pension liability	1,516,892	2,309,600	1,553,328	2,273,164	-
Total OPEB liability	<u>407,552</u>	<u>73,303</u>	<u>24,074</u>	<u>456,781</u>	<u>-</u>
Business-type activities long-term obligations	<u>\$ 10,851,229</u>	<u>\$ 5,320,067</u>	<u>\$ 1,711,368</u>	<u>\$ 14,459,928</u>	<u>\$ 117,450</u>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

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

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

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

Fiscal Year of Maturity	Principal			
	Outstanding July 1, 2022	Matured and Paid During Year	Outstanding June 30, 2023	Future Interest
2023	\$ 1,470,000	\$ 1,470,000	\$ -	\$ -
	1,470,000	1,470,000	-	-
Unamortized premium	126,941	126,941	-	-
	<u>\$ 1,596,941</u>	<u>\$ 1,596,941</u>	<u>\$ -</u>	<u>\$ -</u>

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2022	Paid During Year	Outstanding June 30, 2023	
2023	\$ 730,434	\$ 730,434	\$ -	\$ -
2024	753,491	-	753,491	128,786
2025	777,276	-	777,276	105,000
2026	801,813	-	801,813	80,464
2027	827,123	-	827,123	55,153
2028	853,233	-	853,233	29,044
2029	395,543	-	395,543	4,474
	<u>\$ 5,138,913</u>	<u>\$ 730,434</u>	<u>\$ 4,408,479</u>	<u>\$ 402,921</u>

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

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2022	Paid During Year	Outstanding June 30, 2023	
2023	\$ 702,601	\$ 702,601	\$ -	\$ -
2024	716,687	-	716,687	100,000
2025	731,056	-	731,056	85,631
2026	745,713	-	745,713	70,974
2027	760,664	-	760,664	56,024
2028	775,914	-	775,914	40,773
2029-2030	1,562,741	-	1,562,741	34,565
	<u>\$ 5,995,376</u>	<u>\$ 702,601</u>	<u>\$ 5,292,775</u>	<u>\$ 387,967</u>

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2022	Paid During Year	Outstanding June 30, 2023	
2023	\$ 490,987	\$ 490,987	\$ -	\$ -
2024	501,973	-	501,973	80,317
2025	517,909	-	517,909	64,381
2026	534,352	-	534,352	47,938
2027	551,316	-	551,316	30,974
2028	568,724	-	568,724	13,470
	<u>\$ 3,165,261</u>	<u>\$ 490,987</u>	<u>\$ 2,674,274</u>	<u>\$ 237,080</u>

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

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2022	Paid During Year	Outstanding June 30, 2023	
2023	\$ 1,022,268	\$ 1,022,268	\$ -	\$ -
2024	1,121,274	-	1,121,274	542,763
2025	1,153,342	-	1,153,342	510,695
2026	1,186,328	-	1,186,328	477,709
2027	1,220,257	-	1,220,257	443,780
2028	1,255,156	-	1,255,156	408,881
2029-2033	6,835,222	-	6,835,222	1,484,963
2034-2037	6,206,153	-	6,206,153	449,995
	<u>\$ 20,000,000</u>	<u>\$ 1,022,268</u>	<u>\$ 18,977,732</u>	<u>\$ 4,318,786</u>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

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

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2022	Matured and Paid During Year	Outstanding June 30, 2023	
2023	\$ 2,355,000	\$ 2,355,000	\$ -	\$ -
2024	2,675,000	-	2,675,000	1,026,030
2025	3,020,000	-	3,020,000	841,455
2026	3,400,000	-	3,400,000	633,075
2027	3,810,000	-	3,810,000	398,475
2028	1,965,000	-	1,965,000	135,585
	<u>\$ 17,225,000</u>	<u>\$ 2,355,000</u>	<u>\$ 14,870,000</u>	<u>\$ 3,034,620</u>

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

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2022	Matured and Paid During Year	Outstanding June 30, 2023	
2023	\$ 1,330,000	\$ 1,330,000	\$ -	\$ -
2024	1,490,000	-	1,490,000	498,571
2025	1,670,000	-	1,670,000	407,756
2026	1,860,000	-	1,860,000	305,969
2027	2,065,000	-	2,065,000	192,602
2028	1,095,000	-	1,095,000	66,740
	<u>\$ 9,510,000</u>	<u>\$ 1,330,000</u>	<u>\$ 8,180,000</u>	<u>\$ 1,471,638</u>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

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

Annual requirements to repay the loan are as follows:

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2022	Paid During Year	Outstanding June 30, 2023	
2023	\$ 23,385	\$ 23,385	\$ -	\$ -
2024	23,553	-	23,553	14,395
2025	23,695	-	23,695	13,253
2026	23,880	-	23,880	12,068
2027	24,085	-	24,085	10,864
2028	29,288	-	29,288	9,660
2029-2033	134,768	-	134,768	28,475
2034	30,678	-	30,678	1,520
	<u>\$ 313,332</u>	<u>\$ 23,385</u>	<u>\$ 289,947</u>	<u>\$ 90,235</u>

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

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

Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, Marion County Environmental Services reports a portion of these costs as an operating expense in each fiscal year based on the landfill capacity use as of the end of the fiscal year. The \$11,333,426 reported as landfill closure and postclosure liability at June 30, 2023, represents the cumulative amount reported to date based on the use of 86% of the estimated capacity at the North Marion facility and 87% at Brown's Island. The estimated total closure and postclosure care costs remaining to be recognized are \$1,823,227. These amounts are based on what it would cost to perform all closure and postclosure care in 2023; actual costs may be higher due to inflation, changes in technology, or changes in regulations. The County has also recognized a current liability of \$627,585 for the disposal of leachate stored at the North Marion site as of June 30, 2023.

The County demonstrates financial assurance for closure and postclosure care requirements using the local government financial assurance test in accordance with Oregon Administrative Rule 340-094-0140 and 40 CFR 258.74. The County was in compliance with the requirements as of June 30, 2022 (the most recent analysis).

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 8 – RISK MANAGEMENT:

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

All County departments participate in the risk management program and make payments to the Self-Insurance Fund based on estimates needed to pay current and prior year claims and to establish a reserve for catastrophic losses. The claims liability of \$4,744,420 reported in the Self-Insurance Fund at June 30, 2023 is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated. The claims liability is based on an evaluation of outstanding claims, using past experience and current assessments of potential and probable exposure, as well as an estimate for claims incurred but not reported as of June 30, 2023.

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

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

	Fiscal Year 2022-23	Fiscal Year 2021-22	Fiscal Year 2020-21
Claims liability, beginning of year	\$ 4,802,585	\$ 4,908,938	\$ 7,360,777
Current year claims and changes in estimates	1,410,032	996,491	(347,290)
Claim payments	(1,468,197)	(1,102,844)	(2,104,549)
Claims liability, end of year	<u>\$ 4,744,420</u>	<u>\$ 4,802,585</u>	<u>\$ 4,908,938</u>

NOTE 9 – PENSION PLAN:

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

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

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 9 – PENSION PLAN (Continued):

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

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

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for Police and Fire members). General Service employees may retire after reaching age 55. Police and Fire members are eligible after reaching age 50. Tier One General Service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and Fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier Two members are eligible for full benefits at age 60. The plans are closed to new members hired on or after August 29, 2003.

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

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

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

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

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



MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 9 – PENSION PLAN (Continued):

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

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

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

Contribution Requirements – As a participating employer, the County is required to make monthly contributions to PERS based on actuarially determined percentages of covered payroll. Rates in effect for fiscal year 2023 were 21.02% for Tier One/Tier Two employees, 15.39% for OPSRP general service employees, and 19.75% for OPSRP police/fire employees. The County’s total contributions to PERS were \$18,070,855 for fiscal year 2023.

Contribution requirements are established by Oregon statute and may be amended by an act of the Oregon State Legislature. Employer contribution rates for fiscal year 2023 were based on the December 31, 2019, actuarial valuation. The actuarially determined rates also reflect lump sum payments the County made to PERS in 2002 and 2004.

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

Net Pension Liability, Pension Expense, and Pension-Related Deferrals – On June 30, 2023, the County reported a net pension liability of \$136,894,062 as its proportionate share of the collective net pension liability for PERS, measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was based on a December 31, 2020 actuarial valuation, rolled forward to the measurement date. The County’s proportion of the net pension liability was based on a projection of the County’s long-term share of contributions to PERS relative to the projected contributions of all participating employers, as actuarially determined. The County’s proportion was 0.89% as of the June 30, 2022 measurement date, compared to 0.82% as of June 30, 2021.

For fiscal year 2023, the County recognized a pension expense of \$18,464,780. At June 30, 2023, the County reported the following pension-related deferrals:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,645,102	\$ 853,697
Changes of assumptions	21,479,418	196,236
Net difference between projected and actual earnings on investments	-	24,474,010
Changes in proportionate share	15,479,985	2,595,732
Differences between employer contributions and proportionate share of contributions	-	18,524,469
	<u>43,604,505</u>	<u>46,644,144</u>
Contributions made after the measurement date	18,070,855	-
	<u>\$ 61,675,360</u>	<u>\$ 46,644,144</u>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 9 – PENSION PLAN (Continued):

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

The \$18,070,855 reported as deferred outflows of resources for contributions made subsequent to the measurement date will be recognized as a reduction of net pension liability in fiscal year 2024.

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

<u>Fiscal Year</u>	<u>Amount</u>
2024	\$ 18,983
2025	(3,663,477)
2026	(10,404,714)
2027	11,219,741
2028	(210,172)

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

Actuarial Methods and Assumptions - The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation date	December 31, 2020
Measurement date	June 30, 2022
Experience Study	2020, published July 20, 2021
Actuarial assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.40 percent
Long-term expected rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increases	3.40 percent
Cost-of-living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision; blend based on service.
Mortality	<p><b>Healthy retirees and beneficiaries:</b> Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p><b>Active members:</b> Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p><b>Disabled retirees:</b> Pub-2010 Disable Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p>

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 9 – PENSION PLAN (Continued):

Actuarial Methods and Assumptions (Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future.

Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2020 experience study which reviewed experience for the four-year period ending on December 31, 2020.

Long-Term Expected Rate of Return - To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. The table below shows Milliman’s assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption was based on a consistent set of underlying assumptions and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Long-Term Expected Rate of Return<sup>1</sup>

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

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

<sup>2</sup> Negative allocation to cash represents levered exposure from allocation to Risk Parity strategy.

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 9 – PENSION PLAN (Continued):

Discount Rate - The discount rate used to measure the total pension liability was 6.90% for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

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

	1% Decrease 5.90%	Current Rate 6.90%	1% Increase 7.90%
County's proportionate share of the net pension liability (asset)	\$ 242,769,777	\$ 136,894,062	\$ 48,280,977

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

Defined Contribution Plan – PERS-eligible employees are statutorily required to contribute 6% of their annual covered salary to the OPSRP Individual Account Program (IAP), a defined contribution pension plan. Benefits terms, including contribution requirements, are established by the Oregon Legislature. As permitted, the County has opted to pick-up the contributions on behalf of employees; contributions were \$6,069,651 for the year ended June 30, 2023. Employees are fully vested after completing 600 hours of service in each of five calendar years. PERS contracts with VOYA Financial to administer the IAP.

Changes in Plan Provisions Subsequent to Measurement Date -

On July 23, 2021, the PERS Board voted to set the assumed rate of return to 6.9 percent, down from 7.2 percent. The PERS Board reviews the assumed rate in odd-numbered years as part of the board's adoption of actuarial methods and assumptions. The rate was then adopted in an administrative rule at the PERS Board's October 1, 2021, meeting. The new assumed rate will be reflected in the December 31, 2022 actuarial valuation for funding, and decreases in the assumed rate typically increase the system's unfunded actuarial liability as well as employer contribution rates. The new assumed rate was applied by the actuaries to the Net Pension Liability and Net OPEB Liability as of June 30, 2022.

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS

As required by GASB 75, a liability must be recognized when employees earn other postemployment benefits (OPEB) rather than when the benefits are paid. The other postemployment benefits (OPEB) for the County combines two separate plans. The County provides an implicit rate subsidy for retiree health insurance premiums, and a contribution to the State of Oregon's PERS cost-sharing multiple-employer defined health insurance benefit plan.

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued)

	Implicit Rate Subsidy Plan	PERS RHIA Plan	Total OPEB on Financials
Net OPEB Asset	-	2,738,514	2,738,514
Deferred Outflows of Resources			
Contributions After the Measurement Date	-	12,964	12,964
Change in Assumptions	1,533,696	21,442	1,555,138
Total OPEB Liability	(19,906,321)	-	(19,906,321)
Deferred Inflows of Resources			
Change in proportionate Share	-	(267,013)	(267,013)
Change in Assumptions	(2,990,856)	(91,283)	(3,082,139)
Difference in Earnings	-	(208,847)	(208,847)
Difference in Experience	(3,077,939)	(74,212)	(3,152,151)
OPEB Expense (Income)	1,436,854	(498,492)	938,362
<i>(Included in program expenses on Statement of Activities)</i>			

**Implicit Rate Subsidy**

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

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

**Employees Covered by Benefit Terms** – All classes of employees and their qualified dependents may continue health insurance coverage upon retirement until eligible for Medicare. As of June 30, 2023, the following employees were covered by the benefit terms:

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

Implicit Rate Subsidy (Continued)

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

Contribution Requirements – Retirees pay the entire cost of premiums at blended rates. The County’s only contribution is the implicit rate subsidy which continues to be financed on a pay-as-you-go basis; no assets are accumulated for this purpose. For the year ended June 30, 2023, the actuarially estimated implicit rate subsidy was \$671,184.

Total OPEB Liability, OPEB Expense, and OPEB-Related Deferrals – As of June 30, 2023, the County reported a total OPEB liability of \$19,906,321, based on a July 1, 2022, actuarial valuation, rolled forward to the measurement date of June 30, 2023. For this plan, for the year ended June 30, 2023, the County recognized OPEB expense of \$1,436,854.

Total OPEB liability, beginning of year	\$ 18,976,111
Changes for the year:	
Service cost	1,255,289
Interest	795,832
Changes of assumptions	(449,727)
Benefit payments	(671,184)
Net changes	930,210
Total OPEB liability, end of year	\$ 19,906,321

At June 30, 2023, the County reported an OPEB-related deferred inflow of resources of \$6,068,795 for differences between expected and actual experience and a deferred outflow of resources of \$1,533,696 for changes of assumptions.

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

Fiscal Year	Amount
2024	\$ (614,267)
2025	(614,267)
2026	(614,267)
2027	(614,267)
2028	(614,268)
Thereafter	(1,463,763)

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

Actuarial Methods and Assumptions – The total OPEB liability in the July 1, 2021 actuarial valuation was determined using the entry age normal method with level percent of salary and the following actuarial assumptions applied to all periods included in the measurement with revised measurement date of June 30, 2022: inflation rate of 2.0%, salary increases of 3%, discount rate of 4.00%, and a healthcare cost trend rate of 6.4% initially, decreasing by 0.1% per year to an ultimate rate of 4.5% after 18 years. The discount rate was based on the S&P Municipal Bond 20-Year High Grade Rate Index as of June 30, 2023. Mortality rates were based on the Pub-2010 Employee/Retiree, sex distinct, generational mortality tables, with adjustments for mortality improvements based on the 60-year average Unisex Social Security Data Scale. Other actuarial assumptions used in the valuation were based on the results of the most recent experience study for the Oregon Public Employees Retirement System.

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

	1% Decrease 3.00%	Current Rate 4.00%	1% Increase 5.00%
Total OPEB Liability	\$ 21,762,913	\$ 19,906,321	\$ 18,203,173

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

	1% Decrease 5.4% declining to 3.5%	Current Rate 6.4% declining to 4.5%	1% Increase 7.4% declining to 5.5%
Total OPEB Liability	\$ 17,260,059	\$ 19,906,321	\$ 23,081,854

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

PERS Retirement Health Insurance Account

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

Benefits Provided - Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the RHIA established by the County, and any monthly cost in excess of \$60 shall be paid by the eligible retired member in the manner provided in ORS 238.410.

Contributions - PERS funding policy provides for employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The County's contribution rates for the period were 0.05% for Tier One/Tier Two members, and 0.00% for OPSRP members. The County's total contributions for the year ended June 30, 2023, was \$12,964.

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

On June 30, 2023, the County reported an asset of \$2,738,514 for its proportionate share of the OPERS net OPEB asset. The net OPEB asset was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2020 rolled forward to June 30, 2022. The County's proportion of the net OPEB asset was based on the County's contributions to the RHIA program during the measurement period relative to contributions from all participating employers. On June 30, 2022, the County's proportionate share was 0.6585%, which is an increase from its proportion of 0.7707% as of June 30, 2021. For the year ended June 30, 2023, the County recognized an OPEB expense reduction from this plan of \$498,492.

On June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to this OPEB plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 74,212
Changes of assumptions	21,442	91,283
Net difference between projected and actual earnings	-	208,847
Changes in proportionate share	-	267,013
Contributions subsequent to the measurement date	12,964	-
Total	\$ 34,406	\$ 641,355



MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

PERS Retirement Health Insurance Account (Continued)

Deferred outflows of resources related to OPEB of \$12,964 resulting from the County’s contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability or an increase in the net OPEB asset in the year ended June 30, 2024. Other amounts reported as deferred outflows and (inflows) of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:

2024	\$ (370,896)
2025	(184,112)
2026	(131,792)
2027	66,887
Total	<u>\$ (619,913)</u>

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

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

	1% Decrease 5.90%	Current Rate 6.90%	1% Increase 7.90%
Net OPEB Asset	\$ (2,468,173)	\$ (2,738,514)	\$ (2,990,260)

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 11 – FUND BALANCE CLASSIFICATIONS

	General Operating	Public Works	Health & Human Svcs	Lottery & Econ Dev	Other Governmental	Total Governmental
<b>Restricted for:</b>						
Health programs	\$ -	\$ -	\$ 21,606,671	\$ -	\$ -	\$ 21,606,671
Economic development	-	-	-	3,772,440	-	3,772,440
Public safety programs	-	-	-	-	1,608,641	1,608,641
Court security	-	-	-	-	581,752	581,752
Law library	-	-	-	-	800,194	800,194
Forest & wildfire programs	-	-	-	-	14,086,857	14,086,857
Extension services	-	-	-	-	1,788,242	1,788,242
Corner restoration	-	-	-	-	3,092,664	3,092,664
Community development	-	-	-	-	596,693	596,693
Education	-	-	-	-	251,665	251,665
Other purposes	-	-	-	-	988,018	988,018
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,606,671</u>	<u>\$ 3,772,440</u>	<u>\$ 23,794,726</u>	<u>\$ 49,173,837</u>
<b>Committed to:</b>						
Financial stabilization	\$ 2,313,889	\$ -	\$ -	\$ -	\$ -	\$ 2,313,889
Road improvements	-	3,616,638	-	-	-	3,616,638
Other purposes	-	-	-	-	371,167	371,167
	<u>\$ 2,313,889</u>	<u>\$ 3,616,638</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 371,167</u>	<u>\$ 6,301,694</u>
<b>Assigned to:</b>						
Health programs	\$ -	\$ -	\$ 4,767,726	\$ -	\$ -	\$ 4,767,726
Public safety programs	13,732,133	-	-	-	5,793,170	19,525,303
Roads & bridges	-	39,318,014	-	-	31,544	39,349,558
Building inspection	-	-	-	-	6,963,968	6,963,968
Debt service	-	-	-	-	4,593,481	4,593,481
Capital projects	-	-	-	-	27,913,135	27,913,135
Other purposes	-	-	-	-	1,825,657	1,825,657
	<u>\$ 13,732,133</u>	<u>\$ 39,318,014</u>	<u>\$ 4,767,726</u>	<u>\$ -</u>	<u>\$ 47,120,955</u>	<u>\$ 104,938,828</u>

NOTE 12 – TRANSFERS:

Transfer To	General Operating Fund	Public Works Fund	Health & Human Svcs Fund	Lottery & Econ Dev Fund	Nonmajor funds	Environ. Services Fund	Total
<b>Governmental Funds:</b>							
General Operating Fund	\$ -	\$ -	\$ -	\$ -	\$ 4,732,547	\$ -	\$ 4,732,547
Public Works Fund	252,339	-	104,759	-	-	-	357,098
Health & Human Svcs Fund	3,195,189	-	-	-	-	-	3,195,189
Nonmajor funds	13,242,561	29,817	8,384,762	324,000	812,541	112,225	22,905,906
<b>Proprietary Funds:</b>							
Internal service funds	1,035,430	19,551	213,447	-	160,826	-	1,429,254
Total	<u>\$ 17,725,519</u>	<u>\$ 49,368</u>	<u>\$ 8,702,968</u>	<u>\$ 324,000</u>	<u>\$ 5,705,914</u>	<u>\$ 112,225</u>	<u>\$ 32,619,994</u>

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

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 13 – TAX ABATEMENTS:

County property taxes were reduced \$536,146 in fiscal 2023 under agreements entered into by other governments.

