

**Lane County, Oregon**

# **Annual Comprehensive Financial Report**

**For the Fiscal Year Ended June 30, 2022**



ANNUAL COMPREHENSIVE FINANCIAL REPORT  
LANE COUNTY, OREGON

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

REPORT PREPARED BY LANE COUNTY  
OPERATIONS DIVISION - FINANCIAL SERVICES

Lane County, Oregon  
Annual Comprehensive Financial Report  
For the Fiscal Year Ended June 30, 2022

**TABLE OF CONTENTS**

**INTRODUCTORY SECTION**

- 1 Letter of Transmittal
- 8 Organizational Chart
- 10 GFOA Certificate of Achievement
- 11 Listing of Principal Officials

**FINANCIAL SECTION**

- 12 Independent Auditor's Report
- 16 Management's Discussion and Analysis

**Basic Financial Statements**

- Government-wide Financial Statements
- 29 Statement of Net Position
- 30 Statement of Activities
  
- Fund Financial Statements
- 32 Balance Sheet – Governmental Funds
- 35 Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
- 36 Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds
- 38 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
- 39 Statement of Fund Net Position – Proprietary Funds
- 40 Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds
- 41 Statement of Cash Flows – Proprietary Funds
- 42 Statement of Fiduciary Net Position
- 43 Statement of Changes in Fiduciary Net Position
- 45 Notes to Basic Financial Statements

**Required Supplementary Information**

- Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:
- 101 General Fund
- 102 Road Fund
- 103 COVID-19 Fund
- 104 Special Revenue / Services Fund
- 105 Health and Human Services Fund
- 106 Intergovernmental Human Services Fund
- 107 Local Option Tax Levy Fund
- 108 Schedule of Total OPEB Liability
- 109 Schedule of Net OPEB Liability - RHIA
- 110 Schedule of the County's Contributions - RHIA
- 111 Schedule of County's Contributions
- 112 Schedule of the County's Proportionate Share of the Net Pension Liability
- 113 Notes to Required Supplementary Information

**Other Supplementary Information**

- Nonmajor Governmental Funds Combining Statements:*
- 115 Combining Balance Sheet – Nonmajor Governmental Funds
- 116 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds

*Special Revenue Funds:*

- 118 Combining Balance Sheet – Nonmajor Special Revenue Funds
- 120 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:

- 122 Parks and Open Spaces Fund
- 123 Law Library Fund
- 124 Liquor Law Enforcement Fund
- 125 Public Land Corner Preservation Fund
- 126 County School Fund
- 127 Extension Services Levy Fund
- 128 County Clerk Records Fund
- 129 Title III Projects Fund
- 130 Industrial Revolving Fund
- 131 Animal Services Fund

*Debt Service Funds:*

- 133 Combining Balance Sheet – Nonmajor Debt Service Funds
- 134 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Debt Service Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:

- 135 Lane Events Center Debt Service Fund
- 136 Special Obligation Bond Retirement Fund
- 137 Notes Payable Debt Service Fund

*Capital Projects Funds:*

- 139 Combining Balance Sheet – Nonmajor Capital Projects Funds
- 140 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:

- 141 Capital Improvements Fund

*Enterprise Funds:*

- 143 Combining Statement of Fund Net Position – Nonmajor Enterprise Funds

Lane County, Oregon  
Annual Comprehensive Financial Report  
For the Fiscal Year Ended June 30, 2022  
**Table of Contents (continued)**

|  |  |
|--|--|
| <p>144 Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Nonmajor Enterprise Funds</p> <p>145 Combining Statement of Cash Flows – Nonmajor Enterprise Funds</p> <p style="padding-left: 40px;">Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:</p> <p>146 Lane Events Center Fund</p> <p>147 Corrections Commissary Fund</p> <p>148 Solid Waste Disposal Fund</p> <p>149 Land Management Fund</p> <p><i>Internal Service Funds:</i></p> <p>152 Combining Statement of Fund Net Position – All Internal Service Funds</p> <p>154 Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – All Internal Service Funds</p> <p>156 Combining Statement of Cash Flows – All Internal Service Funds</p> <p style="padding-left: 40px;">Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:</p> <p>158 Self Insurance Fund</p> <p>159 Employee Benefits Fund</p> <p>160 Pension Bond Fund</p> <p>161 Motor and Equipment Pool Fund</p> <p>162 Intergovernmental Services Fund</p> <p>163 Technology Replacement Fund</p> <p>164 Technology Services Fund</p> <p>165 Retiree Medical Benefit Trust Fund</p> <p><i>Fiduciary Funds:</i></p> <p>167 Combining Statement of Fiduciary Net Position</p> <p>168 Combining Statement of Changes in Fiduciary Net Position</p> <p><i>Other Supplementary Schedules</i></p> <p>169 Schedule of Cash Receipts and Turnovers – Elected Officials</p> <p>170 Schedule of Property Tax Transactions</p> <p>171 Schedule of Property Taxes Receivable by Levy Year by Fund</p> <p>172 Schedule of Property Tax Collections by Levy Year by Fund</p> <p><b>STATISTICAL SECTION</b></p> <p>174 Exhibit 1 – Net Position by Component</p> <p>176 Exhibit 2 – Changes in Net Position</p> <p>180 Exhibit 3 – Fund Balances, Governmental Funds</p> <p>182 Exhibit 4 – Change in Fund Balances, Governmental Funds</p> <p>184 Exhibit 5 – Assessed Value and Estimated Actual Value of Taxable Property</p> | <p>186 Exhibit 6 – Direct and Overlapping Property Tax Rates</p> <p>190 Exhibit 7 – Principal Property Tax Payers</p> <p>192 Exhibit 8 – Property Tax Levies and Collections</p> <p>194 Exhibit 9 – Ratios of Outstanding Debt by Type</p> <p>196 Exhibit 10 – Ratios of General Bonded/Gross Direct, Net Direct, and Overlapping Debt Outstanding</p> <p>198 Exhibit 11 – Legal Debt Margin - General Obligation Bonded Indebtedness</p> <p>200 Exhibit 12 – Legal Debt Margin - Limited Tax Bonded Indebtedness</p> <p>202 Exhibit 13 – Demographic and Economic Statistics</p> <p>204 Exhibit 14 – Principal Employers</p> <p>206 Exhibit 15 – Authorized Number of Employees by Function/Program</p> <p>208 Exhibit 16 – Operating Indicators by Function/Program</p> <p>210 Exhibit 17 – Capital Asset Statistics by Function/Program</p> <p><b>AUDIT COMMENTS AND GOVERNMENT AUDITING STANDARDS SECTIONS</b></p> <p><b>Audit Comments</b></p> <p>214 Report of Independent Auditors on Compliance and on Internal Control Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Oregon Minimum Audit Standards</p> <p><b>Government Auditing Standards</b></p> <p>218 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</p> <p>221 Report of Independent Auditors on Compliance for Each Major Federal Program and Report on Internal Control over Compliance Required by the Uniform Guidance</p> <p>224 Schedule of Expenditures of Federal Awards</p> <p>228 Notes to Schedule of Expenditures of Federal Awards</p> <p>230 Schedule of Findings and Questioned Costs</p> <p>232 Corrective Action Plan</p> |
|--|--|

## INTRODUCTORY SECTION



April 28, 2023

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

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of Lane County, Oregon, for the fiscal year ended June 30, 2022, together with the report of our independent certified public accountants, Moss Adams LLP. Financial Services, as part of the Operations Division of County Administration, prepares this report. This report is published to provide the Board of County Commissioners, citizens, County staff, and other readers with detailed information about the financial position and results of operations of the County, and to demonstrate fiscal and operational accountability in the use of County resources.

The report consists of management's representations concerning the finances of Lane County. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, County management has established a comprehensive internal control framework designed to protect Lane County's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the County's financial statements. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls is designed to provide reasonable assurance that the financial statements will be free from material misstatement. 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 REPORT**

In accordance with Oregon law and Lane County Code, Moss Adams LLP has audited the County's basic financial statements. The objective of the audit is to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2022, are free of material misstatement. The audit was conducted in accordance with auditing standards generally accepted in the United States of America, standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, and Minimum Standards for Audits of Oregon Municipal Corporations as prescribed by the Secretary of State, State of Oregon. The unmodified opinion rendered in this report indicates that the financial statements were prepared in accordance with generally accepted accounting principles (GAAP) accepted in the United States of America and meet the standards prescribed by the Secretary of State. The auditor's report on these financial statements is located in the Financial Section of this report.

GAAP requires that management provide 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. Lane County's MD&A can be found immediately following the independent auditors' report.

## **PROFILE OF THE COUNTY**

Lane County was established in 1851 and is geographically situated on the west side of Oregon, about midway down the state's coastline. The county encompasses 4,722 square miles and, in many ways, typifies Oregon. The county's lands are geographically a microcosm of the state, ranging from rugged glaciated mountains in the east, through a broad valley spreading across the Willamette River mid-county, to a beautiful and rugged coastline along the western edge. Portland State University's Population Research Center's estimate of the 2020 population for Lane County is 381,365. Although 90 percent of the county is forestland, Lane County is the fourth most populous county in Oregon and the third most populous metropolitan statistical area (MSA) in the state.

Lane County government operates under a home rule charter approved by voters in 1962. The Charter grants authority to a full-time compensated, five-person Board of County Commissioners to legislate and administer County government within the limits of that non-partisan authority. Lane County voters individually elect commissioners from specific geographic regions for four-year terms. The County operates under the provisions of the County Charter and the Lane County Code, as well as the Oregon Constitution and State law (Oregon Revised Statutes). Board action is effected by a simple majority vote of three of the five Board members.

As a general purpose government, the mission of Lane County is to responsibly manage available resources to deliver vital, community-centered services with passion, drive, and focus.

Lane County consists of services grouped into three categories: Public Services (Assessment and Taxation, Health & Human Services, Public Works); Public Safety (District Attorney, Department of Public Safety, Health & Human Services – Youth Services, County Administration – Parole and Probation, Lane County Office of Emergency Management); and Support Services (Board of Commissioners, County Administration, County Counsel, Office of Data & Analytics, Human Resources, Technology Services).

As the foundation of the County’s annual financial planning and control, the budget is prepared and adopted for all County funds as required by Oregon Local Budget Law (Chapter 294 of the Oregon Revised Statutes). The board order adopting the budget establishes appropriations for expenditures within each fund which cannot legally be exceeded. The expenditure appropriations lapse at the end of the fiscal year. Additional resources and corresponding expense appropriations may be added to the budget during the fiscal year through a supplemental budget process. Original and supplemental budgets may be modified during the fiscal year by the use of appropriation transfers between categories.

Budget and actual comparisons are presented in this report for each individual fund for which an appropriated annual budget has been adopted. For the General Fund, Road Fund, Special Revenue / Services Fund, Health and Human Services Fund, COVID-19 and Local Option Tax Levy Fund, the budget and actual comparisons are presented in this report in the Required Supplementary Information section. For all other funds the budget and actual comparisons are presented in the Other Supplementary Information section of the report. Additional information on the County’s budgetary process is contained in Note II.A. of the Notes to Basic Financial Statements in this report.

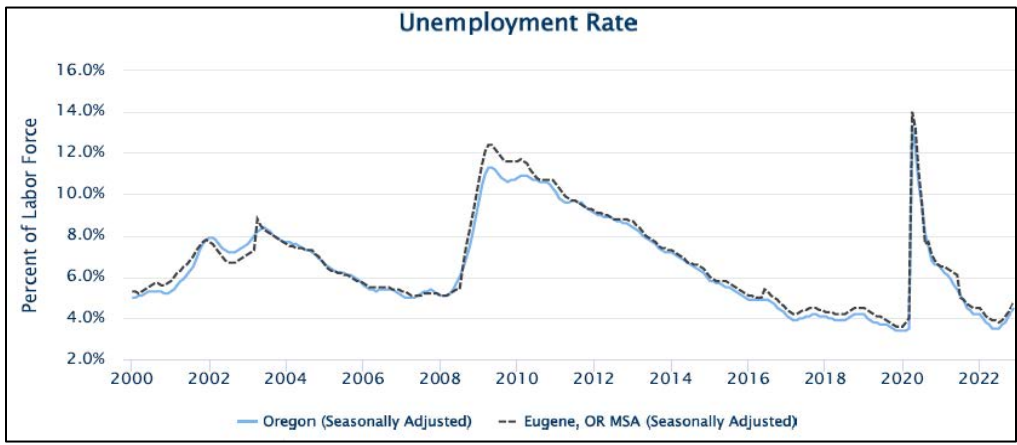
For financial reporting purposes, the County is a primary government under the provisions of Governmental Accounting Standards Board Statement No. 14, as amended by GASB 61 and 80. This report also includes all organizations and activities for which the elected officials exercise financial control. The County reports one discretely presented component unit - Homes for Good Housing Agency (Agency). The financial information of this entity is included in this report as appropriate to its relationship to the County. More information on the reporting entity and its component unit can be found in Note I.A. of the Notes to Basic Financial Statements in this report.

## FINANCIAL CONDITIONS AND OUTLOOK

**Local Economy** – The COVID-19 pandemic and the measures put in place to prevent the spread of the virus had a significant negative economic impact on the community. Through the use of Coronavirus Aid, Relief, and Economic Security (CARES) Act funding, Lane County has provided economic assistance to small businesses impacted by COVID-19 to support regional economic resiliency, retain and create jobs, and facilitate a more effective economic recovery.

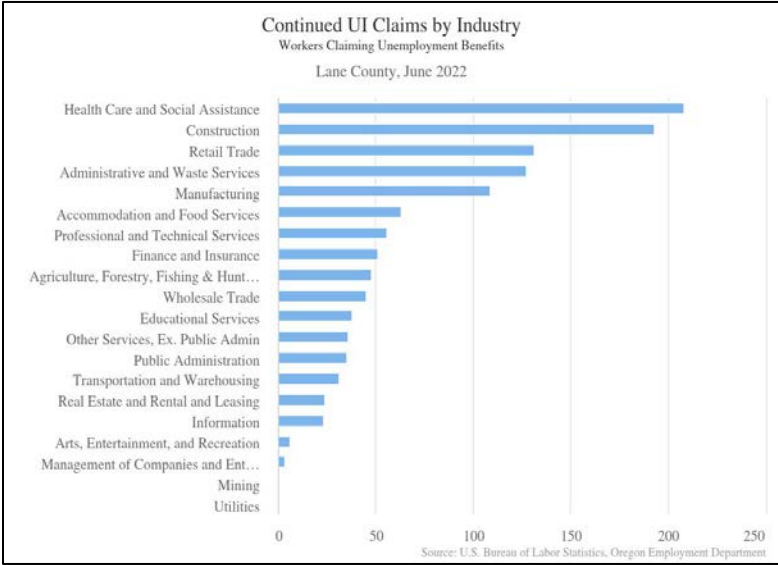
## Lane County, Oregon





According to the State of Oregon Employment Department, Lane County's unemployment rate in June 2022 was 3.9 percent, down from 6.1 percent in June 2021 and similar to the statewide rate (3.5 percent). The current unemployment rate has dropped significantly from the pandemic highs and is now consistent with pre-pandemic levels.

By end of fiscal year, the top three industries with continued unemployment insurance claims were: Health Care and Social Assistance, Construction, and Retail Trade. Lane County's travel and tourism spending has proven strong since the recession in 2009 but was also disrupted by the pandemic. Travel and tourism spending was on track for another year of growth, and a tenth consecutive year of transient lodging tax growth. However, COVID-19 had a significant impact on the hospitality industry. Travel Lane County reported that over one-third of Lane County hotel rooms went vacant for months. Hotel stays rebounded during the summer months of 2020 before falling again in the metro region with a surge in COVID-19 cases. By the spring of 2021, hotel stays matched pre-pandemic levels for the county as a whole.



Historically, travel spending in Lane County grew throughout the 1990s and peaked in 2008 at \$717 million. As the Great Recession took hold in 2009, travel spending dropped \$39.7 million, or 5.5 percent to reach \$677.3 million. Since then, travel spending has grown yearly until the pandemic, reaching the \$1 billion mark for the first time in 2018.

Despite the losses and ongoing impacts of the pandemic, the Oregon Employment Department projects a 12 percent increase in employment over the next ten-year period. However, this is down from the 15 percent increase projected for the previous ten-year period. The only industries without projected increases are mining and logging and the federal government.

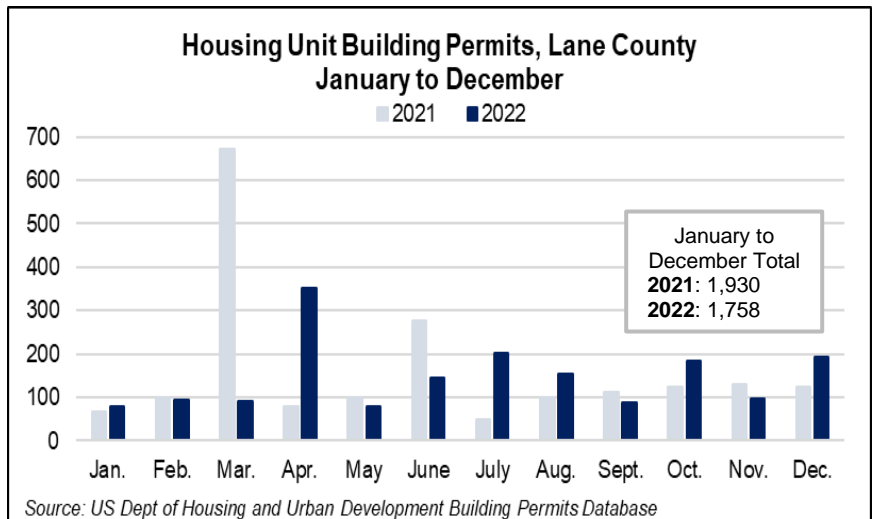


**Industry Employment Projections, 2021-2031  
Lane County**

|  | <b>2021</b>    | <b>2031</b>    | <b>Change</b> | <b>% Change</b> |
|--|----------------|----------------|---------------|-----------------|
| <b>Total employment</b>                    | <b>165,500</b> | <b>185,900</b> | <b>20,400</b> | <b>12%</b>      |
| Total payroll employment                   | 156,300        | 176,400        | 20,100        | 13%             |
| Total private                              | 129,300        | 147,400        | 18,100        | 14%             |
| Natural resources and mining               | 2,600          | 2,800          | 200           | 8%              |
| Mining and logging                         | 800            | 800            | 0             | 0%              |
| Construction                               | 7,400          | 8,600          | 1,200         | 16%             |
| Manufacturing                              | 14,400         | 15,500         | 1,100         | 8%              |
| Durable goods                              | 9,200          | 9,900          | 700           | 8%              |
| Wood product manufacturing                 | 3,600          | 3,700          | 100           | 3%              |
| Nondurable goods                           | 5,100          | 5,600          | 500           | 10%             |
| Trade, transportation, and utilities       | 29,400         | 31,900         | 2,500         | 9%              |
| Wholesale trade                            | 5,900          | 6,400          | 500           | 8%              |
| Retail trade                               | 20,000         | 21,500         | 1,500         | 8%              |
| Transportation, warehousing, and utilities | 3,400          | 3,900          | 500           | 15%             |
| Information                                | 1,800          | 1,900          | 100           | 6%              |
| Financial activities                       | 8,100          | 8,400          | 300           | 4%              |
| Professional and business services         | 17,800         | 20,200         | 2,400         | 13%             |
| Administrative and support services        | 7,300          | 8,100          | 800           | 11%             |
| Private educational and health services    | 28,200         | 33,100         | 4,900         | 17%             |
| Private educational services               | 1,800          | 2,100          | 300           | 17%             |
| Health care and social assistance          | 26,400         | 31,000         | 4,600         | 17%             |
| Ambulatory healthcare services             | 20,300         | 23,800         | 3,500         | 17%             |
| Leisure and hospitality                    | 14,800         | 19,600         | 4,800         | 32%             |
| Accommodation and food services            | 13,300         | 17,500         | 4,200         | 32%             |
| Accommodation                              | 1,500          | 2,000          | 500           | 33%             |
| Food services and drinking places          | 11,800         | 15,500         | 3,700         | 31%             |
| Other services                             | 4,800          | 5,400          | 600           | 13%             |
| Government                                 | 27,000         | 29,000         | 2,000         | 7%              |
| Federal government                         | 2,000          | 2,000          | 0             | 0%              |
| State government                           | 1,800          | 2,000          | 200           | 11%             |
| Local government                           | 23,200         | 25,000         | 1,800         | 8%              |
| Local education                            | 15,500         | 16,600         | 1,100         | 7%              |
| Self-employment                            | 9,200          | 9,500          | 300           | 3%              |

Source: Oregon Employment Department

A bright spot during the recent economic turmoil, the Lane County housing market has been very strong. The median price of an area home has been trending upward since 2011 and has now passed pre-recession peaks. The average Lane County home value of \$440,822 at end of the fiscal year represents an increase of about 12 percent since July 2021, which is down from the 19 percent reported last year. Lane County's prices are above the nationwide median price of \$390,533 and is comparable to other mid-sized Oregon metropolitan areas like Medford and Salem, but well short of markets like Bend and Portland. The US Dept of Housing and Urban



Development reports that housing unit building permits did decrease in 2022 compared to 2021.

Looking forward, Lane County Economic Development (LCED) partners with organizations to support the economic recovery of the region. Improving economic resiliency through the creation of a strong, diverse, and sustainable economy has proven all the more critical by the pandemic and ensuing recession. Creating “Vibrant Communities” is one of four strategic priorities for Lane County.

**Financial Outlook** – The Fiscal Year 2022-23 Proposed Budget, including all 32 funds, is balanced without layoffs or service cuts. The use of reserves is required to balance the General Fund, Land Management Fund, Parole and Probation Fund, and Parks Fund because ongoing expenses exceed ongoing revenues in those funds. All 32 funds continue to maintain reserve levels that exceed the County’s financial policies.

The use of reserves to balance these distressed funds is needed to allow the necessary time to develop thoughtful plans that move us from a period of rapid growth to stability and modernization. Our goal over the course of the following year is to identify ongoing cost reductions and revenue enhancements, with a focus on aligning, streamlining, and modernizing our resources and expenses.

We will likely be faced with tough decisions in the months ahead. The collaborative, innovative, and solutions-focused approaches that Lane County regularly demonstrates give us confidence.

**Long-term Financial Planning** - Lane County’s focus on long-term financial planning begins with policies guiding current and future decision-making. The policies are intended to support the County’s Strategic Plan and guide day-to-day operations to ensure long-term financial stability. Long-term strategic and financial planning is an important part of ensuring excellent service and stewardship of taxpayer resources. The County makes use of three primary financial planning models. The first model is a multi-year forecast for the County’s General Fund, the second is a similar model prepared for the Road Fund, and the third is a Capital Improvement Plan (CIP). The forecast models are designed to predict over a multi-year horizon the outcome of certain policy choices, ranging from policy-driven expenditure reductions and revenue enhancements to externally-driven factors such as rising health care costs and fluctuating levels of timber receipts. While these financial models can be very helpful, they are not without limitations. The models are thoughtfully built on a series of assumptions that represent, at one point in time, the best judgments of information available to preparers of the model. A tolerance of a mere one or two percent can alter the model significantly when resources are scarce. Lane County developed a 5-year Countywide Capital Improvement Plan (CIP) for fiscal years 2022 to 2026. The CIP outlines planned and needed capital improvement projects across all departments. Capital needs exceed available funds, but preparing the CIP is the beginning of a vital planning process to identify, prioritize and fund needed improvements to critical public assets. Overall, the County’s long-term financial planning efforts are focused on maintaining a structurally balanced budget, ensuring that recurring expenditures are at or below recurring revenues which ultimately provides that one-time revenues are available for one-time expenditures or projects.

**Major Initiatives** – The 2022-2024 Strategic Plan reflects the priorities of the community, the Board of County Commissioners, our leadership team, and employees. We are excited to have a strategic roadmap of goals and objectives that bring focus and clarity to our organization in order to provide effective, efficient, and innovative services to the community. By doing so, we work towards a shared future where Lane County is the best county in which all can live, work, and play. This plan is a living document that will evolve throughout the three years as we factor in new challenges and opportunities that may arise.



These goals may be summarized in four main Categories:

- *Safe, Health County.* Develop an equitable and integrated approach to health, behavioral health, public safety, and homelessness so that all residents are safe, healthy, housed, and health outcomes are improved.
- *Vibrant Communities.* Invest in Lane County residents by fostering engaged communities with affordable housing options, equitable opportunities, economic vitality, and a healthy environment.
- *Robust Infrastructure.* Maintain and invest in resilient infrastructure that creates the highest return for safety, community connectivity, enjoyment of life, and local economic success.
- *Our People and Organizational Health.* Invest in our employees, who are the backbone of our organization, and invest in our systems and organizational health so that employees can thrive and residents can experience a more effective government.

More information on strategic planning can be found [here](#).

**Relevant Financial Policies** – The County has adopted financial and budget policies to support the County’s strategic goals, ensure stability in service delivery, and promote the efficient use of public funds. It is Lane County’s policy to establish reserve funds that can be used to reduce the impact of substantial revenue fluctuations, thus providing for a more stable delivery of services to Lane County citizens. Reserves can be observed as part of cash and cash equivalents, as well as fund balance. Lane County has worked to solidify the foundation that enables a focus on the future and leverages vital partnerships. One of the key policy initiatives is the requirement to attain a 20 percent minimum reserve in the General Fund. The County has continued to exceed that goal in the fiscal year 2023 budget. The additional reserves provide a safeguard in an emergency and ensure necessary cash flow for the General Fund, which does not receive property tax revenue until November but must pay for services beginning July 1 of each fiscal year. County policy also indicates that one-time funds should not be spent on ongoing expenditures to maintain structural balance within the fund.

**Tax Abatement Program** – The four strategic priorities in the Lane County 2022 - 2024 Strategic Plan support the tax abatement program. The key objective is to invest in a strong, diverse, and sustainable regional economy. Tax abatement is an agreement whereby a government agrees to forgo tax revenues to which it is otherwise entitled in exchange for a promise by the counterparty to the agreement to take specific future actions that will contribute to the government’s economic development, or which otherwise benefit the government or its citizens. Tax abatements are intended to improve local conditions and spur economic development that otherwise would not occur, and an essential tool for redevelopment. Tax abatements are meant to encourage the rehabilitation and redevelopment of distressed areas. The potential benefits of abatements include additional short and long-term employment for local residents, attracting new businesses or improving existing businesses, luring new residents which in turn can generate additional tax revenue, generating a tax-revenue stream on once vacant or under-developed property, improving safety and commerce, and increasing adjacent property values. In Note IV.G. of the Notes to Basic Financial Statements, the County provides information related to its four tax abatement programs authorized by Oregon Revised Statutes.

## AWARDS AND ACKNOWLEDGEMENTS

**Certificate of Achievement** – The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lane County, Oregon, for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the nineteenth consecutive year that Lane County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report 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.

**Acknowledgments** - The preparation of this ACFR would not have been possible without the dedicated services of the Financial Services staff. We extend our sincere appreciation for their assistance in the preparation of this report. We also acknowledge the cooperation and assistance of other County staff contributing to this effort.

Finally, we extend appreciation to the County Administrator, the members of the Finance & Audit Committee, and the Board of County Commissioners for their interest and support in managing the financial operations of Lane County.

Respectfully submitted,



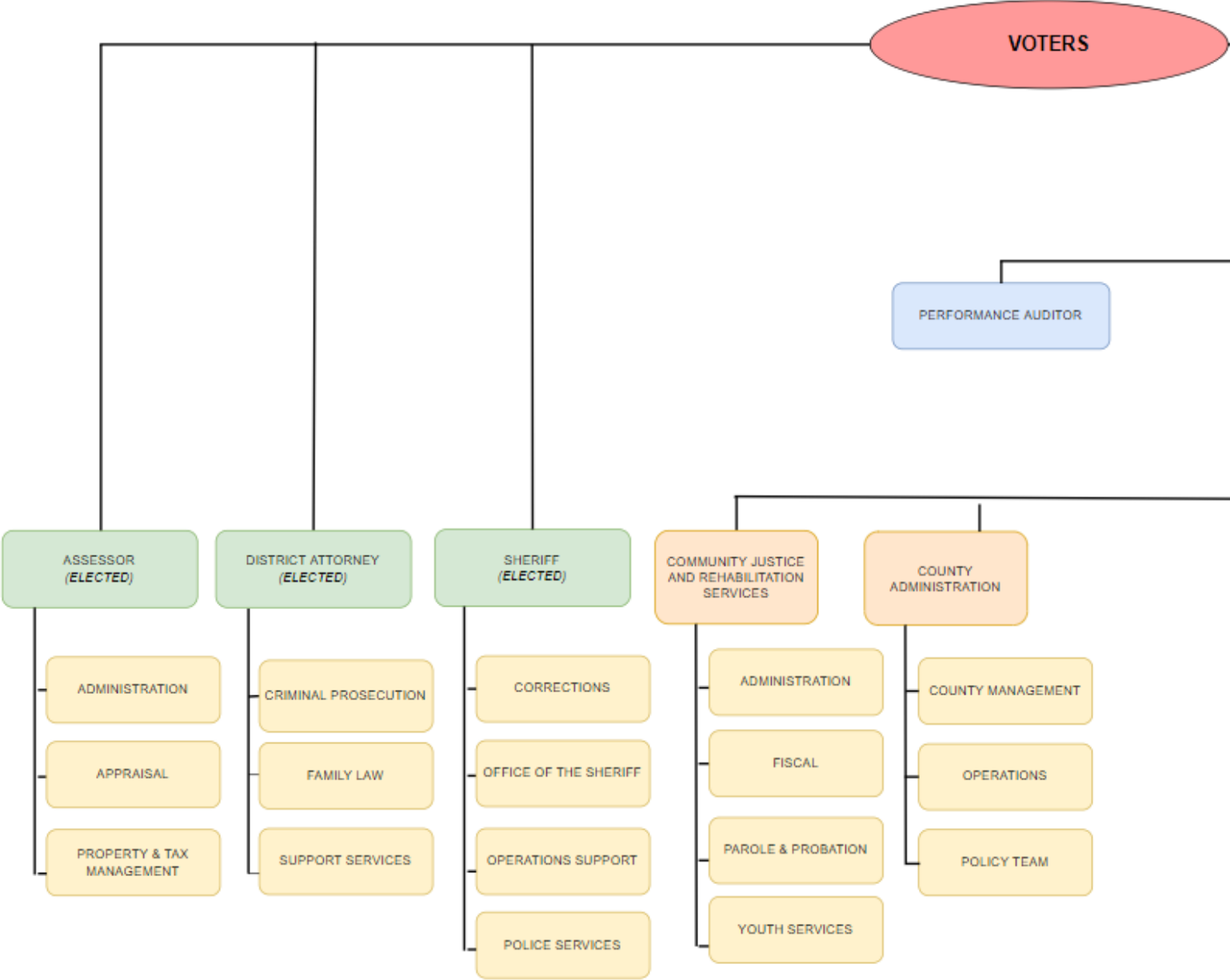
Lorren Blythe  
Interim Director of Operations

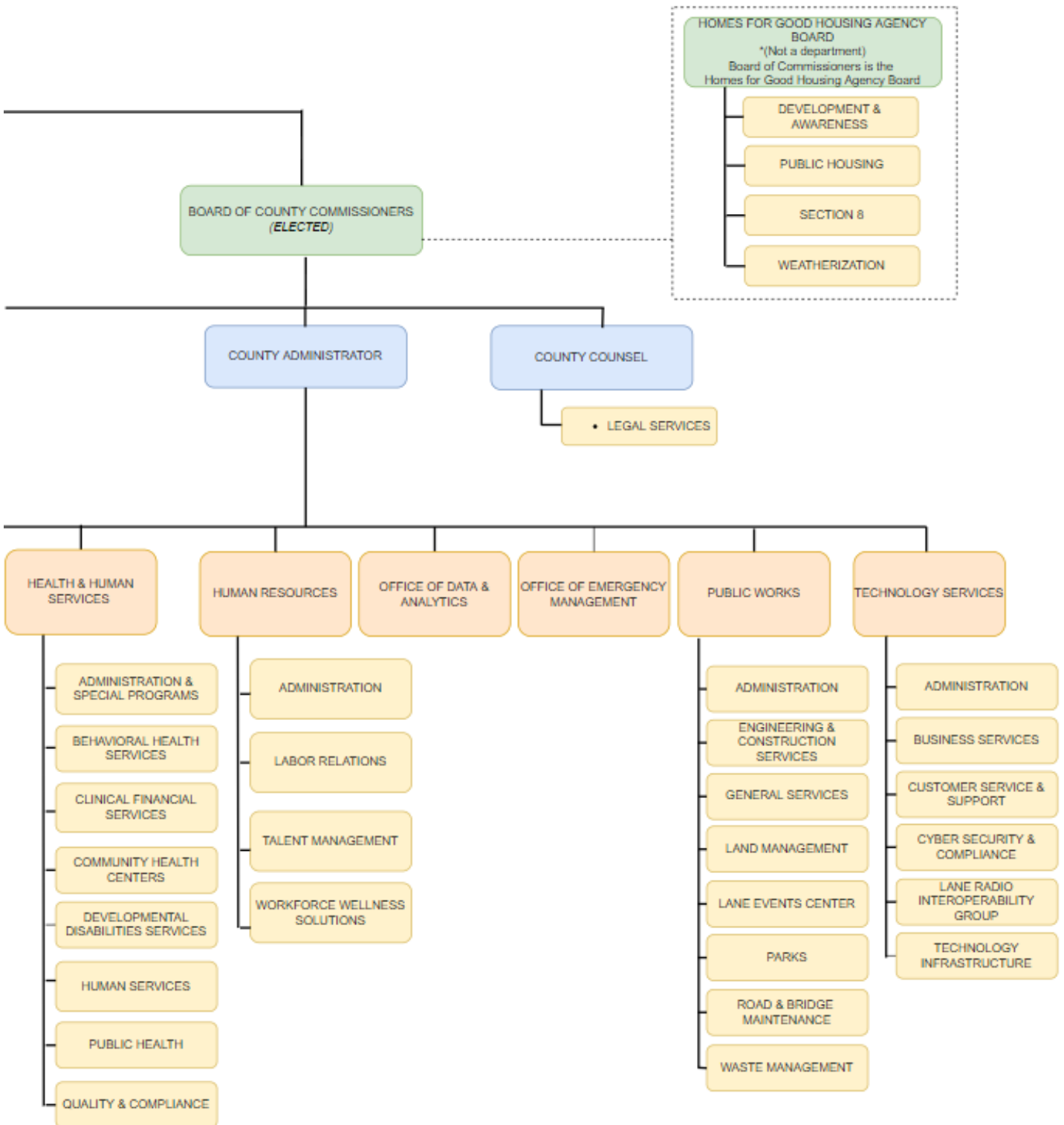


Greg Holmes  
Financial Services Manager / County Treasurer



# Lane County Organizational Chart







Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**County of Lane  
Oregon**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

*Christopher P. Morill*

Executive Director/CEO

Lane County, Oregon  
**Listing of Principal Officials**  
As of June 30, 2022

**Principal County Officials**  
125 East 8<sup>th</sup> Avenue  
Eugene, Oregon 97401  
Telephone: (541) 682-4203

**Board of County Commissioners**

| <u>Name</u>                | <u>District</u> | <u>Term Expiration Date</u> |
|----------------------------|-----------------|-----------------------------|
| Joe Berney                 | Springfield     | January 2, 2023             |
| Pat Farr, Chair            | North Eugene    | January 6, 2025             |
| Jay Bozievich              | West Lane       | January 2, 2023             |
| Heather Buch               | East Lane       | January 2, 2023             |
| Laurie Trieger, Vice Chair | South Eugene    | January 6, 2025             |

**Other Elected Officers**

|                           |                          |                 |
|---------------------------|--------------------------|-----------------|
| Michael C. Cowles         | County Assessor          | January 2, 2023 |
| Patricia W. Perlow        | County District Attorney | January 6, 2025 |
| Clifton G. Harrold        | County Sheriff           | January 6, 2025 |
| Richard B. Brissenden, II | Justice of the Peace     | January 2, 2023 |

**Administrative Officials**

|                  |                        |
|------------------|------------------------|
| Steve Mokrohisky | County Administrator   |
| Greg Rikhoff     | Director of Operations |
| Steve Dingle     | County Counsel         |



## FINANCIAL SECTION

# INDEPENDENT AUDITOR'S REPORT

## Report of Independent Auditors

The Board of County Commissioners  
Lane 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 aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Lane County, Oregon (the "County") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, 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 aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

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

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

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

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

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

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

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

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

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of revenues, expenditures and changes in fund balance – budget and actual and related notes for the general fund and major special revenue funds ("the budgetary schedules"), the schedule of total OPEB liability, the schedule of net OPEB liability – RHIA, the schedule of the County's contributions – RHIA, the schedule of County contributions – Oregon PERS, the schedule of the County's proportionate share of the net pension liability – Oregon PERS, and the notes to required supplementary information 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, the schedule of total OPEB liability, the schedule of net OPEB liability – RHIA, the schedule of the County's contributions – RHIA, the schedule of County contributions – Oregon PERS, the schedule of the County's proportionate share of the net pension liability – Oregon PERS, and the notes to required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The budgetary schedules described above are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 Schedule of Expenditures of Federal Awards and related notes as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the combining and individual nonmajor fund financial statements, budgetary schedules, and other financial schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

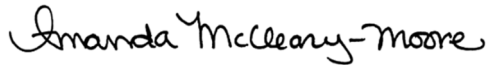
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2023 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 April 28, 2023, on our consideration of the County's compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-010-0000 through 162-010-0330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Amanda McCleary-Moore for  
Moss Adams LLP  
Medford, Oregon  
April 28, 2023



## Management's Discussion and Analysis

The management of Lane County, Oregon (County) presents this narrative overview to facilitate both a short-term and long-term analysis of the financial activities of the County for the fiscal year ended June 30, 2022. This Management's Discussion and Analysis (MD&A) is based on currently known facts, decisions, and conditions that existed as of the date of the independent auditor's report. Additional information outside the scope of this analysis can be found in the Letter of Transmittal.

### FINANCIAL HIGHLIGHTS

- The County's total assets and deferred outflows of resources at June 30, 2022, increased \$332.0 million from \$926.7 million to \$1,258.8 million. The changes were due to an increase of \$48.1 million in pooled cash and investments, an increase of \$0.2 million in inventories, an increase of 1.9 million in Net OPEB asset-RHIA, an increase of \$28.8 million in capital assets and leases, and an increase in deferred outflows of resources of \$262 million related to pensions and other post-employment benefits (OPEB). This was offset by a decrease of \$8.8 million in receivables and a decrease of \$0.09 million in prepaid.
- The County's total liabilities and deferred inflows of resources increased \$310.9 million from \$498.0 million to \$808.9 million. The County issued \$286.6 million in pension obligation bonds. The change of \$310.9 million was due to an increase of \$1.4 million in wages and benefits payable, an increase of \$0.1 million in interest payable, an increase of \$46.7 million in unearned revenue, an increase of \$0.6 million in leases payable, an increase of \$153.3 million in noncurrent liabilities, and an increase in deferred inflows of \$110.6 million. This was offset by a decrease of \$1.6 million in accounts payable, and a decrease of \$0.2 million in customer deposits.
- The net position of the County (assets and deferred outflows of resources less liabilities and deferred inflows of resources) at June 30, 2022, increased by \$21.2 million from \$428.7 million to \$449.9 million. The County's unrestricted portion of net position is a negative \$8.1 million, while the restricted net position is \$62.2 million, which may be used to meet the County's ongoing obligations to citizens and creditors.
- At June 30, 2022, the General Fund's fund balance was \$34.9 million, a decrease of \$1.0 million from the previous year. The spendable, non-restricted fund balance for the General Fund is \$34.7 million or 54 percent of total General Fund expenditures.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The following discussion and analysis is intended to serve as an introduction to Lane County's basic financial statements. The County's basic financial statements comprise three components:

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

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

The *Statement of Net Position* presents information on all of Lane County's assets, deferred outflows of resources, liabilities and deferred inflows of resources. Assets and deferred outflows of resources less liabilities and deferred inflows of resources are reported as total net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *Statement of Activities* presents information showing how the County's net position changed during fiscal year ended June 30, 2022. Changes in net position are reported when 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 that will result in cash flows in a future fiscal period. Examples include property taxes and accrued compensated absences.

