

For Year Ended June 30, 2025



O R E G O N

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

MARION COUNTY, OREGON

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2025

Marion County Finance Department

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INTRODUCTORY SECTION

County Commissioners
Danielle Bethell, Chair
Colm Willis
Kevin Cameron



**Chief Administrative
Officer**
Jan Fritz

Chief Financial Officer
Jeff White

MARION COUNTY FINANCE

December 22, 2025

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, 2025 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 Baker Tilly US, 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, 2025 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, 2025 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 352,162. 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 County participates in various property tax exemption programs that provide tax abatements under certain conditions for property tax payers that meet those conditions. These tax exemptions provide incentives that promote certain policies and programs (such as business development, housing development, employment, etc.) within the county by temporarily abating local property taxes for a number of years.

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. All governmental funds have annually appropriated budgets. 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 (transfers, contingency, reserves, special payments and materials and services) which is the level that management cannot overspend without the approval of the Board of Commissioners. 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 23,000 workers. Salem-Keizer School District employs about 3,500 workers, Marion County employs about 1,800 workers, and the City of Salem employs about 1,300 workers. Recent unemployment data shows Marion County's seasonally-adjusted unemployment rate reached 4.9 % in August 2025 . This represents a notable increase from the 4.0 % rate in late 2024.

Long-Term Financial Planning – The County heads into fiscal year 2026 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, implementation of new state program requirements, 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) public safety, 2) transportation, infrastructure and emergency management, 3) health and community services, 4) economic and community development, 5) civil and government services. 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 major initiatives include: management of rural economic development and infrastructure needs; upgrade of the county's financial information management system, 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, 2024. This was the 24th 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, 2025, making this the 15th 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, 2025

Board of Commissioners

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

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

Other Elected Officials

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

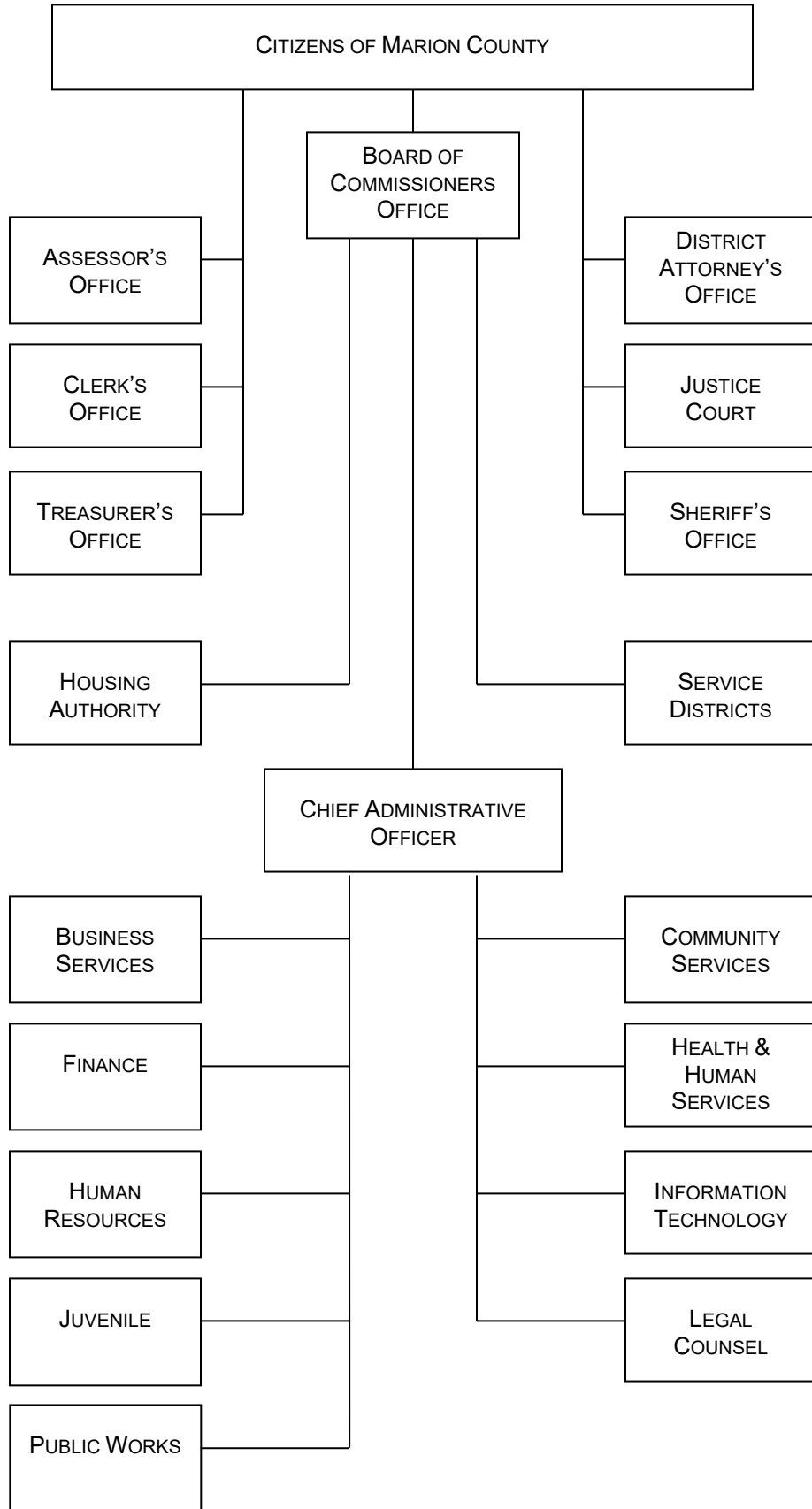
Chief Administrative Officer

Jan Fritz

Legal Counsel

Steve Elzinga

MARION COUNTY, OREGON
Organization Chart
June 30, 2025





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, 2024

Christopher P. Morill

Executive Director/CEO

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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, 2025, 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, 2025, 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*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 GAAS, 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 GAAS. 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 GAAS. In our opinion, the Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

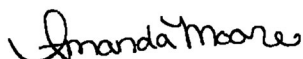
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2025, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

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

In accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*, we have also issued our report dated December 22, 2025, 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 Moore, Principal, for
Baker Tilly US, LLP
Eugene, Oregon
December 22, 2025

MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2025

As management of Marion County, Oregon, (the County), 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, 2025. 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 \$343,816,015 (*net position*). Of this amount, \$304,923,196 reflects the County's net investment in capital assets, and \$49,906,219 represents resources that are subject to external restrictions, resulting in a negative unrestricted balance of \$11,013,400.
- The County's financial position improved from the prior fiscal year with an increase in total net position of \$32,693,995, primarily due to an increase in property taxes, recognition of American Rescue Plan Act revenues that had been deferred in fiscal year 2024, increased program and construction revenues in the health and human services fund, and finally, reduced grant distributions in the lottery and economic development fund.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$193,848,696 an increase of \$8,040,983 from the prior year. Of this amount, \$1,399,659 is nonspendable, and \$57,078,556 is subject to external restrictions. The remaining amount of \$135,370,481 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 \$13,588,997, equal to 12.7% of total General Operating Fund expenditures.
- The County's total debt decreased \$8,391,578 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

MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2025

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 14-15 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 16-18 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

MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2025

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 19-22 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 23-24 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 25-62 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 63-71 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 72-121 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 \$343,816,015 at the end of fiscal year 2025.

The largest portion of the County's net position (88.69%) 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 (14.52%) represents resources that are subject to external restrictions on how they may be used. The County had a negative unrestricted net position (-3.20%) at the end of fiscal year 2025. This negative unrestricted net position is primarily due to the recognition of pension and OPEB liabilities and related deferrals which equate to -45.07% of total net position.

The County's financial position improved from the prior fiscal year with an increase of \$35.4 million in governmental activities slightly offset by a decrease of \$2.7 million in business-type activities resulting in a total net position increase of \$32,693,995. These changes are described in more detail in the following pages of the MD&A.

MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2025

	Governmental activities		Business-type activities		Total	
	2025	2024	2025	2024	2025	2024
	Current and other assets	\$ 281,546	\$ 286,222	\$ 32,477	\$ 35,283	\$ 314,023
Capital and lease assets	336,111	312,252	7,582	7,209	343,693	319,461
Total assets	617,657	598,474	40,059	42,492	657,716	640,966
Deferred outflows of resources	73,847	61,763	1,134	1,105	74,981	62,868
Long-term liabilities outstanding	273,317	266,969	15,965	15,758	289,282	282,727
Other liabilities	59,931	77,413	4,394	4,390	64,325	81,803
Total liabilities	333,248	344,382	20,359	20,148	353,607	364,530
Deferred inflows of resources	34,620	27,655	654	526	35,274	28,181
Net position:						
Net investment in capital assets	297,584	273,880	7,340	6,943	304,924	280,823
Restricted	49,850	49,676	55	49	49,905	49,725
Unrestricted	(23,799)	(35,356)	12,786	15,930	(11,013)	(19,426)
Total net position	\$ 323,635	\$ 288,200	\$ 20,181	\$ 22,922	\$ 343,816	\$ 311,122

	Governmental activities		Business-type activities		Total	
	2025	2024	2025	2024	2025	2024
	Revenues:					
Program revenues:						
Charges for services	\$ 60,356	\$ 56,604	\$ 23,264	\$ 27,229	\$ 83,620	\$ 83,833
Operating grants and contributions	130,085	111,624	-	-	130,085	111,624
Capital grants and contributions	24,691	22,803	-	-	24,691	22,803
General revenues:						
Property taxes	96,908	92,297	-	-	96,908	92,297
Other taxes	508	484	557	520	1,065	1,004
Unrestricted grants and contributions	7,044	8,383	-	-	7,044	8,383
Investment earnings (losses)	16,532	13,146	1,763	1,530	18,295	14,676
Total revenues	336,124	305,341	25,584	29,279	361,708	334,620
Expenses:						
General government	19,070	20,202	-	-	19,070	20,202
Health and social services	89,394	82,914	-	-	89,394	82,914
Public safety and judicial	120,743	112,414	-	-	120,743	112,414
Community service	23,081	21,380	-	-	23,081	21,380
Roads and bridges	45,126	36,768	-	-	45,126	36,768
Education	597	382	-	-	597	382
Interest on long-term debt	2,678	2,675	-	-	2,678	2,675
Environmental services	-	-	23,542	25,160	23,542	25,160
Stormwater services	-	-	1,102	1,126	1,102	1,126
Sewer and lighting services	-	-	3,681	3,500	3,681	3,500
Total expenses	300,689	276,735	28,325	29,786	329,014	306,521
Change in net position before transfers	35,435	28,606	(2,741)	(507)	32,694	28,099
Transfers	-	(75)	-	75	-	-
Change in net position	35,435	28,531	(2,741)	(432)	32,694	28,099
Net position - beginning of year	288,200	259,669	22,922	23,354	311,122	283,023
Net position - end of year	\$ 323,635	\$ 288,200	\$ 20,181	\$ 22,922	\$ 343,816	\$ 311,122

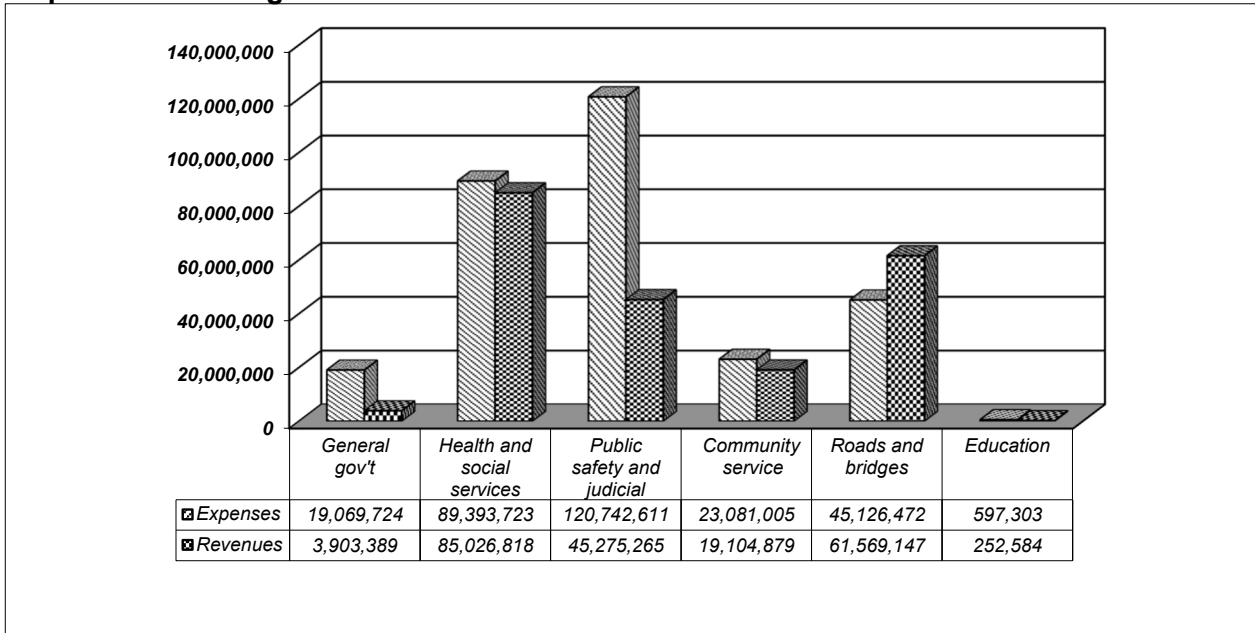
MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

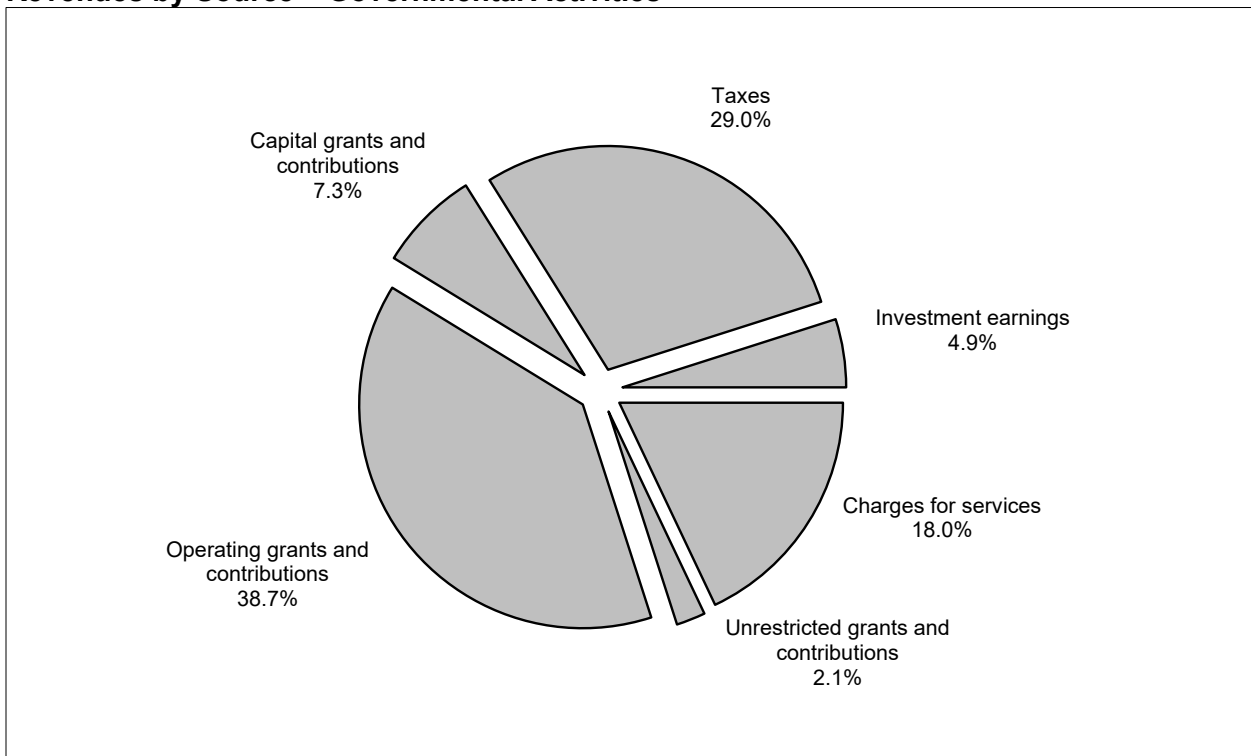
June 30, 2025

Governmental Activities – Governmental activities increased the County's net position by \$35,434,750 primarily due to an increase in health and human services program and construction revenues reductions in lottery and economic development grant distributions.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2025

Business-type Activities – Business-type activities decreased the County's net position by \$2,740,755. 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 \$23,541,472 with program revenues of \$18,503,294. For stormwater services, expenses were \$1,102,085 and program revenues were \$1,111,747, and for sewer and lighting services, expenses were \$3,680,580 and program revenues were \$3,648,926.

Charges for services (primarily generated by the Waste-to-Energy facility) are the main source of revenue for business-type activities, comprising 90.93% of total revenues for fiscal year 2025. These revenues are reflected in the environmental services fund. The Waste-to-Energy facility that handled the County's solid waste was closed mid-year. That closure resulted in a loss of revenue to the county, which was slightly offset by a corresponding reduction of related expenditures. The net effect was a decrease in Business-type Activities net position.

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 \$193,848,696, an increase of 4.3% in comparison with the prior year. \$1,399,659 (0.8%) of this amount is nonspendable in the form of inventory and prepaid items. \$57,078,556 (29.4%) is subject to restrictions imposed by creditors, grantors, contributors, laws or regulations. \$135,370,481 (69.8%) 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 \$33,044,133, of which \$144,427 is nonspendable for inventories and prepaid items, \$2,543,905 is committed, \$16,766,804 is assigned, and \$13,588,997 is unassigned. Fund balance increased by \$1,697,357. The increase in net position is primarily due to increases in revenues for property taxes, and most significantly, a \$7 million increase in intergovernmental revenues. In Oregon, as long as the market value on property exceeds assessed value, the assessed value is automatically increased by 3% each year (which means a corresponding increase in property tax revenue). Additionally, new properties are added to the tax rolls which generally adds another 1-2% of property tax revenue. Increases in intergovernmental revenue is due to the recognition of deferred American Rescue Plan Act funding that was allocated to expenditures for governmental salaries in fiscal year 2025. Those revenue increases were somewhat offset by increases in expenditures for Transfers Out. The increase in Transfers Out reflects the transfer of ARPA funding to other funds for capital projects, such as the replacement of the County's financial and human resources enterprise software.

As a measure of the General Operating Fund's liquidity, it may be useful to note that the unassigned fund balance represents 10.9% of revenues and 12.7% of expenditures for fiscal 2025.

The American Rescue Plan Fund (ARPA) has a total fund balance of (\$0). The fund has unearned revenue of \$27,848,799 which consists of Coronavirus 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 were required to be obligated by December 31, 2024

MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2025

and spent by December 31, 2026. Revenues that have been recognized in fiscal year 2025 are \$1.4m lower than in fiscal year 2024 and distributions to subrecipients are lower by \$500k for the same time period due to a number of project completions. As more projects are completed and the ARPA funding is "used up", there will be less revenue recognition and distributions until eventually both categories will be \$0.

The Public Works Fund has a total fund balance of \$47,015,875 of which \$1,216,358 is nonspendable, \$2,819,792 is committed, and \$42,979,725 is assigned. Fund balance increased \$321,532 during the current year. Within the fund there was a reduction in funding from the Oregon Department of Transportation and related reductions in expenditures for capital projects, while project expenditures for Roads and Bridges increased. Public Works projects are generally multi-year activities with many phases that result in expenditures that vary year-to-year. In fiscal year 2025 project revenues and expenditures were nearly equal, resulting in very little change in net position for the fund.

The Health & Human Services Fund has a total fund balance of \$28,689,222, of which \$15,024,738 is restricted, and \$13,664,484 is assigned. Fund balance increased \$1,955,365 during the current year primarily due to increases in intergovernmental revenue and charges for services offset by increases in personnel and program costs. Fiscal year 2025 is the first year of a new legislative budget biennium, which generally results in contracted revenue increases to fund increasing costs and new programs. The Health and Human Services (HHS) department received new program funding to assist with lease and utility costs for people at risk of homelessness, increased funding for Intellectual and Developmental Disabilities programs, and a one time catch up for delayed funding for Coordinated Care Organization programs. Finally, there was a one-time payment received to assist with the construction costs for the Behavioral Health Crisis center. The expenditure of those program and construction revenues offset the total revenues received, resulting in the net fund balance increase in the HHS fund, which contributed to the overall increase in the Governmental Funds net position.

The Lottery & Economic Development Fund has a total fund balance of \$5,433,023, of which \$5,433,122 is restricted and \$(89) unassigned due to SBITA interest accrued. Fund balance increased \$1,236,858 during the current year as a result of reductions in program expenditures which are primarily project grant distributions. The County board of commissioners determines what projects are to be funded each fiscal year with Lottery funds. Each year, the needs vary and distributions can increase or decrease compared to the prior year.

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

Unrestricted net position for Environmental Services was \$12,250,046 at the end of the fiscal year. Net position decreased \$2,749,851 in fiscal 2025 primarily as a result of the mid-year closure of the Waste-to-Energy Facility resulting in lost revenues offset by reduced expenditures resulting in a negative impact on net position.

GENERAL FUND BUDGETARY HIGHLIGHTS

Total appropriations in the General Fund's final amended budget were \$12,337,256 higher than the original adopted budget (includes expenditures and transfers out); the most significant changes were increases of \$11,349,827 for transfers to other funds and increases of \$987,429 for total expenditures. The significant increase in transfers to other funds is for the movement of ARPA funding primarily to the Sheriff's Office to cover personnel costs. Expenditures for non-departmental materials and services were 66% lower than anticipated, primarily for contracted services that were no longer needed as anticipated in the budget.

MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2025

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, 2025, amounts to \$343,693,117 (net of accumulated depreciation and amortization). This investment in capital assets includes land, construction in progress, landfills, buildings and improvements, equipment, infrastructure, leases and SBITAs. The total increase in the County’s investment in capital assets for the current fiscal year was 7.6% (7.6% increase for governmental activities and 5.2% 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 \$36,697,000 for roads and bridges, and \$19,404,000 for various other projects.

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

	Governmental		Business-type		Total	
	Activities		Activities			
	2025	2024	2025	2024	2025	2024
Land	\$ 15,580	\$ 15,580	\$ 3,035	\$ 3,035	\$ 18,615	\$ 18,615
Construction in progress	55,717	50,172	384	262	56,101	50,434
Buildings and improvements	120,640	115,271	2,692	2,690	123,332	117,961
Equipment	28,488	27,064	1,471	1,222	29,959	28,286
Infrastructure	101,728	90,791	-	-	101,728	90,791
Right to use lease assets	10,179	8,756	-	-	10,179	8,756
Right to use SBITA assets	3,779	4,618	-	-	3,779	4,618
Total	\$ 336,111	\$ 312,252	\$ 7,582	\$ 7,209	\$ 343,693	\$ 319,461

Additional information on the County’s capital assets can be found in Note 4 on pages 36-38 of this report.

Long-Term Debt – At the end of the current fiscal year, the County had total debt outstanding of \$63,155,298, including \$34,531,952 in capital financing agreements, \$14,195,000 in limited tax pension obligations (PERS), \$242,699 in notes payable (service districts) and \$14,185,647 in lease and SBITA liabilities. The County currently has no outstanding general obligation bonds. New lease and SBITA liabilities increased long-term obligations, while periodic principal repayments reduced outstanding balances. Total outstanding debt decreased 11% 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 2025, the current limitation is \$1.3 billion for general obligation bonds, \$3.2 billion for limited tax pension obligations, and \$638 million for other limited tax obligations. As of June 30, 2025, the County’s total outstanding debt represents 0.08% of real market value. Standard & Poor’s has given the County an issuer credit rating of AA.

MARION COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2025

Marion County's Outstanding Debt (thousands)

	Governmental		Business-type		Total	
	Activities		Activities			
	2025	2024	2025	2024	2025	2024
Capital financing agreements	\$ 34,532	\$ 38,210	\$ -	\$ -	\$ 34,532	\$ 38,210
Limited tax pension obligations	14,195	18,885	-	-	14,195	18,885
Notes payable	-	-	243	266	243	266
Lease liability	10,863	9,302	-	-	10,863	9,302
SBITA liability	3,323	4,259	-	-	3,323	4,259
Total	\$ 62,913	\$ 70,656	\$ 243	\$ 266	\$ 63,156	\$ 70,922

Additional information on the County's long-term debt can be found in Note 7 on pages 41-46 of this report.

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Total assessed value of taxable property in Marion County is expected to increase by an estimated 4.5%¹.
- Recent unemployment data shows Marion County's seasonally-adjusted unemployment rate reached 4.9 % in August 2025². This represents a notable increase from the 4.0 % rate in late 2024.
- In September 2020, the Beachie Creek wildfire forced large-scale evacuations across the County and caused extensive damage in Detroit, Gates, and Mill City. Recovery efforts are ongoing as of December 2025.
- Persistent inflation has resulted in elevated wage pressures, contributing to a 3.0% cost-of-living adjustment in County labor contracts. In addition, rising fringe benefit costs, including health insurance and retirement contributions, are projected to further increase overall personnel expenses.

All of these factors have been considered in preparing the County's budget for fiscal year 2025.

During the current fiscal year, fund balance in the General Operating Fund increased from \$31,346,776 to \$33,044,133. The County has appropriated \$15,188,037 of this amount for spending in fiscal year 2026.

REQUESTS FOR INFORMATION

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

¹ FY 2025-26 Assessor's Department budget, Key Indicators, Page 73.