<u>Authorizing Government</u>	<u>Exemption Program</u>	<u>Property Taxes Abated</u>
State of Oregon	Rural Industrial (ORS 307.340)	\$ 13,438
City of Salem	Multiple Unit Housing (ORS 307.600 to 637)	142,297
City of Salem	Low Income Housing (ORS 307.541)	71,287
Salem Enterprise Zone (City of Salem)	Enterprise Zone (ORS 285C)	283,883
North Marion Enterprise Zone (Cities of Aurora, Donald & Hubbard)	Enterprise Zone (ORS 285C)	11,152
Silverton-Mt. Angel Enterprise Zone (Cities of Mt. Angel & Silverton)	Enterprise Zone (ORS 285C)	4,148
Woodburn Enterprise Zone (City of Woodburn)	Enterprise Zone (ORS 285C)	9,941
		<u>\$ 536,146</u>

NOTE 14 – COMMITMENTS AND CONTINGENCIES:

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

The County has a service agreement with the owner of a mass burn solid waste disposal, electric power generation, and resource recovery facility located in Marion County. Under this agreement, the facility will accept 145,000 tons of acceptable waste from the County for disposal each year. In return, the County pays service fees for operations, maintenance and pass through costs, and receives credits for electricity generation and the sale of secondary materials. For fiscal year 2023, monthly service fees were approximately \$284,000. These costs are recorded in the Environmental Services Fund, an Enterprise Fund.

NOTE 15 – SUBSEQUENT EVENTS:

As a result of the wildfires that occurred in the Santiam Canyon in 2020, Marion County has received a significant amount of funding from federal and state resources to assist in the rebuilding efforts of individuals, businesses, and local governments in the fire impacted areas of the canyon. That funding has been used each fiscal year since 2020 (including FY 2022-23) for continued rebuilding of homes and infrastructure in the Santiam Canyon. Subsequent to June 2023, Marion County used approximately \$381,000 of Wildfire funding to purchase property in the City of Gates for future housing development.

In the Oregon Legislative short session held in February 2024, HB 4002 was passed, which reversed some of the provisions of Measure 110 – a voter approved drug decriminalization and treatment measure. Marion County will incur additional prosecution costs for drug related crimes that could not be prosecuted under Measure 110. HB 2054 was also passed in the same legislative session, which reclassified deputy district attorneys as “police officers” for purposes of Oregon Public Employees Retirement System (OPERS) retirement calculations. This reclassification will increase County OPERS costs by approximately \$150,000 per year.

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

NOTE 16 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY:

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

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

The County adopted three supplemental budgets during the year ended June 30, 2023.

The Central Services Fund, an Internal Service Fund, reported a deficit net position of \$17,749,323 as of June 30, 2023, due to the recognition of long-term liabilities for pensions and other postemployment benefits.

The Land Use Planning Fund reported a negative fund balance of (\$6,766). The Land Use Planning Fund has historically carried a \$0 fund balance as the General Fund provides a transfer of the exact amount of funding to keep the fund balance at \$0. However, beginning in fiscal year FY 2021-22, Marion County's unrealized losses on investments became material enough to require recognition for financial statement presentation. The negative fund balance reflected in the financial statements for the Land Use Planning Fund consist entirely of that fund's share of those unrealized losses.

MARION COUNTY, OREGON  
NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2023

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

Cash and investments as of December 31, 2022 are as follows:

Deposits with financial institutions \$ 8,214,717

\$3,433,288 of the balance is restricted for housing assistance payments, tenant deposits, escrow loan deposits, and capital replacement reserves.

Receivables as of December 31, 2022 are accounts receivable of \$84,312.

Capital asset activity for the year ended December 31, 2022:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ 1,749,493	\$ -	\$ -	\$ 1,749,493
Construction in progress	34,750	-	29,750	5,000
Total capital assets not being depreciated	<u>1,784,243</u>	<u>-</u>	<u>29,750</u>	<u>1,754,493</u>
Capital and lease assets being depreciated or amortized:				
Buildings and improvements	24,439,077	172,535	-	24,611,612
Leasehold improvements	350,000	-	-	350,000
Equipment	1,137,747	65,687	-	1,203,434
Less accumulated depreciation	(15,514,961)	(781,707)	-	(16,296,668)
Capital assets, net of depreciation	10,411,863	(543,485)	-	9,868,378
Right to use assets - equipment and buildings	392,814	21,798	4,334	410,278
Less accumulated amortization	-	(128,816)	-	(128,816)
Lease assets, net of amortization	<u>392,814</u>	<u>(107,018)</u>	<u>4,334</u>	<u>281,462</u>
Total capital and lease assets being depreciated, net	<u>10,804,677</u>	<u>(650,503)</u>	<u>4,334</u>	<u>10,149,840</u>
Total capital assets	<u>\$ 12,588,920</u>	<u>\$ (650,503)</u>	<u>\$ 34,084</u>	<u>\$ 11,904,333</u>

For the year ended December 31, 2022, depreciation expense was \$781,707 and amortization expense was \$128,816.

Long-term debt activity for the year ended December 31, 2022:

	Beginning Balances	Additions	Deletions	Ending Balances	Due within One Year
Notes payable	\$ 2,881,312	\$ -	\$ 148,839	\$ 2,732,473	\$ 154,024
Compensated absences	62,603	3,936	-	66,539	-
Lease liability	392,814	21,799	123,624	290,989	130,041
Net pension liability	286,117	274,916	-	561,033	-
Other long-term obligations	116,103	17,533	-	133,636	-
Total long-term obligations	<u>\$ 3,738,949</u>	<u>\$ 318,184</u>	<u>\$ 272,463</u>	<u>\$ 3,784,670</u>	<u>\$ 284,065</u>

## REQUIRED SUPPLEMENTARY INFORMATION

## GENERAL AND MAJOR SPECIAL REVENUE FUNDS

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

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

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes:				
Property	\$ 85,802,624	\$ 85,802,624	\$ 87,151,809	\$ 1,349,185
Franchise	604,060	604,060	581,931	(22,129)
Licenses and permits	55,000	55,000	52,594	(2,406)
Intergovernmental	6,140,396	6,542,020	4,823,701	(1,718,319)
Charges for services	4,579,648	4,579,648	4,263,591	(316,057)
Fines and forfeitures	254,312	254,312	217,536	(36,776)
Interest	1,200,000	1,200,000	2,646,055	1,446,055
Other	30,500	30,500	54,467	23,967
<b>Total revenues</b>	<b>98,666,540</b>	<b>99,068,164</b>	<b>99,791,684</b>	<b>723,520</b>
<b>EXPENDITURES:</b>				
Assessor's Office	7,955,185	8,309,045	7,671,793	637,252
Clerk's Office	3,447,031	3,667,031	3,492,582	174,449
Community Services Department	1,054,293	1,054,293	829,479	224,814
District Attorney's Office	12,115,124	12,107,624	11,298,886	808,738
Justice Court	1,061,221	1,061,221	975,374	85,847
Juvenile Department	14,297,828	14,397,828	13,545,938	851,890
Sheriff's Office	53,112,426	53,161,953	48,441,930	4,720,023
Non-Departmental:				
Materials and services	6,184,102	6,184,102	2,498,422	3,685,680
Contingency	3,145,000	1,058,818	-	1,058,818
<b>Total expenditures</b>	<b>102,372,210</b>	<b>101,001,915</b>	<b>88,754,404</b>	<b>12,247,511</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	4,932,546	4,932,546	4,932,547	1
Transfers out	(13,529,814)	(18,726,350)	(17,679,923)	1,046,427
<b>Total other financing sources (uses)</b>	<b>(8,597,268)</b>	<b>(13,793,804)</b>	<b>(12,747,376)</b>	<b>1,046,428</b>
<b>Net change in fund balance</b>	<b>(12,302,938)</b>	<b>(15,727,555)</b>	<b>(1,710,096)</b>	<b>14,017,459</b>
<b>FUND BALANCE - beginning</b>	<b>24,097,847</b>	<b>28,344,266</b>	<b>28,344,266</b>	<b>-</b>
<b>FUND BALANCE - ending</b>	<b>\$ 11,794,909</b>	<b>\$ 12,616,711</b>	<b>26,634,170</b>	<b>\$ 14,017,459</b>

Reconciliation to generally accepted accounting principles (GAAP) basis:

Unrealized gain (loss) on investments	(4,221,517)
Capital outlay (lease)	(52,270)
Lease financing	52,270
Capital outlay (SBITA)	(30,605)
SBITA financing	30,605
SBITA Interest	(10,267)
Funds budgeted separately:	
Traffic Safety Team Fund	173,839
Inmate Welfare Fund	659,551
Rainy Day Fund	2,313,889

FUND BALANCE - ending, as reported in the Statement of Revenues,  
Expenditures and Changes in Fund Balances - General Operating Fund

\$ 25,549,665



MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	<u>\$ 49,336,740</u>	<u>\$ 59,362,082</u>	<u>\$ 5,497,833</u>	<u>\$ (53,864,249)</u>
EXPENDITURES:				
Non-Departmental	11,963,991	16,885,398	5,497,833	11,387,565
Contingency	<u>4,900,000</u>	<u>10,003,935</u>	<u>-</u>	<u>10,003,935</u>
Total expenditures	<u>16,863,991</u>	<u>26,889,333</u>	<u>5,497,833</u>	<u>21,391,500</u>
Net change in fund balance	32,472,749	32,472,749	-	(32,472,749)
FUND BALANCE - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 32,472,749</u>	<u>\$ 32,472,749</u>	<u>-</u>	<u>\$ (32,472,749)</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:				
SBITA Interest			<u>(74,596)</u>	
FUND BALANCE - ending, GAAP basis			<u>\$ (74,596)</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 236,750	\$ 236,750	\$ 263,426	\$ 26,676
Intergovernmental	45,101,433	47,195,233	46,704,298	(490,935)
Charges for services	3,732,587	3,748,887	4,097,478	348,591
Fines and forfeitures	5,000	5,000	182	(4,818)
Interest	150,000	150,000	572,945	422,945
Other	7,500	7,500	44,568	37,068
<b>Total revenues</b>	<b>49,233,270</b>	<b>51,343,370</b>	<b>51,682,897</b>	<b>339,527</b>
<b>EXPENDITURES:</b>				
Public Works Department	60,579,063	65,058,059	47,877,179	17,180,880
Contingency	5,698,263	4,749,691	-	4,749,691
<b>Total expenditures</b>	<b>66,277,326</b>	<b>69,807,750</b>	<b>47,877,179</b>	<b>21,930,571</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	482,358	637,985	357,098	(280,887)
Transfers out	(126,150)	(126,150)	(49,368)	76,782
<b>Total other financing sources (uses)</b>	<b>356,208</b>	<b>511,835</b>	<b>307,730</b>	<b>(204,105)</b>
<b>Net change in fund balance</b>	<b>(16,687,848)</b>	<b>(17,952,545)</b>	<b>4,113,448</b>	<b>22,065,993</b>
<b>FUND BALANCE - beginning</b>	<b>37,361,355</b>	<b>41,907,616</b>	<b>41,908,746</b>	<b>1,130</b>
<b>FUND BALANCE - ending</b>	<b>\$ 20,673,507</b>	<b>\$ 23,955,071</b>	<b>46,022,194</b>	<b>\$ 22,067,123</b>
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized gain (loss) on investments			(1,584,014)	
Lease Interest Income			1,112	
<b>FUND BALANCE - ending, GAAP basis</b>			<b>\$ 44,439,292</b>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 67,845,958	\$ 58,762,245	\$ 53,720,641	\$ (5,041,604)
Charges for services	26,517,022	28,980,146	29,709,770	729,624
Interest	130,035	130,035	428,761	298,726
Other	4,000	4,000	26,442	22,442
Settlements	-	1,569,000	1,569,000	-
Total revenues	<u>94,497,015</u>	<u>89,445,426</u>	<u>85,454,614</u>	<u>(3,990,812)</u>
<b>EXPENDITURES:</b>				
Health & Human Services Department	97,816,254	88,128,033	72,332,399	15,795,634
Contingency	<u>9,543,290</u>	<u>8,015,538</u>	-	<u>8,015,538</u>
Total expenditures	<u>107,359,544</u>	<u>96,143,571</u>	<u>72,332,399</u>	<u>23,811,172</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	3,498,274	3,498,274	3,195,189	(303,085)
Transfers out	<u>(5,653,628)</u>	<u>(9,513,948)</u>	<u>(8,702,968)</u>	<u>810,980</u>
Total other financing sources (uses)	<u>(2,155,354)</u>	<u>(6,015,674)</u>	<u>(5,507,779)</u>	<u>507,895</u>
Net change in fund balance	(15,017,883)	(12,713,819)	7,614,436	20,328,255
FUND BALANCE - beginning	<u>21,517,883</u>	<u>19,922,192</u>	<u>19,922,188</u>	<u>(4)</u>
FUND BALANCE - ending	<u>\$ 6,500,000</u>	<u>\$ 7,208,373</u>	<u>27,536,624</u>	<u>\$ 20,328,251</u>

Reconciliation to generally accepted accounting principles (GAAP) basis:

Unrealized gain (loss) on investments	(1,142,785)
Capital outlay (lease)	(50,190)
Lease financing	50,190
Capital outlay (SBITA)	(1,628,794)
SBITA financing	1,628,794
SBITA Interest	<u>(19,442)</u>
FUND BALANCE - ending, GAAP basis	<u>\$ 26,374,397</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 2,443,872	\$ 2,443,872	\$ 2,555,652	\$ 111,780
Interest	8,500	8,500	44,371	35,871
Total revenues	<u>2,452,372</u>	<u>2,452,372</u>	<u>2,600,023</u>	<u>147,651</u>
EXPENDITURES:				
Community Services Department	<u>2,985,693</u>	<u>3,378,693</u>	<u>1,705,205</u>	<u>1,673,488</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(324,000)</u>	<u>(324,000)</u>	<u>(324,000)</u>	<u>-</u>
Net change in fund balance	(857,321)	(1,250,321)	570,818	1,821,139
FUND BALANCE - beginning	<u>1,878,036</u>	<u>3,321,362</u>	<u>3,321,362</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 1,020,715</u>	<u>\$ 2,071,041</u>	3,892,180	<u>\$ 1,821,139</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized gain (loss) on investments			<u>(119,740)</u>	
FUND BALANCE - ending, GAAP basis			<u>\$ 3,772,440</u>	

MARION COUNTY, OREGON

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

	<u>Measurement Date</u>	<u>County's Proportion of Net Pension Liability (Asset)</u>	<u>County's Proportionate Share of Net Pension Liability (Asset)</u>	<u>County's Covered Payroll</u>	<u>County's Proportionate Share of NPL(A) as % of Payroll</u>	<u>Plan Fiduciary Net Position as % of Total Pension Liability</u>
2023	6/30/2022	0.89%	\$ 136,894,062	\$ 100,443,909	136.29%	84.50%
2022	6/30/2021	0.82%	97,938,936	98,472,895	99.46%	87.60%
2021	6/30/2020	0.78%	170,982,972	91,640,185	186.58%	75.80%
2020	6/30/2019	0.82%	142,395,975	87,543,406	162.66%	80.23%
2019	6/30/2018	0.77%	117,196,814	85,352,985	137.31%	82.07%
2018	6/30/2017	0.80%	107,643,247	83,085,347	129.56%	83.12%
2017	6/30/2016	0.79%	119,297,563	79,926,090	149.26%	80.53%
2016	6/30/2015	0.81%	46,349,988	76,032,919	60.96%	91.88%
2015	6/30/2014	0.79%	(17,881,113)	72,770,005	-24.57%	103.59%
2014	6/30/2013	0.79%	40,256,473	73,461,710	54.80%	91.97%

**Notes:**

(1) Changes of benefit terms: Amounts reported in fiscal 2015 reflect legislation eliminating tax remedy payments for non-Oregon residents and establishing limits on cost-of-living adjustments. Amounts reported thereafter reflect a court ruling that restricts limits on cost-of-living adjustments to benefits accrued after the legislative changes were made.

MARION COUNTY, OREGON

OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM  
SCHEDULE OF COUNTY CONTRIBUTIONS

	<u>Contractually Required Contributions</u>	<u>Actual Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>County's Covered Payroll</u>	<u>Contributions as % of Payroll</u>
2023	\$ 18,070,855	\$ 18,070,855	-	\$ 103,793,786	17.41%
2022	17,823,833	17,823,833	-	100,443,909	17.75%
2021	15,644,842	15,644,842	-	98,472,895	15.89%
2020	14,995,025	14,995,025	-	91,640,185	16.36%
2019	11,094,819	11,094,819	-	87,543,406	12.67%
2018	10,892,136	10,892,136	-	85,352,985	12.76%
2017	7,772,371	7,772,371	-	83,085,347	9.35%
2016	7,540,553	7,540,553	-	79,926,090	9.43%
2015	6,741,037	6,741,037	-	76,032,919	8.87%
2014	6,552,862	6,552,862	-	72,770,005	9.00%

**Notes:**

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

MARION COUNTY, OREGON

OTHER POSTEMPLOYMENT BENEFITS (OPEB)  
SCHEDULE OF CHANGES IN THE COUNTY'S  
TOTAL OPEB LIABILITY AND RELATED RATIOS

	2023	2022	2021	2020	2019	2018
Total OPEB liability, beginning of year	\$ 18,976,111	\$ 23,795,636	\$ 21,345,426	\$ 19,859,599	\$ 18,632,670	\$ 17,351,009
Changes for the year:						
Service cost	1,255,289	1,630,163	1,575,037	1,323,725	1,278,961	1,278,961
Interest	795,832	565,616	619,301	623,992	568,851	531,779
Expected vs. actual experience	-	(3,109,309)	-	(1,187,260)	-	-
Changes of assumptions	(449,727)	(3,331,413)	1,056,750	1,492,557	-	-
Benefit payments	(671,184)	(574,582)	(800,878)	(767,187)	(620,883)	(529,079)
Net changes	930,210	(4,819,525)	2,450,210	1,485,827	1,226,929	1,281,661
Total OPEB liability, end of year	<u>\$ 19,906,321</u>	<u>\$ 18,976,111</u>	<u>\$ 23,795,636</u>	<u>\$ 21,345,426</u>	<u>\$ 19,859,599</u>	<u>\$ 18,632,670</u>
Covered employee payroll	\$ 108,268,179	\$ 103,095,118	\$ 100,380,327	\$ 93,572,299	\$ 90,453,479	\$ 87,148,750
Total OPEB liability as a percentage of covered employee payroll	18.39%	18.41%	23.71%	22.81%	21.96%	21.38%
Discount rate	4.25%	4.00%	2.25%	2.75%	3.00%	3.00%

**Notes:**

- (1) This schedule is intended to show information for ten years; additional years' information will be displayed as it becomes available.
- (2) The County finances other postemployment benefits on a pay-as-you-go basis; no assets are accumulated for this purpose.