## Management's Discussion and Analysis

June 30, 2022

Each of these government-wide financial statements, Statement of Net Position and Statement of Activities, 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 charges for services (business-type activities).

The governmental activities of the County include the following:

- General government
- Public health and welfare
- Roads and bridges
- Public safety
- Parks
- Community development

The business-type activities of the County include the following:

- Lane events center
- Corrections commissary
- Solid waste disposal
- Land management

The government-wide financial statements include not only Lane County, the primary government but also the legally separate Homes for Good Housing Agency ("Homes for Good" or the "Agency") for which Lane County is financially accountable. Although the Agency is legally separate and provides no financial benefit or burden to Lane County, the Agency's governing body is substantially identical to Lane County. As a result, the Agency's financial statements are discretely presented in the County's financial statements. See pages 45 and 76-77 of this report for more information. The government-wide financial statements also include the Lane Events Center, a division of Public Works. The operation of the Lane Events Center is managed by a director who reports to the county administrator, while the County Fair is governed by a separate Fair Board appointed by the Board of County Commissioners.

The government-wide financial statements can be found on pages 29-31 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. Like other state and local governmental entities, Lane County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for many of 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 the acquisition and use of current spendable resources and balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term 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 County's near-term financial decisions. Both the governmental fund balance sheet and statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations can be found on pages 35 and 38 of this report.

The County maintains 21 individual governmental funds made up of 1 general fund, 16 special revenue funds, 3 debt service funds, and 1 capital projects fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statements of revenues, expenditures, and changes in fund balances for the General Fund, Road, COVID-19, Special Revenue/Services, Intergovernmental Human Services, Health and Human Services, and Local Option Tax Levy special revenue funds, all of which are considered to be major funds. Data from the other 14 governmental funds are combined into a single, aggregated presentation. Summary data by fund-type for these nonmajor governmental funds is provided in the form of combining statements on pages 115-116 of this report. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements on pages 117-121, 133-134 and 139-140. The basic governmental fund financial statements can be found on pages 32-33 and 36-37.



## Management's Discussion and Analysis

June 30, 2022

**Proprietary funds.** The County maintains two different types of proprietary funds – enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the governmental-wide financial statements. The County uses enterprise funds to account for the events center, solid waste disposal operations, corrections commissary operations, and land management functions. 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 self-insurance and employee benefits activities, pension bond servicing, motor pool operations, intergovernmental services activities, technology replacement and technology services activities, and retiree medical benefits. Because internal service funds predominantly benefit governmental rather than business-type functions, these fund assets, deferred outflows, liabilities, and deferred inflows have been included with governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as reported for the business-type activities in the government-wide financial statements, but in more detail. The proprietary fund financial statements provide separate information for the solid waste disposal operations and land management functions, which are both considered to be major funds of the County. Conversely, the two remaining enterprise funds are combined into a single, aggregated presentation in the proprietary fund financial statements, as are all internal service funds. Individual fund data for the two nonmajor enterprise funds and each of the internal service funds is provided in the form of combining statements on pages 143-145 and 152-157 of this report. The basic proprietary fund financial statements can be found on pages 39-41 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 are not available to support the County's own programs. The accounting used for fiduciary funds is similar to that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 42-43 of this report. The combining statement of fiduciary net position and combining statement of changes in fiduciary net position can be found on pages 167-168 of this report.

**Budgetary comparisons.** The County adopts an annual appropriated budget for all its funds except for custodial funds. To demonstrate compliance, budgetary comparison statements have been provided for major funds as part of the basic financial statements on pages 101-107 of this report. Budgetary comparisons for all other funds are provided on pages 122-131, 135-137, 141, 146-149 and 158-165 of this report.

**Notes to basic financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 45-99 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Budget-to-actual comparisons for the General Fund and the Road, American Rescue Plan, Special Revenue/Services, Intergovernmental Human Services, Health and Human Services, and Local Option Tax Levy special revenue funds are presented in this section, along with reconciliations between the budgetary basis of accounting and Generally Accepted Accounting Principles (GAAP). The schedules of total OPEB liability, net OPEB liability (asset) –RHIA, and County's contributions-RHIA are presented in this section concerning the County's obligation to provide OPEB to its employees. The information related to the pension plan is also presented as the schedule of County contributions, and the schedule of the County's proportionate share of the net pension liability. This required supplementary information is found on pages 108-112 of this report.

The combining statements for the nonmajor governmental funds, enterprise funds, and internal service funds are presented immediately following the required supplementary information as Other Supplementary Information.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

This section discusses and analyzes significant changes from the prior fiscal year in the government-wide financials.

**Management's Discussion and Analysis**

June 30, 2022

**Analysis of Net Position**

Net position may serve over time as a useful indicator of a government's financial position. Lane County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$450 million at June 30, 2022, an increase of \$21.2 million from the prior year. The following is a condensed statement of net position.

| <b>Lane County's Net Position</b>     |                         |                  |                          |                 |                  |                  |
|---------------------------------------|-------------------------|------------------|--------------------------|-----------------|------------------|------------------|
| (In thousands)                        |                         |                  |                          |                 |                  |                  |
|                                       | Governmental Activities |                  | Business-type Activities |                 | Total            |                  |
|                                       | 2022                    | 2021             | 2022                     | 2021            | 2022             | 2021             |
| <b>ASSETS</b>                         |                         |                  |                          |                 |                  |                  |
| Current and other assets              | \$ 395,891              | \$353,647        | \$ 69,466                | \$68,756        | \$465,357        | \$422,403        |
| Capital assets                        | <u>367,774</u>          | <u>351,139</u>   | <u>45,959</u>            | <u>35,473</u>   | <u>413,733</u>   | <u>386,612</u>   |
| Total assets                          | <u>763,665</u>          | <u>704,786</u>   | <u>115,425</u>           | <u>104,229</u>  | <u>879,090</u>   | <u>809,015</u>   |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b> | <u>372,743</u>          | <u>108,609</u>   | <u>6,937</u>             | <u>9,107</u>    | <u>379,680</u>   | <u>117,716</u>   |
| <b>LIABILITIES</b>                    |                         |                  |                          |                 |                  |                  |
| Current liabilities                   | 141,102                 | 90,219           | 4,825                    | 4,200           | 145,927          | 94,419           |
| Noncurrent liabilities                | <u>515,856</u>          | <u>357,948</u>   | <u>22,684</u>            | <u>31,820</u>   | <u>538,540</u>   | <u>389,768</u>   |
| Total liabilities                     | <u>656,958</u>          | <u>448,167</u>   | <u>27,509</u>            | <u>36,020</u>   | <u>684,467</u>   | <u>484,187</u>   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>  | <u>115,296</u>          | <u>12,862</u>    | <u>9,113</u>             | <u>939</u>      | <u>124,409</u>   | <u>13,801</u>    |
| <b>NET POSITION</b>                   |                         |                  |                          |                 |                  |                  |
| Net investment in capital assets      | 349,876                 | 333,207          | 45,961                   | 35,474          | 395,837          | 368,681          |
| Restricted                            | 55,099                  | 92,651           | 7,108                    | 6,346           | 62,207           | 98,997           |
| Unrestricted                          | <u>(40,821)</u>         | <u>(73,492)</u>  | <u>32,671</u>            | <u>34,557</u>   | <u>(8,150)</u>   | <u>(38,935)</u>  |
| Total net position                    | <u>\$ 364,154</u>       | <u>\$352,366</u> | <u>\$ 85,740</u>         | <u>\$76,377</u> | <u>\$449,894</u> | <u>\$428,743</u> |

The largest portion, approximately 84 percent, of Lane County's net position is its investment in capital assets (land, buildings and improvements, equipment, and infrastructure), less any outstanding debt used to acquire those assets. Lane County uses these capital assets to provide services to citizens and, as a result, 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 as the capital assets themselves will not be liquidated to service the debt.

An additional 13.2 percent of Lane County's net position represents resources that are subject to external restrictions on how those resources may be used. The remaining represents a balance of unrestricted net position of \$8.2 million deficit.

At the end of the current and prior fiscal years, the County is able to report positive balances in net position in the net investment in capital assets category and the restricted category for both the government as a whole and for its separate governmental and business-type activities. At June 30, 2022, the governmental activities reported a negative balance in an unrestricted net position of \$40.8 million.

Lane County, Oregon  
**Management's Discussion and Analysis**  
June 30, 2022

**Analysis of Changes in Net Position**

The following is a comparison between the June 30, 2022, and 2021 Statement of Activities.

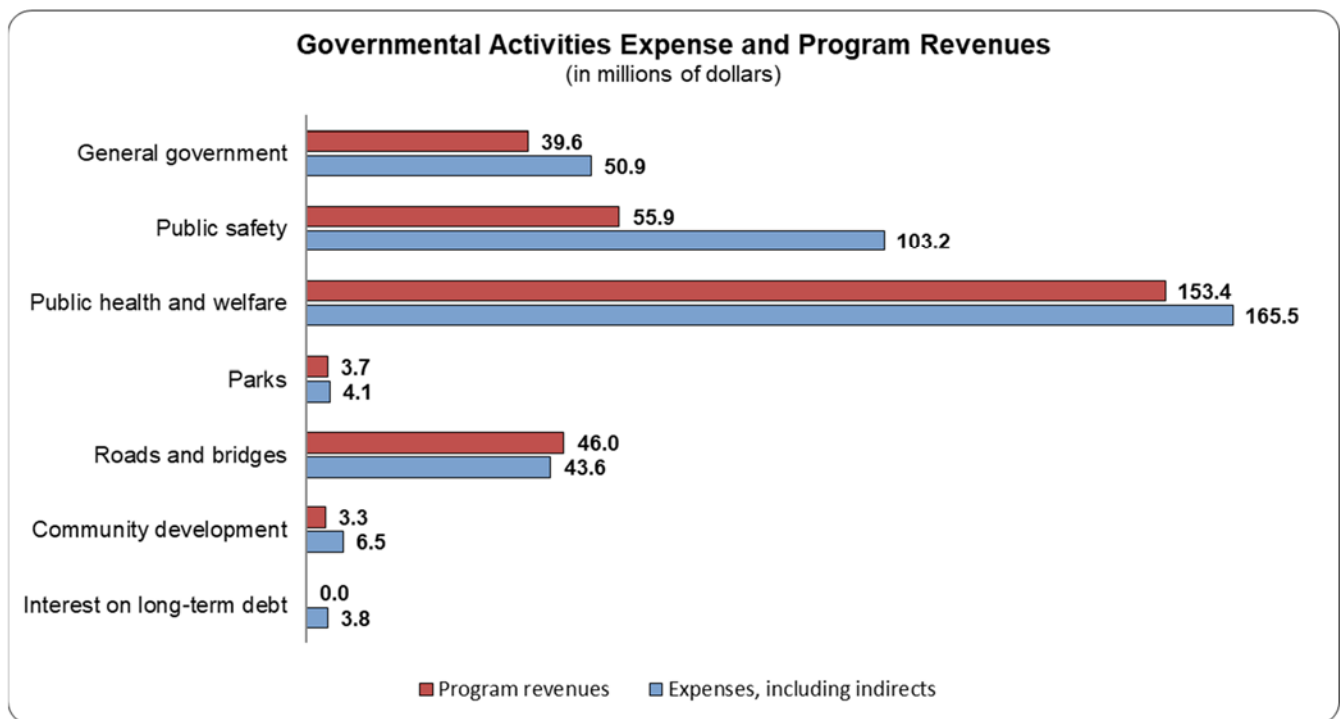
| <b>Lane County's Changes in Net Position</b>  |                         |                  |                             |                  |                   |                  |
|---|-------------------------|------------------|-----------------------------|------------------|-------------------|------------------|
| (In thousands)                                |                         |                  |                             |                  |                   |                  |
|   | Governmental Activities |                  | Business-type<br>Activities |                  | Total             |                  |
|   | 2022                    | 2021             | 2022                        | 2021             | 2022              | 2021             |
| <b>Revenues:</b>                              |                         |                  |                             |                  |                   |                  |
| Program revenues:                             |                         |                  |                             |                  |                   |                  |
| Charges for services                          | \$ 112,673              | \$115,141        | \$ 38,135                   | \$ 34,125        | \$ 150,808        | \$149,266        |
| Operating grants and contributions            | 189,232                 | 163,069          | 1,218                       | 619              | 190,450           | 163,688          |
| Capital grants and contributions              | -                       | 5,541            | -                           | -                | -                 | 5,541            |
| General revenues:                             |                         |                  |                             |                  |                   |                  |
| Taxes   | 80,243                  | 73,647           | 3,364                       | 1,903            | 83,607            | 75,550           |
| O&C timber receipts                           | 3,886                   | 3,020            | -                           | -                | 3,886             | 3,020            |
| Unrestricted investment earnings              | (2,861)                 | 722              | (585)                       | 198              | (3,446)           | 920              |
| Grants not restricted to specific programs    | 6,841                   | 9,673            | -                           | -                | 6,841             | 9,673            |
| <b>Total revenues</b>                         | <b>390,014</b>          | <b>370,813</b>   | <b>42,132</b>               | <b>36,845</b>    | <b>432,146</b>    | <b>407,658</b>   |
| <b>Expenses*:</b>                             |                         |                  |                             |                  |                   |                  |
| General government                            | 50,903                  | 36,521           | -                           | -                | 50,903            | 36,521           |
| Public safety                                 | 103,168                 | 96,965           | -                           | -                | 103,168           | 96,965           |
| Public health and welfare                     | 165,412                 | 171,552          | -                           | -                | 165,412           | 171,552          |
| Parks   | 4,166                   | 4,340            | -                           | -                | 4,166             | 4,340            |
| Roads and bridges                             | 43,612                  | 44,309           | -                           | -                | 43,612            | 44,309           |
| Community development                         | 6,554                   | 3,815            | -                           | -                | 6,554             | 3,815            |
| Interest on long-term debt                    | 3,792                   | 3,730            | -                           | -                | 3,792             | 3,730            |
| Lane events center                            | -                       | -                | 3,967                       | 3,047            | 3,967             | 3,047            |
| Solid waste disposal                          | -                       | -                | 20,585                      | 21,390           | 20,585            | 21,390           |
| Corrections commissary                        | -                       | -                | 243                         | 179              | 243               | 179              |
| Land management                               | -                       | -                | 7,884                       | 7,371            | 7,884             | 7,371            |
| <b>Total expenses</b>                         | <b>377,607</b>          | <b>361,232</b>   | <b>32,679</b>               | <b>31,987</b>    | <b>410,286</b>    | <b>393,219</b>   |
| Change in net position before transfers       | 12,407                  | 9,581            | 9,453                       | 4,858            | 21,860            | 14,439           |
| Transfers in (out)                            | 90                      | (123)            | (90)                        | 123              | -                 | -                |
| <b>Change in net position</b>                 | <b>12,497</b>           | <b>9,458</b>     | <b>9,363</b>                | <b>4,981</b>     | <b>21,860</b>     | <b>14,439</b>    |
| Net position – July 1, as previously reported | 352,366                 | 342,908          | 76,377                      | 71,396           | 428,743           | 414,304          |
| Restatement                                   | (709)                   | -                | -                           | -                | (709)             | -                |
| <b>Net position July 1</b>                    | <b>351,657</b>          | <b>342,908</b>   | <b>76,377</b>               | <b>71,396</b>    | <b>428,034</b>    | <b>414,304</b>   |
| <b>Net position June 30</b>                   | <b>\$ 364,154</b>       | <b>\$352,366</b> | <b>\$ 85,740</b>            | <b>\$ 76,377</b> | <b>\$ 449,894</b> | <b>\$428,743</b> |

\* Expenses include the indirect expense allocation as presented in the Statement of Activities.

**Governmental activities.**

Governmental activities during the fiscal year increased the County's net position by \$12.5 million. Overall revenues increased by \$19.2 million, mainly due to an increase in operating grants of \$26.2 million over the prior year to support the ongoing response to the COVID-19 pandemic. Investment losses were \$2.9 million compared to earnings of \$0.7 million the prior year.

The net position was decreased by an increase in governmental activities expenses of \$16.4 million. The largest increase in expenses of \$14.4 million occurred in general government. In addition, public safety increased by \$6.2 million and community development by \$2.7 million. This was offset by decreases in spending for public health and welfare of \$6.1 million, and roads and bridges of \$0.7 million.

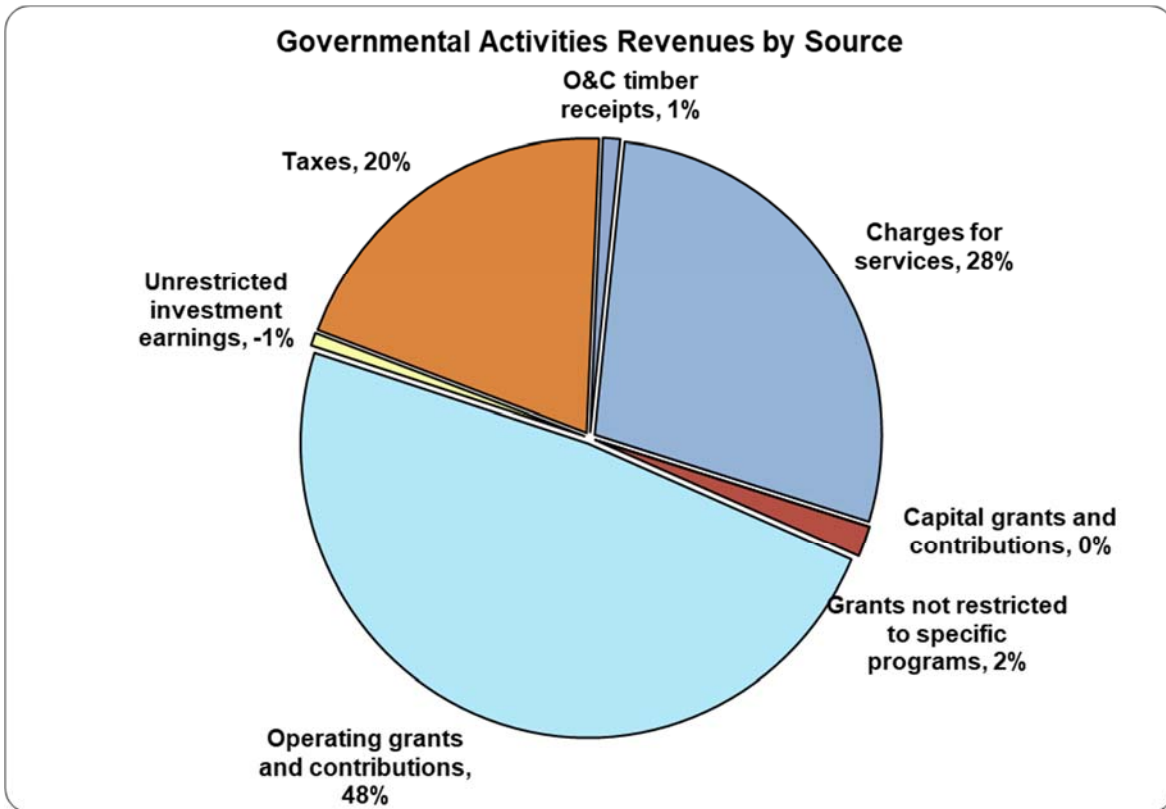


All governmental activities except for public health and welfare relied on general revenues to support the function.

As illustrated on the next page, 48 percent of revenues for governmental activities come from operating grants and contributions, which includes, among other items, national forest timber sale proceeds of \$8 million (an increase from \$6.2 million in fiscal year 2021), operating grants and contributions was \$194.2 million (an increase of \$31.1 million over the prior fiscal year), state gas tax of \$29.6 million (an increase of \$2.7 million over the prior fiscal year), and road grant revenues of \$4.2 million (an increase of \$0.7 million over the prior fiscal year). Charges for services make up 28 percent. Taxes make up only 20 percent of overall revenues for governmental activities. Slightly increased O&C timber receipts of \$3.9 million make up another 1 percent of governmental revenues.

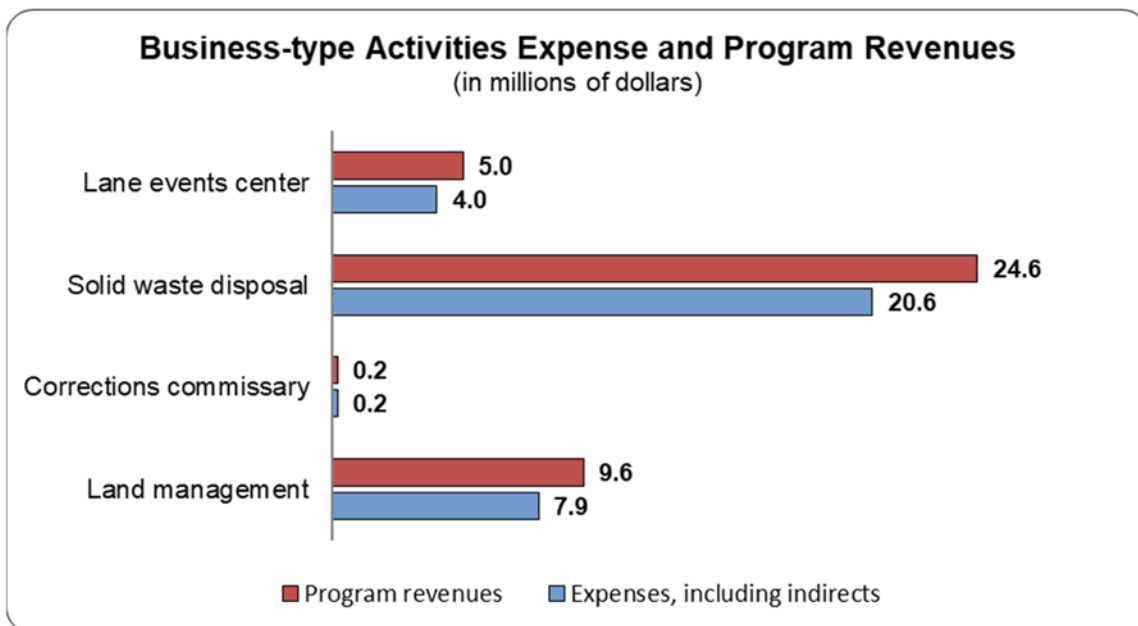
**Management’s Discussion and Analysis**

June 30, 2022

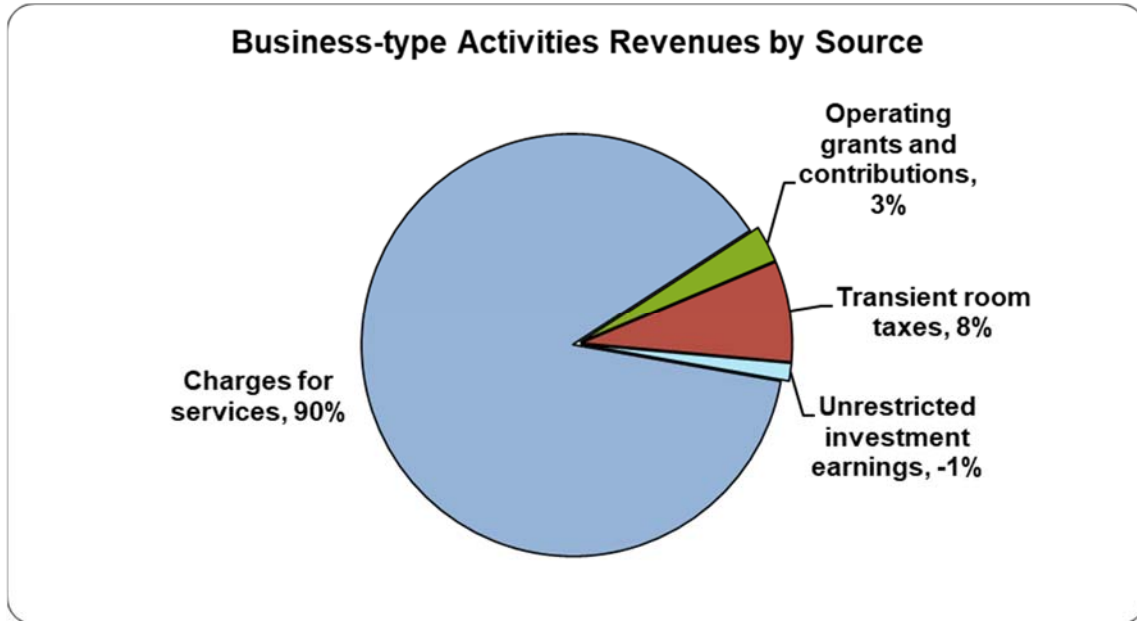


**Business-type activities.**

Business-type activities during the fiscal year increased the County's net position by \$9.4 million. Program and general revenues of \$42.1 million, an increase of \$5.2 million over the prior year mainly due to activity from an increase in revenues of \$4.4 million in the Solid Waste Disposal fund, offset by a decrease of \$0.8 million in investment earnings over the prior year. Conversely, the net position was decreased by total expenses of \$32.7 million. This is an increase in costs of \$0.7 million over the prior year.



Approximately 90 percent of the revenues for business-type activities come from charges for services, as illustrated below, with only about 8 percent generated by transient room taxes.



### FUND-BASED FINANCIAL ANALYSIS

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 helpful in assessing the County's financing requirements. In particular, spendable, non-restricted fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

As of June 30, 2022, Lane County's governmental funds reported combined ending fund balances of \$205.9 million, a decrease of \$11 million over fiscal year 2021. Approximately \$106.6 million, 51.7 percent, constitutes spendable, non-restricted fund balance which is available for appropriation in the subsequent year by the Board of County Commissioners. The remaining fund balance is either externally restricted by creditors, grantors, contributors, or laws/regulations, or internally restricted by law through constitutional provisions or enabling legislation (\$97.4 million), or is not available for new spending because it represents amounts that have already been spent (\$1.9 million in inventories).

The **General Fund** is the chief operating fund of the County. At June 30, 2022, total fund balance for the General Fund was \$34.9 million. Of this amount, \$34.6 million is reported as unassigned. As a measure of the General Fund's ability to liquidate fund liabilities, it may be useful to compare both spendable, non-restricted fund balance to total fund revenues. At the end of the current fiscal year, spendable, non-restricted fund balance represented 45.0 percent of total General Fund revenues, and total fund balance represents 45.4 percent of those same revenues.

The fund balance of the **General Fund** decreased \$0.4 million from the prior year. Revenues, transfers from other funds, and proceeds from leases totaled \$81.8 million while expenditures and transfers to other funds totaled \$82.2 million. Fiscal year 2022 reported increases in taxes and assessments revenue of \$1.5 million and car rental tax increase of \$1 million. The decrease in capital outlay expenditures reflect a return to normal amounts as FY21

## Management's Discussion and Analysis

June 30, 2022

capital expenditures were to support those displaced by the Holiday Farm Fire. The General Fund investment earnings was a negative \$2.3 million due to unrealized losses of the County's investment portfolio.

During fiscal year 2022, the ending fund balance of the **Road Fund** increased by \$3.4 million to \$52.3 million. Total revenues and transfers in were \$45.7 million, expenditures and transfers out were \$42.3 million. Revenues remained steady over the prior year. Expenditures increased by \$3.7 million over the prior year while transfers out decreased by \$3.6 million. The Road Fund received \$1.2 million in funding from American Rescue Plan Act. The \$0.7 million increase in capital outlay in start of soil stabilization on Mercer Lake Road, Roof replacement on the CSC buildings and the Elmira / Veneta Multi use Path.

**COVID-19 Fund** tracks revenue, expenditures and fund balances associated with the Federal American Rescue Plan Act of 2021 funds, a Federal response to the ongoing COVID-19 pandemic. The fund balance was negative \$0.3. Payment from the US Treasury is recorded as unearned revenue at the end of the fiscal year and revenue will be recognized as criteria are met. Revenue of \$21.2 million was recognized in FY22. The Covid-19 fund has \$66.2 million in assets at June 30, 2022.

The **Special Revenue/Services Fund** accounts for dedicated revenue sources and programs. During fiscal year 2022, the fund balance increased by \$1.0 million. Revenues of \$28.1 million were reduced by \$26.9 million of expenditures and \$0.2 million of net transfers. Taxes and assessment revenue increased by \$1.8 with the increase in transient room tax. This increase can be attributed to the Olympic Trials that were held in Eugene, Oregon. Transfers out decreased by \$2.6 million and are back to normal trends.

The **Intergovernmental Human Services Fund** accounts for the intergovernmental effort between Lane County and the Cities of Eugene and Springfield to provide pooled human services, homeless resources and coordinated policy. During fiscal year 2022, the ending fund balance decreased by \$18.0 million. This is expected reduction as funding for the fund is comprised of Federal funding from the CARES Act, COVID-19 funds, and FEMA in response to the COVID-19 public health emergency. The county did expect reimbursement of \$1.6 million in FEMA funding that was not received in fiscal year 2022.

In fiscal year 2021, the fund balance of the **Health and Human Services (H&HS) Fund** experienced an increase of \$34.2 million. The LaneCare Fund, a nonmajor special revenue fund, was closed as of June 30, 2021, and the balance is included with the Health and Human Services Fund, which was \$18 million. Revenues increased over the prior year by \$17.3 million, mainly due to an \$11.1 million increase in intergovernmental revenue from HRSA Base Grant and Mental Health. Additionally, charges for services revenue increased by \$1.3 million, largely due to increased utilization of the new coordinated care organization. Operating expenditures increased by \$10.3 million over the prior fiscal year.

The **Local Option Tax Levy Fund** accounts for property tax revenues along with public safety and public health and welfare expenses from the five-year local option tax levy. During fiscal year 2021, the fund balance decreased by \$1.1 million to \$23.5 million. The original levy was established in fiscal year 2014 and expired in fiscal year 2018. In May 2017, voters approved a renewal of the jail and critical youth services five-year levy, beginning July 1, 2018 and ending June 30, 2023 at the previous rates of 55 cents per \$1,000 maximum assessed value. Revenues remained fairly steady as tax revenue increased by \$0.3 million but was offset by a reduction in intergovernmental revenue and investment earnings, due to lower yields in the portfolio. Expenditures realized an increase of \$1.0 million largely due to public safety costs required to support the levy initiatives and vehicle purchases.

**Proprietary funds.** The information presented in the proprietary funds statement is similar to that in the government-wide financial statements but provides greater detail. The ending balance of total enterprise fund net position amounts to \$69.7 million, of which \$7.1 million is restricted for landfill closure and post-closure care, \$46.0 million is invested in capital assets, and \$16.6 million is unrestricted.

At June 30, 2022, the County's proprietary funds reported unrestricted net positions as follows. Unrestricted net positions are presented both as an amount and as a percentage of the total net position for each fund.

**Management’s Discussion and Analysis**

June 30, 2022

| Fund                          | Unrestricted Amount | Percentage of Total |
|-------------------------------|---------------------|---------------------|
| Lane events center            | \$ 6.3 million      | 50.9%               |
| Solid waste disposal          | 4.3 million         | 8.5%                |
| Corrections commissary        | 0.7 million         | 100.0%              |
| Land management               | 5.3 million         | 97.2%               |
| Self insurance                | 3.5 million         | 100.0%              |
| Employee benefits             | 11.8 million        | 100.0%              |
| Pension bond                  | (32.6) million      | 100.0%              |
| Motor and equipment pool      | 27.0 million        | 66.4%               |
| Intergovernmental services    | 0.3 million         | 100.0%              |
| Technology replacement        | 2.0 million         | 48.8%               |
| Technology services           | (11.7) million      | 108.1%              |
| Retiree medical benefit trust | 11.8 million        | 100.0%              |

The County’s waste management services are provided in the **Solid Waste Disposal Fund**. The net position in this fund increased by \$3 million to \$51.1 million for fiscal year 2022. During fiscal year 2022, operating revenues totaled \$24.5 million, and operating expenses totaled \$21.2 million. Total operating revenues decreased \$1.9 million over the prior year, mainly due to a decrease in garbage fees and system benefit fees. Total operating expenses decreased by \$1.2 million in personnel as the fund benefited by pension bond and funding of the pension side account.

The **Land Management Fund** accounts for the operations necessary for land use planning, building, subsurface sanitation and code compliance, for which the principal source of revenue is user fees. Net position in the fund increased by \$1.5 million during fiscal year 2022. Operating revenues totaled \$8.4 million and operating expenses totaled \$8.1 million. Operating revenues increased by \$1.5 million over the prior fiscal year largely due to \$2.5 million in funding from Title III and American Rescue Plan. Operating expenses increased by \$0.7 million, mainly in personnel and homeowner assistance costs.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The difference between the original adopted budget and the final amended budget (including amounts not allocated to organizational units) for the General Fund was a \$6.7 million increase in expenditure appropriations or approximately 6.7 percent of the adopted budget.

For fiscal year 2022, the County’s actual expenditures were less than the budgeted amounts in the General Fund by \$8.9 million. This was the result of underspent amounts in expenditure categories represented by the 2 percent required lapse from departments, emergency management costs, transfers, and unspent contingencies. The County also realized an overall increase in revenues over the budgeted amounts by \$5.1 million over adopted, with the largest variance over budget related to car rental and liquor taxes, Oregon Department of Justice revenue, and recording fees.

The overall fiscal year 2022 expenditures and transfers out in the General Fund decreased by approximately \$2.9 million, or 2.8 percent, over the previous year. The biggest contributor was in fiscal year 2021 the \$5.5 million was spent on purchasing Red Lion Inn for the Holiday Farm Fire recovery. Fiscal year 2022 expenditures and capital outlay reflect a return to normal trends.



**Management's Discussion and Analysis**

June 30, 2022

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital assets.** The County's investment in capital assets for its governmental and business-type activities as of June 30, 2022, was \$413.7 million (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and building improvements, improvements other than buildings (such as parks and park improvements), equipment, and infrastructure (roads and bridges). The County's investment in capital assets for the current fiscal year increased \$27.1 million, or 7 percent of net capital assets.

The overall increase in net capital assets included accumulated depreciation of \$14.3 million and \$12.5 million in construction in progress. Investments in capital assets included additions of \$0.4 million in land, \$14 million in buildings and land improvements, \$7 million in equipment and furniture, and \$3.1 million in infrastructure before depreciation.

| <b>Lane County's Capital Assets, Net of Accumulated Depreciation</b> |                         |                   |                          |                  |                   |                   |
|--|-------------------------|-------------------|--------------------------|------------------|-------------------|-------------------|
| (In thousands)   |                         |                   |                          |                  |                   |                   |
|  | Governmental Activities |                   | Business-type Activities |                  | Total             |                   |
|  | 2022                    | 2021              | 2022                     | 2021             | 2022              | 2021              |
| Land   | \$ 24,142               | \$ 24,283         | \$ 12,831                | \$ 12,286        | \$ 36,973         | \$ 36,569         |
| Construction in progress   | 11,692                  | 10,210            | 21,245                   | 10,278           | 32,937            | 20,488            |
| Buildings and land improvements                                      | 106,091                 | 88,866            | 9,642                    | 10,725           | 115,733           | 99,591            |
| Equipment and furniture  | 22,182                  | 21,667            | 2,241                    | 2,185            | 24,423            | 23,852            |
| Infrastructure   | 203,667                 | 206,113           | -                        | -                | 203,667           | 206,113           |
| <b>Total capital assets</b>  | <b>\$ 367,774</b>       | <b>\$ 351,139</b> | <b>\$ 45,959</b>         | <b>\$ 35,474</b> | <b>\$ 413,733</b> | <b>\$ 386,613</b> |

Additional information on the County's capital assets can be found in Note III.G. in the Notes to Basic Financial Statements section of this report.

**Long-term debt.** At the end of the current fiscal year, the County had bonds outstanding of \$339 million, all of which is serviced by governmental activities. Of this amount, \$339 million represents limited tax bonds outstanding backed by the full faith and credit of the County.

| <b>Lane County's Outstanding Bonds, Less Deferred Amounts</b> |                         |               |
|---|-------------------------|---------------|
| (In millions)   |                         |               |
|   | Governmental Activities |               |
|   | 2022                    | 2021          |
| Limited tax bonds (net of deep discount)                      | \$339.0                 | \$58.6        |
| Plus – net premium (discount) on issuance                     | 1.3                     | 0.6           |
| <b>Total bonded debt</b>                                      | <b>\$340.3</b>          | <b>\$59.2</b> |

Lane County's total bonded debt increased \$281.1 million during fiscal year 2022. The County issued \$286.6 million in Pension Obligation Bonds.

Moody's Investors Service rates most of the Lane County's bond issues. Lane County's most recent rating from Moody's as of July 2019 is Aa1 for both general obligation bonds and limited tax bonds. Lane County's rating of

**Management’s Discussion and Analysis**

June 30, 2022

“Aa” is defined by Moody’s as demonstrating “high quality and subject to very low credit risk.” The numerical modifier of “1” reflects the “highest end” within the “Aa” rating category.

Oregon Revised Statutes set the following debt limits:

- General obligation debt issues are limited to 2 percent of the real market value of all taxable property within the County’s boundaries. Lane County had no general obligation debt at June 30, 2022 and is \$1.3 billion below the statutory ceiling.
- Limited tax obligation debt issues are limited to 1 percent of the real market value of all taxable property within the County’s boundaries. The \$14.5 million in limited tax obligation debt is \$636.8 million below the statutory ceiling.
- Limited tax pension debt issues are limited to 5 percent of the real market value of all taxable property within the County’s boundaries. The \$37.8 million in limited tax obligation debt is \$3.2 billion below the statutory ceiling.

At the end of the current fiscal year, the County had notes outstanding of \$3.8 million, a decrease of \$0.2 million over the previous fiscal year, all of which is serviced by governmental activities.

| Lane County’s Outstanding Notes<br>(In millions) |                            |              |
|--|----------------------------|--------------|
|  | Governmental<br>Activities |              |
|  | 2022                       | 2021         |
| Oregon Department of Revenue                     | \$1.2                      | \$1.3        |
| Wilson Investments, LLC                          | 2.6                        | 2.7          |
| <b>Total notes payable</b>                       | <b>\$3.8</b>               | <b>\$4.0</b> |

Additional information on the County’s long-term debt can be found in Note III.G. in the Notes to Basic Financial Statements section of this report.

**ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES**

The fiscal year 2023 Budget Message title was *The Big Shift: Moving From Growth to Modernization*. Over the past two years, Lane County has faced a steady barrage of emergencies. From a global pandemic to a historic wildfire, our communities in Lane County have demonstrated consummate resilience. Now, more than ever before, local government is called on to do big things, solve big problems, and deliver wherever needed.

Lane County is no stranger to challenges, given the unique combination of having the seventh lowest county property tax rate in the state and a steep 90 percent decline in federal timber revenue. This scarcity of resources, paired with an abundance of talent, has created a resiliency in the culture of the organization. Over the past several years the County has worked to invest in creating a culture of leadership, innovation and excellence. The County is focused on a common purpose: to improve lives in Lane County.