² Oregon Employment Department (<https://www.qualityinfo.org/mid-valley>)

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BASIC FINANCIAL STATEMENTS

MARION COUNTY, OREGON
STATEMENT OF NET POSITION

June 30, 2025

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Marion County Housing Authority
ASSETS				
Cash and investments	\$ 239,703,824	\$ 32,981,516	\$ 272,685,340	\$ 3,864,935
Receivables	32,650,980	1,220,619	33,871,599	72,189
Internal balances	1,780,830	(1,780,830)	-	-
Inventories and prepaids	4,447,951	-	4,447,951	30,638
Restricted cash	-	-	-	907,413
Net OPEB asset	2,962,165	55,875	3,018,040	-
Capital assets:				
Right to use lease assets, net	10,178,978	-	10,178,978	708,627
Right to use SBITA assets, net	3,779,127	-	3,779,127	79,791
Land and Construction in progress	71,296,632	3,419,092	74,715,724	2,293,987
Other capital assets, net	250,856,071	4,163,217	255,019,288	8,997,543
Total assets	<u>617,656,558</u>	<u>40,059,489</u>	<u>657,716,047</u>	<u>16,955,123</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension-related deferred outflows	72,769,358	1,113,874	73,883,232	410,231
OPEB-related deferred outflows	1,077,270	20,320	1,097,590	-
Total deferred outflows of resources	<u>73,846,628</u>	<u>1,134,194</u>	<u>74,980,822</u>	<u>410,231</u>
LIABILITIES				
Accounts payable and other current liabilities	28,409,890	4,337,260	32,747,150	294,845
Accrued interest payable	241,198	6,976	248,174	-
Unearned revenue	31,280,721	48,947	31,329,668	6,643
Long-term obligations:				
Due within one year	23,508,264	164,797	23,673,061	635,478
Due in more than one year	249,808,243	15,800,696	265,608,939	3,629,910
Total liabilities	<u>333,248,316</u>	<u>20,358,676</u>	<u>353,606,992</u>	<u>4,566,876</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred lease resources	636,808	100,746	737,554	26,359
Pension-related deferred inflows	24,774,007	379,212	25,153,219	251,752
OPEB-related deferred inflows	9,209,373	173,716	9,383,089	-
Total deferred inflows of resources	<u>34,620,188</u>	<u>653,674</u>	<u>35,273,862</u>	<u>278,111</u>
NET POSITION				
Net investment in capital assets	297,583,586	7,339,610	304,923,196	8,889,760
Restricted for:				
General government	1,578,964	-	1,578,964	-
Health and social services	15,024,738	-	15,024,738	-
Public safety and judicial	2,737,678	-	2,737,678	-
Community service	24,367,476	-	24,367,476	-
Roads and bridges	3,117,635	-	3,117,635	-
Education	61,688	-	61,688	-
Housing	-	-	-	672,828
OPEB Asset	2,962,165	55,875	3,018,040	-
Unrestricted	(23,799,248)	12,785,848	(11,013,400)	2,957,779
Total net position	<u>\$ 323,634,682</u>	<u>\$ 20,181,333</u>	<u>\$ 343,816,015</u>	<u>\$ 12,520,367</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, 2025

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-type Activities		
						Total		Total
Primary government:								
Governmental activities:								
General government	\$ 19,069,724	\$ 3,885,776	\$ -	\$ 17,613	\$ (15,166,335)	\$ -	\$ (15,166,335)	
Health and social services	89,393,723	33,889,868	51,136,950	-	(4,366,905)	-	(4,366,905)	
Public safety and judicial	120,742,611	12,266,573	32,888,889	119,803	(75,467,346)	-	(75,467,346)	
Community service	23,081,005	4,135,909	14,365,326	603,644	(3,976,126)	-	(3,976,126)	
Roads and bridges	45,126,472	6,177,968	31,440,788	23,950,391	16,442,675	-	16,442,675	
Education	597,303	-	252,584	-	(344,719)	-	(344,719)	
Interest on long-term debt	2,677,630	-	-	-	(2,677,630)	-	(2,677,630)	
Total governmental activities	300,688,468	60,356,094	130,084,537	24,691,451	(85,556,386)	-	(85,556,386)	
Business-type activities:								
Environmental services	23,541,472	18,503,294	-	-	-	(5,038,178)	(5,038,178)	
Stormwater services	1,102,085	1,111,747	-	-	-	9,662	9,662	
Sewer and lighting services	3,680,580	3,648,926	-	-	-	(31,654)	(31,654)	
Total business-type activities	28,324,137	23,263,967	-	-	-	(5,060,170)	(5,060,170)	
Total primary government	\$ 329,012,605	\$ 83,620,061	\$ 130,084,537	\$ 24,691,451	(85,556,386)	(5,060,170)	(90,616,556)	
Component unit:								
Marion County Housing Authority	\$ 15,980,456	\$ 2,679,463	\$ 12,383,529	\$ -	-	-	\$ (917,464)	
General revenues:								
Property taxes					96,907,889	-	96,907,889	
Franchise taxes					507,461	556,722	1,064,183	
Unrestricted grants and contributions					7,043,645	-	7,043,645	
Investment earnings					16,532,141	1,762,693	18,294,834	
Total general revenues and transfers					120,991,136	2,319,415	123,310,551	
Change in net position					35,434,750	(2,740,755)	32,693,995	
Net position - beginning					288,199,932	22,922,088	311,122,020	
Net position - ending					\$ 323,634,682	\$ 20,181,333	\$ 343,816,015	
							\$ 12,520,367	

MARION COUNTY, OREGON

BALANCE SHEET
GOVERNMENTAL FUNDS

June 30, 2025

	General Operating Fund	American Rescue Plan Fund	Public Works Fund	Health & Human Services Fund	Lottery & Economic Development Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and investments	\$ 35,018,536	\$ 28,860,347	\$ 46,642,570	\$ 29,010,510	\$ 4,845,105	\$ 80,894,946	\$ 225,272,014
Receivables	6,169,888	-	7,745,812	4,743,214	740,202	12,473,550	31,872,666
Lease receivable	-	-	503,028	153,632	-	-	656,660
Inventories and prepaids	144,427	-	1,216,358	-	-	38,874	1,399,659
Total assets	\$ 41,332,851	\$ 28,860,347	\$ 56,107,768	\$ 33,907,356	\$ 5,585,307	\$ 93,407,370	\$ 259,200,999
LIABILITIES							
Accounts payable	\$ 624,733	\$ 1,011,548	\$ 3,809,893	\$ 1,721,555	\$ 134,981	\$ 7,725,598	\$ 15,028,308
Accrued interest payable	22,241	-	6,429	11,860	89	-	40,619
Payroll related liabilities	4,134,125	-	1,012,751	3,065,245	17,214	1,426,769	9,656,104
Deposits	27,114	-	1,678,082	-	-	334,204	2,039,400
Unearned revenue	-	27,848,799	2,094,155	273,249	-	1,064,518	31,280,721
Total liabilities	4,808,213	28,860,347	8,601,310	5,071,909	152,284	10,551,089	58,045,152
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue-leases	-	-	490,583	146,225	-	-	636,808
Unavailable revenue	3,480,505	-	-	-	-	3,189,838	6,670,343
Total deferred inflows	3,480,505	-	490,583	146,225	-	3,189,838	7,307,151
FUND BALANCES							
Nonspendable	144,427	-	1,216,358	-	-	38,874	1,399,659
Restricted	-	-	-	15,024,738	5,433,112	36,620,706	57,078,556
Committed	2,543,905	-	2,819,792	-	-	209,843	5,573,540
Assigned	16,766,804	-	42,979,725	13,664,484	-	42,797,657	116,208,670
Unassigned	13,588,997	-	-	-	(89)	(637)	13,588,271
Total fund balances	33,044,133	-	47,015,875	28,689,222	5,433,023	79,666,443	193,848,696
Total liabilities, deferred inflows of resources, and fund balances	\$ 41,332,851	\$ 28,860,347	\$ 56,107,768	\$ 33,907,356	\$ 5,585,307	\$ 93,407,370	

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.	322,152,703
Lease assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	10,178,278
Right to use assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	2,141,818
Deferred amounts related to pensions are not reported in the funds:	
Pension and OPEB-related deferred outflows of resources	65,077,244
Pension and OPEB-related deferred inflows of resources	(29,976,117)
Other long-term assets are not available to pay current period expenditures and, therefore, are reported as unavailable revenue in the funds.	6,670,343
Net OPEB asset is not available to pay current period expenditures and, therefore, is not reported in the funds.	2,619,886
Internal service funds assets and liabilities are included in governmental activities in the statement of net position.	(7,952,148)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Bonds and notes payable	48,726,952
Accrued interest payable	173,422
Compensated absences	7,854,674
Net pension liability	157,093,062
Lease liability	10,862,237
SBITA liability	1,945,247
Total OPEB liability	14,470,427
	(241,126,021)

Net position of governmental activities \$ 323,634,682

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, 2025

	General Operating Fund	American Rescue Plan Fund	Public Works Fund	Health & Human Services Fund	Lottery & Economic Development Fund	Other Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	\$ 95,174,641	\$ -	\$ -	\$ -	\$ -	\$ 1,558,359	\$ 96,733,000
Licenses and permits	61,225	-	241,985	-	-	3,598,878	3,902,088
Intergovernmental	14,920,682	4,813,106	43,375,742	49,637,360	2,820,289	42,435,143	158,002,322
Charges for services	5,389,081	-	5,293,426	33,861,325	-	15,727,601	60,271,433
Fines and forfeitures	2,394,641	-	144	-	-	1,062,044	3,456,829
Interest	6,709,131	-	2,281,327	1,487,775	210,210	3,511,418	14,199,861
Other	571,194	-	254,543	1,122,172	-	755,202	2,703,111
Total revenues	125,220,595	4,813,106	51,447,167	86,108,632	3,030,499	68,648,645	339,268,644
Expenditures:							
Current:							
General government	15,170,557	-	-	-	-	211,986	15,382,543
Health and social services	-	-	-	82,758,022	-	1,935,658	84,693,680
Public safety and judicial	89,362,363	-	-	-	-	27,739,680	117,102,043
Community service	995,350	-	-	-	1,469,641	15,470,095	17,935,086
Roads and bridges	-	4,813,106	32,152,509	-	-	2,712,490	39,678,105
Education	-	-	-	-	-	597,303	597,303
Debt service:							
Principal	805,660	-	105,204	2,539,058	-	8,623,106	12,073,028
Interest	110,840	(57,058)	14,584	206,988	-	2,461,758	2,737,112
Capital outlay	175,720	-	19,333,438	1,769,147	-	19,763,576	41,041,881
Total expenditures	106,620,490	4,756,048	51,605,735	87,273,215	1,469,641	79,515,652	331,240,781
Excess (deficiency) of revenues over (under) expenditures	18,600,105	57,058	(158,568)	(1,164,583)	1,560,858	(10,867,007)	8,027,863
Other financing sources (uses):							
Issuance of Lease & SBITA financing	90,199	-	141,197	1,740,747	-	-	1,972,143
Transfers in	4,715,708	-	355,116	4,745,441	-	25,209,949	35,026,214
Transfers out	(21,708,655)	-	(16,213)	(3,366,240)	(324,000)	(11,570,129)	(36,985,237)
Total other financing sources (uses)	(16,902,748)	-	480,100	3,119,948	(324,000)	13,639,820	13,120
Net change in fund balances	1,697,357	57,058	321,532	1,955,365	1,236,858	2,772,813	8,040,983
Fund balances - beginning	31,346,776	(57,058)	46,694,343	26,733,857	4,196,165	76,893,630	185,807,713
Fund balances - ending	\$ 33,044,133	\$ -	\$ 47,015,875	\$ 28,689,222	\$ 5,433,023	\$ 79,666,443	\$ 193,848,696

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, 2025

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

Net change in fund balances - total governmental funds \$ 8,040,983

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	\$ 37,819,064	
Right of use lease asset additions	1,740,747	
Right of use SBITA additions	231,396	
Depreciation expense	(15,228,081)	
Amortization expense - Right to use lease assets	(2,397,718)	
Amortization expense - Right of use SBITA assets	<u>(1,248,831)</u>	20,916,577

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.

1,114,204

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	<u>(430,525)</u>	(430,525)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the effect of the change in these amounts during the year.

Property taxes	682,350	
Loans receivable	<u>1,426,940</u>	2,109,290

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	8,367,883	
Net right of use Lease liability	519,163	
Net right of use SBITA liability	<u>1,034,082</u>	9,921,128

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	59,749	
Compensated absences	(2,356,980)	
Net pension liability and related deferrals	(3,584,848)	
Total OPEB liability and related deferrals	<u>373,429</u>	(5,508,650)

Adjustment to reflect the consolidation of internal service fund activities related to governmental activities.

(728,257)

Change in net position of governmental activities

\$ 35,434,750

MARION COUNTY, OREGON

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

JUNE 30, 2025

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Nonmajor	Total	Internal
		Enterprise Funds		Service Funds
ASSETS				
Current assets:				
Cash and investments	\$ 30,715,468	\$ 2,266,048	\$ 32,981,516	\$ 14,431,810
Receivables				
Lease	97,152	-	97,152	-
Other	372,044	751,423	1,123,467	121,654
Inventories and prepaid items	-	-	-	3,048,292
Total current assets	<u>31,184,664</u>	<u>3,017,471</u>	<u>34,202,135</u>	<u>17,601,756</u>
Noncurrent assets:				
Other post employment benefit asset	48,511	7,364	55,875	342,279
Capital assets:				
Lease equipment	-	-	-	16,783
Less accumulated amortization	-	-	-	(16,085)
SBITA software	-	-	-	3,017,815
Less accumulated amortization	-	-	-	(1,380,506)
Land	2,807,567	227,349	3,034,916	-
Construction in progress	384,176	-	384,176	-
Landfills	6,430,703	-	6,430,703	-
Buildings and improvements	4,633,176	11,095,535	15,728,711	-
Equipment	3,181,348	355,428	3,536,776	-
Less accumulated depreciation	(11,083,526)	(10,449,447)	(21,532,973)	-
Total capital assets	<u>6,353,444</u>	<u>1,228,865</u>	<u>7,582,309</u>	<u>1,638,007</u>
Total noncurrent assets	<u>6,401,955</u>	<u>1,236,229</u>	<u>7,638,184</u>	<u>1,980,286</u>
Total assets	<u>37,586,619</u>	<u>4,253,700</u>	<u>41,840,319</u>	<u>19,582,042</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension-related deferred outflows	932,144	181,730	1,113,874	8,644,905
OPEB-related deferred outflows	17,642	2,678	20,320	124,479
Total deferred outflows	<u>949,786</u>	<u>184,408</u>	<u>1,134,194</u>	<u>8,769,384</u>
LIABILITIES				
Current liabilities:				
Accounts payable	1,355,425	211,984	1,567,409	281,859
Payroll related liabilities	147,571	25,020	172,591	1,404,219
Unearned revenue	-	48,947	48,947	-
Landfill leachate disposal liability	2,597,260	-	2,597,260	-
Accrued interest	-	6,976	6,976	27,157
Notes payable, current	-	23,880	23,880	-
Lease & SBITA liability, current	-	-	-	676,621
Accrued claims liability, current	-	-	-	1,977,896
Compensated absences, current	107,228	21,682	128,910	983,101
OPEB liability, current	10,424	1,583	12,007	73,605
Total current liabilities	<u>4,217,908</u>	<u>340,072</u>	<u>4,557,980</u>	<u>5,424,458</u>
Noncurrent liabilities, net of current portion:				
Notes payable	-	218,819	218,819	-
Lease & SBITA liability	-	-	-	701,541
Accrued claims liability	-	-	-	4,633,812
Landfill closure and postclosure liability	12,556,485	-	12,556,485	-
Compensated absences	-	-	-	322,010
Net pension liability	2,283,583	445,201	2,728,784	21,178,417
Total OPEB liability	257,517	39,091	296,608	1,816,903
Total noncurrent liabilities	<u>15,097,585</u>	<u>703,111</u>	<u>15,800,696</u>	<u>28,652,683</u>
Total liabilities	<u>19,315,493</u>	<u>1,043,183</u>	<u>20,358,676</u>	<u>34,077,141</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred lease resources	100,746	-	100,746	-
Pension-related deferred inflows	317,344	61,868	379,212	2,943,119
OPEB-related deferred inflows	150,821	22,895	173,716	1,064,144
Total deferred inflows	<u>568,911</u>	<u>84,763</u>	<u>653,674</u>	<u>4,007,263</u>
NET POSITION				
Net investment in capital assets	6,353,444	986,166	7,339,610	259,845
Restricted OPEB asset	48,511	7,364	55,875	342,279
Unrestricted	12,250,046	2,316,632	14,566,678	(10,335,102)
Total net position	<u>\$ 18,652,001</u>	<u>\$ 3,310,162</u>	<u>21,962,163</u>	<u>\$ (9,732,978)</u>
Adjustment to reflect consolidation of internal service fund activities			(1,780,830)	
Net position of business-type activities			<u>\$ 20,181,333</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, 2025

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Nonmajor Enterprise Funds	Total	Internal Service Funds
Operating revenues:				
Charges for services	\$ 17,880,379	\$ 4,760,673	\$ 22,641,052	\$ 72,003,833
Lease revenue	24,372	-	24,372	-
Other	553,972	-	553,972	323,311
Total operating revenues	18,458,723	4,760,673	23,219,396	72,327,144
Operating expenses:				
Salaries and wages	2,566,837	435,199	3,002,036	26,543,983
Repairs and maintenance	314,840	239,930	554,770	2,273,478
Utilities	57,764	360,806	418,570	143,472
Building and equipment rentals	128,464	23,295	151,759	293,161
Professional services	18,160,387	3,363,138	21,523,525	2,083,206
Communication	34,803	5,825	40,628	452,420
Fuel and operating supplies	115,311	69,703	185,014	485,844
Insurance claims and premiums	-	65,571	65,571	37,044,226
Administrative expenses	1,460,166	91,620	1,551,786	3,447,366
Amortization and depreciation	394,697	96,168	490,865	765,715
Other	211,087	18,923	230,010	322,114
Total operating expenses	23,444,356	4,770,178	28,214,534	73,854,985
Operating loss	(4,985,633)	(9,505)	(4,995,138)	(1,527,841)
Nonoperating revenues (expenses):				
Franchise taxes	556,722	-	556,722	-
Investment earnings	1,634,489	128,204	1,762,693	456,639
Interest expense	-	(12,568)	(12,568)	(44,183)
Gain (loss) on sale of assets	44,571	(6,440)	38,131	-
Reclass to general capital assets	-	-	-	(1,662,490)
Total nonoperating revenues (expenses)	2,235,782	109,196	2,344,978	(1,250,034)
Income (loss) before transfers	(2,749,851)	99,691	(2,650,160)	(2,777,875)
Transfers in	-	-	-	1,959,023
Change in net position	(2,749,851)	99,691	(2,650,160)	(818,852)
Net position - beginning	21,401,852	3,210,471	24,612,323	(8,914,126)
Net position - ending	\$ 18,652,001	\$ 3,310,162	\$ 21,962,163	\$ (9,732,978)
Adjustment to reflect consolidation of internal service fund activities			(90,595)	
Change in net position of business-type activities			\$ (2,740,755)	

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, 2025

	Business-type Activities - Enterprise Funds			Governmental
	Environmental Services	Other	Total	Internal
		Enterprise Funds		Service Funds
Cash flows from operating activities:				
Receipts from customers	\$ 19,349,315	\$ 4,153,373	\$ 23,502,688	\$ 34,292,061
Receipts from interfund services	261,017	472,653	733,670	38,782,704
Payments to suppliers	(16,841,190)	(865,145)	(17,706,335)	(42,582,864)
Payments to employees	(2,781,055)	(469,006)	(3,250,061)	(25,522,221)
Payments for interfund services	(3,151,416)	(3,345,537)	(6,496,953)	(4,413,957)
Net cash from operating activities	(3,163,329)	(53,662)	(3,216,991)	555,723
Cash flows from noncapital financing activities:				
Franchise taxes received	556,722	-	556,722	-
Transfers received	-	-	-	1,959,023
Net cash from noncapital financing activities	556,722	-	556,722	1,959,023
Cash flows from capital and related financing activities:				
Proceeds from sale of capital assets	67,535	-	67,535	-
Acquisition of capital assets	(926,836)	(603)	(927,439)	(1,662,490)
Principal payment on leases	-	-	-	(15,131)
Interest expense	-	-	-	(75)
Implementation costs - SBITAS	-	-	-	(102,375)
Principal payment on SBITAS	-	-	-	(729,138)
Interest expense - SBITAS	-	-	-	(44,108)
Debt principal payments - notes payable	-	(23,695)	(23,695)	-
Debt interest payments	-	(13,253)	(13,253)	-
Net cash from capital and related financing activities	(859,301)	(37,551)	(896,852)	(2,553,317)
Cash flows from investing activities:				
Investment earnings	1,627,704	126,997	1,754,701	449,985
Net cash from investing activities	1,627,704	126,997	1,754,701	449,985
Net change in cash and investments	(1,838,204)	35,784	(1,802,420)	411,414
Cash and investments - beginning	32,553,672	2,230,264	34,783,936	14,020,396
Cash and investments - ending	\$ 30,715,468	\$ 2,266,048	\$ 32,981,516	\$ 14,431,810

(Continues)

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, 2025

	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 loss	\$ (4,985,633)	\$ (9,505)	\$ (4,995,138)	\$ (1,527,841)
Depreciation and amortization	394,697	96,168	490,865	765,713
CIP Cancellation	-	33,797	33,797	-
Change in:				
Accounts receivable	1,151,609	(129,208)	1,022,401	(18,092)
Inventories and prepaids	-	-	-	(473,666)
Accounts payable	(1,268,780)	(5,668)	(1,274,448)	(809,196)
Payroll related liabilities	29,690	3,902	33,592	376,291
Unearned Revenue	-	(5,439)	(5,439)	-
Accrued Interest Payable	-	-	-	10,383
Accrued claims liability	-	-	-	1,586,660
Landfill closure and postclosure liability	1,758,996	-	1,758,996	-
Compensated absences	25,204	6,827	32,031	476,893
Net pension liability and deferred pension outflows and inflows	(220,786)	(39,433)	(260,219)	173,831
Total OPEB liability and deferred OPEB outflows and inflows	(48,326)	(5,103)	(53,429)	(5,253)
Net cash from operating activities	<u>\$ (3,163,329)</u>	<u>\$ (53,662)</u>	<u>\$ (3,216,991)</u>	<u>\$ 555,723</u>

Schedule of non-cash capital and related financing activities:

Reclass to general capital assets	\$ -	\$ -	\$ -	\$ 1,662,490
Acquisition of SBITA asset	-	-	-	566,831
Acquisition of SBITA financing	-	-	-	(566,831)

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

MARION COUNTY, OREGON

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

June 30, 2025

	<u>Custodial Funds</u>
ASSETS	
Cash and investments	\$ 10,722,927
Receivables:	
Accounts and interest	1,529,402
Property taxes	<u>16,815,461</u>
Total assets	<u>29,067,790</u>
LIABILITIES	
Due to individuals, organizations, and other governments	<u>24,091,637</u>
Total liabilities	<u>24,091,637</u>
FIDUCIARY NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	<u><u>\$ 4,976,153</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, 2025

	<u>Custodial Funds</u>
ADDITIONS	
Property tax collections	\$ 563,729,607
Chapter 530 Timberland receipts	293,631
Miscellaneous	6,658,787
Interest	<u>497,542</u>
Total additions	<u>571,179,567</u>
DEDUCTIONS	
Property Tax distributions	564,091,160
Chapter 530 Timberland distributions	293,631
Other distributions	<u>6,635,588</u>
Total deductions	<u>571,020,379</u>
Change in fiduciary net position	159,188
Fiduciary net position - beginning	<u>4,816,965</u>
Fiduciary net position - ending	<u>\$ 4,976,153</u>

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

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MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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
Illahe 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, 2024. 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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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.

Lease receivable consist of 2 lease agreements for buildings and land that are used for various functions including commercial activities.

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 Prepaids:

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 of more than one year. 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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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:

Marion County implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences, in the current fiscal year ended June 30, 2025. The statement improves the clarity and consistency of governmental financial statements by establishing a unified model for the recognition and measurement of compensated absences, replacing previous guidance. A liability is now recognized for unused leave if the leave is attributable to services already rendered, accumulates, and is more likely than not (>50% chance) to be used for time off or settled via cash or noncash means. The liability is measured using the pay rate in effect on June 30, 2025, including applicable salary related payments. Compensated absences liability is reported in the government – wide and proprietary fund financial statements.

The County's policy permits employees to accumulate earned but unused vacation leave, sick leave, compensatory time, and personal holidays.

Vacation Leave: Unused vacation benefits are eligible for payment at the employee's current pay rate upon separation from employment. A liability is recognized for all accumulated amounts.

Sick Leave: Employees can accumulate unused sick leave; however, all sick leave lapses upon separation from service, and no monetary payment is made at that time. A liability is recognized for the estimated portion of accumulated sick leave that is more likely than not to be used as time off by employees.

Compensatory Time: Paid at the rate of 1.5 times regular pay. An employee may choose to be paid in cash or compensatory time. Accumulated balances must be taken as leave or paid in cash within 1 year of accrual. Payment shall be at the employee's rate of pay that is being earned at the time of payment. Unused compensatory time is eligible for payment at the employee's current pay rate upon separation from employment. A liability is recognized for all accumulated amounts.

Personal Holidays: Employees are entitled to 2 personal days each calendar year and must be taken in that same calendar year. Unused personal holidays lapse upon separation from service or at the end of the calendar year and no monetary payment is made. A liability is recognized for the estimated number of personal holidays that are more likely than not to be used during the remainder of the calendar year.

The implementation of this statement had no significant effect on the beginning financial position of Marion County.

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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

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.