MARION COUNTY, OREGON

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

Year Ended June 30,	County's proportion of the net OPEB liability (asset)	County's proportionate share of the net OPEB liability (asset)	County's covered payroll <sup>2</sup>	County's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2023	0.7707%	\$ (2,738,514)	\$ 100,443,909	-2.73%	136.29%
2022	0.6585%	(2,261,256)	98,472,895	-2.30%	99.46%
2021	0.4682%	(953,923)	91,640,185	-1.04%	186.58%

MARION COUNTY, OREGON

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

Year Ended June 30,	(a) Contractually required contribution	(b) Contributions in relation to the contractually required contribution	(a-b) Contribution deficiency (excess)	(c) County's covered payroll	(b/c) Contributions as a percent of covered payroll
2023	\$ 12,964	\$ 12,964	\$ -	\$ 103,793,786	0.01%
2022	18,995	18,995	-	100,443,909	0.02%
2021	19,513	19,513	-	98,472,895	0.02%
2020	29,773	29,773	-	91,640,185	0.03%

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

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



*(This page intentionally left blank.)*

## SUPPLEMENTARY INFORMATION

## BUDGETARY FUNDS REPORTED AS GENERAL OPERATING FUND

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

## NONMAJOR GOVERNMENTAL FUNDS

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

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

MARION COUNTY, OREGON

COMBINING BALANCE SHEET  
BUDGETARY FUNDS REPORTED AS GENERAL OPERATING FUND

June 30, 2023

	Budgetary Funds				Total General Operating Fund
	General Fund	Traffic Safety Team	Inmate Welfare	Rainy Day	
<b>ASSETS:</b>					
Cash and investments	\$ 24,633,636	\$ 213,173	\$ 672,323	\$ 2,308,784	\$ 27,827,916
Receivables:					
Accounts	1,290,922	24,686	26,072	-	1,341,680
Interest	243,222	995	1,481	5,105	250,803
Loans	58,361	-	-	-	58,361
Taxes	2,921,968	-	-	-	2,921,968
Inventories and prepaids	22,245	-	-	-	22,245
<b>Total assets</b>	<b>\$ 29,170,354</b>	<b>\$ 238,854</b>	<b>\$ 699,876</b>	<b>\$ 2,313,889</b>	<b>\$ 32,422,973</b>
<b>LIABILITIES:</b>					
Accounts payable	\$ 1,294,759	\$ 9,899	\$ 40,325	\$ -	\$ 1,344,983
Accrued interest payable	10,267	-	-	-	10,267
Payroll related liabilities	2,932,532	55,116	-	-	2,987,648
Deposits	20,030	-	-	-	20,030
<b>Total liabilities</b>	<b>4,257,588</b>	<b>65,015</b>	<b>40,325</b>	<b>-</b>	<b>4,362,928</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>					
Unavailable revenue	2,510,380	-	-	-	2,510,380
<b>FUND BALANCES:</b>					
Nonspendable	22,245	-	-	-	22,245
Committed	-	-	-	2,313,889	2,313,889
Assigned	12,898,743	173,839	659,551	-	13,732,133
Unassigned	9,481,398	-	-	-	9,481,398
<b>Total fund balances</b>	<b>22,402,386</b>	<b>173,839</b>	<b>659,551</b>	<b>2,313,889</b>	<b>25,549,665</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 29,170,354</b>	<b>\$ 238,854</b>	<b>\$ 699,876</b>	<b>\$ 2,313,889</b>	<b>\$ 32,422,973</b>

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Budgetary Funds				Eliminate Interfund Activity	Total General Operating Fund
	General Fund	Traffic Safety Team	Inmate Welfare	Rainy Day		
REVENUES:						
Taxes	\$ 87,733,740	\$ -	\$ -	\$ -	\$ -	\$ 87,733,740
Licenses and permits	52,594	-	-	-	-	52,594
Intergovernmental	4,823,701	42,390	-	-	-	4,866,091
Charges for services	4,263,591	245	248,509	-	-	4,512,345
Fines and forfeitures	217,536	2,096,483	-	-	-	2,314,019
Interest	2,430,360	9,114	13,210	26,569	-	2,479,253
Other	54,467	-	140	-	-	54,607
Total revenues	99,575,989	2,148,232	261,859	26,569	-	102,012,649
EXPENDITURES:						
Current:						
General government	13,381,483	-	-	-	-	13,381,483
Public safety and judicial	74,016,436	1,976,646	345,781	-	-	76,338,863
Community service	825,687	-	-	-	-	825,687
Debt service:						
Principal	481,250	274	-	-	-	481,524
Interest	26,242	-	-	-	-	26,242
Capital outlay	116,448	-	10,832	-	-	127,280
Total expenditures	88,847,546	1,976,920	356,613	-	-	91,181,079
OTHER FINANCING SOURCES (USES):						
Lease & SBITA financing	82,875	-	-	-	-	82,875
Transfers in	4,932,547	-	-	-	(200,000)	4,732,547
Transfers out	(17,679,923)	(245,596)	-	-	200,000	(17,725,519)
Total other financing sources (uses)	(12,664,501)	(245,596)	-	-	-	(12,910,097)
Net change in fund balances	(1,936,058)	(74,284)	(94,754)	26,569	-	(2,078,527)
FUND BALANCE - beginning	24,338,444	248,123	754,305	2,287,320	-	27,628,192
FUND BALANCE - ending	\$ 22,402,386	\$ 173,839	\$ 659,551	\$ 2,313,889	\$ -	\$ 25,549,665

MARION COUNTY, OREGON  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS

June 30, 2023

	Special Revenue Funds														
	Non- Departmental Grants	County Clerk Records	Juvenile Grants	Public Works Grants	Tax Title Land Sales	Community Services Grants	Community Development	Community Corrections	Criminal Justice Assessment	County Schools	Child Support	Dog Services	Enhanced Public Safety ESSD	Sheriff Grants	Law Library
<b>ASSETS:</b>															
Cash and investments	\$ 14,037,538	\$ 143,757	\$ 743,301	\$ 194,514	\$ 788,713	\$ 63,455	\$ 712,369	\$ 3,646,613	\$ 522,054	\$ 251,110	\$ -	\$ 125,583	\$ 1,176,354	\$ 1,098,748	\$ 807,827
Receivables:															
Accounts	114,719	-	918,993	722,606	-	510	142,250	929	91,029	-	375,301	-	-	528,944	-
Interest	-	307	1,321	-	1,744	-	-	10,428	1,289	555	-	667	2,400	2,368	1,778
Loans	-	-	-	-	1,356,807	-	-	-	-	-	-	-	-	-	-
Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventories and prepaids	-	-	46,610	-	-	-	-	-	-	-	-	-	-	1,425	-
<b>Total assets</b>	<b>\$ 14,152,257</b>	<b>\$ 144,064</b>	<b>\$ 1,710,225</b>	<b>\$ 917,120</b>	<b>\$ 2,147,264</b>	<b>\$ 63,965</b>	<b>\$ 854,619</b>	<b>\$ 3,657,970</b>	<b>\$ 614,372</b>	<b>\$ 251,665</b>	<b>\$ 375,301</b>	<b>\$ 126,250</b>	<b>\$ 1,178,754</b>	<b>\$ 1,631,485</b>	<b>\$ 809,605</b>
<b>LIABILITIES:</b>															
Accounts payable	\$ 65,400	\$ 2,286	\$ 91,666	\$ 414,070	\$ 42	\$ 1,033	\$ 27,058	\$ 238,367	\$ 32,620	\$ -	\$ 301,568	\$ 28,294	\$ 1,254	\$ 31,000	\$ 3,109
Payroll related liabilities	-	5,456	101,150	-	-	-	9,229	378,122	-	-	73,733	42,561	61,093	102,980	6,302
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	503,050	-	-	221,639	-	-	-	4,998	-	-	-	-
<b>Total liabilities</b>	<b>65,400</b>	<b>7,742</b>	<b>192,816</b>	<b>917,120</b>	<b>42</b>	<b>1,033</b>	<b>257,926</b>	<b>616,489</b>	<b>32,620</b>	<b>-</b>	<b>375,301</b>	<b>75,853</b>	<b>62,347</b>	<b>133,980</b>	<b>9,411</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>															
Unavailable revenue	-	-	-	-	1,356,807	-	-	-	-	-	-	-	-	-	-
<b>FUND BALANCES:</b>															
Nonspendable	-	-	46,610	-	-	-	-	-	-	-	-	-	-	1,425	-
Restricted	14,086,857	136,322	9,028	-	790,415	61,282	596,693	366,480	581,752	251,665	-	12,568	1,116,407	88,416	800,194
Committed	-	-	-	-	-	-	-	-	-	-	-	-	-	73,737	-
Assigned	-	-	1,461,771	-	-	1,650	-	2,675,001	-	-	-	37,829	-	1,333,927	-
<b>Total fund balances</b>	<b>14,086,857</b>	<b>136,322</b>	<b>1,517,409</b>	<b>-</b>	<b>790,415</b>	<b>62,932</b>	<b>596,693</b>	<b>3,041,481</b>	<b>581,752</b>	<b>251,665</b>	<b>-</b>	<b>50,397</b>	<b>1,116,407</b>	<b>1,497,505</b>	<b>800,194</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 14,152,257</b>	<b>\$ 144,064</b>	<b>\$ 1,710,225</b>	<b>\$ 917,120</b>	<b>\$ 2,147,264</b>	<b>\$ 63,965</b>	<b>\$ 854,619</b>	<b>\$ 3,657,970</b>	<b>\$ 614,372</b>	<b>\$ 251,665</b>	<b>\$ 375,301</b>	<b>\$ 126,250</b>	<b>\$ 1,178,754</b>	<b>\$ 1,631,485</b>	<b>\$ 809,605</b>

(Continued on following page)

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

June 30, 2023

	County Fair	District Attorney Grants	Land Use Planning	Parks	Surveyor	Building Inspection	MCE4H Svc Dist	Debt Service Fund	Capital Projects Funds			Total Nonmajor Governmental Funds
									Capital Building & Equipment	Facility Renovation	Capital Improvement Projects	
<b>ASSETS:</b>												
Cash and investments	\$ 766,706	\$ -	\$ 22,575	\$ 1,126,432	\$ 3,463,087	\$ 7,006,761	\$ 1,981,422	\$ 7,535,285	\$ 137,248	\$ 15,873,434	\$ 13,021,292	\$ 75,246,178
<b>Receivables:</b>												
Accounts	-	987,910	-	319,644	1,925	169,604	-	380	-	2,500	240,461	4,617,705
Interest	1,461	-	387	2,396	7,515	15,647	4,577	7,079	304	18,854	18,837	99,914
Loans	-	-	-	-	-	-	-	-	-	-	-	1,356,807
Taxes	-	-	-	-	-	-	45,897	-	-	-	-	45,897
Inventories and prepaids	-	-	-	-	-	-	-	-	-	-	48,150	96,185
<b>Total assets</b>	<b>\$ 768,167</b>	<b>\$ 987,910</b>	<b>\$ 22,962</b>	<b>\$ 1,448,472</b>	<b>\$ 3,472,527</b>	<b>\$ 7,192,012</b>	<b>\$ 2,031,896</b>	<b>\$ 7,542,744</b>	<b>\$ 137,552</b>	<b>\$ 15,894,788</b>	<b>\$ 13,328,740</b>	<b>\$ 81,462,686</b>
<b>LIABILITIES:</b>												
Accounts payable	\$ 705	\$ 423,167	\$ 6,903	\$ 202,672	\$ 36,673	\$ 98,058	\$ 205,067	\$ 2,949,263	\$ -	\$ 464,707	\$ 797,536	\$ 6,422,518
Payroll related liabilities	1,273	40,594	22,825	21,339	22,968	129,986	-	-	-	-	-	1,019,611
Deposits	-	-	-	-	288,678	-	-	-	-	-	-	288,678
Unearned revenue	-	223,765	-	-	-	-	-	-	-	-	-	953,452
<b>Total liabilities</b>	<b>1,978</b>	<b>687,526</b>	<b>29,728</b>	<b>224,011</b>	<b>348,319</b>	<b>228,044</b>	<b>205,067</b>	<b>2,949,263</b>	<b>-</b>	<b>464,707</b>	<b>797,536</b>	<b>8,684,259</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>												
Unavailable revenue	-	-	-	-	-	-	38,587	-	-	-	-	1,395,394
<b>FUND BALANCES:</b>												
Nonspendable	-	-	-	-	-	-	-	-	-	-	48,150	96,185
Restricted	-	15,742	-	-	3,092,664	-	1,788,242	-	-	-	-	23,794,727
Committed	-	-	-	159,878	-	-	-	-	137,552	-	-	371,167
Assigned	766,189	284,642	(6,766)	1,064,583	31,544	6,963,968	-	4,593,481	-	15,430,081	12,483,054	47,120,954
<b>Total fund balances</b>	<b>766,189</b>	<b>300,384</b>	<b>(6,766)</b>	<b>1,224,461</b>	<b>3,124,208</b>	<b>6,963,968</b>	<b>1,788,242</b>	<b>4,593,481</b>	<b>137,552</b>	<b>15,430,081</b>	<b>12,531,204</b>	<b>71,383,033</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 768,167</b>	<b>\$ 987,910</b>	<b>\$ 22,962</b>	<b>\$ 1,448,472</b>	<b>\$ 3,472,527</b>	<b>\$ 7,192,012</b>	<b>\$ 2,031,896</b>	<b>\$ 7,542,744</b>	<b>\$ 137,552</b>	<b>\$ 15,894,788</b>	<b>\$ 13,328,740</b>	<b>\$ 81,462,686</b>



MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Special Revenue Funds														
	Non- Departmental Grants	County Clerk Records	Juvenile Grants	Public Works Grants	Tax Title Land Sales	Community Services Grants	Community Development	Community Corrections	Criminal Justice Assessment	County Schools	Child Support	Dog Services	Enhanced Public Safety ESSD	Sheriff Grants	Law Library
REVENUES:															
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-	-	-	222,588	-	37,770	-	-
Intergovernmental	15,124,731	-	1,832,702	2,090,607	-	2,130,608	1,227,153	16,726,370	-	439,630	1,449,953	-	1,308,404	10,000	-
Charges for services	-	96,261	837,853	214,501	1,122	-	-	14,897	-	-	27,932	106,350	1,663,758	1,707,185	318,023
Fines and forfeitures	-	-	-	-	-	-	-	-	940,915	-	15,349	-	-	-	-
Investment earnings (losses)	7,144	3,710	4,327	-	112,838	21,437	(12,512)	96,644	9,341	11,876	-	(485)	24,052	28,574	9,385
Other	-	-	8,168	-	168,237	21,313	-	-	-	-	-	25,263	-	45,736	1
Total revenues	15,131,875	99,971	2,683,050	2,305,108	282,197	2,173,358	1,214,641	16,837,911	950,256	451,506	1,477,885	369,065	1,687,810	3,127,669	337,409
EXPENDITURES:															
Current:															
General government	-	155,571	-	-	46,774	-	-	-	-	-	-	-	-	-	-
Health and social services	-	-	-	-	-	-	-	-	-	1,976,596	-	-	-	-	-
Public safety and judicial	-	-	2,676,768	-	-	-	-	12,817,187	360,770	-	1,548,796	1,914,888	3,296,416	285,762	-
Community service	4,788,039	-	-	-	-	2,172,294	1,207,666	-	-	-	-	-	-	-	-
Roads and bridges	-	-	-	982,664	-	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	685,642	-	-	-	-	-
Debt service:															
Principal	-	-	-	-	53	-	19,675	28,052	-	-	3,148	380	14	547	457
Interest	-	-	-	-	-	-	242	1,863	-	-	91	4	-	-	14
Capital outlay	-	-	-	1,322,444	-	-	-	-	-	-	-	-	-	196,044	-
Total expenditures	4,788,039	155,571	2,676,768	2,305,108	46,827	2,172,294	1,227,583	12,847,102	360,770	685,642	1,979,835	1,549,180	1,914,902	3,493,007	286,233
OTHER FINANCING SOURCES (USES):															
Transfers in	1,903,125	-	195,661	-	-	3,000	-	269,606	-	-	501,950	1,175,724	-	266,253	-
Transfers out	(220,657)	-	(4,000)	-	(84,450)	-	-	(4,670,424)	(576,600)	-	-	-	-	(134,783)	-
Total other financing sources (uses)	1,682,468	-	191,661	-	(84,450)	3,000	-	(4,400,818)	(576,600)	-	501,950	1,175,724	-	131,470	-
Net change in fund balances	12,026,304	(55,600)	197,943	-	150,920	4,064	(12,942)	(410,009)	12,886	(234,136)	-	(4,391)	(227,092)	(233,868)	51,176
FUND BALANCE - beginning	2,060,553	191,922	1,319,466	-	639,495	58,868	609,635	3,451,490	568,866	485,801	-	54,788	1,343,499	1,731,373	749,018
FUND BALANCE - ending	\$ 14,086,857	\$ 136,322	\$ 1,517,409	\$ -	\$ 790,415	\$ 62,932	\$ 596,693	\$ 3,041,481	\$ 581,752	\$ 251,665	\$ -	\$ 50,397	\$ 1,116,407	\$ 1,497,505	\$ 800,194

(Continued on following page)

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	County Fair	District Attorney Grants	Land Use Planning	Parks	Surveyor	Building Inspection	MCE4H Svc Dist	Debt Service Fund	Capital Projects Funds			Total Nonmajor Governmental Funds
									Capital Building & Equipment	Facility Renovation	Capital Improvement Projects	
<b>REVENUES:</b>												
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,433,550	\$ -	\$ -	\$ -	\$ -	\$ 1,433,550
Licenses and permits	-	-	-	-	-	4,230,171	-	-	-	-	-	4,490,529
Intergovernmental	53,167	789,549	367	476,377	-	261,584	1,690	-	-	2,500	113,559	44,038,951
Charges for services	376,285	180,144	317,201	60,526	610,859	18,791	-	6,054,934	-	-	1,200,220	13,806,842
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	956,264
Investment earnings (losses)	4,118	-	3,764	14,343	37,426	60,603	16,463	(51,510)	1,578	689,952	23,342	1,116,410
Other	43,105	23,750	-	742,628	-	-	-	381	-	-	-	1,078,582
<b>Total revenues</b>	<b>476,675</b>	<b>993,443</b>	<b>321,332</b>	<b>1,293,874</b>	<b>648,285</b>	<b>4,571,149</b>	<b>1,451,703</b>	<b>6,003,805</b>	<b>1,578</b>	<b>692,452</b>	<b>1,337,121</b>	<b>66,921,128</b>
<b>EXPENDITURES:</b>												
<b>Current:</b>												
General government	-	-	-	-	-	-	-	-	-	-	-	202,345
Health and social services	-	-	-	-	-	-	-	-	-	-	-	1,976,596
Public safety and judicial	-	1,143,707	-	-	-	-	-	-	-	-	-	24,044,294
Community service	323,908	-	993,185	1,057,224	-	3,798,543	1,080,206	-	-	-	-	15,421,065
Roads and bridges	-	-	-	-	755,639	-	-	-	-	-	-	1,738,303
Education	-	-	-	-	-	-	-	-	-	-	-	685,642
<b>Debt service:</b>												
Principal	39,453	-	-	-	-	-	93,562	8,101,289	-	-	-	8,286,630
Interest	2,436	-	-	-	-	-	1,656	2,740,634	-	-	-	2,746,940
Capital outlay	-	-	-	502,743	-	-	-	-	-	14,849,191	5,057,035	21,927,457
<b>Total expenditures</b>	<b>365,797</b>	<b>1,143,707</b>	<b>993,185</b>	<b>1,559,967</b>	<b>755,639</b>	<b>3,798,543</b>	<b>1,175,424</b>	<b>10,841,923</b>	<b>-</b>	<b>14,849,191</b>	<b>5,057,035</b>	<b>77,029,272</b>
<b>OTHER FINANCING SOURCES (USES):</b>												
Transfers in	70,000	99,533	673,354	265,062	140,342	-	-	5,389,388	-	7,386,993	4,565,915	22,905,906
Transfers out	-	-	-	(15,000)	-	-	-	-	-	-	-	(5,705,914)
<b>Total other financing sources (uses)</b>	<b>70,000</b>	<b>99,533</b>	<b>673,354</b>	<b>250,062</b>	<b>140,342</b>	<b>-</b>	<b>-</b>	<b>5,389,388</b>	<b>-</b>	<b>7,386,993</b>	<b>4,565,915</b>	<b>17,199,992</b>
<b>Net change in fund balances</b>	<b>180,878</b>	<b>(50,731)</b>	<b>1,501</b>	<b>(16,031)</b>	<b>32,988</b>	<b>772,606</b>	<b>276,279</b>	<b>551,270</b>	<b>1,578</b>	<b>(6,769,746)</b>	<b>846,001</b>	<b>7,091,848</b>
<b>FUND BALANCE - beginning</b>	<b>585,311</b>	<b>351,115</b>	<b>(8,267)</b>	<b>1,240,492</b>	<b>3,091,220</b>	<b>6,191,362</b>	<b>1,511,963</b>	<b>4,042,211</b>	<b>135,974</b>	<b>22,199,827</b>	<b>11,685,203</b>	<b>64,291,185</b>
<b>FUND BALANCE - ending</b>	<b>\$ 766,189</b>	<b>\$ 300,384</b>	<b>\$ (6,766)</b>	<b>\$ 1,224,461</b>	<b>\$ 3,124,208</b>	<b>\$ 6,963,968</b>	<b>\$ 1,788,242</b>	<b>\$ 4,593,481</b>	<b>\$ 137,552</b>	<b>\$ 15,430,081</b>	<b>\$ 12,531,204</b>	<b>\$ 71,383,033</b>