The following are the major factors and assumptions used in developing the fiscal year 2023 budget:

- Current Year Property Tax revenue is anticipated to represent 11.8 percent of the County’s total revenue in fiscal year 2023. Lane County’s permanent tax rate under voter-approved Measure 50 is \$1.2793 per \$1,000 of Assessed Value (AV). The current AV is increased by a constitutionally restricted limit of 3% plus additions for estimated new construction. It is estimated that the County will receive \$47.5 million from its permanent rate and a total of \$69.2 million from all of its property tax levies. Current Year Property Taxes are estimated to increase by 3.5% from the current year. In addition to the permanent rate, the County also

## Management's Discussion and Analysis

June 30, 2022

collects taxes on voter-approved local option levy for the Public Safety Levy with an authorized rate of \$.055 per \$1,000 AV passed by voters in 2013 and renewed in 2017 for restoration of jail beds and critical youth services.

- Federal revenue to the County will decrease by \$45 million or 39.6% as compared to current year. Fiscal year 2022 contained large amounts of one-time federal COVID-19 revenue. These funds include rental relief assistance dollars and the American Rescue Plan Act direct allocation. A three-year renewal of Secure Rural Schools (SRS) Act payments begins in fiscal year 2021. Those payments, meant to replace decreasing timber revenue to counties resulting from changes in federal logging practices are budgeted within the General, Road and School Funds. The latest renewal provides funding at fiscal 2018 payment levels.
- State revenue consists of 28.3 percent of all County revenue and comes primarily in the form of specific use grants (\$78.6 million). Total State Revenue is budgeted at \$125.5 million, which is down \$12.4 million due to one-time COVID-19 revenue received in fiscal year 2022. Fiscal year 2023 is the second year of the State Biennium.
- The County charges fees for services rendered to residents in areas such as Short Mountain Landfill fees, Land Management permit fees, and real property recording fees within Deeds & Records. These fees were projected at \$54.3 million in fiscal year 2023, which is a decrease of \$0.3 million from the prior year.
- Total Personnel expenses for wages, benefits, and related expenditures are projected to total \$247.7 million, which is an increase of \$14.6 million from fiscal year 2022. Personnel expenditures represent 38.5% of the County's total expenditure budget. The County's Proposed Budget includes a Personnel expense budget built in accordance with recommended best practices and County policy which takes into account expected vacancies in positions throughout the budget year.
- Materials and services are projected to total \$318.3 million or 49.4 percent of the total expenditure budget for the County for fiscal year 2023. This a \$38.6 million decrease from the prior year. The decrease is attributed to one-time spending in fiscal year 2022 for COVID-19 expenditures as well as pass-through funds for business and rental assistance within the community.
- Capital outlay and projects are budgeted at \$67.1 million, which represents 10.4 percent of the County's total expenditure budget. The majority of the projects in this category are found in the County's Five-Year Capital Improvements Plan. The most recent increases since fiscal year 2020 are attributed to increased road and bridge projects resulting from additional State funding from the Transportation Package passed in 2017 and additional capital purchases and remodels occurring in various locations around the County.
- Reserves for all funds are estimated to total \$263.4 million by the end of fiscal year 2023 with an additional amount of \$30.8 million budgeted for contingency.
- Total budgeted requirements for fiscal year 2023 total \$974.9 million, which is a decrease of \$76.9 million, or 7.3 percent, from prior year budget. This amount matches available resources and therefore meets Oregon State Budget Law requirement for a balanced budget.

### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Greg Holmes, Financial Services Manager / County Treasurer  
Lane County Financial Services  
125 East 8<sup>th</sup> Avenue  
Eugene, OR 97401

Email: [Greg.Holmes@lanecountyor.gov](mailto:Greg.Holmes@lanecountyor.gov)  
Website: [www.lanecounty.org/finance](http://www.lanecounty.org/finance)

## BASIC FINANCIAL STATEMENTS

**Statement of Net Position**

June 30, 2022

|   | Primary Government         |                             |                       | Component Unit                   |
|---|----------------------------|-----------------------------|-----------------------|----------------------------------|
|   | Governmental<br>Activities | Business-type<br>Activities | Total                 | Homes for Good<br>Housing Agency |
| <b>ASSETS</b>                                     |                            |                             |                       |                                  |
| Cash and cash equivalents                         | \$ 354,891,601             | \$ 50,429,171               | \$ 405,320,772        | \$ 12,121,008                    |
| Investments                                       | -                          | -                           | -                     | 3,041,733                        |
| Restricted cash - cash with fiscal agent          | -                          | -                           | -                     | 6,364,928                        |
| Receivables (net of uncollectibles)               | 47,788,707                 | 3,063,124                   | 50,851,831            | 733,151                          |
| Internal balances                                 | (15,708,262)               | 15,708,262                  | -                     | -                                |
| Inventories                                       | 3,293,169                  | -                           | 3,293,169             | 255,032                          |
| Prepays   | 1,533,217                  | 58,865                      | 1,592,082             | 417,114                          |
| Investments in limited partnerships               | -                          | -                           | -                     | 854,722                          |
| Deposits  | 235,000                    | -                           | 235,000               | 682,489                          |
| Loans receivable                                  | -                          | -                           | -                     | 31,345,710                       |
| Net OPEB asset - RHIA                             | 2,228,065                  | 205,243                     | 2,433,308             | -                                |
| Capital assets:                                   |                            |                             |                       |                                  |
| Right to use lease assets, net                    | 1,629,330                  | 1,996                       | 1,631,326             | 440,815                          |
| Land and construction in progress                 | 35,834,255                 | 34,076,808                  | 69,911,063            | 51,385,207                       |
| Other capital assets, net                         | 331,939,921                | 11,882,088                  | 343,822,009           | 92,677,232                       |
| Total assets                                      | <u>763,665,003</u>         | <u>115,425,557</u>          | <u>879,090,560</u>    | <u>200,319,141</u>               |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>             |                            |                             |                       |                                  |
| Deferred charge for debt refunding                | 556,703                    | -                           | 556,703               | -                                |
| Pension plan                                      | 358,559,912                | 5,683,459                   | 364,243,371           | 11,247                           |
| OPEB - RHIA                                       | 345,589                    | 31,228                      | 376,817               | -                                |
| OPEB - county plan                                | <u>13,281,116</u>          | <u>1,222,509</u>            | <u>14,503,625</u>     | <u>-</u>                         |
| Total deferred outflows of resources              | <u>372,743,320</u>         | <u>6,937,196</u>            | <u>379,680,516</u>    | <u>11,247</u>                    |
| <b>LIABILITIES</b>                                |                            |                             |                       |                                  |
| Accounts payable                                  | 17,621,513                 | 3,324,322                   | 20,945,835            | 3,238,270                        |
| Wages and benefits payable                        | 8,556,690                  | 516,898                     | 9,073,588             | 1,839,819                        |
| Due to other governments                          | 12,442                     | -                           | 12,442                | 2,564,944                        |
| Interest payable                                  | 478,459                    | -                           | 478,459               | 577,524                          |
| Unearned revenue                                  | 85,689,305                 | 154,705                     | 85,844,010            | 795,451                          |
| Customer deposits                                 | 1,188,086                  | 59,137                      | 1,247,223             | 532,525                          |
| Leases payable                                    | 582,549                    | -                           | 582,549               | -                                |
| Noncurrent Liabilities                            |                            |                             |                       |                                  |
| Due within one year                               | 26,972,942                 | 769,600                     | 27,742,542            | 17,336,410                       |
| Due in more than one year - other                 | 331,614,278                | 7,107,974                   | 338,722,252           | 65,356,265                       |
| Due in more than one year - leases                | 1,065,956                  | -                           | 1,065,956             | -                                |
| Due in more than one year - net pension liability | 123,291,743                | 10,111,704                  | 133,403,447           | -                                |
| Due in more than one year - total OPEB liability  | <u>59,884,256</u>          | <u>5,464,143</u>            | <u>65,348,399</u>     | <u>153,714</u>                   |
| Total liabilities                                 | <u>656,958,219</u>         | <u>27,508,483</u>           | <u>684,466,702</u>    | <u>92,394,922</u>                |
| <b>DEFERRED INFLOWS OF RESOURCES</b>              |                            |                             |                       |                                  |
| Leases  | 1,600,562                  | 43,552                      | 1,644,114             | -                                |
| Pension plan                                      | 104,679,199                | 8,243,346                   | 112,922,545           | 5,035                            |
| OPEB - RHIA                                       | 1,110,514                  | 101,933                     | 1,212,447             | -                                |
| OPEB - county plan                                | <u>7,906,037</u>           | <u>725,007</u>              | <u>8,631,044</u>      | <u>-</u>                         |
| Total deferred inflows of resources               | <u>115,296,312</u>         | <u>9,113,838</u>            | <u>124,410,150</u>    | <u>5,035</u>                     |
| <b>NET POSITION</b>                               |                            |                             |                       |                                  |
| Net investment in capital assets                  | 349,876,349                | 45,960,892                  | 395,837,241           | 62,027,929                       |
| Restricted for:                                   |                            |                             |                       |                                  |
| Debt service                                      | 8,429,242                  | -                           | 8,429,242             | -                                |
| Landfill closure and postclosure care             | -                          | 7,107,974                   | 7,107,974             | -                                |
| Special revenue / services                        | 547,541                    | -                           | 547,541               | -                                |
| Roads   | 30,946,895                 | -                           | 30,946,895            | -                                |
| Title III projects                                | 5,323,171                  | -                           | 5,323,171             | -                                |
| Housing and community services                    | -                          | -                           | -                     | 8,176,969                        |
| Public safety local option tax levy               | 9,851,798                  | -                           | 9,851,798             | -                                |
| Unrestricted                                      | <u>(40,821,204)</u>        | <u>32,671,566</u>           | <u>(8,149,638)</u>    | <u>37,725,733</u>                |
| Total net position                                | <u>\$ 364,153,792</u>      | <u>\$ 85,740,432</u>        | <u>\$ 449,894,224</u> | <u>\$ 107,930,631</u>            |

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

Lane County, Oregon  
**Statement of Activities**  
For the Fiscal Year Ended June 30, 2022

| Functions/Programs             | Direct Expenses       | Indirect Expenses<br>Allocation |
|--------------------------------|-----------------------|---------------------------------|
| <b>Primary government:</b>     |                       |                                 |
| Governmental activities:       |                       |                                 |
| General government             | \$ 73,015,967         | \$ (22,113,398)                 |
| Public safety                  | 96,457,991            | 6,710,437                       |
| Public health and welfare      | 154,653,110           | 10,758,984                      |
| Parks                          | 3,895,442             | 271,000                         |
| Roads and bridges              | 40,775,027            | 2,836,657                       |
| Community development          | 6,127,756             | 426,299                         |
| Interest on long-term debt     | 3,792,059             | -                               |
| Total governmental activities  | <u>378,717,352</u>    | <u>(1,110,021)</u>              |
| Business-type activities:      |                       |                                 |
| Lane events center             | 3,847,242             | 119,942                         |
| Solid waste disposal           | 20,069,217            | 516,033                         |
| Corrections commissary         | 239,880               | 2,997                           |
| Land management                | 7,413,120             | 471,049                         |
| Total business-type activities | <u>31,569,459</u>     | <u>1,110,021</u>                |
| Total primary government       | <u>\$ 410,286,811</u> | <u>\$ -</u>                     |
| <b>Component Unit:</b>         |                       |                                 |
| Homes for Good Housing Agency  | <u>\$ 58,191,207</u>  | <u>\$ -</u>                     |

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

| Program Revenues   |                                    |                                  | Net (Expense) Revenue and Changes in Net Position |                          |                       |   |
|--|------------------------------------|----------------------------------|---|--------------------------|-----------------------|---|
| Charges for Services   | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government                                |                          |                       | Component Unit<br>Homes for Good Housing Agency |
|  |                                    |                                  | Governmental Activities                           | Business-type Activities | Total                 |   |
| \$ 14,606,298  | \$ 24,911,775                      | \$ -                             | \$ (11,384,496)                                   | \$ -                     | \$ (11,384,496)       |   |
| 40,431,923   | 15,451,792                         | -                                | (47,284,713)                                      | -                        | (47,284,713)          |   |
| 47,699,498   | 105,672,504                        | -                                | (12,040,092)                                      | -                        | (12,040,092)          |   |
| 3,109,379  | 641,626                            | -                                | (415,437)   | -                        | (415,437)             |   |
| 5,990,414  | 40,039,749                         | -                                | 2,418,479   | -                        | 2,418,479             |   |
| 835,440  | 2,514,093                          | -                                | (3,204,522)                                       | -                        | (3,204,522)           |   |
| -  | -                                  | -                                | (3,792,059)                                       | -                        | (3,792,059)           |   |
| <u>112,672,952</u>   | <u>189,231,539</u>                 | <u>-</u>                         | <u>(75,702,840)</u>                               | <u>-</u>                 | <u>(75,702,840)</u>   |   |
| 4,936,058  | 53,167                             | -                                | -   | 1,022,041                | 1,022,041             |   |
| 24,596,147   | 1,980                              | -                                | -   | 4,012,877                | 4,012,877             |   |
| 165,182  | -                                  | -                                | -   | (77,695)                 | (77,695)              |   |
| <u>8,438,243</u>   | <u>1,162,853</u>                   | <u>-</u>                         | <u>-</u>  | <u>1,716,927</u>         | <u>1,716,927</u>      |   |
| <u>38,135,630</u>  | <u>1,218,000</u>                   | <u>-</u>                         | <u>-</u>  | <u>6,674,150</u>         | <u>6,674,150</u>      |   |
| <u>\$ 150,808,582</u>  | <u>\$ 190,449,539</u>              | <u>\$ -</u>                      | <u>(75,702,840)</u>                               | <u>6,674,150</u>         | <u>(69,028,691)</u>   |   |
| <u>\$ 47,211,139</u>   | <u>\$ 21,399,922</u>               | <u>\$ 2,650,759</u>              |   |                          |                       | <u>\$ 13,070,613</u>                            |
| General Revenues:  |                                    |                                  |   |                          |                       |   |
| Property taxes   |                                    |                                  | 70,376,652  | -                        | 70,376,652            | -   |
| Transient room taxes   |                                    |                                  | 6,607,176   | 3,364,001                | 9,971,177             | -   |
| Car rental taxes   |                                    |                                  | 3,258,675   | -                        | 3,258,675             | -   |
| O&C timber receipts  |                                    |                                  | 3,886,383   | -                        | 3,886,383             | -   |
| Unrestricted investment earnings (losses)                    |                                    |                                  | (2,861,041)                                       | (585,220)                | (3,446,261)           | -   |
| Grants and contributions not restricted to specific programs |                                    |                                  | 6,841,868   | -                        | 6,841,868             | -   |
| Transfers  |                                    |                                  | <u>89,856</u>                                     | <u>(89,856)</u>          | <u>-</u>              | <u>-</u>  |
| Total general revenues and transfers                         |                                    |                                  | <u>88,199,569</u>                                 | <u>2,688,925</u>         | <u>90,888,494</u>     | <u>-</u>  |
| Change in net position                                       |                                    |                                  | 12,496,729  | 9,363,075                | 21,859,804            | 13,070,613                                      |
| Net position, June 30, 2021, previously reported             |                                    |                                  | 352,366,028                                       | 76,377,357               | 428,743,385           | 94,463,908                                      |
| Restatement (Note IV.H)                                      |                                    |                                  | <u>(708,965)</u>                                  | <u>-</u>                 | <u>(708,965)</u>      | <u>396,110</u>                                  |
| Net position, June 30, 2021, restated                        |                                    |                                  | <u>351,657,063</u>                                | <u>76,377,357</u>        | <u>428,034,420</u>    | <u>94,860,018</u>                               |
| Total net position, June 30, 2022                            |                                    |                                  | <u>\$ 364,153,792</u>                             | <u>\$ 85,740,432</u>     | <u>\$ 449,894,224</u> | <u>\$ 107,930,631</u>                           |

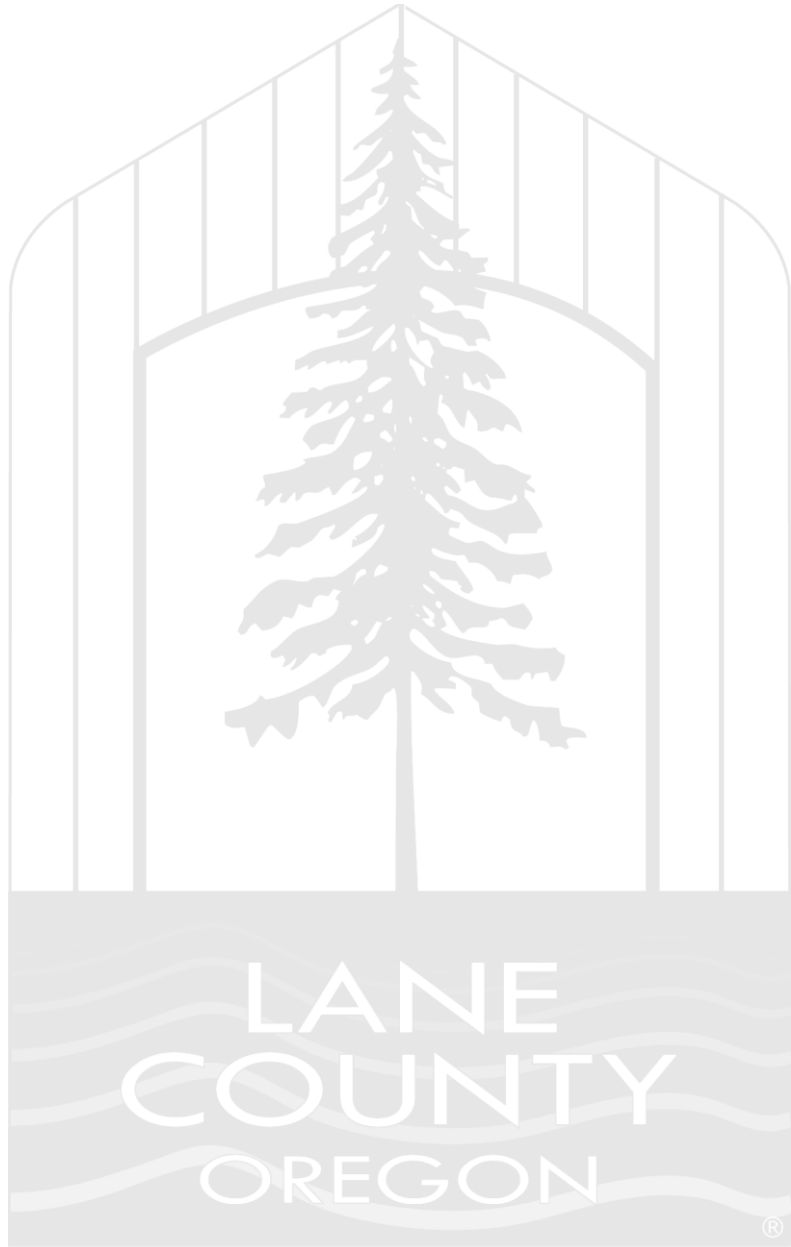
Lane County, Oregon  
**Balance Sheet**  
 Governmental Funds  
 June 30, 2022

|   | General       | Road          | COVID-19 Fund |
|---|---------------|---------------|---------------|
| <b>ASSETS</b>   |               |               |               |
| Cash and cash equivalents   | \$ 35,688,547 | \$ 70,332,459 | \$ 66,149,476 |
| Receivables (net of uncollectibles):                                |               |               |               |
| Investment earnings   | 157,469       | 157,235       | 121,946       |
| Property taxes  | 1,886,976     | -             | -             |
| Leases  | 34,801        | 322,171       | -             |
| Accounts  | 6,823,695     | 576,053       | -             |
| Intergovernmental   | 2,097,632     | 3,255,153     | -             |
| Interest on balances  | 7,657,167     | -             | -             |
| Inventories   | 215,453       | 1,471,102     | -             |
| Total assets  | \$ 54,561,740 | \$ 76,114,173 | \$ 66,271,422 |
| <b>LIABILITIES</b>  |               |               |               |
| Accounts payable  | \$ 407,400    | \$ 1,413,437  | \$ 955,803    |
| Wages and benefits payable  | 2,475,899     | 600,906       | -             |
| Due to other funds  | 1,172,883     | 396,412       | -             |
| Due to other governments  | 12,442        | -             | -             |
| Unearned revenue  | 2,615         | 20,045,240    | 65,632,920    |
| Customer deposits   | 68,045        | 1,105,014     | -             |
| Total liabilities   | 4,139,284     | 23,561,009    | 66,588,723    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                |               |               |               |
| Deferred inflows - leases   | 591,566       | 319,864       | -             |
| Deferred Inflows - other  | 14,925,100    | -             | -             |
| Total deferred inflows of resources                                 | 15,516,666    | 319,864       | -             |
| <b>FUND BALANCES</b>  |               |               |               |
| Nonspendable  | 215,453       | 1,471,102     | -             |
| Restricted  | -             | 19,910,732    | -             |
| Committed   | -             | -             | -             |
| Assigned  | -             | 30,851,466    | -             |
| Unassigned  | 34,690,337    | -             | (317,301)     |
| Total fund balances   | 34,905,790    | 52,233,300    | (317,301)     |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 54,561,740 | \$ 76,114,173 | \$ 66,271,422 |

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



| Special Revenue / Services | Intergovernmental Human Services | Health and Human Services | Local Option Tax Levy | Other Governmental Funds | Total Governmental Funds |
|----------------------------|----------------------------------|---------------------------|-----------------------|--------------------------|--------------------------|
| \$ 16,374,818              | \$ 1,807,866                     | \$ 52,301,646             | \$ 24,536,857         | \$ 18,796,446            | \$ 285,988,115           |
| 44,327                     | 5,661                            | 136,836                   | 81,875                | 61,891                   | 767,240                  |
| -                          | -                                | -                         | 745,288               | 28,262                   | 2,660,526                |
| -                          | -                                | 2,445                     | -                     | -                        | 359,417                  |
| 1,448,517                  | 327,155                          | 948,931                   | -                     | 326,220                  | 10,450,571               |
| 997,815                    | 4,940,416                        | 13,943,697                | 23,858                | 119,515                  | 25,378,086               |
| -                          | -                                | -                         | 144,332               | 3,361                    | 7,804,860                |
| -                          | -                                | 177,844                   | -                     | -                        | 1,864,399                |
| <u>\$ 18,865,477</u>       | <u>\$ 7,081,098</u>              | <u>\$ 67,511,399</u>      | <u>\$ 25,532,210</u>  | <u>\$ 19,335,695</u>     | <u>\$ 335,273,214</u>    |
| \$ 2,120,780               | \$ 3,614,529                     | \$ 2,861,559              | \$ 431,828            | \$ 2,893,504             | \$ 14,698,840            |
| 325,408                    | 214,535                          | 2,497,515                 | 493,310               | 94,781                   | 6,702,354                |
| 205,278                    | 124,870                          | 1,471,956                 | 301,834               | 53,807                   | 3,727,040                |
| -                          | -                                | -                         | -                     | -                        | 12,442                   |
| 29,866                     | -                                | -                         | -                     | -                        | 85,710,641               |
| -                          | -                                | -                         | -                     | 8,800                    | 1,181,859                |
| <u>2,681,332</u>           | <u>3,953,934</u>                 | <u>6,831,030</u>          | <u>1,226,972</u>      | <u>3,050,892</u>         | <u>112,033,176</u>       |
| -                          | -                                | 2,427                     | -                     | 686,705                  | 1,600,562                |
| -                          | -                                | -                         | 792,263               | 26,476                   | 15,743,839               |
| -                          | -                                | 2,427                     | 792,263               | 713,181                  | 17,344,401               |
| -                          | -                                | 177,844                   | -                     | -                        | 1,864,399                |
| 10,985,022                 | -                                | 34,833,906                | 23,338,551            | 8,378,607                | 97,446,818               |
| -                          | -                                | -                         | -                     | 23,211                   | 23,211                   |
| 5,199,123                  | 3,127,164                        | 25,666,192                | 174,424               | 7,169,804                | 72,188,173               |
| -                          | -                                | -                         | -                     | -                        | 34,373,036               |
| <u>16,184,145</u>          | <u>3,127,164</u>                 | <u>60,677,942</u>         | <u>23,512,975</u>     | <u>15,571,622</u>        | <u>205,895,637</u>       |
| <u>\$ 18,865,477</u>       | <u>\$ 7,081,098</u>              | <u>\$ 67,511,399</u>      | <u>\$ 25,532,210</u>  | <u>\$ 19,335,695</u>     | <u>\$ 335,273,214</u>    |



Lane County, Oregon

**Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Position**

June 30, 2022

Total fund balances - governmental funds \$ 205,895,637

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

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. \$ 28,464,379

An adjustment is required to eliminate the change in net position of internal service funds back to the governmental activities that helped finance them. The adjustment related to enterprise activities is required in this reconciliation. (16,040,204) 12,424,175

Capital assets are not financial resources in governmental funds, but are reported in the statement of net position at their depreciable value:

|                                 |                      |             |
|---------------------------------|----------------------|-------------|
| Right to use lease assets, net  | 1,576,573            |             |
| Land                            | 24,142,092           |             |
| Construction in progress        | 11,590,305           |             |
| Buildings and land improvements | 213,157,755          |             |
| Equipment and furniture         | 24,106,289           |             |
| Infrastructure                  | <u>372,273,348</u>   |             |
| Total capital assets            | 646,846,362          |             |
| Less accumulated depreciation   | <u>(294,068,933)</u> | 352,777,429 |

Prepaid expenses are not financial assets in governmental funds, but are reported in the statement of net position. 766,869

Certain assets will be collected after year-end but are not available soon enough to pay for the current period's expenditures, and therefore are deferred inflows of resources in governmental funds:

|   |                   |            |
|---|-------------------|------------|
| Receivables:  |                   |            |
| Property taxes and interest - general fund                        | 2,138,775         |            |
| Property taxes and interest - public safety local option tax levy | 818,739           |            |
| Court fines   | <u>12,786,325</u> | 15,743,839 |
| Road assessments - unearned                                       |                   | 21,336     |

Deferred amounts on refunded debt in governmental funds are expensed in the year paid, but are capitalized on the statement of net position as deferred outflows of resources and amortized over the life of the debt. 556,703

|                             |              |
|-----------------------------|--------------|
| Deferred inflows - pension  | (97,678,002) |
| Deferred outflows - pension | 67,345,093   |
| Deferred inflows - OPEB     | (8,464,426)  |
| Deferred outflows - OPEB    | 12,787,073   |

Certain liabilities are not due and payable in the current period and are therefore not reported in governmental funds:

|  |                     |                      |
|--|---------------------|----------------------|
| Lease liability                              | (1,595,117)         |                      |
| Net pension liability                        | (113,802,651)       |                      |
| Total OPEB liability, net of OPEB asset      | (54,007,244)        |                      |
| Compensated absences payable                 | (8,835,563)         |                      |
| Interest payable                             | (164,309)           |                      |
| Notes payable                                | (3,810,481)         |                      |
| Bonds payable, net of premiums and discounts | <u>(15,806,569)</u> | <u>(198,021,934)</u> |

Net Position - governmental activities \$ 364,153,792

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

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

Governmental Funds

For the Fiscal Year Ended June 30, 2022

|  | General              | Road                 | COVID-19 Fund       | Special Revenue /<br>Services |
|--|----------------------|----------------------|---------------------|-------------------------------|
| <b>REVENUES</b>  |                      |                      |                     |                               |
| Taxes and assessments, net of refunds                        | \$ 51,956,956        | \$ 3,936             | \$ -                | \$ 5,299,539                  |
| Licenses and permits   | 1,260,367            | 164,627              | -                   | -                             |
| Intergovernmental  | 19,819,331           | 41,701,255           | 21,614,277          | 19,368,364                    |
| Sale and rental of property                                  | 364,068              | 1,283,757            | -                   | 342,804                       |
| Charges for services   | 3,241,177            | 1,306,681            | -                   | 2,127,856                     |
| Fines, forfeitures and penalties                             | 519,614              | -                    | -                   | 123,818                       |
| Administrative and facility charges                          | 2,060,914            | 1,236,076            | -                   | 1,095,186                     |
| Investment earnings (losses)                                 | (2,292,243)          | (620,762)            | (453,508)           | (180,150)                     |
| Total revenues   | <u>76,930,184</u>    | <u>45,075,570</u>    | <u>21,160,769</u>   | <u>28,177,417</u>             |
| <b>EXPENDITURES</b>  |                      |                      |                     |                               |
| Current:   |                      |                      |                     |                               |
| General government   | 14,158,725           | -                    | 21,614,277          | 865,585                       |
| Public safety  | 48,723,678           | -                    | -                   | 19,058,472                    |
| Public health and welfare                                    | -                    | -                    | -                   | 11,038                        |
| Parks  | -                    | -                    | -                   | 12,224                        |
| Roads and bridges  | -                    | 29,034,522           | -                   | 7,889                         |
| Community development  | 103,676              | -                    | -                   | 6,438,965                     |
| Debt service:  |                      |                      |                     |                               |
| Principal  | -                    | -                    | -                   | -                             |
| Interest   | -                    | -                    | -                   | -                             |
| Bond issuance costs  | -                    | -                    | -                   | -                             |
| Capital outlay   | <u>1,275,512</u>     | <u>10,640,224</u>    | <u>-</u>            | <u>529,323</u>                |
| Total expenditures   | <u>64,261,591</u>    | <u>39,674,746</u>    | <u>21,614,277</u>   | <u>26,923,496</u>             |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>12,668,593</u>    | <u>5,400,824</u>     | <u>(453,508)</u>    | <u>1,253,921</u>              |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                      |                      |                     |                               |
| Proceeds from leases   | 524,653              | -                    | -                   | 448,615                       |
| Transfers in   | 4,355,382            | 588,765              | -                   | 1,839,157                     |
| Transfers out  | (17,959,105)         | (2,572,099)          | -                   | (2,507,087)                   |
| Bonds issued   | -                    | -                    | -                   | -                             |
| Bond premium   | -                    | -                    | -                   | -                             |
| Payment to refunded bond escrow agent                        | -                    | -                    | -                   | -                             |
| Total other financing sources (uses)                         | <u>(13,079,070)</u>  | <u>(1,983,334)</u>   | <u>-</u>            | <u>(219,315)</u>              |
| Net change in fund balances                                  | (410,477)            | 3,417,490            | (453,508)           | 1,034,606                     |
| Fund balance, June 30, 2021, previously reported             | 35,876,321           | 48,822,380           | 136,207             | 15,149,539                    |
| Restatement and reclassification (Note IV.H)                 | <u>(563,339)</u>     | <u>-</u>             | <u>-</u>            | <u>-</u>                      |
| Fund balance, June 30, 2021                                  | 35,312,982           | 48,822,380           | 136,207             | 15,149,539                    |
| Increase (decrease) in inventories                           | 3,285                | (6,570)              | -                   | -                             |
| Fund balance, June 30, 2022                                  | <u>\$ 34,905,790</u> | <u>\$ 52,233,300</u> | <u>\$ (317,301)</u> | <u>\$ 16,184,145</u>          |

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

| Intergovernmental<br>Human Services | Health and<br>Human Services | Local Option Tax<br>Levy | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|-------------------------------------|------------------------------|--------------------------|--------------------------------|--------------------------------|
| \$ -                                | \$ -                         | \$ 20,412,059            | \$ 3,300,292                   | \$ 80,972,782                  |
| -                                   | 1,261,352                    | -                        | 226,675                        | 2,913,021                      |
| 46,946,778                          | 94,923,583                   | 200,506                  | 4,466,591                      | 249,040,685                    |
| -                                   | 262,475                      | -                        | 1,950,164                      | 4,203,268                      |
| 289,014                             | 22,748,177                   | 14,202                   | 1,409,432                      | 31,136,539                     |
| -                                   | 303,930                      | -                        | 55,983                         | 1,003,345                      |
| 985,414                             | 5,157,425                    | 174,384                  | 4,518,504                      | 15,227,903                     |
| (22,105)                            | (421,710)                    | (314,460)                | (237,738)                      | (4,542,676)                    |
| <u>48,199,101</u>                   | <u>124,235,232</u>           | <u>20,486,691</u>        | <u>15,689,903</u>              | <u>379,954,867</u>             |
| -                                   | -                            | -                        | 4,823,364                      | 41,461,951                     |
| -                                   | -                            | 20,004,912               | 14,607                         | 87,801,669                     |
| 63,027,221                          | 117,966,446                  | 1,500,184                | 734,174                        | 183,239,063                    |
| -                                   | -                            | -                        | 3,836,452                      | 3,848,676                      |
| -                                   | -                            | -                        | 446,225                        | 29,488,636                     |
| -                                   | -                            | -                        | -                              | 6,542,641                      |
| -                                   | -                            | -                        | 2,354,771                      | 2,354,771                      |
| -                                   | -                            | -                        | 689,981                        | 689,981                        |
| -                                   | -                            | -                        | 179,350                        | 179,350                        |
| <u>1,928,314</u>                    | <u>1,599,237</u>             | <u>124,336</u>           | <u>23,046,378</u>              | <u>39,143,324</u>              |
| <u>64,955,535</u>                   | <u>119,565,683</u>           | <u>21,629,432</u>        | <u>36,125,302</u>              | <u>394,750,062</u>             |
| <u>(16,756,434)</u>                 | <u>4,669,549</u>             | <u>(1,142,741)</u>       | <u>(20,435,399)</u>            | <u>(14,795,195)</u>            |
| -                                   | 1,245,248                    | -                        | -                              | 2,218,516                      |
| 3,163,139                           | 12,444,557                   | -                        | 9,047,666                      | 31,438,666                     |
| (4,465,767)                         | (1,976,154)                  | -                        | (1,312,207)                    | (30,792,419)                   |
| -                                   | -                            | -                        | 7,415,000                      | 7,415,000                      |
| -                                   | -                            | -                        | 889,037                        | 889,037                        |
| -                                   | -                            | -                        | (6,115,598)                    | (6,115,598)                    |
| <u>(1,302,628)</u>                  | <u>11,713,651</u>            | <u>-</u>                 | <u>9,923,898</u>               | <u>5,053,202</u>               |
| (18,059,062)                        | 16,383,200                   | (1,142,741)              | (10,511,501)                   | (9,741,993)                    |
| 21,186,226                          | 26,390,257                   | 24,655,716               | 26,776,984                     | 198,993,630                    |
| -                                   | 17,953,740                   | -                        | (693,861)                      | 16,696,540                     |
| 21,186,226                          | 44,343,997                   | 24,655,716               | 26,083,123                     | 215,690,170                    |
| -                                   | (49,255)                     | -                        | -                              | (52,540)                       |
| <u>\$ 3,127,164</u>                 | <u>\$ 60,677,942</u>         | <u>\$ 23,512,975</u>     | <u>\$ 15,571,622</u>           | <u>\$ 205,895,637</u>          |

## Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

For the Fiscal Year Ended June 30, 2022

|  |                     |                   |
|--|---------------------|-------------------|
| Net change in fund balances - governmental funds   | \$                  | (9,741,993)       |
| Amounts reported for governmental activities in the statement of activities are different because:   |                     |                   |
| Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in internal service fund net position is included with governmental activities in the statement of activities:                             |                     |                   |
| Change in net position   | \$ 5,016,039        |                   |
| An adjustment is required to eliminate the change in net position of internal service funds back to the governmental activities that helped finance them. The adjustment related to enterprise activities is required in this reconciliation.                      |                     |                   |
|  | <u>(949,535)</u>    | 4,066,504         |
| Governmental funds report capital outlays as expenditures; in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation and amortization expense:  |                     |                   |
| Right to use lease assets, net   | 1,576,573           |                   |
| Construction in progress   | 8,257,649           |                   |
| Buildings and land improvements  | 17,254,805          |                   |
| Equipment and furniture  | 1,304,193           |                   |
| Infrastructure   | 9,571,895           |                   |
| Depreciation expense   | <u>(12,169,549)</u> | 25,795,566        |
| The net effect of various miscellaneous transactions involving capital assets (sales and dispositions, trade-ins, and donations)   |                     |                   |
|  |                     | (8,202,803)       |
| Governmental funds do not report prepaid expenses and deposits; in the statement of activities prepayments are expensed when incurred.   |                     |                   |
|  |                     | (116,724)         |
| Certain revenues may not be collected for several months after year end; they are not considered "available" and are deferred inflows of resources in the governmental funds:  |                     |                   |
| Receivables:   |                     |                   |
| Property taxes   | 253,586             |                   |
| Court fines  | <u>3,764,403</u>    | 4,017,989         |
| The issuance of long-term debt (notes, bonds, leases) provides current financial resources to governmental funds; the repayment of long-term debt consumes current financial resources in the governmental funds. Current period long-term debt transactions were: |                     |                   |
| Lease liability  | (1,595,117)         |                   |
| Bond proceeds - 2022R refunding bond   | (7,415,000)         |                   |
| Bond premium - 2022R refunding bond  | (889,037)           |                   |
| Payment to refunded bond 2011  | 6,115,598           |                   |
| Note principal payments  | 219,771             |                   |
| Bond principal payments  | <u>2,135,000</u>    | (1,428,785)       |
| Increase (decrease) in inventory in governmental funds   |                     |                   |
|  |                     | (52,547)          |
| Note and bond premiums and discounts are reported in governmental funds in the year received or paid, but are capitalized on the statement of net position and amortized over the life of the notes and bonds:   |                     |                   |
| Bond premium amortization  | 153,038             |                   |
| Deferred outflows of resources - deferred amounts on refunding bonds   | <u>(135,774)</u>    | 17,264            |
| Conversion of reporting pension and OPEB information to a full accrual basis of accounting:  |                     |                   |
| Pension expense (governmental funds only)  | 5,616,660           |                   |
| OPEB expense (governmental funds only)   | (10,943,530)        |                   |
| Miscellaneous Fees/Reimbursement OPEB payment (governmental funds only)  | <u>3,561,662</u>    | (1,765,208)       |
| Some items 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:   |                     |                   |
| Decrease (increase) in accrued interest  | (75,157)            |                   |
| Decrease (increase) in accrued compensated benefits  | <u>(17,377)</u>     | (92,534)          |
| Change in net position - governmental activities   | \$                  | <u>12,496,729</u> |