Lease assets are amortized using the straight-line method over the following estimated useful lives:

<u>Lease Assets</u>	<u>Years</u>
Buildings	1 to 22
Other	3 to 5

M. Subscription Based IT Arrangements (SBITA):

SBITA's are recognized in accordance with 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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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.

SBITA's are amortized using the straight-line method with estimated useful lives of 2-7 years.

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. Also included in this category is deferred inflow of resources related to leases. In addition, the governmental funds report deferred inflows for resources not yet available from property taxes, lease and loans receivables; 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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 \$2,543,905 as of June 30, 2025.

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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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

U Implementation of New Accounting Standard

In 2025, the County implemented the provisions of Governmental Accounting Standards Board Statement No. 101, Compensated Absences. The statement improves the clarity and consistency of governmental financial statements by establishing uniform recognition and measurement requirements for compensated absences, which include paid leave balances such as vacation, sick leave, and other similar benefits. GASB 101 supersedes previous guidance related to compensated absences and introduces a single model for accounting for these benefits, based on the principle that a liability is recognized when an employee earns leave that is attributable to services already rendered and is more likely than not to be used or paid. The implementation of this statement had no significant impact to the financial statements.

In 2025, the County implemented the provisions of Governmental Accounting Standards Board Statement No. 102, Certain Risk Disclosures with no impact to the financial statements.

V. New Accounting Pronouncements:

- Statement No. 103, Financial Reporting Model Improvements, effective fiscal year 2026.
- Statement No. 104, Disclosure of Certain Capital Assets, effective fiscal year 2026.

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, 2025 of cash and investments are as follows:

Cash on hand	\$ 47,497
Deposits with financial institutions (includes cash in transit)	16,782,256
Investments	266,578,514
Total cash and investments	<u>\$ 283,408,267</u>

Cash and investments consist of \$272,685,340 shown on the government-wide Statement of Net Position and \$10,722,927 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, 2025, the County had total bank balances of \$18,246,659. 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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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, 2025, 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	\$ 101,720,129	\$ 101,228,660	38.2%	2.462
US agency securities	Level 2	71,381,459	71,052,468	26.7%	1.868
Municipal bonds	Level 2	11,481,395	11,660,397	4.4%	0.487
Corporate bonds	Level 2	19,433,834	19,451,214	7.3%	1.766
Commercial Paper	Level 2	9,909,555	9,912,095	3.7%	0.203
State of Oregon local government investment pool (LGIP)	N/A	52,652,142	52,395,405	19.7%	n/a
		<u>\$ 266,578,514</u>	<u>\$ 265,700,239</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 100.49% of the value of the pool shares as of June 30, 2025.

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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 2 – CASH AND INVESTMENTS (Continued):

As of June 30, 2025, ratings for the County’s investments were as shown below:

Rating	Corporate	Municipal	US Agency	US Treasury	Commercial Paper	LGIP	Grand Total
Moodys-Aaa	\$2,936,340	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,936,340
Moodys-Aa1	-	6,034,065	71,381,459	101,720,129	-	-	179,135,653
Moodys-Aa2	2,531,650	-	-	-	-	-	2,531,650
S&P-AA	-	3,778,749	-	-	-	-	3,778,749
Moodys-Aa3	5,712,296	-	-	-	-	-	5,712,296
S&P-AA-	-	1,668,581	-	-	-	-	1,668,581
Moodys-A1	8,253,548	-	-	-	-	-	8,253,548
Moody's-P-1	-	-	-	-	9,909,555	-	9,909,555
Not rated	-	-	-	-	-	52,652,142	52,652,142
Grand Total	\$19,433,834	\$11,481,395	\$71,381,459	\$101,720,129	\$9,909,555	\$52,652,142	\$266,578,514

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	\$ 3,507,530	\$ 2,116,372	\$ 487,625	\$ 58,361	\$ -	\$ 6,169,888
Public Works Fund	-	7,523,522	222,290	-	503,028	8,248,840
Health & Human Services Fund	-	4,602,257	140,957	-	153,632	4,896,846
Lottery & Economic Dev Fund	-	716,857	23,345	-	-	740,202
Environmental Services	-	222,444	149,600	-	97,152	469,196
Other governmental funds	55,904	9,012,071	264,395	3,141,180	-	12,473,550
Nonmajor enterprise funds	105,996	634,151	11,276	-	-	751,423
Internal service funds	-	71,532	50,122	-	-	121,654
Fiduciary funds	16,815,461	1,515,496	13,906	-	-	18,344,863
	<u>\$ 20,484,891</u>	<u>\$ 26,414,702</u>	<u>\$ 1,363,516</u>	<u>\$ 3,199,541</u>	<u>\$ 753,812</u>	<u>\$ 52,216,462</u>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 4 – CAPITAL ASSETS:

Capital asset activity for the year ended June 30, 2025, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Capital assets not being depreciated/amortized:				
Land	\$ 15,579,788	\$ -	\$ -	\$ 15,579,788
Construction in progress	50,171,923	27,974,819	22,429,898	55,716,844
Total capital assets not being depreciated/amortized	<u>65,751,711</u>	<u>27,974,819</u>	<u>22,429,898</u>	<u>71,296,632</u>
Capital assets being depreciated/amortized:				
Buildings and improvements	175,860,122	9,420,052	-	185,280,174
Equipment	61,039,262	7,368,496	3,420,128	64,987,630
Infrastructure	643,308,556	16,599,799	-	659,908,355
Lease assets	14,055,261	3,835,538	917,889	16,972,910
SBITA assets	8,188,048	1,364,281	319,702	9,232,627
Total capital assets being depreciated/amortized	<u>902,451,249</u>	<u>38,588,166</u>	<u>4,657,719</u>	<u>936,381,696</u>
Less accumulated depreciation/amortization for:				
Buildings and improvements	60,588,715	4,050,880	-	64,639,595
Equipment	33,974,953	5,515,121	2,989,603	36,500,471
Infrastructure	552,517,942	5,662,080	-	558,180,022
Lease assets	5,299,190	2,412,631	917,889	6,793,932
SBITA assets	3,570,349	2,202,853	319,702	5,453,500
Total accumulated depreciation/amortization	<u>655,951,149</u>	<u>19,843,565</u>	<u>4,227,194</u>	<u>671,567,520</u>
Total capital assets being depreciated/amortized, net	<u>246,500,100</u>	<u>18,744,601</u>	<u>430,525</u>	<u>264,814,176</u>
Governmental activities capital assets, net	<u>\$ 312,251,811</u>	<u>\$ 46,719,420</u>	<u>\$ 22,860,423</u>	<u>\$ 336,110,808</u>

	Beginning Balances	Increases	Decreases	Ending Balances
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 3,034,916	\$ -	\$ -	\$ 3,034,916
Construction in progress	262,362	242,485	120,671	384,176
Total capital assets not being depreciated	<u>3,297,278</u>	<u>242,485</u>	<u>120,671</u>	<u>3,419,092</u>
Capital assets being depreciated:				
Landfills	6,430,703	-	-	6,430,703
Buildings and improvements	15,490,611	238,100	-	15,728,711
Equipment	3,191,102	533,727	188,053	3,536,776
Total capital assets being depreciated	<u>25,112,416</u>	<u>771,827</u>	<u>188,053</u>	<u>25,696,190</u>
Less accumulated depreciation for:				
Landfills	6,430,703	-	-	6,430,703
Buildings and improvements	12,800,565	236,246	-	13,036,811
Equipment	1,969,490	254,618	158,649	2,065,459
Total accumulated depreciation	<u>21,200,758</u>	<u>490,864</u>	<u>158,649</u>	<u>21,532,973</u>
Total capital assets being depreciated, net	<u>3,911,658</u>	<u>280,963</u>	<u>29,404</u>	<u>4,163,217</u>
Business-type activities capital assets, net	<u>\$ 7,208,936</u>	<u>\$ 523,448</u>	<u>\$ 150,075</u>	<u>\$ 7,582,309</u>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 4 – CAPITAL ASSETS (Continued):

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

Governmental activities:	
General government	\$ 4,005,323
Health and social services	1,102,838
Public safety and judicial	2,822,350
Community service	91,398
Roads and bridges	7,206,172
Total depreciation expense, governmental activities	\$ 15,228,081
Business-type activities:	
Environmental services	\$ 394,697
Stormwater management	51,267
Sewer and lighting services	44,901
Total depreciation expense, business-type activities	\$ 490,865

Lease asset activity for the year ended June 30, 2025 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Lease assets being amortized:				
Buildings	\$ 13,196,814	\$ 3,835,538	\$ 756,258	\$ 16,276,094
Other	858,447	-	161,631	696,816
Total lease assets being amortized	14,055,261	3,835,538	917,889	16,972,910
Less accumulated amortization for:				
Buildings	4,893,598	2,252,122	756,258	6,389,462
Other	405,592	160,509	161,631	404,470
Total accumulated amortization	5,299,190	2,412,631	917,889	6,793,932
Governmental activities lease assets, net	\$ 8,756,071	\$ 1,422,907	\$ -	\$ 10,178,978

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

Governmental activities:	
General government	\$ 386,752
Health and social services	1,852,250
Public safety and judicial	27,626
Community service	138,406
Roads and bridges	7,597
Total amortization expense, governmental activities	\$ 2,412,631

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 4 – CAPITAL ASSETS (Continued):

SBITA asset activity for the year ended June 30, 2025 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
SBITA assets being amortized:				
Software	\$ 8,188,048	\$ 1,364,281	\$ 319,702	\$ 9,232,627
Total SBITA assets being amortized	<u>8,188,048</u>	<u>1,364,281</u>	<u>319,702</u>	<u>9,232,627</u>
Less accumulated amortization for:				
Software	3,570,349	2,202,853	319,702	5,453,500
Total accumulated amortization	<u>3,570,349</u>	<u>2,202,853</u>	<u>319,702</u>	<u>5,453,500</u>
Governmental activities SBITA assets, net	<u>\$ 4,617,699</u>	<u>\$ (838,572)</u>	<u>\$ -</u>	<u>\$ 3,779,127</u>

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

Governmental activities:	
General government	\$ 1,211,647
Health and social services	793,067
Public safety and judicial	78,423
Community service	16,173
Roads and bridges	103,543
Total amortization expense, governmental activities	<u>\$ 2,202,853</u>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 5 lease agreements as the lessor for buildings and land. These agreements relate to buildings and land that are used for various functions including commercial activities. Periods cover various ranges and the latest expires during fiscal year ending June 30, 2053. Interest rates range from 2.953% to 3.787%. Annual payments for the current year range from \$3,850 to \$20,316. The County recognized \$65,914 in lease revenue released from the Deferred Lease Resources related to these leases and interest revenue of \$23,676 for the year ending June 30, 2025.

Lessee lease payables

The County has entered into 27 lease agreements as the lessee for buildings, land, and infrastructure, and 46 leases for equipment.

The County is the lessee under 27 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, 2044. Interest rates range from 0.893% to 3.511%. Annual payments for the current year range from \$7,200 to \$717,048.

The County is the lessee under 46 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, 2028. Interest rates range from 0.177% to 3.305%. Annual payments for the current year range from \$432 to \$3,816.

Future annual lease commitments as of June 30, 2025, are shown below:

	Governmental Activities		
	Principal Payments	Interest Expense	Total Payments
2026	\$ 2,159,199	\$ 212,047	\$ 2,371,246
2027	1,791,948	171,567	1,963,515
2028	1,562,065	138,579	1,700,644
2029	1,532,781	107,181	1,639,962
2030	1,210,326	80,510	1,290,836
2031 - 2035	1,607,087	240,916	1,848,003
2036 - 2040	484,111	136,119	620,230
2041 - 2044	515,431	38,461	553,892
Total	\$ 10,862,948	\$ 1,125,380	\$ 11,988,328

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 6 – SUBSCRIPTION BASED IT ARRANGEMENTS (SBITA):

The County is involved in various subscription based IT arrangements.

Subscription payables

The County has entered into 21 subscription based IT arrangements which are qualified subscriptions under GASB Statement No. 96.

Periods cover various ranges and the latest expires during fiscal year ending June 30, 2030. Interest rates range from 2.184% to 3.591%. Annual payments for the current year range from \$14,451 to \$818,565.

Future annual SBITA commitments as of June 30, 2025, are shown below:

		Principal Payments	Interest Expense	Total Payments
2026	\$	1,613,358	\$ 97,793	\$ 1,711,151
2027		1,251,976	48,553	1,300,529
2028		224,313	10,999	235,312
2029		229,830	5,483	235,313
2030		3,222	12	3,234
Total	\$	3,322,699	\$ 162,840	\$ 3,485,539

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 7 – LONG-TERM OBLIGATIONS:

Changes in long-term obligations for the year ended June 30, 2025, are as follows:

	Beginning Balances	Additions	Deletions	Ending Balances	Due within One Year
Governmental activities:					
Capital financing agreements	\$ 38,209,835	\$ -	\$ 3,677,883	\$ 34,531,952	\$ 3,767,806
Limited tax pension obligations	18,885,000	-	4,690,000	14,195,000	5,260,000
Accrued claims liability	5,025,048	3,766,935	2,180,275	6,611,708	1,977,896
Compensated absences	6,325,912	9,703,799	6,869,925	9,159,786	8,093,011
Lease liability	9,302,449	3,843,780	2,283,281	10,862,948	2,159,199
SBITA liability	4,258,631	1,232,407	2,168,339	3,322,699	1,613,358
Net pension liability	168,529,261	118,146,808	108,404,590	178,271,479	-
Total OPEB liability	16,432,981	1,881,910	1,953,956	16,360,935	636,994
Governmental activities long-term obligations	<u>\$ 266,969,117</u>	<u>\$ 138,575,639</u>	<u>\$ 132,228,249</u>	<u>\$ 273,316,507</u>	<u>\$ 23,508,264</u>
Business-type activities:					
Notes payable	\$ 266,394	\$ -	\$ 23,695	\$ 242,699	\$ 23,880
Landfill closure and postclosure liability	12,047,431	509,054	-	12,556,485	-
Compensated absences	96,879	142,893	110,862	128,910	128,910
Net pension liability	3,002,927	1,385,196	1,659,339	2,728,784	-
Total OPEB liability	344,691	35,472	71,548	308,615	12,007
Business-type activities long-term obligations	<u>\$ 15,758,322</u>	<u>\$ 2,072,615</u>	<u>\$ 1,865,444</u>	<u>\$ 15,965,493</u>	<u>\$ 164,797</u>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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.

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.

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2024	Paid During Year	Outstanding June 30, 2025	
2025	\$ 777,276	\$ 777,276	\$ -	\$ -
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>\$ 3,654,988</u>	<u>\$ 777,276</u>	<u>\$ 2,877,712</u>	<u>\$ 169,135</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.

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2024	Paid During Year	Outstanding June 30, 2025	
2025	\$ 731,056	\$ 731,056	\$ -	\$ -
2026	745,713	-	745,713	70,974
2027	760,664	-	760,664	56,024
2028	775,914	-	775,914	40,773
2029	791,471	-	791,471	25,217
2030	771,270	-	771,270	9,348
	<u>\$ 4,576,088</u>	<u>\$ 731,056</u>	<u>\$ 3,845,032</u>	<u>\$ 202,336</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%.

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

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2024	Paid During Year	Outstanding June 30, 2025	
2025	\$ 517,909	\$ 517,909	\$ -	\$ -
2026	534,352	-	534,352	47,938
2027	551,316	-	551,316	30,974
2028	568,724	-	568,724	13,470
	<u>\$ 2,172,301</u>	<u>\$ 517,909</u>	<u>\$ 1,654,392</u>	<u>\$ 92,382</u>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 7 – LONG-TERM OBLIGATIONS (Continued):

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, 2024	Paid During Year	Outstanding June 30, 2025	
2025	\$ 1,153,342	\$ 1,153,342	\$ -	\$ -
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	1,291,054	-	1,291,054	372,983
2030	1,327,978	-	1,327,978	336,059
2031-2035	7,231,787	-	7,231,787	1,289,476
2036-2037	3,190,556	-	3,190,556	272,499
	<u>\$ 17,856,458</u>	<u>\$ 1,153,342</u>	<u>\$ 16,703,116</u>	<u>\$ 3,265,328</u>

Capital Financing Agreement (2024) – In June 2024, 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 are due semi-annually from December 2024 through June 2039 at the rate of 4.490%.

Fiscal Year of Maturity	Principal			Future Interest
	Outstanding July 1, 2024	Paid During Year	Outstanding June 30, 2025	
2025	\$ 498,300	\$ 498,300	\$ -	\$ -
2026	499,600	-	499,600	424,381
2027	522,000	-	522,000	401,949
2028	545,500	-	545,500	378,512
2029	569,900	-	569,900	354,019
2030	595,500	-	595,500	328,430
2031-2035	3,403,600	-	3,403,600	1,216,229
2036-2039	3,315,600	-	3,315,600	380,347
	<u>\$ 9,950,000</u>	<u>\$ 498,300</u>	<u>\$ 9,451,700</u>	<u>\$ 3,483,867</u>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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, 2024	Matured and Paid During Year	Outstanding June 30, 2025	
2025	\$ 3,020,000	\$ 3,020,000	\$ -	\$ -
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>\$ 12,195,000</u>	<u>\$ 3,020,000</u>	<u>\$ 9,175,000</u>	<u>\$ 1,167,135</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, 2024	Matured and Paid During Year	Outstanding June 30, 2025	
2025	\$ 1,670,000	\$ 1,670,000	\$ -	\$ -
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>\$ 6,690,000</u>	<u>\$ 1,670,000</u>	<u>\$ 5,020,000</u>	<u>\$ 565,311</u>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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, 2024	Paid During Year	Outstanding June 30, 2025	
2025	\$ 23,695	\$ 23,695	\$ -	\$ -
2026	23,880	-	23,880	12,068
2027	24,085	-	24,085	10,864
2028	29,288	-	29,288	9,660
2029	24,513	-	24,513	8,185
2030	24,717	-	24,717	6,982
2031-2034	116,216	-	116,216	21,810
	<u>\$ 266,394</u>	<u>\$ 23,695</u>	<u>\$ 242,699</u>	<u>\$ 62,587</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 \$12,556,485 reported as landfill closure and postclosure liability at June 30, 2025, represents the cumulative amount reported to date based on the use of 86% of the estimated capacity at the North Marion facility and 89% at Brown’s Island. The estimated total closure and postclosure care costs remaining to be recognized are \$1,833,665. These amounts are based on what it would cost to perform all closure and postclosure care in 2025; actual costs may be higher due to inflation, changes in technology, or changes in regulations. The County has also recognized a current liability of \$2,597,260 for the disposal of leachate stored at the North Marion site as of June 30, 2025.

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, 2023 (the most recent analysis).

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 \$6,611,708 reported in the Self-Insurance Fund at June 30, 2025 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, 2025.

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 2024-25	Fiscal Year 2023-24	Fiscal Year 2022-23
Claims liability, beginning of year	\$ 5,025,048	\$ 4,744,420	\$ 4,802,585
Current year claims and changes in estimates	3,766,935	2,565,845	1,410,032
Claim payments	<u>(2,180,275)</u>	<u>(2,285,217)</u>	<u>(1,468,197)</u>
Claims liability, end of year	<u>\$ 6,611,708</u>	<u>\$ 5,025,048</u>	<u>\$ 4,744,420</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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 2025 were 22.15% for Tier One/Tier Two employees, 16.74% for OPSRP general service employees, and 21.53% for OPSRP police/fire employees. The County’s total contributions to PERS were \$23,968,147 for fiscal year 2025.

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 2025 were based on the December 31, 2022, 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, 2025, the County reported a net pension liability of \$181,000,263 as its proportionate share of the collective net pension liability for PERS, measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was based on a December 31, 2022 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 0.81% as of the June 30, 2024 measurement date, compared to 0.92% as of June 30, 2023.

For fiscal year 2025, the County recognized a pension expense of \$27,089,499. At June 30, 2025, the County reported the following pension-related deferrals:

	Deferred Outflow s of resources	Deferred Inflow s of resources
Differences between expected and actual experience	\$ 10,722,591	\$ 431,988
Changes of assumptions	18,197,825	23,314
Net difference between projected and actual earnings on investments	11,498,578	-
Changes in proportionate share	9,364,905	13,415,356
Differences between employer contributions and proportionate share of contributions	131,186	11,282,561
	<u>49,915,085</u>	<u>25,153,219</u>
Contributions made after the measurement date	23,968,147	-
	<u>\$ 73,883,232</u>	<u>\$ 25,153,219</u>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 9 – PENSION PLAN (Continued):

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

The \$23,968,147 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 2026.

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>
2026	\$ (2,241,103)
2027	17,460,580
2028	7,067,296
2029	2,265,208
2030	209,884

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, 2022 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation date	December 31, 2022
Measurement date	June 30, 2024
Experience Study	2022, published July 24, 2023
Actuarial assumptions	
Actuarial cost method	Entry Age Normal
Inflation Rate	2.40 percent
Long-term expected rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increases	3.40 percent
Cost-of-living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision; blend based on service.
Mortality	<p>Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Society Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Society Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Disabled retirees: Pub-2010 Disable Retiree, sex distinct, generational with Unisex, Society Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p>

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 2022 experience study which reviewed experience for the four-year period ending on December 31, 2022.

Long-Term Expected Rate of Return - To develop an analytical basis for the selection of the long-term expected rate of return assumption, in January 2023 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 ¹

Asset Class	Target Allocation		20-Year Annualized Geometric Mean	
Global Equity	27.50	%	7.07	%
Private Equity	25.50		8.83	
Core Fixed Income	25.00		4.50	
Real Estate	12.25		5.83	
Master Limited Partnership	0.75		6.02	
Infrastructure	1.50		6.51	
Hedge Fund of Funds - Multistrategy	1.25		6.27	
Hedge Fund Equity - Hedge	0.63		6.48	
Hedge Fund - Macro	5.62		4.83	
Assumed Inflation - Mean			2.35	%

¹ Based on the OIC Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Retirement Fund, including revisions adopted at the OIC meeting on January 25, 2023.

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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	\$ 285,520,563	\$ 181,000,263	\$ 93,459,404

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 \$7,491,387 for the year ended June 30, 2025. 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.

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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued)

	Implicit Rate Subsidy Plan	PERS RHIA Plan	Total OPEB on Financials
Net OPEB Asset	-	3,018,040	3,018,040
Deferred Outflows of Resources			
Contributions After the Measurement Date	-	(363)	(363)
Change in proportionate Share	-	45,557	45,557
Net difference between projected and actual earnings on investments	-	85,214	85,214
Change in Assumptions	967,182	-	967,182
 Total OPEB Liability	 (16,669,550)	 -	 (16,669,550)
Deferred Inflows of Resources			
Change in proportionate Share	-	(165,721)	(165,721)
Change in Assumptions	(3,701,762)	(38,175)	(3,739,937)
Difference in Experience	(5,418,403)	(59,028)	(5,477,431)
 OPEB Expense (Income)	 632,612	 (414,585)	 218,027
<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, 2025, the following employees were covered by the benefit terms:

Retirees or beneficiaries currently receiving benefits	60
Active employees	1,731
	1,791

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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, 2025, the actuarially estimated implicit rate subsidy was \$649,467.

Total OPEB Liability, OPEB Expense, and OPEB-Related Deferrals – As of June 30, 2025, the County reported a total OPEB liability of \$16,669,550, based on a July 1, 2023, actuarial valuation, rolled forward to the measurement date of June 30, 2025. For this plan, for the year ended June 30, 2025, the County recognized OPEB expense of \$632,612.

Total OPEB liability, beginning of year	\$ 16,777,672
Changes for the year:	
Service Cost	1,168,472
Interest	748,910
Changes of assumptions	(1,376,037)
Benefit payments	(649,467)
Net Changes	(108,122)
Total OPEB liability, end of year	\$ 16,669,550

At June 30, 2025, the County reported an OPEB-related deferred inflow of resources of \$9,120,165 for differences between expected and actual experience and change in assumptions and a deferred outflow of resources of \$967,182 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
2026	\$ (1,284,770)
2027	(1,284,770)
2028	(1,284,771)
2029	(1,318,695)
2030	(1,436,107)
Thereafter	(1,543,870)

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

Actuarial Methods and Assumptions – The total OPEB liability in the July 1, 2023 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, 2023: inflation rate of 2.5%, salary increases of 3.5%, discount rate of 5.25%, and a healthcare cost trend rate of 6.5% initially, decreasing each 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, 2025. 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 4.25%	Current rate 5.25%	1% Increase 6.25%
Total OPEB Liability	\$ 18,069,126	\$ 16,669,550	\$ 15,375,391

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 5.50%,graded down to 3.50%	Current trend rate 6.50% graded down to 4.50%	1% Increase 7.50% graded down to 5.50%
Total OPEB Liability	\$ 14,600,254	\$ 16,669,550	\$ 19,130,396

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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, 2025, was \$(363).

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

On June 30, 2025, the County reported an asset of \$3,018,040 for its proportionate share of the OPERS net OPEB asset. The net OPEB asset was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2022 rolled forward to June 30, 2024. 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 the June 30, 2024 measurement date, the County’s proportionate share was 0.7472%, which is an increase from its proportion of 0.6579% as of the June 30, 2023 measurement date. For the year ended June 30, 2025, the County recognized an OPEB expense reduction from this plan of \$414,585.