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 92,448	\$ 42,390	\$ (50,058)
Charges for services	-	245	245
Fines and forfeitures	2,162,761	2,096,483	(66,278)
Interest	1,753	6,659	4,906
	<u>2,256,962</u>	<u>2,145,777</u>	<u>(111,185)</u>
Total revenues			
EXPENDITURES:			
Sheriff's Office	2,261,843	1,976,925	284,918
Contingency	17,488	-	17,488
	<u>2,279,331</u>	<u>1,976,925</u>	<u>302,406</u>
Total expenditures			
OTHER FINANCING SOURCES (USES):			
Transfers out	(245,596)	(245,596)	-
	<u>(245,596)</u>	<u>(245,596)</u>	<u>-</u>
Net change in fund balance	(267,965)	(76,744)	191,221
FUND BALANCE - beginning	267,965	267,960	(5)
	<u>267,965</u>	<u>267,960</u>	<u>(5)</u>
FUND BALANCE - ending, budgetary basis	\$ -	191,221	\$ 191,216
	<u>\$ -</u>	<u>191,221</u>	<u>\$ 191,216</u>
Unrealized gain (loss) on investments		(17,382)	
Combined with General Fund		<u>(173,839)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ -</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 221,660	\$ 248,509	\$ 26,849
Interest	5,271	10,688	5,417
Other	-	140	140
	<hr/>	<hr/>	<hr/>
Total revenues	226,931	259,337	32,406
	<hr/>	<hr/>	<hr/>
EXPENDITURES:			
Sheriff's Office	376,987	356,613	20,374
Contingency	100,961	-	100,961
	<hr/>	<hr/>	<hr/>
Total expenditures	477,948	356,613	121,335
	<hr/>	<hr/>	<hr/>
Net change in fund balance	(251,017)	(97,276)	153,741
FUND BALANCE - beginning	782,680	782,681	1
	<hr/>	<hr/>	<hr/>
FUND BALANCE - ending, budgetary basis	\$ 531,663	685,405	\$ 153,742
	<hr/>	<hr/>	<hr/>
Unrealized gain (loss) on investments		(25,854)	
Combined with General Fund		(659,551)	
		<hr/>	
FUND BALANCE - ending, GAAP basis		\$ -	
		<hr/>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Interest	\$ 9,800	\$ 34,245	\$ 24,445
EXPENDITURES:			
Non-Departmental:			
Reserves	<u>2,378,594</u>	<u>-</u>	<u>2,378,594</u>
Net change in fund balance	(2,368,794)	34,245	2,403,039
FUND BALANCE - beginning	<u>2,368,794</u>	<u>2,368,794</u>	<u>-</u>
FUND BALANCE - ending, budgetary basis	<u>\$ -</u>	2,403,039	<u>\$ 2,403,039</u>
Unrealized gain (loss) on investments Combined with General Fund		(89,150) <u>(2,313,889)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ -</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 18,167,701	\$ 15,124,731	\$ (3,042,970)
Interest	8,000	7,144	(856)
Total revenues	<u>18,175,701</u>	<u>15,131,875</u>	<u>(3,043,826)</u>
EXPENDITURES:			
Non-Departmental:			
Materials and services	11,949,766	4,788,039	7,161,727
Contingency	59,050	-	59,050
Total expenditures	<u>12,008,816</u>	<u>4,788,039</u>	<u>7,220,777</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	1,923,276	1,903,125	(20,151)
Transfers out	(236,442)	(220,657)	15,785
Total other financing sources (uses)	<u>1,686,834</u>	<u>1,682,468</u>	<u>(4,366)</u>
Net change in fund balance	7,853,719	12,026,304	4,172,585
FUND BALANCE - beginning	<u>558,322</u>	<u>2,060,553</u>	<u>1,502,231</u>
FUND BALANCE - ending	<u>\$ 8,412,041</u>	<u>\$ 14,086,857</u>	<u>\$ 5,674,816</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 204,554	\$ 96,261	\$ (108,293)
Interest	1,000	2,206	1,206
Total revenues	<u>205,554</u>	<u>98,467</u>	<u>(107,087)</u>
EXPENDITURES:			
Clerk's Office	316,733	155,571	161,162
Contingency	40,434	-	40,434
Total expenditures	<u>357,167</u>	<u>155,571</u>	<u>201,596</u>
Net change in fund balance	(151,613)	(57,104)	94,509
FUND BALANCE - beginning	<u>198,784</u>	<u>198,784</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 47,171</u>	141,680	<u>\$ 94,509</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(5,358)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 136,322</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,916,073	\$ 1,832,702	\$ (83,371)
Charges for services	648,996	837,853	188,857
Interest	4,500	8,496	3,996
Other	8,000	8,168	168
	<u>2,577,569</u>	<u>2,687,219</u>	<u>109,650</u>
Total revenues			
EXPENDITURES:			
Juvenile Department	3,130,339	2,676,768	453,571
Contingency	410,814	-	410,814
	<u>3,541,153</u>	<u>2,676,768</u>	<u>864,385</u>
Total expenditures			
OTHER FINANCING SOURCES (USES):			
Transfers in	195,662	195,661	(1)
Transfers out	(4,000)	(4,000)	-
	<u>191,662</u>	<u>191,661</u>	<u>(1)</u>
Total other financing sources (uses)			
Net change in fund balance	(771,922)	202,112	974,034
FUND BALANCE - beginning	<u>1,338,371</u>	<u>1,338,366</u>	<u>(5)</u>
FUND BALANCE - ending	<u>\$ 566,449</u>	1,540,478	<u>\$ 974,029</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(23,069)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 1,517,409</u>	



MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 10,501,477	\$ 2,090,607	\$ (8,410,870)
Charges for services	-	214,501	214,501
	<u>10,501,477</u>	<u>2,305,108</u>	<u>(8,196,369)</u>
Total revenues			
EXPENDITURES:			
Public Works Department	<u>10,501,477</u>	<u>2,305,108</u>	<u>8,196,369</u>
Net change in fund balance	-	-	-
FUND BALANCE - beginning	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Charges for services	\$ 400,000	\$ 1,122	\$ (398,878)
Interest	79,256	120,505	41,249
Other	122,598	168,237	45,639
	<u>601,854</u>	<u>289,864</u>	<u>(311,990)</u>
<b>EXPENDITURES:</b>			
Non-Departmental:			
Materials and services	141,277	46,827	94,450
Special payments	791,448	-	791,448
Contingency	50,000	-	50,000
	<u>982,725</u>	<u>46,827</u>	<u>935,898</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers out	(84,450)	(84,450)	-
	<u>(84,450)</u>	<u>(84,450)</u>	<u>-</u>
Net change in fund balance	(465,321)	158,587	623,908
FUND BALANCE - beginning	662,276	662,274	(2)
	<u>662,276</u>	<u>662,274</u>	<u>(2)</u>
FUND BALANCE - ending	\$ 196,955	820,861	\$ 623,906
	<u>\$ 196,955</u>	<u>820,861</u>	<u>\$ 623,906</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		(30,446)	
		<u>(30,446)</u>	
FUND BALANCE - ending, GAAP basis		\$ 790,415	
		<u>\$ 790,415</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 7,000,000	\$ 2,130,608	\$ (4,869,392)
Interest	-	17,376	17,376
Other	21,500	21,313	(187)
	<u>7,021,500</u>	<u>2,169,297</u>	<u>(4,852,203)</u>
Total revenues			
EXPENDITURES:			
Community Services Department	<u>7,075,368</u>	<u>2,172,294</u>	<u>4,903,074</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Net change in fund balance	(60,868)	3	60,871
FUND BALANCE - beginning	<u>60,868</u>	<u>60,869</u>	<u>1</u>
FUND BALANCE - ending	<u>\$ -</u>	60,872	<u>\$ 60,872</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>2,060</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 62,932</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 7,590,220	\$ 1,227,153	\$ (6,363,067)
Interest	-	15,278	15,278
Total revenues	<u>7,590,220</u>	<u>1,242,431</u>	<u>(6,347,789)</u>
EXPENDITURES:			
Community Services Department	6,761,615	1,227,583	5,534,032
Contingency	<u>364,357</u>	-	<u>364,357</u>
Total expenditures	<u>7,125,972</u>	<u>1,227,583</u>	<u>5,898,389</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>(105,000)</u>	-	<u>105,000</u>
Net change in fund balance	359,248	14,848	(344,400)
FUND BALANCE - beginning	<u>609,719</u>	<u>609,635</u>	<u>(84)</u>
FUND BALANCE - ending	<u>\$ 968,967</u>	624,483	<u>\$ (344,484)</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(27,790)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 596,693</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 16,815,198	\$ 16,726,370	\$ (88,828)
Charges for services	81,034	14,897	(66,137)
Interest	22,028	105,484	83,456
Total revenues	<u>16,918,260</u>	<u>16,846,751</u>	<u>(71,509)</u>
EXPENDITURES:			
Sheriff's Office	14,218,013	12,847,102	1,370,911
Contingency	1,924,343	-	1,924,343
Total expenditures	<u>16,142,356</u>	<u>12,847,102</u>	<u>3,295,254</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	269,606	269,606	-
Transfers out	(4,670,424)	(4,670,424)	-
Total other financing sources (uses)	<u>(4,400,818)</u>	<u>(4,400,818)</u>	<u>-</u>
Net change in fund balance	(3,624,914)	(401,169)	3,223,745
FUND BALANCE - beginning	<u>3,624,914</u>	<u>3,624,742</u>	<u>(172)</u>
FUND BALANCE - ending	<u>\$ -</u>	3,223,573	<u>\$ 3,223,573</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(182,092)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 3,041,481</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Fines and forfeitures	\$ 857,793	\$ 940,915	\$ 83,122
Interest	3,517	9,009	5,492
Total revenues	<u>861,310</u>	<u>949,924</u>	<u>88,614</u>
<b>EXPENDITURES:</b>			
Non-Departmental:			
Materials and services	367,981	360,770	7,211
Contingency	112,918	-	112,918
Total expenditures	<u>480,899</u>	<u>360,770</u>	<u>120,129</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers out	<u>(576,600)</u>	<u>(576,600)</u>	<u>-</u>
Net change in fund balance	(196,189)	12,554	208,743
FUND BALANCE - beginning	<u>588,569</u>	<u>591,709</u>	<u>3,140</u>
FUND BALANCE - ending	<u>\$ 392,380</u>	604,263	<u>\$ 211,883</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(22,511)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 581,752</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,355,820	\$ 439,630	\$ (916,190)
Interest	7,399	5,796	(1,603)
Total revenues	<u>1,363,219</u>	<u>445,426</u>	<u>(917,793)</u>
EXPENDITURES:			
Non-Departmental:			
Special payments	<u>1,864,795</u>	<u>685,642</u>	<u>1,179,153</u>
Net change in fund balance	(501,576)	(240,216)	261,360
FUND BALANCE - beginning	<u>501,576</u>	<u>501,577</u>	<u>1</u>
FUND BALANCE - ending	<u>\$ -</u>	261,361	<u>\$ 261,361</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(9,696)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 251,665</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,658,865	\$ 1,449,953	\$ (208,912)
Charges for services	26,083	27,932	1,849
Total revenues	<u>1,684,948</u>	<u>1,477,885</u>	<u>(207,063)</u>
EXPENDITURES:			
District Attorney's Office	<u>2,208,109</u>	<u>1,979,835</u>	<u>228,274</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>523,161</u>	<u>501,950</u>	<u>(21,211)</u>
Net change in fund balance	-	-	-
FUND BALANCE - beginning	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Licenses and permits	\$ 255,000	\$ 222,588	\$ (32,412)
Charges for services	120,665	106,350	(14,315)
Fines and forfeitures	9,000	15,349	6,349
Interest	900	3,385	2,485
Other	<u>10,900</u>	<u>25,263</u>	<u>14,363</u>
Total revenues	<u>396,465</u>	<u>372,935</u>	<u>(23,530)</u>
EXPENDITURES:			
Community Services Department	<u>1,835,250</u>	<u>1,549,180</u>	<u>286,070</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>1,376,213</u>	<u>1,175,724</u>	<u>(200,489)</u>
Net change in fund balance	(62,572)	(521)	62,051
FUND BALANCE - beginning	<u>62,572</u>	<u>62,570</u>	<u>(2)</u>
FUND BALANCE - ending	<u>\$ -</u>	62,049	<u>\$ 62,049</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(11,652)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 50,397</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 1,601,767	\$ 1,663,758	\$ 61,991
Interest	9,126	17,947	8,821
Total revenues	<u>1,610,893</u>	<u>1,681,705</u>	<u>70,812</u>
EXPENDITURES:			
Sheriff's Office	1,975,572	1,914,902	60,670
Contingency	<u>327,952</u>	-	<u>327,952</u>
Total expenditures	<u>2,303,524</u>	<u>1,914,902</u>	<u>388,622</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>(11,368)</u>	-	<u>11,368</u>
Net change in fund balance	(703,999)	(233,197)	470,802
FUND BALANCE - beginning	<u>1,391,514</u>	<u>1,391,515</u>	<u>1</u>
FUND BALANCE - ending	<u>\$ 687,515</u>	1,158,318	<u>\$ 470,803</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(41,911)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 1,116,407</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Licenses and permits	\$ 42,600	\$ 37,770	\$ (4,830)
Intergovernmental	2,092,848	1,308,404	(784,444)
Charges for services	1,829,779	1,707,185	(122,594)
Interest	6,025	20,219	14,194
Other	38,628	45,736	7,108
Total revenues	<u>4,009,880</u>	<u>3,119,314</u>	<u>(890,566)</u>
EXPENDITURES:			
Sheriff's Office	4,170,630	3,493,007	677,623
Contingency	439,720	-	439,720
Total expenditures	<u>4,610,350</u>	<u>3,493,007</u>	<u>1,117,343</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	282,038	266,253	(15,785)
Transfers out	(145,397)	(134,783)	10,614
Total other financing sources (uses)	<u>136,641</u>	<u>131,470</u>	<u>(5,171)</u>
Net change in fund balance	(463,829)	(242,223)	221,606
FUND BALANCE - beginning	<u>1,781,074</u>	<u>1,781,075</u>	<u>1</u>
FUND BALANCE - ending	<u>\$ 1,317,245</u>	1,538,852	<u>\$ 221,607</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(41,347)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 1,497,505</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 10,000	\$ 10,000	\$ -
Charges for services	317,772	318,023	251
Interest	3,500	13,532	10,032
Other	-	1	1
	<u>331,272</u>	<u>341,556</u>	<u>10,284</u>
Total revenues			
EXPENDITURES:			
Legal Department	333,469	286,233	47,236
Contingency	50,601	-	50,601
	<u>384,070</u>	<u>286,233</u>	<u>97,837</u>
Total expenditures			
Net change in fund balance	(52,798)	55,323	108,121
FUND BALANCE - beginning	<u>775,921</u>	<u>775,918</u>	<u>(3)</u>
FUND BALANCE - ending	<u>\$ 723,123</u>	831,241	<u>\$ 108,118</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(31,047)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 800,194</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Intergovernmental	\$ 52,270	\$ 53,167	\$ 897
Charges for services	255,665	376,285	120,620
Interest	1,500	9,352	7,852
Other	39,800	43,105	3,305
	<u>349,235</u>	<u>481,909</u>	<u>132,674</u>
<b>EXPENDITURES:</b>			
Community Services Department	605,240	365,797	239,443
Contingency	95,000	-	95,000
	<u>700,240</u>	<u>365,797</u>	<u>334,443</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	70,000	70,000	-
Net change in fund balance	(281,005)	186,112	467,117
FUND BALANCE - beginning	605,728	605,590	(138)
FUND BALANCE - ending	<u>\$ 324,723</u>	791,702	<u>\$ 466,979</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(25,513)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 766,189</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 973,241	\$ 789,549	\$ (183,692)
Charges for services	218,243	180,144	(38,099)
Other	20,000	23,750	3,750
Total revenues	<u>1,211,484</u>	<u>993,443</u>	<u>(218,041)</u>
EXPENDITURES:			
District Attorney's Office	1,547,912	1,143,707	404,205
Contingency	124,822	-	124,822
Total expenditures	<u>1,672,734</u>	<u>1,143,707</u>	<u>529,027</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	110,128	99,533	(10,595)
Net change in fund balance	(351,122)	(50,731)	300,391
FUND BALANCE - beginning	<u>351,122</u>	<u>351,115</u>	<u>(7)</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>\$ 300,384</u>	<u>\$ 300,384</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 367	\$ 367
Charges for services	295,540	317,201	21,661
Interest	450	2,263	1,813
Other	-	-	-
	<u>295,990</u>	<u>319,831</u>	<u>23,841</u>
Total revenues			
EXPENDITURES:			
Public Works Department	<u>1,136,188</u>	<u>993,185</u>	<u>143,003</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>840,198</u>	<u>673,354</u>	<u>(166,844)</u>
Net change in fund balance	-	-	-
FUND BALANCE - beginning	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(6,766)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ (6,766)</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Intergovernmental	\$ 977,377	\$ 476,377	\$ (501,000)
Charges for services	319,750	60,526	(259,224)
Interest	3,500	20,015	16,515
Other	-	742,628	742,628
	<u>1,300,627</u>	<u>1,299,546</u>	<u>(1,081)</u>
<b>EXPENDITURES:</b>			
Public Works Department	2,006,053	1,559,967	446,086
Contingency	223,714	-	223,714
	<u>2,229,767</u>	<u>1,559,967</u>	<u>669,800</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	278,588	265,062	(13,526)
Transfers out	(15,000)	(15,000)	-
	<u>263,588</u>	<u>250,062</u>	<u>(13,526)</u>
Net change in fund balance	(665,552)	(10,359)	655,193
FUND BALANCE - beginning	<u>1,276,664</u>	<u>1,276,663</u>	<u>(1)</u>
FUND BALANCE - ending	<u>\$ 611,112</u>	1,266,304	<u>\$ 655,192</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(41,843)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 1,224,461</u>	



MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ -	\$ -
Charges for services	1,150,061	610,859	(539,202)
Interest	13,200	50,263	37,063
Total revenues	<u>1,163,261</u>	<u>661,122</u>	<u>(502,139)</u>
EXPENDITURES:			
Public Works Department	1,143,838	755,639	388,199
Contingency	470,000	-	470,000
Total expenditures	<u>1,613,838</u>	<u>755,639</u>	<u>858,199</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	140,342	140,342	-
Net change in fund balance	(310,235)	45,825	356,060
FUND BALANCE - beginning	<u>3,209,611</u>	<u>3,209,610</u>	<u>(1)</u>
FUND BALANCE - ending	<u>\$ 2,899,376</u>	3,255,435	<u>\$ 356,059</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(131,227)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 3,124,208</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Licenses and permits	\$ 3,700,000	\$ 4,230,171	\$ 530,171
Intergovernmental	-	261,584	261,584
Charges for services	3,500	18,791	15,291
Interest	24,000	100,563	76,563
<b>Total revenues</b>	<b>3,727,500</b>	<b>4,611,109</b>	<b>883,609</b>
<b>EXPENDITURES:</b>			
Public Works Department	4,375,738	3,798,544	577,194
Contingency	800,000	-	800,000
<b>Total expenditures</b>	<b>5,175,738</b>	<b>3,798,544</b>	<b>1,377,194</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	100,000	-	(100,000)
Net change in fund balance	(1,348,238)	812,565	2,160,803
FUND BALANCE - beginning	6,424,631	6,424,631	-
FUND BALANCE - ending	<u>\$ 5,076,393</u>	7,237,196	<u>\$ 2,160,803</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(273,228)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 6,963,968</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Taxes	\$ 1,484,227	\$ 1,433,550	\$ (50,677)
Intergovernmental	10,000	1,690	(8,310)
Interest	6,700	31,955	25,255
	<u>1,500,927</u>	<u>1,467,195</u>	<u>(33,732)</u>
Total revenues			
EXPENDITURES:			
Marion County Extension & 4H Service District	1,627,528	1,175,424	452,104
Contingency	136,875	-	136,875
	<u>1,764,403</u>	<u>1,175,424</u>	<u>588,979</u>
Total expenditures			
Net change in fund balance	(263,476)	291,771	555,247
FUND BALANCE - beginning	<u>1,428,476</u>	<u>1,576,398</u>	<u>147,922</u>
FUND BALANCE - ending	<u>\$ 1,165,000</u>	1,868,169	<u>\$ 703,169</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(79,927)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 1,788,242</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Charges for services	\$ 5,945,210	\$ 6,054,934	\$ 109,724
Interest	17,500	67,103	49,603
Other	-	381	381
	<u>5,962,710</u>	<u>6,122,418</u>	<u>159,708</u>
<b>EXPENDITURES:</b>			
Non-Departmental:			
Debt service - principal	8,309,022	8,101,289	207,733
Debt service - interest	2,575,179	2,740,634	(165,455)
	<u>10,884,201</u>	<u>10,841,923</u>	<u>42,278</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	5,432,105	5,389,388	(42,717)
Net change in fund balance	510,614	669,883	159,269
FUND BALANCE - beginning	4,047,203	4,047,204	1
FUND BALANCE - ending	<u>\$ 4,557,817</u>	4,717,087	<u>\$ 159,270</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(123,606)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 4,593,481</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Interest	\$ 985	\$ 2,035	\$ 1,050
EXPENDITURES:			
Non-Departmental:			
Reserves	<u>141,729</u>	<u>-</u>	<u>141,729</u>
Net change in fund balance	(140,744)	2,035	142,779
FUND BALANCE - beginning	<u>140,744</u>	<u>140,817</u>	<u>73</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>142,852</u>	<u>\$ 142,852</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(5,300)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 137,552</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ -	\$ 2,500	\$ 2,500
Interest	<u>70,000</u>	<u>233,663</u>	<u>163,663</u>
Total revenues	<u>70,000</u>	<u>236,163</u>	<u>166,163</u>
EXPENDITURES:			
Non-Departmental:			
Capital outlay	25,065,632	14,849,191	10,216,441
Contingency	659,009	-	659,009
Reserves	<u>4,717,704</u>	<u>-</u>	<u>4,717,704</u>
Total expenditures	<u>30,442,345</u>	<u>14,849,191</u>	<u>15,593,154</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>7,386,993</u>	<u>7,386,993</u>	<u>-</u>
Net change in fund balance	(22,985,352)	(7,226,035)	15,759,317
FUND BALANCE - beginning	<u>22,985,352</u>	<u>22,985,353</u>	<u>1</u>
FUND BALANCE - ending	<u>\$ -</u>	15,759,318	<u>\$ 15,759,318</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(329,237)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 15,430,081</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	402,637	113,559	(289,078)
Charges for services	\$ 1,184,211	\$ 1,200,220	\$ 16,009
Interest	63,177	144,723	81,546
Total revenues	<u>1,650,025</u>	<u>1,458,502</u>	<u>(191,523)</u>
EXPENDITURES:			
Non-Departmental:			
Capital outlay	13,058,940	5,057,035	8,001,905
Contingency	698,190	-	698,190
Reserves	5,143,297	-	5,143,297
Total expenditures	<u>18,900,427</u>	<u>5,057,035</u>	<u>13,843,392</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	5,357,648	4,565,915	(791,733)
Net change in fund balance	(11,892,754)	967,382	12,860,136
FUND BALANCE - beginning	<u>11,892,754</u>	<u>11,892,754</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>12,860,136</u>	<u>\$ 12,860,136</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>(328,932)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 12,531,204</u>	