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

Lane County, Oregon  
**Statement of Fund Net Position**  
Proprietary Funds  
June 30, 2022

|   | Business-Type Activities - Enterprise Funds |                     |                      |                      | Governmental<br>Activities -<br>Internal Service<br>Funds |
|---|---|---------------------|----------------------|----------------------|---|
|   | Solid Waste                                 | Land                | Other Enterprise     | Total Enterprise     |   |
|   | Disposal                                    | Management          | Funds                | Funds                |   |
| <b>ASSETS</b>   |   |                     |                      |                      |   |
| <u>Current assets</u>   |   |                     |                      |                      |   |
| Cash and cash equivalents   | \$ 32,106,471                               | \$ 10,338,444       | \$ 7,984,256         | \$ 50,429,171        | \$ 68,903,486   |
| Receivables (net of uncollectibles):  |   |                     |                      |                      |   |
| Investment earnings   | 102,868                                     | 26,890              | 19,769               | 149,527              | 219,913   |
| Accounts  | 1,832,077                                   | 43,451              | 994,272              | 2,869,800            | 144,107   |
| Leases receivable   | 23,672                                      | -                   | -                    | 23,672               | -   |
| Intergovernmental   | -   | -                   | -                    | -                    | 3,987   |
| Due from other funds  | -   | -                   | -                    | -                    | 4,306,426   |
| Inventories   | -   | -                   | -                    | -                    | 1,428,770   |
| Prepays   | 6,586                                       | 5,775               | 46,504               | 58,865               | 766,348   |
| Total current assets  | <u>34,071,674</u>                           | <u>10,414,560</u>   | <u>9,044,801</u>     | <u>53,531,035</u>    | <u>75,773,037</u>   |
| <u>Noncurrent assets</u>  |   |                     |                      |                      |   |
| Leases receivable   | 20,125                                      | -                   | -                    | 20,125               | -   |
| Deposits  | -   | -                   | -                    | -                    | 235,000   |
| Net OPEB asset - RHIA   | 126,432                                     | 59,420              | 19,391               | 205,243              | 138,758   |
| Leased assets:  |   |                     |                      |                      |   |
| Right to use lease assets   | 5,987                                       | -                   | -                    | 5,987                | 92,325  |
| Accumulated amortization  | (3,991)                                     | -                   | -                    | (3,991)              | (39,568)  |
| Capital assets:   |   |                     |                      |                      |   |
| Land  | 11,911,610                                  | -                   | 919,328              | 12,830,938           | -   |
| Buildings and land improvements   | 22,735,552                                  | 100,697             | 24,503,787           | 47,340,036           | 980,231   |
| Equipment and furniture   | 6,160,261                                   | 209,095             | 1,947,298            | 8,316,654            | 39,359,603  |
| Construction in progress  | 20,107,341                                  | 18,474              | 1,120,055            | 21,245,870           | 101,858   |
| Accumulated depreciation  | (21,229,895)                                | (179,322)           | (22,365,384)         | (43,774,601)         | (23,868,372)  |
| Total noncurrent assets   | <u>39,833,422</u>                           | <u>208,364</u>      | <u>6,144,475</u>     | <u>46,186,261</u>    | <u>16,999,835</u>   |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>   |   |                     |                      |                      |   |
| Pension plan  | 3,581,358                                   | 1,712,823           | 389,278              | 5,683,459            | 291,214,819   |
| OPEB - RHIA   | 20,845                                      | 6,839               | 3,544                | 31,228               | 20,749  |
| OPEB - county plan  | 806,572                                     | 256,911             | 159,026              | 1,222,509            | 818,883   |
| Total deferred outflows of resources  | <u>4,408,775</u>                            | <u>1,976,573</u>    | <u>551,848</u>       | <u>6,937,196</u>     | <u>292,054,451</u>  |
| Total assets and deferred outflows of resources   | <u>78,313,871</u>                           | <u>12,599,497</u>   | <u>15,741,124</u>    | <u>106,654,492</u>   | <u>384,827,323</u>  |
| <b>LIABILITIES</b>  |   |                     |                      |                      |   |
| <u>Current liabilities</u>  |   |                     |                      |                      |   |
| Accounts payable  | 3,048,085                                   | 158,818             | 117,419              | 3,324,322            | 2,922,673   |
| Wages and benefits payable  | 294,292                                     | 173,828             | 48,778               | 516,898              | 1,854,336   |
| Compensated absences payable  | 464,879                                     | 239,202             | 65,519               | 769,600              | 748,589   |
| Claims payable  | -   | -                   | -                    | -                    | 4,937,000   |
| Due to other funds  | 196,500                                     | 105,617             | 29,825               | 331,942              | 247,444   |
| Interest payable  | -   | -                   | -                    | -                    | 314,150   |
| Unearned revenue  | 1,989                                       | -                   | 152,716              | 154,705              | -   |
| Customer deposits   | -   | -                   | 59,137               | 59,137               | 6,227   |
| Leases payable  | -   | -                   | -                    | -                    | 39,944  |
| Bonds payable   | -   | -                   | -                    | -                    | 10,827,426  |
| Total current liabilities   | <u>4,005,745</u>                            | <u>677,465</u>      | <u>473,394</u>       | <u>5,156,604</u>     | <u>21,897,789</u>   |
| <u>Noncurrent liabilities</u>   |   |                     |                      |                      |   |
| Total OPEB liability  | 3,569,805                                   | 1,298,045           | 596,293              | 5,464,143            | 3,787,705   |
| Net pension liability   | 6,755,593                                   | 2,479,025           | 877,086              | 10,111,704           | 9,489,092   |
| Leases payable  | -   | -                   | -                    | -                    | 13,444  |
| Bonds payable (net of unamortized discounts)  | -   | -                   | -                    | -                    | 313,621,592   |
| Landfill closure and postclosure care liability   | 7,107,974                                   | -                   | -                    | 7,107,974            | -   |
| Total noncurrent liabilities  | <u>17,433,372</u>                           | <u>3,777,070</u>    | <u>1,473,379</u>     | <u>22,683,821</u>    | <u>326,911,833</u>  |
| <b>DEFERRED INFLOWS OF RESOURCES</b>  |   |                     |                      |                      |   |
| Leases  | 43,552                                      | -                   | -                    | 43,552               | -   |
| Pension plan  | 5,194,437                                   | 2,484,296           | 564,613              | 8,243,346            | 7,001,197   |
| OPEB - RHIA   | 62,449                                      | 30,573              | 8,911                | 101,933              | 68,787  |
| OPEB - county plan  | 440,183                                     | 224,407             | 60,417               | 725,007              | 483,338   |
| Total deferred inflows of resources   | <u>5,740,621</u>                            | <u>2,739,276</u>    | <u>633,941</u>       | <u>9,113,838</u>     | <u>7,553,322</u>  |
| Total liabilities and deferred inflows of resources   | <u>27,179,738</u>                           | <u>7,193,811</u>    | <u>2,580,714</u>     | <u>36,954,263</u>    | <u>356,362,944</u>  |
| <b>NET POSITION</b>   |   |                     |                      |                      |   |
| Net investment in capital assets  | 39,686,865                                  | 148,944             | 6,125,084            | 45,960,893           | 16,573,320  |
| Restricted  | 7,107,974                                   | -                   | -                    | 7,107,974            | -   |
| Unrestricted  | 4,339,294                                   | 5,256,742           | 7,035,326            | 16,631,362           | 11,891,059  |
| Total net position  | <u>\$ 51,134,133</u>                        | <u>\$ 5,405,686</u> | <u>\$ 13,160,410</u> | <u>69,700,229</u>    | <u>\$ 28,464,379</u>                                      |
|   |   |                     |                      | 16,040,203           |   |
| Adjustment to reflect consolidation of internal service fund activities related to enterprise funds |   |                     |                      |                      |   |
| Net position of business-type activities  |   |                     |                      | <u>\$ 85,740,432</u> |   |

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

**Statement of Revenues, Expenses, and Changes in Fund Net Position**

Proprietary Funds

For the Fiscal Year Ended June 30, 2022

|  | Business-Type Activities - Enterprise Funds |                     |                      |                     | Governmental<br>Activities -<br>Internal Service<br>Funds |
|--|---|---------------------|----------------------|---------------------|---|
|  | Solid Waste                                 | Land                | Other                | Total Enterprise    |   |
|  | Disposal                                    | Management          | Enterprise<br>Funds  | Funds               |   |
| <b>OPERATING REVENUES</b>  |   |                     |                      |                     |   |
| Licenses and permits   | \$ -  | \$ 2,591,150        | \$ -                 | \$ 2,591,150        | \$ -  |
| Sale and rental of property  | 1,452,431                                   | 67                  | 1,026,293            | 2,478,791           | 30,989  |
| Charges for services   | 22,979,167                                  | 3,372,755           | 2,147,510            | 28,499,432          | 114,125,767   |
| Fines, forfeitures and penalties   | -   | 24,532              | -                    | 24,532              | -   |
| Administrative and facility charges  | 102,879                                     | 2,449,740           | 1,927,438            | 4,480,057           | 967,272   |
| Total operating revenues   | <u>24,534,477</u>                           | <u>8,438,244</u>    | <u>5,101,241</u>     | <u>38,073,962</u>   | <u>115,124,028</u>  |
| <b>OPERATING EXPENSES</b>  |   |                     |                      |                     |   |
| Personnel services   | 9,909,729                                   | 5,337,364           | 1,396,246            | 16,643,339          | 13,020,585  |
| Materials and services   | 8,623,998                                   | 2,757,306           | 2,478,402            | 13,859,706          | 91,652,315  |
| Landfill closure and postclosure care costs  | 761,245                                     | -                   | -                    | 761,245             | -   |
| Amortization expense - leases  | 3,991                                       | -                   | -                    | 3,991               | 39,568  |
| Depreciation   | 1,884,775                                   | 18,434              | 457,511              | 2,360,720           | 2,705,291   |
| Total operating expenses   | <u>21,183,738</u>                           | <u>8,113,104</u>    | <u>4,332,159</u>     | <u>33,629,001</u>   | <u>107,417,759</u>  |
| Operating income (loss)  | <u>3,350,739</u>                            | <u>325,140</u>      | <u>769,082</u>       | <u>4,444,961</u>    | <u>7,706,269</u>  |
| <b>NONOPERATING REVENUES (EXPENSES)</b>  |   |                     |                      |                     |   |
| Taxes and assessments, net of refunds  | -   | -                   | 3,364,001            | 3,364,001           | -   |
| Intergovernmental  | 48,300                                      | 1,162,853           | 53,167               | 1,264,320           | 1,287,336   |
| Investment earnings (losses)   | (401,434)                                   | (104,478)           | (79,310)             | (585,222)           | (454,366)   |
| Interest expense   | -   | -                   | -                    | -                   | (3,044,186)   |
| Interest expense - leases  | (13)  | -                   | -                    | (13)                | (391)   |
| Bond issuance costs  | -   | -                   | -                    | -                   | (250,517)   |
| Gain (loss) on capital asset disposal  | 15,350                                      | -                   | -                    | 15,350              | 273,981   |
| Total nonoperating revenues (expenses)   | <u>(337,797)</u>                            | <u>1,058,375</u>    | <u>3,337,858</u>     | <u>4,058,436</u>    | <u>(2,188,143)</u>  |
| Income (loss) before contributions and transfers   | 3,012,942                                   | 1,383,515           | 4,106,940            | 8,503,397           | 5,518,126   |
| Capital contributions  | -   | -                   | -                    | -                   | 54,303  |
| Transfers in   | -   | 136,132             | -                    | 136,132             | 248,603   |
| Transfers out  | (64,019)                                    | (4,825)             | (157,144)            | (225,988)           | (804,993)   |
| Change in net position   | 2,948,923                                   | 1,514,822           | 3,949,796            | 8,413,541           | 5,016,039   |
| Total net position, June 30, 2021  | <u>48,185,210</u>                           | <u>3,890,864</u>    | <u>9,210,614</u>     |                     | <u>23,448,340</u>   |
| Total net position, June 30, 2022  | <u>\$ 51,134,133</u>                        | <u>\$ 5,405,686</u> | <u>\$ 13,160,410</u> |                     | <u>\$ 28,464,379</u>                                      |
| Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds. |   |                     |                      | 949,534             |   |
| Change in net position of business-type activities   |   |                     |                      | <u>\$ 9,363,075</u> |   |

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



Lane County, Oregon  
**Statement of Cash Flows**  
 Proprietary Funds  
 For the Fiscal Year Ended June 30, 2022

|   | Business-Type Activities - Enterprise Funds |                      |                     |                      | Governmental<br>Activities - Internal<br>Service Funds |
|---|---|----------------------|---------------------|----------------------|--|
|   | Solid Waste                                 | Land                 | Other Enterprise    | Total Enterprise     |  |
|   | Disposal                                    | Management           | Funds               | Funds                |  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |   |                      |                     |                      |  |
| Receipts from customers and users   | \$ 25,905,565                               | \$ 8,383,537         | \$ 3,822,180        | \$ 38,111,282        | \$ 17,799,152  |
| Receipts from facilities rent   | 1,452,431                                   | 67                   | 1,026,293           | 2,478,791            | 30,989   |
| Receipts from interfund services  | -   | -                    | -                   | -                    | 96,788,497   |
| Payments to employees   | (5,671,222)                                 | (3,168,581)          | (829,793)           | (9,669,596)          | (7,883,477)  |
| Payments to suppliers   | (4,529,095)                                 | (2,007,123)          | (2,382,375)         | (8,918,593)          | (90,870,633)   |
| Payments for interfund services   | (7,605,098)                                 | (2,714,519)          | (610,965)           | (10,930,582)         | (6,117,180)  |
| Net cash provided by (used for) operating activities  | <u>9,552,581</u>                            | <u>493,381</u>       | <u>1,025,340</u>    | <u>11,071,302</u>    | <u>9,747,348</u>                                       |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>  |   |                      |                     |                      |  |
| Intergovernmental subsidies   | 48,300                                      | 1,162,853            | 53,167              | 1,264,320            | 1,325,248  |
| Proceeds from bond issuance   | -   | -                    | -                   | -                    | 286,638,289  |
| Lump sum payment to PERS  | -   | -                    | -                   | -                    | (286,387,771)  |
| Bond issuance costs   | -   | -                    | -                   | -                    | (250,518)  |
| Principal paid on pension bonds   | -   | -                    | -                   | -                    | (5,515,000)  |
| Interest paid on pension bonds  | -   | -                    | -                   | -                    | (2,969,476)  |
| Transfers in  | -   | 136,132              | -                   | 136,132              | 516,296  |
| Transfers out   | (64,019)                                    | -                    | (157,144)           | (221,163)            | (1,077,512)  |
| Net cash provided by (used for) noncapital financing activities   | <u>(15,719)</u>                             | <u>1,298,985</u>     | <u>(103,977)</u>    | <u>1,179,289</u>     | <u>(7,720,444)</u>                                     |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>   |   |                      |                     |                      |  |
| Transient room tax  | -   | -                    | 3,364,001           | 3,364,001            | -  |
| Proceeds from sale of property  | 15,350                                      | -                    | -                   | 15,350               | 341,468  |
| Interest paid on leases   | -   | -                    | -                   | -                    | (23)   |
| Purchases of capital assets   | (12,710,323)                                | -                    | (140,350)           | (12,850,673)         | (2,837,458)  |
| Net cash provided by (used for) capital and related financing activities                                  | <u>(12,694,973)</u>                         | <u>-</u>             | <u>3,223,651</u>    | <u>(9,471,322)</u>   | <u>(2,496,013)</u>                                     |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |   |                      |                     |                      |  |
| Investment earnings and purchases   | (280,795)                                   | (81,624)             | (70,705)            | (433,124)            | (184,412)  |
| Lease payments  | (6,000)                                     | -                    | -                   | (6,000)              | (39,328)   |
| Net cash provided by (used for) investing activities  | <u>(286,795)</u>                            | <u>(81,624)</u>      | <u>(70,705)</u>     | <u>(439,124)</u>     | <u>(223,740)</u>                                       |
| Net increase (decrease) in cash and cash equivalents  | (3,444,906)                                 | 1,710,742            | 4,074,309           | 2,340,145            | (692,849)  |
| Cash and cash equivalents, June 30, 2021  | 35,551,377                                  | 8,627,702            | 3,909,947           | 48,089,026           | 69,596,335   |
| Cash and cash equivalents, June 30, 2022  | <u>\$ 32,106,471</u>                        | <u>\$ 10,338,444</u> | <u>\$ 7,984,256</u> | <u>\$ 50,429,171</u> | <u>\$ 68,903,486</u>                                   |
| <b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b> |   |                      |                     |                      |  |
| Operating income (loss)   | \$ 3,350,739                                | \$ 325,140           | \$ 769,082          | \$ 4,444,961         | \$ 7,706,269   |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: |   |                      |                     |                      |  |
| Landfill closure and postclosure care costs   | 761,245                                     | -                    | -                   | 761,245              | -  |
| Depreciation and amortization   | 1,888,767                                   | 18,434               | 457,511             | 2,364,712            | 2,744,861  |
| (Increase) decrease in receivables  | 2,867,316                                   | (54,640)             | (218,158)           | 2,594,518            | (8,722)  |
| (Increase) decrease in leases receivable  | (43,797)                                    | -                    | -                   | (43,797)             | -  |
| (Increase) decrease in due from other funds   | -   | -                    | -                   | -                    | (496,668)  |
| (Increase) decrease in inventories  | -   | -                    | -                   | -                    | (235,335)  |
| (Increase) decrease in prepaids   | (2,416)                                     | (4,820)              | (4,893)             | (12,129)             | (12,485)   |
| Increase (decrease) in accounts payable   | 552,824                                     | 34,115               | 3,992               | 590,931              | (242,184)  |
| Increase (decrease) in wages and benefits payable   | 25,394                                      | 48,173               | 14,312              | 87,879               | 130,038  |
| Increase (decrease) in compensated absences payable   | (42,980)                                    | 19,277               | 3,741               | (19,962)             | 12,080   |
| Increase (decrease) in due to other funds   | 12,865                                      | 27,381               | 6,746               | 46,992               | 18,008   |
| Increase (decrease) in unearned revenue   | -   | -                    | 52,002              | 52,002               | -  |
| Increase (decrease) in customer deposits  | -   | -                    | (86,612)            | (86,612)             | -  |
| Increase (decrease) in leases payable   | -   | -                    | -                   | -                    | 53,388   |
| Increase (decrease) in total OPEB liability   | (711,493)                                   | (362,722)            | (97,657)            | (1,171,872)          | (781,247)  |
| Increase (decrease) in net pension liability  | (5,665,413)                                 | (2,530,506)          | (686,359)           | (8,882,278)          | (7,625,621)  |
| Increase (decrease) in deferred inflows   | 5,098,818                                   | 2,526,375            | 549,322             | 8,174,515            | 6,562,451  |
| (Increase) decrease in deferred outflows  | 1,460,712                                   | 447,174              | 262,311             | 2,170,197            | 1,922,515  |
| Net cash provided by (used for) operating activities  | <u>\$ 9,552,581</u>                         | <u>\$ 493,381</u>    | <u>\$ 1,025,340</u> | <u>\$ 11,071,302</u> | <u>\$ 9,747,348</u>                                    |
| <b>Noncash investing, capital, and financing activities:</b>  |   |                      |                     |                      |  |
| Net contributions of capital assets (to) from governmental funds  | \$ -  | \$ -                 | \$ -                | \$ -                 | \$ 54,303  |
| Net transfers of capital assets (to) from other proprietary funds   | -   | (4,826)              | -                   | (4,826)              | 4,826  |
| Increase (decrease) in fair value of investments  | (658,727)                                   | (172,191)            | (126,591)           | (957,509)            | (1,403,490)  |

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

Lane County, Oregon

**Statement of Fiduciary Net Position**

Custodial Funds

June 30, 2022

|   | <u>Total Custodial<br/>Funds</u> |
|---|----------------------------------|
| <b>ASSETS</b>                                     |                                  |
| Cash and cash equivalents                         | \$ 9,400,024                     |
| Receivables (net of uncollectibles):              |                                  |
| Taxes for other governments                       | 20,563,753                       |
| Accounts  | <u>3,192,486</u>                 |
| Total assets                                      | <u>33,156,263</u>                |
| <b>LIABILITIES</b>                                |                                  |
| Due to local governments                          | <u>26,983,622</u>                |
| Total liabilities                                 | <u>26,983,622</u>                |
| <b>NET POSITION</b>                               |                                  |
| Restricted for:                                   |                                  |
| Individuals, organizations, and other governments | <u>\$ 6,172,641</u>              |

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

Lane County, Oregon

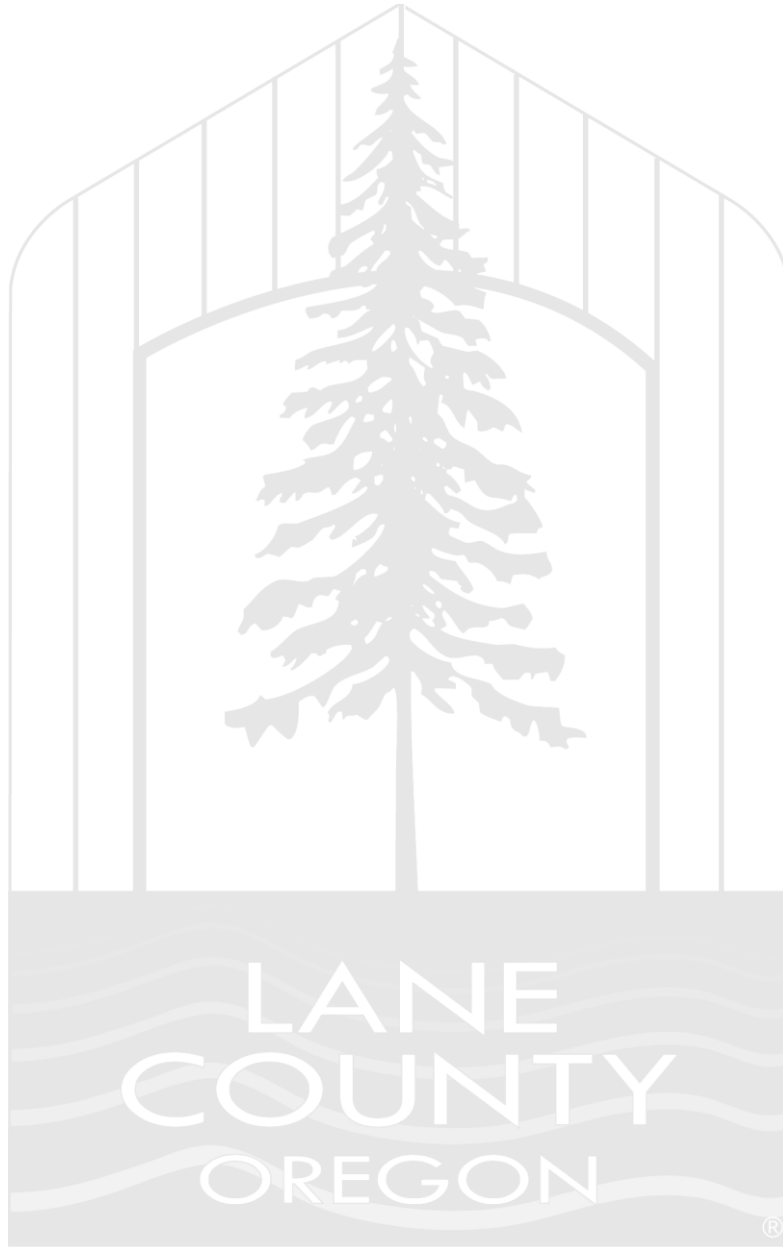
**Statement of Changes in Fiduciary Net Position**

Custodial Funds

For the fiscal year ended June 30, 2022

|  | <u>Total Custodial<br/>Funds</u> |
|--|----------------------------------|
| <b>ADDITIONS</b>                               |                                  |
| Tax collections for other governments          | \$ 539,214,929                   |
| Fee collections for other governments          | 4,642,560                        |
| Miscellaneous                                  | <u>12,283,574</u>                |
| Total additions                                | <u>556,141,063</u>               |
| <b>DEDUCTIONS</b>                              |                                  |
| Tax collections disbursed to other governments | 543,857,489                      |
| Miscellaneous                                  | <u>10,696,519</u>                |
| Total Deductions                               | <u>554,554,008</u>               |
| Change in fiduciary net position               | 1,587,055                        |
| Net position - beginning of year               | <u>4,585,586</u>                 |
| Net position - end of year                     | <u>\$ 6,172,641</u>              |

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



# NOTES TO BASIC FINANCIAL STATEMENTS

## INDEX

|  | <u>Page(s)</u> |
|--|----------------|
| I. <u>Summary of significant accounting policies</u>   |                |
| A. Reporting entity  | 45 – 46        |
| B. Government-wide and fund financial statements   | 47             |
| C. Measurement focus, basis of accounting, and basis of presentation                             | 47 – 49        |
| D. Assets, liabilities, and deferred outflows/inflows of resources and net position/fund balance |                |
| 1. Pooled cash and investments   | 50             |
| 2. Receivables and payables  | 50 – 51        |
| 3. Unearned Revenue  | 51             |
| 4. Inventories and prepaid items   | 51             |
| 5. Capital assets  | 51 – 52        |
| 6. Compensated absences  | 52             |
| 7. Long-term obligations, bond discounts and premiums  | 52             |
| 8. Pensions  | 52 – 53        |
| 9. Other postemployment benefits   | 53             |
| 10. Deferred outflows/inflows of resources   | 53             |
| 11. Leases   | 53             |
| 12. Net position   | 53 – 54        |
| 13. Fund balances  | 54 – 55        |
| 14. Use of estimates   | 55             |
| II. <u>Stewardship, compliance, and accountability</u>   |                |
| A. Budgetary information   | 56             |
| B. Excess of expenditures over appropriations  | 56             |
| C. Deficit fund balances/net position  | 56             |
| III. <u>Detailed notes on all funds</u>  |                |
| A. Pooled cash and investments   | 57 – 61        |
| B. Receivables and deferred inflows of resources   | 61             |
| C. Capital assets  | 62 – 64        |
| D. Lease Receivable  | 64 – 66        |
| E. Lease Payable   | 66 – 68        |
| F. Interfund receivables, payables, and transfers  | 68 – 69        |
| G. Noncurrent liabilities  | 70 – 75        |
| H. Net investment in capital assets  | 75             |
| I. Discretely presented component units  | 76 – 77        |
| J. Fund balances   | 78             |
| IV. <u>Other information</u>   |                |
| A. Risk management   | 79 – 80        |
| B. Pension plan  | 80 – 87        |
| C. Other postemployment benefits   | 87 – 94        |
| D. Deferred compensation plan  | 94             |
| E. Joint ventures and jointly governed organizations   | 95 – 96        |
| F. Commitments and contingencies   | 96             |
| G. Tax Abatements  | 97 – 98        |
| H. Restatement and Reclassification  | 99             |

## Notes to Basic Financial Statements

June 30, 2022

### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A. Reporting Entity

Lane County, Oregon (County) was established in 1851 and is organized under the Oregon Revised Statutes (ORS) as a municipal corporation. In 1962, Lane County voters approved a Home Rule Charter under which to operate. Under that Charter, a Board of County Commissioners governs the County and consists of five independently elected members who serve full-time and are compensated.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting standards.

#### Component Units

As required by GAAP, these financial statements present the County and its component units - legally separate entities for which the County is considered financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's governing board, and (a) the ability to impose its will on the organization, or (b) the organization provides a financial benefit to, or imposes a specific financial burden on, the primary government.

Component units may be either blended into the County's operations or reported discretely in a separate column based on the closeness of their relationship to the County. The County reports the following component unit:

#### Discretely Presented Component Unit

Homes for Good Housing Agency ("Homes for Good" or the "Agency") is the public housing authority of Lane County, Oregon. Its mission is to provide affordable, decent, safe, and sanitary housing to low- and moderate-income families and households. The Agency's Board of Commissioners includes the Lane County Board of Commissioners and two appointed commissioners who are public housing residents. Although the Homes for Good governing body is substantially the same as Lane County's, there is no financial benefit or burden relationship between Lane County and Homes for Good, nor does Lane County management exercise operational responsibility over the Agency. Therefore, the financial statements of Homes for Good are discretely presented from those of the County for its fiscal year ended September 30, 2021.

Complete financial statements may be obtained at the following administrative office:

Homes for Good Housing Agency  
100 W 13<sup>th</sup> Ave  
Eugene, Oregon 97401

#### New Accounting Pronouncements

During the fiscal year that ended June 30, 2022, the County implemented the following GASB pronouncements:

- *GASB Statement No. 87, Leases*. Issued June 2017 to meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments and increases the usefulness of governments' financial statements. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. See notes Note III D and E pertaining to leases, for more information. The financial impact was a restatement of \$1,257,200. See Note IV H pertaining to this restatement.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

- GASB Statement No. 92, Omnibus 2020.* Issued January 2020, the primary objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of GASB Statements. This Statement addresses a variety of topics including issues related to leases implementation, derivative instruments, postemployment benefits (pensions and other post-employment benefits [OPEB]), asset retirement obligations, risk pool and fair value measurements. GASB Statement No. 92 has several effective dates: Paragraphs 4-5, 11 and 13 were effective upon issue. The County implemented those sections where applicable with no material impact. Paragraphs 6-7 and 10 were effective during fiscal year ended June 30, 2022 and were implemented by the County with no material impact. Paragraphs 8-9 and 12 are effective during fiscal year ending June 30, 2023 and are noted below.
- GASB Statement No. 93.* Replacement of Interbank Offered Rates, Issued March 2020, and the primary objective of this statement is to address those and other accounting and financial reporting implications that result from the replacement of IBOR. GASB Statement No. 93 had no material impact on the County's financial statements.
- GASB Statement No. 97.* Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - an amendment of GASB Statement No. 14 and No. 84, and a supersession of GASB Statement No. 32. The primary objective of this Statement is to increase consistency and comparability related to the reporting of the fiduciary component units in circumstances in which a potential component unit does not have a governing board, and the primary government performs the duties that a governing board typically would perform. The County has determined that it has not, nor will it consider the 457b Deferred Compensation Plan of the County a component unit. There is no impact to the County in implementing this pronouncement.
- GASB Statement No. 99.* Omnibus. Issued April 2022, the objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during the implementation and application of certain GASB Statements, and accounting and financial reporting for financial guarantees. The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 were implemented by the County during fiscal year ended June 30, 2022. These sections had no material impact on the County.

GASB has issued the following pronouncements that may affect future financial position, results of operations, cash flows, or financial presentation of the County upon implementation. These pronouncements have not yet been implemented by the County.

| <b>GASB<br/>Statement<br/>No.</b> | <b>GASB Accounting Standard</b>  | <b>Effective<br/>Fiscal<br/>Year</b> |
|-----------------------------------|--|--------------------------------------|
| 91                                | <i>Conduit Debt Obligations</i>  | 2023                                 |
| 92                                | <i>Omnibus 2020 Paragraphs 8-9 and 12</i>  | 2023                                 |
| 94                                | <i>Public-Private and Public-Public Partnerships and Availability<br/>Payment Arrangements</i> | 2023                                 |
| 96                                | <i>Subscription-Based Information Technology Arrangements</i>                                  | 2023                                 |

## Notes to Basic Financial Statements

June 30, 2022

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

The statement of activities demonstrates the degree to which the direct and allocated indirect expenses of a given function or program are offset by program revenues. *Direct expenses* are those clearly identifiable with a specific function or program. *Indirect expenses* are those costs, usually administrative in nature, that support all County functions and enable direct services to be provided. Indirect expenses are allocated to business-type activities in an amount equal to their actual indirect charges paid. The balance of indirect expense is allocated to governmental activities as a percentage of direct expenses. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes and other items not included in program revenues are reported as *general revenues*.

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

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

Measurement focus refers to “what” is being measured by a fund. Basis of accounting refers to “when” revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of presentation refers to the application of measurement focus and basis of accounting to financial statement types.

##### Government-wide, Proprietary, and Fiduciary Fund Financial Statements

The government-wide, proprietary fund and fiduciary fund financial statements are accounted for using the *economic resources measurement* focus, whereby all assets, deferred outflows of resources, liabilities, and deferred inflows of resources are included in the Statement of Net Position, the Proprietary funds Statement of Fund Net Position, and the Statement of Fiduciary Net Position. The increases and decreases in net position are presented in the government-wide Statement of Activities and in the proprietary fund Statement of Revenues, Expenses, and Changes in Fund Net Position. These funds use the *accrual basis of accounting* whereby 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 the eligibility requirements imposed by the provider have been met. Custodial funds (a type of fiduciary fund) which account for resources held in a purely custodial capacity have no measurement focus but do employ the accrual basis of accounting for purposes of asset and liability recognition.

Interfund activity consists of transfers, services provided and/or used, reimbursements, advances, and loans. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include interfund services provided and/or used and are accounted for as revenues and expenses since the elimination of such revenues and expenses would distort the direct costs and program revenues reported for the various functions.



## Notes to Basic Financial Statements

June 30, 2022

### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Amounts reported as *program revenues* in the Statement of Activities include 1) charges to customers or applicants for goods, services, or privileges provided, including exchange transactions with other governments, 2) operating grants and contributions, and 3) capital grants and contributions. Dedicated resources not restricted to specific programs are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing activities. Significant operating revenues include charges for services, admissions, concessions, fees, and rental of property. Significant expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

The County has the following major proprietary funds:

The *Solid Waste Disposal Fund* accounts for the operations of the County's solid waste disposal sites and facilities, for which the principal source of revenue is user fees. The fund allocates a portion of the user fees collected for constructing County solid waste sites and facilities such as landfill replacements and transfer sites. Additionally, the fund accumulates long-term resources to pay future costs related to closure and post-closure care of County solid waste sites.

The *Land Management Fund* accounts for revenue for the Land Management Division of Public Works generated from building permits, zoning, and user fees for land use planning, building, electrical subsurface sanitation, and code compliance services to the public and cities within the county.

Additionally, the County reports the following fund types:

*Internal service funds* account for activities and services performed primarily for other organizational units within the County, or to other governments, on a cost-reimbursement basis. The County's internal service funds provide risk management, employee benefits, pension bond debt service, motor and equipment pool, intergovernmental services, internal and regional information technology and replacement services, and retiree medical benefits.

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

### Governmental Fund Financial Statements

Governmental fund financial statements are reported using the *current financial resources measurement focus*. The Balance Sheet reports current assets, current liabilities, and deferred inflows of resources; and the Statement of Revenues, Expenditures, and Changes in Fund Balances presents increases and decreases in fund balance. These funds use the *modified accrual basis of accounting* whereby revenues are recorded only when susceptible to accrual (both measurable and available). "Measurable" means that the amount of the transaction can be determined. "Available" is defined as being collectible within the current period or soon enough thereafter to liquidate liabilities of the current period. Expenditures, other than interest on noncurrent obligations, are recorded when the fund liability is incurred.

Taxes and assessments are recognized as revenues of the current fiscal period if received within 60 days of year-end. Intergovernmental revenues (exchange transactions, entitlements, shared revenues, and grants from other governmental entities) are recorded at the time of receipt or earlier if susceptible to accrual. Revenues on

## Notes to Basic Financial Statements

June 30, 2022

### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

expenditure-driven grants are recognized when both the eligibility requirements have been met by the incurrence of qualifying expenditures, and the revenue is received soon enough after the year-end to liquidate grant-related payables recorded as of year-end. Investment earnings are recognized when earned since they are considered both measurable and available at that time. All other receipts are recognized as revenues of the current fiscal period if susceptible to accrual and received within 45 days of year-end.

The County has the following major governmental funds:

The *General Fund* is the County's primary operating fund and accounts for all the financial resources of the general government, except those that are accounted for and reported in another fund. Principal sources of revenue are taxes and assessments, charges for services, licenses, and permits, and intergovernmental revenues. Primary expenditures of the General Fund are made for public safety, roads & bridges, community development, and general government.

The *Road Fund* accounts for the receipt and expenditure of resources dedicated to the construction, maintenance, and preservation of the County's road-and-bridge system. Major revenues are the state gas tax and highway user fees, along with National Forest timber receipts.

The *COVID-19 fund* accounts for the receipt and expenditure of American Rescue Plan Act (ARPA) funds. The funds are intended to combat the COVID-19 pandemic, including the public health and economic impacts.

The *Special Revenue/Services Fund* is consistently treated as one of the County's major funds, in comparison to 10 percent of total governmental funds as the measurement criteria for reporting purposes. The fund accounts for several dedicated revenue sources and programs:

- Transient Room Tax for tourism programs
- Sale of tax-foreclosed real property for the management of affected properties
- Intergovernmental revenues for the Short Mountain training facility, drug enforcement, and rural and community development projects
- Courthouse security operations
- Grants awarded to the District Attorney and Sheriff's Office departments
- Video lottery revenue for economic development projects
- Systems development charges for park improvements
- Permitting for manufactured structures
- Elections equipment replacement

The *Intergovernmental Human Services Fund* accounts for Lane County administration and allocation of funds to governmental and private nonprofit agencies for health, mental health, and other services. This fund reports the receipt and expenditure of revenues from the County and the cities of Eugene and Springfield under an intergovernmental agreement.

The *Health and Human Services Fund* accounts for resources received from Federal, state, and local governments, enabling the County to provide a wide variety of health and human services to the community.

The *Local Option Tax Levy Fund* accounts for property tax revenue received from the local option tax levy for the restoration of jail beds and critical youth services.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. Pooled Cash and Investments**

The County's pooled cash and investments consist of cash on hand, demand deposits, short-term investments with original maturities of three months or less from the date of acquisition, and equity in the County's common cash and investments pool.

The County's common cash and investments pool is utilized by all County funds. Interest earned on the pool is allocated monthly based on each fund's average daily cash and investment balance in proportion to the County's total pooled cash and investments. For purposes of the statement of cash flows, the County considers "pooled cash and investments" to include pooled cash and investments since the pool has the general characteristics of a demand deposit account, in that any participating fund may deposit additional cash at any time and may withdraw cash at any time without prior notice or penalty.

ORS 294.035 authorizes the County to invest in general obligations of the United States and its agencies, debt obligations of the state of Oregon, California, Idaho, and Washington and their political subdivisions, banker's acceptances, corporate indebtedness, commercial paper, repurchase agreements, time certificates of deposit, fixed or variable life insurance contracts, and the State Treasurer's Local Government Investment Pool. For bank balances in excess of federal depository insurance, the County participates in Oregon's Public Funds Collateralization Program and the Oregon Credit Union Public Funds Collateralization Program.

The County reports, at amortized cost, all short-term highly liquid money market investments and participating interest-bearing investment contracts with a remaining maturity at purchase of one year or less. Such investments are stated at cost, increased by the accretion of discounts, and reduced by amortization of premiums; both computed using the straight-line method. Investments with a remaining maturity at time of purchase of more than one year are valued at fair value using quoted market prices.

**2. Receivables and Payables**

Receivables represent claims held against others for money, goods, or services. The County carries receivables for investment earnings, property taxes, accounts, intergovernmental, other, and interest on balances, all net of an allowance for uncollectable when appropriate. Property tax receivables are deemed to be substantially collectible or recoverable through foreclosure. Accordingly, no allowance for doubtful tax accounts is deemed necessary. As of June 30, 2022, an allowance was recorded in the General Fund equal to 18 percent of outstanding justice court current year receivables not yet turned over to a collection agent and an average of 54 percent of the aged receivables turned over to a collection agent. All adjustments to the allowance accounts are charged against the related revenues of the current period.

Intergovernmental receivables include uncollected grant revenues where all eligibility and timing requirements have been met. Eligibility requirements usually mandate monies be expended on the specific purpose or project before any amounts will be paid to the County; therefore, all eligibility requirements are considered met when the underlying expenditures are recorded. Timing requirements are usually met at the time when the allowable use of the monies has begun.

In the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from/to other funds". Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivable/payable", or internal services provided by internal service funds to other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds reported in the governmental fund financial statements are offset by

## Notes to Basic Financial Statements

June 30, 2022

### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

nonspendable fund balance to indicate that they are not available for appropriation and are not expendable available financial resources.

Real and personal property taxes attach as an enforceable lien on July 1 for each fiscal year on values assessed as of January 1. Taxes are levied July 1 and are payable in three installments on November 15, February 15, and May 15. The County levies, collects, and distributes property taxes for all taxing jurisdictions within its boundaries, and reports the activity in a custodial fund. Taxes unpaid as of May 16 are considered delinquent. In the governmental fund financial statements, property taxes are reflected as revenues in the fiscal period for which they were levied, provided they are due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period (60 days). Otherwise, they are reported as deferred inflows of resources.

#### 3. Unearned Revenue

Unearned revenue is defined as cash received on or before June 30 for which the County has not yet performed the service to earn the revenue. In these cases, the revenue should be deferred to the following fiscal year when the service is performed.

#### 4. Inventories and Prepaid Items

All inventories are valued at cost using the first in/first out (FIFO) method. Inventories of governmental funds are recorded as expenditures when purchased. However, significant inventories in governmental funds are reported as an asset with a corresponding offset to nonspendable fund balance. In the government-wide and proprietary fund financial statements, inventory is capitalized upon purchase and expensed as the materials and supplies are used.