On June 30, 2025, 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
Net difference between projected and actual earnings on investments	\$ 85,214	\$ -
Differences between expected and actual experience	-	59,028
Changes of assumptions	-	38,175
Changes in proportionate share	45,557	165,721
Contributions subsequent to the measurement date	(363)	
Total	\$ 130,408	\$ 262,924

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 10 – POSTEMPLOYMENT HEALTHCARE BENEFITS (Continued):

PERS Retirement Health Insurance Account (Continued)

Deferred outflows of resources related to OPEB of \$(363) 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, 2026. 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:	
2026	\$ (216,174)
2027	88,083
2028	46,102
2029	<u>9,838</u>
Total	<u>\$ 132,153</u>

Actuarial Methods and Assumptions – All actuarial methods and assumptions are consistent with those disclosed for the PERS Pension Plan. See Note 9 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 net OPEB liability (asset) 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 Liability (Asset)	\$ (2,793,788)	\$ (3,018,040)	\$ (3,211,127)

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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 11 – FUND BALANCE CLASSIFICATIONS

	General Operating	Public Works	Health & Human Svcs	Lottery & Econ Dev	Other Governmental	Total Governmental
Restricted for:						
Health programs	\$ -	\$ -	\$ 15,024,738	\$ -	\$ -	\$ 15,024,738
Economic development	-	-	-	5,433,112	-	5,433,112
Public safety programs	-	-	-	-	1,268,914	1,268,914
Court security	-	-	-	-	516,791	516,791
Law library	-	-	-	-	951,973	951,973
Forest & wildfire programs	-	-	-	-	16,367,690	16,367,690
Extension services	-	-	-	-	2,154,324	2,154,324
Corner restoration	-	-	-	-	3,117,635	3,117,635
Community development	-	-	-	-	393,417	393,417
Capital projects	-	-	-	-	10,190,377	10,190,377
Education	-	-	-	-	61,688	61,688
Other purposes	-	-	-	-	1,597,897	1,597,897
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,024,738</u>	<u>\$ 5,433,112</u>	<u>\$ 36,620,706</u>	<u>\$ 57,078,556</u>
Committed to:						
Financial stabilization	\$ 2,543,905	\$ -	\$ -	\$ -	\$ -	\$ 2,543,905
Road improvements	-	2,819,792	-	-	-	2,819,792
Other purposes	-	-	-	-	209,843	209,843
	<u>\$ 2,543,905</u>	<u>\$ 2,819,792</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 209,843</u>	<u>\$ 5,573,540</u>
Assigned to:						
Health programs	\$ -	\$ -	\$ 13,664,484	\$ -	\$ -	\$ 13,664,484
Public safety programs	16,766,804	-	-	-	4,417,180	21,183,984
Roads & bridges	-	42,979,725	-	-	2,172,091	45,151,816
Building inspection	-	-	-	-	6,985,379	6,985,379
Debt service	-	-	-	-	5,955,977	5,955,977
Capital projects	-	-	-	-	21,637,823	21,637,823
Other purposes	-	-	-	-	1,629,207	1,629,207
	<u>\$ 16,766,804</u>	<u>\$ 42,979,725</u>	<u>\$ 13,664,484</u>	<u>\$ -</u>	<u>\$ 42,797,657</u>	<u>\$ 116,208,670</u>

NOTE 12 – TRANSFERS:

Transfer To	Transfer From					Total
	Governmental Funds					
	General Operating Fund	Public Works Fund	Health & Human Svcs Fund	Lottery & Econ Dev Fund	Nonmajor funds	
Governmental Funds:						
General Operating Fund	\$ -	\$ -	\$ -	\$ -	\$ 4,715,708	\$ 4,715,708
Public Works Fund	296,925	-	-	-	58,191	355,116
Health & Human Svcs Fund	3,581,794	-	-	-	1,163,647	4,745,441
Nonmajor funds	16,411,616	-	3,081,573	324,000	5,392,760	25,209,949
Internal service Funds	1,418,320	16,213	284,667	-	239,823	1,959,023
Total	<u>\$ 21,708,655</u>	<u>\$ 16,213</u>	<u>\$ 3,366,240</u>	<u>\$ 324,000</u>	<u>\$ 11,570,129</u>	<u>\$ 36,985,237</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 FINANCIAL STATEMENTS

For the year ended June 30, 2025

NOTE 13 – TAX ABATEMENTS:

County property taxes were reduced \$346,428 in fiscal 2025 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)	\$ 1,944
City of Salem	Multiple Unit Housing (ORS 307.600 to 637)	182,351
City of Salem	Low Income Housing (ORS 307.541)	48,068
Salem Enterprise Zone (City of Salem)	Enterprise Zone (ORS 285C)	65,362
North Marion Enterprise Zone (Cities of Aurora, Donald & Hubbard)	Enterprise Zone (ORS 285C)	4,560
Silverton-Mt. Angel Enterprise Zone (Cities of Mt. Angel & Silverton)	Enterprise Zone (ORS 285C)	3,862
Woodburn Enterprise Zone (City of Woodburn)	Enterprise Zone (ORS 285C)	40,281
		<u>\$ 346,428</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 had 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 accepted 145,000 tons of acceptable waste from the County for disposal each year. In return, the County paid service fees for operations, maintenance and pass through costs, and receives credits for electricity generation and the sale of secondary materials. For fiscal year 2025, monthly service fees were approximately \$265,000. These costs are recorded in the Environmental Services Fund, an Enterprise Fund. This arrangement was terminated in December 2025.

NOTE 15 – SUBSEQUENT EVENTS:

No subsequent events have occurred after the balance sheet date that would require adjustment to the financial statements.

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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 compensated absences 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, 2025.

The Central Services Fund, an Internal Service Fund, reported a deficit net position of \$19,152,967 as of June 30, 2025, due to the recognition of long-term liabilities for pensions and other postemployment benefits.

The Child Support Fund reported a negative fund balance of (\$359). The Child Support 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 2024-25, the Child Support Fund started to account for a subscription based IT agreement which required recognition for financial statement presentation. The negative fund balance reflected in the financial statements for the Child Support Fund consist entirely of that fund's share of those unrealized losses.

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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

Cash and investments as of as of December 31, 2024 are as follows:

Deposits with financial institutions \$4,772,348

\$907,413 of the balance is restricted for housing assistance payments, tenant deposits, escrow loan deposits, and capital replacement reserves.

Receivables as of December 31, 2024 are accounts receivable of \$45,474 and lease receivable \$26,715.

Capital asset activity for the year ended December 31, 2024:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ 1,749,493	\$ -	\$ -	\$ 1,749,493
Construction in progress	105,150	439,344		544,494
Total capital assets not being depreciated	1,854,643	439,344	-	2,293,987
Capital assets being depreciated or amortized				
Buildings and improvements	24,777,197	493,433	-	25,270,630
Leasehold Improvements	350,000	-	-	350,000
Equipment	1,247,904	154,283	820,635	581,552
Leased equipment and buildings	410,278	688,682	-	1,098,960
Subscriptions - software	137,867	27,725	-	165,592
Total capital assets being depreciated or amortized	26,923,246	1,364,123	820,635	27,466,734
Less accumulated depreciation or amortization			-	
Accumulated depreciation	17,095,413	815,766	706,540	17,204,639
Accumulated amortization				
Equipment and buildings	259,575	130,758	-	390,333
Subscriptions - software	41,360	44,441	-	85,801
Total depreciation or amortization	17,396,348	990,965	706,540	17,680,773
Total capital and right to use assets being depreciated, net	9,526,898	373,158	114,095	9,785,961
Total capital assets	\$ 11,381,541	\$ 812,502	\$ 114,095	\$ 12,079,948

For the year ended December 31, 2024, depreciation expense was \$815,766 and amortization expense was \$175,199.

MARION COUNTY, OREGON
NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2025

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

Long-term debt activity for the year ended December 31, 2024:

	Beginning Balances	Additions	Deletions	Ending Balances	Due within One Year
Notes Payable	\$ 2,578,899	\$ -	\$ 158,387	\$ 2,420,512	\$ 454,081
Compensated absences	86,432	22,613	-	109,045	-
Lease liability	160,948	688,682	139,499	710,131	121,852
SBITA liability	87,757	27,725	55,937	59,545	59,545
Net pension liability	582,365	263,602	-	845,967	-
Other long-term obligations	172,882	-	52,694	120,188	-
Total long-term obligations	<u>\$ 3,669,283</u>	<u>\$ 1,002,622</u>	<u>\$ 406,517</u>	<u>\$ 4,265,388</u>	<u>\$ 635,478</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, 2025

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 93,801,295	\$ 93,801,295	\$ 94,667,180	\$ 865,885
Franchise	536,385	536,385	507,461	(28,924)
Licenses and permits	60,772	60,772	61,225	453
Intergovernmental	5,830,979	15,453,204	14,905,272	(547,932)
Charges for services	4,149,808	4,149,808	5,181,132	1,031,324
Fines and forfeitures	182,127	182,127	224,406	42,279
Interest	4,136,500	4,136,500	4,491,279	354,779
Other	50,388	50,388	568,463	518,075
Total revenues	<u>108,748,254</u>	<u>118,370,479</u>	<u>120,606,418</u>	<u>2,235,939</u>
EXPENDITURES:				
Assessor's Office	8,775,201	9,038,035	8,736,718	301,317
Clerk's Office	4,037,351	4,160,846	4,059,674	101,172
Community Services Department	1,155,491	1,187,397	1,000,157	187,240
District Attorney's Office	13,645,445	13,991,825	12,822,220	1,169,605
Justice Court	1,263,124	1,291,337	1,235,065	56,272
Juvenile Department	16,505,052	16,942,393	16,237,327	705,066
Sheriff's Office	57,909,930	60,574,346	57,439,673	3,134,673
Non-Departmental:				
Materials and services	10,159,720	8,283,666	2,776,860	5,506,806
Contingency	2,826,031	1,794,929	-	1,794,929
Total expenditures	<u>116,277,345</u>	<u>117,264,774</u>	<u>104,307,694</u>	<u>12,957,080</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	4,715,708	4,715,708	4,715,708	-
Transfers out	(12,717,555)	(24,067,382)	(21,708,655)	2,358,727
Total other financing sources (uses)	<u>(8,001,847)</u>	<u>(19,351,674)</u>	<u>(16,992,947)</u>	<u>2,358,727</u>
Net change in fund balance	(15,530,938)	(18,245,969)	(694,223)	17,551,746
FUND BALANCE - beginning	26,623,503	29,338,534	29,338,534	-
FUND BALANCE - ending	<u>\$ 11,092,565</u>	<u>\$ 11,092,565</u>	28,644,311	<u>\$ 17,551,746</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized gain (loss) on investments			299,391	
SBITA accrued interest			(22,241)	<u>28,921,461</u>
Funds budgeted separately:				
Traffic Safety Team Fund			1,070,224	
Inmate Welfare Fund			508,543	
Rainy Day Fund			2,543,905	
FUND BALANCE - ending, as reported in the Statement of Revenues, Expenditures and Changes in Fund Balances - General Operating Fund			<u>\$ 33,044,133</u>	

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, 2025

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 16,135,760	\$ 15,386,760	\$ 4,813,106	\$ (10,573,654)
EXPENDITURES:				
Non-Departmental	8,731,735	8,982,582	4,813,106	4,169,476
Contingency	896,003	896,003	-	896,003
Total expenditures	9,627,738	9,878,585	4,813,106	5,065,479
Net change in fund balance	6,508,022	5,508,175	-	(5,508,175)
FUND BALANCE - beginning	-	-	-	-
FUND BALANCE - ending	\$ 6,508,022	\$ 5,508,175	-	\$ (5,508,175)

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Licenses and permits	\$ 172,300	\$ 172,300	\$ 241,985	\$ 69,685
Intergovernmental	48,611,453	49,763,520	43,375,742	(6,387,778)
Charges for services	4,758,240	4,758,240	5,293,426	535,186
Fines and forfeitures	500	500	144	(356)
Interest	850,000	850,000	1,361,672	511,672
Other	5,000	18,921	259,233	240,312
Total revenues	54,397,493	55,563,481	50,532,202	(5,031,279)
EXPENDITURES:				
Public Works Department	67,370,528	69,350,992	51,458,112	17,892,880
Contingency	5,789,000	4,796,879	-	4,796,879
Total expenditures	73,159,528	74,147,871	51,458,112	22,689,759
OTHER FINANCING SOURCES (USES):				
Transfers in	513,881	584,111	355,116	(228,995)
Transfers out	(16,750)	(31,575)	(16,213)	15,362
Total other financing sources (uses)	497,131	552,536	338,903	(213,633)
Net change in fund balance	(18,264,904)	(18,031,854)	(587,007)	17,444,847
FUND BALANCE - beginning	44,262,372	47,453,896	47,453,896	-
FUND BALANCE - ending	\$ 25,997,468	\$ 29,422,042	46,866,889	\$ 17,444,847
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized gain (loss) on investments			143,025	
Lease interest income			12,390	
Capital outlay (SBITA)			141,197	
SBITA financing			(141,197)	
SBITA accrued interest			(6,429)	
FUND BALANCE - ending, GAAP basis			\$ 47,015,875	

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, 2025

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 47,974,855	\$ 54,150,210	\$ 49,637,360	\$ (4,512,850)
Charges for services	30,979,401	31,873,269	33,861,325	1,988,056
Interest	450,000	450,000	927,111	477,111
Other	500	500	34,371	33,871
Settlements	689,985	715,071	1,084,668	369,597
Total revenues	80,094,741	87,189,050	85,544,835	(1,644,215)
EXPENDITURES:				
Health & Human Services Department	89,580,902	92,934,083	85,530,473	7,403,610
Contingency	8,317,743	11,823,519	-	11,823,519
Total expenditures	97,898,645	104,757,602	85,530,473	19,227,129
OTHER FINANCING SOURCES (USES):				
Transfers in	3,667,008	5,026,771	4,745,441	(281,330)
Transfers out	(5,882,145)	(6,278,145)	(3,366,240)	2,911,905
Total other financing sources (uses)	(2,215,137)	(1,251,374)	1,379,201	2,630,575
Net change in fund balance	(20,019,041)	(18,819,926)	1,393,563	20,213,489
FUND BALANCE - beginning	23,619,041	27,209,832	27,209,832	-
FUND BALANCE - ending	\$ 3,600,000	\$ 8,389,906	28,603,395	\$ 20,213,489
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized gain (loss) on investments			90,280	
Lease interest income			7,407	
Capital outlay (lease)			(1,740,747)	
Lease financing			1,740,747	
SBITA accrued interest			(11,860)	
FUND BALANCE - ending, GAAP basis			\$ 28,689,222	

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, 2025

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 2,645,023	\$ 2,646,682	\$ 2,820,289	\$ 173,607
Interest	44,000	44,000	133,701	89,701
Total revenues	<u>2,689,023</u>	<u>2,690,682</u>	<u>2,953,990</u>	<u>263,308</u>
EXPENDITURES:				
Community Services Department	3,421,224	3,624,619	1,469,552	2,155,067
Non-Departmental:				
Contingency	<u>400,000</u>	<u>400,000</u>	-	400,000
Total expenditures	<u>3,821,224</u>	<u>4,024,619</u>	<u>1,469,552</u>	<u>2,555,067</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(324,000)</u>	<u>(324,000)</u>	<u>(324,000)</u>	-
Total other financing sources (uses)	<u>(324,000)</u>	<u>(324,000)</u>	<u>(324,000)</u>	-
Net change in fund balance	(1,456,201)	(1,657,937)	1,160,438	2,818,375
FUND BALANCE - beginning	<u>4,184,375</u>	<u>4,257,722</u>	<u>4,257,722</u>	-
FUND BALANCE - ending	<u>\$ 2,728,174</u>	<u>\$ 2,599,785</u>	5,418,160	<u>\$ 2,818,375</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:				
Unrealized gain (loss) on investments			14,952	
SBITA accrued interest			<u>(89)</u>	
FUND BALANCE - ending, GAAP basis			<u>\$ 5,433,023</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>
2025	6/30/2024	0.81%	\$ 181,000,263	\$ 113,554,299	159.40%	79.30%
2024	6/30/2023	0.92%	171,532,188	103,793,786	165.26%	81.70%
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%

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>
2025	\$ 23,968,147	\$ 23,968,147	\$ -	\$ 123,666,724	19.38%
2024	21,096,660	21,096,660	-	113,554,299	18.58%
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%

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

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB liability, beginning of year	\$ 16,777,672	\$ 19,906,321	\$ 18,976,111	\$ 23,795,636	\$ 21,345,426	\$ 19,859,599	\$ 18,632,670	\$ 17,351,009
Changes for the year:								
Service cost	1,168,472	1,236,608	1,255,289	1,630,163	1,575,037	1,323,725	1,278,961	1,278,961
Interest	748,910	885,979	795,832	565,616	619,301	623,992	568,851	531,779
Expected vs. actual experience	-	(4,236,760)	-	(3,109,309)	-	(1,187,260)	-	-
Changes of assumptions	(1,376,037)	(421,734)	(449,727)	(3,331,413)	1,056,750	1,492,557	-	-
Benefit payments	(649,467)	(592,742)	(671,184)	(574,582)	(800,878)	(767,187)	(620,883)	(529,079)
Net changes	(108,122)	(3,128,649)	930,210	(4,819,525)	2,450,210	1,485,827	1,226,929	1,281,661
Total OPEB liability, end of year	<u>\$ 16,669,550</u>	<u>\$ 16,777,672</u>	<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	\$126,736,643	\$118,090,410	\$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	13.15%	14.21%	18.39%	18.41%	23.71%	22.81%	21.96%	21.38%
Discount rate	5.25%	4.25%	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.

**SCHEDULE OF THE PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY (ASSET)
Oregon Public Employees Retirement System, Retirement Health Insurance Account
For the last five years¹**

Year Ended June 30,	County's proportion of the net OPEB liability (asset)	County's proportionate share of the net OPEB liability (asset)	County's covered payroll ²	County's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2025	0.7472%	\$ (3,018,040)	\$ 113,554,299	-2.66%	159.40%
2024	0.6579%	(2,408,833)	103,793,786	-2.32%	165.26%
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 six years¹**

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
2025	\$ (363)	\$ (363)	\$ -	\$ 123,666,724	0.00%
2024	604	604	-	113,554,299	0.00%
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

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SUPPLEMENTARY INFORMATION

BUDGETARY FUNDS REPORTED AS GENERAL OPERATING FUND

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

NONMAJOR GOVERNMENTAL FUNDS

<u>Fund</u>	<u>Principal Resources</u>	<u>Description of Operations</u>
Non-Departmental Grants	Federal and state grants, Interest and transfers from the General Fund.	Accounts for multi-departmental grant Programs.
County Clerk Records	Recording fees.	Operation of County archives.
Juvenile Grants	Federal and state grants, charges for services, transfers from the General Fund.	Grant programs administered by the Juvenile department.
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, 2025

	Budgetary Funds				Total General Operating Fund
	General Fund	Traffic Safety Team	Inmate Welfare	Rainy Day	
ASSETS:					
Cash and investments	\$ 30,847,357	\$ 1,127,822	\$ 511,676	\$ 2,531,681	\$ 35,018,536
Receivables:					
Accounts	2,098,706	5,734	11,932	-	2,116,372
Interest	467,433	5,489	2,479	12,224	487,625
Loans	58,361	-	-	-	58,361
Taxes	3,507,530	-	-	-	3,507,530
Inventories and prepaids	144,427	-	-	-	144,427
Total assets	\$ 37,123,814	\$ 1,139,045	\$ 526,087	\$ 2,543,905	\$ 41,332,851
LIABILITIES:					
Accounts payable	\$ 599,547	\$ 7,642	\$ 17,544	\$ -	\$ 624,733
Accrued interest payable	22,241	-	-	-	22,241
Payroll related liabilities	4,072,946	61,179	-	-	4,134,125
Deposits	27,114	-	-	-	27,114
Total liabilities	4,721,848	68,821	17,544	-	4,808,213
DEFERRED INFLOWS OF RESOURCES:					
Unavailable revenue	3,480,505	-	-	-	3,480,505
FUND BALANCES:					
Nonspendable	144,427	-	-	-	144,427
Committed	-	-	-	2,543,905	2,543,905
Assigned	15,188,037	1,070,224	508,543	-	16,766,804
Unassigned	13,588,997	-	-	-	13,588,997
Total fund balances	28,921,461	1,070,224	508,543	2,543,905	33,044,133
Total liabilities, deferred inflows of resources, and fund balances	\$ 37,123,814	\$ 1,139,045	\$ 526,087	\$ 2,543,905	\$ 41,332,851

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Budgetary Funds				Total General Operating Fund
	General Fund	Traffic Safety Team	Inmate Welfare	Rainy Day	
REVENUES:					
Taxes	\$ 95,174,641	\$ -	\$ -	\$ -	\$ 95,174,641
Licenses and permits	61,225	-	-	-	61,225
Intergovernmental	14,905,272	15,410	-	-	14,920,682
Charges for services	5,181,132	-	207,949	-	5,389,081
Fines and forfeitures	224,406	2,170,235	-	-	2,394,641
Interest	6,508,694	46,518	29,767	124,152	6,709,131
Other	568,467	-	2,727	-	571,194
Total revenues	122,623,837	2,232,163	240,443	124,152	125,220,595
EXPENDITURES:					
Current:					
General government	15,170,557	-	-	-	15,170,557
Public safety and judicial	87,248,654	1,820,429	293,280	-	89,362,363
Community service	995,350	-	-	-	995,350
Debt service:					
Principal	787,276	18,384	-	-	805,660
Interest	108,154	2,686	-	-	110,840
Capital outlay	5,191	90,199	80,330	-	175,720
Total expenditures	104,315,182	1,931,698	373,610	-	106,620,490
OTHER FINANCING SOURCES (USES):					
Lease & SBITA financing	-	90,199	-	-	90,199
Transfers in	4,715,708	-	-	-	4,715,708
Transfers out	(21,708,655)	-	-	-	(21,708,655)
Total other financing sources (uses)	(16,992,947)	90,199	-	-	(16,902,748)
Net change in fund balances	1,315,708	390,664	(133,167)	124,152	1,697,357
FUND BALANCE - beginning	27,605,753	679,560	641,710	2,419,753	31,346,776
FUND BALANCE - ending	\$ 28,921,461	\$ 1,070,224	\$ 508,543	\$ 2,543,905	\$ 33,044,133

MARION COUNTY, OREGON
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS

June 30, 2025

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
ASSETS:															
Cash and investments	\$ 17,295,316	\$ 65,363	\$ 603,212	\$ 1,256,840	\$ 1,512,352	\$ -	\$ -	\$ 2,771,964	\$ 509,218	\$ 61,392	\$ -	\$ 114,473	\$ 577,150	\$ 1,308,541	\$ 961,184
Receivables:															
Accounts	58,334	-	797,816	4,922,416	-	99,844	820,412	1,212	77,176	-	349,046	-	-	524,045	-
Interest	-	292	2,186	-	7,301	-	-	12,336	2,505	296	-	1,203	2,511	4,561	4,609
Loans	-	-	-	-	661,235	-	2,479,945	-	-	-	-	-	-	-	-
Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventories and prepaids	-	-	37,449	-	-	-	-	-	-	-	-	-	-	1,425	-
Total assets	\$ 17,353,650	\$ 65,655	\$ 1,440,663	\$ 6,179,256	\$ 2,180,888	\$ 99,844	\$ 3,300,357	\$ 2,785,512	\$ 588,899	\$ 61,688	\$ 349,046	\$ 115,676	\$ 579,661	\$ 1,838,572	\$ 965,793
LIABILITIES:															
Accounts payable	\$ 985,960	\$ -	\$ 53,803	\$ 3,128,541	\$ 27	\$ 80,911	\$ 412,676	\$ 208,383	\$ 72,108	\$ -	\$ 269,271	\$ 13,828	\$ 328	\$ 22,153	\$ 1,058
Payroll related liabilities	-	6,344	139,178	-	-	-	14,319	556,154	-	-	80,134	66,206	88,733	116,220	12,808
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	1,053,605	-	-	-	-	-	-	-	10,913	-	-	-
Total liabilities	985,960	6,344	192,981	4,182,146	27	80,911	426,995	764,537	72,108	-	349,405	90,947	89,061	138,373	13,866
DEFERRED INFLOWS OF RESOURCES:															
Unavailable revenue	-	-	-	-	661,235	-	2,479,945	-	-	-	-	-	-	-	-
FUND BALANCES:															
Nonspendable	-	-	37,449	-	-	-	-	-	-	-	-	-	-	1,425	-
Restricted	16,367,690	59,311	5,275	-	1,519,653	18,933	393,417	304,890	516,791	61,688	-	24,236	490,805	432,265	951,973
Committed	-	-	-	-	-	-	-	-	-	-	-	-	-	44,182	-
Assigned	-	-	1,204,958	1,997,110	-	-	-	1,716,085	-	-	-	493	-	1,222,327	-
Unassigned	-	-	-	-	(27)	-	-	-	-	-	(359)	-	(205)	-	(46)
Total fund balances	16,367,690	59,311	1,247,682	1,997,110	1,519,626	18,933	393,417	2,020,975	516,791	61,688	(359)	24,729	490,600	1,700,199	951,927
Total liabilities, deferred inflows of resources, and fund balances	\$ 17,353,650	\$ 65,655	\$ 1,440,663	\$ 6,179,256	\$ 2,180,888	\$ 99,844	\$ 3,300,357	\$ 2,785,512	\$ 588,899	\$ 61,688	\$ 349,046	\$ 115,676	\$ 579,661	\$ 1,838,572	\$ 965,793

(Continued on the following page)

MARION COUNTY, OREGON
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS CONTINUED