*(This page intentionally left blank.)*



## ENTERPRISE FUNDS

### Major Funds

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

### Nonmajor Funds

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

MARION COUNTY, OREGON

COMBINING STATEMENT OF NET POSITION  
NONMAJOR ENTERPRISE FUNDS

June 30, 2023

	Sewer and Lighting Service Districts						Totals
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange	Illaha Hills	
<b>ASSETS</b>							
Current assets:							
Cash and investments	\$ 1,251,908	\$ 200,288	\$ 646,480	\$ 80,661	\$ 111,590	\$ 17,109	\$ 2,308,036
Receivables:							
Accounts	4,295	129,321	230,987	8,876	119,106	-	492,585
Assessments	-	809	86,376	-	1,580	-	88,765
Interest	2,767	538	1,596	180	256	38	5,375
Total current assets	1,258,970	330,956	965,439	89,717	232,532	17,147	2,894,761
Noncurrent assets:							
Other post employment benefits asset	8,512	-	-	-	-	-	8,512
Capital assets:							
Land	-	140,335	87,014	-	-	-	227,349
Construction in progress	54,752	-	-	-	-	-	54,752
Buildings and improvements	267,051	3,230,468	5,081,921	322,448	2,006,298	-	10,908,186
Equipment	324,599	17,984	-	-	28,006	-	370,589
Less accumulated depreciation	(128,548)	(3,242,264)	(4,933,844)	(322,448)	(1,606,667)	-	(10,233,771)
Total capital assets	517,854	146,523	235,091	-	427,637	-	1,327,105
Total assets	1,785,336	477,479	1,200,530	89,717	660,169	17,147	4,230,378
<b>DEFERRED OUTFLOWS OF RESOURCES</b>							
Pension-related deferred outflows	165,670	-	-	-	-	-	165,670
OPEB-related deferred outflows	4,874	-	-	-	-	-	4,874
Total deferred outflows	170,544	-	-	-	-	-	170,544
<b>LIABILITIES</b>							
Current liabilities:							
Accounts payable	48,053	7,023	156,514	2,164	12,037	-	225,791
Unearned Revenue	-	-	-	-	59,824	-	59,824
Payroll related liabilities	22,295	-	-	-	-	-	22,295
Accrued interest	-	-	-	-	8,321	-	8,321
Notes payable, current	-	-	-	-	23,553	-	23,553
Compensated absences, current	17,903	-	-	-	-	-	17,903
Total current liabilities	88,251	7,023	156,514	2,164	103,735	-	357,687
Noncurrent liabilities, net of current portion:							
Notes payable	-	-	-	-	266,394	-	266,394
Compensated absences	1,425	-	-	-	-	-	1,425
Net pension liability	367,720	-	-	-	-	-	367,720
Total OPEB liability	61,875	-	-	-	-	-	61,875
Total noncurrent liabilities	431,020	-	-	-	266,394	-	697,414
Total liabilities	519,271	7,023	156,514	2,164	370,129	-	1,055,101
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Pension-related deferred inflows	125,294	-	-	-	-	-	125,294
OPEB-related deferred inflows	20,857	-	-	-	-	-	20,857
Total deferred inflows	146,151	-	-	-	-	-	146,151
<b>NET POSITION</b>							
Net investment in capital assets	517,854	146,523	235,091	-	137,690	-	1,037,158
Unrestricted	772,604	323,933	808,925	87,553	152,350	17,147	2,162,512
Total net position	\$ 1,290,458	\$ 470,456	\$ 1,044,016	\$ 87,553	\$ 290,040	\$ 17,147	\$ 3,199,670

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Sewer and Lighting Service Districts						Totals
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange	Illahe Hills	
Operating revenues:							
Charges for services	1,078,463	422,273	2,658,935	7,091	242,503	8,427	4,417,692
Other	31,709	-	-	-	-	-	31,709
Total operating revenues	<u>1,110,172</u>	<u>422,273</u>	<u>2,658,935</u>	<u>7,091</u>	<u>242,503</u>	<u>8,427</u>	<u>4,449,401</u>
Operating expenses:							
Salaries and wages	543,317	-	-	-	-	-	543,317
Repairs and maintenance	8,442	70,506	5,151	-	148,198	-	232,297
Utilities	25,194	7,184	287,041	-	1,952	7,784	329,155
Building and equipment rentals	19,538	211	94	40	58	-	19,941
Professional services	311,052	238,376	2,472,936	1,420	34,927	103	3,058,814
Communication	3,085	1,450	-	-	-	-	4,535
Fuel and operating supplies	23,107	37,446	14	7	881	-	61,455
Insurance claims and premiums	-	2,218	43,742	1,014	1,603	100	48,677
Administrative expenses	101,477	-	-	-	-	-	101,477
Depreciation	43,141	1,798	63,949	-	84,135	-	193,023
Other	9,051	5,420	549	(107)	224	44	15,181
Total operating expenses	<u>1,087,404</u>	<u>364,609</u>	<u>2,873,476</u>	<u>2,374</u>	<u>271,978</u>	<u>8,031</u>	<u>4,607,872</u>
Operating income (loss)	<u>22,768</u>	<u>57,664</u>	<u>(214,541)</u>	<u>4,717</u>	<u>(29,475)</u>	<u>396</u>	<u>(158,471)</u>
Nonoperating revenues (expenses):							
Investment Earnings (losses)	16,470	2,165	18,363	735	(1,285)	216	36,664
Interest expense	-	-	-	-	(14,888)	-	(14,888)
Total nonoperating revenues (expenses)	<u>16,470</u>	<u>2,165</u>	<u>18,363</u>	<u>735</u>	<u>(16,173)</u>	<u>216</u>	<u>21,776</u>
Change in net position	39,238	59,829	(196,178)	5,452	(45,648)	612	(136,695)
Total net position - beginning	<u>1,251,220</u>	<u>410,627</u>	<u>1,240,194</u>	<u>82,101</u>	<u>335,688</u>	<u>16,535</u>	<u>3,336,365</u>
Total net position - ending	<u>\$ 1,290,458</u>	<u>\$ 470,456</u>	<u>\$ 1,044,016</u>	<u>\$ 87,553</u>	<u>\$ 290,040</u>	<u>\$ 17,147</u>	<u>\$ 3,199,670</u>

MARION COUNTY, OREGON  
 COMBINING STATEMENT OF CASH FLOWS  
 NONMAJOR ENTERPRISE FUNDS

For the year ended June 30, 2023

	Sewer and Lighting Service Districts						Totals
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange	Illahe Hills	
Cash flows from operating activities:							
Receipts from customers	\$ 661,647	\$ 407,290	\$ 2,663,656	\$ 7,835	\$ 303,414	\$ 8,429	\$ 4,052,271
Receipts from governments	4,295	-	-	-	-	-	4,295
Receipts from interfund services	439,935	-	-	-	-	-	439,935
Payments to suppliers	(207,846)	(136,124)	(327,038)	(2,413)	(161,462)	(7,948)	(842,831)
Payments to employees	(499,784)	-	-	-	-	-	(499,784)
Payments for interfund services	(261,861)	(231,107)	(2,467,492)	(655)	(29,661)	(83)	(2,990,859)
Net cash from operating activities	<u>136,386</u>	<u>40,059</u>	<u>(130,874)</u>	<u>4,767</u>	<u>112,291</u>	<u>398</u>	<u>163,027</u>
Cash flows from capital and related financing activities:							
Purchase of capital assets	(186,015)	-	-	-	-	-	(186,015)
Debt principal - notes payable	-	-	-	-	(23,385)	-	(23,385)
Debt interest payments	-	-	-	-	(15,564)	-	(15,564)
Net cash from capital and related financing activities	<u>(186,015)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(38,949)</u>	<u>-</u>	<u>(224,964)</u>
Cash flows from investing activities:							
Investment Earnings (losses)	<u>16,072</u>	<u>2,035</u>	<u>18,209</u>	<u>697</u>	<u>(1,458)</u>	<u>209</u>	<u>35,764</u>
Net change in cash and investments	(33,557)	42,094	(112,665)	5,464	71,884	607	(26,173)
Cash and investments - beginning	<u>1,285,465</u>	<u>158,194</u>	<u>759,145</u>	<u>75,197</u>	<u>39,706</u>	<u>16,502</u>	<u>2,334,209</u>
Cash and investments - ending	<u>\$ 1,251,908</u>	<u>\$ 200,288</u>	<u>\$ 646,480</u>	<u>\$ 80,661</u>	<u>\$ 111,590</u>	<u>\$ 17,109</u>	<u>\$ 2,308,036</u>
Reconciliation of operating income (loss) to net cash from operating activities:							
Operating income (loss)	\$ 22,768	\$ 57,664	\$ (214,541)	\$ 4,717	\$ (29,475)	\$ 396	\$ (158,471)
Depreciation	43,141	1,798	63,949	-	84,135	-	193,023
Change in:							
Accounts receivable	(4,295)	(14,983)	4,721	744	1,087	2	(12,724)
Accounts payable	31,239	(4,420)	14,997	(694)	(3,280)	-	37,842
Unearned Revenue					59,824		59,824
Payroll related liabilities	1,278	-	-	-	-	-	1,278
Compensated absences	(3,570)	-	-	-	-	-	(3,570)
Net pension liability and deferred pension outflows and inflows	25,518	-	-	-	-	-	25,518
Total OPEB liability and deferred OPEB outflows and inflows	<u>20,307</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,307</u>
Net cash from operating activities	<u>\$ 136,386</u>	<u>\$ 40,059</u>	<u>\$ (130,874)</u>	<u>\$ 4,767</u>	<u>\$ 112,291</u>	<u>\$ 398</u>	<u>\$ 163,027</u>

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Taxes	\$ 425,000	\$ 505,473	\$ 80,473
Intergovernmental	51,070	186,656	135,586
Charges for services	25,869,957	22,829,882	(3,040,075)
Interest	100,000	463,065	363,065
Other	-	(480)	(480)
	<u>26,446,027</u>	<u>23,984,596</u>	<u>(2,461,431)</u>
<b>EXPENDITURES:</b>			
Public Works Department	40,559,397	22,453,692	18,105,705
Contingency	5,150,000	-	5,150,000
	<u>45,709,397</u>	<u>22,453,692</u>	<u>23,255,705</u>
Net change in fund balance	(19,263,370)	1,530,904	20,794,274
FUND BALANCE - beginning	<u>29,941,377</u>	<u>29,940,589</u>	<u>(788)</u>
FUND BALANCE - ending	<u>\$ 10,678,007</u>	31,471,493	<u>\$ 20,793,486</u>
Capital assets, net of accumulated depreciation		5,624,181	
Landfill leachate disposal liability		(627,585)	
Landfill closure and postclosure liability		(11,333,426)	
Compensated absences		(87,282)	
Net pension liability		(1,905,444)	
Pension-related deferred inflows		(649,245)	
Pension-related deferred outflows		858,466	
Net OPEB Asset		(394,906)	
Total OPEB liability		54,327	
OPEB-related deferred inflows		(133,117)	
OPEB-related deferred outflows		31,108	
Unrealized gain (loss) on investments		<u>(1,175,751)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 21,732,819</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Intergovernmental	\$ -	\$ 4,295	\$ 4,295
Charges for services	1,059,027	1,078,463	19,436
Interest	5,000	18,932	13,932
Other	-	27,414	27,414
	<u>1,064,027</u>	<u>1,129,104</u>	<u>65,077</u>
<b>EXPENDITURES:</b>			
Public Works Department	1,870,516	1,188,023	682,493
Contingency	187,000	-	187,000
	<u>2,057,516</u>	<u>1,188,023</u>	<u>869,493</u>
Net change in fund balance	(993,489)	(58,919)	934,570
FUND BALANCE - beginning	<u>1,295,861</u>	<u>1,295,863</u>	<u>2</u>
FUND BALANCE - ending	<u>\$ 302,372</u>	1,236,944	<u>\$ 934,572</u>
Capital assets, net of accumulated depreciation		517,854	
Compensated absences		(19,328)	
Net pension liability		(367,720)	
Pension-related deferred inflows		(125,294)	
Pension-related deferred outflows		165,670	
Net OPEB Asset		8,512	
Total OPEB liability		(61,875)	
OPEB-related deferred inflows		(20,857)	
OPEB-related deferred outflows		4,874	
Unrealized gain (loss) on investments		<u>(48,322)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 1,290,458</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 1,848,550	\$ 422,273	\$ (1,426,277)
Interest	400	3,622	3,222
Total revenues	<u>1,848,950</u>	<u>425,895</u>	<u>(1,423,055)</u>
EXPENDITURES:			
Materials and services	399,825	362,809	37,016
Capital outlay	1,400,000	-	1,400,000
Contingency	183,500	-	183,500
Total expenditures	<u>1,983,325</u>	<u>362,809</u>	<u>1,620,516</u>
Net change in fund balance	(134,375)	63,086	197,461
FUND BALANCE - beginning	<u>235,541</u>	<u>270,233</u>	<u>34,692</u>
FUND BALANCE - ending	<u>\$ 101,166</u>	333,319	<u>\$ 232,153</u>
Capital assets, net of accumulated depreciation		146,523	
Unrealized gain (loss) on investments		<u>(9,386)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 470,456</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 2,670,274	\$ 2,658,935	\$ (11,339)
Interest	3,750	18,274	14,524
Total revenues	<u>2,674,024</u>	<u>2,677,209</u>	<u>3,185</u>
EXPENDITURES:			
Materials and services	2,810,010	2,809,528	482
Contingency	100,000	-	100,000
Total expenditures	<u>2,910,010</u>	<u>2,809,528</u>	<u>100,482</u>
Net change in fund balance	(235,986)	(132,319)	103,667
FUND BALANCE - beginning	<u>934,972</u>	<u>969,105</u>	<u>34,133</u>
FUND BALANCE - ending	<u>\$ 698,986</u>	836,786	<u>\$ 137,800</u>
Capital assets, net of accumulated depreciation		235,091	
Unrealized gain (loss) on investments		<u>(27,861)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 1,044,016</u>	



MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Charges for services	\$ 6,900	\$ 7,091	\$ 191
Interest	325	1,175	850
Total revenues	<u>7,225</u>	<u>8,266</u>	<u>1,041</u>
EXPENDITURES:			
Materials and services	5,100	2,374	2,726
Contingency	84,342	-	84,342
Total expenditures	<u>89,442</u>	<u>2,374</u>	<u>87,068</u>
Net change in fund balance	(82,217)	5,892	88,109
FUND BALANCE - beginning	<u>82,217</u>	<u>84,796</u>	<u>2,579</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>90,688</u>	<u>\$ 90,688</u>
Unrealized gain (loss) on investments		<u>(3,135)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 87,553</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Intergovernmental	600,000	-	(600,000)
Charges for services	\$ 253,500	\$ 242,503	\$ (10,997)
Interest	225	1,608	1,383
<b>Total revenues</b>	<b>853,725</b>	<b>244,111</b>	<b>(609,614)</b>
<b>EXPENDITURES:</b>			
Materials and services	801,266	187,843	613,423
Debt service - principal	23,385	23,385	-
Debt service - interest	15,564	15,564	-
Contingency	161,725	-	161,725
<b>Total expenditures</b>	<b>1,001,940</b>	<b>226,792</b>	<b>775,148</b>
Net change in fund balance	(148,215)	17,319	165,534
FUND BALANCE - beginning	148,215	147,827	(388)
FUND BALANCE - ending	<u>\$ -</u>	165,146	<u>\$ 165,146</u>
Capital assets, net of accumulated depreciation		427,637	
Accrued interest payable		(8,321)	
Notes payable		(289,947)	
Unrealized gain (loss) on investments		<u>(4,475)</u>	
<b>NET POSITION - ending, as reported in the Statement of Net Position</b>		<u><u>\$ 290,040</u></u>	

*(This page intentionally left blank.)*

## INTERNAL SERVICE FUNDS

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

## MARION COUNTY, OREGON

COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS

June 30, 2023

	Central Services	Self- Insurance	Fleet Management	Totals
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 1,275,887	\$ 10,194,190	\$ 2,498,062	\$ 13,968,139
Receivables:				
Accounts	22,878	1,686	12,518	37,082
Interest	-	22,800	-	22,800
Inventories and prepaid expenses	439,693	2,420,309	-	2,860,002
Total current assets	1,738,458	12,638,985	2,510,580	16,888,023
Noncurrent assets:				
Other post employment benefit asset:	307,672	-	-	307,672
Capital assets:				
Lease equipment	68,777	-	-	68,777
Less accumulated amortization	(36,565)	-	-	(36,565)
SBITA software	1,576,653	-	-	1,576,653
Less accumulated amortization	(411,465)	-	-	(411,465)
Total capital assets	1,197,400	-	-	1,197,400
Total noncurrent assets	1,505,072	-	-	1,505,072
Total assets	3,243,530	12,638,985	2,510,580	18,393,095
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred pension outflows	7,379,945	-	-	7,379,945
Deferred OPEB outflows	176,176	-	-	176,176
Total deferred outflows	7,556,121	-	-	7,556,121
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	763,079	147,884	3,114	914,077
Accrued interest payable	20,670	-	-	20,670
Payroll related liabilities	975,386	-	-	975,386
Lease liability, current	20,989	-	-	20,989
SBITA liability, current	578,835	-	-	578,835
Accrued claims liability, current	-	1,558,530	-	1,558,530
Compensated absences, current	688,152	-	-	688,152
Total current liabilities	3,047,111	1,706,414	3,114	4,756,639
Noncurrent liabilities, net of current portion:				
Lease liability	11,478	-	-	11,478
SBITA liability	450,119	-	-	450,119
Accrued claims liability	-	3,185,890	-	3,185,890
Compensated absences	88,103	-	-	88,103
Net pension liability	16,380,459	-	-	16,380,459
Total OPEB liability	2,236,477	-	-	2,236,477
Total noncurrent liabilities	19,166,636	3,185,890	-	22,352,526
Total liabilities	22,213,747	4,892,304	3,114	27,109,165
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred pension inflows	5,581,341	-	-	5,581,341
Deferred OPEB inflows	753,886	-	-	753,886
Total deferred inflows	6,335,227	-	-	6,335,227
<b>NET POSITION</b>				
Net investment in capital assets	135,979	-	-	135,979
Unrestricted	(17,885,302)	7,746,681	2,507,466	(7,631,155)
Total net position	\$ (17,749,323)	\$ 7,746,681	\$ 2,507,466	\$ (7,495,176)

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Central Services	Self- Insurance	Fleet Management	Totals
Operating revenues:				
Charges for services	\$ 28,154,647	\$ 31,224,230	\$ 1,977,746	\$ 61,356,623
Other	145,259	15,292	27,826	188,377
Total operating revenues	<u>28,299,906</u>	<u>31,239,522</u>	<u>2,005,572</u>	<u>61,545,000</u>
Operating expenses:				
Salaries and benefits	20,910,017	-	-	20,910,017
Repairs and maintenance	1,482,434	-	582,163	2,064,597
Utilities	152,587	-	-	152,587
Building and equipment rentals	181,141	-	2,640	183,781
Professional services	1,857,416	164,643	67,745	2,089,804
Communication	322,472	-	-	322,472
Fuel and operating supplies	528,273	34,315	15,936	578,524
Insurance claims and premiums	2,667	30,540,337	3,000	30,546,004
Administrative expenses	2,514,508	165	50,962	2,565,635
Amortization	430,178	-	-	430,178
Other	252,366	9,343	3,885	265,594
Total operating expenses	<u>28,634,059</u>	<u>30,748,803</u>	<u>726,331</u>	<u>60,109,193</u>
Operating income (loss)	<u>(334,153)</u>	<u>490,719</u>	<u>1,279,241</u>	<u>1,435,807</u>
Nonoperating revenues (expenses):				
Investment Earnings	-	156,386	-	156,386
Interest expense	(23,697)	-	-	(23,697)
Reclass to general capital assets	-	-	(1,870,186)	(1,870,186)
Total nonoperating revenues (expenses)	<u>(23,697)</u>	<u>156,386</u>	<u>(1,870,186)</u>	<u>(1,737,497)</u>
Income (loss) before transfers	(357,850)	647,105	(590,945)	(301,690)
Transfers in	1,112,379	-	316,875	1,429,254
Transfers out	-	(112,225)	-	(112,225)
Change in net position	754,529	534,880	(274,070)	1,015,339
Total net position - beginning	<u>(18,503,852)</u>	<u>7,211,801</u>	<u>2,781,536</u>	<u>(8,510,515)</u>
Total net position - ending	<u>\$ (17,749,323)</u>	<u>\$ 7,746,681</u>	<u>\$ 2,507,466</u>	<u>\$ (7,495,176)</u>