Lane County uses the purchases method to account for prepaid items. As a result, governmental funds do not report prepaid expenditures. However, certain payments to vendors reflect costs applicable to future accounting periods and are reported as prepaid items in the Statement of Net Position under governmental activities and in Statement of fund Net Position for proprietary funds.

#### 5. Capital Assets

Capital assets, which include land, buildings and improvements, machinery and equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and assets received in a service concession agreement, if any, are recorded at acquisition value.

Infrastructure, which includes construction, bridges and culverts, roads and road improvements, and right-of-ways, are those capital assets that are stationary in nature and can be preserved for a significantly greater number of years than most other capital assets. As permitted by GASB, the County has limited the retroactive capitalization of governmental fund infrastructure to fiscal years ending after June 30, 1980. Although the majority of infrastructure was placed in service before that date, it has not been included in these financial statements.

Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

Per GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period* interest cost incurred before the end of a construction period should be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. No interest cost was incurred before the end of a construction period during fiscal year 2022.

Capital assets are depreciated unless they are inexhaustible in nature (e.g., land and right-of-ways). Depreciation is an accounting process used to allocate the cost of capital assets in a systematic and rational manner to those periods expected to benefit from the use of capital assets. Depreciation is not intended to represent an estimate in the decline of fair value, nor is capital assets, net of accumulated depreciation, intended to represent an estimate of the current condition of the assets, or the maintenance requirements needed to maintain the assets at their current level of condition.

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

| Capital Asset                      | Years   |
|------------------------------------|---------|
| Buildings and related improvements | 24 - 60 |
| Certain other improvements         | 8 - 30  |
| Machinery and equipment            | 3 - 10  |
| Infrastructure:                    |         |
| Bridges and culverts               | 80      |
| Roads                              | 7 - 40  |

**6. Compensated Absences**

Vested vacation and time management benefits are recognized as a liability when earned in the government-wide and proprietary fund financial statements. In governmental funds, the liability is recognized only when due and payable, i.e., as a result of employee resignations and retirements.

**7. Long-Term Obligations and Bond Discounts/Premiums**

Long-term obligations and rebatable arbitrage are reported in the government-wide and proprietary fund financial statements as liabilities. The governmental fund financial statements do not report long-term obligations because they do not require the use of current financial resources. Rebatable arbitrage is only reported in the governmental fund financial statements when due and payable. There is no rebatable arbitrage reported as of June 30, 2022.

Bond premiums and discounts are deferred and amortized over the term of the bonds using the bonds-outstanding method in the government-wide and proprietary fund financial statements but are recognized during the current period in the governmental fund financial statements. The bonds-outstanding method does not differ significantly from the effective interest rate method.

Bond issuance costs, other than prepaid insurance, are reported as expenses/expenditures when incurred.

**8. Pensions**

The County is a participating employer in the Oregon Public Employee Retirement System (PERS), a cost-sharing multiple-employer defined public employee pension plan, and maintains a defined contribution plan

## Notes to Basic Financial Statements

June 30, 2022

### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

for the purpose of individual retirement savings through PERS. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of PERS, and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

#### 9. Other Postemployment Benefits (OPEB)

The County's total OPEB obligation is recognized as a long-term liability in the government-wide financial statements, the amount of which is actuarially determined.

#### 10. Deferred Outflows/Inflows of Resources

In addition to assets and liabilities, the statement of net assets position reports separate sections for deferred outflows of resources and deferred inflows of resources. The separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. The separate financial statement element, *deferred inflows of resources*, represents a generation of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until then.

#### 11. Leases

Leases are recognized in accordance with Government Accounting Standards Board (GASB) 87.

*Lease Receivable.* As Lessor, the County recognizes a lease receivable and a deferred inflow of resources. The lease receivable is recognized at the net present value of the rents to be received at a borrowing rate stated in the lease agreement or determined by the County. The receivable is reduced by the payments received. A deferred inflow of resources is recognized in an amount equal to the amount of the initial lease receivable. The deferred inflow of resources is amortized using the straight-line method over the lease term.

*Lease Liabilities.* The right to use lease assets and lease liabilities related to leases are reported in the Statement of Net Position of the government-wide and proprietary statements. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources, and lease payments are reported as capital outlay and as issuance of long-term debt. Payments are recorded as principal and interest payments.

#### 12. Net Position

Net position represents the difference between assets plus deferred outflows of resources less liabilities and deferred inflows of resources. The County reports the following subcategories of net position:

*Net investment in capital assets* represents the difference between capital assets less accumulated depreciation, deferred outflows of resources, and the outstanding balance of debt (excluding unexpended proceeds) directly attributable to the acquisition, construction, or improvement of those assets. See Note III.H for a detailed computation.

*Restricted net positions* are reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments. The following are major classes of restricted net positions:

## Notes to Basic Financial Statements

June 30, 2022

### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

*Debt service* represents funds legally restricted by Oregon statute for payment of principal and interest on outstanding general obligation and limited tax bonds.

*Landfill closure and postclosure care* liability represent Lane County's environmental obligations derived from the Short Mountain landfill closure and post-closure maintenance cost estimates.

*Special revenue/services* represent funds generated by federal, state, and local grants restricted to approved activities.

*Roads* represent funds generated by fuel tax and related revenues legally restricted by Oregon statute for road and road-related projects.

*Title III projects* represent funds generated by grant revenue legally restricted by Federal law to services on federally owned forest land within the County.

*Housing and community services* represent funds generated by federal grants restricted to approved activities.

*Public safety local option tax levy* represents funds legally restricted to restoring jail beds and critical youth services.

*Other purposes* represent other restrictions for all other funds of the County.

*Unrestricted* represents all other net positions that are not restricted and do not meet the definition of net investment in capital assets.

### 13. Fund Balances

In the fund financial statements, the fund balance for governmental funds is reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The Board of County Commissioners approved the following fund balance policies as documented in Lane Manual Chapter 4.010, Section 5:

- Fund balance is reported as nonspendable when the resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Resources in nonspendable form are all inventories.
- Fund balance is reported as restricted when the constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provision or enabling legislation.
- Lane County's highest decision-making level of authority rests with the five-member Board of County Commissioners. As such, the fund balance is reported as committed when the Board passes a Board Order that places specific constraints on how the resources may be used. The Board can modify or rescind the Order at any time through the passage of an additional Order.

## Notes to Basic Financial Statements

June 30, 2022

### NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- It is the policy of the Board of County Commissioners to report as assigned fund balance any unrestricted or uncommitted resources that are constrained by the government's intent to use them for a specific purpose. Intent may be expressed by the Board of Commissioners, Lane County advisory committees or boards, or officials the Board has delegated authority to. All Budget Committee and Finance Committee decisions and policies in the Administrative Procedures Manual are considered assigned.
- Unassigned fund balance is the residual classification for the General Fund. This classification represents a fund balance that has not been restricted, committed, or assigned within the General Fund. This classification is also used to report any negative fund balance amounts in other governmental funds.

When expenditures are incurred, and both restricted and unrestricted resources are available, it is the County's policy to use restricted resources first, then unrestricted resources in the order of committed, assigned, and then unassigned as they are needed.

The County has a budgetary fund balance reserve policy that directs the General Fund to establish and strive to maintain a minimum 20 percent reserve of anticipated operating revenues, to ensure adequate cash flow, a strong standing with bond rating agencies, and protection of service levels to the community in the event of unforeseen events, revenue volatility, or economic downturns. This reserve is in addition to contingency amounts and has two components: Emergency Reserve and Service Stabilization Reserve. All other funds are directed to have a minimum 5 percent prudent person reserve.

A summary of fund balances by fund and specific purpose can be found at Note III.J.

#### 14. Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and accompanying notes. Actual results could differ from those estimates.



## Notes to Basic Financial Statements

June 30, 2022

### NOTE II - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

#### A. Budgetary Information

Legally required budgets are adopted for all funds except the Fiduciary Custodial funds, which is exempted from Oregon Local Budget Law (ORS 294). The budget is adopted on a modified accrual basis with the exception of the following:

- Unrealized changes in the fair value of investments are not recognized on a budget basis.
- Investment earnings are not accrued on a budget basis.
- Intrafund transfers are recognized on a budget basis.
- The Lane Events Center reports prepaid expenditures for the County Fair on a budget basis.

The Board of County Commissioners adopts a resolution by June 30 of each year authorizing appropriations for the next fiscal year beginning July 1. This resolution establishes appropriations at the department level within each fund and sets the spending level by which expenditures cannot legally be exceeded. A detailed budget is also prepared, containing more in-depth information than the above-mentioned expenditure appropriation categories. Unexpected additional resources may be added to the budget by using a supplemental budget as allowed by state statute. A supplemental budget follows Oregon Local Budget Law requirements found in ORS 294 with regard to specific changes allowable in the form of a Resolution approved by the County Commissioners and is based on the type of funding and level of fund change, which further determines whether a public hearing and/or special publication of meeting is required.

The County's department directors may transfer appropriations between categories within a department so long as the overall appropriation does not exceed that authorized by the original budget resolution plus any supplemental budget. Transfers of appropriations between departments or funds require a resolution or ordinance adopted by the governing board. For fiscal year 2022, the County Commissioners adopted four supplemental budget resolutions and two budget appropriation resolutions. Appropriations lapse at fiscal year-end.

The County does not utilize encumbrance accounting.

#### B. Excess of Expenditures over Appropriations

For the year ended June 30, 2022, there were no expenditures (on a budgetary basis) that exceeded appropriations authorized by the Board of County Commissioners, except for the Solid Waste Fund by \$1,568,437 and the Employee Benefit fund by \$250,517 related to debt service.

Solid waste staff purchased what they considered prepaid expenditures for Fiscal Year 2023 construction. Since the discovery, the Waste Management Division, in conjunction with Public Works budget staff, have reviewed and started revising their internal monitoring, contracting, budgeting and communication processes to ensure a similar situation does not occur in the future.

#### C. Deficit Fund Balances/Net Position

The Pension Bond internal service fund reported negative net position of \$32.6 million. A large portion of the negative net position is related to the implementation of GASB 68 in fiscal year 2016, which effectively removed deposits with PERS from the Statement of Fund Net Position previously reported as a "net pension asset". The deficit fund balance does not affect the fund's ability to pay debt service because departmental charges are budgeted and collected to coincide with debt service requirements on an annual basis. Over the life of the bond as debt service increases, the deficit will be eliminated.

The Technology Services internal service fund reported negative net position of \$10.8 million. The COVID-19 special revenue fund reported negative fund balance of \$317,301.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS****A. Pooled Cash and Investments**

Total pooled cash and investments by financial statement reporting unit on June 30, 2022 are as follows:

|                            | Government-wide<br>Statement of<br>Net Position | Statement of<br>Fiduciary<br>Net Position | Total          |
|----------------------------|---|---|----------------|
| Total Cash and Investments | \$ 405,320,772                                  | \$ 9,400,024                              | \$ 414,720,796 |

Total cash and investments at June 30, 2022 are comprised of the following:

|                                    |                   |                       |
|------------------------------------|-------------------|-----------------------|
| <u>Pooled Cash and Investments</u> |                   |                       |
| Cash on hand                       |                   | \$ 90,875             |
| Deposits:                          |                   |                       |
| Demand deposits                    | 4,486,255         |                       |
| Certificates of deposit            | 28,733,843        |                       |
| Money market accounts              | <u>10,782,996</u> |                       |
| Total deposits                     |                   | 44,003,094            |
| <u>Investments</u>                 |                   | <u>370,626,827</u>    |
| Total cash and investments         |                   | <u>\$ 414,720,796</u> |

Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based on the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

Level 1 - Unadjusted quoted prices for identical instruments in active markets.

Level 2 - Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs are observable.

Level 3 - Valuations derived from valuation techniques in which significant inputs are unobservable.

As of June 30, 2022, the County's investments in U.S. Treasury Securities are classified as Level 1. All other securities, excluding the Local Government Investment Pool which is not in the leveling hierarchy, are classified as Level 2.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

| Investments                            | Fair Value            | Fair Value Measurement Using                  |   |
|--|-----------------------|---|---|
|  |                       | Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) |
| United States treasuries               | \$ 114,902,789        | \$ 114,902,789                                | \$ -  |
| United States agencies notes:          |                       |   |   |
| Federal Farm Credit Bank               | 38,921,887            | -   | 38,921,887                                    |
| Federal Home Loan Bank                 | 51,181,462            | -   | 51,181,462                                    |
| Federal Home Loan Mortgage Corporation | 24,413,428            | -   | 24,413,428                                    |
| Federal National Mortgage Association  | 17,600,763            | -   | 17,600,763                                    |
| Municipals                             | 45,512,666            | -   | 45,512,666                                    |
|  | <u>292,532,995</u>    | <u>\$ 114,902,789</u>                         | <u>\$ 177,630,206</u>                         |
| Local government investment pool       | <u>78,187,336</u>     |   |   |
| Total investments                      | <u>\$ 370,720,331</u> |   |   |

U.S. Treasuries classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued using a variety of pricing techniques, including but not limited to fundamental analytical data related to the securities, values of baskets of securities, market interest rates, matrix calculated prices, and purchase price. The County does not hold any securities that would be classified as Level 3, significant unobservable inputs, for fair value measurement.

Policies

Lane County has adopted investment policies to address credit risk, the concentration of credit risk, and custodial credit risk – deposits that mirror parameters for the investment of public funds outlined in the ORS. However, where the statute limits investment maturities to 18 months, Lane County may invest up to three years.

Interest Rate Risk

The County reports the following investments and maturities at June 30, 2022. This schedule, the County assumes its callable investments will not be called.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

| Investments                               | Fair Value     | Investment Maturities |               |                |               |
|---|----------------|-----------------------|---------------|----------------|---------------|
|   |                | 0 - 6 Months          | 6 - 12 Months | 1 - 2 Years    | 2 - 3 Years   |
| United States treasuries                  | \$ 114,902,789 | \$23,999,955          | \$ 25,655,881 | \$ 30,740,784  | \$ 34,506,169 |
| United States agencies notes:             |                |                       |               |                |               |
| Federal Agricultural Mortgage Corporation |                |                       | -             | -              | -             |
| Federal Farm Credit Bank                  | 38,921,887     | 7,994,836             | -             | 15,453,325     | 15,473,726    |
| Federal Home Loan Bank                    | 51,181,462     | 3,999,621             | 8,614,221     | 21,591,874     | 16,975,746    |
| Federal Home Loan Mortgage Corporation    | 24,413,428     | -                     | 5,924,449     | 12,566,599     | 5,922,380     |
| Federal National Mortgage Association     | 17,600,763     | 1,999,724             | 1,999,925     | 9,736,619      | 3,864,495     |
| Municipals                                | 45,512,666     | 5,233,408             | 14,069,633    | 19,549,865     | 6,659,760     |
| Sub-total                                 | 292,532,995    | \$43,227,544          | \$ 56,264,109 | \$ 109,639,066 | \$ 83,402,276 |
| Local government investment pool          | 78,187,336     |                       |               |                |               |
| Total investments                         | \$ 370,720,331 |                       |               |                |               |

As a means of limiting exposure to fair value losses arising from rising interest rates, the County’s investment policy limits its investment maturities to a percent of the *investment portfolio*, which includes total investments plus unrestricted certificates of deposit and money market accounts. For purposes of the computation, 100 percent of the amounts in Oregon’s local government investment pool are considered to be less than 180 days to maturity.

| Maturity           | Minimum Percent | Actual Percent at June 30, 2022 |
|--------------------|-----------------|---------------------------------|
| Less than 6 months | 20%             | 32.8%                           |
| Less than 1 year   | 30%             | 47.9%                           |
| Less than 2 years  | 50%             | 77.5%                           |
| Less than 3 years  | 100%            | 100.0%                          |

Concentration of Credit Risk

State law and County policy require investments not exceed the following as a percent of all monies available for investment in the investment portfolio as determined on the settlement date:

- 33% in general obligations of the United States or any one of its agencies
- 25% in bankers acceptances
- 35% in corporate indebtedness, or 5% in any single corporate issuer

The County does not hold any securities in a single organization in excess of 5 percent of net investments.

Credit Risk

The County relies on both Standard and Poor’s and Moody’s Investors Service to rate certain debt securities to assess risk and reflect the ability of the debtor to meet promised principal and interest payments. The upper echelons of ratings are defined as follows: “AAA” = Highest Quality, “AA” = High Quality, and “A” = Upper medium quality. All ratings below “A” are considered medium or low grade investments.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

State law and County policy require that minimum ratings be maintained for certain debt securities. At June 30, 2022, the minimum ratings and actual ratings for the County’s investment portfolio are:

| <u>Debt Security</u>  | <u>Minimum Rating</u> | <u>Actual Rating</u> |
|---|-----------------------|----------------------|
| United States treasuries  | None                  | AAA                  |
| United States agencies:   |                       |                      |
| Federal Agricultural Mortgage Corporation                                   | None                  | None                 |
| Federal Farm Credit Bank  | None                  | AAA                  |
| Federal Home Loan Bank  | None                  | AAA                  |
| Federal Home Loan Mortgage Corporation                                      | None                  | AAA                  |
| Federal National Mortgage Association                                       | None                  | AAA                  |
| State of Oregon and its political subdivisions                              | A                     | AA                   |
| States of Washington, Idaho and California and their political subdivisions | AA                    | AA                   |

The Local Government Investment Pool is unrated.

Custodial Credit Risk - Deposits

Custodial credit risk on deposits is the risk that if a bank or credit union fails, the County’s deposits may not be returned. To minimize this risk, Lane County policy and state statutes require banks and credit unions holding public funds to become members of the Oregon Public Funds Collateralization Program (PFCP), a multiple financial institution collateral pool created by the Office of the State Treasurer. To qualify, participating banks and credit unions must pledge collateral against public fund deposits in excess of deposit insurance. The amount of collateral is set by the PFCP between 10 percent and 110 percent of each bank’s public fund deposits based on their net worth and level of capitalization. Although the PFCP creates a shared liability structure for participating banks and credit union depositories, it does not guarantee that all funds are 100 percent protected. Of the County’s June 30, 2022, bank balance of \$56,561,741, \$1,502,500 was insured by the Federal Deposit Insurance Corporation (FDIC) or the National Credit Union Share Insurance Fund of the National Credit Union Administration (NCUA), and \$55,059,241 was collateralized by the PFCP.

Custodial Credit Risk - Investments

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

Lane County, Oregon  
**Notes to Basic Financial Statements**  
 June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

Local Government Investment Pool

The Oregon State Treasurer maintains the Oregon Short-term Fund (OSTF), of which the Local Government Investment Pool (LGIP) is a part. The OSTF is a cash and investment pool available for use by all state funds and eligible local governments. The OSTF is managed by the Investment Division of the Oregon State Treasury within the guidelines established in the OSTF Portfolio Rules. The LGIP is an open-ended, no-load diversified portfolio offered to eligible participants who by law are made custodian of, or have control over, any public funds. At June 30, 2022, the fair value of the County's position in the pool is the same as the value of the pool shares, which approximates cost. The OSTF financial statements and the OSTF Portfolio Rules can be obtained at <https://www.oregon.gov/treasury/public-financial-services/oregon-short-term-funds/pages/default.aspx>.

**B. Receivables and Deferred Inflows of Resources**

Receivables on June 30, 2022, including the applicable allowance for uncollectible accounts, are as follows:

| Receivables                        | General              | Road                | Covid-19<br>Funds | Special<br>Revenue /<br>Services | Intergovern.<br>Human<br>Services | Health and<br>Human<br>Services | Local Option<br>Tax Levy | Other<br>Governmental<br>Funds |
|------------------------------------|----------------------|---------------------|-------------------|----------------------------------|-----------------------------------|---------------------------------|--------------------------|--------------------------------|
| Investment earnings                | \$ 157,469           | \$ 157,235          | \$ 121,946        | \$ 44,327                        | \$ 5,661                          | \$ 136,836                      | \$ 81,875                | \$ 61,891                      |
| Property taxes                     | 1,886,976            | -                   | -                 | -                                | -                                 | -                               | 745,288                  | 28,262                         |
| Leases                             | 34,801               | 322,171             | -                 | -                                | -                                 | 2,445                           | -                        | -                              |
| Accounts                           | 10,778,475           | 576,053             | -                 | 1,448,517                        | 327,155                           | 948,931                         | -                        | 326,220                        |
| Intergovernmental                  | 2,097,632            | 3,255,153           | -                 | 997,815                          | 4,940,416                         | 13,943,697                      | 23,858                   | 119,515                        |
| Interest on balances               | 11,922,080           | -                   | -                 | -                                | -                                 | -                               | 144,332                  | 3,361                          |
| Gross receivables                  | <u>26,877,433</u>    | <u>4,310,612</u>    | <u>121,946</u>    | <u>2,490,659</u>                 | <u>5,273,232</u>                  | <u>15,031,909</u>               | <u>995,353</u>           | <u>539,249</u>                 |
| Less: allowance for uncollectibles | (8,219,693)          | -                   | -                 | -                                | -                                 | -                               | -                        | -                              |
| Net total receivables              | <u>\$ 18,657,740</u> | <u>\$ 4,310,612</u> | <u>\$ 121,946</u> | <u>\$ 2,490,659</u>              | <u>\$ 5,273,232</u>               | <u>\$ 15,031,909</u>            | <u>\$ 995,353</u>        | <u>\$ 539,249</u>              |

| Receivables (continued)            | Solid Waste<br>Disposal | Land<br>Management | Other<br>Enterprise<br>Funds | Internal<br>Service<br>Funds | Fiduciary<br>Funds   | Total                |
|------------------------------------|-------------------------|--------------------|------------------------------|------------------------------|----------------------|----------------------|
| Investment earnings                | \$ 102,868              | \$ 26,890          | \$ 19,769                    | \$ 219,913                   | \$ -                 | \$ 1,136,680         |
| Property taxes                     | -                       | -                  | -                            | -                            | 20,563,753           | 23,224,279           |
| Leases                             | 43,797                  | -                  | -                            | -                            | -                    | 403,214              |
| Accounts                           | 1,832,077               | 43,451             | 994,272                      | 144,107                      | 3,192,486            | 20,611,744           |
| Intergovernmental                  | -                       | -                  | -                            | 3,987                        | -                    | 25,382,073           |
| Interest on balances               | -                       | -                  | -                            | -                            | -                    | 12,069,773           |
| Gross receivables                  | <u>1,978,742</u>        | <u>70,341</u>      | <u>1,014,041</u>             | <u>368,007</u>               | <u>23,756,239</u>    | <u>82,827,763</u>    |
| Less: allowance for uncollectibles | -                       | -                  | -                            | -                            | -                    | (8,219,693)          |
| Net total receivables              | <u>\$ 1,978,742</u>     | <u>\$ 70,341</u>   | <u>\$ 1,014,041</u>          | <u>\$ 368,007</u>            | <u>\$ 23,756,239</u> | <u>\$ 74,608,070</u> |

Interest on balances is computed on outstanding property taxes and accounts at the Lane County justice court. Allowance for doubtful accounts is computed on accounts at the justice court only.

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. As of June 30, 2022, deferred inflows of resources included \$2,957,515 related to property taxes receivable and \$12,786,325 related to court fine receivables.

Lane County, Oregon  
**Notes to Basic Financial Statements**  
June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

**C. Capital Assets**

Capital assets activity for the year ended June 30, 2022, is as follows:

|  | Beginning<br>Balance  | Increases            | Decreases             | Transfers          | Ending<br>Balance     |
|--|-----------------------|----------------------|-----------------------|--------------------|-----------------------|
| <b>Governmental activities</b>               |                       |                      |                       |                    |                       |
| Capital assets not being depreciated:        |                       |                      |                       |                    |                       |
| Land   | \$ 24,282,967         | \$ -                 | \$ (140,875)          | \$ -               | \$ 24,142,092         |
| Construction in progress                     | 10,209,879            | 8,351,863            | -                     | (6,869,579)        | 11,692,163            |
| Total capital assets not being depreciated   | <u>34,492,846</u>     | <u>8,351,863</u>     | <u>(140,875)</u>      | <u>(6,869,579)</u> | <u>35,834,255</u>     |
| Capital assets being depreciated:            |                       |                      |                       |                    |                       |
| Buildings and land improvements              | 190,903,816           | 17,254,805           | (890,213)             | 6,869,579          | 214,137,987           |
| Equipment and furniture                      | 60,833,068            | 4,047,441            | (1,437,779)           | 23,162             | 63,465,892            |
| Infrastructure                               | 370,444,490           | 9,571,895            | (7,743,037)           | -                  | 372,273,348           |
| Total capital assets being depreciated       | <u>622,181,374</u>    | <u>30,874,141</u>    | <u>(10,071,029)</u>   | <u>6,892,741</u>   | <u>649,877,227</u>    |
| Less accumulated depreciation for:           |                       |                      |                       |                    |                       |
| Building and land improvements               | (101,489,828)         | (6,572,120)          | 15,877                | -                  | (108,046,071)         |
| Equipment and furniture                      | (39,165,631)          | (4,026,315)          | 1,926,675             | (18,337)           | (41,283,608)          |
| Infrastructure                               | (164,331,222)         | (4,276,405)          | -                     | -                  | (168,607,627)         |
| Total accumulated depreciation               | <u>(305,534,916)</u>  | <u>(14,874,840)</u>  | <u>1,942,552</u>      | <u>(18,337)</u>    | <u>(317,937,306)</u>  |
| Total capital assets being depreciated, net  | <u>316,646,458</u>    | <u>15,999,301</u>    | <u>(8,128,477)</u>    | <u>6,874,404</u>   | <u>331,939,921</u>    |
| Governmental activities capital assets, net  | <u>\$ 351,139,304</u> | <u>\$ 24,351,164</u> | <u>\$ (8,269,352)</u> | <u>\$ 4,825</u>    | <u>\$ 367,774,176</u> |
| <b>Business-type activities</b>              |                       |                      |                       |                    |                       |
| Capital assets not being depreciated:        |                       |                      |                       |                    |                       |
| Land   | \$ 12,286,121         | \$ 251,966           | \$ -                  | \$ 292,851         | \$ 12,830,938         |
| Construction in progress                     | 10,277,856            | 11,913,760           | -                     | (945,746)          | 21,245,870            |
| Total capital assets not being depreciated   | <u>22,563,977</u>     | <u>12,165,726</u>    | <u>-</u>              | <u>(652,895)</u>   | <u>34,076,808</u>     |
| Capital assets being depreciated:            |                       |                      |                       |                    |                       |
| Buildings and land improvements              | 46,590,369            | 96,772               | -                     | 652,895            | 47,340,036            |
| Equipment and furniture                      | 7,794,576             | 588,175              | (42,935)              | (23,162)           | 8,316,654             |
| Total capital assets being depreciated       | <u>54,384,945</u>     | <u>684,947</u>       | <u>(42,935)</u>       | <u>629,733</u>     | <u>55,656,690</u>     |
| Less accumulated depreciation for:           |                       |                      |                       |                    |                       |
| Building and land improvements               | (35,865,095)          | (1,833,027)          | -                     | -                  | (37,698,122)          |
| Equipment and furniture                      | (5,610,059)           | (527,693)            | 42,935                | 18,337             | (6,076,480)           |
| Total accumulated depreciation               | <u>(41,475,154)</u>   | <u>(2,360,720)</u>   | <u>42,935</u>         | <u>18,337</u>      | <u>(43,774,602)</u>   |
| Total capital assets being depreciated, net  | <u>12,909,791</u>     | <u>(1,675,773)</u>   | <u>-</u>              | <u>648,070</u>     | <u>11,882,088</u>     |
| Business-type activities capital assets, net | <u>\$ 35,473,768</u>  | <u>\$ 10,489,953</u> | <u>\$ -</u>           | <u>\$ (4,825)</u>  | <u>\$ 45,958,896</u>  |





**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

Depreciation was charged as a direct expense to the following functions for the year ended June 30, 2022:

|   |                      |
|---|----------------------|
| Governmental Activities                               |                      |
| General Government                                    | \$ 4,586,990         |
| Public safety   | 305,604              |
| Public health and welfare                             | 991,296              |
| Parks   | 417,147              |
| Roads and bridges                                     | 8,566,395            |
| Community development                                 | 7,408                |
| Total depreciation expense - governmental activities  | <u>\$ 14,874,840</u> |
| Business-type activities                              |                      |
| Lane Events Center                                    | \$ 457,511           |
| Solid waste disposal                                  | 1,884,775            |
| Land management                                       | 18,434               |
| Total depreciation expense - business-type activities | <u>\$ 2,360,720</u>  |

**D. Lease Receivable**

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

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

| <b>GOVERNMENTAL ACTIVITIES:</b>  | Lease<br>receivable at<br><u>June 30, 2022</u> | Deferred<br>inflows of<br>resources -<br>leases for the<br>year ended<br><u>June 30, 2022</u> |
|--|--|---|
| Land   |  |   |
| CAO-Space-Bus Barn Property 540 Oak St., borrowing rate of 2.4250%, annual payment<br>payment of \$0, and a lease term remaining of \$1,164 months.                          | -  | 557,531   |
| Total Land   | <u>-</u>                                       | <u>557,531</u>  |
| Infrastructure   |  |   |
| SO-Tower-Prairie Peak Sublease II, borrowing rate is 0.9800%, annual payments of<br>\$3,566, lease term remaining of 54 months, and one option to renew for 120 months.      | 14,991   | 14,410  |
| Total Infrastructure   | <u>14,991</u>                                  | <u>14,410</u>   |
| Buildings  |  |   |
| PW-Office-BLM office/warehouse at Fleet Svcs Bldg, borrowing rate 1.5940%, monthly<br>payments of \$2,199, and a lease term remaining of 135 months.                         | 250,269  | 247,735   |
| PW-Tower-SBA Site Santa Clara, borrowing rate of 0.8140%, annual payments of \$23,000,<br>lease term remaining of 50 months, and three options to renew for a 60 month term. | 72,036   | 72,129  |
| CAO-Gound-Market District, borrowing rate of 2.4250%, annual payments of \$0, and a<br>lease term remaining of 1,163 months.   | -  | 686,705   |
| YS-Office-OJD office at MLK, borrowing rate of 0.4350%, monthly payments of \$269, lease<br>term remaining of 21 months, and one option to renew for a 84 month term.        | 2,444  | 2,427   |
| CAO-Space-PSB Kitchen  | 19,678   | 19,625  |
| Total Building   | <u>344,426</u>                                 | <u>1,028,620</u>  |
| Total Governmental Activities  | <u>359,417</u>                                 | <u>1,600,562</u>  |
| <b>BUSINESS-TYPE ACTIVITIES:</b>   |  |   |
| Land   |  |   |
| PW-Tower-Glenwood Receiving Station, borrowing rate of 0.6480%, monthly payments<br>of \$1,989, lease term remaining of 34 months, and three options to renew for 60 months. | 43,797   | 43,552  |
| Total Business-Type Activities   | <u>43,797</u>                                  | <u>43,552</u>   |
| Total  | <u>403,214</u>                                 | <u>1,644,113</u>  |

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

Principal and Interest Expected to Maturity:

| Fiscal Year | Business-Type Activities |                   |                |
|-------------|--------------------------|-------------------|----------------|
|             | Principal Payments       | Interest Payments | Total Payments |
| 2023        | \$ 23,651                | \$ 214            | \$ 23,865      |
| 2024        | 20,145                   | 60                | 20,186         |
|             | 43,797                   | 274               | 44,051         |
| Fiscal Year | Governmental Activities  |                   |                |
|             | Principal Payments       | Interest Payments | Total Payments |
| 2023        | 62,350                   | 4,643             | 66,993         |
| 2024        | 59,581                   | 3,985             | 63,566         |
| 2025        | 52,053                   | 3,358             | 55,411         |
| 2026        | 27,652                   | 2,744             | 30,395         |
| 2027        | 24,057                   | 2,325             | 26,382         |
| 2028 - 2032 | 127,147                  | 5,704             | 131,910        |
| 2033 - 2037 | 6,578                    | 17                | 6,596          |
|             | 359,437                  | 22,777            | 381,253        |
| Total       | \$ 403,214               | \$ 23,051         | \$ 425,304     |

**E. Lease Payable**

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

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

| <b>GOVERNMENTAL ACTIVITIES:</b>  | Lease liability<br>at<br><u>June 30, 2022</u> | Right to use<br>leas assets net<br>at<br><u>June 30, 2022</u> |
|--|---|---|
| <b>Land</b>  |   |   |
| SO-Tower-Castle Rock/Bear Mountain, borrowing rate 1.9300%, monthly payments of \$3,630, and a lease term remaining of 120 months.   | 379,306                                       | 373,825   |
| DA-Space-Morgue Space, borrowing rate of 0.4350%, monthly payments of \$1,435, and a lease term remaining of 25 months.  | 19,123  | 19,054  |
| SO-Tower-Harness Mt. Radio Tower Site, borrowing rate of 0.6480%, annual payments of \$12,731, lease term remaining of 60 months, and one option to renew for 60 month term.       | 13,045  | 15,912  |
| SO-Tower-Glenada, borrowing rate of 0.9800%, quarterly payments of \$1,085, and lease term remaining of 61 months.   | 19,809  | 19,300  |
| <b>Total Land</b>  | <u>431,284</u>                                | <u>428,091</u>  |
| <b>Buildings</b>   |   |   |
| HS-Office-Brookside Clinic, borrowing rate of 0.8200%, monthly payments of \$5,237, lease term remaining of 34 months, and one option to renew for 60 months.                      | 119,631                                       | 117,495   |
| HS-Building-Heeran Center Lease, borrowing rate of 0.4350%, monthly payments of \$5,402, and a lease term remaining of 24 months.  | 66,702  | 65,523  |
| HS-Office-Delta Oaks Clinic, borrowing rate of 1.2400%, monthly payments of \$11,000, lease term remaining of 54 months, and two options to renew for a 60 month term.             | 458,724                                       | 454,458   |
| HR-Office-Live Well Center, borrowing rate of 0.5500%, monthly payments of \$3,234, lease term remaining of 28 months, and two options to renew for a 12 month term.               | 53,433  | 52,757  |
| PP-Office-99 S. 1st St, Creswell, borrowing rate of 0.3080%, monthly payment of \$500, and a lease term remaining of 17 months.  | 2,501   | 2,495   |
| HS-Office-HHS Q&C office space, borrowing rate of 0.8200%, monthly payment of \$6,731, lease term remaining of 36 months, and one option to renew for a 36 month term.             | 179,012                                       | 174,686   |
| SO-Tower-Quarry Hill, borrowing rate of 0.3000%, annual payment of \$29,617, lease term remaining of 62 months, and three options to renew for a 60 month term.                    | 165,514                                       | 157,193   |
| DA-Building-Family Law Building, borrowing rate of 0.3900%, monthly payment of \$11,000, and a lease term remaining of 17 months.  | 50,816  | 53,628  |
| PP-Building-Women's Initiative Program, borrowing rate of 0.5500%, monthly payment of \$800, and a lease term remaining of 20 months.  | 6,395   | 6,372   |
| HS-Office-Brookside Clinic Expansion Space, borrowing rate of 0.8200%, monthly payment of \$2,367, lease term remaining of 38 months, and one option to renew for a 60 month term. | 61,045  | 60,760  |
| <b>Total Building</b>  | <u>1,163,773</u>                              | <u>1,145,366</u>  |
| <b>Infrastructure</b>  |   |   |
| SO-Tower-Table Rock Site, borrowing rate of 0.8140%, annual payment of \$489, and a lease term remaining of 52 months.   | 1,549   | 1,561   |
| SO-Tower- Blanton Heights Communication Site, borrowing rate of 0.9800%, quarterly payment of \$3,307, and lease term remaining of 60 months.                                      | 51,898  | 54,311  |
| <b>Total Infrastructure</b>  | <u>53,447</u>                                 | <u>55,873</u>   |

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

| <b>BUSINESS-TYPE ACTIVITIES:</b>  | Lease liability<br>at<br>June 30, 2022 | Right to use<br>leas assets net<br>at<br>June 30, 2022 |
|---|--|--|
| Land  |  |  |
| PW-Space-Marcola Waste Transfer Site, borrowing rate of 0.4350%, annual payment of \$6,000, lease term remaining of 18 months, and one option to renew for a 60 month term. | -                                      | 1,996  |
| Total Land  | -                                      | 1,996  |
| Total   | <u>1,648,505</u>                       | <u>1,631,326</u>                                       |

Principal and Interest Requirements to Maturity:

| Fiscal Year | Governmental Activities |                   |                     |
|-------------|-------------------------|-------------------|---------------------|
|             | Principal Payments      | Interest Payments | Total Payments      |
| 2023        | \$ 582,549              | \$ 15,938         | \$ 598,488          |
| 2024        | 403,374                 | 11,403            | 414,777             |
| 2025        | 231,588                 | 7,947             | 239,535             |
| 2026        | 163,587                 | 5,407             | 168,993             |
| 2027        | 81,079                  | 4,128             | 85,207              |
| 2028 - 2031 | 186,328                 | 7,354             | 191,664             |
| Total       | <u>\$ 1,648,505</u>     | <u>\$ 52,178</u>  | <u>\$ 1,698,664</u> |

**F. Interfund Receivables, Payables, and Transfers**

Interfund receivables and payables at June 30, 2022 are as follows:

The outstanding balances between funds result mainly from the lag time between the accrual and subsequent payment of payroll and related benefit charges to internal service funds at June 30, 2022.

| <i>Due To/From Other Funds</i> |                             |                     |
|--------------------------------|-----------------------------|---------------------|
| <u>Receivable Fund</u>         | <u>Payable Fund</u>         |                     |
| Internal Service Fund          | General                     | \$ 1,172,883        |
| Internal Service Fund          | Road                        | 396,412             |
| Internal Service Fund          | Special Revenue / Services  | 205,278             |
| Internal Service Fund          | Intergovern. Human Services | 124,870             |
| Internal Service Fund          | Health and Human Services   | 1,471,956           |
| Internal Service Fund          | Local Option Tax Levy       | 301,834             |
| Internal Service Fund          | Other Governmental Funds    | 53,807              |
| Internal Service Fund          | Other Enterprise Funds      | 29,825              |
| Internal Service Fund          | Solid Waste                 | 196,500             |
| Internal Service Fund          | Land Management             | 105,617             |
| Internal Service Fund          | Internal Service Funds      | 247,444             |
| Total Due To/From Other Funds  |                             | <u>\$ 4,306,426</u> |

Interfund Loans Receivable/Payable

There were no other interfund loans outstanding as of June 30, 2022.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

Interfund transfers are defined as the flow of assets between County funds, without equivalent flows of assets in return. Interfund transfers for the year ended June 30, 2022 are as follows:

| Fund                        | General              | Road                | Special Revenue / Services | Intergovern. Human Services | Health and Human Services |
|-----------------------------|----------------------|---------------------|----------------------------|-----------------------------|---------------------------|
| General                     | \$ -                 | \$ 1,955,512        | \$ 205,053                 | \$ -                        | \$ 1,243,614              |
| Road                        | 12,000               | 576,765             | -                          | -                           | -                         |
| Special revenue/services    | 247,701              | -                   | 1,591,455                  | -                           | -                         |
| Intergovern. human services | 3,163,139            | -                   | -                          | -                           | -                         |
| Health and human services   | 11,759,439           | -                   | 145,832                    | 465,767                     | 73,520                    |
| Other governmental funds    | 2,776,826            | 39,822              | 428,615                    | 4,000,000                   | 659,020                   |
| Land management             | -                    | -                   | 136,132                    | -                           | -                         |
| Internal service funds      | -                    | -                   | -                          | -                           | -                         |
| <b>Total transfers out</b>  | <b>\$ 17,959,105</b> | <b>\$ 2,572,099</b> | <b>\$ 2,507,087</b>        | <b>\$ 4,465,767</b>         | <b>\$ 1,976,154</b>       |

| Fund (continued)            | Other Governmental Funds | Enterprise Funds  | Internal Service Funds | Total                |
|-----------------------------|--------------------------|-------------------|------------------------|----------------------|
| General                     | \$ 675,969               | \$ 64,019         | \$ 211,215             | \$ 4,355,382         |
| Road                        | -                        | -                 | -                      | 588,765              |
| Special revenue/services    | -                        | -                 | -                      | 1,839,156            |
| Intergovern. human services | -                        | -                 | -                      | 3,163,139            |
| Health and human services   | -                        | -                 | -                      | 12,444,558           |
| Other governmental funds    | 636,238                  | 157,144           | 350,000                | 9,047,665            |
| Land management             | -                        | -                 | -                      | 136,132              |
| Internal service funds      | -                        | 4,825             | 243,778                | 248,603              |
| <b>Total transfers out</b>  | <b>\$ 1,312,207</b>      | <b>\$ 225,988</b> | <b>\$ 804,993</b>      | <b>\$ 31,823,400</b> |

Transfers are routinely made for the following purposes:

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

During fiscal year 2022, no non-routine transfers were made.