June 30, 2025

	Special Revenue Funds						Debt Service Fund	Capital Projects Funds			Total Nonmajor Governmental Funds	
	County Fair	District Attorney Grants	Land Use Planning	Parks	Surveyor	Building Inspection		MCE4H Svc Dist	Capital Building & Equipment	Facility Renovation		Capital Improvement Projects
ASSETS:												
Cash and investments	\$ 893,498	\$ 167,512	\$ 36,764	\$ 325,216	\$ 3,656,330	\$ 7,099,041	\$ 2,728,991	\$ 5,951,506	\$ 465	\$ 19,629,780	\$ 13,368,838	\$ 80,894,946
Receivables:												
Accounts	-	179,057	-	1,112,142	-	66,517	4,054	-	-	-	-	9,012,071
Interest	4,241	119	379	365	17,255	33,758	13,634	4,471	727	87,624	64,022	264,395
Loans	-	-	-	-	-	-	-	-	-	-	-	3,141,180
Taxes	-	-	-	-	-	-	55,904	-	-	-	-	55,904
Inventories and prepaids	-	-	-	-	-	-	-	-	-	-	-	38,874
Total assets	\$ 897,739	\$ 346,688	\$ 37,143	\$ 1,437,723	\$ 3,673,585	\$ 7,199,316	\$ 2,802,583	\$ 5,955,977	\$ 1,192	\$ 19,717,404	\$ 13,432,860	\$ 93,407,370
LIABILITIES:												
Accounts payable	\$ 2,868	\$ 411	\$ 1,120	\$ 503,637	\$ 9,444	\$ 36,679	\$ 599,601	\$ -	\$ 727	\$ 1,027,691	\$ 294,373	\$ 7,725,598
Payroll related liabilities	424	61,517	35,884	33,779	37,811	177,258	-	-	-	-	-	1,426,769
Deposits	-	-	-	490	333,714	-	-	-	-	-	-	334,204
Unearned revenue	-	-	-	-	-	-	-	-	-	-	-	1,064,518
Total liabilities	3,292	61,928	37,004	537,906	380,969	213,937	599,601	-	727	1,027,691	294,373	10,551,089
DEFERRED INFLOWS OF RESOURCES:												
Unavailable revenue	-	-	-	-	-	-	48,658	-	-	-	-	3,189,838
FUND BALANCES:												
Nonspendable	-	-	-	-	-	-	-	-	-	-	-	38,874
Restricted	-	11,443	-	-	3,117,635	-	2,154,324	-	-	10,190,377	-	36,620,706
Committed	-	-	-	165,196	-	-	-	-	465	-	-	209,843
Assigned	894,447	273,317	139	734,621	174,981	6,985,379	-	5,955,977	-	8,499,336	13,138,487	42,797,657
Unassigned	-	-	-	-	-	-	-	-	-	-	-	(637)
Total fund balances	894,447	284,760	139	899,817	3,292,616	6,985,379	2,154,324	5,955,977	465	18,689,713	13,138,487	79,666,443
Total liabilities, deferred inflows of resources, and fund balances	\$ 897,739	\$ 346,688	\$ 37,143	\$ 1,437,723	\$ 3,673,585	\$ 7,199,316	\$ 2,802,583	\$ 5,955,977	\$ 1,192	\$ 19,717,404	\$ 13,432,860	\$ 93,407,370

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	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	-	-	-	-	-	-	-	-	-	-	200,406	-	34,540	-	-
Intergovernmental	1,046,306	-	1,539,582	10,901,233	-	283,630	3,684,076	18,979,856	42,900	252,584	1,499,590	-	1,138,304	1,000	-
Charges for services	-	99,863	1,390,007	-	4,220	-	-	201,993	-	-	28,543	101,407	1,825,434	1,793,971	347,999
Fines and forfeitures	-	-	-	-	-	-	-	-	1,050,449	-	11,595	-	-	-	-
Investment earnings (losses)	41,529	1,388	26,306	12,203	130,952	-	15,365	255,119	27,509	16,051	-	10,182	35,478	50,644	49,720
Other	-	-	7,600	-	459,280	24,214	50,000	123	-	-	-	23,557	-	55,924	-
Total revenues	1,087,835	101,251	2,963,495	10,913,436	594,452	307,844	3,749,441	19,437,091	1,120,858	268,635	1,528,133	347,147	1,860,912	3,073,383	398,719
EXPENDITURES:															
Current:															
General government	-	162,790	-	-	49,196	-	-	-	-	-	-	-	-	-	-
Health and social services	-	-	-	-	-	-	-	-	-	1,935,658	-	-	-	-	-
Public safety and judicial	-	-	3,337,921	-	-	-	-	15,065,384	401,046	-	1,802,896	2,144,555	3,240,752	328,031	-
Community service	2,042,629	-	-	-	-	360,781	4,365,946	-	-	-	-	-	-	-	-
Roads and bridges	-	-	-	1,790,309	-	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	597,303	-	-	-	-	-
Debt service:															
Principal	-	520	11,731	-	520	-	817	56,265	-	-	10,118	6,014	3,935	4,900	1,358
Interest	-	80	1,813	-	80	-	127	5,865	-	-	1,102	929	608	757	143
Capital outlay	-	-	85,875	11,472,077	12,156	-	-	15,736	42,900	-	-	-	-	66,167	-
Total expenditures	2,042,629	163,390	3,437,340	13,262,386	61,952	360,781	4,366,890	15,143,250	443,946	597,303	1,946,878	1,809,839	2,149,098	3,312,576	329,532
OTHER FINANCING SOURCES (USES):															
Transfers in	7,672,140	104,817	218,908	4,355,587	-	47,506	-	278,191	-	-	418,386	1,459,651	-	557,640	-
Transfers out	(3,876,425)	-	-	-	(99,996)	(59,284)	-	(4,632,031)	(656,723)	-	-	(13,094)	-	(13,390)	-
Total other financing sources (uses)	3,795,715	104,817	218,908	4,355,587	(99,996)	(11,778)	-	(4,353,840)	(656,723)	-	418,386	1,446,557	-	544,250	-
Net change in fund balances	2,840,921	42,678	(254,937)	2,006,637	432,504	(64,715)	(617,449)	(59,999)	20,189	(328,668)	(359)	(16,135)	(288,186)	305,057	69,187
FUND BALANCE - beginning	13,526,769	16,633	1,502,619	(9,527)	1,087,122	83,648	1,010,866	2,080,974	496,602	390,356	-	40,864	778,786	1,395,142	882,740
FUND BALANCE - ending	\$ 16,367,690	\$ 59,311	\$ 1,247,682	\$ 1,997,110	\$ 1,519,626	\$ 18,933	\$ 393,417	\$ 2,020,975	\$ 516,791	\$ 61,688	\$ (359)	\$ 24,729	\$ 490,600	\$ 1,700,199	\$ 951,927

(Continued on the 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, 2025

	Special Revenue Funds						Debt Service Fund	Capital Projects Funds			Total Nonmajor Governmental Funds	
	County Fair	District Attorney Grants	Land Use Planning	Parks	Surveyor	Building Inspection		MCE4H Svc Dist	Capital Building & Equipment	Facility Renovation		Capital Improvement Projects
REVENUES:												
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,558,359	\$ -	\$ -	\$ -	\$ -	\$ 1,558,359
Licenses and permits	-	-	-	-	-	3,363,932	-	-	-	-	-	3,598,878
Intergovernmental	53,167	726,906	-	2,237,980	-	29,315	1,101	-	17,613	-	-	42,435,143
Charges for services	339,225	235,458	336,848	87,426	642,413	8,478	-	7,178,348	-	-	1,105,968	15,727,601
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	1,062,044
Investment earnings (losses)	43,045	4,426	7,628	15,818	178,342	361,976	130,248	243,218	7,380	1,147,976	698,915	3,511,418
Other	113,004	21,500	-	-	-	-	-	-	-	-	-	755,202
Total revenues	548,441	988,290	344,476	2,341,224	820,755	3,763,701	1,689,708	7,421,566	7,380	1,165,589	1,804,883	68,648,645
EXPENDITURES:												
Current:												
General government	-	-	-	-	-	-	-	-	-	-	-	211,986
Health and social services	-	-	-	-	-	-	-	-	-	-	-	1,935,658
Public safety and judicial	-	1,419,095	-	-	-	-	-	-	-	-	-	27,739,680
Community service	508,506	-	1,040,706	1,643,442	-	4,065,859	1,442,226	-	-	-	-	15,470,095
Roads and bridges	-	-	-	-	922,181	-	-	-	-	-	-	2,712,490
Education	-	-	-	-	-	-	-	-	-	-	-	597,303
Debt service:												
Principal	42,559	4,009	2,005	2,450	3,044	9,578	95,399	8,367,884	-	-	-	8,623,106
Interest	1,594	620	309	379	470	1,480	4,826	2,440,576	-	-	-	2,461,758
Capital outlay	-	-	-	768,323	-	-	-	-	-	4,935,924	2,364,418	19,763,576
Total expenditures	552,659	1,423,724	1,043,020	2,414,594	925,695	4,076,917	1,542,451	10,808,460	-	4,935,924	2,364,418	79,515,652
OTHER FINANCING SOURCES (USES):												
Transfers in	-	375,183	702,727	452,344	140,340	-	-	4,869,249	-	3,079,531	477,749	25,209,949
Transfers out	-	(24,065)	-	(58,191)	-	-	-	-	(150,761)	(1,163,647)	(822,522)	(11,570,129)
Total other financing sources (uses)	-	351,118	702,727	394,153	140,340	-	-	4,869,249	(150,761)	1,915,884	(344,773)	13,639,820
Net change in fund balances	(4,218)	(84,316)	4,183	320,783	35,400	(313,216)	147,257	1,482,355	(143,381)	(1,854,451)	(904,308)	2,772,813
FUND BALANCE - beginning	898,665	369,076	(4,044)	579,034	3,257,216	7,298,595	2,007,067	4,473,622	143,846	20,544,164	14,042,795	76,893,630
FUND BALANCE - ending	\$ 894,447	\$ 284,760	\$ 139	\$ 899,817	\$ 3,292,616	\$ 6,985,379	\$ 2,154,324	\$ 5,955,977	\$ 465	\$ 18,689,713	\$ 13,138,487	\$ 79,666,443

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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 54,085	\$ 15,410	\$ (38,675)
Fines and forfeitures	1,904,811	2,170,235	265,424
Interest	14,648	31,870	17,222
Total revenues	<u>1,973,544</u>	<u>2,217,515</u>	<u>243,971</u>
EXPENDITURES:			
Sheriff's Office	2,422,933	1,841,096	581,837
Contingency	241,303	-	241,303
Total expenditures	<u>2,664,236</u>	<u>1,841,096</u>	<u>823,140</u>
Net change in fund balance	(690,692)	376,419	1,067,111
FUND BALANCE - beginning	<u>690,692</u>	<u>690,692</u>	<u>-</u>
FUND BALANCE - ending, budgetary basis	<u>\$ -</u>	1,067,111	<u>\$ 1,067,111</u>
Unrealized gain (loss) on investments		3,516	
Capital outlay (SBITA)		(90,199)	
SBITA financing		90,199	
SBITA accrued interest		(403)	
Combined with General Fund		<u>(1,070,224)</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 271,808	\$ 207,949	\$ (63,859)
Interest	19,932	17,599	(2,333)
Other	-	2,727	2,727
	<u>291,740</u>	<u>228,275</u>	<u>(63,465)</u>
EXPENDITURES:			
Sheriff's Office	408,387	373,610	34,777
Contingency	78,474	-	78,474
	<u>486,861</u>	<u>373,610</u>	<u>113,251</u>
Net change in fund balance	(195,121)	(145,335)	49,786
FUND BALANCE - beginning	<u>652,290</u>	<u>652,290</u>	<u>-</u>
FUND BALANCE - ending, budgetary basis	<u>\$ 457,169</u>	506,955	<u>\$ 49,786</u>
Unrealized gain (loss) on investments Combined with General Fund		1,588 <u>(508,543)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ -</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Interest	\$ 50,960	\$ 76,674	\$ 25,714
Total revenues	<u>50,960</u>	<u>76,674</u>	<u>25,714</u>
EXPENDITURES:			
Non-Departmental:			
Reserves	<u>2,510,362</u>	<u>-</u>	<u>2,510,362</u>
Total expenditures	<u>2,510,362</u>	<u>-</u>	<u>2,510,362</u>
Net change in fund balance	(2,459,402)	76,674	2,536,076
FUND BALANCE - beginning	<u>2,459,402</u>	<u>2,459,402</u>	<u>-</u>
FUND BALANCE - ending, budgetary basis	<u>\$ -</u>	2,536,076	<u>\$ 2,536,076</u>
Unrealized gain (loss) on investments Combined with General Fund		7,829 <u>(2,543,905)</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,146,781	\$ 1,046,306	\$ (100,475)
Interest	65,103	41,529	(23,574)
Total revenues	<u>1,211,884</u>	<u>1,087,835</u>	<u>(124,049)</u>
EXPENDITURES:			
Non-Departmental:			
Materials and services	11,953,373	2,042,629	9,910,744
Contingency	<u>1,072,665</u>	<u>-</u>	<u>1,072,665</u>
Total expenditures	<u>13,026,038</u>	<u>2,042,629</u>	<u>10,983,409</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	7,693,389	7,672,140	(21,249)
Transfers out	<u>(4,343,982)</u>	<u>(3,876,425)</u>	<u>467,557</u>
Total other financing sources (uses)	<u>3,349,407</u>	<u>3,795,715</u>	<u>446,308</u>
Net change in fund balance	(8,464,747)	2,840,921	11,305,668
FUND BALANCE - beginning	<u>13,526,769</u>	<u>13,526,769</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 5,062,022</u>	<u>\$ 16,367,690</u>	<u>\$ 11,305,668</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 98,000	\$ 99,863	\$ 1,863
Interest	2,200	1,134	(1,066)
Total revenues	<u>100,200</u>	<u>100,997</u>	<u>797</u>
EXPENDITURES:			
Clerk's Office	<u>221,126</u>	<u>163,390</u>	<u>57,736</u>
Total expenditures	<u>221,126</u>	<u>163,390</u>	<u>57,736</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>104,226</u>	<u>104,817</u>	<u>591</u>
Total other financing sources (uses)	<u>104,226</u>	<u>104,817</u>	<u>591</u>
Net change in fund balance	(16,700)	42,424	59,124
FUND BALANCE - beginning	<u>16,700</u>	<u>16,700</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>59,124</u>	<u>\$ 59,124</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>187</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 59,311</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,654,340	\$ 1,539,582	\$ (114,758)
Charges for services	1,490,958	1,390,007	(100,951)
Interest	13,200	18,245	5,045
Other	8,200	7,600	(600)
Total revenues	3,166,698	2,955,434	(211,264)
EXPENDITURES:			
Juvenile Department	3,958,643	3,437,339	521,304
Contingency	371,947	-	371,947
Total expenditures	4,330,590	3,437,339	893,251
OTHER FINANCING SOURCES (USES):			
Transfers in	218,908	218,908	-
Total other financing sources (uses)	218,908	218,908	-
Net change in fund balance	(944,984)	(262,997)	681,987
FUND BALANCE - beginning	1,509,278	1,509,279	1
FUND BALANCE - ending	<u>\$ 564,294</u>	1,246,282	<u>\$ 681,988</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>1,400</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 1,247,682</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 44,929,272	\$ 10,901,233	\$ (34,028,039)
Interest	10,000	2,676	(7,324)
Total revenues	<u>44,939,272</u>	<u>10,903,909</u>	<u>(34,035,363)</u>
EXPENDITURES:			
Public Works Department	<u>49,416,772</u>	<u>13,262,386</u>	<u>36,154,386</u>
Total expenditures	<u>49,416,772</u>	<u>13,262,386</u>	<u>36,154,386</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>4,477,500</u>	<u>4,355,587</u>	<u>(121,913)</u>
Total other financing sources (uses)	<u>4,477,500</u>	<u>4,355,587</u>	<u>(121,913)</u>
Net change in fund balance	-	1,997,110	1,997,110
FUND BALANCE - beginning	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>1,997,110</u>	<u>\$ 1,997,110</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>-</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 1,997,110</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 150,000	\$ 4,220	\$ (145,780)
Interest	55,000	108,198	53,198
Other	140,000	459,280	319,280
Total revenues	345,000	571,698	226,698
EXPENDITURES:			
Non-Departmental:			
Materials and services	164,467	49,769	114,698
Capital outlay	25,000	12,156	12,844
Special payments	938,766	-	938,766
Contingency	57,500	-	57,500
Total expenditures	1,185,733	61,925	1,123,808
OTHER FINANCING SOURCES (USES):			
Transfers out	(100,000)	(99,996)	4
Total other financing sources (uses)	(100,000)	(99,996)	4
Net change in fund balance	(940,733)	409,777	1,350,510
FUND BALANCE - beginning	1,105,200	1,105,200	-
FUND BALANCE - ending	\$ 164,467	1,514,977	\$ 1,350,510
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		4,676	
SBITA accrued interest		(27)	
FUND BALANCE - ending, GAAP basis		\$ 1,519,626	

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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 17,521,342	\$ 283,630	\$ (17,237,712)
Other	33,019	24,214	(8,805)
Total revenues	<u>17,554,361</u>	<u>307,844</u>	<u>(17,246,517)</u>
EXPENDITURES:			
Community Services Department	2,755,567	360,781	2,394,786
Contingency	230,000	-	230,000
Total expenditures	<u>2,985,567</u>	<u>360,781</u>	<u>2,624,786</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	3,000	47,506	44,506
Transfers out	(59,993)	(59,284)	709
Total other financing sources (uses)	<u>(56,993)</u>	<u>(11,778)</u>	<u>45,215</u>
Net change in fund balance	14,511,801	(64,715)	(14,576,516)
FUND BALANCE - beginning	<u>83,649</u>	<u>83,648</u>	<u>(1)</u>
FUND BALANCE - ending	<u>\$ 14,595,450</u>	<u>\$ 18,933</u>	<u>\$ (14,576,517)</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 7,673,412	\$ 3,684,076	\$ (3,989,336)
Interest	5,000	8,447	3,447
Other	50,000	50,000	-
Total revenues	<u>7,728,412</u>	<u>3,742,523</u>	<u>(3,985,889)</u>
EXPENDITURES:			
Community Services Department	<u>5,960,415</u>	<u>4,366,890</u>	<u>1,593,525</u>
Total expenditures	<u>5,960,415</u>	<u>4,366,890</u>	<u>1,593,525</u>
Net change in fund balance	1,767,997	(624,367)	(2,392,364)
FUND BALANCE - beginning	<u>1,017,784</u>	<u>1,017,784</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 2,785,781</u>	<u>\$ 393,417</u>	<u>\$ (2,392,364)</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 18,949,902	\$ 18,979,856	\$ 29,954
Charges for services	184,902	201,993	17,091
Interest	156,127	203,508	47,381
Other	-	123	123
	<u>19,290,931</u>	<u>19,385,480</u>	<u>94,549</u>
EXPENDITURES:			
Sheriff's Office	16,420,222	15,141,723	1,278,499
Contingency	26,504	-	26,504
	<u>16,446,726</u>	<u>15,141,723</u>	<u>1,305,003</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	278,900	278,191	(709)
Transfers out	(4,633,031)	(4,632,031)	1,000
	<u>(4,354,131)</u>	<u>(4,353,840)</u>	<u>291</u>
Net change in fund balance	(1,509,926)	(110,083)	1,399,843
FUND BALANCE - beginning	<u>2,124,685</u>	<u>2,124,684</u>	<u>(1)</u>
FUND BALANCE - ending	<u>\$ 614,759</u>	2,014,601	<u>\$ 1,399,842</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		7,901	
SBITA accrued interest		<u>(1,527)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 2,020,975</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	69,675	42,900	(26,775)
Fines and forfeitures	\$ 965,489	\$ 1,050,449	\$ 84,960
Interest	14,133	16,971	2,838
Total revenues	1,049,297	1,110,320	61,023
EXPENDITURES:			
Non-Departmental:			
Materials and services	416,229	401,046	15,183
Capital outlay	42,900	42,900	-
Contingency	75,708	-	75,708
Total expenditures	534,837	443,946	90,891
OTHER FINANCING SOURCES (USES):			
Transfers out	(656,723)	(656,723)	-
Total other financing sources (uses)	(656,723)	(656,723)	-
Net change in fund balance	(142,263)	9,651	151,914
FUND BALANCE - beginning	505,535	505,536	1
FUND BALANCE - ending	\$ 363,272	515,187	\$ 151,915
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		1,604	
FUND BALANCE - ending, GAAP basis		\$ 516,791	

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 403,621	\$ 252,584	\$ (151,037)
Interest	7,196	9,465	2,269
Total revenues	<u>410,817</u>	<u>262,049</u>	<u>(148,768)</u>
EXPENDITURES:			
Non-Departmental:			
Special payments	<u>807,569</u>	<u>597,303</u>	<u>210,266</u>
Total expenditures	<u>807,569</u>	<u>597,303</u>	<u>210,266</u>
Net change in fund balance	(396,752)	(335,254)	61,498
FUND BALANCE - beginning	<u>396,752</u>	<u>396,752</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>61,498</u>	<u>\$ 61,498</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>190</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 61,688</u>	

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

For the year ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,897,748	\$ 1,499,590	\$ (398,158)
Charges for services	27,248	28,543	1,295
Total revenues	<u>1,924,996</u>	<u>1,528,133</u>	<u>(396,863)</u>
EXPENDITURES:			
District Attorney's Office	<u>2,522,483</u>	<u>1,946,519</u>	<u>575,964</u>
Total expenditures	<u>2,522,483</u>	<u>1,946,519</u>	<u>575,964</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>597,487</u>	<u>418,386</u>	<u>(179,101)</u>
Total other financing sources (uses)	<u>597,487</u>	<u>418,386</u>	<u>(179,101)</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:			
SBITA accrued interest		<u>(359)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ (359)</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Licenses and permits	\$ 200,000	\$ 200,406	\$ 406
Charges for services	83,050	101,407	18,357
Fines and forfeitures	10,000	11,595	1,595
Interest	3,000	6,491	3,491
Other	7,800	23,557	15,757
Total revenues	303,850	343,456	39,606
EXPENDITURES:			
Community Services Department	1,988,742	1,809,526	179,216
Total expenditures	1,988,742	1,809,526	179,216
OTHER FINANCING SOURCES (USES):			
Transfers in	1,654,352	1,459,651	(194,701)
Transfers out	(13,244)	(13,094)	150
Total other financing sources (uses)	1,641,108	1,446,557	(194,551)
Net change in fund balance	(43,784)	(19,513)	24,271
FUND BALANCE - beginning	43,784	43,784	-
FUND BALANCE - ending	\$ -	24,271	\$ 24,271
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		771	
SBITA accrued interest		(313)	
FUND BALANCE - ending, GAAP basis		\$ 24,729	

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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 1,601,767	\$ 1,825,434	\$ 223,667
Interest	22,294	21,344	(950)
Total revenues	<u>1,624,061</u>	<u>1,846,778</u>	<u>222,717</u>
EXPENDITURES:			
Sheriff's Office	2,224,623	2,148,893	75,730
Contingency	140,392	-	140,392
Total expenditures	<u>2,365,015</u>	<u>2,148,893</u>	<u>216,122</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>(29,321)</u>	-	<u>29,321</u>
Total other financing sources (uses)	<u>(29,321)</u>	-	<u>29,321</u>
Net change in fund balance	(770,275)	(302,115)	468,160
FUND BALANCE - beginning	<u>791,312</u>	<u>791,312</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 21,037</u>	489,197	<u>\$ 468,160</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		1,608	
SBITA accrued interest		<u>(205)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 490,600</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Licenses and permits	\$ 26,400	\$ 34,540	\$ 8,140
Intergovernmental	1,284,150	1,138,304	(145,846)
Charges for services	1,994,294	1,793,971	(200,323)
Interest	595	33,301	32,706
Other	50,198	55,924	5,726
Total revenues	3,355,637	3,056,040	(299,597)
EXPENDITURES:			
Sheriff's Office	4,225,222	3,312,321	912,901
Contingency	486,002	-	486,002
Total expenditures	4,711,224	3,312,321	1,398,903
OTHER FINANCING SOURCES (USES):			
Transfers in	787,159	557,640	(229,519)
Transfers out	(86,497)	(13,390)	73,107
Total other financing sources (uses)	700,662	544,250	(156,412)
Net change in fund balance	(654,925)	287,969	942,894
FUND BALANCE - beginning	1,409,563	1,409,564	1
FUND BALANCE - ending	\$ 754,638	1,697,533	\$ 942,895
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		2,921	
SBITA accrued interest		(255)	
FUND BALANCE - ending, GAAP basis		\$ 1,700,199	

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 1,000	\$ 1,000
Charges for services	347,847	347,999	152
Interest	16,000	32,199	16,199
Total revenues	<u>363,847</u>	<u>381,198</u>	<u>17,351</u>
EXPENDITURES:			
Legal Department	350,455	329,486	20,969
Contingency	49,605	-	49,605
Total expenditures	<u>400,060</u>	<u>329,486</u>	<u>70,574</u>
Net change in fund balance	(36,213)	51,712	87,925
FUND BALANCE - beginning	<u>897,309</u>	<u>897,309</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 861,096</u>	949,021	<u>\$ 87,925</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		2,952	
SBITA accrued interest		<u>(46)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 951,927</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 53,290	\$ 53,167	\$ (123)
Charges for services	259,471	339,225	79,754
Interest	25,000	26,014	1,014
Other	24,705	113,004	88,299
Total revenues	362,466	531,410	168,944
EXPENDITURES:			
Community Services Department	653,936	552,659	101,277
Contingency	70,000	-	70,000
Total expenditures	723,936	552,659	171,277
Net change in fund balance	(361,470)	(21,249)	340,221
FUND BALANCE - beginning	912,981	912,980	(1)
FUND BALANCE - ending	<u>\$ 551,511</u>	891,731	<u>\$ 340,220</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>2,716</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 894,447</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 947,893	\$ 726,906	\$ (220,987)
Charges for services	246,936	235,458	(11,478)
Interest	2,258	4,076	1,818
Other	15,000	21,500	6,500
Total revenues	1,212,087	987,940	(224,147)
EXPENDITURES:			
District Attorney's Office	1,886,059	1,423,515	462,544
Contingency	77,987	-	77,987
Total expenditures	1,964,046	1,423,515	540,531
OTHER FINANCING SOURCES (USES):			
Transfers in	406,674	375,183	(31,491)
Transfers out	(24,065)	(24,065)	-
Total other financing sources (uses)	382,609	351,118	(31,491)
Net change in fund balance	(369,350)	(84,457)	284,893
FUND BALANCE - beginning	369,350	369,350	-
FUND BALANCE - ending	\$ -	284,893	\$ 284,893
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		76	
SBITA accrued interest		(209)	
FUND BALANCE - ending, GAAP basis		\$ 284,760	