MARION COUNTY, OREGON  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS

For the year ended June 30, 2023

	Central Services	Self- Insurance	Fleet Management	Totals
Cash flows from operating activities:				
Receipts from customers	\$ 1,338,363	\$ 28,613,163	\$ 188,684	\$ 30,140,210
Receipts from interfund services	27,419,274	2,778,560	1,804,720	32,002,554
Payments to suppliers	(5,115,784)	(31,639,193)	(31,289)	(36,786,266)
Payments to employees	(21,558,308)	-	-	(21,558,308)
Payments for interfund services	(2,514,506)	(1,418,276)	(713,574)	(4,646,356)
Net cash from operating activities	(430,961)	(1,665,746)	1,248,541	(848,166)
Cash flows from noncapital financing activities:				
Transfers received	1,112,379	-	316,875	1,429,254
Transfers paid	-	(112,225)	-	(112,225)
Net cash from noncapital financing activities	1,112,379	(112,225)	316,875	1,317,029
Cash flows from capital and related financing activities:				
Purchase of capital assets	-	-	(1,870,186)	(1,870,186)
Principal payment on leases	(18,791)	-	-	(18,791)
Interest expense - Leases	(332)	-	-	(332)
Principal payment on SBITAS	(547,699)	-	-	(547,699)
Interest expense - SBITAS	(23,365)	-	-	(23,365)
Net cash from capital and related financing activities	(590,187)	-	(1,870,186)	(2,460,373)
Cash flows from investing activities:				
Investment Earnings (losses)	-	155,338	-	155,338
Net change in cash and investments	91,231	(1,622,633)	(304,770)	(1,836,172)
Cash and investments - beginning	1,184,656	11,816,823	2,802,832	15,804,311
Cash and investments - ending	\$ 1,275,887	\$ 10,194,190	\$ 2,498,062	\$ 13,968,139
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	\$ (334,153)	\$ 490,719	\$ 1,279,241	\$ 1,435,807
Depreciation and amortization	430,178	-	-	430,178
Change in:				
Accounts receivable	27,553	152,201	(12,168)	167,586
Inventories and prepaids	(214,057)	(2,238,541)	-	(2,452,598)
Accounts payable	287,139	(11,960)	(18,532)	256,647
Accrued Interest Payable	20,670	-	-	20,670
Payroll related liabilities	(9,440)	-	-	(9,440)
Accrued claims liability	-	(58,165)	-	(58,165)
Compensated absences	1,721	-	-	1,721
Net pension liability and deferred pension outflows and inflows	(683,372)	-	-	(683,372)
Total OPEB liability and deferred OPEB outflows and inflows	42,800	-	-	42,800
Net cash from operating activities	\$ (430,961)	\$ (1,665,746)	\$ 1,248,541	\$ (848,166)
Schedule of non-cash capital and related financing activities:				
Reclass to general capital assets	\$ -	\$ -	\$ 1,870,186	\$ 1,870,186
Acquisition of SBITA assets	1,576,653	-	-	1,576,653
Acquisition of SBITA financing	(1,576,653)	-	-	(1,576,653)

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Intergovernmental	\$ -	\$ 144,667	\$ 144,667
Charges for services	31,050,000	28,154,647	(2,895,353)
Other	100	592	492
	<u>31,050,100</u>	<u>28,299,906</u>	<u>(2,750,194)</u>
<b>EXPENDITURES:</b>			
Board of Commissioners	3,357,420	2,994,174	363,246
Business Services	6,548,058	6,078,133	469,925
Finance	4,572,765	4,262,764	310,001
Human Resources	3,086,167	2,795,861	290,306
Information Technology	12,325,338	11,320,038	1,005,300
Legal Counsel	2,051,703	1,840,081	211,622
Non-Departmental:			
Materials and services	201,531	5,555	195,976
	<u>32,142,982</u>	<u>29,296,606</u>	<u>2,846,376</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	1,092,882	1,112,379	19,497
	<u>-</u>	<u>115,679</u>	<u>115,679</u>
Net change in fund balance	-	115,679	115,679
FUND BALANCE - beginning	<u>-</u>	<u>(377)</u>	<u>(377)</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>115,302</u>	<u>\$ 115,302</u>
Compensated absences		(776,255)	
Net pension liability		(16,380,459)	
Pension-related deferred inflows		(5,581,341)	
Pension-related deferred outflows		7,379,945	
Total OPEB liability		(2,236,477)	
OPEB asset		307,672	
OPEB-related deferred inflows		(753,886)	
OPEB-related deferred outflows		<u>176,176</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ (17,749,323)</u>	



MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>			
Charges for services	\$ 34,967,426	\$ 31,224,230	\$ (3,743,196)
Interest	35,110	133,474	98,364
Other	10,000	15,292	5,292
	<u>35,012,536</u>	<u>31,372,996</u>	<u>(3,639,540)</u>
<b>EXPENDITURES:</b>			
Non-Departmental:			
Materials and services	35,407,241	30,806,966	4,600,275
Contingency	2,948,050	-	2,948,050
	<u>38,355,291</u>	<u>30,806,966</u>	<u>7,548,325</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers out	(116,108)	(112,225)	3,883
Net change in fund balance	(3,458,863)	453,805	3,912,668
FUND BALANCE - beginning	12,435,430	12,435,429	(1)
FUND BALANCE - ending	<u>\$ 8,976,567</u>	12,889,234	<u>\$ 3,912,667</u>
Unrealized gain (loss) on investments		(398,133)	
Accrued claims liability		<u>(4,744,420)</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 7,746,681</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 2,204,496	\$ 1,977,746	\$ (226,750)
Other	20,413	27,826	7,413
Total revenues	<u>2,224,909</u>	<u>2,005,572</u>	<u>(219,337)</u>
EXPENDITURES:			
Public Works Department	3,627,777	2,596,517	1,031,260
Contingency	<u>146,227</u>	-	<u>146,227</u>
Total expenditures	<u>3,774,004</u>	<u>2,596,517</u>	<u>1,177,487</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>450,188</u>	<u>316,875</u>	<u>(133,313)</u>
Net change in fund balance	(1,098,907)	(274,070)	824,837
FUND BALANCE - beginning	<u>2,781,536</u>	<u>2,781,536</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 1,682,629</u>	<u>\$ 2,507,466</u>	<u>\$ 824,837</u>

## FIDUCIARY FUNDS

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

MARION COUNTY, OREGON  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS

June 30, 2023

	Property Taxes	Justice Court	Forfeitures	Treasurer's Accomodation	Courthouse Square Condo Association	Indigent Guardianship	Conciliation Services	Housing Fees	MWV Cable Regulatory Commission	Total
<b>ASSETS:</b>										
Cash and investments	\$ 3,594,844	\$ 134,028	\$ 2,730	\$ 51,802	\$ 86,503	\$ 5,531	\$ 1,597,647	\$ 494,274	\$ 2,216,033	\$ 8,183,392
Receivables:										
Accounts and interest	97,802	-	6	-	33,466	-	-	-	288,523	419,797
Property taxes	13,835,970	-	-	-	-	-	-	-	-	13,835,970
<b>Total assets</b>	<b>17,528,616</b>	<b>134,028</b>	<b>2,736</b>	<b>51,802</b>	<b>119,969</b>	<b>5,531</b>	<b>1,597,647</b>	<b>494,274</b>	<b>2,504,556</b>	<b>22,439,159</b>
<b>LIABILITIES:</b>										
Due to individuals, organizations, and other governments	16,918,400	121,852	-	51,802	25,648	-	-	494,274	52,057	17,664,033
<b>Total liabilities</b>	<b>16,918,400</b>	<b>121,852</b>	<b>-</b>	<b>51,802</b>	<b>25,648</b>	<b>-</b>	<b>-</b>	<b>494,274</b>	<b>52,057</b>	<b>17,664,033</b>
<b>NET POSITION</b>										
Restricted for individuals, organizations, and other governments	\$ 610,216	\$ 12,176	\$ 2,736	\$ -	\$ 94,321	\$ 5,531	\$ 1,597,647	\$ -	\$ 2,452,499	\$ 4,775,126

MARION COUNTY, OREGON  
STATEMENT OF CHANGES IN NET POSITION  
FIDUCIARY FUNDS

For the year ended June 30, 2023

	Property Taxes	Justice Court	Forfeitures	Treasurer's Accomodation	Courthouse Square Condo Association	Indigent Guardianship	Conciliation Services	Housing Fees	MWV Cable Regulatory Commission	Total
<b>ADDITIONS</b>										
Property tax collections	\$ 508,678,335	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 508,678,335
Chapter 530 Timberland receipts	699,928	-	-	-	-	-	-	-	-	699,928
Miscellaneous	-	1,647,693	-	2,759	649,236	-	1,887,287	2,267,280	1,495,555	7,949,810
Interest	186,383	-	47	-	(1,086)	-	-	5,712	26,937	217,993
<b>Total additions</b>	<b>509,564,646</b>	<b>1,647,693</b>	<b>47</b>	<b>2,759</b>	<b>648,150</b>	<b>-</b>	<b>1,887,287</b>	<b>2,272,992</b>	<b>1,522,492</b>	<b>517,546,066</b>
<b>DEDUCTIONS</b>										
Property Tax distributions	513,581,649	-	-	-	-	-	-	-	-	513,581,649
Chapter 530 Timberland distributions	699,928	-	-	-	-	-	-	-	-	699,928
Other distributions	-	1,657,419	-	2,759	596,053	-	289,640	2,272,992	1,221,136	6,039,999
<b>Total deductions</b>	<b>514,281,577</b>	<b>1,657,419</b>	<b>-</b>	<b>2,759</b>	<b>596,053</b>	<b>-</b>	<b>289,640</b>	<b>2,272,992</b>	<b>1,221,136</b>	<b>520,321,576</b>
Net change in net position	(4,716,931)	(9,726)	47	-	52,097	-	1,597,647	-	301,356	(2,775,510)
Net position - beginning	5,327,147	21,902	2,689	-	42,224	5,531	-	-	2,151,143	7,550,636
Net position - ending	<u>\$ 610,216</u>	<u>\$ 12,176</u>	<u>\$ 2,736</u>	<u>\$ -</u>	<u>\$ 94,321</u>	<u>\$ 5,531</u>	<u>\$ 1,597,647</u>	<u>\$ -</u>	<u>\$ 2,452,499</u>	<u>\$ 4,775,126</u>

## OTHER SCHEDULES

MARION COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND BALANCES  
ELECTED OFFICIALS

For the year ended June 30, 2023

	Cash	Receipts	Turnovers to			Cash
	Balance July 1, 2022		Treasurer	State	Other	Balance June 30, 2023
Assessor	\$ -	\$ 639,904	\$ 639,904	\$ -	\$ -	\$ -
Clerk	-	1,578,343	1,578,343	-	-	-
District Attorney	-	86,277	86,277	-	-	-
Justice of the Peace	-	4,847,760	3,322,997	1,369,040	155,723	-
Sheriff	-	1,326,939	1,326,939	-	-	-
Treasurer	292,586,763	1,600,137,493	-	-	1,603,405,247	289,319,009

Source of receipts:

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

MARION COUNTY, OREGON

ANNUAL DISCLOSURE INFORMATION

For the year ended June 30, 2023

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

Outstanding CUSIP numbers by bond series are as follows:

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

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

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



## STATISTICAL SECTION

This part of Marion County's 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.

### Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

### Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the County's ability to generate its most significant revenue source, property taxes.

### Debt Capacity

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

### Demographic and Economic Information

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

### Operating Information

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

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

MARION COUNTY, OREGON

NET POSITION BY COMPONENT  
(accrual basis of accounting)

Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental Activities:										
Net investment in capital assets	\$ 250,124,034	\$ 233,957,707	\$ 208,013,094	\$ 196,747,303	\$ 185,912,537	\$ 180,410,612	\$ 179,569,434	\$ 175,616,323	\$ 172,837,685	\$ 177,507,128
Restricted	50,569,231	30,518,608	27,114,981	22,368,295	30,270,503	34,647,411	40,841,999	32,256,440	35,146,993	31,524,428
Unrestricted	(41,023,860)	(63,977,405)	(63,004,523)	(57,828,433)	(44,455,933)	(44,694,170)	(52,684,888)	(31,498,065)	(6,278,488)	35,170,896
Total net position, governmental activities	<u>\$ 259,669,405</u>	<u>\$ 200,498,910</u>	<u>\$ 172,123,552</u>	<u>\$ 161,287,165</u>	<u>\$ 171,727,107</u>	<u>\$ 170,363,853</u>	<u>\$ 167,726,545</u>	<u>\$ 176,374,698</u>	<u>\$ 201,706,190</u>	<u>\$ 244,202,452</u>
Business-Type Activities:										
Net investment in capital assets	\$ 6,661,339	\$ 6,165,793	\$ 6,171,394	\$ 6,279,663	\$ 6,596,589	\$ 6,962,767	\$ 7,549,692	\$ 8,102,606	\$ 8,510,990	\$ 9,200,804
Unrestricted	16,692,812	18,013,713	16,357,240	12,010,924	7,460,566	4,528,361	513,042	70,812	7,190,166	7,493,201
Total net position, business-type activities	<u>\$ 23,354,151</u>	<u>\$ 24,179,506</u>	<u>\$ 22,528,634</u>	<u>\$ 18,290,587</u>	<u>\$ 14,057,155</u>	<u>\$ 11,491,128</u>	<u>\$ 8,062,734</u>	<u>\$ 8,173,418</u>	<u>\$ 15,701,156</u>	<u>\$ 16,694,005</u>
Primary Government:										
Net investment in capital assets	\$ 256,785,373	\$ 240,123,500	\$ 214,184,488	\$ 203,026,966	\$ 192,509,126	\$ 187,373,379	\$ 187,119,126	\$ 183,718,929	\$ 181,348,675	\$ 186,707,932
Restricted	50,569,231	30,518,608	27,114,981	22,368,295	30,270,503	34,647,411	40,841,999	32,256,440	35,146,993	31,524,428
Unrestricted	(24,331,048)	(45,963,692)	(46,647,283)	(45,817,509)	(36,995,367)	(40,165,809)	(52,171,846)	(31,427,253)	911,678	42,664,097
Total net position, primary government	<u>\$ 283,023,556</u>	<u>\$ 224,678,416</u>	<u>\$ 194,652,186</u>	<u>\$ 179,577,752</u>	<u>\$ 185,784,262</u>	<u>\$ 181,854,981</u>	<u>\$ 175,789,279</u>	<u>\$ 184,548,116</u>	<u>\$ 217,407,346</u>	<u>\$ 260,896,457</u>

MARION COUNTY, OREGON

CHANGES IN NET POSITION  
(accrual basis of accounting)

Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>EXPENSES</b>										
Governmental activities:										
General government	\$ 18,491,855	\$ 17,061,490	\$ 22,253,326	\$ 16,153,297	\$ 13,985,305	\$ 13,542,099	\$ 13,435,554	\$ 13,787,816	\$ 10,105,968	\$ 10,955,049
Health and social services	70,284,365	65,630,536	76,650,894	64,647,931	60,914,527	56,607,135	54,047,535	59,722,484	47,271,288	56,641,964
Public safety and judicial	99,635,740	91,939,889	101,228,968	99,713,053	90,804,385	89,299,260	85,969,196	95,108,823	61,627,624	72,525,129
Community service	23,419,458	19,087,446	9,694,744	15,794,117	8,818,801	8,194,952	7,107,435	7,229,445	4,582,776	5,051,563
Roads and bridges	32,980,954	31,026,632	31,380,387	29,981,773	31,355,809	31,549,398	31,050,332	26,617,875	26,955,454	29,633,348
Education	685,642	2,249,447	469,278	1,510,673	1,300,254	421,456	614,068	578,669	451,903	402,947
Lease interest	317,403	773,895	-	-	-	-	-	-	-	-
Interest on long-term debt	2,614,316	2,444,155	2,711,249	4,063,805	4,149,190	4,025,185	4,071,654	3,896,389	3,914,517	3,825,907
Total governmental activities	<u>248,429,733</u>	<u>230,213,490</u>	<u>244,388,846</u>	<u>231,864,649</u>	<u>211,328,271</u>	<u>203,639,485</u>	<u>196,295,774</u>	<u>206,941,501</u>	<u>154,909,530</u>	<u>179,035,907</u>
Business-type activities:										
Environmental services	24,607,840	22,936,226	27,429,976	26,017,119	24,216,533	22,937,752	21,735,817	21,616,183	18,054,237	21,199,441
Stormwater services	1,079,259	1,019,167	837,765	733,197	906,534	778,361	620,010	388,073	-	-
Sewer and lighting services	3,535,356	3,477,005	3,413,087	3,267,634	3,350,011	1,614,926	1,633,876	1,555,397	1,049,626	1,045,903
Total business-type activities	<u>29,222,455</u>	<u>27,432,398</u>	<u>31,680,828</u>	<u>30,017,950</u>	<u>28,473,078</u>	<u>25,331,039</u>	<u>23,989,703</u>	<u>23,559,653</u>	<u>19,103,863</u>	<u>22,245,344</u>
Total primary government	<u>\$ 277,652,188</u>	<u>\$ 257,645,888</u>	<u>\$ 276,069,674</u>	<u>\$ 261,882,599</u>	<u>\$ 239,801,349</u>	<u>\$ 228,970,524</u>	<u>\$ 220,285,477</u>	<u>\$ 230,501,154</u>	<u>\$ 174,013,393</u>	<u>\$ 201,281,251</u>
<b>PROGRAM REVENUES</b>										
Governmental activities:										
Charges for services:										
General government	\$ 4,505,282	\$ 6,346,884	\$ 5,660,906	\$ 5,239,621	\$ 5,334,904	\$ 4,584,860	\$ 4,882,879	\$ 4,211,284	\$ 5,066,815	\$ 4,644,231
Health and social services	29,737,702	24,851,718	26,325,824	16,009,533	7,478,905	8,064,125	7,445,079	6,915,710	6,516,683	6,176,969
Public safety and judicial	9,660,797	9,237,921	10,144,214	9,702,435	10,047,320	8,418,656	7,910,432	8,290,644	8,079,397	7,752,478
Community service	5,002,974	4,951,626	4,421,782	4,858,643	4,670,770	3,953,309	3,620,286	3,898,925	2,806,613	2,913,115
Roads and bridges	5,186,446	5,114,372	5,618,971	4,046,393	4,161,669	4,195,579	5,012,840	4,708,897	3,943,448	4,003,486
Operating grants and contributions	135,950,272	111,775,731	107,264,979	84,731,068	87,624,090	85,787,071	75,312,479	77,563,848	83,266,222	87,998,080
Capital grants and contributions	17,074,365	9,564,628	12,393,754	10,726,228	9,329,117	7,467,729	8,550,982	4,775,100	7,297,155	5,124,567
Total governmental activities	<u>207,117,838</u>	<u>171,842,880</u>	<u>171,830,430</u>	<u>135,313,921</u>	<u>128,646,775</u>	<u>122,471,329</u>	<u>112,734,977</u>	<u>110,364,408</u>	<u>116,976,333</u>	<u>118,612,926</u>
Business-type activities:										
Charges for services:										
Environmental services	23,016,046	25,189,151	30,981,681	29,513,922	26,251,618	25,701,164	21,078,435	16,420,306	17,844,368	20,302,845
Stormwater services	1,110,172	1,038,143	983,249	905,385	983,992	941,764	899,614	853,911	-	-
Sewer and lighting services	3,339,229	3,391,659	3,235,189	3,121,366	3,095,358	1,416,026	1,448,868	1,455,443	654,696	668,401
Total business-type activities	<u>27,465,447</u>	<u>29,618,953</u>	<u>35,200,119</u>	<u>33,540,673</u>	<u>30,330,968</u>	<u>28,058,954</u>	<u>23,426,917</u>	<u>18,729,660</u>	<u>18,499,064</u>	<u>20,971,246</u>
Total primary government	<u>\$ 234,583,285</u>	<u>\$ 201,461,833</u>	<u>\$ 207,030,549</u>	<u>\$ 168,854,594</u>	<u>\$ 158,977,743</u>	<u>\$ 150,530,283</u>	<u>\$ 136,161,894</u>	<u>\$ 129,094,068</u>	<u>\$ 135,475,397</u>	<u>\$ 139,584,172</u>

MARION COUNTY, OREGON  
 CHANGES IN NET POSITION (Continued)  
 (accrual basis of accounting)

Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>NET (EXPENSE) REVENUE</b>										
Governmental activities	\$ (41,311,895)	\$ (58,370,610)	\$ (72,558,416)	\$ (96,550,728)	\$ (82,681,496)	\$ (81,168,156)	\$ (83,560,797)	\$ (96,577,093)	\$ (37,933,197)	\$ (60,422,981)
Business-type activities	(1,757,008)	2,186,555	3,519,291	3,522,723	1,857,890	2,727,915	(562,786)	(4,829,993)	(604,799)	(1,274,098)
Total primary government	<u>\$ (43,068,903)</u>	<u>\$ (56,184,055)</u>	<u>\$ (69,039,125)</u>	<u>\$ (93,028,005)</u>	<u>\$ (80,823,606)</u>	<u>\$ (78,440,241)</u>	<u>\$ (84,123,583)</u>	<u>\$ (101,407,086)</u>	<u>\$ (38,537,996)</u>	<u>\$ (61,697,079)</u>
<b>GENERAL REVENUES AND OTHER</b>										
<b>CHANGES IN NET POSITION</b>										
Governmental activities:										
Property taxes	\$ 88,651,392	\$ 83,736,663	\$ 80,347,904	\$ 76,702,231	\$ 73,915,675	\$ 72,290,111	\$ 68,203,262	\$ 65,566,613	\$ 61,711,673	\$ 59,110,891
Franchise taxes	581,931	602,046	606,833	601,296	348,070	351,542	354,709	337,375	265,819	295,802
Unrestricted grants and contributions	7,119,114	9,141,998	493,074	5,885,860	7,079,276	5,410,195	4,744,325	4,144,505	4,414,818	4,198,940
Investment earnings (losses)	4,129,953	(6,750,639)	1,946,992	2,818,951	2,700,729	1,948,510	1,585,348	1,197,108	912,040	744,491
Transfers	-	15,900	-	102,448	1,000	-	25,000	-	-	-
Total governmental activities	<u>100,482,390</u>	<u>86,745,968</u>	<u>83,394,803</u>	<u>86,110,786</u>	<u>84,044,750</u>	<u>80,000,358</u>	<u>74,912,644</u>	<u>71,245,601</u>	<u>67,304,350</u>	<u>64,350,124</u>
Business-type activities:										
Property taxes	-	-	-	-	-	-	-	-	243,556	248,431
Franchise taxes	505,473	519,621	481,252	455,648	414,299	389,749	374,695	347,208	324,940	298,364
Investment earnings (losses)	426,180	(1,039,404)	237,504	357,509	294,838	165,794	102,407	88,842	78,453	63,339
Debt principal reduction	-	-	-	-	-	37,860	-	-	-	-
Transfers	-	(15,900)	-	(102,448)	(1,000)	-	(25,000)	-	-	-
Total business-type activities	<u>931,653</u>	<u>(535,683)</u>	<u>718,756</u>	<u>710,709</u>	<u>708,137</u>	<u>593,403</u>	<u>452,102</u>	<u>436,050</u>	<u>646,949</u>	<u>610,134</u>
Total primary government	<u>\$ 101,414,043</u>	<u>\$ 86,210,285</u>	<u>\$ 84,113,559</u>	<u>\$ 86,821,495</u>	<u>\$ 84,752,887</u>	<u>\$ 80,593,761</u>	<u>\$ 75,364,746</u>	<u>\$ 71,681,651</u>	<u>\$ 67,951,299</u>	<u>\$ 64,960,258</u>
<b>CHANGE IN NET POSITION</b>										
Governmental activities	\$ 59,170,495	\$ 28,375,358	\$ 10,836,387	\$ (10,439,942)	\$ 1,363,254	\$ (1,167,798)	\$ (8,648,153)	\$ (25,331,492)	\$ 29,371,153	\$ 3,927,143
Business-type activities	(825,355)	1,650,872	4,238,047	4,233,432	2,566,027	3,321,318	(110,684)	(4,393,943)	42,150	(663,964)
Total primary government	<u>\$ 58,345,140</u>	<u>\$ 30,026,230</u>	<u>\$ 15,074,434</u>	<u>\$ (6,206,510)</u>	<u>\$ 3,929,281</u>	<u>\$ 2,153,520</u>	<u>\$ (8,758,837)</u>	<u>\$ (29,725,435)</u>	<u>\$ 29,413,303</u>	<u>\$ 3,263,179</u>

MARION COUNTY, OREGON

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

Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Operating Fund										
Nonspendable	\$ 22,245	\$ 16,549	\$ 15,543	\$ 19,123	\$ 15,522	\$ 20,044	\$ 20,932	\$ 20,842	\$ 19,960	\$ 18,079
Restricted	-	-	-	-	-	1,138	-	-	-	-
Committed	2,313,889	2,287,320	2,357,675	2,336,996	2,299,308	2,264,231	2,240,114	2,222,672	2,209,138	2,198,063
Assigned	13,732,133	13,305,366	1,505,006	1,734,282	1,661,670	1,451,645	1,393,096	1,288,139	1,332,565	1,458,046
Unassigned	9,481,398	12,018,957	24,342,348	17,070,845	15,839,043	15,492,220	14,710,400	11,211,744	10,788,435	9,850,658
Total General Operating Fund	25,549,665	27,628,192	28,220,572	21,161,246	19,815,543	19,229,278	18,364,542	14,743,397	14,350,098	13,524,846
Other governmental funds										
Nonspendable	1,600,825	1,269,046	892,881	935,539	918,386	929,325	943,113	824,956	935,994	1,343,328
Restricted	49,173,837	26,301,269	26,158,873	21,224,021	24,163,776	28,914,042	34,951,886	26,644,329	29,692,731	26,577,497
Committed	3,987,805	4,205,820	3,968,444	4,487,015	4,689,144	4,296,873	3,281,890	2,995,478	2,962,942	4,201,351
Assigned	91,206,695	95,490,092	72,332,788	66,704,190	62,265,630	55,413,772	48,101,868	51,057,117	41,437,261	31,772,956
Unassigned	(74,596)	-	-	-	-	(3,858)	(4,607)	(3,181)	(3,761)	-
Total other governmental funds	145,894,566	127,266,227	103,352,986	93,350,765	92,036,936	89,550,154	87,274,150	81,518,699	75,025,167	63,895,132
Total governmental funds	<u>\$ 171,444,231</u>	<u>\$ 154,894,419</u>	<u>\$ 131,573,558</u>	<u>\$ 114,512,011</u>	<u>\$ 111,852,479</u>	<u>\$ 108,779,432</u>	<u>\$ 105,638,692</u>	<u>\$96,262,096</u>	<u>\$89,375,265</u>	<u>\$77,419,978</u>

MARION COUNTY, OREGON

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

Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>REVENUES</b>										
Taxes	\$89,167,290	\$84,224,799	\$81,017,539	\$77,330,374	\$75,844,399	\$71,140,679	\$68,786,345	\$66,078,860	\$62,345,375	\$59,844,595
Licenses and permits	4,806,549	4,201,735	4,323,049	4,480,859	4,593,210	3,852,093	3,686,976	3,811,301	3,041,718	3,004,660
Intergovernmental	157,383,466	130,482,362	120,383,618	101,343,156	104,032,483	98,664,995	88,493,873	89,571,796	94,978,195	97,321,587
Charges for services	52,126,435	46,052,280	50,415,920	36,809,022	28,906,847	26,297,150	25,515,740	26,835,897	22,543,128	22,250,108
Fines and forfeitures	3,270,465	3,097,102	2,758,549	2,875,119	2,893,121	2,906,801	2,734,567	2,709,374	3,076,921	2,701,520
Interest	3,973,567	(6,373,393)	1,862,526	2,652,648	2,554,765	1,853,607	1,520,366	1,147,879	871,704	711,155
Other	2,773,199	1,301,264	742,283	474,394	603,125	949,432	1,220,426	1,275,304	1,227,905	455,083
Total revenues	<u>313,500,971</u>	<u>262,986,149</u>	<u>261,503,484</u>	<u>225,965,572</u>	<u>219,427,950</u>	<u>205,664,757</u>	<u>191,958,293</u>	<u>191,430,411</u>	<u>188,084,946</u>	<u>186,288,708</u>
<b>EXPENDITURES</b>										
General government	13,583,828	14,621,483	18,281,443	12,383,115	11,068,132	10,438,965	10,527,552	9,665,066	9,348,870	10,952,145
Health and social services	69,473,881	66,658,377	71,821,786	59,679,335	59,383,715	54,730,212	51,814,946	50,461,732	53,593,236	56,424,183
Public safety and judicial	100,383,157	94,133,600	93,301,498	88,392,156	86,133,943	83,113,499	79,532,519	75,347,412	72,550,922	71,584,968
Community service	17,951,957	19,241,638	8,934,665	9,960,136	8,505,869	7,792,705	6,563,515	6,120,367	5,110,822	4,345,409
Roads and bridges	32,857,778	26,838,498	23,759,570	22,834,508	22,399,827	21,306,177	20,375,871	19,455,888	18,764,207	18,065,139
Education	685,642	2,249,448	469,278	1,510,673	1,300,254	421,456	614,068	578,669	451,903	402,947
Debt service:										
Principal	11,741,357	8,320,083	5,979,267	5,591,418	5,250,544	4,717,613	4,707,556	3,755,977	3,186,933	2,657,548
Interest	3,055,975	2,775,527	2,853,538	3,030,028	3,176,622	3,178,602	3,324,552	3,263,441	3,378,469	3,327,941
Capital outlay	47,662,414	25,417,645	18,160,506	19,153,583	18,274,146	21,309,294	14,582,245	15,339,755	9,161,982	18,908,419
Total expenditures	<u>297,395,989</u>	<u>260,256,299</u>	<u>243,561,551</u>	<u>222,534,952</u>	<u>215,493,052</u>	<u>207,008,523</u>	<u>192,042,824</u>	<u>183,988,307</u>	<u>175,547,344</u>	<u>186,668,699</u>
Excess (deficiency) of revenues over expenditures	<u>16,104,982</u>	<u>2,729,850</u>	<u>17,941,933</u>	<u>3,430,620</u>	<u>3,934,898</u>	<u>(1,343,766)</u>	<u>(84,531)</u>	<u>7,442,104</u>	<u>12,537,602</u>	<u>(379,991)</u>
<b>OTHER FINANCING SOURCES (USES)</b>										
Issuance of long-term debt	-	20,000,000	-	-	-	5,000,000	9,950,000	-	-	9,950,000
Lease & SBITA financing	1,761,859	1,232,974	-	-	-	-	-	-	-	-
Transfers in	31,190,740	24,157,076	19,832,649	19,732,438	22,816,959	19,603,617	16,405,197	21,869,553	18,530,412	20,955,391
Transfers out	(32,507,769)	(24,799,039)	(20,713,035)	(20,503,526)	(23,678,810)	(20,119,111)	(16,894,070)	(22,424,826)	(19,112,727)	(21,406,300)
Total other financing sources (uses)	<u>444,830</u>	<u>20,591,011</u>	<u>(880,386)</u>	<u>(771,088)</u>	<u>(861,851)</u>	<u>4,484,506</u>	<u>9,461,127</u>	<u>(555,273)</u>	<u>(582,315)</u>	<u>9,499,091</u>
Net change in fund balance	<u>\$16,549,812</u>	<u>\$23,320,861</u>	<u>\$17,061,547</u>	<u>\$ 2,659,532</u>	<u>\$ 3,073,047</u>	<u>\$ 3,140,740</u>	<u>\$ 9,376,596</u>	<u>\$ 6,886,831</u>	<u>\$11,955,287</u>	<u>\$ 9,119,100</u>
Debt service as a percentage of noncapital expenditures	<u>5.42%</u>	<u>4.71%</u>	<u>3.97%</u>	<u>4.33%</u>	<u>4.30%</u>	<u>4.28%</u>	<u>4.56%</u>	<u>4.27%</u>	<u>3.96%</u>	<u>3.60%</u>

MARION COUNTY, OREGON

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

Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property			Public Utilities  (thousands)	Personal Property  (thousands)	Total Taxable Assessed Value (AV)  (thousands)	Total Direct Tax Rate	Estimated Actual Value of Taxable Property  (thousands)	Real Market Value (RMV)  (thousands)	AV as a % of RMV
	Residential	Commercial	Other							
	(thousands)	(thousands)	(thousands)							
2023	\$ 15,687,576	\$ 6,414,823	6,113,063	\$ 1,275,083	\$ 732,653	\$ 30,223,198	\$ 3.03	\$ 55,191,679	\$ 57,702,819	52.4%
2022	14,976,085	6,279,331	5,635,193	1,165,630	709,469	28,765,708	3.03	52,385,518	55,489,276	51.8%
2021	14,305,525	6,053,467	5,466,877	1,121,633	670,793	27,618,295	3.03	42,364,151	53,148,678	52.0%
2020	13,711,020	5,892,940	5,251,775	1,019,185	628,053	26,502,974	3.03	40,288,265	50,681,035	52.3%
2019	13,122,887	5,571,387	5,016,858	1,000,405	632,476	25,344,013	3.03	36,604,422	46,399,107	54.6%
2018	12,613,473	5,317,338	4,850,490	817,229	621,382	24,219,912	3.03	33,048,596	42,213,950	57.4%
2017	12,129,920	5,148,729	4,742,285	768,629	581,957	23,371,520	3.03	30,038,915	39,002,300	59.9%
2016	11,660,258	4,950,815	4,533,423	784,377	561,608	22,490,481	3.03	27,831,182	36,716,577	61.3%
2015	11,184,908	4,825,983	4,321,539	734,653	541,430	21,608,513	3.03	26,283,582	34,877,589	62.0%
2014	10,593,617	4,492,229	4,417,702	707,650	533,437	20,744,635	3.03	24,740,339	32,102,805	64.6%

Sources:

Marion County Assessor.

Notes:

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

MARION COUNTY, OREGON

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

Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Marion County Direct Rate: General Operations	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03	\$ 3.03
Overlapping Rates:										
Cities	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09	0.28 - 8.09
School Districts & ESD's	0.30 - 7.74	0.30 - 7.74	0.30 - 7.83	0.30 - 7.84	0.30 - 7.92	0.30 - 8.12	0.30 - 8.34	0.30 - 8.12	0.30 - 8.42	0.30 - 8.07
Chemeketa Community College	0.89	0.89	0.89	0.89	0.90	0.90	0.90	0.92	0.89	0.86
Sewer & Service Districts	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.00	0.00
Water & Water Control Districts	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00	0.04 - 1.00	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00	0.05 - 1.00
Rural Fire Protection Districts	0.53 - 2.49	0.53 - 2.82	0.53 - 2.34	0.53 - 2.90	0.53 - 2.91	0.53 - 2.92	0.53 - 2.93	0.53 - 2.51	0.53 - 2.52	0.53 - 2.53
Special Purpose Districts	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76	0.08 - 0.76

Sources:

Marion County Tax Collector.

Notes:

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



MARION COUNTY, OREGON

PRINCIPAL PROPERTY TAXPAYERS

Current Fiscal Year and Nine Years Ago

Taxpayer	2023			2014		
	Rank	Taxable Assessed Value	Percentage of Total Taxable Assessed Value	Rank	Taxable Assessed Value	Percentage of Total Taxable Assessed Value
Portland General Electric Company	1	\$ 454,168,570	1.50%	1	\$ 256,592,280	1.24%
Northwest Natural Gas Company	2	217,749,000	0.72%	2	130,546,000	0.63%
Winco Foods Llc	3	111,363,870	0.37%	3	84,312,689	0.41%
Lumen Technologies Inc	4	101,979,910	0.34%			
Woodburn Premium Outlets Llc	5	74,492,820	0.25%	5	56,980,260	0.27%
Comcast Corporation	6	80,140,000	0.27%			
State Accident Insurance Fund	7	59,027,730	0.20%			
Lancaster Development Company Llc	8	55,047,400	0.18%	4	63,861,330	0.31%
Wal-Mart Real Estate Business Tr	9	55,002,280	0.18%	8	47,127,070	0.23%
Snyders-Lance Inc	10	50,489,600	0.17%			
Qwest Corporation/CenturyLink				6	57,396,660	0.28%
Norpac Foods Inc				9	56,693,593	0.27%
JLR LLC				7	26,260,851	0.13%
Metropolitan Life Insurance Co				10	42,822,470	0.21%
Total for principal taxpayers		<u>\$ 1,259,461,180</u>	<u>4.17%</u>		<u>\$ 822,593,203</u>	<u>3.97%</u>
Total taxable assessed value		<u>\$ 30,223,197,362</u>			<u>\$ 20,744,634,065</u>	

Sources:

Marion County Assessor, Marion County Tax Collector.

Notes:

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

MARION COUNTY, OREGON

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Levy for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Original Levy		Amount	Percentage of Original Levy
2023	\$ 93,371,616	\$ 89,094,836	95.42%	\$ -	\$ 89,094,836	95.42%
2022	89,022,230	84,877,652	95.34%	879,807	85,757,459	96.33%
2021	85,557,028	81,625,151	95.40%	655,194	82,280,345	96.17%
2020	81,992,877	78,031,058	95.17%	1,406,418	79,437,476	96.88%
2019	78,848,364	75,009,995	95.13%	1,455,131	76,465,126	96.98%
2018	73,878,931	70,307,020	95.17%	1,502,274	71,809,294	97.20%
2017	71,431,215	67,750,167	94.85%	1,522,382	69,272,549	96.98%
2016	68,645,892	65,123,214	94.87%	1,762,490	66,885,704	97.44%
2015	63,937,929	60,400,930	94.47%	1,887,835	62,288,765	97.42%
2014	61,192,469	57,656,513	94.22%	1,934,477	59,590,990	97.38%

Sources:

Marion County Tax Collector.

Notes:

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

MARION COUNTY, OREGON

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities						Business-Type Activities	Total Primary Government	Percentage of Personal Income	Debt Per Capita
	Revenue Bonds	Refunding Obligations	Capital Financing Agreement	Limited Tax Pension Obligations	Lease Liability	SBITA Liability	Notes Payable			
2023	\$ -	\$ -	\$ 31,353,260	\$ 23,050,000	\$ 10,656,334	\$ 5,664,089	\$ 289,947	\$ 71,013,630	0.38%	\$ 203
2022	-	1,596,941	34,299,550	26,735,000	12,739,695	-	313,332	75,684,518	0.41%	217
2021	-	3,106,973	16,173,005	29,975,000	-	-	331,555	49,586,533	0.29%	143
2020	-	4,535,528	17,997,272	32,815,000	-	-	349,654	55,697,454	0.36%	161
2019	-	5,888,039	19,773,691	34,226,054	-	-	367,620	60,255,404	0.41%	173
2018	-	7,180,800	21,514,235	35,465,304	-	-	385,464	64,545,803	0.47%	188
2017	271,091	8,375,789	17,775,756	36,595,471	-	-	441,388	63,459,495	0.48%	187
2016	794,059	9,538,188	9,075,343	37,614,562	-	-	459,334	57,481,486	0.46%	172
2015	1,292,413	10,640,837	9,662,966	38,535,195	-	-	541,932	60,673,343	0.52%	184
2014	1,767,312	11,683,737	9,950,000	39,369,217	-	-	620,468	63,390,734	0.59%	194

Sources:

Oregon Treasury Department, Municipal Bond Division.

Notes:

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

MARION COUNTY, OREGON

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year Ended June 30	General Bonded Debt Outstanding			% of Estimated Actual Value of Taxable Property	General Bonded Debt Per Capita	Net Direct Debt Per Capita	Net Direct & Overlapping Debt Per Capita	Real Market Value (RMV) Per Capita	Net Direct Debt To RMV	Net Direct & Overlapping Debt To RMV
	Refunding Obligations	Limited Tax Pension Obligations	Total							
2023	\$ -	\$ 23,050,000	\$ 23,050,000	0.04%	\$ 66	\$ -	\$ 3,626	\$ 164,995	0%	2.20%
2022	1,596,941	26,735,000	28,331,941	0.05%	81	-	3,676	159,170	0%	2.31%
2021	3,106,973	29,975,000	33,081,973	0.08%	95	-	3,536	153,086	0%	2.31%
2020	4,535,528	32,815,000	37,350,528	0.09%	108	-	2,992	146,395	0%	2.04%
2019	5,888,039	34,226,054	40,114,093	0.11%	115	-	3,195	133,423	0%	2.39%
2018	7,180,800	35,465,304	42,646,104	0.13%	124	-	2,353	122,702	0%	1.92%
2017	8,375,789	36,595,471	44,971,260	0.15%	133	-	2,372	114,983	0%	2.06%
2016	9,538,188	37,614,562	47,152,750	0.17%	141	-	2,394	109,946	0%	2.18%
2015	10,640,837	38,535,195	49,176,032	0.19%	149	-	2,075	105,763	0%	1.96%
2014	11,683,737	39,369,217	51,052,954	0.21%	157	-	2,246	98,430	0%	2.28%

Sources:

Oregon Treasury Department, Municipal Bond Division.

Notes:

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

MARION COUNTY, OREGON

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

June 30, 2023

Overlapping District	Outstanding Net Property Tax Backed Debt	Percent Overlapping	Net Overlapping Debt
<b>Cities:</b>			
City of Aumsville	\$ 1,177,244	100.0000%	\$ 1,177,244
City of Aurora	437,666	100.0000%	437,666
City of Detroit	1,052,269	100.0000%	1,052,269
City of Donald	79,294	100.0000%	79,294
City of Gates	376,404	85.3615%	321,304
City of Gervais	381,749	100.0000%	381,749
City of Jefferson	2,533,724	100.0000%	2,533,724
City of Mill City	3,115,818	18.9658%	590,940
City of Salem	178,596,000	83.2353%	148,654,916
City of Silverton	16,687,405	100.0000%	16,687,405
City of Stayton	6,992,820	100.0000%	6,992,820
City of Woodburn	629,000	100.0000%	629,000
<b>School Districts &amp; ESD's:</b>			
Marion County SD 1 (Gervais)	11,032,982	100.0000%	11,032,982
Marion County SD 4J (Silver Falls)	62,287,738	90.7423%	56,521,326
Marion County SD 5 (Cascade)	13,657,472	100.0000%	13,657,472
Marion County SD 14J (Jefferson)	17,868,886	93.5577%	16,717,718
Marion County SD 15 (N. Marion)	60,816,362	100.0000%	60,816,362
Marion County SD 24J (Salem-Keizer)	859,047,207	86.8995%	746,507,728
Marion County SD 29J (N. Santiam)	37,857,457	78.4413%	29,695,881
Marion County SD 45 (St. Paul)	6,465,000	100.0000%	6,465,000
Marion County SD 91 (Mt. Angel)	7,308,713	100.0000%	7,308,713
Marion County SD 103 (Woodburn)	65,705,000	100.0000%	65,705,000
Linn County SD 129J (Santiam Canyon)	19,881,478	38.9119%	7,736,261
Polk County SD 13J (Central)	52,736,902	1.2488%	658,578
Linn-Benton-Lincoln ESD	5,750,000	0.5818%	33,454
Willamette ESD	5,724,823	60.7316%	3,476,777
Chemeketa Community College	83,385,000	67.0773%	55,932,407
<b>Rural Fire Districts:</b>			
Aumsville Rural Fire District	680,000	100.0000%	680,000
Jefferson Rural Fire District	30,000	74.9480%	22,484
Keizer Rural Fire District	2,805,000	100.0000%	2,805,000
Marion County Rural Fire District 1	-	100.0000%	-
Mt. Angel Rural Fire District	-	100.0000%	-
Silverton Rural Fire District	2,455,000	95.4579%	2,343,491
Sublimity Rural Fire District	410,000	100.0000%	410,000
Polk County Rural Fire District	1,125,000	2.0375%	22,922
<b>Water Districts:</b>			
Lyons-Mehama Water District	235,000	26.3559%	61,936
Subtotal, overlapping debt	<u>\$ 1,529,324,413</u>		1,268,149,823
Marion County direct debt			70,723,683
Total direct and overlapping debt			<u>\$ 1,338,873,506</u>

Sources:

Oregon State Treasury, Debt Management Division.