## Notes to Basic Financial Statements

June 30, 2022

### NOTE III - DETAILED NOTES ON ALL FUNDS (continued)

#### G. Noncurrent Liabilities

##### Limited Tax Bonds

The County issues limited tax bonds in governmental activities. All limited tax bonds are backed by the full faith and credit of the County, within the limitations of Article XI of the Oregon Constitution, and are to be repaid from existing revenue sources. Descriptions of outstanding limited tax bonds are as follows:

*Full Faith and Credit Obligations, Series 2002A* - Original issue amount \$7,615,000 used to refund the 1998 Municipal Loan Agreement issued to finance public improvements to the County fairgrounds. In June 2011, all but \$1,170,000 was refunded with the issuance of Series 2011R. The final annual principal and semi-annual interest payments of \$115,500 was paid off on June 1, 2022 in fiscal year 2022, there is no interest or principal balance outstanding as of June 30, 2022.

*Full Faith and Credit Obligations, Series 2003B* - Original issue amount \$5,655,000 used in part to refund the Special Obligations, Series 1993 and Limited Tax Revenue, Series 1995 bonds issued to finance public improvements to the County courthouse and jail, and to finance new costs of a facility for the County Elections division and the plaza/free Speech area at the County courthouse. Remaining annual principal and semi-annual interest payments are \$223,263 in fiscal year 2022 and then final payment of \$219,345 in fiscal year 2023. Payment of principal and interest was originally insured by MBIA, and the policy is now held by NPMFG.

*Limited Tax Pension Bonds, Series 2002* – Original issue amount \$71,408,377 (\$14,853,377 in deferred interest bonds and \$56,555,000 in current interest bonds) used to finance a portion of the estimated unfunded actuarial liability with the Oregon Public Employees Retirement System. Remaining annual principal and semi-annual interest payments fluctuate from \$8.5 million to \$11.2 million per year (increasing) with final payment scheduled on June 1, 2028. Payment of principal and interest is insured by AMBAC.

*Full Faith and Credit Obligations, Series 2011* – Issued in the amount of \$10,345,000 on March 30, 2011 and used to finance improvements to the Riverstone Health Clinic building, Richardson Park Marina, the Public Works Customer Service Center, the Lane Events Center Convention Center roof, and the Public Services Building steam conversion. Annual principal and semi-annual interest payments average \$751,000 with the final payment scheduled on June 1, 2031. The outstanding principal balance of \$6,075,000 was paid off on February 2, 2022.

*Full Faith and Credit Refunding Obligations, Series 2011R* – Issued in the amount of \$4,945,000 on June 2, 2011 and used to refund a majority of the Series 2002A obligations. The final principal and semi-annual interest payments of \$561,000 was paid on June 1, 2022. There is no interest or principal balance outstanding as of June 30, 2022.

*Full Faith and Credit Refunding Obligations, Series 2017* – Issued in the amount of \$8,870,000 on May 31, 2017 and used to advance refund a majority of the Series 2009A obligations. Annual principal and semi-annual interest payments are \$1,047,856 in fiscal year 2022. Thereafter, remaining annual principal and semi-annual interest payments are approximately \$8.1 million with the final payment scheduled on November 1, 2029. The bonds are not insured.

*Full Faith and Credit Refunding Obligations, Series 2022R* – Issued in the amount of \$7,415,000 plus a premium of \$889,037 on June 1, 2022. These full faith and credit bonds were issued to extinguish the \$6,115,601 County's Series 2011 bond, plus \$5,000,000 for the County capital construction project, Development Disability building. The County contributed \$3,000,000 from other sources for the extinguishment of debt, saving the county \$714,966. Annual principal and semi-annual interest payments average \$600,000, with the final payment scheduled on June 1, 2041.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

*Pension Obligation Bonds, Series 2022* – issued in the amount of \$286,638,289 was funded on June 28, 2022. The bond is used to *establish a PERS Side Account* to offset the County’s PERS Employer rates, provided the financing at a borrowing rate of 4.430%. There are no principal and interest due in fiscal year 2022. The first interest and principal payment in an amount of \$16,776,960 are scheduled in fiscal year 2023. The bonds are not insured.

Limited tax bonds outstanding as of June 30, 2022 are as follows:

| Governmental Activities                             | Interest Rates (%) | Unamortized<br>Premium<br>(Discount)<br>on Bonds | Ending<br>Balance     |
|---|--------------------|--|-----------------------|
| Limited tax bonds:                                  |                    |  |                       |
| Limited Tax Full Faith & Credit Bonds, Series 2002A | 5.000%             | \$ -   | \$ -                  |
| Limited Tax Full Faith & Credit Bonds, Series 2003B | 4.350% to 4.450%   | -  | 210,000               |
| Limited Tax Full Faith & Credit Bonds, Series 2011  | 3.3000%            | -  | -                     |
| Limited Tax Full Faith & Credit Bonds, Series 2011R | 4.000%             | -  | -                     |
| Limited Tax Full Faith & Credit Bonds, Series 2017  | 4.500% to 4.375%   | 446,442  | 7,360,000             |
| Limited Tax Full Faith & Credit Bonds, Series 2022R | 5.000% to 2.125%   | <u>875,127</u>                                   | <u>6,915,000</u>      |
|   |                    | 1,321,569  | 14,485,000            |
| Limited Tax Pension Bonds, Series 2002              | 6.850%             | (24,271)   | 37,835,000            |
| Pension Obligation Bond, Series 2022                | 4.430%             | -  | <u>286,638,289</u>    |
| Total limited tax bonds                             |                    | <u>\$ 1,297,298</u>                              | <u>\$ 338,958,289</u> |

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

| Year<br>Ending<br>June 30 | Governmental Activities                                   |                      |                           |                     |                         |                       |
|---------------------------|---|----------------------|---------------------------|---------------------|-------------------------|-----------------------|
|                           | Limited Tax Bonds, excluding<br>Limited Tax Pension Bonds |                      | Limited Tax Pension Bonds |                     | Total Limited Tax Bonds |                       |
|                           | Principal   | Interest             | Principal                 | Interest            | Principal               | Interest              |
| 2023                      | \$ 5,932,426  | \$ 12,748,167        | \$ 6,290,000              | \$ 2,591,698        | \$ 12,222,426           | \$ 15,339,865         |
| 2024                      | 6,080,309   | 12,944,505           | 7,140,000                 | 2,160,832           | 13,220,309              | 15,105,337            |
| 2025                      | 6,944,988   | 12,675,737           | -                         | 1,671,743           | 6,944,988               | 14,347,480            |
| 2026                      | 7,850,368   | 12,377,071           | 9,050,000                 | 1,671,743           | 16,900,368              | 14,048,814            |
| 2027                      | 8,819,599   | 12,038,640           | 10,145,000                | 1,051,817           | 18,964,599              | 13,090,457            |
| 2028-2032                 | 58,547,854  | 53,563,546           | 5,210,000                 | 356,885             | 63,757,854              | 53,920,431            |
| 2033-2037                 | 88,560,768  | 38,451,742           | -                         | -                   | 88,560,768              | 38,451,742            |
| 2038-2042                 | <u>118,386,977</u>  | <u>15,164,007</u>    | <u>-</u>                  | <u>-</u>            | <u>118,386,977</u>      | <u>15,164,007</u>     |
|                           | <u>\$301,123,289</u>                                      | <u>\$169,963,416</u> | <u>\$ 37,835,000</u>      | <u>\$ 9,504,718</u> | <u>\$ 338,958,289</u>   | <u>\$ 179,468,134</u> |

The Limited Tax Pension Bonds, Series 2002 are deep discount bonds and reported net of accretion. However, the annual debt service requirements to maturity are reported on the cash basis and do not account for accreted amounts. The following table reconciles the annual debt service requirements to maturity schedule to the ending balance of limited tax bonded debt:



**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

| <u>Limited Tax Bonds</u>                          | <u>Ending Balance</u> | <u>Due Within<br/>One Year</u> |
|---|-----------------------|--------------------------------|
| Pension debt service requirements 2002            | \$ 37,835,000         | \$ 6,290,000                   |
| Pension Obligation debt service requirements 2022 | <u>286,638,289</u>    | <u>4,537,426</u>               |
| Total limited tax pension bonds outstanding       | 324,473,289           | 10,827,426                     |
| <br>  |                       |                                |
| Non-pension debt service requirements             | <u>14,485,000</u>     | <u>1,395,000</u>               |
| Total limited tax bonds outstanding               | <u>\$ 338,958,289</u> | <u>\$ 12,222,426</u>           |

The County is subject to a legal debt limit for limited tax bonds of 1 percent of the real market value of all taxable property within the County. The County is also subject to a legal debt limit for pension bonds of 5 percent of the real market value of all taxable property within the County. As of June 30, 2022, the County is in compliance with both limits.

Internal Service Fund Debt

Based on an analysis of billings, governmental activities have been determined to be the predominant source of revenue for all internal service funds. Therefore, long-term debt in governmental activities includes those in internal service funds. As of June 30, 2022, internal service fund debt includes the Limited Tax Pension Bonds of \$37,835,000, less deferred unamortized bond discounts of \$24,271.

Notes Payable

The County issues notes to finance major construction projects in governmental activities. Descriptions of outstanding notes payable are as follows:

*Oregon Department of Energy's Small Scale Local Energy Loan Program* – Original issue amount of \$2,080,000 to finance machinery, equipment, and improvements to the regional computer data center that will provide energy savings to the County. The note terms required the County to transfer its Qualified Energy Conservation Bond (QECB) authority of \$2,041,695 to the State which the Oregon Department of Energy used to finance the notes. Although the QECB's are not issued in the County's name, the County is responsible to apply for the interest subsidy with the Internal Revenue Service. Annual principal and semi-annual interest payments are less than \$200,000 per year with final payment scheduled on October 1, 2029. Notes payable are backed by the full faith and credit of the County and are to be repaid from existing revenue sources. In fiscal year 2022, the County made one principal payment of \$130,000 and two interest payments on the loan in the amount of \$60,190 and interest subsidy received from the Internal Revenue Service in the amount of \$37,446 for fiscal year 2022.

*Wilson Investments, LLC* - Original issue amount of \$2,800,000 to finance the purchase of real property and all improvements at 2699 Roosevelt Boulevard in Eugene, Oregon during fiscal year 2020. The purchase price of \$3.1 million, less the down payment and earnest money, was secured by a promissory note payable over 20 years at a five percent interest rate. Annual principal and semi-annual interest payments are \$221,745 per year with final payment scheduled on January 1, 2040. Notes payable are backed by the full faith and credit of the County and are to be repaid from existing revenue sources. The County has the right to prepay the note after five years of payments at a cost ranging from 10 percent and declining to 2 percent of the remaining note balance in addition to the actual remaining note balance. In fiscal year 2022, the County made principal payments of \$89,771 and interest payments of \$131,974.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

Notes payable outstanding as of June 30, 2022 is as follows:

| <u>Governmental Activities</u>  | <u>Interest Rates (%)</u> | <u>Ending Balance</u>     |
|---------------------------------|---------------------------|---------------------------|
| Oregon Department of Energy     | 3.90% to 5.15%            | \$1,220,000               |
| Wilson Investments, LLC         | 5.00%                     | <u>2,590,481</u>          |
| Total Notes Payable Outstanding |                           | <u><u>\$3,810,481</u></u> |

Annual debt service requirements to maturity for notes payable are as follows:

| Year Ending | Total Notes Payable |                     | ODOE Notes          |                   | Wilson Investment Notes |                     |
|-------------|---------------------|---------------------|---------------------|-------------------|-------------------------|---------------------|
| June 30     | <u>Principal</u>    | <u>Interest</u>     | <u>Principal</u>    | <u>Interest</u>   | <u>Principal</u>        | <u>Interest</u>     |
| 2023        | \$ 229,364          | \$ 182,269          | \$ 135,000          | \$ 54,888         | \$ 94,364               | \$ 127,381          |
| 2024        | 239,192             | 171,663             | 140,000             | 49,110            | 99,192                  | 122,553             |
| 2025        | 249,267             | 160,316             | 145,000             | 42,838            | 104,267                 | 117,478             |
| 2026        | 259,601             | 148,194             | 150,000             | 36,050            | 109,601                 | 112,144             |
| 2027        | 270,209             | 135,303             | 155,000             | 28,766            | 115,209                 | 106,537             |
| 2028-2032   | 1,165,725           | 476,346             | 495,000             | 38,346            | 670,725                 | 438,000             |
| 2033-2037   | 860,781             | 247,945             | -                   | -                 | 860,781                 | 247,945             |
| 2038-2040   | 536,342             | 36,499              | -                   | -                 | 536,342                 | 36,499              |
|             | <u>\$ 3,810,481</u> | <u>\$ 1,558,535</u> | <u>\$ 1,220,000</u> | <u>\$ 249,998</u> | <u>\$ 2,590,481</u>     | <u>\$ 1,308,537</u> |

Rebatable Arbitrage

Arbitrage reviews are performed annually on all County tax-exempt bonds and obligations, and rebates of interest earned on arbitrage are made as required by the federal tax code. Liabilities are reported in the government-wide and proprietary fund financial statements when incurred, but liabilities are not reported in the governmental fund financial statements until due and payable. As of June 30, 2022, there were no rebatable arbitrage liabilities to report.

Landfill Closure and Postclosure Care Cost

The County operates the Short Mountain Landfill under a Solid Waste Disposal Permit (No. 290) from the Oregon Department of Environment Quality (DEQ). The approval for 2022 Annual Recertification of Financial Assurance by Department of Environment Quality was issued.

State and federal laws and regulations require the County to place a final cover on its landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although final closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these final closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each statement of net position date. The landfill closure and postclosure care liability of \$7.1 million as of June 30, 2022, represents current cost estimates based on the use of 25 percent of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of final closure and post-closure care of \$20.5 million as the remaining estimated capacity is filled. Cost estimates are based on what it would cost to perform all final closure and post-closure care in 2022. Actual costs may be different due to inflation, deflation, changes in technology, or changes in regulations. The County expects to close the landfill in approximately 70 years, or the year 2087.

*Site Development Plan:* In July 2006, the County updated its Site Development Plan (SDP). The plan was reviewed and approved by the ODEQ in July 2007. The ultimate footprint at full build-out is 219 acres.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III – DETAILED NOTES ON ALL FUNDS (continued)**

*Financial Assurance:* Each year the County demonstrates financial assurance in connection with the closure and postclosure care activities for the Short Mountain Landfill by using the local government financial assurance test described in Title 40 of the Code of Federal Regulations, paragraph 258.74. As of June 30, 2022 (the most recent analysis), the County is in compliance with the local government financial assurance test as required by Oregon Administrative Rule 340-94-0140. At June 30, 2022, restricted net position is held for the landfill closure and postclosure care liability.

Compensated Absences

County employees accumulate earned but unused leave with pay which combines into a time management bank. Upon termination of employment one-half of the time management bank pays out at the employees current pay rate. An analysis of vested compensated absences County-wide shows that more time management is taken the subsequent year than vests the previous year. As a result, all compensated absences are considered current.

The general fund, road fund, special revenue / services fund, health and human services fund, and local option tax levy fund, other governmental funds and internal service funds are used to liquidate these liabilities.

Compensated absences included in governmental activities and Business Activities at June 30, 2022 are as follows:

| <u>Governmental-type Activities</u> | <u>Due Within<br/>One Year</u> |
|-------------------------------------|--------------------------------|
| General                             | \$3,765,898                    |
| Road                                | 831,960                        |
| Special revenue / services          | 521,147                        |
| Health & human services             | 2,437,676                      |
| Intergovernmental human services    | 226,334                        |
| Local option tax levy               | 950,118                        |
| Other governmental funds            | 102,430                        |
| Internal service funds              | 748,589                        |
| Total                               | <u>\$9,584,152</u>             |

| <u>Business -type Activities</u> | <u>Due Within<br/>One Year</u> |
|----------------------------------|--------------------------------|
| Lane Events Center               | \$65,519                       |
| Solid Waste                      | 464,879                        |
| Other Enterprise                 | 239,202                        |
| Total                            | <u>\$769,600</u>               |

Pension and Other Postemployment Benefits Liabilities

See Note IV.B. *Pension Plan* in the Notes to Basic Financial Statements section of this report for additional information.

See Note IV.C. *Other Postemployment Benefits* in the Notes to Basic Financial Statements section of this report for additional information.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

The General Fund, Road Fund, Special Revenue / Services Fund, Intergovernmental Human Services Fund, Health and Human Services Fund, and Local Option Tax Levy Fund, other governmental funds and internal service funds are typically used to liquidate these liabilities.

Changes in Noncurrent Liabilities

| <u>Governmental Activities</u>                  | <u>Beginning Balance</u> | <u>Additions</u>      | <u>Reductions</u>    | <u>Ending Balance</u> | <u>Due Within One Year</u> |
|---|--------------------------|-----------------------|----------------------|-----------------------|----------------------------|
| Bonds payable:                                  |                          |                       |                      |                       |                            |
| Limited tax bonds & Pension Obligation          | \$ 58,630,000            | \$ 294,053,289        | \$ 13,725,000        | \$ 338,958,289        | \$ 12,222,426              |
| Deferred amounts:                               |                          |                       |                      |                       |                            |
| Issuance premiums, net of discounts             | 593,879                  | 915,815               | 212,396              | 1,297,298             | -                          |
| Total bonds payable                             | <u>59,223,879</u>        | <u>294,969,104</u>    | <u>13,937,396</u>    | <u>340,255,587</u>    | <u>12,222,426</u>          |
| Compensated absences                            | 9,554,695                | 19,377,913            | 19,348,456           | 9,584,152             | 9,584,152                  |
| Claims  | 4,937,000                | -                     | -                    | 4,937,000             | 4,937,000                  |
| Notes payable                                   | 4,030,253                | -                     | 219,772              | 3,810,481             | 229,364                    |
| Total Governmental Activities                   | <u>\$ 77,745,827</u>     | <u>\$ 314,347,017</u> | <u>\$ 33,505,624</u> | <u>\$ 358,587,220</u> | <u>\$ 26,972,942</u>       |
| <u>Business-type Activities</u>                 |                          |                       |                      |                       |                            |
| Compensated absences                            | \$ 789,562               | \$ 1,680,149          | \$ 1,700,111         | \$ 769,600            | \$ 769,600                 |
| Landfill closure and postclosure care liability | 6,346,729                | 761,245               | -                    | 7,107,974             | -                          |
| Total Business-type Activities                  | <u>\$ 7,136,291</u>      | <u>\$ 2,441,394</u>   | <u>\$ 1,700,111</u>  | <u>\$ 7,877,574</u>   | <u>\$ 769,600</u>          |

**H. Net Investment in Capital Assets**

Net investment in capital assets in the Statement of Net Position is computed as follows:

|  | <u>Governmental Activities</u> | <u>Business-type Activities</u> |
|--|--------------------------------|---------------------------------|
| Net investment in Capital Assets   |                                |                                 |
| Capital assets:  |                                |                                 |
| Land and construction in progress  | \$ 35,834,255                  | \$ 34,076,808                   |
| Other capital assets (net of accumulated depreciation)                   | 331,939,921                    | 11,882,088                      |
| Right to use lease assets, net   | 1,629,330                      | 1,996                           |
| Total capital assets   | <u>369,403,506</u>             | <u>45,960,892</u>               |
| Debt related to capital assets:  |                                |                                 |
| Bonds payable - par  | 338,958,289                    | -                               |
| Bonds payable - unamortized premiums/discounts                           | 1,297,298                      | -                               |
| Note payable   | 3,810,481                      | -                               |
| Lease liabilities (current and long-term)                                | 1,648,505                      | -                               |
| Less unrelated debt:   |                                |                                 |
| Limited tax pension bonds (less discount of \$24,271)                    | (324,449,018)                  | -                               |
|  | <u>21,265,555</u>              | -                               |
| Add: Capital related to deferred outflows of resources on debt refunding | (556,703)                      | -                               |
| Less: unspent proceeds: Oregon Department of Energy note payable         | (1,181,695)                    | -                               |
| Related debt   | <u>19,527,157</u>              | -                               |
| Net investment in capital assets   | <u>\$ 349,876,349</u>          | <u>\$ 45,960,892</u>            |

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS (continued)**

**I. Discretely Presented Component Units**

Homes for Good Housing Agency

*Cash and Investments*

Total cash and investments for Homes for Good at June 30, 2022 are comprised of the following:

|                                     |                     |
|-------------------------------------|---------------------|
| Unrestricted – current:             |                     |
| Cash and cash equivalents           | \$ 12,121,008       |
| Investments                         | 3,041,733           |
|                                     |                     |
| Restricted - current:               |                     |
| Cash and cash equivalents           | 6,364,928           |
| Investments in limited partnerships | <u>854,722</u>      |
| Total cash and investments          | <u>\$22,382,391</u> |

Unrestricted investments for Homes for Good at June 30, 2022 are comprised of the following:

| <u>Investments</u>                 | <u>Fair Value</u>  |
|------------------------------------|--------------------|
| Local government investment pool   | <u>\$179,898</u>   |
| Cash and Government Bonds (RBC)    | <u>1,562,805</u>   |
| Unrestricted – current Investments | <u>\$3,041,733</u> |

*Capital Assets*

Annual capital assets activity is only available for Homes for Good as the primary government. Annual activity for Homes for Good’s discretely presented component units was not available so it is being presented here in total only.

Depreciation of Homes for Good as the primary government was \$2,483,808 for the year ended June 30, 2022. Depreciation of Homes for Good’s discretely presented component units was \$1,336,680. Both were charged as direct expenses in the Statement of Activities.

**Notes to Basic Financial Statements**

June 30, 2022

| Homes for Good - primary government  | Beginning Balance | Increases    | Decreases    | Transfers   | Ending Balance |
|--|-------------------|--------------|--------------|-------------|----------------|
| <u>Capital assets not being depreciated:</u>                               |                   |              |              |             |                |
| Land   | \$ 11,000,597     |              | \$ (370,338) | \$ -        | \$ 10,630,259  |
| Construction in progress   | 5,537,820         | 2,910,002    | -            | (6,374,480) | 2,073,342      |
| Total capital assets not being depreciated                                 | 16,538,417        | 2,910,002    | (370,338)    | (6,374,480) | 12,703,601     |
| <u>Capital assets being depreciated:</u>                                   |                   |              |              |             |                |
| Buildings and land improvements  | 91,887,399        | 3,936,557    | (825,897)    | 6,374,480   | 101,372,539    |
| Equipment and furniture  | 3,623,812         | 101,651      | (16,010)     | -           | 3,709,453      |
| Total capital assets being depreciated                                     | 95,511,211        | 4,038,208    | (841,907)    | 6,374,480   | 105,081,992    |
| <u>Less accumulated depreciation for:</u>                                  |                   |              |              |             |                |
| Total accumulated depreciation   | (53,547,999)      | (2,483,808)  | 635,428      | -           | (55,396,379)   |
| Total capital assets being depreciated, net                                | 41,963,212        | 1,554,400    | (206,479)    | 6,374,480   | 49,685,613     |
| Total capital assets, net  | \$ 58,501,629     | \$ 4,464,402 | \$ (576,817) | \$ -        | 62,389,214     |
| Net capital assets, discretely presented component units of Homes for Good |                   |              |              |             | 81,673,225     |
| Total Capital Assets of Homes for Good                                     |                   |              |              |             | \$ 144,062,439 |

*Noncurrent Liabilities*

Noncurrent liabilities activity is only available for Homes for Good as the primary government. Annual activity for Homes for Good’s discretely presented component units was not available so it is being presented here in total only.

|  | Beginning Balance    | Additions           | Reductions          | Ending Balance       | Due Within One Year  |
|--|----------------------|---------------------|---------------------|----------------------|----------------------|
| Compensated absences   | \$ 465,085           | \$ -                | \$ 13,344           | \$ 451,741           | \$ 441,109           |
| Escrow account   | 265,313              | 28,045              | 86,934              | 206,424              | -                    |
| Other post-employment benefits                               | 161,527              | -                   | 7,813               | 153,714              | -                    |
| Notes payable  | 21,837,502           | 6,263,526           | 1,503,394           | 26,597,634           | 257,000              |
|  | <u>\$ 22,729,427</u> | <u>\$ 6,291,571</u> | <u>\$ 1,611,485</u> | <u>\$ 27,409,513</u> | <u>\$ 698,109</u>    |
| Noncurrent liabilities, discretely presented component units |                      |                     |                     | 55,436,876           | 16,638,301           |
| Total noncurrent liabilities                                 |                      |                     |                     | <u>\$ 82,846,389</u> | <u>\$ 17,336,410</u> |

The County is not obligated in any manner for the debt of Homes for Good or its component units.

Lane County, Oregon  
**Notes to Basic Financial Statements**  
June 30, 2022

**NOTE III - DETAILED NOTES ON ALL FUNDS** (continued)

**J. Fund Balances**

Fund balances by specific purpose for the year ended June 30, 2022 were as follows:

| Fund balances              | General              | Road                 | COVID-19 Fund       | Special Revenue /<br>Services | Intergovernmental<br>Human Services |
|----------------------------|----------------------|----------------------|---------------------|-------------------------------|-------------------------------------|
| <b>Nonspendable:</b>       |                      |                      |                     |                               |                                     |
| Inventories                | \$ 215,453           | \$ 1,471,102         | \$ -                | \$ -                          | \$ -                                |
| <b>Restricted:</b>         |                      |                      |                     |                               |                                     |
| General government         | -                    | -                    | -                   | 9,601,424                     | -                                   |
| Public safety              | -                    | -                    | -                   | 928                           | -                                   |
| Public health and welfare  | -                    | -                    | -                   | -                             | -                                   |
| Roads and bridges          | -                    | 19,910,732           | -                   | 1,382,670                     | -                                   |
| <b>Committed:</b>          |                      |                      |                     |                               |                                     |
| Capital projects           | -                    | -                    | -                   | -                             | -                                   |
| <b>Assigned:</b>           |                      |                      |                     |                               |                                     |
| Capital projects           | -                    | -                    | -                   | -                             | -                                   |
| Debt service               | -                    | -                    | -                   | -                             | -                                   |
| General government         | -                    | -                    | -                   | 1,626,311                     | -                                   |
| Public safety              | -                    | -                    | -                   | 3,467,343                     | -                                   |
| Public health and welfare  | -                    | -                    | -                   | -                             | 3,127,164                           |
| Parks                      | -                    | -                    | -                   | -                             | -                                   |
| Roads and bridges          | -                    | 30,851,466           | -                   | 105,469                       | -                                   |
| <b>Unassigned:</b>         | 34,690,337           | -                    | (317,301)           | -                             | -                                   |
| <b>Total fund balances</b> | <b>\$ 34,905,790</b> | <b>\$ 52,233,300</b> | <b>\$ (317,301)</b> | <b>\$ 16,184,145</b>          | <b>\$ 3,127,164</b>                 |

| Fund balances              | Health and<br>Human Services | Local Option Tax<br>Levy | Other<br>Governmental<br>Funds | Total Governmental<br>Funds |
|----------------------------|------------------------------|--------------------------|--------------------------------|-----------------------------|
| <b>Nonspendable:</b>       |                              |                          |                                |                             |
| Inventories                | \$ 177,844                   | \$ -                     | \$ -                           | \$ 1,864,399                |
| <b>Restricted:</b>         |                              |                          |                                |                             |
| General government         | -                            | -                        | 6,827,923                      | 16,429,347                  |
| Public safety              | -                            | 23,338,551               | -                              | 23,339,479                  |
| Public health and welfare  | 34,833,906                   | -                        | -                              | 34,833,906                  |
| Roads and bridges          | -                            | -                        | 1,550,686                      | 22,844,088                  |
| <b>Committed:</b>          |                              |                          |                                |                             |
| Capital projects           | -                            | -                        | 23,211                         | 23,211                      |
| <b>Assigned:</b>           |                              |                          |                                |                             |
| Capital projects           | -                            | -                        | 3,685,586                      | 3,685,586                   |
| Debt service               | -                            | -                        | 352,137                        | 352,137                     |
| General government         | -                            | -                        | 296,511                        | 1,922,822                   |
| Public safety              | -                            | 174,424                  | 40,242                         | 3,682,009                   |
| Public health and welfare  | 25,666,192                   | -                        | -                              | 28,793,356                  |
| Parks                      | -                            | -                        | 2,795,326                      | 2,795,326                   |
| Roads and bridges          | -                            | -                        | -                              | 30,956,935                  |
| <b>Unassigned:</b>         | -                            | -                        | -                              | 34,373,036                  |
| <b>Total fund balances</b> | <b>\$ 60,677,942</b>         | <b>\$ 23,512,975</b>     | <b>\$ 15,571,622</b>           | <b>\$ 205,895,637</b>       |

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION**

**A. Risk Management**

The County utilizes an internal service fund to account for and finance its risk of loss. The County is self-insured for workers' compensation claims and auto/general liability claims, and carries commercial insurance for all other significant risks.

Coverage for workers' compensation claims in excess of \$750,000 and auto/general liability claims in excess of \$1 million is purchased from commercial insurers. Claims for catastrophic fire, earthquake, and flood insurance coverage up to \$100 million is subject to a \$100,000 deductible per occurrence except for earthquake which has a deductible of 2 percent. During the past three fiscal years, no settled claims have exceeded insurance coverage levels, nor has there been any significant decrease in insurance coverage.

Claims liabilities reported in the County's basic financial statements are based on a bi-annual actuarial estimate of the ultimate cost of settling claims, including incurred but not reported (IBNR) claims. The recent actuarially determined liability was prepared for the year ended June 30, 2022. Claims liabilities include all incremental costs incurred directly as a result of the claim and consider estimated recoveries on both settled and unsettled claims. Claims expense has been reduced by amounts recovered, or expected to be recovered, through excess insurance.

At June 30, 2022, a total estimated claims liability of \$4,937,000 is reported in an internal service fund. All prior and current year claims are fully reserved and have been discounted assuming a 1.92 percent interest rate and reflect the selected payment pattern. The County does not utilize annuity contracts from commercial insurers, nor are they party to any structured settlements. All known liabilities have been disclosed.

The following changes occurred in the internal service fund claims liability in the current and previous fiscal year by type of claim:

| Workers' Compensation  |   |                           |                                       |                   |   |
|------------------------|---|---------------------------|---------------------------------------|-------------------|---|
| Year Ending<br>June 30 | Liability<br>Balance at<br>Beginning of<br>Year | Current<br>Year<br>Claims | Changes to<br>Prior Year<br>Estimates | Claim<br>Payments | Liability<br>Balance<br>at End of<br>Year |
| 2021                   | \$2,470,000                                     | \$762,182                 | \$630,000                             | \$(762,182)       | \$3,100,000                               |
| 2022                   | \$3,100,000                                     | \$602,692                 | -                                     | \$(602,692)       | \$3,100,000                               |

| General Liability      |   |                           |                                       |                   |   |
|------------------------|---|---------------------------|---------------------------------------|-------------------|---|
| Year Ending<br>June 30 | Liability<br>Balance at<br>Beginning of<br>Year | Current<br>Year<br>Claims | Changes to<br>Prior Year<br>Estimates | Claim<br>Payments | Liability<br>Balance<br>at End of<br>Year |
| 2021                   | \$5,413,000                                     | \$265,355                 | \$(3,576,000)                         | \$(265,355)       | \$1,837,000                               |
| 2022                   | \$1,837,000                                     | \$301,891                 | -                                     | \$(301,891)       | \$1,837,000                               |

Total claims payable at June 30, 2022 are as follows:

| Governmental Activities | Amount             |
|-------------------------|--------------------|
| Internal service fund:  |                    |
| Workers' compensation   | \$3,100,000        |
| General liability       | \$1,837,000        |
| Total claims payable    | <u>\$4,937,000</u> |



## Notes to Basic Financial Statements

June 30, 2022

### NOTE IV - OTHER INFORMATION (continued)

The County renewed its annual agreement with PacificSource Health Plans to administer claims. An internal service fund is established to set aside the reserve and account for its risk of loss. Additionally, the County purchased Stop/Loss coverage for large claims. In July 2021, the County renewed its self-funded medical plans with PacificSource, and fully insured dental plans with Delta Dental (co-pay) and Willamette Dental, for the policy year beginning July 1, 2022, through June 30, 2023.

#### B. Pension Plan

##### Plan Description

The County is a participating employer in the Oregon Public Employee Retirement System (PERS), a cost-sharing multiple-employer defined public employee pension plan, and maintains a defined contribution plan for the purpose of individual retirement savings through PERS. PERS is administered under Oregon Revised Statutes Chapter 238 and Internal Revenue Service 401(a) by the Public Employees Retirement Board (PERB). The authority to establish and amend the benefit provisions of the plan rests with the Oregon Legislature. County employees are eligible to participate in PERS after six months of employment and benefits vest after completing at least 600 hours in each of five years (the years do not need to be consecutive) or at normal retirement age provided the employee is an active member at the time. PERS, a component unit of the State of Oregon, issues an independently audited annual comprehensive financial report, which may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, Oregon 97281-3700, by calling (888) 320-7377, or by accessing the PERS web site at <http://www.oregon.gov/PERS/>.

##### Plan Benefits

PERS is administered in accordance with Oregon Revised Statutes (ORS) Chapter 238, Chapter 238A, and Internal Revenue Code Section 401(a). The Oregon Legislature has delegated authority to the Public Employees Retirement Board (Board) to administer and manage the System.

Tier One/Tier Two Retirement Benefit (Chapter 238). Tier One/Tier Two Retirement Benefit plan is closed to new members hired on or after August 29, 2003. Chapter 238 plan provides pension, disability, and death benefits.

- Pension Benefits. The retirement benefits may be selected from 13 options including survivorship benefits and lump-sum refunds. 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. 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 (age 45 for police and fire employees) before ceasing employment with a participating employer. General service employees may retire after reaching age 55 (age 50 for police and fire employees). 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.
- Death Benefits. Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided the member was employed by a PERS employer at the time of death or certain other conditions are met.

## Notes to Basic Financial Statements

June 30, 2022

### NOTE IV - OTHER INFORMATION (continued)

- **Disability Benefits.** A member with 10 years or more of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire employees) when determining the monthly benefit.
- **Benefit Changes after Retirement.** Members may choose to continue participation in their Variable Account after retiring and may experience annual benefit fluctuations due to changes in the fair value of the underlying global equity investments of that account. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.

Oregon Public Service Retirement Plan (OPSRP), ORS Chapter 238A, provides pension, death, and disability benefits to members hired on or after August 29, 2003.

- **Pension Benefits.** This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:
  - **Police and fire:** 1.8 percent multiplied by the number of years of service and the final average salary. Normal retirement age is 60 or age 53 with 25 years retirement credit. To be classified as a police or 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.
  - An OPSRP member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.
- **Death Benefits.** Upon the death of a non-retired member, the spouse, or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that should otherwise have been paid to the deceased member.
- **Disability Benefits.** A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as to the last full month of employment before the disability occurred.

#### Contributions

All PERS participating employers are required by law to submit the contributions as adopted by the PERB. PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due.

Employer contribution rates during the period were based on the December 31, 2019 actuarial valuation. The rates, based on a percentage of payroll, became effective July 1, 2021. For the fiscal year ended June 30, 2022, covered- employee payroll totaled \$118,127,331 and required contributions were as follows:

**NOTE IV - OTHER INFORMATION** (continued)

|   | Required Rate of<br>Contribution<br><u>7/1/2021</u> |
|---|---|
| Tier One/Tier Two PERS plan                     | 22.19%  |
| OPSRP pension plan -- General service employees | 16.56%  |
| OPSRP pension plan -- Police and Fire employees | 20.92%  |

For the year ended June 30, 2022, the County contributed \$22,849,717, and an onetime lumpsum contribution of \$286,387,771 to the County's PERS side account to offset the County's PERS Employer rates. The funds were deposited in the PERS fund in June and used as a prepayment towards the County's annual pension expenses. The PERS side account will be amortized over 20 years and provide a "rate credit" against the annual payroll rate charged to Lane County.

Actuarial Valuation

The employer contribution rates effective July 1, 2021 through June 30, 2023, were set using the Entry Age Normal actuarial cost method. For the Tier One/Tier Two component, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities being amortized over 20 years. For the OPSRP component, this method produced an employer contribution rate consisting of (a) an amount for normal cost, (b) an amount for amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

Actuarial Methods and Assumptions Used in Developing Total Pension Liability

|  |   |
|--|---|
| Valuation date                             | December 31, 2019   |
| Measurement date                           | June 30, 2021   |
| Experience Study                           | 2020, published July 24, 2019   |
| Actuarial assumptions:                     |   |
| Actuarial cost method                      | Entry Age Normal  |
| Inflation rate                             | 2.40 percent  |
| Long-term expected rate of return          | 6.90 percent  |
| Discount rate                              | 6.90 percent  |
| Projected salary increases                 | 3.40 percent  |
| Post retirement Cost-of-Living adjustments | Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision, blend based on service.  |
| Mortality:                                 |   |
| Healthy retirees and beneficiaries         | Pub-2010 Healthy retiree,sex distinct, generational with Unisex. Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. |
| Active members                             | Pub-2010 employee,sex distinct, generational with Unisex. Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.        |
| Disabled retirees                          | Pub-2010 Disable retiree,sex distinct, generational with Unisex. Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. |

Source: June 30, 2021 PERS ACFR, Table 25, pg.71

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

All assumptions, methods and plan provisions used in the calculations are described in the Oregon PERS system wide GASB 68 reporting summary dated March 1, 2022. 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 number years. The December 31, 2019 Actuarial Valuation is used to develop the GASB 67 and GASB 68 financial reporting results for the Tier 1/Tier 2 and OPSRP liabilities as of June 30, 2021.

Additional information on the actuarial assumptions is included in the 2018 Experience Study report, published July 24, 2019. Other than as described below, there were no differences between the assumptions and plan provisions used for June 30, 2021 Measurement Date calculations compared to those shown in the aforementioned reports.

Senate Bill 1049, signed into law in June 2019, introduced a limit on the amount of annual salary included for the calculation of benefits. Beginning in 2020, annual salary in excess of \$195,000 (as indexed in future years) will be excluded when determining member benefits. As a result, future Tier 1/Tier 2 and OPSRP benefits for certain active members are now projected to be lower than prior to the legislation. While Senate Bill 1049 made changes to certain aspects of the System’s funding and administration, the salary limit is the only change that affects the measured Total Pension Liability. As a result, the salary limit provision is the only difference in the valuation basis used to determine the Total Pension Liability between June 30, 2018 and June 30, 2019.