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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 365,000	\$ 336,848	\$ (28,152)
Interest	2,000	3,341	1,341
Total revenues	<u>367,000</u>	<u>340,189</u>	<u>(26,811)</u>
EXPENDITURES:			
Public Works Department	<u>1,180,921</u>	<u>1,042,916</u>	<u>138,005</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>813,921</u>	<u>702,727</u>	<u>(111,194)</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		243	
SBITA accrued interest		<u>(104)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 139</u>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 3,165,015	\$ 2,237,980	\$ (927,035)
Charges for services	64,000	87,426	23,426
Interest	20,000	6,598	(13,402)
	<hr/>	<hr/>	<hr/>
Total revenues	3,249,015	2,332,004	(917,011)
	<hr/>	<hr/>	<hr/>
EXPENDITURES:			
Public Works Department	4,221,121	2,414,466	1,806,655
Contingency	77,302	-	77,302
	<hr/>	<hr/>	<hr/>
Total expenditures	4,298,423	2,414,466	1,883,957
	<hr/>	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES):			
Transfers in	519,579	452,344	(67,235)
Transfers out	(58,191)	(58,191)	-
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	461,388	394,153	(67,235)
	<hr/>	<hr/>	<hr/>
Net change in fund balance	(588,020)	311,691	899,711
	<hr/>	<hr/>	<hr/>
FUND BALANCE - beginning	588,020	588,020	-
	<hr/>	<hr/>	<hr/>
FUND BALANCE - ending	\$ -	899,711	\$ 899,711
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		234	
SBITA accrued interest		(128)	
		<hr/>	
FUND BALANCE - ending, GAAP basis		\$ 899,817	
		<hr/> <hr/>	

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 813,712	\$ 642,413	\$ (171,299)
Interest	50,000	109,824	59,824
Total revenues	<u>863,712</u>	<u>752,237</u>	<u>(111,475)</u>
EXPENDITURES:			
Public Works Department	1,164,007	925,538	238,469
Contingency	354,619	-	354,619
Total expenditures	<u>1,518,626</u>	<u>925,538</u>	<u>593,088</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	140,342	140,340	(2)
Net change in fund balance	(514,572)	(32,961)	481,611
FUND BALANCE - beginning	<u>3,314,683</u>	<u>3,314,683</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 2,800,111</u>	3,281,722	<u>\$ 481,611</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		11,052	
SBITA accrued interest		<u>(158)</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 3,292,616</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Licenses and permits	\$ 3,700,000	\$ 3,363,932	\$ (336,068)
Intergovernmental	-	29,315	29,315
Charges for services	6,500	8,478	1,978
Interest	125,000	224,649	99,649
Total revenues	3,831,500	3,626,374	(205,126)
EXPENDITURES:			
Public Works Department	4,707,883	4,076,420	631,463
Contingency	666,410	-	666,410
Total expenditures	5,374,293	4,076,420	1,297,873
Net change in fund balance	(1,542,793)	(450,046)	1,092,747
FUND BALANCE - beginning	7,414,301	7,414,301	-
FUND BALANCE - ending	\$ 5,871,508	6,964,255	\$ 1,092,747
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		21,623	
SBITA accrued interest		(499)	
FUND BALANCE - ending, GAAP basis		\$ 6,985,379	

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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Taxes	\$ 1,584,612	\$ 1,558,359	\$ (26,253)
Intergovernmental	1,785	1,101	(684)
Interest	56,500	82,319	25,819
Total revenues	<u>1,642,897</u>	<u>1,641,779</u>	<u>(1,118)</u>
EXPENDITURES:			
Marion County Extension & 4H Service District	1,851,589	1,542,451	309,138
Contingency	100,000	-	100,000
Total expenditures	<u>1,951,589</u>	<u>1,542,451</u>	<u>409,138</u>
Net change in fund balance	(308,692)	99,328	408,020
FUND BALANCE - beginning	<u>2,164,226</u>	<u>2,046,264</u>	<u>(117,962)</u>
FUND BALANCE - ending	<u>\$ 1,855,534</u>	2,145,592	<u>\$ 290,058</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>8,732</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 2,154,324</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 6,041,631	\$ 7,178,348	\$ 1,136,717
Interest	70,000	167,052	97,052
Total revenues	<u>6,111,631</u>	<u>7,345,400</u>	<u>1,233,769</u>
EXPENDITURES:			
Non-Departmental:			
Debt service - principal	8,651,107	8,367,884	283,223
Debt service - interest	<u>2,443,965</u>	<u>2,440,576</u>	<u>3,389</u>
Total expenditures	<u>11,095,072</u>	<u>10,808,460</u>	<u>286,612</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>5,155,861</u>	<u>4,869,249</u>	<u>(286,612)</u>
Net change in fund balance	172,420	1,406,189	1,233,769
FUND BALANCE - beginning	<u>4,546,925</u>	<u>4,546,925</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 4,719,345</u>	5,953,114	<u>\$ 1,233,769</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>2,863</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 5,955,977</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Interest	\$ 4,300	\$ 4,558	\$ 258
OTHER FINANCING SOURCES (USES):			
Transfers out	(154,600)	(150,761)	3,839
Net change in fund balance	(150,300)	(146,203)	4,097
FUND BALANCE - beginning	150,300	146,203	(4,097)
FUND BALANCE - ending	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		<u>465</u>	
FUND BALANCE - ending, GAAP basis		<u>\$ 465</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ -	\$ 17,613	\$ 17,613
Interest	250,000	740,446	490,446
Total revenues	250,000	758,059	508,059
EXPENDITURES:			
Non-Departmental:			
Capital outlay	21,122,531	4,935,924	16,186,607
Reserves	3,132,577	-	3,132,577
Total expenditures	24,255,108	4,935,924	19,319,184
OTHER FINANCING SOURCES (USES):			
Transfers in	4,278,737	3,079,531	(1,199,206)
Transfers out	(1,169,202)	(1,163,647)	5,555
Total other financing sources (uses)	3,109,535	1,915,884	(1,193,651)
Net change in fund balance	(20,895,573)	(2,261,981)	18,633,592
FUND BALANCE - beginning	20,895,573	20,895,573	-
FUND BALANCE - ending	<u>\$ -</u>	18,633,592	<u>\$ 18,633,592</u>
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		56,121	
FUND BALANCE - ending, GAAP basis		<u>\$ 18,689,713</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	601,432	-	(601,432)
Charges for services	\$ 1,105,823	\$ 1,105,969	\$ 146
Interest	300,000	433,952	133,952
Total revenues	2,007,255	1,539,921	(467,334)
EXPENDITURES:			
Non-Departmental:			
Capital outlay	12,709,586	2,364,418	10,345,168
Contingency	409,129	-	409,129
Reserves	4,379,830	-	4,379,830
Total expenditures	17,498,545	2,364,418	15,134,127
OTHER FINANCING SOURCES (USES):			
Transfers in	2,047,057	477,749	(1,569,308)
Transfers out	(822,522)	(822,522)	-
Total other financing sources (uses)	1,224,535	(344,773)	(1,569,308)
Net change in fund balance	(14,266,755)	(1,169,270)	13,097,485
FUND BALANCE - beginning	14,266,755	14,266,753	(2)
FUND BALANCE - ending	\$ -	13,097,483	\$ 13,097,483
Reconciliation to generally accepted accounting principles (GAAP) basis:			
Unrealized gain (loss) on investments		41,004	
FUND BALANCE - ending, GAAP basis		\$ 13,138,487	

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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, 2025

	Sewer and Lighting Service Districts						Totals
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange	Ilaha Hills	
ASSETS							
Current assets:							
Cash and investments	\$ 1,267,075	\$ 388,482	\$ 451,809	\$ 97,115	\$ 43,040	\$ 18,527	\$ 2,266,048
Receivables:							
Accounts	504	207,706	237,125	11,322	177,494	-	634,151
Assessments	-	773	103,515	231	1,477	-	105,996
Interest	6,076	1,984	2,436	470	219	91	11,276
Total current assets	1,273,655	598,945	794,885	109,138	222,230	18,618	3,017,471
Noncurrent assets:							
Other post employment benefits asset	7,364	-	-	-	-	-	7,364
Capital assets:							
Land	-	140,335	87,014	-	-	-	227,349
Construction in progress	-	-	-	-	-	-	-
Buildings and improvements	454,400	3,230,468	5,081,921	322,448	2,006,298	-	11,095,535
Equipment	309,438	17,984	-	-	28,006	-	355,428
Less accumulated depreciation	(213,726)	(3,245,860)	(4,948,950)	(322,448)	(1,718,463)	-	(10,449,447)
Total capital assets	550,112	142,927	219,985	-	315,841	-	1,228,865
Total assets	1,831,131	741,872	1,014,870	109,138	538,071	18,618	4,253,700
DEFERRED OUTFLOWS OF RESOURCES							
Pension-related deferred outflows	181,730	-	-	-	-	-	181,730
OPEB-related deferred outflows	2,678	-	-	-	-	-	2,678
Total deferred outflows	184,408	-	-	-	-	-	184,408
LIABILITIES							
Current liabilities:							
Accounts payable	17,517	13,214	163,879	4,814	12,560	-	211,984
Unearned revenue	-	-	-	-	48,947	-	48,947
Payroll related liabilities	25,020	-	-	-	-	-	25,020
Accrued interest	-	-	-	-	6,976	-	6,976
Notes payable, current	-	-	-	-	23,880	-	23,880
Compensated absences, current	21,682	-	-	-	-	-	21,682
OPEB liability, current	1,582	-	-	-	-	-	1,582
Total current liabilities	65,801	13,214	163,879	4,814	92,363	-	340,071
Noncurrent liabilities, net of current portion:							
Notes payable	-	-	-	-	218,819	-	218,819
Net pension liability	445,201	-	-	-	-	-	445,201
Total OPEB liability	39,092	-	-	-	-	-	39,092
Total noncurrent liabilities	484,293	-	-	-	218,819	-	703,112
Total liabilities	550,094	13,214	163,879	4,814	311,182	-	1,043,183
DEFERRED INFLOWS OF RESOURCES							
Pension-related deferred inflows	61,868	-	-	-	-	-	61,868
OPEB-related deferred inflows	22,895	-	-	-	-	-	22,895
Total deferred inflows	84,763	-	-	-	-	-	84,763
NET POSITION							
Net investment in capital assets	550,112	142,927	219,985	-	73,142	-	986,166
Restricted OPEB asset	7,364	-	-	-	-	-	7,364
Unrestricted	823,206	585,731	631,006	104,324	153,747	18,618	2,316,632
Total net position	\$ 1,380,682	\$ 728,658	\$ 850,991	\$ 104,324	\$ 226,889	\$ 18,618	\$ 3,310,162

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Sewer and Lighting Service Districts						Totals
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange	Iliahe Hills	
Operating revenues:							
Charges for services	\$ 1,111,747	\$ 493,504	\$ 2,894,331	\$ 5,477	\$ 247,106	\$ 8,508	\$ 4,760,673
Total operating revenues	1,111,747	493,504	2,894,331	5,477	247,106	8,508	4,760,673
Operating expenses:							
Salaries and wages	435,199	-	-	-	-	-	435,199
Repairs and maintenance	11,752	61,190	6,544	-	160,444	-	239,930
Utilities	27,390	8,314	314,291	-	2,379	8,432	360,806
Building and equipment rentals	20,287	1,933	9	-	1,066	-	23,295
Professional services	407,824	268,435	2,647,898	1,797	36,904	280	3,363,138
Communication	4,426	1,399	-	-	-	-	5,825
Fuel and operating supplies	45,431	23,663	1	-	608	-	69,703
Insurance claims and premiums	-	2,960	58,917	1,107	2,587	-	65,571
Administrative expenses	91,620	-	-	-	-	-	91,620
Depreciation	51,267	1,798	7,538	-	35,565	-	96,168
Other	6,970	6,523	3,539	231	1,584	76	18,923
Total operating expenses	1,102,166	376,215	3,038,737	3,135	241,137	8,788	4,770,178
Operating income (loss)	9,581	117,289	(144,406)	2,342	5,969	(280)	(9,505)
Nonoperating revenues (expenses):							
Investment earnings (losses)	61,315	18,900	37,653	4,627	4,752	957	128,204
Interest expense	-	-	-	-	(12,568)	-	(12,568)
Loss on sale of assets	(6,440)	-	-	-	-	-	(6,440)
Total nonoperating revenues (expenses)	54,875	18,900	37,653	4,627	(7,816)	957	109,196
Change in net position	64,456	136,189	(106,753)	6,969	(1,847)	677	99,691
Total net position - beginning	1,316,226	592,469	957,744	97,355	228,736	17,941	3,210,471
Total net position - ending	\$ 1,380,682	\$ 728,658	\$ 850,991	\$ 104,324	\$ 226,889	\$ 18,618	\$ 3,310,162

MARION COUNTY, OREGON

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS

For the year ended June 30, 2025

	Sewer and Lighting Service Districts						Totals
	Stormwater Management	Brooks Community	East Salem	Labish Village	Fargo Interchange	Ilaha Hills	
Cash flows from operating activities:							
Receipts from customers	\$ 638,776	\$ 415,636	\$ 2,900,688	\$ 5,597	\$ 184,168	\$ 8,508	\$ 4,153,373
Receipts from interfund services	472,653	-	-	-	-	-	472,653
Payments to suppliers	(209,863)	(112,133)	(359,270)	(892)	(174,439)	(8,548)	(865,145)
Payments to employees	(469,006)	-	-	-	-	-	(469,006)
Payments for interfund services	(376,036)	(254,457)	(2,682,753)	(490)	(31,561)	(240)	(3,345,537)
Net cash from operating activities	<u>56,524</u>	<u>49,046</u>	<u>(141,335)</u>	<u>4,215</u>	<u>(21,832)</u>	<u>(280)</u>	<u>(53,662)</u>
Cash flows from capital and related financing activities:							
Purchase of capital assets	(603)	-	-	-	-	-	(603)
Debt principal - notes payable	-	-	-	-	(23,695)	-	(23,695)
Debt interest payments	-	-	-	-	(13,253)	-	(13,253)
Net cash from capital and related financing activities	<u>(603)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(36,948)</u>	<u>-</u>	<u>(37,551)</u>
Cash flows from investing activities:							
Investment earnings	60,346	18,372	37,816	4,541	4,978	944	126,997
Net cash from investing activities	<u>60,346</u>	<u>18,372</u>	<u>37,816</u>	<u>4,541</u>	<u>4,978</u>	<u>944</u>	<u>126,997</u>
Net change in cash and investments	116,267	67,418	(103,519)	8,756	(53,802)	664	35,784
Cash and investments - beginning	1,150,808	321,064	555,328	88,359	96,842	17,863	2,230,264
Cash and investments - ending	<u>\$ 1,267,075</u>	<u>\$ 388,482</u>	<u>\$ 451,809</u>	<u>\$ 97,115</u>	<u>\$ 43,040</u>	<u>\$ 18,527</u>	<u>\$ 2,266,048</u>
Reconciliation of operating income (loss) to net cash from operating activities:							
Operating income (loss)	\$ 9,581	\$ 117,289	\$ (144,406)	\$ 2,342	\$ 5,969	\$ (280)	\$ (9,505)
Depreciation	51,267	1,798	7,538	-	35,565	-	96,168
CIP Cancellation	33,797	-	-	-	-	-	33,797
Change in:							
Accounts receivable	(318)	(77,868)	6,357	120	(57,499)	-	(129,208)
Accounts payable	(3,996)	7,827	(10,824)	1,753	(428)	-	(5,668)
Unearned Revenue	-	-	-	-	(5,439)	-	(5,439)
Payroll related liabilities	3,902	-	-	-	-	-	3,902
Compensated absences	6,827	-	-	-	-	-	6,827
Net pension liability and deferred pension outflows and inflows	(39,433)	-	-	-	-	-	(39,433)
Total OPEB liability and deferred OPEB outflows and inflows	(5,103)	-	-	-	-	-	(5,103)
Net cash from operating activities	<u>\$ 56,524</u>	<u>\$ 49,046</u>	<u>\$ (141,335)</u>	<u>\$ 4,215</u>	<u>\$ (21,832)</u>	<u>\$ (280)</u>	<u>\$ (53,662)</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Taxes	\$ 525,000	\$ 556,722	\$ 31,722
Charges for services	21,580,976	17,972,286	(3,608,690)
Interest	650,000	999,470	349,470
Other	1,553,355	553,972	(999,383)
Total revenues	<u>24,309,331</u>	<u>20,082,450</u>	<u>(4,226,881)</u>
EXPENDITURES:			
Public Works Department	40,393,397	22,461,407	17,931,990
Contingency	3,452,428	-	3,452,428
Total expenditures	<u>43,845,825</u>	<u>22,461,407</u>	<u>21,384,418</u>
Net change in fund balance	(19,536,494)	(2,378,957)	17,157,537
FUND BALANCE - beginning	<u>31,870,757</u>	<u>31,865,556</u>	<u>(5,201)</u>
FUND BALANCE - ending	<u>\$ 12,334,263</u>	29,486,599	<u>\$ 17,152,336</u>
Capital assets, net of accumulated depreciation		6,353,444	
Landfill leachate disposal liability		(2,597,260)	
Landfill closure and postclosure liability		(12,556,485)	
Compensated absences		(107,228)	
Net pension liability		(2,283,583)	
Pension-related deferred inflows		(317,344)	
Pension-related deferred outflows		932,144	
Net OPEB Asset		48,511	
Total OPEB liability		(267,941)	
OPEB-related deferred inflows		(150,821)	
OPEB-related deferred outflows		17,642	
Unrealized gain (loss) on investments		<u>94,323</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 18,652,001</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 1,080,514	\$ 1,111,747	\$ 31,233
Interest	20,000	38,087	18,087
Total revenues	<u>1,100,514</u>	<u>1,149,834</u>	<u>49,320</u>
EXPENDITURES:			
Public Works Department	1,686,658	1,055,414	631,244
Contingency	283,825	-	283,825
Total expenditures	<u>1,970,483</u>	<u>1,055,414</u>	<u>915,069</u>
Net change in fund balance	(869,969)	94,420	964,389
FUND BALANCE - beginning	<u>1,132,806</u>	<u>1,132,806</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 262,837</u>	<u>1,227,226</u>	<u>\$ 964,389</u>
Capital assets, net of accumulated depreciation		550,112	
Compensated absences		(21,682)	
Net pension liability		(445,201)	
Pension-related deferred inflows		(61,868)	
Pension-related deferred outflows		181,730	
Net OPEB Asset		7,364	
Total OPEB liability		(40,674)	
OPEB-related deferred inflows		(22,895)	
OPEB-related deferred outflows		2,678	
Unrealized gain (loss) on investments		<u>3,892</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 1,380,682</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 458,045	\$ 493,504	\$ 35,459
Interest	6,000	12,115	6,115
Total revenues	<u>464,045</u>	<u>505,619</u>	<u>41,574</u>
EXPENDITURES:			
Materials and services	414,650	374,417	40,233
Contingency	202,000	-	202,000
Total expenditures	<u>616,650</u>	<u>374,417</u>	<u>242,233</u>
Net change in fund balance	(152,605)	131,202	283,807
FUND BALANCE - beginning	<u>417,706</u>	<u>453,258</u>	<u>35,552</u>
FUND BALANCE - ending	<u>\$ 265,101</u>	584,460	<u>\$ 319,359</u>
Capital assets, net of accumulated depreciation		142,927	
Unrealized gain (loss) on investments		<u>1,271</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 728,658</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 2,878,000	\$ 2,894,331	\$ 16,331
Interest	25,000	26,253	1,253
Total revenues	<u>2,903,000</u>	<u>2,920,584</u>	<u>17,584</u>
EXPENDITURES:			
Materials and services	3,036,929	3,031,199	5,730
Contingency	100,000	-	100,000
Total expenditures	<u>3,136,929</u>	<u>3,031,199</u>	<u>105,730</u>
Net change in fund balance	(233,929)	(110,615)	123,314
FUND BALANCE - beginning	<u>740,060</u>	<u>740,060</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 506,131</u>	629,445	<u>\$ 123,314</u>
Capital assets, net of accumulated depreciation		219,985	
Unrealized gain (loss) on investments		<u>1,561</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 850,991</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 6,950	\$ 5,477	\$ (1,473)
Interest	1,500	2,872	1,372
Total revenues	8,450	8,349	(101)
EXPENDITURES:			
Materials and services	4,020	3,135	885
Contingency	100,262	-	100,262
Total expenditures	104,282	3,135	101,147
Net change in fund balance	(95,832)	5,214	101,046
FUND BALANCE - beginning	95,832	98,809	2,977
FUND BALANCE - ending	<u>\$ -</u>	104,023	<u>\$ 104,023</u>
Unrealized gain (loss) on investments		<u>301</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 104,324</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 600,000	\$ -	\$ (600,000)
Charges for services	260,000	247,106	(12,894)
Interest	2,500	2,929	429
Total revenues	862,500	250,035	(612,465)
EXPENDITURES:			
Materials and services	813,266	205,572	607,694
Debt service - principal	23,695	23,695	-
Debt service - interest	13,253	13,253	-
Contingency	166,975	-	166,975
Total expenditures	1,017,189	242,520	774,669
Net change in fund balance	(154,689)	7,515	162,204
FUND BALANCE - beginning	154,689	153,068	(1,621)
FUND BALANCE - ending	<u>\$ -</u>	160,583	<u>\$ 160,583</u>
Capital assets, net of accumulated depreciation		315,841	
Accrued interest payable		(6,976)	
Notes payable		(242,699)	
Unrealized gain (loss) on investments		<u>140</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ 226,889</u>	

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INTERNAL SERVICE FUNDS

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

MARION COUNTY, OREGON

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS

June 30, 2025

	Central Services	Self- Insurance	Fleet Management	Totals
ASSETS				
Current assets:				
Cash and investments	\$ 1,011,203	\$ 10,421,819	\$ 2,998,788	\$ 14,431,810
Receivables:				
Accounts	70,953	579	-	71,532
Interest	-	50,122	-	50,122
Inventories and prepaid expenses	369,435	2,678,857	-	3,048,292
Total current assets	1,451,591	13,151,377	2,998,788	17,601,756
Noncurrent assets:				
Other post employment benefit asset	342,279	-	-	342,279
Capital assets:				
Lease equipment	16,783	-	-	16,783
Less accumulated amortization	(16,085)	-	-	(16,085)
SBITA software	2,348,609	669,206	-	3,017,815
Less accumulated amortization	(1,283,099)	(97,407)	-	(1,380,506)
Total capital assets	1,066,208	571,799	-	1,638,007
Total noncurrent assets	1,408,487	571,799	-	1,980,286
Total assets	2,860,078	13,723,176	2,998,788	19,582,042
DEFERRED OUTFLOWS OF RESOURCES				
Deferred pension outflow s	8,644,905	-	-	8,644,905
Deferred OPEB outflow s	124,479	-	-	124,479
Total deferred outflow s	8,769,384	-	-	8,769,384
LIABILITIES				
Current liabilities:				
Accounts payable	47,376	207,510	26,973	281,859
Accrued interest payable	19,554	7,603	-	27,157
Payroll related liabilities	1,404,219	-	-	1,404,219
Lease liability, current	710	-	-	710
SBITA liability, current	567,708	108,203	-	675,911
Accrued claims liability, current	-	1,977,896	-	1,977,896
Compensated absences, current	983,101	-	-	983,101
OPEB liability, current	73,605	-	-	73,605
Total current liabilities	3,096,273	2,301,212	26,973	5,424,458
Noncurrent liabilities, net of current portion:				
Lease liability	-	-	-	-
SBITA liability	361,563	339,978	-	701,541
Accrued claims liability	-	4,633,812	-	4,633,812
Compensated absences	322,010	-	-	322,010
Net pension liability	21,178,417	-	-	21,178,417
Total OPEB liability	1,816,903	-	-	1,816,903
Total noncurrent liabilities	23,678,893	4,973,790	-	28,652,683
Total liabilities	26,775,166	7,275,002	26,973	34,077,141
DEFERRED INFLOWS OF RESOURCES				
Deferred pension inflow s	2,943,119	-	-	2,943,119
Deferred OPEB inflow s	1,064,144	-	-	1,064,144
Total deferred inflow s	4,007,263	-	-	4,007,263
NET POSITION				
Net investment in capital assets	136,227	123,618	-	259,845
Restricted for OPEB Asset	342,279	-	-	342,279
Unrestricted	(19,631,473)	6,324,556	2,971,815	(10,335,102)
Total net position	\$ (19,152,967)	\$ 6,448,174	\$ 2,971,815	\$ (9,732,978)