Notes:

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

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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Real Market Value (RMV) (thousands)</b>	<u>\$ 57,702,819</u>	<u>\$ 55,489,276</u>	<u>\$ 53,148,678</u>	<u>\$ 50,681,035</u>	<u>\$ 46,399,107</u>	<u>\$ 42,213,950</u>	<u>\$ 39,002,300</u>	<u>\$ 36,716,577</u>	<u>\$ 34,877,589</u>	<u>\$ 32,102,805</u>
<b>General Obligation Bonds</b>										
Debt limit rate (as % of RMV)	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
Debt limit (thousands)	\$ 1,154,056	\$ 1,109,786	\$ 1,062,974	\$ 1,013,621	\$ 927,982	\$ 844,279	\$ 780,046	\$ 734,332	\$ 697,552	\$ 642,056
Total applicable debt (thousands)	-	-	-	-	-	-	-	-	-	-
Legal debt margin (thousands)	<u>\$ 1,154,056</u>	<u>\$ 1,109,786</u>	<u>\$ 1,062,974</u>	<u>\$ 1,013,621</u>	<u>\$ 927,982</u>	<u>\$ 844,279</u>	<u>\$ 780,046</u>	<u>\$ 734,332</u>	<u>\$ 697,552</u>	<u>\$ 642,056</u>
Total applicable debt as a percentage of the debt limit	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>
<b>Limited Tax Pension Obligations</b>										
Debt limit rate (as % of RMV)	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
Debt limit (thousands)	\$ 2,885,141	\$ 2,774,464	\$ 2,657,434	\$ 2,534,052	\$ 2,319,955	\$ 2,110,698	\$ 1,950,115	\$ 1,835,829	\$ 1,743,879	\$ 1,605,140
Total applicable debt (thousands)	23,050	26,735	29,975	32,815	34,226	35,465	36,595	37,615	38,535	39,369
Legal debt margin (thousands)	<u>\$ 2,862,091</u>	<u>\$ 2,747,729</u>	<u>\$ 2,627,459</u>	<u>\$ 2,501,237</u>	<u>\$ 2,285,729</u>	<u>\$ 2,075,233</u>	<u>\$ 1,913,520</u>	<u>\$ 1,798,214</u>	<u>\$ 1,705,344</u>	<u>\$ 1,565,771</u>
Total applicable debt as a percentage of the debt limit	<u>0.8%</u>	<u>1.0%</u>	<u>1.1%</u>	<u>1.3%</u>	<u>1.5%</u>	<u>1.7%</u>	<u>1.9%</u>	<u>2.0%</u>	<u>2.2%</u>	<u>2.5%</u>
<b>Limited Tax Obligations</b>										
Debt limit rate (as % of RMV)	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%
Debt limit (thousands)	\$ 577,028	\$ 554,893	\$ 531,487	\$ 506,810	\$ 463,991	\$ 422,140	\$ 390,023	\$ 367,166	\$ 348,776	\$ 321,028
Total applicable debt (thousands)	31,353	35,770	19,033	22,172	25,194	28,124	25,757	18,649	20,750	22,472
Legal debt margin (thousands)	<u>\$ 545,675</u>	<u>\$ 519,123</u>	<u>\$ 512,454</u>	<u>\$ 484,638</u>	<u>\$ 438,797</u>	<u>\$ 394,016</u>	<u>\$ 364,266</u>	<u>\$ 348,517</u>	<u>\$ 328,026</u>	<u>\$ 298,556</u>
Total applicable debt as a percentage of the debt limit	<u>5.4%</u>	<u>6.4%</u>	<u>3.6%</u>	<u>4.4%</u>	<u>5.4%</u>	<u>6.7%</u>	<u>6.6%</u>	<u>5.1%</u>	<u>5.9%</u>	<u>7.0%</u>

**Notes:**

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

MARION COUNTY, OREGON  
 PLEDGED REVENUE COVERAGE

Last Ten Fiscal Years<sup>1</sup>

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

Notes:

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

MARION COUNTY, OREGON  
DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year Ended June 30	Population	Personal Income (thousands)	Per Capita Income	Unemployment Rate
2023	349,725	\$ 18,874,639	\$ 54,440	4.3%
2022	348,616	18,671,730	53,791	5.1%
2021	347,182	16,971,368	49,022	7.0%
2020	346,194	15,490,534	44,921	3.9%
2019	347,760	14,640,013	42,670	4.2%
2018	344,035	13,824,276	40,810	4.3%
2017	339,200	13,119,970	39,304	5.0%
2016	333,950	12,454,574	38,014	5.9%
2015	329,770	11,594,307	35,863	7.2%
2014	326,150	10,760,731	33,565	8.7%

Sources:

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

Notes:

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



MARION COUNTY, OREGON

EMPLOYMENT AND WAGES BY INDUSTRY

Current Fiscal Year and Nine Years Ago

	2023				2014			
	Units	Employment	Wages	% of Employment	Units	Employment	Wages	% of Employment
<b>Government Employers:</b>								
Federal government	48	1,327	106,666,051	0.81%	63	1,296	79,706,803	0.96%
State government	170	21,158	1,823,134,627	12.97%	203	18,786	1,007,778,211	13.91%
Local government	329	13,923	930,326,439	8.54%	328	13,334	610,104,485	9.87%
	547	36,408	2,860,127,117	22.32%	594	33,416	1,697,589,499	24.75%
<b>Private Employers:</b>								
Natural resources and mining:								
Crop & animal production	345	5,542	237,846,996	3.40%	321	5,495	144,929,825	4.07%
Agriculture, forestry & mining	197	4,975	183,272,440	3.05%	139	4,609	130,492,707	3.41%
Construction:								
Building construction	642	2,758	155,042,725	1.69%	286	1,223	52,397,477	0.91%
Heavy & civil engineering	88	1,554	145,176,467	0.95%	76	955	64,792,917	0.71%
Specialty trade contractors	882	7,297	480,262,998	4.47%	584	3,833	163,816,833	2.84%
Manufacturing:								
Food, beverage & tobacco	91	3,778	177,336,987	2.32%	73	4,428	136,445,954	3.28%
Wood products	29	1,473	82,930,200	0.90%	26	1,099	41,001,016	0.81%
Metal & machinery	96	1,512	95,525,783	0.93%	93	1,393	62,561,038	1.03%
Other manufacturing	201	3,157	201,960,948	1.94%	184	2,937	122,045,320	2.18%
Trade, transportation and utilities:								
Merchant wholesalers	337	3,424	233,636,829	2.10%	227	2,907	139,533,248	2.15%
Motor vehicles, parts & fuel	210	3,331	186,708,557	2.04%	186	2,589	93,340,410	1.92%
Building & garden supplies	84	1,724	73,243,252	1.06%	79	1,247	36,367,533	0.92%
Food & beverages	191	3,369	100,847,840	2.07%	164	2,610	59,602,730	1.93%
Clothing & accessories	144	1,729	46,957,771	1.06%	158	2,075	38,318,357	1.54%
General merchandise	52	3,594	119,483,138	2.20%	37	3,597	83,761,807	2.66%
Other wholesalers & retailers	505	3,903	161,134,350	2.39%	563	3,538	109,120,648	2.62%
Truck & other transportation	226	3,642	206,393,891	2.23%	176	2,274	78,160,164	1.68%
Warehousing & storage	21	2,531	129,315,103	1.55%	15	936	42,031,425	0.69%
Utilities	12	219	28,458,562	0.13%	6	204	17,323,276	0.15%
Information services	195	1,426	128,399,316	0.87%	92	973	48,476,511	0.72%
Financial activities:								
Credit intermediation	157	1,779	122,453,958	1.09%	164	1,976	86,909,604	1.46%
Insurance	218	2,226	206,725,791	1.36%	204	1,718	93,906,248	1.27%
Real estate	424	1,559	80,648,354	0.96%	377	1,409	37,650,992	1.04%
Other financial activities	157	645	49,156,811	0.40%	121	527	35,872,307	0.39%
Professional and business services:								
Professional & technical	1,025	4,999	386,011,601	3.07%	738	3,820	203,879,081	2.83%
Management & administrative	753	9,141	423,597,234	5.60%	460	6,865	207,736,406	5.08%
Waste management & remediation	32	517	36,501,316	0.32%	18	338	17,694,967	0.25%
Education and health services:								
Educational services	144	2,812	122,811,520	1.72%	96	2,200	79,056,369	1.63%
Ambulatory services	613	8,518	627,986,856	5.22%	516	6,642	397,835,185	4.92%
Hospitals & other health services	1,600	15,274	862,652,306	9.37%	408	10,612	421,018,044	7.86%
Leisure and hospitality:								
Amusement, gambling & recreation	86	1,106	23,963,886	0.68%	80	1,023	14,371,495	0.76%
Food services & drinking places	754	11,006	260,736,396	6.75%	628	9,484	143,829,958	7.02%
Other leisure & hospitality	93	1,086	32,069,514	0.67%	84	1,071	19,094,039	0.79%
Other services	1,528	5,076	201,509,373	3.11%	1,338	5,005	124,055,643	3.71%
	12,132	126,682	6,610,759,069	77.68%	8,717	101,612	3,547,429,534	75.25%
Total County Employment	12,679	163,090	\$ 9,470,886,186	100.00%	9,311	135,028	\$ 5,245,019,033	100.00%

Source: Oregon Employment Department

Notes:

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

MARION COUNTY, OREGON

COUNTY EMPLOYEES BY FUNCTION AND BARGAINING UNIT

Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Full Time Equivalent (FTE)</b>										
<b>Employees by Function:</b>										
Governmental activities:										
General government	260.8	258.3	250.3	242.0	237.8	233.6	231.4	231.3	228.8	220.5
Health and social services	547.9	517.2	490.2	459.2	449.8	449.4	453.8	425.2	407.1	396.3
Public safety and judicial	593.8	568.3	580.3	578.7	587.6	567.2	562.8	561.4	554.0	550.7
Community service	56.9	54.7	43.6	42.6	40.4	39.4	41.3	39.5	35.5	29.7
Roads and bridges	170.6	165.6	156.6	156.6	154.6	153.4	147.4	142.4	141.4	131.4
Total governmental activities	<u>1,630.0</u>	<u>1,564.1</u>	<u>1,521.0</u>	<u>1,479.1</u>	<u>1,470.2</u>	<u>1,443.0</u>	<u>1,436.7</u>	<u>1,399.8</u>	<u>1,366.8</u>	<u>1,328.6</u>
Business-type activities:										
Environmental services	32.0	34.0	36.0	36.0	36.0	29.0	29.3	30.3	30.3	30.3
Total FTE budgeted	<u>1,662.0</u>	<u>1,598.1</u>	<u>1,557.0</u>	<u>1,515.1</u>	<u>1,506.2</u>	<u>1,472.0</u>	<u>1,466.0</u>	<u>1,430.1</u>	<u>1,397.1</u>	<u>1,358.9</u>
<b>Number of Employees by Bargaining Unit:</b>										
Marion County Employee Assoc.	854	831	855	842	847	814	823	790	780	732
Marion County Law Enforcement Association	211	221	225	223	224	209	216	205	213	207
Marion County Juvenile Employees Association	32	31	33	32	34	34	32	32	32	33
Federation of Oregon Parole and Probation Officers	36	38	37	37	39	39	41	38	36	35
Oregon Nurses Association	12	15	17	16	14	16	17	17	19	17
Marion County Deputy District Attorneys Association	24	-	-	-	-	-	-	-	-	-
Unrepresented:										
Management and other	264	278	261	249	238	244	250	246	238	233
Temporary employees	111	110	130	121	152	177	169	183	174	235
Total county employees	<u>1,544</u>	<u>1,524</u>	<u>1,558</u>	<u>1,520</u>	<u>1,548</u>	<u>1,533</u>	<u>1,548</u>	<u>1,511</u>	<u>1,492</u>	<u>1,492</u>

Sources:

Marion County payroll records.

MARION COUNTY, OREGON

OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Governmental Activities:</b>										
<b>General Government</b>										
General election information:										
Registered voters	221,066	(1)	214,403	(1)	200,437	(1)	182,173	(1)	151,674	(1)
Votes cast	135,872	(1)	167,015	(1)	129,117	(1)	139,563	(1)	105,239	(1)
Percentage voted	61.46%	(1)	77.90%	(1)	64.42%	(1)	76.61%	(1)	69.38%	(1)
Marriage licenses issued	2,106	2,199	2,234	2,232	2,349	2,372	2,573	2,567	2,504	2,335
Passports issued	-	-	-	3,432	4,195	5,173	5,673	1,118	1,039	934
Documents recorded	40,857	64,245	78,143	69,686	62,055	64,978	65,457	58,714	49,451	48,596
Property tax accounts:										
Residential	83,078	82,006	85,736	85,084	84,363	83,910	83,453	83,175	83,134	82,996
Commercial	8,002	8,108	9,855	9,846	9,860	9,851	9,921	9,908	9,921	9,747
Industrial	520	539	596	602	576	545	526	520	533	682
Farm	26,192	25,552	27,626	27,687	27,816	27,826	27,836	27,879	27,897	27,972
Utilities	1,808	1,713	2,861	2,812	2,006	1,863	1,821	1,975	1,911	1,896
Personal	6,294	6,325	7,484	6,729	6,410	6,657	6,720	6,527	6,434	6,359
<b>Health and Social Services</b>										
Total clinic visits	264,020	275,328	342,149	485,017	466,855	434,281	424,126	386,895	404,860	419,676
Number of clients served:										
Acute	2,691	2,848	3,045	11,014	12,107	12,926	12,935	15,408	11,809	5,097
Alcohol and drug treatment	1,459	1,047	1,308	2,077	2,294	2,011	2,020	1,634	2,783	2,413
Behavioral health (other)	2,869	4,999	5,528	6,932	8,060	7,439	6,984	6,391	5,934	5,967
Developmental disabilities	3,502	3,318	3,242	2,029	2,804	2,732	2,689	2,584	2,394	2,206
IDS & out-of-panel MH providers	-	-	-	-	-	-	-	-	1,646	6,313
Immunizations	846	-	545	1,079	1,194	1,734	2,656	3,088	3,556	2,567
Public health (other)	12,633	1,027	990	9,258	7,533	7,258	5,644	6,911	8,872	9,567
Women, infants and children (WIC)	6,588	7,015	7,846	8,391	8,751	8,808	6,654	7,467	7,923	8,555
Health inspections	4,227	1,691	1,068	2,810	4,748	4,198	3,677	3,207	3,221	3,166
Food handler cards issued	8,479	216	190	505	482	387	1,877	1,810	6,212	5,133
Birth and death certificates issued	19,379	19,989	18,591	16,092	15,848	16,277	17,659	17,640	17,175	16,561
<b>Public Safety and Judicial</b>										
Sheriff:										
Calls for service	61,617	73,904	74,224	76,309	77,084	79,604	74,720	67,791	74,613	68,199
Number of reports	9,793	26,998	32,247	32,212	30,616	30,071	27,756	25,931	26,358	23,737
Number of arrests	1,926	n/a	2,382	2,461	2,327	2,386	2,341	2,293	2,571	2,587
Number of inmates booked	7,292	5,999	4,893	11,051	14,085	15,180	14,141	13,177	13,574	13,696
Average daily jail population	425	390	299	383	424	424	416	403	409	414
Average length of jail stay (days)	26	28	23	15	13	14	24	18	17	15
Adults on probation and post-prison supervision (monthly average)	2,748	2,785	2,944	3,141	3,121	3,226	3,269	3,644	3,583	3,697
Juvenile:										
Youth served per year (2)	663	511	690	1,195	1,122	1,181	1,308	1,428	1,567	1,975
Community service hours completed (2)	5,763	3,741	5,316	7,207	7,082	n/a	7,590	7,056	7,676	8,341
Youth admitted to detention center (2)	258	216	283	631	657	729	724	862	900	921
Average length of stay (days) (2)	18.0	20.1	19.0	13.0	14.1	11.5	11.5	12.7	10.4	8.9
District Attorney:										
Adult criminal cases prosecuted (2)	10,973	9,345	9,047	11,010	10,655	10,550	9,646	9,836	9,916	9,513
Juvenile delinquency petitions filed (2)	258	162	207	304	356	398	338	433	422	451
Juvenile dependency petitions filed (2)	-	-	1	254	424	476	491	411	414	510
Volunteer hours for victim assistance	3,827	3,127	6,063	20,738	18,961	19,184	19,430	19,189	19,666	24,731
Victims served	15,199	5,538	5,529	5,406	4,865	5,845	4,371	5,069	4,124	4,017
<b>Business-Type Activities</b>										
<b>Environmental Services</b>										
Waste generated per capita (pounds)	n/a	n/a	4,124	2,934	3,068	3,020	2,878	2,796	2,721	2,641
Waste recovered per capita (pounds)	n/a	n/a	1,672	1,402	1,527	1,463	1,421	1,460	1,463	1,441
Waste recovery rate	n/a	n/a	40.5%	47.8%	49.8%	48.4%	49.4%	52.2%	53.8%	54.6%
Waste recovered (tons)	n/a	n/a	289,995	243,658	262,191	251,456	237,150	240,544	238,422	232,540

Sources:

Marion County department records.

Notes:

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

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

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

MARION COUNTY, OREGON

CAPITAL ASSET STATISTICS BY FUNCTION

Last Ten Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b><u>Governmental Activities</u></b>										
<b>General Government</b>										
Buildings owned:										
Center Street campus	10	10	10	10	10	10	9	9	9	9
Corrections campus	6	6	6	6	6	6	6	6	6	6
Downtown campus	2	2	2	2	2	2	2	2	2	2
Public Works campus	13	13	13	13	13	13	13	13	13	13
Other facilities countywide	14	14	13	13	13	13	13	13	12	12
<b>Community Service</b>										
Parks acreage	679.5	679.5	605.8	605.8	610.2	610.2	610.2	610.2	610.2	610.2
Number of developed facilities	18	18	17	17	18	18	18	18	18	18
Number of undeveloped facilities	3	3	3	3	3	3	3	3	3	3
Number of playgrounds	4	4	4	4	5	5	5	5	5	5
<b>Roads and Bridges</b>										
Roads maintained by county:										
- miles paved	924.1	924.1	924.4	924.4	924.3	924.3	924.3	924.3	925.6	925.5
- miles unpaved	192.8	192.8	192.8	192.8	193.2	193.2	193.2	193.2	192.6	192.8
Bridges	147	147	147	147	147	147	147	147	147	147
Ferries	2	2	2	2	2	2	2	2	2	2

Sources:

Marion County department records.

*(This page intentionally left blank.)*

**REPORTS OF OTHER LEGAL  
AND REGULATORY REQUIREMENTS**

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

Board of Commissioners  
Marion County, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of Marion County, Oregon (the County) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 28, 2024. Our report includes a reference to other auditors who audited the financial statements of the Marion County Housing Authority, a discretely presented component unit, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal controls over financial reporting or compliance and other matters that are reported on separately by those auditors.

### **Report on Internal Control Over Financial Reporting**

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Medford, Oregon

March 28, 2024



## **Report of Independent Auditors Required by Oregon State Regulations**

The Board of Commissioners  
Marion County, Oregon

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States the financial statements of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of Marion County, Oregon (the County) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated . Our report includes a reference to other auditors who audited the financial statements of the Marion County Housing Authority, a discretely presented component unit, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal controls over financial reporting or compliance that are reported on separately by those auditors.

### **Compliance**

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

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

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

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

### **Internal Control Over Financial Reporting**

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

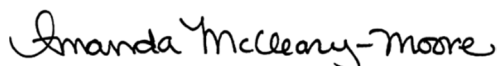
*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. Accordingly, this communication is not suitable for any other purpose.

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



Amanda McCleary-Moore, Partner  
For Moss Adams LLP  
Medford, Oregon  
March 28, 2024