The actuarial valuation calculations are based on the benefits provided under the terms of the plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members as of the December 31, 2019, valuation rolled forward to June 30, 2021.

Discount Rate

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

Assumed Asset Allocation

| <b>Oregon Investment Council (OIC)</b>  |                   |
|---|-------------------|
| <b>Approved Asset Allocation Policy</b> |                   |
| Asset Class                             | Target Allocation |
| Cash                                    | 0.0%              |
| Debt securities                         | 20.0%             |
| Public equity                           | 30.0%             |
| Private equity                          | 20.0%             |
| Real estate                             | 12.5%             |
| Real assets                             | 7.5%              |
| Diversifying strategies                 | 7.5%              |
| Risk parity                             | 2.5%              |
| <b>Total</b>                            | <b>100.0%</b>     |

Source: June 30, 2022 PERS ACFR, Table 1, pg.42

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION (continued)**

Long-Term Expected Rate of Return

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

| <u>Asset Class</u>                  | <u>Target Allocation</u> | <u>Annual Arithmetic Return <sup>2</sup></u> | <u>20-Year Annualized Geometric Mean</u> | <u>Annual Standard Deviation</u> |
|-------------------------------------|--------------------------|--|--|----------------------------------|
| Global Equity                       | 30.62 %                  | 7.11 %                                       | 5.85 %                                   | 17.05 %                          |
| Private Equity                      | 25.50                    | 11.35  | 7.71                                     | 30.00                            |
| Core Fixed Income                   | 23.75                    | 2.80   | 2.73                                     | 3.85                             |
| Real Estate                         | 12.25                    | 6.29   | 5.66                                     | 12.00                            |
| Master Limited Partnerships         | 0.75                     | 7.65   | 5.71                                     | 21.30                            |
| Infrastructure                      | 1.50                     | 7.24   | 6.26                                     | 15.00                            |
| Commodities                         | 0.63                     | 4.68   | 3.10                                     | 18.85                            |
| Hedge Fund of Funds - Multistrategy | 1.25                     | 5.42   | 5.11                                     | 8.45                             |
| Hedge Fund Equity - Hedge           | 0.63                     | 5.85   | 5.31                                     | 11.05                            |
| Hedge Fund - Macro                  | 5.62                     | 5.33   | 5.06                                     | 7.90                             |
| US Cash                             | -2.50 <sup>3</sup>       | 1.77   | 1.76                                     | 1.20                             |
| Assumed Inflation - Mean            |                          |  | 2.40 %                                   | 1.65 %                           |

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

<sup>2</sup> The arithmetic mean is a component that goes into calculating the geometric mean. Expected rates of return are presented using the geometric mean, which the Board uses in setting the discount rate.

<sup>3</sup> Negative allocation to cash represents levered exposure from allocation to Risk Parity strategy.

Source: June 30, 2022 PERS ACFR, Table 31, pg. 74

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

The following presents the County’s proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.90 percent) or 1 percentage point higher (7.90 percent) than the current rate:

|  | <u>1% Decrease<br/>(5.90%)</u> | <u>Discount Rate<br/>(6.90%)</u> | <u>1% Increase<br/>(7.90%)</u> |
|--|--------------------------------|----------------------------------|--------------------------------|
| Lane County proportionate share of the net pension liability | \$261,972,456                  | \$133,403,447                    | \$25,837,849                   |

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

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

At June 30, 2022, the County reported a liability of \$133,403,447 for its proportionate share of the net pension liability. The system wide PERS net pension liability as of June 30, 2021, was \$11,966.5 million, compared to a total pension liability of \$21,823.4 million as of June 30, 2020. The decrease in PERS net pension liability was primarily due to a \$6,155.10 million increase in total pension liability, and an increase in plan fiduciary net position of \$16,012 million, or 23.4 percent. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019 and rolled forward to June 30, 2021. The County’s proportion of the net pension liability was based on a projection of the County’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the County’s actuarially calculated proportion share was 1.11480943 percent.

Detailed information about the pension plan’s fiduciary net position and the Schedules of Employer Allocation and Pension Amounts by Employer is available in separately issued OPERS financial reports and online at [www.oregon.gov/PERS](http://www.oregon.gov/PERS).

Pension Expense

For the year ended June 30, 2022, the County recognized pension expense of \$6,493,250. The pension expense doesn’t contain any employer-paid member contributions. For the fiscal year, this amount was allocated to functions on the Statement of Activities based on the share of employer contribution as follows:

| <u>Function/Program</u>   | <u>Pension<br/>Expense</u> |
|---------------------------|----------------------------|
| Governmental activities:  |                            |
| General government        | \$ 1,051,903               |
| Public safety             | 2,084,332                  |
| Public health and welfare | 2,272,640                  |
| Parks                     | 45,453                     |
| Roads and bridges         | 551,928                    |
| Community development     | 12,986                     |
| Total                     | <u>6,019,242</u>           |
| Business-type activities: |                            |
| Lane events center        | 32,466                     |
| Solid waste disposal      | 298,690                    |
| Land management           | 142,852                    |
| Total                     | <u>474,008</u>             |
| Total pension expense     | <u><u>\$ 6,493,250</u></u> |

Lane County, Oregon  
**Notes to Basic Financial Statements**  
 June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
|---|-----------------------------------|----------------------------------|
| Differences between expected and actual experience                                | \$ 12,487,434                     | \$ -                             |
| Changes of assumptions  | 33,394,899                        | 351,086                          |
| Net difference between projected and actual earnings on pension plan investments  | -                                 | 98,757,537                       |
| Changes in proportionate share  | 2,720,209                         | 4,807,881                        |
| Differences between County contributions and proportionate share of contributions | 6,403,341                         | 9,006,041                        |
| Sub-total   | 55,005,883                        | 112,922,545                      |
| County contributions subsequent to the measurement date                           | 22,849,717                        | -                                |
| Additional one-time contribution to PERS side account                             | 286,387,771                       | -                                |
| Total   | <u>\$ 364,243,371</u>             | <u>\$ 112,922,545</u>            |

Deferred outflows of resources of \$22,849,717 and \$286,387,771 related to pensions resulting from County contributions 1) subsequent to the measurement date were recognized as a reduction of the pension expense in the year ended June 30, 2022; 2) the lump sum payment to the County's side account was recognized as a deferred outflow. These contributions do not include employee contributions or employer contributions for retirees' health insurance considered OPEB.

Other amounts reported as deferred outflows (inflows) of resources related to pensions will be recognized as pension expense per Lane County's GASB 68 Amortization Schedule by year as follows:

| Fiscal year ended June 30: | Deferred Outflows<br>(Inflows) of Resources<br>(prior to post-<br>measurement date<br>contributions) |
|----------------------------|--|
| 2023                       | \$ (10,461,961)  |
| 2024                       | (11,119,606)   |
| 2025                       | (15,463,932)   |
| 2026                       | (24,428,712)   |
| 2027                       | 3,557,549  |
|                            | <u>\$ (57,916,662)</u>   |

Payable to PERS

As of June 30, 2022, the County recorded a payable of \$1,579,732 due to Oregon PERS for required employer and employee contributions related to fiscal year 2022 payroll. This amount was liquidated with expendable resources within 60 days of fiscal year end.

Changes Subsequent to the Measurement Date

GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts

## Notes to Basic Financial Statements

June 30, 2022

### NOTE IV - OTHER INFORMATION (continued)

reported for the subsequent Measurement Date. The actuary is not aware of any changes subsequent to the June 30, 2021 Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

#### Defined Contribution Pension Plan – OPSRP-IAP

The defined contribution pension plan (called the Individual Account Program or IAP) is provided to all members or their beneficiaries who are PERS or OPSRP eligible. State statutes require covered employees to contribute 6 percent of their annual covered salary to the IAP plan. Starting July 1, 2020, because of SB 1049, a portion of the 6% IAP contributions is redirected to the Employee Pension Stability Account (EPSA). For Tier One/Two members, 3.5% to IAP and 2.5% to EPSA; OPSRP members, 5.25% to IAP and 0.75% to EPSA. Lane County has elected to pay all of the employees' required IAP and SPSA contributions. Although PERS members retain their existing PERS accounts, all current member contributions are deposited into the member's IAP. The County contributed \$7,098,184 to the IAP on behalf of employees in fiscal year 2022.

### C. Other Postemployment Benefits

The other postemployment benefits (OPEB) for the County includes two separate plans. The County provides an implicit rate subsidy for retiree medical insurance premiums, and a contribution to the State of Oregon's PERS cost-sharing multiple-employer defined health insurance benefit plan. The Single Employer Plan reports a total OPEB liability, while the RHIA Cost Sharing Plan reports a net OPEB asset on the Statement of Net Position.

#### **COUNTY RETIREE HEALTHCARE PLAN**

##### Plan Description

Lane County administers a single employer defined benefit healthcare plan that provides for payment of medical insurance premiums for eligible retirees under age 65, and for payment of Medicare Part B and supplemental premiums for eligible retirees who are covered by Medicare. Benefits under the plan are limited to participants employed prior to certain dates who meet certain service and age requirements, depending on the employee's collective bargaining agreement. The age requirement is tied to eligibility for retirement under PERS, and is generally age 55 for general service employees, or age 50 for police and fire employees. Authority for the Plan can be found in Lane Code Chapter 2.500.

Eligible participants may purchase dependent coverage for the pre-Medicare coverage at the County's premium rate. Eligible participants who meet the service requirements, but not the age requirements, for county-paid coverage, may "self-pay" continuously until the age requirement is met.

Eligibility for these benefits has been phased out since 1997. Non-represented employees who worked in permanent positions on or before March 5, 1991, and who worked ten continuous years of service, become eligible for the benefits upon retirement. Eligibility for represented employees is also based on hire date and continuous years of service, with some modifications. Employees hired after June 30, 1997 will not be eligible for the benefits, thus the plan is closed to new employees.

The County's post-retirement healthcare benefits are provided in accordance with Oregon Revised Statutes (ORS) 243.303. ORS stipulate that for the purpose of establishing healthcare premiums, the rate must be based on all plan members, including both active employees and retirees. The difference between retiree claims costs, which are generally higher in comparison to all plan members due to age, and the amount of retiree healthcare premiums represents the County's implicit employer contribution.



## Notes to Basic Financial Statements

June 30, 2022

### NOTE IV - OTHER INFORMATION (continued)

At the time of the most recent actuarial valuation, June 30, 2022, there were 824 inactive employees (retirees), spouses, or beneficiaries receiving benefits under the plan. There were also 1,623 active employees who are not eligible for the benefit but could receive the implicit employer contribution should they self-pay medical insurance upon retirement.

Lane County has not established an irrevocable trust (or equivalent arrangement) to account for the retiree health insurance plan. Instead, the activities of the plan are reported in the County's Retiree Medical Benefit Trust Fund that is classified as an internal service fund for financial reporting purposes. The retiree health insurance plan does not issue a separate report.

#### Funding Policy

The County has the authority to establish and amend contribution requirements. Lane County has adopted a pay-as-you-go approach to fund retiree healthcare by assessing County departments 3.0 percent of PERS-eligible payroll. The County pays benefits as they become due. Resources received in excess of pay-as-you-go expenditures are set aside for the payment of future benefits. For the fiscal year ended June 30, 2022, revenues to the Retiree Medical Benefit Trust Fund, an internal service fund, totaled \$2,971,624 and contributions made to insurers or payments directly to retirees totaled \$2,827,655.

For the fiscal year ended June 30, 2022, the County has accumulated \$11,756,418 to pay for future retiree healthcare benefits, which is included in the unrestricted portion of net position in the Retiree Medical Benefit Trust internal service fund. Since the net position has not been placed in a qualified OPEB trust (or equivalent arrangement) it has not been recognized as part of the actuarial valuation.

#### Actuarial Assumptions and Other inputs

The Total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

|                            |   |
|----------------------------|---|
| Measurement date           | June 30, 2022                                     |
| Valuation date             | June 30, 2022                                     |
| Report date                | June 30, 2022                                     |
| Actuarial cost method      | Entry age normal                                  |
| Inflation                  | 2.40%   |
| Salary increases           | 3.40%   |
| Discount rate              | 3.69%   |
| Mortality Rates            | Based on SOA Mortality Tables                     |
| Healthcare cost trend rate | 7.30% based on an established pattern of practice |

#### Changes of Assumptions

Amounts reported in 2022 reflect the following actuarial assumption changes and updates:

- Change in discount rate from 1.92 percent to 3.69 percent
- Update Payroll Growth Rate
- Update in Healthcare trends
- Update in the mortality tables
- Update Benefit payments

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

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

For the single-employer OPEB plan, the total OPEB liability of \$65,348,399 was measured as of June 30, 2022 and the total OPEB liability used was determined by an actuarial valuation as of June 30, 2022.

Change in Total OPEB Liability

The table below shows the changes in the total OPEB liability during the measurement period ending on June 30, 2022.

| <u>Single Employer Plan</u>                        | <u>Total OPEB Liability</u> |
|--|-----------------------------|
| <b>Balance as of June 30, 2021</b>                 | <b><u>\$ 77,431,636</u></b> |
| Changes for the year:                              |                             |
| Service cost                                       | 931,874                     |
| Interest   | 1,464,821                   |
| Differences between expected and actual experience | 90,714                      |
| Changes of assumptions                             | (10,429,180)                |
| Net benefit payments                               | <u>(4,141,466)</u>          |
| Net changes  | <u>(12,083,237)</u>         |
| <b>Balance as of June 30, 2022</b>                 | <b><u>\$ 65,348,399</u></b> |

Discount Rate

The discount rate used to measure the total OPEB liability is 3.69 percent. The County’s OPEB Plan is an unfunded plan; therefore, the discount rate was set to the rate of the tax-exempt, high-quality 20-year municipal bonds, as of the valuation date.

Sensitivity of the County’s Total OPEB Liability to Changes in the Discount Rate

Changes in the discount rate affect the measurement of the total OPEB liability. Lower discount rates produce a higher total OPEB liability and higher discount rates produce a lower total OPEB liability. The following presents the total OPEB liability of the plan, calculated using the discount rate of 3.69 percent, as well as what the plan’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.69 percent) or 1-percentage-point higher (4.69 percent) than the current rate:

|                      | 1% Decrease   | Discount Rate | 1% Increase   |
|----------------------|---------------|---------------|---------------|
|                      | <u>2.69%</u>  | <u>3.69%</u>  | <u>4.69%</u>  |
| Total OPEB Liability | \$ 72,053,700 | \$ 65,348,399 | \$ 59,611,759 |

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

Changes in healthcare trends also affect the measurement of the total OPEB liability. Lower healthcare trends produce a lower total OPEB liability and higher healthcare trends produce a higher total OPEB liability. The following presents the total OPEB liability of the plan, calculated using the healthcare cost trend rate of 4.04 percent increasing to 7.30 percent, as well as what the plan's total OPEB liability would be if it were calculated using a healthcare cost trend rate from 3.04 percent to 6.30% or 1-percentage-point higher (5.04% percent increasing to 8.30 percent) than the current rate:

|                      | Healthcare Cost Trend Rates |               |               |
|----------------------|-----------------------------|---------------|---------------|
|                      | 1% Decrease                 | Trend Rate    | 1% Increase   |
|                      | 6.30%                       | 7.30%         | 8.30%         |
| Total OPEB Liability | \$ 59,251,316               | \$ 65,348,399 | \$ 72,512,619 |

For the year ended June 30, 2022, the County recognized total net OPEB expenses of \$12.72 million, of the total, \$13.1 million expense was related to County's single Employer Plan, and \$402,893 OPEB credit to RHIA plan. At June 30, 2022, the County reported deferred outflows and inflows of resources related to OPEB for the following plans:

**Single Employer**

|  | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 4,935,311                      | \$ -                             |
| Changes of assumptions                             | 9,568,316                         | (8,631,045)                      |
| Total  | \$ 14,503,627                     | \$ (8,631,045)                   |

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

| Fiscal Year<br>Ending June 30, | Amount       |
|--------------------------------|--------------|
| 2023                           | \$ 5,966,784 |
| 2024                           | 3,088,531    |
| 2025                           | 25,757       |
| 2026                           | (1,782,494)  |
| 2027                           | (1,425,996)  |
| Total                          | \$ 5,872,582 |

**OREGON PUBLIC EMPLOYEES' RETIREMENT SYSTEMS' (PERS) RETIREE HEALTH INSURANCE ACCOUNT (RHIA)**

Plan Description

The County contributes to the Oregon Public Employees Retirement Systems' (PERS) Retiree Health Insurance Account (RHIA), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the Public Employees Retirement Board (PERB). The authority to establish and amend the benefit provisions of the plan rests with the Oregon Legislature. The plan, which was established under Oregon Revised Statutes 238.420, provides a payment of up to \$60 per month towards the costs of health insurance

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

for eligible PERS retirees. RHIA postemployment benefits are set by state statute. An annual comprehensive financial report of the funds administered by the PERB may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700, by calling (888) 320-7377, or by accessing the PERS website at <http://oregon.gov/PERS/>.

Funding Policy and Contributions

Participating employers are contractually required to contribute at a rate assessed bi-annually by the PERB. For the fiscal year ended June 30, 2022 PERS employers contributed 0.06 percent of PERS-covered salaries for Tier One and Tier Two members to fund the normal cost portion of RHIA benefits. No Unfunded Accrued Liability (UAL) rate was assigned for the RHIA program as it was funding at 126.4 percent as of December 31, 2017. The PERB sets the employer contribution rate based on an amount actuarially determined in accordance with the parameters of GASB Statement No. 75. The level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any actuarial liabilities of the plan over a period not to exceed five years.

The County's contributions to PERS including RHIA for the past six years were as follows:

| <u>Fiscal Year Ended</u> | <u>Contribution</u> |
|--------------------------|---------------------|
| June 30, 2017            | \$ 10,068,682       |
| June 30, 2018            | 12,297,016          |
| June 30, 2019            | 13,450,519          |
| June 30, 2020            | 17,792,518          |
| June 30, 2021            | 31,299,006          |
| June 30, 2022            | 307,384,093         |

Note: Cash Contributions posted subsequent to Measurement Date of June 30, 2021, included onetime Lump Sum payment of \$286,387,771 to the County's PERS side account on June 28, 2022.

Actuarial Methods and Assumptions

The net OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial methods and assumptions:

|                                   |   |
|-----------------------------------|---|
| Measurement date                  | June 30, 2021   |
| Valuation date                    | December 31, 2019   |
| Actuarial assumptions:            |   |
| Actuarial cost method             | Entry age normal  |
| Inflation rate                    | 2.40 percent  |
| Long-term expected rate of return | 6.90 percent  |
| Discount rate                     | 6.90 percent  |
| Projected salary increases        | 3.40 percent  |
| Cost-of-living adjustments (COLA) | Bend of 2.00% COLA and graded COLA (1.25%/0.15%)<br>in accordance with Moro decision; blend based on service. |

All actuarial methods and assumptions are consistent with those disclosed for the OPERS Pension Plan.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

RHIA OPEB Liabilities / (Assets), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the employer cost-sharing plan (RHIA), at June 30, 2022, the County reported a net OPEB asset of \$2,433,308 for its proportionate share of the net OPEB asset. The plan net OPEB asset for RHIA as of June 30, 2021 was \$343.4 million, compared to the net OPEB asset of \$203.7 million as of June 30, 2020. The increase in plan net OPEB asset was primarily due to a 23.3 percent increase in RHIA total OPEB Fiduciary net position. These adjustments arise when an employer’s proportion changes from one Measurement Date to another or when the employer’s contributions differ from the employer’s proportionate share of all System contributions during the period.

The OPEB liability / (asset) was based on the employer’s share of covered employee payroll in the OPEB plan relative to the covered employee payroll of all participating OPEB employers. At June 30, 2022, the County’s proportion was 0.7086 percent, which was an increase from its proportion of 0.2776 percent at the prior measurement date.

As of June 30, 2022, the County recognized deferred outflows of resources in the amount of \$376,817 and deferred inflows of resources in the amount of \$1,212,447. For the year ended June 30, 2022, the County recognized total net OPEB expense of \$12.7 million, of the total (\$402,893) was OPEB (income) for RHIA plan.

Change in Net OPEB Liability / (Asset)

This table is not required for OPEB Employer cost sharing plan, for transparent and consistent reporting purpose, this information is added:

| <u>RHIA Cost-Sharing OPEB Plan</u>                           | Net OPEB<br>Liability /<br>(Asset) |
|--|------------------------------------|
| <b>Balance as of June 30, 2021</b>                           | <u>\$ (565,698)</u>                |
| Changes for the year:  |                                    |
| Differences between expected and actual experience           | (9,868)                            |
| Changes of assumptions                                       | 41,749                             |
| Differences between projected and actual investment earnings | (641,193)                          |
| Change in proportionate share                                | (854,999)                          |
| OPEB expense   | (384,347)                          |
| Benefit payments   | (18,952)                           |
| Net changes  | <u>(1,867,610)</u>                 |
| <b>Balance as of June 30, 2022</b>                           | <u>\$ (2,433,308)</u>              |

Discount Rate

The discount rate used to measure the net OPEB liability for the RHIA Plan was 6.90 percent. 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 RHIA plan’s fiduciary net position was projected to be available to make all projected future benefit payments. Therefore, the long term expected rate of return on pension plan investments for the RHIA Plan was applied to all periods of projected benefit payments to determine the net OPEB Liability / (Asset).

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

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 percent, 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 (5.90%) or 1-percentage-point higher (7.90%) than the current rate:

|                               | 1% Decrease<br>5.90% | Current<br>Discount Rate<br>6.90% | 1% Increase<br>7.90% |
|-------------------------------|----------------------|-----------------------------------|----------------------|
| Net OPEB Liability (Asset) \$ | (2,151,904)          | \$ (2,433,308)                    | \$ (2,673,695)       |

For the year ended June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources from the following sources:

|   | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
|---|-----------------------------------|----------------------------------|
| Differences between expected and actual experience                  | \$ -                              | \$ (67,699)                      |
| Changes of assumptions  | 47,878                            | (36,199)                         |
| Net difference between projected and actual earnings on investments | 310,392                           | (578,283)                        |
| Changes in proportionate share                                      | -                                 | (530,266)                        |
| Sub-total   | 358,270                           | (1,212,447)                      |
| Contributions subsequent to the measurement date                    | 18,547                            | -                                |
| Total   | <u>\$ 376,817</u>                 | <u>\$ (1,212,447)</u>            |

Other amounts reported as deferred inflows related to the Oregon’s PERS cost-sharing plan will be recognized in OPEB expense as follows:

| Fiscal Year<br>Ending June 30, | Amount              |
|--------------------------------|---------------------|
| 2023                           | \$ (173,035)        |
| 2024                           | (357,552)           |
| 2025                           | (155,505)           |
| 2026                           | (168,085)           |
| Total                          | <u>\$ (854,177)</u> |

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

**Financial Statement Presentation**

The aggregate balance of the County's total OPEB liability, deferred outflows, deferred inflows, and expense related to other postemployment benefits for the County Plan and OPERS RHIA as of June 30, 2022 is as follows:

|                                | County's Single        | OPERS RHIA<br>Cost Sharing |                        |
|--------------------------------|------------------------|----------------------------|------------------------|
|                                | <u>Employer Plan</u>   | <u>Plan</u>                | <u>Total</u>           |
| Governmental activities:       |                        |                            |                        |
| Net OPEB asset / (liability)   | \$ (59,884,257)        | \$ 2,228,065               | \$ (57,656,191)        |
| Deferred outflows              | 13,281,117             | 345,589                    | 13,626,706             |
| Deferred inflows               | (7,906,037)            | (1,110,514)                | (9,016,551)            |
| Expense related to OPEB        | <u>12,025,182</u>      | <u>(369,050)</u>           | <u>11,656,131</u>      |
| Total governmental activities  | <u>(42,483,995)</u>    | <u>1,094,090</u>           | <u>(41,389,905)</u>    |
| Business-type activities:      |                        |                            |                        |
| Net OPEB asset / (liability)   | (5,464,142)            | 205,243                    | (5,258,900)            |
| Deferred outflows              | 1,222,510              | 31,228                     | 1,253,738              |
| Deferred inflows               | (725,008)              | (101,933)                  | (826,941)              |
| Expense related to OPEB        | <u>1,102,746</u>       | <u>(33,843)</u>            | <u>1,068,903</u>       |
| Total business-type activities | <u>(3,863,894)</u>     | <u>100,695</u>             | <u>(3,763,200)</u>     |
| Totals:                        |                        |                            |                        |
| Net OPEB asset / (liability)   | (65,348,399)           | 2,433,308                  | (62,915,091)           |
| Deferred outflows              | 14,503,627             | 376,817                    | 14,880,444             |
| Deferred inflows               | (8,631,045)            | (1,212,447)                | (9,843,492)            |
| Expense related to OPEB        | <u>13,127,928</u>      | <u>(402,893)</u>           | <u>12,725,034</u>      |
| Totals                         | <u>\$ (46,347,889)</u> | <u>\$ 1,194,785</u>        | <u>\$ (45,153,104)</u> |

**D. Deferred Compensation Plan**

The County offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code, Section 457(b), and Section 401(a). The 457(b) plan is available to all County-paid employees and allows them to defer a portion of their current earnings up to the IRS deferral limits.

The County contributes between zero percent and seven percent of each employee's wage to the 401(a) Plan depending on their represented status and their respective bargaining unit. The Plan's participants have the right to designate how the funds are invested. The Plan's assets are held in trust for the exclusive benefit of the Plan's participants and their beneficiaries and are considered property of the Plans' participants, not subject to the County's general creditors. As a result, Plan balances and activities are not reflected in these financial statements and the County has no liability for losses under the Plan.

MissionSquare Retirement, formerly ICMA-RC, is the record keeper for the Lane County Deferred Compensation Plan 457(b) and 401(a) plans. MissionSquare Retirement provides the contracted services in accordance with the provisions of each plan.

## Notes to Basic Financial Statements

June 30, 2022

### NOTE IV - OTHER INFORMATION (continued)

#### E. Joint Ventures and Jointly Governed Organizations

##### Joint Ventures

A joint venture is a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to ongoing control in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. For the fiscal year ended June 30, 2022, the County participates in the following joint ventures:

*Metropolitan Wastewater Management Commission* - The County is a participant with the City of Eugene and the City of Springfield in the Metropolitan Wastewater Management Commission (MWMC), a joint venture established by intergovernmental agreement to construct, maintain, and operate regional sewage facilities. The MWMC consists of a seven-member Commission to which the County appoints two voting members. The County does not have an ongoing financial interest in MWMC nor is it obligated for its debts, but the County does have an ongoing financial responsibility in that it is required to adopt rates and charges not less than those required by the commission. The City of Springfield includes the MWMC as a component unit of its financial reporting entity. The MWMC reported an increase in net position of \$9,258,777 and a total net position of \$187,108,303 for the fiscal year ended June 30, 2022. Separate financial statements for MWMC can be obtained from the City of Springfield Finance Department.

*Regional Fiber Consortium* - The County is a participant with the cities of Cottage Grove, Drain, Eugene, Klamath Falls, Oakridge, and Springfield in the Regional Fiber Consortium (RFC), a joint venture established by intergovernmental agreement to develop, own, and control fiber optic cable to serve the public interest within the jurisdictional territories of the member governments. The RFC consists of a seven-member Board of Directors to which the County appoints one voting member. The County does not have access to RFC assets, nor is it obligated for its debts, but the County does have an ongoing financial interest in the RFC in that it has rights to revenues in excess of operation costs. For the fiscal year ended June 30, 2022, the RFC reported an increase in net position of \$77,055 and a total net position of \$419,623. Separate financial statements for the RFC can be obtained from the City of Springfield Finance Department, the administrative arm of the RFC.

*Human Services Commission* - The County is a participant with the City of Eugene and the City of Springfield in the Human Services Commission (HSC). The HSC is governed by seven members consisting of the representatives of each of the participating governments. The HSC is a joint venture established by intergovernmental agreement dedicated to helping the County's neediest residents achieve stability, improved health, greater independence and a higher quality of life. The County has an ongoing financial responsibility to the HSC as the administrator and a major purchaser of services. The HSC does not prepare separately issued financial statements. Lane County's Department of Health and Human Services is responsible for the general administration of the HSC and accounts for all its financial activity as a program within the Health and Human Services fund, a major special revenue fund of the County.

*Lane Radio Interoperability Group* - The County is a participant with the City of Eugene, the City of Springfield and the Eugene Water & Electric Board in the Lane Radio Interoperability Group (LRIG). The LRIG is governed by six members consisting of the representatives of each of the participating governments. The LRIG is a joint venture established by intergovernmental agreement to ensure the continued operation of the Regional Interoperable Radio System (the "System"), including the maintenance, enhancement, and replacement of System components; and to serve the purpose of improving communications by using the technological components that will, at any given time, best accomplish the purpose of improved communications. For insurance purposes, the City of Eugene is the current owner of record of the LRIG controlled System components and must maintain adequate



## Notes to Basic Financial Statements

June 30, 2022

### NOTE IV - OTHER INFORMATION (continued)

insurance on the components. The County has an ongoing financial responsibility to the LRIG as a participant and a major purchaser of services. The LRIG does not prepare separately issued financial statements. Lane County's Sheriff's Department accounts for its financial activity as a Public Safety sub-fund within the Special Revenue / Services fund of the County and the Sheriff's Office Fleet and Equipment internal service fund.

*7-County Regional Interoperable Radio System (SW7)* – The County is a participant with the Oregon counties of Benton, Coos, Curry, Douglas, Josephine, and Linn for a 7-county regional interoperable radio system established in 2010. The LRIG is governed by six members consisting of the representatives of each of the participating governments. The SW7 is a joint venture established by intergovernmental agreement to ensure the continued operation of an interoperable radio system interlinked with the LRIG system, including the maintenance, enhancement, and replacement of System components; and to serve the purpose of improving communications by using the technological components that will, at any given time, best accomplish the purpose of improved communications. The County has an ongoing financial responsibility to the SW7 as a participant and as the SW7's fiscal agent for employment of a system administrator, accounting, and purchase of services. The LRIG does not prepare separately issued financial statements. Lane County's Sheriff's Department accounts for its financial activity as a Public Safety sub-fund within the Special Revenue / Services fund of the County and the Sheriff's Office Fleet and Equipment internal service fund.

#### Jointly Governed Organizations

A jointly governed organization is a regional government or other multi-governmental arrangement that is governed by representatives from each of the governments that create the organization yet is not a joint venture because the participants do not retain an ongoing financial interest or responsibility. For the fiscal year ended June 30, 2022, the County was a member of the following jointly governed organizations:

*Lane Regional Air Protection Agency* - The County, in conjunction with the Cities of Eugene, Springfield, Cottage Grove, and Oakridge, created the Lane Regional Air Protection Agency (LRAPA) in accordance with ORS 468A, an organization dedicated to protecting public health, community well-being, and the environment for the improvement and maintenance of air quality in Lane County. LRAPA's board is composed of nine members, of whom the County has one vote. The County paid \$61,650 in annual dues to LRAPA during the current fiscal year. Separate financial statements for LRAPA can be obtained from the LRAPA Finance Department.

### F. Commitments and Contingencies

#### Grants

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

#### Lawsuits

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County's legal counsel the resolution of these matters will not have a material adverse effect on the financial condition of the County.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

**G. Tax Abatements**

Property taxes are abated via an exemption of assessed value from applicable tax levies, typically for a period of three to ten successive tax years from when the property is placed in service or beginning in the year following the year the project was completed and would have otherwise been added to the tax rolls. Applicable tax levies include the permanent rate levies and operating levies for taxing districts that include the property, which may include city, county, school districts and other special districts depending on the location of the property within the Enterprise Zones.

Through the Director of the Oregon Business Development Orders, the areas within the cities of Cottage Grove, Creswell, South Lane County, Florence, Port of Siuslaw, Oakridge, West fir, Veneta, Springfield, and West Eugene have been designated Enterprise Zones, of which qualify for property tax exemptions.

As of June 30, 2022, the County provides property tax abatements through four programs authorized by Oregon Revised Statutes:

|                                      |                         |
|--------------------------------------|-------------------------|
| Enterprise Zone                      | ORS 285C.045 – 285C.255 |
| Housing for Low Income Rental        | ORS 307.515 – 307.535   |
| Housing; Multiple Unit in Core Areas | ORS 307.600 – 307.637   |
| Nonprofit Corp Housing Assistance    | ORS 307.241 – 307.245   |

Enterprise Zone Program

The purpose of the Enterprise Zone program is to stimulate and protect economic success by providing tax incentives for employment, business, industry and commerce and by providing adequate levels of complementary assistance to community strategies for such interrelated goals as environmental protection, growth management and efficient infrastructure. To be an eligible business firm, a business firm must be engaged, or proposing to engage, within the enterprise zone, in the business of providing goods, products or services to businesses or other organizations through activities including, but not limited to, manufacturing, assembly, fabrication, processing, shipping or storage. Qualified real and personal property owned or leased and newly placed into service by a qualified business in an enterprise zone is exempt from property tax for three years. The exemption period may be increased to a total of four or five consecutive years. For the basic, three-year enterprise zone exemption period, the business needs to:

- Increase full-time, permanent employment of the firm inside the enterprise zone by the greater of one new job or 10 percent (or less with special-case local sponsor waivers).
- Generally, have no concurrent job losses outside the zone boundary inside Oregon.
- Maintain minimum employment level during the exemption period.
- Enter into a first-source agreement with local job training providers; and
- Satisfy any additional local condition that has been established (only) in an urban zone.

Housing for Low Income Rental Program

The Housing for Low Income Rental program is dedicated to affordable housing projects. The purpose is to encourage for-profit businesses to develop low-income housing by providing an exemption similar to that available to nonprofit organizations. Property is eligible if offered for rent or held for the purpose of developing low-income rental housing. The property, if occupied, must be occupied solely by low-income persons and the required rent payment must reflect the full value of the property tax exemption. Newly constructed rental housing occupied by low-income persons or property held for a reasonable period of time for future development as low-income rental housing is exempt from property taxes for up to 20 years.

**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)

Housing; Multiple Unit in Core Areas Program

The purpose of the Housing; Multiple Unit in Core Areas program is to stimulate the construction of transit supportive multiple-unit housing in the core areas of urban centers to improve the balance between the residential and commercial nature of those areas, and to ensure full-time use of the areas as places where citizens of the community have an opportunity to live as well as work. The exemption only applies to multiple-unit housing preserved, established, constructed, added to or converted on land within an area designated. Multiple-unit housing may be exempt from ad valorem taxation for no more than 10 successive years. The program emphasizes the following:

- The development of vacant or underutilized sites in light rail station areas, transit oriented areas or core areas, rather than sites where sound or rehabilitable multiple-unit housing exists.
- The development of multiple-unit housing, with or without parking, in structures that may include ground level commercial space.
- The development of multiple-unit housing, with or without parking, on sites with existing single-story commercial structures.
- The development of multiple-unit housing, with or without parking, on existing surface parking lots.

Nonprofit Corp Housing Assistance Program

The purpose of the Nonprofit Corp Housing Assistance program is to assist private nonprofit corporations to provide permanent housing, recreational and social facilities, and care to elderly persons. Only the land and improvement value, not personal property, may be exempted. The corporation may not charge more than one month’s rent as a “move in” fee or deposit, and rents must reflect the property tax savings.

Tax Abatement

For the fiscal year ended June 30, 2022, the County’s property tax revenues were reduced by an estimated \$1,119,764 as a result of the following programs:

| Exemption Type                       | 2021-22 Taxes<br>with Exemption | Taxes Without<br>Exemption | Taxes Abated<br>During Fiscal<br>Year 2022 |
|--------------------------------------|---------------------------------|----------------------------|--|
| Enterprise Zone                      | \$ 418,887                      | \$ 1,141,015               | \$ 722,128                                 |
| Housing for Low Income Rental        | 2,055                           | 160,193                    | 158,138                                    |
| Housing; Multiple Unit in Core Areas | 29,659                          | 267,905                    | 238,246                                    |
| Nonprofit Corp Housing Assistance    | 24,191                          | 25,442                     | 1,251                                      |
| <b>Total</b>                         | <b>\$ 474,792</b>               | <b>\$ 1,594,556</b>        | <b>\$ 1,119,764</b>                        |

For the fiscal year ended June 30, 2022, the County’s property tax revenues were not impacted by tax abatement programs administered by other governments.