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Central Services	Self- Insurance	Fleet Management	Totals
Operating revenues:				
Charges for services	\$ 33,457,397	\$ 35,976,247	\$ 2,570,189	\$ 72,003,833
Other	72,332	54,659	196,320	323,311
Total operating revenues	<u>33,529,729</u>	<u>36,030,906</u>	<u>2,766,509</u>	<u>72,327,144</u>
Operating expenses:				
Salaries and benefits	26,543,983	-	-	26,543,983
Repairs and maintenance	1,522,114	2,500	748,864	2,273,478
Utilities	143,472	-	-	143,472
Building and equipment rentals	290,521	-	2,640	293,161
Professional services	1,816,108	192,867	74,231	2,083,206
Communication	452,420	-	-	452,420
Fuel and operating supplies	468,713	2,101	15,030	485,844
Insurance claims and premiums	2,500	37,037,855	3,871	37,044,226
Administrative expenses	3,402,422	-	44,944	3,447,366
Amortization	668,308	97,407	-	765,715
Other	285,472	18,618	18,024	322,114
Total operating expenses	<u>35,596,033</u>	<u>37,351,348</u>	<u>907,604</u>	<u>73,854,985</u>
Operating income (loss)	<u>(2,066,304)</u>	<u>(1,320,442)</u>	<u>1,858,905</u>	<u>(1,527,841)</u>
Nonoperating revenues (expenses):				
Investment Earnings	-	456,639	-	456,639
Interest expense	(36,580)	(7,603)	-	(44,183)
Reclass to general capital assets	-	-	(1,662,490)	(1,662,490)
Total nonoperating revenues (expenses)	<u>(36,580)</u>	<u>449,036</u>	<u>(1,662,490)</u>	<u>(1,250,034)</u>
Income (loss) before transfers	<u>(2,102,884)</u>	<u>(871,406)</u>	<u>196,415</u>	<u>(2,777,875)</u>
Transfers in	<u>1,411,945</u>	<u>61,138</u>	<u>485,940</u>	<u>1,959,023</u>
Change in net position	<u>(690,939)</u>	<u>(810,268)</u>	<u>682,355</u>	<u>(818,852)</u>
Total net position - beginning	<u>(18,462,028)</u>	<u>7,258,442</u>	<u>2,289,460</u>	<u>(8,914,126)</u>
Total net position - ending	<u>\$ (19,152,967)</u>	<u>\$ 6,448,174</u>	<u>\$ 2,971,815</u>	<u>\$ (9,732,978)</u>

MARION COUNTY, OREGON

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

For the year ended June 30, 2025

	Central Services	Self- Insurance	Fleet Management	Totals
Cash flows from operating activities:				
Receipts from customers	\$ 1,384,228	\$ 32,398,579	\$ 509,254	\$ 34,292,061
Receipts from interfund services	32,751,985	3,729,376	2,301,343	38,782,704
Payments to suppliers	(6,727,871)	(35,871,837)	16,844	(42,582,864)
Payments to employees	(25,522,221)	-	-	(25,522,221)
Payments for interfund services	(3,402,422)	(104,231)	(907,304)	(4,413,957)
Net cash from operating activities	(1,516,301)	151,887	1,920,137	555,723
Cash flows from noncapital financing activities:				
Transfers received	1,411,945	61,138	485,940	1,959,023
Net cash from noncapital financing activities	1,411,945	61,138	485,940	1,959,023
Cash flows from capital and related financing activities:				
Purchase of capital assets	-	-	(1,662,490)	(1,662,490)
Principal payment on leases	(15,131)	-	-	(15,131)
Interest expense - Leases	(75)	-	-	(75)
Implementation costs - SBITAS	-	(102,375)	-	(102,375)
Principal payment on SBITAS	(610,488)	(118,650)	-	(729,138)
Interest expense - SBITAS	(36,505)	(7,603)	-	(44,108)
Net cash from capital and related financing activities	(662,199)	(228,628)	(1,662,490)	(2,553,317)
Cash flows from investing activities:				
Investment earnings (losses)	-	449,985	-	449,985
Net change in cash and investments	(766,555)	434,382	743,587	411,414
Cash and investments - beginning	1,777,758	9,987,437	2,255,201	14,020,396
Cash and investments - ending	\$ 1,011,203	\$ 10,421,819	\$ 2,998,788	\$ 14,431,810
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	\$ (2,066,304)	\$ (1,320,442)	\$ 1,858,905	\$ (1,527,841)
Depreciation and amortization	668,306	97,407	-	765,713
Change in:				
Accounts receivable	(61,822)	(358)	44,088	(18,092)
Inventories and prepaids	(369,435)	(104,231)	-	(473,666)
Accounts payable	(711,588)	(114,752)	17,144	(809,196)
Accrued interest payable	2,780	7,603	-	10,383
Payroll related liabilities	376,291	-	-	376,291
Accrued claims liability	-	1,586,660	-	1,586,660
Compensated absences	476,893	-	-	476,893
Net pension liability and deferred pension outflows and inflows	173,831	-	-	173,831
Total OPEB liability and deferred OPEB outflows and inflows	(5,253)	-	-	(5,253)
Net cash from operating activities	\$ (1,516,301)	\$ 151,887	\$ 1,920,137	\$ 555,723
Schedule of non- cash capital and related financing activities:				
Reclass to general capital assets	\$ -	\$ -	\$ 1,662,490	\$ 1,662,490
Acquisition of SBITA assets	-	566,831	-	566,831
Acquisition of SBITA financing	-	(566,831)	-	(566,831)

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 799,518	\$ 70,309	\$ (729,209)
Charges for services	35,267,942	33,457,397	(1,810,545)
Other	-	2,023	2,023
	<u>36,067,460</u>	<u>33,529,729</u>	<u>(2,537,731)</u>
EXPENDITURES:			
Board of Commissioners	4,075,758	3,714,376	361,382
Business Services	7,937,655	7,275,549	662,106
Finance	5,148,354	4,858,026	290,328
Human Resources	3,941,896	3,808,378	133,518
Information Technology	12,186,510	11,440,693	745,817
Legal Counsel	2,282,307	1,925,706	356,601
Non-Departmental:			
Materials and services	2,983,756	1,964,414	1,019,342
	<u>38,556,236</u>	<u>34,987,142</u>	<u>3,569,094</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	2,488,776	1,411,945	(1,076,831)
Net change in fund balance	-	(45,468)	(45,468)
FUND BALANCE - beginning	-	162,137	162,137
FUND BALANCE - ending	<u>\$ -</u>	<u>116,669</u>	<u>\$ 116,669</u>
Compensated absences		(1,305,111)	
Net pension liability		(21,178,417)	
Pension-related deferred inflows		(2,943,119)	
Pension-related deferred outflows		8,644,905	
Total OPEB liability		(1,890,508)	
OPEB asset		342,279	
OPEB-related deferred inflows		(1,064,144)	
OPEB-related deferred outflows		<u>124,479</u>	
NET POSITION - ending, as reported in the Statement of Net Position		<u>\$ (19,152,967)</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, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 37,074,027	\$ 35,976,247	\$ (1,097,780)
Interest	207,116	259,969	52,853
Other	10,000	54,659	44,659
Total revenues	37,291,143	36,290,875	(1,000,268)
EXPENDITURES:			
Non-Departmental:			
Materials and services	37,922,387	35,772,291	2,150,096
Contingency	7,214,557	-	7,214,557
Total expenditures	45,136,944	35,772,291	9,364,653
OTHER FINANCING SOURCES (USES):			
Transfers in	61,138	61,138	-
Net change in fund balance	(7,784,663)	579,722	8,364,385
FUND BALANCE - beginning	12,448,058	12,448,058	-
FUND BALANCE - ending	\$ 4,663,395	13,027,780	\$ 8,364,385
Unrealized gain (loss) on investments		32,102	
Accrued claims liability		(6,611,708)	
NET POSITION - ending, as reported in the Statement of Net Position		\$ 6,448,174	

MARION COUNTY, OREGON

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

For the year ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget
REVENUES:			
Charges for services	\$ 2,721,090	\$ 2,570,189	\$ (150,901)
Other	93,885	196,320	102,435
Total revenues	<u>2,814,975</u>	<u>2,766,509</u>	<u>(48,466)</u>
EXPENDITURES:			
Public Works Department	3,139,906	2,570,094	569,812
Contingency	262,114	-	262,114
Total expenditures	<u>3,402,020</u>	<u>2,570,094</u>	<u>831,926</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	798,877	485,940	(312,937)
Net change in fund balance	211,832	682,355	470,523
FUND BALANCE - beginning	<u>2,289,460</u>	<u>2,289,460</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ 2,501,292</u>	<u>\$ 2,971,815</u>	<u>\$ 470,523</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, 2025

	Property Taxes	Justice Court	Forfeitures	Treasurer's Accommodation	Courthouse Square Condo Association	Indigent Guardianship	Conciliation Services	Housing Fees	MWV Cable Regulatory Commission	Total
ASSETS:										
Cash and investments	\$ 4,126,393	\$ 231,224	\$ 2,891	\$ 2,104,288	\$ 415,815	\$ 5,531	\$ 1,452,530	\$ 521,591	\$ 1,862,664	\$ 10,722,927
Receivables:										
Accounts and interest	1,199,013	-	14	68	2,032	-	-	-	328,275	1,529,402
Property taxes	16,815,461	-	-	-	-	-	-	-	-	16,815,461
Total assets	22,140,867	231,224	2,905	2,104,356	417,847	5,531	1,452,530	521,591	2,190,939	29,067,790
LIABILITIES:										
Due to individuals, organizations, and other governments	21,209,193	215,969	-	2,104,356	38,851	-	-	521,591	1,677	24,091,637
Total liabilities	21,209,193	215,969	-	2,104,356	38,851	-	-	521,591	1,677	24,091,637
NET POSITION										
Restricted for individuals, organizations, and other governments	\$ 931,674	\$ 15,255	\$ 2,905	\$ -	\$ 378,996	\$ 5,531	\$ 1,452,530	\$ -	\$ 2,189,262	\$ 4,976,153

MARION COUNTY, OREGON

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS

For the year ended June 30, 2025

	Property Taxes	Justice Court	Forfeitures	Treasurer's Accommodation	Courthouse Square Condo Association	Indigent Guardianship	Conciliation Services	Housing Fees	MWV Cable Regulatory Commission	Total
ADDITIONS										
Property tax collections	\$ 563,729,607	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 563,729,607
Chapter 530 Timberland receipts	293,631	-	-	-	-	-	-	-	-	293,631
Miscellaneous	-	2,546,690	-	98,239	933,511	-	30,395	1,844,067	1,205,885	6,658,787
Interest	402,573	-	96	-	19,778	-	-	9,588	65,507	497,542
Total additions	<u>564,425,811</u>	<u>2,546,690</u>	<u>96</u>	<u>98,239</u>	<u>953,289</u>	<u>-</u>	<u>30,395</u>	<u>1,853,655</u>	<u>1,271,392</u>	<u>571,179,567</u>
DEDUCTIONS										
Property Tax distributions	564,091,160	-	-	-	-	-	-	-	-	564,091,160
Chapter 530 Timberland distributions	293,631	-	-	-	-	-	-	-	-	293,631
Other distributions	-	2,544,444	-	98,239	761,746	-	264,827	1,853,655	1,112,677	6,635,588
Total deductions	<u>564,384,791</u>	<u>2,544,444</u>	<u>-</u>	<u>98,239</u>	<u>761,746</u>	<u>-</u>	<u>264,827</u>	<u>1,853,655</u>	<u>1,112,677</u>	<u>571,020,379</u>
Net change in net position	41,020	2,246	96	-	191,543	-	(234,432)	-	158,715	159,188
Net position - beginning	<u>890,654</u>	<u>13,009</u>	<u>2,809</u>	<u>-</u>	<u>187,453</u>	<u>5,531</u>	<u>1,686,962</u>	<u>-</u>	<u>2,030,547</u>	<u>4,816,965</u>
Net position - ending	<u>\$ 931,674</u>	<u>\$ 15,255</u>	<u>\$ 2,905</u>	<u>\$ -</u>	<u>\$ 378,996</u>	<u>\$ 5,531</u>	<u>\$ 1,452,530</u>	<u>\$ -</u>	<u>\$ 2,189,262</u>	<u>\$ 4,976,153</u>

OTHER SCHEDULES

MARION COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND BALANCES
ELECTED OFFICIALS

For the year ended June 30, 2025

	Cash		Turnovers to			Cash
	Balance July 1, 2024	Receipts	Treasurer	State	Other	Balance June 30, 2025
Assessor	\$ -	\$ 556,913	\$ 556,913	\$ -	\$ -	\$ -
Clerk	-	1,850	1,850	-	-	-
District Attorney	-	82,805	82,805	-	-	-
Justice of the Peace	-	6,469,823	4,206,795	2,083,376	179,652	-
Sheriff	-	1,470,553	1,470,553	-	-	-
Treasurer	303,406,796	1,597,228,946	-	-	1,618,224,919	282,410,823

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, 2025

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
56913R-CB2	68608D-DF8
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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental Activities:										
Net investment in										
capital assets	\$297,583,586	\$273,880,169	\$250,124,034	\$233,957,707	\$208,013,094	\$196,747,303	\$185,912,537	\$180,410,612	\$179,569,434	\$175,616,323
Restricted	49,850,344	49,675,687	53,244,906	32,731,298	28,051,187	22,368,295	30,270,503	34,647,411	40,841,999	32,256,440
Unrestricted	(23,799,248)	(35,355,924)	(43,699,535)	(66,190,095)	(63,940,729)	(57,828,433)	(44,455,933)	(44,694,170)	(52,684,888)	(31,498,065)
Total net position, governmental activities	\$323,634,682	\$288,199,932	\$259,669,405	\$200,498,910	\$172,123,552	\$161,287,165	\$171,727,107	\$170,363,853	\$167,726,545	\$176,374,698
Business-Type Activities:										
Net investment in										
capital assets	\$ 7,339,610	\$ 6,942,542	\$ 6,661,339	\$ 6,165,793	\$ 6,171,394	\$ 6,279,663	\$ 6,596,589	\$ 6,962,767	\$ 7,549,692	\$ 8,102,606
Restricted	55,875	49,489	62,839	48,566	17,717	-	-	-	-	-
Unrestricted	12,785,848	15,930,057	16,629,973	17,965,147	16,339,523	12,010,924	7,460,566	4,528,361	513,042	70,812
Total net position, business-type activities	\$ 20,181,333	\$ 22,922,088	\$ 23,354,151	\$ 24,179,506	\$ 22,528,634	\$ 18,290,587	\$ 14,057,155	\$ 11,491,128	\$ 8,062,734	\$ 8,173,418
Primary Government:										
Net investment in										
capital assets	\$304,923,196	\$280,822,711	\$256,785,373	\$240,123,500	\$214,184,488	\$203,026,966	\$192,509,126	\$187,373,379	\$187,119,126	\$183,718,929
Restricted	49,906,219	49,725,176	53,307,745	32,779,864	28,068,904	22,368,295	30,270,503	34,647,411	40,841,999	32,256,440
Unrestricted	(11,013,400)	(19,425,867)	(27,069,562)	(48,224,948)	(47,601,206)	(45,817,509)	(36,995,367)	(40,165,809)	(52,171,846)	(31,427,253)
Total net position, primary government	\$343,816,015	\$311,122,020	\$283,023,556	\$224,678,416	\$194,652,186	\$179,577,752	\$185,784,262	\$181,854,981	\$175,789,279	\$184,548,116

MARION COUNTY, OREGON

CHANGES IN NET POSITION
(accrual basis of accounting)

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
EXPENSES										
Governmental activities:										
General government	\$ 19,069,724	\$ 20,201,946	\$ 18,491,855	\$ 17,061,490	\$ 22,253,326	\$ 16,153,297	\$ 13,985,305	\$ 13,542,099	\$ 13,435,554	\$ 13,787,816
Health and social services	89,393,723	82,914,091	70,284,365	65,630,536	76,650,894	64,647,931	60,914,527	56,607,135	54,047,535	59,722,484
Public safety and judicial	120,742,611	112,413,855	99,635,740	91,939,889	101,228,968	99,713,053	90,804,385	89,299,260	85,969,196	95,108,823
Community service	23,081,005	21,379,658	23,419,458	19,087,446	9,694,744	15,794,117	8,818,801	8,194,952	7,107,435	7,229,445
Roads and bridges	45,126,472	36,768,442	32,980,954	31,026,632	31,380,387	29,981,773	31,355,809	31,549,398	31,050,332	26,617,875
Education	597,303	381,968	685,642	2,249,447	469,278	1,510,673	1,300,254	421,456	614,068	578,669
Lease interest	296,800	281,035	317,403	773,895	-	-	-	-	-	-
Interest on long-term debt	2,380,830	2,394,298	2,614,316	2,444,155	2,711,249	4,063,805	4,149,190	4,025,185	4,071,654	3,896,389
Total governmental activities	300,688,468	276,735,293	248,429,733	230,213,490	244,388,846	231,864,649	211,328,271	203,639,485	196,295,774	206,941,501
Business-type activities:										
Environmental services	23,541,472	25,160,495	24,607,840	22,936,226	27,429,976	26,017,119	24,216,533	22,937,752	21,735,817	21,616,183
Stormwater services	1,102,085	1,126,463	1,079,259	1,019,167	837,765	733,197	906,534	778,361	620,010	388,073
Sewer and lighting services	3,680,580	3,499,053	3,535,356	3,477,005	3,413,087	3,267,634	3,350,011	1,614,926	1,633,876	1,555,397
Total business-type activities	28,324,137	29,786,011	29,222,455	27,432,398	31,680,828	30,017,950	28,473,078	25,331,039	23,989,703	23,559,653
Total primary government	\$ 329,012,605	\$ 306,521,304	\$ 277,652,188	\$ 257,645,888	\$ 276,069,674	\$ 261,882,599	\$ 239,801,349	\$ 228,970,524	\$ 220,285,477	\$ 230,501,154
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
General government	\$ 3,885,776	\$ 4,040,434	\$ 4,505,282	\$ 6,346,884	\$ 5,660,906	\$ 5,239,621	\$ 5,334,904	\$ 4,584,860	\$ 4,882,879	\$ 4,211,284
Health and social services	33,889,868	30,664,761	29,737,702	24,851,718	26,325,824	16,009,533	7,478,905	8,064,125	7,445,079	6,915,710
Public safety and judicial	12,266,573	10,233,985	9,660,797	9,237,921	10,144,214	9,702,435	10,047,320	8,418,656	7,910,432	8,290,644
Community service	4,135,909	4,711,439	5,002,974	4,951,626	4,421,782	4,858,643	4,670,770	3,953,309	3,620,286	3,898,925
Roads and bridges	6,177,968	6,953,132	5,186,446	5,114,372	5,618,971	4,046,393	4,161,669	4,195,579	5,012,840	4,708,897
Operating grants and contributions	130,084,537	111,623,383	135,950,272	111,775,731	107,264,979	84,731,068	87,624,090	85,787,071	75,312,479	77,563,848
Capital grants and contributions	24,691,451	22,803,378	17,074,365	9,564,628	12,393,754	10,726,228	9,329,117	7,467,729	8,550,982	4,775,100
Total governmental activities	215,132,082	191,030,512	207,117,838	171,842,880	171,830,430	135,313,921	128,646,775	122,471,329	112,734,977	110,364,408
Business-type activities:										
Charges for services:										
Environmental services	18,503,294	22,714,445	23,016,046	25,189,151	30,981,681	29,513,922	26,251,618	25,701,164	21,078,435	16,420,306
Stormwater services	1,111,747	1,094,615	1,110,172	1,038,143	983,249	905,385	983,992	941,764	899,614	853,911
Sewer and lighting services	3,648,926	3,419,838	3,339,229	3,391,659	3,235,189	3,121,366	3,095,358	1,416,026	1,448,868	1,455,443
Total business-type activities	23,263,967	27,228,898	27,465,447	29,618,953	35,200,119	33,540,673	30,330,968	28,058,954	23,426,917	18,729,660
Total primary government	\$ 238,396,049	\$ 218,259,410	\$ 234,583,285	\$ 201,461,833	\$ 207,030,549	\$ 168,854,594	\$ 158,977,743	\$ 150,530,283	\$ 136,161,894	\$ 129,094,068

MARION COUNTY, OREGON

CHANGES IN NET POSITION
(ACCRUAL BASIS OF ACCOUNTING)

Year Ended June 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
NET (EXPENSE) REVENUE										
Governmental activities	\$ (85,556,386)	\$ (85,704,781)	\$ (41,311,895)	\$ (58,370,610)	\$ (72,558,416)	\$ (96,550,728)	\$ (82,681,496)	\$ (81,168,156)	\$ (83,560,797)	\$ (96,577,093)
Business-type activities	(5,060,170)	(2,557,113)	(1,757,008)	2,186,555	3,519,291	3,522,723	1,857,890	2,727,915	(562,786)	(4,829,993)
Total primary government	<u>\$ (90,616,556)</u>	<u>\$ (88,261,894)</u>	<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>
GENERAL REVENUES AND OTHER										
CHANGES IN NET POSITION										
Governmental activities:										
Property taxes	\$ 96,907,889	\$ 92,296,743	\$ 88,651,392	\$ 83,736,663	\$ 80,347,904	\$ 76,702,231	\$ 73,915,675	\$ 72,290,111	\$ 68,203,262	\$ 65,566,613
Franchise taxes	507,461	484,036	581,931	602,046	606,833	601,296	348,070	351,542	354,709	337,375
Unrestricted grants and contribution	7,043,645	8,383,220	7,119,114	9,141,998	493,074	5,885,860	7,079,276	5,410,195	4,744,325	4,144,505
Investment earnings (losses)	16,532,141	13,146,309	4,129,953	(6,750,639)	1,946,992	2,818,951	2,700,729	1,948,510	1,585,348	1,197,108
Transfers	-	(75,000)	-	15,900	-	102,448	1,000	-	25,000	-
Total governmental activities	<u>120,991,136</u>	<u>114,235,308</u>	<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>
Business-type activities:										
Franchise taxes	556,722	520,328	505,473	519,621	481,252	455,648	414,299	389,749	374,695	347,208
Investment earnings (losses)	1,762,693	1,529,722	426,180	(1,039,404)	237,504	357,509	294,838	165,794	102,407	88,842
Debt principal reduction	-	-	-	-	-	-	-	37,860	-	-
Transfers	-	75,000	-	(15,900)	-	(102,448)	(1,000)	-	(25,000)	-
Total business-type activities	<u>2,319,415</u>	<u>2,125,050</u>	<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>
Total primary government	<u>\$ 123,310,551</u>	<u>\$ 116,360,358</u>	<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>
CHANGE IN NET POSITION										
Governmental activities	\$ 35,434,750	\$ 28,530,527	\$ 59,170,495	\$ 28,375,358	\$ 10,836,387	\$ (10,439,942)	\$ 1,363,254	\$ (1,167,798)	\$ (8,648,153)	\$ (25,331,492)
Business-type activities	(2,740,755)	(432,063)	(825,355)	1,650,872	4,238,047	4,233,432	2,566,027	3,321,318	(110,684)	(4,393,943)
Total primary government	<u>\$ 32,693,995</u>	<u>\$ 28,098,464</u>	<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>

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

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Operating Fund										
Nonspendable	\$ 144,427	\$ 26,025	\$ 22,245	\$ 16,549	\$ 15,543	\$ 19,123	\$ 15,522	\$ 20,044	\$ 20,932	\$ 20,842
Restricted	-	-	-	-	-	-	-	1,138	-	-
Committed	2,543,905	2,419,753	2,313,889	2,287,320	2,357,675	2,336,996	2,299,308	2,264,231	2,240,114	2,222,672
Assigned	16,766,804	16,852,208	13,732,133	13,305,366	1,505,006	1,734,282	1,661,670	1,451,645	1,393,096	1,288,139
Unassigned	13,588,997	12,048,790	9,481,398	12,018,957	24,342,348	17,070,845	15,839,043	15,492,220	14,710,400	11,211,744
Total General Operating Fund	<u>33,044,133</u>	<u>31,346,776</u>	<u>25,549,665</u>	<u>27,628,192</u>	<u>28,220,572</u>	<u>21,161,246</u>	<u>19,815,543</u>	<u>19,229,278</u>	<u>18,364,542</u>	<u>14,743,397</u>
Other governmental funds										
Nonspendable	1,255,232	2,039,307	1,600,825	1,269,046	892,881	935,539	918,386	929,325	943,113	824,956
Restricted	57,078,556	45,558,589	49,173,837	26,301,269	26,158,873	21,224,021	24,163,776	28,914,042	34,951,886	26,644,329
Committed	3,029,635	3,607,476	3,987,805	4,205,820	3,968,444	4,487,015	4,689,144	4,296,873	3,281,890	2,995,478
Assigned	99,441,866	103,326,194	91,206,695	95,490,092	72,332,788	66,704,190	62,265,630	55,413,772	48,101,868	51,057,117
Unassigned	(726)	(70,629)	(74,596)	-	-	-	-	(3,858)	(4,607)	(3,181)
Total other governmental funds	<u>160,804,563</u>	<u>154,460,937</u>	<u>145,894,566</u>	<u>127,266,227</u>	<u>103,352,986</u>	<u>93,350,765</u>	<u>92,036,936</u>	<u>89,550,154</u>	<u>87,274,150</u>	<u>81,518,699</u>
Total governmental funds	<u>\$ 193,848,696</u>	<u>\$ 185,807,713</u>	<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>

MARION COUNTY, OREGON

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

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
REVENUES										
Taxes	\$ 96,733,000	\$ 92,482,933	\$89,167,290	\$84,224,799	\$81,017,539	\$77,330,374	\$75,844,399	\$71,140,679	\$68,786,345	\$66,078,860
Licenses and permits	3,902,088	4,368,105	4,806,549	4,201,735	4,323,049	4,480,859	4,593,210	3,852,093	3,686,976	3,811,301
Intergovernmental	158,002,322	349,824	157,383,466	130,482,362	120,383,618	101,343,156	104,032,483	98,664,995	88,493,873	89,571,796
Charges for services	60,271,433	54,187,484	52,126,435	46,052,280	50,415,920	36,809,022	28,906,847	26,297,150	25,515,740	26,835,897
Fines and forfeitures	3,456,829	3,232,758	3,270,465	3,097,102	2,758,549	2,875,119	2,893,121	2,906,801	2,734,567	2,709,374
Interest	14,199,861	12,098,831	3,973,567	(6,373,393)	1,862,526	2,652,648	2,554,765	1,853,607	1,520,366	1,147,879
Other	2,703,111	2,296,958	2,773,199	1,301,264	742,283	474,394	603,125	949,432	1,220,426	1,275,304
Total revenues	<u>339,268,644</u>	<u>169,016,893</u>	<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>
EXPENDITURES										
General government	15,382,543	14,251,302	13,583,828	14,621,483	18,281,443	12,383,115	11,068,132	10,438,965	10,527,552	9,665,066
Health and social services	84,693,680	79,937,692	69,473,881	66,658,377	71,821,786	59,679,335	59,383,715	54,730,212	51,814,946	50,461,732
Public safety and judicial	117,102,043	107,795,207	100,383,157	94,133,600	93,301,498	88,392,156	86,133,943	83,113,499	79,532,519	75,347,412
Community service	17,935,086	14,959,022	17,951,957	19,241,638	8,934,665	9,960,136	8,505,869	7,792,705	6,563,515	6,120,367
Roads and bridges	39,678,105	35,943,037	32,857,778	26,838,498	23,759,570	22,834,508	22,399,827	21,306,177	20,375,871	19,455,888
Education	597,303	381,968	685,642	2,249,448	469,278	1,510,673	1,300,254	421,456	614,068	578,669
Debt service:										
Principal	12,073,028	10,899,493	11,741,357	8,320,083	5,979,267	5,591,418	5,250,544	4,717,613	4,707,556	3,755,977
Interest	2,737,112	2,647,925	3,055,975	2,775,527	2,853,538	3,030,028	3,176,622	3,178,602	3,324,552	3,263,441
Capital outlay	41,041,881	37,240,667	47,662,414	25,417,645	18,160,506	19,153,583	18,274,146	21,309,294	14,582,245	15,339,755
Total expenditures	<u>331,240,781</u>	<u>304,056,313</u>	<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>
Excess (deficiency) of revenues over expenditures	<u>8,027,863</u>	<u>(135,039,420)</u>	<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>
OTHER FINANCING SOURCES (USES)										
Issuance of long-term debt	-	9,950,000	-	20,000,000	-	-	-	5,000,000	9,950,000	-
Lease & SBITA financing	1,972,143	1,181,464	1,761,859	1,232,974	-	-	-	-	-	-
Transfers in	35,026,214	19,843,256	31,190,740	24,157,076	19,832,649	19,732,438	22,816,959	19,603,617	16,405,197	21,869,553
Transfers out	(36,985,237)	(21,734,126)	(32,507,769)	(24,799,039)	(20,713,035)	(20,503,526)	(23,678,810)	(20,119,111)	(16,894,070)	(22,424,826)
Total other financing sources (uses)	<u>13,120</u>	<u>9,240,594</u>	<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>
Net change in fund balance	<u>\$ 8,040,983</u>	<u>\$(125,798,826)</u>	<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>
Debt service as a percentage of noncapital expenditures	<u>5.05%</u>	<u>5.10%</u>	<u>5.93%</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>

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 (thousands)	Commercial (thousands)	Other (thousands)							
2025	16,996,258	7,593,991	6,548,744	1,384,515	852,531	33,376,039	3.03	60,548,109	63,762,087	52.3%
2024	16,179,615	7,209,046	6,271,802	1,346,848	751,329	31,758,641	3.03	57,849,267	60,686,743	52.3%
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%

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
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	.28 - 8.09	.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	.30 - 8.47	.30 - 8.71	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
Chemeketa Community College	0.87	0.87	0.89	0.89	0.89	0.89	0.90	0.90	0.90	0.92
Sewer & Service Districts	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05
Water & Water Control Districts	.05 - 1.00	0.05 - 1.00	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
Rural Fire Protection Districts	1.01 - 2.89	1.01 - 2.49	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
Special Purpose Districts	.08 - .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	2025			2016		
	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	\$ 564,281,500	1.69%	1	\$ 305,584,619	1.36%
AMAZON.COM SERVICES LLC	2	229,525,690	0.69%			
Northwest Natural Gas Company	3	236,981,000	0.71%	2	141,012,700	0.63%
Comcast Corporation	4	124,981,937	0.37%			
Winco Foods LLC	5	114,372,580	0.34%	3	90,605,362	0.40%
BIT Investment Ninety-Seven LLC	6	85,460,280	0.26%			
WOODBURN PREMIUM OUTLETS LLC	7	79,016,140	0.24%	4	60,616,550	0.27%
PACIFIC REALTY ASSOCIATES LP	8	76,258,530	0.23%			
State Accident Insurance Fund	9	62,385,490	0.19%			
Lancaster Development Company Llc	10	59,709,410	0.18%	5	58,833,290	0.26%
Lumen Technologies				6	64,019,190	0.28%
Wal-Mart Real Estate Business Tr				7	49,338,240	0.22%
Norpac Foods Inc				8	58,848,031	0.26%
Metropolitan Life Insurance Co				9	45,385,410	0.20%
Donahue Schriber Realty Group				10	51,968,800	0.23%
Total for principal taxpayers		<u>\$ 1,632,972,557</u>	<u>4.89%</u>		<u>\$ 926,212,192</u>	<u>4.12%</u>
Total taxable assessed value		<u>\$ 33,376,039,145</u>			<u>\$ 22,490,480,722</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
2025	\$ 102,266,446	\$ 97,237,448	95.08%	\$ -	\$ 97,237,448	95.08%
2024	97,644,644	92,963,982	95.21%	1,185,693	94,149,675	96.42%
2023	93,371,616	89,094,836	95.42%	1,193,561	90,288,397	96.70%
2022	89,022,230	84,877,652	95.34%	1,321,702	86,199,354	96.83%
2021	85,557,028	81,625,151	95.40%	921,626	82,546,777	96.48%
2020	81,992,877	78,031,058	95.17%	1,510,246	79,541,304	97.01%
2019	78,848,364	75,009,995	95.13%	1,475,848	76,485,843	97.00%
2018	73,878,931	70,307,020	95.17%	1,512,973	71,819,993	97.21%
2017	71,431,215	67,750,167	94.85%	1,526,207	69,276,374	96.98%
2016	68,645,892	65,123,214	94.87%	1,765,646	66,888,860	97.44%

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			
2025	\$ -	\$ -	\$ 34,531,952	\$ 14,195,000	\$ 10,862,948	\$ 3,322,699	\$ 242,699	\$ 63,155,298	N/A	179
2024	-	-	38,209,835	18,885,000	9,302,443	4,258,631	266,394	70,922,304	0.35%	204
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

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.
- (3) N/A information from website, Bureau of Economic Analysis, Regional Economic Data, not available as of issuance date

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							
2025	\$ -	\$ 14,195,000	\$ 14,195,000	0.02%	\$ 40	\$ -	\$ 3,248	\$ 181,059	0%	1.79%
2024	-	18,885,000	18,885,000	0.03%	54	-	3,465	174,978	0%	1.98%
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%

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, 2025

Overlapping District	Outstanding Net Property Tax Backed Debt	Percent Overlapping	Net Overlapping Debt
Cities:			
City of Aumsville	\$ 1,177,244	100.0000%	\$ 1,177,244
City of Aurora	7,145,162	100.0000%	7,145,162
City of Detroit	950,637	100.0000%	950,637
City of Donald	34,294	100.0000%	34,294
City of Gates	350,475	85.3935%	299,283
City of Gervais	381,749	100.0000%	381,749
City of Jefferson	2,533,724	100.0000%	2,533,724
City of Mill City	2,981,623	21.6268%	644,830
City of Salem	157,085,000	83.1118%	130,556,171
City of Silverton	14,999,309	100.0000%	14,999,309
City of Stayton	6,682,320	100.0000%	6,682,320
City of Woodburn	-		-
School Districts & ESD's:			
Marion County SD 1 (Gervais)	37,300,000	100.0000%	37,300,000
Marion County SD 4J (Silver Falls)	48,888,475	91.0206%	44,498,583
Marion County SD 5 (Cascade)	8,340,000	100.0000%	8,340,000
Marion County SD 14J (Jefferson)	16,240,974	93.9101%	15,251,915
Marion County SD 15 (N. Marion)	56,278,009	100.0000%	56,278,009
Marion County SD 24J (Salem-Keizer)	761,342,157	86.6748%	659,891,792
Marion County SD 29J (N. Santiam)	31,922,094	79.0329%	25,228,956
Marion County SD 45 (St. Paul)	8,745,000	100.0000%	8,745,000
Marion County SD 91 (Mt. Angel)	13,044,239	100.0000%	13,044,239
Marion County SD 103 (Woodburn)	54,860,000	100.0000%	54,860,000
Linn County SD 129J (Santiam Canyon)	18,631,955	47.1065%	8,776,862
Polk County SD 13J (Central)	42,006,395	1.1223%	471,438
Linn-Benton-Lincoln ESD	5,140,000	0.8300%	42,662
Willamette ESD	4,236,362	59.9268%	2,538,716
Chemeketa Community College	58,315,000	66.3319%	38,681,448
Rural Fire Districts:			
Aumsville Rural Fire District	136,000	100.0000%	136,000
Jefferson Rural Fire District			-
Keizer Rural Fire District	2,525,000	100.0000%	2,525,000
Marion County Rural Fire District 1			-
Mt. Angel Rural Fire District			-
Silverton Rural Fire District	1,830,000	95.5856%	1,749,216
Sublimity Rural Fire District	145,000	100.0000%	145,000
Polk County Rural Fire District	850,000	1.9936%	16,946
Water Districts:			
Lyons-Mehama Water District	145,000	28.2579%	40,974
Subtotal, overlapping debt	\$ 1,365,243,197		1,143,967,479
Marion County direct debt			62,912,599
Total direct and overlapping debt			\$ 1,206,880,078

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Real Market Value (RMV) (thousands)	<u>\$ 63,762,087</u>	<u>\$ 60,686,742</u>	<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>
General Obligation Bonds										
Debt limit rate (as % of RMV)	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
Debt limit (thousands)	\$ 1,275,242	\$ 1,213,735	\$ 1,154,056	\$ 1,109,786	\$ 1,062,974	\$ 1,013,621	\$ 927,982	\$ 844,279	\$ 780,046	\$ 734,332
Total applicable debt (thousands)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin (thousands)	<u>\$ 1,275,242</u>	<u>\$ 1,213,735</u>	<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>
Total applicable debt as a percentage of the debt limit	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>
Limited Tax Pension Obligations										
Debt limit rate (as % of RMV)	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
Debt limit (thousands)	\$ 3,188,104	\$ 3,034,337	\$ 2,885,141	\$ 2,774,464	\$ 2,657,434	\$ 2,534,052	\$ 2,319,955	\$ 2,110,698	\$ 1,950,115	\$ 1,835,829
Total applicable debt (thousands)	<u>14,195</u>	<u>18,885</u>	<u>23,050</u>	<u>26,735</u>	<u>29,975</u>	<u>32,815</u>	<u>34,226</u>	<u>35,465</u>	<u>36,595</u>	<u>37,615</u>
Legal debt margin (thousands)	<u>\$ 3,173,909</u>	<u>\$ 3,015,452</u>	<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>
Total applicable debt as a percentage of the debt limit	<u>0.4%</u>	<u>0.6%</u>	<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>
Limited Tax Obligations										
Debt limit rate (as % of RMV)	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%
Debt limit (thousands)	\$ 637,621	\$ 606,867	\$ 577,028	\$ 554,893	\$ 531,487	\$ 506,810	\$ 463,991	\$ 422,140	\$ 390,023	\$ 367,166
Total applicable debt (thousands)	<u>34,532</u>	<u>38,210</u>	<u>31,353</u>	<u>35,770</u>	<u>19,033</u>	<u>22,172</u>	<u>25,194</u>	<u>28,124</u>	<u>25,757</u>	<u>18,649</u>
Legal debt margin (thousands)	<u>\$ 603,089</u>	<u>\$ 568,657</u>	<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>
Total applicable debt as a percentage of the debt limit	<u>5.4%</u>	<u>6.3%</u>	<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>

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⁽¹⁾

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

<u>Fiscal Year Ended June 30</u>	<u>Population</u>	<u>Personal Income (thousands)</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>
2025	352,162	N/A	N/A	4.1%
2024	349,824	\$ 20,274,092	\$ 58,470	3.7%
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%

Sources:

Bureau of Economic Analysis, Regional Economic Data.

Bureau of Labor Statistics, Local Area Unemployment Statistics.

Population Research Center, Portland State University.

Oregon Employment Department (Qualityinfo.org)

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.

(3) N/A information from website, Bureau of Economic Analysis, Regional Economic Data, not available as of issuance date.

MARION COUNTY, OREGON

EMPLOYMENT AND WAGES BY INDUSTRY

Current Fiscal Year and Nine Years Ago

	2025				2016			
	Units	Employment	Wages	% of Employment	Units	Employment	Wages	% of Employment
Government Employers:								
Federal government	45	1,446	135,652,029	0.84%	58	1,270	82,115,719	0.82%
State government	336	22,857	2,093,209,484	13.35%	213	20,344	1,166,240,029	13.14%
Local government	335	14,096	1,029,931,901	8.23%	329	13,726	665,150,495	8.87%
	716	38,399	\$ 3,258,793,414	22.42%	600	35,340	\$ 1,913,506,243	22.83%
Private Employers:								
Natural resources and mining:								
Crop & animal production	361	5,743	260,169,658	3.35%	326	5,507	166,287,843	3.56%
Agriculture, forestry & mining	220	5,157	260,504,559	3.01%	149	4,883	159,212,887	3.15%
Construction:								
Building construction	702	2,861	174,376,741	1.67%	312	1,462	62,969,261	0.94%
Heavy & civil engineering	99	1,684	170,056,638	0.98%	85	1,381	99,828,752	0.89%
Specialty trade contractors	985	7,299	522,566,597	4.26%	616	4,839	227,429,790	3.13%
Manufacturing:								
Food, beverage & tobacco	98	4,017	201,678,562	2.35%	71	4,779	153,050,298	3.09%
Wood products	32	1,407	84,768,405	0.82%	32	1,319	51,058,845	0.85%
Metal & machinery	102	1,494	99,351,596	0.87%	96	1,520	72,543,115	0.98%
Other manufacturing	208	3,183	220,699,724	1.86%	179	3,047	138,507,008	1.97%
Trade, transportation and utilities:								
Merchant wholesalers	360	3,474	256,521,299	2.03%	233	3,190	162,070,690	2.06%
Motor vehicles, parts & fuel	212	3,182	173,947,152	1.86%	195	2,888	111,484,162	1.87%
Building & garden supplies	91	1,585	70,084,566	0.93%	78	1,308	40,537,406	0.84%
Food & beverages	198	3,328	113,828,210	1.94%	170	2,818	64,771,430	1.82%
Clothing & accessories	146	1,747	52,706,591	1.02%	162	2,120	42,808,358	1.37%
General merchandise	55	3,629	124,266,547	2.12%	43	3,815	89,398,799	2.46%
Other wholesalers & retailers	510	3,638	157,416,598	2.12%	573	3,826	123,917,130	2.47%
Truck & other transportation	258	3,781	236,845,459	2.21%	165	2,304	87,546,208	1.49%
Warehousing & storage	22	2,595	139,048,349	1.52%	15	935	46,386,099	0.60%
Utilities	12	228	29,225,623	0.13%	8	208	19,017,524	0.13%
Information services	254	1,553	151,145,395	0.91%	110	934	47,693,212	0.60%
Financial activities:								
Credit intermediation	157	1,390	101,995,298	0.81%	160	2,070	99,442,512	1.34%
Insurance	202	2,245	254,040,904	1.31%	207	1,465	85,071,267	0.95%
Real estate	433	1,594	89,966,286	0.93%	365	1,351	40,719,768	0.87%
Other financial activities	161	640	51,587,434	0.37%	141	503	33,439,244	0.32%
Professional and business services:								
Professional & technical	1,165	5,671	479,622,830	3.31%	762	3,920	222,909,723	2.53%
Management & administrative	839	9,912	442,123,229	5.79%	544	7,521	249,642,312	4.86%
Waste management & remediation	34	501	37,838,847	0.29%	22	392	20,786,503	0.25%
Education and health services:								
Educational services	163	2,866	135,624,580	1.67%	107	2,319	83,455,998	1.50%
Ambulatory services	680	9,112	736,556,233	5.32%	512	7,337	465,696,549	4.74%
Hospitals & other health services	1,139	18,483	1,092,568,104	10.79%	1,042	21,171	1,047,957,685	13.67%
Leisure and hospitality:								
Amusement, gambling & recreation	91	1,213	27,557,949	0.71%	82	1,345	18,418,798	0.87%
Food services & drinking places	815	11,452	290,798,404	6.69%	636	10,283	167,899,497	6.64%
Other leisure & hospitality	94	1,134	38,318,951	0.66%	82	1,124	23,757,504	0.73%
Other services	1,022	5,056	215,663,122	2.95%	1,656	5,592	143,413,675	3.61%
	11,920	132,854	\$ 7,493,470,440	77.58%	9,936	119,476	\$ 4,669,129,852	77.17%
Total County Employment	12,636	171,253	\$ 10,752,263,854	100.00%	10,536	154,816	\$ 6,582,636,095	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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Full Time Equivalent (FTE)										
Employees by Function:										
Governmental activities:										
General government	255.30	245.9	260.8	258.3	250.3	242.0	237.8	233.6	231.4	231.3
Health and social services	463.94	459.9	547.9	517.2	490.2	459.2	449.8	449.4	453.8	425.2
Public safety and judicial	532.25	531.8	593.8	568.3	580.3	578.7	587.6	567.2	562.8	561.4
Community service	56.90	58.9	56.9	54.7	43.6	42.6	40.4	39.4	41.3	39.5
Roads and bridges	155.20	148.6	170.6	165.6	156.6	156.6	154.6	153.4	147.4	142.4
Total governmental activities	<u>1463.59</u>	<u>1,445.0</u>	<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>
Business-type activities:										
Environmental services	<u>23.00</u>	<u>24.0</u>	<u>32.0</u>	<u>34.0</u>	<u>36.0</u>	<u>36.0</u>	<u>36.0</u>	<u>29.0</u>	<u>29.3</u>	<u>30.3</u>
Total FTE budgeted	<u>1486.59</u>	<u>1,469.0</u>	<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>
Number of Employees by Bargaining Unit:										
Marion County Employee Assoc.	897	895	854	831	855	842	847	814	823	790
Marion County Law Enforcement Association	218	209	211	221	225	223	224	209	216	205
Marion County Juvenile Employees Association	36	32	32	31	33	32	34	34	32	32
Federation of Oregon Parole and Probation Officers	39	41	36	38	37	37	39	39	41	38
Oregon Nurses Association	16	15	12	15	17	16	14	16	17	17
Marion County Deputy District Attorneys Association	22	23	24	-	-	-	-	-	-	-
Unrepresented:										
Management and other	250	268	264	278	261	249	238	244	250	246
Temporary employees	123	129	111	110	130	121	152	177	169	183
Total county employees	<u>1,601</u>	<u>1,612</u>	<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>

Sources:

Marion County payroll records.

MARION COUNTY, OREGON

OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental Activities:										
General Government										
General election information:										
Registered voters	227,001	(1)	221,066	(1)	214,403	(1)	200,437	(1)	182,173	(1)
Votes cast	159,097	(1)	135,872	(1)	167,015	(1)	129,117	(1)	139,563	(1)
Percentage voted	70.09%	(1)	61.46%	(1)	77.90%	(1)	64.42%	(1)	76.61%	(1)
Marriage licenses issued	2,449	2,234	2,106	2,199	2,234	2,232	2,349	2,372	2,573	2,567
Passports issued	-	-	-	-	-	3,432	4,195	5,173	5,673	1,118
Documents recorded	40,499	43,646	40,857	64,245	78,143	69,686	62,055	64,978	65,457	58,714
Property tax accounts:										
Residential	86,307	85,158	83,078	82,006	85,736	85,084	84,363	83,910	83,453	83,175
Commercial	9,424	9,393	8,002	8,108	9,855	9,846	9,860	9,851	9,921	9,908
Industrial	497	505	520	539	596	602	576	545	526	520
Farm	25,289	25,303	26,192	25,552	27,626	27,687	27,816	27,826	27,836	27,879
Utilities	2,223	2,449	1,808	1,713	2,861	2,812	2,006	1,863	1,821	1,975
Personal	6,105	6,168	6,294	6,325	7,484	6,729	6,410	6,657	6,720	6,527
Health and Social Services										
Total Health & Human Services service encounters	322,430	285,107	264,020	275,328	342,149	485,017	466,855	434,281	424,126	386,895
Number of unique clients served:										
Acute, Forensic, & Diversion Services	3,232	3,221	2,691	2,848	3,045	11,014	12,107	12,926	12,935	15,408
Addiction Treatment Services	1,670	1,195	1,459	1,047	1,308	2,077	2,294	2,011	2,020	1,634
Behavioral Health outpatient total	2,275	2,477	2,869	4,999	5,528	6,932	8,060	7,439	6,984	6,391
Adult Outpatient	1,218	1,287	***	***	***	***	***	***	***	***
Youth Outpatient	1,057	1,190	***	***	***	***	***	***	***	***
Housing Services	142	45	***	***	***	***	***	***	***	***
Developmental disabilities	3,197	2,825	2,650	2,577	2,388	2,029	1,650	1,481	1,338	1,203
Immunizations	966	877	846	616	545	1,079	1,194	1,734	2,656	3,088
Public health (other)	1,000	1,033	1,505	1,027	990	9,258	7,533	7,258	5,644	6,911
Women, infants and children (WIC)	7,460	6,898	6,588	7,015	7,846	8,391	8,751	8,808	6,654	7,467
Health inspections	5,406	4,964	4,227	1,691	1,068	2,810	4,748	4,198	3,677	3,207
Food handler cards issued	7,207	7,730	8,479	216	190	505	482	387	1,877	1,810
Birth and death certificates issued	11,587	10,468	19,379	19,989	18,591	16,092	15,848	16,277	17,659	17,640
Public Safety and Judicial										
Sheriff:										
Calls for service	54,595	55,623	61,617	73,904	74,224	76,309	77,084	79,604	74,720	67,791
Number of reports	6,069	7,435	9,793	26,998	32,247	32,212	30,616	30,071	27,756	25,931
Number of arrests	2,393	2,263	1,926	n/a	2,382	2,461	2,327	2,386	2,341	2,293
Number of inmates booked	10,588	9,145	7,292	5,999	4,893	11,051	14,085	15,180	14,141	13,177
Average daily jail population	412	403	425	390	299	383	424	424	416	403
Average length of jail stay (days)	32	32	26	28	23	15	13	14	24	18
Adults on probation and post-prison supervision (monthly average)	2,731	2,758	2,748	2,785	2,944	3,141	3,121	3,226	3,269	3,644
Juvenile:										
Youth served per year (2)	792	840	663	511	690	1,195	1,122	1,181	1,308	1,428
Community service hours completed (2)	8,790	7,095	5,763	3,741	5,316	7,207	7,082	n/a	7,590	7,056
Youth admitted to detention center (2)	433	378	258	216	283	631	657	729	724	862
Average length of stay (days) (2)	18	16	18.0	20.1	19.0	13.0	14.1	11.5	11.5	12.7
District Attorney:										
Adult criminal cases prosecuted (2)	11,504	10,227	10,973	9,345	9,047	11,010	10,655	10,550	9,646	9,836
Juvenile delinquency petitions filed (2)	607	689	258	162	207	304	356	398	338	433
Juvenile dependency petitions filed (2)	-	-	-	-	1	254	424	476	491	411
Volunteer hours for victim assistance	2,370	2,620	3,827	3,127	6,063	20,738	18,961	19,184	19,430	19,189
Victims served	9,281	10,312	15,199	5,538	5,529	5,406	4,865	5,845	4,371	5,069
Business-Type Activities										
Environmental Services										
Waste generated per capita (pounds)	n/a	n/a	n/a	n/a	4,124	2,934	3,068	3,020	2,878	2,796
Waste recovered per capita (pounds)	n/a	n/a	n/a	n/a	1,672	1,402	1,527	1,463	1,421	1,460
Waste recovery rate	n/a	n/a	n/a	n/a	40.5%	47.8%	49.8%	48.4%	49.4%	52.2%
Waste recovered (tons)	n/a	n/a	n/a	n/a	289,995	243,658	262,191	251,456	237,150	240,544

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.

(3) ***Per guidance of Board of Commissioner's Office. New Health and Social Services statistical breakdowns have been provided for additional information.

MARION COUNTY, OREGON

CAPITAL ASSET STATISTICS BY FUNCTION

Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental Activities										
General Government										
Buildings owned:										
Center Street campus	11	11	10	10	10	10	10	10	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	14	14	13	13	13	13	13	13
Community Service										
Parks acreage	694.1	694.1	679.5	679.5	605.8	605.8	610.2	610.2	610.2	610.2
Number of developed facilities	18	18	18	18	17	17	18	18	18	18
Number of undeveloped facilities	3	3	3	3	3	3	3	3	3	3
Number of playgrounds	5	4	4	4	4	4	5	5	5	5
Roads and Bridges										
Roads maintained by county:										
- miles paved	924.1	924.1	924.1	924.1	924.4	924.4	924.3	924.3	924.3	924.3
- miles unpaved	192.8	192.8	192.8	192.8	192.8	192.8	193.2	193.2	193.2	193.2
Bridges	147	147	147	147	147	147	147	147	147	147
Ferries	2	2	2	2	2	2	2	2	2	2

Sources:

Marion County department records.

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**REPORTS OF OTHER LEGAL
AND REGULATORY REQUIREMENTS**

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

Board of Commissioners
Marion County, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), 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, 2025, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 22, 2025. 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.

Baker Tilly US, LLP

Eugene, Oregon
December 22, 2025

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, 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, 2025, and the related notes to the financial statements, which collectively comprise the County’s basic financial statements, and have issued our report thereon dated December 22, 2025. 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.

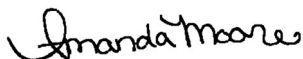
A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County'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 County'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 Moore, Principal, for
Baker Tilly US, LLP
Eugene, Oregon
December 22, 2025