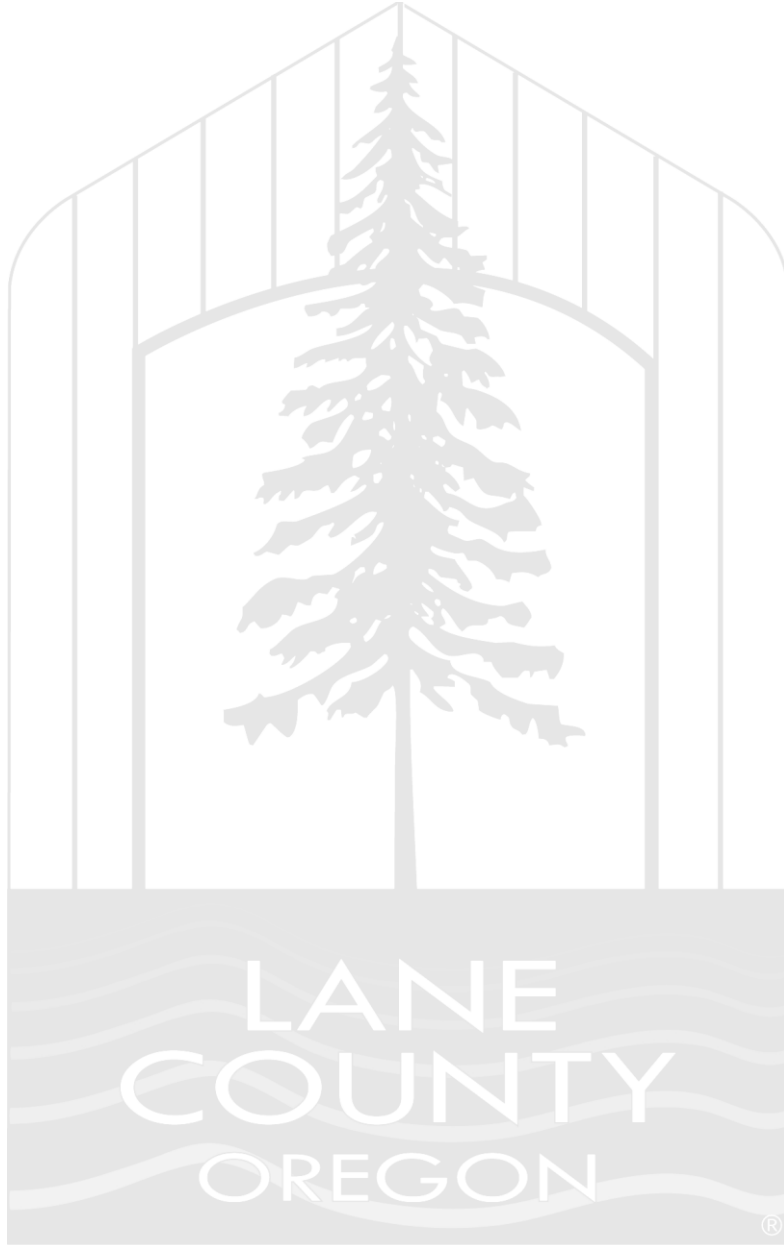
**Notes to Basic Financial Statements**

June 30, 2022

**NOTE IV - OTHER INFORMATION** (continued)**H. Restatement and Reclassification**

A prepayment of two 99-year leases was recognized as revenue for the fiscal year ended June 30, 2021 and was reclassified to unearned revenue for the fiscal year ended June 30, 2022. The LaneCare Fund, a nonmajor special revenue fund, was closed as of June 30, 2021, and the balance included with the Health and Human Services Fund. The county also found it depreciated a land asset in prior years.

|   |                             |
|---|-----------------------------|
| <u>Fund balance, governmental funds:</u>      |                             |
| Lease adjustment in General Fund              | \$ (563,339)                |
| Lease adjustment in Capital Improvement Fund  | <u>(693,861)</u>            |
| Total lease adjustment                        | <u>(1,257,200)</u>          |
| <br>  |                             |
| LaneCare reclassification                     | <u>17,953,740</u>           |
| <br>  |                             |
| Total - governmental funds                    | <u><u>\$ 16,696,540</u></u> |
| <br>  |                             |
| <u>Net position, governmental activities:</u> |                             |
| Lease adjustment                              | (1,257,200)                 |
| Depreciation adjustment                       | <u>548,235</u>              |
| Total   | <u><u>\$ (708,965)</u></u>  |



REQUIRED SUPPLEMENTARY INFORMATION

**General Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                      | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|----------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>         |                           |                                       |
| <b>REVENUES</b>                               |                         |                      |                           |                                       |
| Taxes and assessments                         | \$ 48,449,300           | \$ 50,540,439        | \$ 51,956,956             | \$ 1,416,517                          |
| Licenses and permits                          | 1,015,580               | 1,026,560            | 1,260,367                 | 233,807                               |
| Intergovernmental                             | 20,258,938              | 21,365,934           | 19,490,658                | (1,875,276)                           |
| Charges for services                          | 3,904,691               | 3,855,483            | 3,241,177                 | (614,306)                             |
| Rents pledged as security for revenue bonds   | -                       | -                    | -                         | -                                     |
| Fines, forfeitures and penalties              | 579,800                 | 579,800              | 519,614                   | (60,186)                              |
| Administrative and facility charges           | 15,895,436              | 18,157,455           | 17,413,377                | (744,078)                             |
| Investment earnings                           | 600,000                 | 500,000              | 488,836                   | (11,164)                              |
| Sale and rental of property                   | 451,150                 | 482,750              | 357,805                   | (124,945)                             |
| Interfund transfers in                        | 2,828,435               | 4,901,211            | 4,355,382                 | (545,829)                             |
| Intrafund transfers in                        | 440,067                 | 544,990              | 408,586                   | (136,404)                             |
| Total revenues                                | <u>94,423,397</u>       | <u>101,954,622</u>   | <u>99,492,758</u>         | <u>(2,461,864)</u>                    |
| <b>EXPENDITURES</b>                           |                         |                      |                           |                                       |
| Current - departmental:                       |                         |                      |                           |                                       |
| Assessment and taxation                       | 7,373,982               | 7,474,435            | 7,240,717                 | (233,718)                             |
| Community justice and rehab svc               | -                       | 184,937              | 102,226                   | (82,711)                              |
| County administration                         | 16,439,193              | 17,026,051           | 15,417,512                | (1,608,539)                           |
| County counsel                                | 2,170,835               | 2,287,567            | 2,215,231                 | (72,336)                              |
| District attorney                             | 11,662,621              | 11,910,556           | 11,684,512                | (226,044)                             |
| Health and human services                     | -                       | -                    | -                         | -                                     |
| Human resources                               | 3,729,028               | 4,018,880            | 3,744,715                 | (274,165)                             |
| Office of data and analytics                  | 294,246                 | 294,246              | 128,607                   | (165,639)                             |
| Office of emergency management                | 791,905                 | 2,315,441            | 877,039                   | (1,438,402)                           |
| Public safety (sheriff's office)              | 35,986,436              | 37,459,261           | 36,806,488                | (652,773)                             |
| Not allocated to organizational units:        |                         |                      |                           |                                       |
| Materials and services                        | 2,251,975               | 2,757,128            | 872,354                   | (1,884,774)                           |
| Transfers out                                 | 17,989,555              | 19,140,748           | 18,367,691                | (773,057)                             |
| Contingency                                   | 1,020,000               | 1,561,413            | -                         | (1,561,413)                           |
| Total expenditures                            | <u>99,709,776</u>       | <u>106,430,663</u>   | <u>97,457,092</u>         | <u>(8,973,571)</u>                    |
| Net change in fund balance                    | (5,286,379)             | (4,476,041)          | 2,035,666                 | 6,511,707                             |
| Fund balance, June 30, 2021                   | <u>31,525,656</u>       | <u>35,226,594</u>    | 35,112,146                | (114,448)                             |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 26,239,277</u>    | <u>\$ 30,750,553</u> | 37,147,812                | <u>\$ 6,397,259</u>                   |
| Unrealized gain (loss) on investments         |                         |                      | (2,386,853)               |                                       |
| Accrued investment earnings                   |                         |                      | 157,469                   |                                       |
| Accounts receivable - grants                  |                         |                      | 225,950                   |                                       |
| Accounts receivable - other                   |                         |                      | 102,724                   |                                       |
| Leases receivable                             |                         |                      | 34,669                    |                                       |
| Interest receivable - leases                  |                         |                      | 132                       |                                       |
| Inventories                                   |                         |                      | 215,453                   |                                       |
| Deferred inflows - leases                     |                         |                      | (591,566)                 |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                      | <u>\$ 34,905,790</u>      |                                       |

**Road**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                      | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|----------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>         |                           |                                       |
| <b>REVENUES</b>                               |                         |                      |                           |                                       |
| Taxes and assessments                         | \$ 4,000                | \$ 4,000             | \$ 3,936                  | \$ (64)                               |
| Licenses and permits                          | 118,000                 | 118,000              | 164,627                   | 46,627                                |
| Intergovernmental                             | 39,108,589              | 42,440,064           | 61,701,255                | 19,261,191                            |
| Charges for services                          | 1,089,200               | 1,133,626            | 1,306,681                 | 173,055                               |
| Administrative and facility charges           | 3,308,991               | 4,545,104            | 4,541,275                 | (3,829)                               |
| Investment earnings                           | 396,100                 | 396,100              | 497,827                   | 101,727                               |
| Sale and rental of property                   | 484,437                 | 484,437              | 1,286,192                 | 801,755                               |
| Interfund transfers in                        | 12,000                  | 588,765              | 588,765                   | -                                     |
| Total revenues                                | <u>44,521,317</u>       | <u>49,710,096</u>    | <u>70,090,558</u>         | <u>20,380,462</u>                     |
| <b>EXPENDITURES</b>                           |                         |                      |                           |                                       |
| Current - departmental:                       |                         |                      |                           |                                       |
| Public works                                  | 51,436,815              | 49,767,952           | 42,979,945                | (6,788,007)                           |
| Not allocated to organizational units:        |                         |                      |                           |                                       |
| Transfers out                                 | 1,643,643               | 2,995,946            | 2,572,099                 | (423,847)                             |
| Contingency                                   | 4,513,789               | 5,685,789            | -                         | (5,685,789)                           |
| Total expenditures                            | <u>57,594,247</u>       | <u>58,449,687</u>    | <u>45,552,044</u>         | <u>(12,897,643)</u>                   |
| Net change in fund balance                    | (13,072,930)            | (8,739,591)          | 24,538,514                | 33,278,105                            |
| Fund balance, June 30, 2021                   | <u>37,058,965</u>       | <u>46,857,098</u>    | 46,857,098                | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 23,986,035</u>    | <u>\$ 38,117,507</u> | 71,395,612                | <u>\$ 33,278,105</u>                  |
| Unrealized gain (loss) on investments         |                         |                      | (792,956)                 |                                       |
| Accrued investment earnings                   |                         |                      | 157,235                   |                                       |
| Leases receivable                             |                         |                      | 321,364                   |                                       |
| Interest receivable - leases                  |                         |                      | 807                       |                                       |
| Inventories                                   |                         |                      | 1,471,102                 |                                       |
| Unearned revenue                              |                         |                      | (20,000,000)              |                                       |
| Deferred inflows - leases                     |                         |                      | (319,864)                 |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                      | <u>\$ 52,233,300</u>      |                                       |



**COVID-19 Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                      | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|----------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>         |                           |                                       |
| <b>REVENUES</b>                               |                         |                      |                           |                                       |
| Intergovernmental                             | \$ 36,106,018           | \$ 50,141,179        | \$ 50,141,179             | \$ -                                  |
| Investment earnings                           | -                       | 60,000               | 276,786                   | 216,786                               |
| Total revenues                                | <u>36,106,018</u>       | <u>50,201,179</u>    | <u>50,417,965</u>         | <u>216,786</u>                        |
| <b>EXPENDITURES</b>                           |                         |                      |                           |                                       |
| Not allocated to organizational units:        |                         |                      |                           |                                       |
| Materials and services                        | -                       | 34,129,346           | 21,614,277                | (12,515,069)                          |
| Total expenditures                            | -                       | <u>34,129,346</u>    | <u>21,614,277</u>         | <u>(12,515,069)</u>                   |
| Net change in fund balance                    | 36,106,018              | 16,071,833           | 28,803,688                | 12,731,855                            |
| Fund balance, June 30, 2021                   | <u>36,106,018</u>       | <u>37,115,115</u>    | 37,115,115                | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>72,212,036</u>       | <u>\$ 53,186,948</u> | 65,918,803                | <u>\$ 12,731,855</u>                  |
| Unrealized gain (loss) on investments         |                         |                      | (725,130)                 |                                       |
| Accrued investment earnings                   |                         |                      | 121,946                   |                                       |
| Unearned revenue                              |                         |                      | <u>(65,632,920)</u>       |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                      | <u>\$ (317,301)</u>       |                                       |

**Special Revenue / Services**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                      | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|----------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>         |                           |                                       |
| <b>REVENUES</b>                               |                         |                      |                           |                                       |
| Taxes and assessments                         | \$ 3,519,962            | \$ 4,649,362         | \$ 5,299,539              | \$ 650,177                            |
| Intergovernmental                             | 20,449,099              | 20,564,775           | 19,353,621                | (1,211,154)                           |
| Charges for services                          | 2,274,396               | 2,069,886            | 2,121,856                 | 51,970                                |
| Fines, forfeitures and penalties              | 130,000                 | 130,000              | 123,818                   | (6,182)                               |
| Administrative and facility charges           | -                       | 2,099,085            | 2,686,641                 | 587,556                               |
| Investment earnings                           | 127,024                 | 108,674              | 147,974                   | 39,300                                |
| Sale and rental of property                   | 321,709                 | 321,709              | 342,804                   | 21,095                                |
| Interfund transfers in                        | 886,258                 | 957,038              | 247,701                   | (709,337)                             |
| Total revenues                                | <u>27,708,448</u>       | <u>30,900,529</u>    | <u>30,323,954</u>         | <u>(576,575)</u>                      |
| <b>EXPENDITURES</b>                           |                         |                      |                           |                                       |
| Current - departmental:                       |                         |                      |                           |                                       |
| County administration                         | 13,096,885              | 13,845,792           | 13,094,288                | (751,504)                             |
| District attorney                             | 917                     | 1,268                | 55                        | (1,213)                               |
| Public safety (sheriff's office)              | 7,607,957               | 8,879,235            | 6,853,722                 | (2,025,513)                           |
| Public works                                  | 14,054                  | 262,880              | 31,151                    | (231,729)                             |
| Not allocated to organizational units:        |                         |                      |                           |                                       |
| Materials and services                        | 6,318,438               | 8,778,756            | 8,464,136                 | (314,620)                             |
| Capital expenses                              | 50,000                  | 50,000               | -                         | (50,000)                              |
| Transfers out                                 | 305,053                 | 653,827              | 538,615                   | (115,212)                             |
| Contingency                                   | 1,657,035               | 2,026,804            | -                         | (2,026,804)                           |
| Total expenditures                            | <u>29,050,339</u>       | <u>34,498,562</u>    | <u>28,981,967</u>         | <u>(5,516,595)</u>                    |
| Net change in fund balance                    | (1,341,891)             | (3,598,033)          | 1,341,987                 | 4,940,020                             |
| Fund balance, June 30, 2021                   | <u>11,412,490</u>       | <u>14,759,094</u>    | 14,992,912                | <u>233,818</u>                        |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 10,070,599</u>    | <u>\$ 11,161,061</u> | 16,334,899                | <u>\$ 5,173,838</u>                   |
| Unrealized gain (loss) on investments         |                         |                      | (215,824)                 |                                       |
| Accrued investment earnings                   |                         |                      | 44,327                    |                                       |
| Accounts receivable - grants                  |                         |                      | 14,743                    |                                       |
| Accounts receivable - other                   |                         |                      | 6,000                     |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                      | <u>\$ 16,184,145</u>      |                                       |

Lane County, Oregon

**Health and Human Services Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|  | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|--|-------------------------|---------------------|---------------------------|---------------------------------------|
|  | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES</b>                                  |                         |                     |                           |                                       |
| Licenses and permits                             | \$ 1,276,561            | \$ 1,276,561        | \$ 1,261,352              | \$ (15,209)                           |
| Intergovernmental                                | 80,380,804              | 89,386,610          | 91,272,050                | 1,885,440                             |
| Charges for services                             | 23,959,901              | 23,555,090          | 22,748,177                | (806,913)                             |
| Fines, forfeitures and penalties                 | 331,657                 | 331,657             | 303,930                   | (27,727)                              |
| Administrative and facility charges              | -                       | 5,760,811           | 5,303,257                 | (457,554)                             |
| Investment earnings                              | 7,300                   | 7,300               | 430,614                   | 423,314                               |
| Sale and rental of property                      | 277,912                 | 277,912             | 262,475                   | (15,437)                              |
| Interfund transfers in                           | 20,434,411              | 30,109,364          | 12,298,725                | (17,810,639)                          |
| Intrafund transfers in                           | 4,983,486               | 5,437,045           | 4,983,486                 | (453,559)                             |
| Total revenues                                   | <u>131,652,032</u>      | <u>156,142,350</u>  | <u>138,864,066</u>        | <u>(17,278,284)</u>                   |
| <b>EXPENDITURES</b>                              |                         |                     |                           |                                       |
| Current - departmental:                          |                         |                     |                           |                                       |
| Health and human services                        | 124,001,793             | 151,198,536         | 118,107,298               | (33,091,238)                          |
| Not allocated to organizational units:           |                         |                     |                           |                                       |
| Transfers out                                    | 5,325,653               | 7,514,932           | 6,959,640                 | (555,292)                             |
| Contingency                                      | <u>6,730,433</u>        | <u>20,322,209</u>   | <u>-</u>                  | <u>(20,322,209)</u>                   |
| Total expenditures                               | <u>136,057,879</u>      | <u>179,035,677</u>  | <u>125,066,938</u>        | <u>(53,968,739)</u>                   |
| Net change in fund balance                       | (4,405,847)             | (22,893,327)        | 13,797,128                | 36,690,455                            |
| Fund balance, June 30, 2021, previously reported | 7,873,334               | 26,698,771          | 26,965,999                | 267,228                               |
| Restatement and reclassification (Note IV.H)     | -                       | -                   | 17,740,601                | 17,740,601                            |
| Fund balance, June 30, 2021                      | <u>7,873,334</u>        | <u>26,698,771</u>   | 44,706,600                | <u>18,007,829</u>                     |
| Fund balance, budget basis, June 30, 2022        | <u>\$ 3,467,487</u>     | <u>\$ 3,805,444</u> | 58,503,728                | <u>\$ 54,698,284</u>                  |
| Unrealized gain (loss) on investments            |                         |                     | (785,069)                 |                                       |
| Accrued investment earnings                      |                         |                     | 136,836                   |                                       |
| Accounts receivable - grants                     |                         |                     | 2,644,585                 |                                       |
| Leases receivable                                |                         |                     | 2,445                     |                                       |
| Inventories                                      |                         |                     | 177,844                   |                                       |
| Deferred inflows - leases                        |                         |                     | <u>(2,427)</u>            |                                       |
| Total fund balance, GAAP basis, June 30, 2022    |                         |                     | <u>\$ 60,677,942</u>      |                                       |

**Intergovernmental Human Services Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES</b>                               |                         |                     |                           |                                       |
| Intergovernmental                             | \$ 53,338,788           | \$ 56,478,255       | \$ 46,946,778             | \$ (9,531,477)                        |
| Charges for services                          | 835,477                 | 781,527             | 289,014                   | (492,513)                             |
| Administrative and facility charges           | -                       | 2,552,820           | 985,414                   | (1,567,406)                           |
| Investment earnings                           | -                       | -                   | 42,283                    | 42,283                                |
| Interfund transfers in                        | 3,163,139               | 3,163,139           | 3,163,139                 | -                                     |
| Intrafund transfers in                        | 654,827                 | 654,827             | 642,642                   | (12,185)                              |
| Total revenues                                | <u>57,992,231</u>       | <u>63,630,568</u>   | <u>52,069,270</u>         | <u>(11,561,298)</u>                   |
| <b>EXPENDITURES</b>                           |                         |                     |                           |                                       |
| Current - departmental:                       |                         |                     |                           |                                       |
| Health and human services                     | 55,997,454              | 74,463,084          | 64,955,535                | (9,507,549)                           |
| Not allocated to organizational units:        |                         |                     |                           |                                       |
| Transfers out                                 | 1,120,594               | 6,870,594           | 5,108,409                 | (1,762,185)                           |
| Contingency                                   | -                       | 25,000              | -                         | (25,000)                              |
| Total expenditures                            | <u>57,118,048</u>       | <u>81,358,678</u>   | <u>70,063,944</u>         | <u>(11,294,734)</u>                   |
| Net change in fund balance                    | 874,183                 | (17,728,110)        | (17,994,674)              | (266,564)                             |
| Fund balance, June 30, 2021                   | <u>2,784,763</u>        | <u>21,126,011</u>   | 21,126,011                | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 3,658,946</u>     | <u>\$ 3,397,901</u> | 3,131,337                 | <u>\$ (266,564)</u>                   |
| Unrealized gain (loss) on investments         |                         |                     | (9,834)                   |                                       |
| Accrued investment earnings                   |                         |                     | 5,661                     |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                     | <u>\$ 3,127,164</u>       |                                       |

**Local Option Tax Levy Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                   | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|-------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>      |                           |                                       |
| <b>REVENUES</b>                               |                         |                   |                           |                                       |
| Taxes and assessments                         | \$ 19,833,375           | \$ 20,468,440     | \$ 20,412,059             | \$ (56,381)                           |
| Intergovernmental                             | 389,000                 | 389,000           | 200,506                   | (188,494)                             |
| Charges for services                          | -                       | -                 | 14,202                    | 14,202                                |
| Administrative and facility charges           | -                       | 174,389           | 174,384                   | (5)                                   |
| Investment earnings                           | <u>300,000</u>          | <u>300,000</u>    | <u>296,610</u>            | <u>(3,390)</u>                        |
| Total revenues                                | <u>20,522,375</u>       | <u>21,331,829</u> | <u>21,097,761</u>         | <u>(234,068)</u>                      |
| <b>EXPENDITURES</b>                           |                         |                   |                           |                                       |
| Current - departmental:                       |                         |                   |                           |                                       |
| Health and human services                     | 2,309,762               | 2,320,331         | 1,500,184                 | (820,147)                             |
| Public safety (sheriff's office)              | 19,915,914              | 20,159,660        | 20,129,248                | (30,412)                              |
| Not allocated to organizational units:        |                         |                   |                           |                                       |
| Contingency                                   | <u>4,550,000</u>        | <u>4,856,855</u>  | <u>-</u>                  | <u>(4,856,855)</u>                    |
| Total expenditures                            | <u>26,775,676</u>       | <u>27,336,846</u> | <u>21,629,432</u>         | <u>(5,707,414)</u>                    |
| Net change in fund balance                    | (6,253,301)             | (6,005,017)       | (531,671)                 | 5,473,346                             |
| Fund balance, June 30, 2021                   | <u>23,700,000</u>       | <u>24,355,241</u> | 24,355,241                | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>17,446,699</u>       | <u>18,350,224</u> | 23,823,570                | <u>5,473,346</u>                      |
| Unrealized gain (loss) on investments         |                         |                   | (392,470)                 |                                       |
| Accrued investment earnings                   |                         |                   | <u>81,875</u>             |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                   | <u>\$ 23,512,975</u>      |                                       |

Lane County, Oregon  
**Schedule of Total OPEB Liability**  
 Last Five Fiscal Years\*  
 For the Fiscal Year Ended June 30, 2022

| Single Employer Plan                                    | 2022            | 2021           | 2020          | 2019          | 2018           | 2017          |
|---|-----------------|----------------|---------------|---------------|----------------|---------------|
| <b>Total OPEB Liability:</b>                            |                 |                |               |               |                |               |
| Services cost   | \$ 931,874      | \$ 825,777     | \$ 577,013    | \$ 702,600    | \$ 678,841     | \$ 1,080,023  |
| Interest  | 1,464,821       | 1,517,646      | 1,704,512     | 1,090,728     | 1,200,540      | 953,339       |
| Difference between expected and actual experience       | 90,714          | 3,185,147      | 5,428,179     | 17,238,027    | (1,804,268)    | -             |
| Changes of assumptions                                  | (10,429,180)    | 13,089,140     | 4,189,809     | 12,029,274    | (1,207,663)    | 1,472,175     |
| Benefit payments  | (4,141,466)     | (4,610,093)    | (4,711,472)   | (4,612,463)   | (3,826,518)    | (3,103,308)   |
| Net change in total OPEB liability                      | \$ (12,083,237) | \$ 14,007,617  | \$ 7,188,041  | \$ 26,448,166 | \$ (4,959,068) | \$ 402,229    |
| Total OPEB liability - beginning                        | 77,431,636      | 63,424,020     | 56,235,979    | 29,787,813    | 34,746,881     | 34,344,652    |
| Total OPEB liability - ending                           | \$ 65,348,399   | \$ 77,431,637  | \$ 63,424,020 | \$ 56,235,979 | \$ 29,787,813  | \$ 34,746,881 |
| County's covered-employee payroll**                     | \$ 112,865,192  | \$ 104,324,129 | \$ 97,097,833 | \$ 89,681,030 | \$ 89,893,924  | \$ 80,654,140 |
| Total OPEB liability as a percentage of covered payroll | 57.9%           | 74.2%          | 65.3%         | 62.7%         | 33.1%          | 43.1%         |

\*The schedule is required to show information for 10 years. However, until a full 10-year trend is compiled, the information presented is for those years for which information is available.

\*\* Amounts presented are as of the measurement date, which is one year in arrears.

\*\*\* There are no assets accumulated in the OPEB plan that meets the criteria of GASB codification P22.101 to pay related benefits for the Pension /OPEB plan.

**NOTES TO SCHEDULE**

Changes of Assumptions

The change in assumptions include the following:

|  |                        |
|--|------------------------|
| Change in Discount Rate from 1.92% to 3.6% | \$ (12,670,698)        |
| Change in Payroll Growth Rate              | (518,243)              |
| Change in Other Assumptions                | 4,835,213              |
| Change in Healthcare Trends                | (2,328,823)            |
| Change in Mortality Tables                 | 253,371                |
|  | <u>\$ (10,429,180)</u> |

(Source: Healthcare Actuaries Report Page 4)

Lane County, Oregon  
**Schedule of Net OPEB Liability (Asset) - RHIA**  
 Last Five Fiscal Years\*  
 For the Fiscal Year Ended June 30, 2022

| Oregon Public Employees Retirement System Cost-sharing Plan<br>Retirement Health Insurane Account (RHIA) | 2022                  | 2021                | 2020                  | 2019                | 2018                | 2017              |
|--|-----------------------|---------------------|-----------------------|---------------------|---------------------|-------------------|
| Net OPEB Liability:  |                       |                     |                       |                     |                     |                   |
| Difference between expected and actual experience  | \$ (9,868)            | \$ 176,678          | \$ (180,640)          | \$ (53,869)         | \$ -                | \$ -              |
| Change of assumptions  | 41,749                | (28,228)            | 1,174                 | (3,016)             | (160,685)           | -                 |
| Differences between projected and actual investment earning  | (641,193)             | 172,677             | 95,165                | (44,247)            | -                   | -                 |
| Change in proportionate share  | (854,999)             | 675,106             | (35,562)              | (2,410)             | (2,009)             | -                 |
| OPEB expense   | (384,347)             | 234,057             | (251,336)             | (91,330)            | 1,119               | -                 |
| Benefit payments   | (18,952)              | (19,826)            | (456,114)             | (412,309)           | -                   | -                 |
| Other changes  | -                     | 2,170               | (490)                 | 3,595               | (413,876)           | -                 |
| Net changes in OPEB liability  | \$ (1,867,610)        | \$ 1,212,634        | \$ (827,803)          | \$ (603,586)        | \$ (575,451)        | \$ -              |
| Net OPEB liability (asset) - beginning   | (565,698)             | (1,778,332)         | (950,529)             | (346,943)           | 228,508             | -                 |
| Net OPEB liability (asset) - ending  | <u>\$ (2,433,308)</u> | <u>\$ (565,698)</u> | <u>\$ (1,778,332)</u> | <u>\$ (950,529)</u> | <u>\$ (346,943)</u> | <u>\$ 228,508</u> |
| County's proportionate share at measurement date   | 0.70859183%           | 0.27762933%         | 0.92028994%           | 0.85152129%         | 0.83131857%         | 0.84145649%       |
| County's covered-employee payroll**  | \$ 112,865,192        | \$ 104,324,129      | \$ 97,097,833         | \$ 89,681,030       | \$ 89,893,924       | \$ 80,654,140     |
| County's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll    | -2.2%                 | -0.5%               | -1.8%                 | -1.1%               | -0.4%               | 0.3%              |
| RHIA Plan fiduciary net position as a percentage of the total OPEB liability                             | 183.90%               | 150.10%             | 144.40%               | 124.0%              | 108.9%              | 94.2%             |

\*The schedule is required to show information for 10 years. However, until a full 10-year trend is compiled, the information presented is for those years for which information is available.

\*\*Amounts presented are as of the measurement date, which is one year in arrears.

Lane County, Oregon  
**Schedule of the County's Contributions - RHIA**  
 Last Seven Fiscal Years\*  
 For the Fiscal Year Ended June 30, 2022

|  | 2022           | 2021           | 2020           | 2019          | 2018          | 2017          | 2016          | 2015          |
|--|----------------|----------------|----------------|---------------|---------------|---------------|---------------|---------------|
| Contractually required contributions                                 | \$ 18,547      | \$ 18,951      | \$ 19,826      | \$ 456,114    | \$ 412,309    | \$ 431,153    | \$ 396,977    | \$ 449,172    |
| Contributions in relation to the contractually required contribution | (18,547)       | (18,951)       | (19,826)       | (456,114)     | (412,309)     | (431,153)     | (396,977)     | (449,172)     |
| Contribution deficiency (excess)                                     | \$ -           | \$ -           | \$ -           | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          |
| County's covered-employee payroll                                    | \$ 118,127,331 | \$ 112,865,192 | \$ 104,324,129 | \$ 97,097,833 | \$ 89,681,030 | \$ 89,893,924 | \$ 80,654,140 | \$ 76,688,823 |
| Contributions as a percentage of covered payroll                     | 0.02%          | 0.02%          | 0.02%          | 0.47%         | 0.46%         | 0.48%         | 0.49%         | 0.59%         |

\*The schedule is required to show information for 10 years. However, until a full 10-year trend is compiled, the information presented is for those years for which information is available.

**NOTES TO SCHEDULE**

Actuarial assumptions and methods used to actuarially determine contributions:

|                            |                       |                       |                       |   |   |
|----------------------------|-----------------------|-----------------------|-----------------------|---|---|
| Actuarial valuation        | December 31, 2019     | December 31, 2018     | December 31, 2016     | December 31, 2015                         | December 31, 2013                         |
| Effective                  | July 2019 - June 2021 | July 2019 - June 2021 | July 2017 - June 2019 | July 2017 - June 2019                     | July 2015 - June 2017                     |
| Actuarial cost method      | Entry Age Normal      | Entry Age Normal      | Entry Age Normal      | Entry Age Normal                          | Entry Age Normal                          |
| Actuarial valuation method | Market Value          | Market Value          | Market Value          | Market Value                              | Market Value                              |
| Actuarial assumption:      |                       |                       |                       |   |   |
| Inflation rate             | 2.40 percent          | 2.50 percent          | 2.50 percent          | 2.50 percent                              | 2.75 percent                              |
| Projected salary increases | 3.40 percent          | 3.50 percent          | 3.50 percent          | 3.50 percent                              | 3.75 percent                              |
| Investment rate of return  | 6.90 percent          | 7.20 percent          | 7.20 percent          | 7.50 percent                              | 7.75 percent                              |
| Healthcare cost inflation  | Not applicable        | Not applicable        | Not applicable        | Ranging from 6.3% in 2016 to 4.4% in 2019 | Ranging from 6.1% in 2014 to 4.7% in 2013 |



Lane County, Oregon  
**Schedule of County Contributions**  
 Oregon Public Employees Retirement System  
 Last Eight Fiscal Years\*  
 For the Fiscal Year Ended June 30, 2022

|  | 2022          | 2021          | 2020          | 2019          | 2018          | 2017          | 2016         | 2015         |
|--|---------------|---------------|---------------|---------------|---------------|---------------|--------------|--------------|
| Contractually required contribution                                  | \$ 22,849,717 | \$ 18,799,006 | \$ 17,792,518 | \$ 13,450,519 | \$ 12,297,016 | \$ 10,068,682 | \$ 9,269,425 | \$ 8,142,668 |
| Contributions in relation to the contractually required contribution | 22,849,717    | 18,799,006    | 17,792,518    | 13,450,519    | 12,297,016    | 10,068,682    | 9,269,425    | 8,142,668    |
| Contribution (deficiency) excess                                     | 286,387,771   | 12,500,000    | -             | -             | -             | -             | -            | -            |
| County's covered payroll   | 118,127,331   | 112,865,192   | 104,324,129   | 97,097,833    | 89,681,030    | 89,893,924    | 80,654,140   | 76,688,823   |
| Contributions as a percentage of covered payroll                     | 261.78%       | 27.73%        | 17.06%        | 13.85%        | 13.71%        | 11.20%        | 11.49%       | 10.62%       |

\*The schedule is required to show information for 10 years. However, until a full 10-year trend is compiled, the information presented is for those years for which information is available.

Lane County, Oregon  
**Schedule of the County's Proportionate Share of the Net Pension Liability**  
Oregon Public Employees Retirement System  
Last Eight Fiscal Years\*  
For the Fiscal Year Ended June 30, 2022

|  | 2022           | 2021           | 2020           | 2019           | 2018           | 2017           | 2016          | 2015            |
|--|----------------|----------------|----------------|----------------|----------------|----------------|---------------|-----------------|
| Measurement date   | June 30, 2022  | June 30, 2021  | June 30, 2020  | June 30, 2019  | June 30, 2018  | June 30, 2017  | June 30, 2016 | June 30, 2015   |
| County's proportion of the net pension liability (asset)   | 1.114809430%   | 1.148375530%   | 1.147539590%   | 1.102161720%   | 1.085964060%   | 1.109831120%   | 1.10813039%   | 1.10305675%     |
| County's proportionate share of the net pension liability (asset)  | \$ 133,403,447 | \$ 250,615,040 | \$ 198,496,867 | \$ 166,962,983 | \$ 146,388,366 | \$ 166,611,421 | \$ 63,622,878 | \$ (25,003,149) |
| County's covered payroll for year ended measurement date   | \$ 112,865,192 | \$ 104,324,109 | \$ 97,097,833  | \$ 89,681,030  | \$ 89,893,924  | \$ 80,654,140  | \$ 76,688,823 | \$ 74,500,972   |
| County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll | 118.20%        | 240.23%        | 204.43%        | 186.17%        | 162.85%        | 206.58%        | 82.96%        | 33.56%          |
| Plan fiduciary net position as a percentage of the total pension liability                               | 87.57%         | 75.79%         | 80.23%         | 82.07%         | 83.12%         | 80.53%         | 91.88%        | 103.59%         |

\*The schedule is required to show information for 10 years. However, until a full 10-year trend is compiled, the information presented is for those years for which information is available.

**Notes to Required Supplementary Information**

For the Fiscal Year Ended June 30, 2022

1. Budget to GAAP Reconciliation

Sections of Oregon Revised Statutes (Oregon Budget Law) require most transactions to be budgeted on the modified accrual basis of accounting. However, there are certain transactions where statutory budget requirements conflict with generally accepted accounting principles (GAAP). The following discusses the differences between the budget basis and GAAP basis of accounting for the General, Road, COVID-19, Special Revenue/Services, Intergovernmental Human Services, Health and Human Services, and Local Option Tax Levy funds.

|  | General             | Road                | COVID-19<br>Fund    | Special<br>Revenue /<br>Services | Intergovern<br>Human<br>Services | Health and<br>Human<br>Services | Local Option<br>Tax Levy |
|--|---------------------|---------------------|---------------------|----------------------------------|----------------------------------|---------------------------------|--------------------------|
| Net change in fund balance<br>- budget basis   | \$ 2,035,666        | \$ 24,538,514       | \$ 28,803,688       | \$ 1,341,987                     | \$ (17,994,674)                  | \$ 31,537,729                   | \$ (531,671)             |
| Revenues and other<br>financing sources required<br>by GAAP not qualifying as<br>budget resources:   | 335,248             | (19,997,693)        | (28,526,902)        | 20,743                           |                                  | 2,961,710                       |                          |
| The adjustment to record<br>accrued investment income<br>and adjust investments to<br>fair value is reported as an<br>addition or reduction of<br>revenue on a GAAP basis.<br>The accrued investment<br>income and the fair value<br>adjustment don't affect<br>budgetary resources that<br>are available for<br>expenditure. Therefore, the<br>current year accrued<br>investment income and fair<br>value adjustments are<br>reported as a budget to<br>GAAP difference. | <u>(2,781,391)</u>  | <u>(1,123,331)</u>  | <u>(730,294)</u>    | <u>(328,124)</u>                 | <u>(64,388)</u>                  | <u>(787,496)</u>                | <u>(611,070)</u>         |
| Net change in fund balance<br>- GAAP basis   | <u>\$ (410,477)</u> | <u>\$ 3,417,490</u> | <u>\$ (453,508)</u> | <u>\$ 1,034,606</u>              | <u>\$ (18,059,062)</u>           | <u>\$ 33,711,943</u>            | <u>\$ (1,142,741)</u>    |

2. Pension Plan

Changes in Plan Assumptions:

There were no differences between the assumptions and plan provisions used for June 30, 2021 Measurement Date calculations compared to those used for the June 30, 2020 Measurement Date calculations.



## OTHER SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENTS

**Combining Balance Sheet**

Nonmajor Governmental Funds

June 30, 2022

|  | Special Revenue<br>Funds | Debt Service<br>Funds | Capital Projects<br>Funds | Total Nonmajor<br>Governmental<br>Funds |
|--|--------------------------|-----------------------|---------------------------|---|
| <b>ASSETS</b>  |                          |                       |                           |   |
| Cash and cash equivalents  | \$ 11,422,149            | \$ 352,137            | \$ 7,022,160              | \$ 18,796,446                           |
| Receivables (net of uncollectibles):                                   |                          |                       |                           |   |
| Investment earnings  | 36,843                   | -                     | 25,048                    | 61,891                                  |
| Property taxes   | 28,262                   | -                     | -                         | 28,262                                  |
| Accounts   | 326,220                  | -                     | -                         | 326,220                                 |
| Intergovernmental  | 119,515                  | -                     | -                         | 119,515                                 |
| Interest on balances   | 3,361                    | -                     | -                         | 3,361                                   |
| Total assets   | <u>\$ 11,936,350</u>     | <u>\$ 352,137</u>     | <u>\$ 7,047,208</u>       | <u>\$ 19,335,695</u>                    |
| <b>LIABILITIES</b>   |                          |                       |                           |   |
| Accounts payable   | \$ 227,387               | \$ -                  | \$ 2,666,117              | \$ 2,893,504                            |
| Wages and benefits payable   | 94,781                   | -                     | -                         | 94,781                                  |
| Due to other funds   | 53,807                   | -                     | -                         | 53,807                                  |
| Customer deposits  | -                        | -                     | 8,800                     | 8,800                                   |
| Total liabilities  | <u>375,975</u>           | <u>-</u>              | <u>2,674,917</u>          | <u>3,050,892</u>                        |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                   |                          |                       |                           |   |
| Leases   | -                        | -                     | 686,705                   | 686,705                                 |
| Other  | 26,476                   | -                     | -                         | 26,476                                  |
| Total deferred inflows of resources                                    | <u>26,476</u>            | <u>-</u>              | <u>686,705</u>            | <u>713,181</u>                          |
| <b>FUND BALANCES</b>   |                          |                       |                           |   |
| Restricted   | 8,378,607                | -                     | -                         | 8,378,607                               |
| Committed  | 23,211                   | -                     | -                         | 23,211                                  |
| Assigned   | 3,132,081                | 352,137               | 3,685,586                 | 7,169,804                               |
| Total fund balances  | <u>11,533,899</u>        | <u>352,137</u>        | <u>3,685,586</u>          | <u>15,571,622</u>                       |
| Total liabilities, deferred inflows of resources,<br>and fund balances | <u>\$ 11,936,350</u>     | <u>\$ 352,137</u>     | <u>\$ 7,047,208</u>       | <u>\$ 19,335,695</u>                    |

Lane County, Oregon

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

Nonmajor Governmental Funds

For the Fiscal Year Ended June 30, 2022

|  | Special Revenue<br>Funds | Debt Service<br>Funds | Capital Projects<br>Funds | Total Nonmajor<br>Governmental<br>Funds |
|--|--------------------------|-----------------------|---------------------------|---|
| <b>REVENUES</b>  |                          |                       |                           |   |
| Taxes and assessments, net of refunds                        | \$ 2,713,288             | \$ 583,719            | \$ 3,285                  | \$ 3,300,292                            |
| Licenses and permits   | 226,675                  | -                     | -                         | 226,675                                 |
| Intergovernmental  | 4,464,080                | -                     | 2,511                     | 4,466,591                               |
| Sale and rental of property                                  | 1,919,940                | -                     | 30,224                    | 1,950,164                               |
| Charges for services   | 1,401,929                | 3                     | 7,500                     | 1,409,432                               |
| Fines, forfeitures and penalties                             | 55,983                   | -                     | -                         | 55,983                                  |
| Administrative and facility charges                          | 341,935                  | -                     | 4,176,569                 | 4,518,504                               |
| Investment earnings  | (145,007)                | -                     | (92,731)                  | (237,738)                               |
| Total revenues   | <u>10,978,823</u>        | <u>583,722</u>        | <u>4,127,358</u>          | <u>15,689,903</u>                       |
| <b>EXPENDITURES</b>  |                          |                       |                           |   |
| Current:   |                          |                       |                           |   |
| General government   | 4,500,693                | -                     | 322,671                   | 4,823,364                               |
| Public safety  | 14,607                   | -                     | -                         | 14,607                                  |
| Public health and welfare                                    | 734,174                  | -                     | -                         | 734,174                                 |
| Parks  | 3,836,452                | -                     | -                         | 3,836,452                               |
| Roads and bridges  | 446,225                  | -                     | -                         | 446,225                                 |
| Debt service:  |                          |                       |                           |   |
| Principal  | -                        | 2,354,771             | -                         | 2,354,771                               |
| Interest   | -                        | 689,981               | -                         | 689,981                                 |
| Bond issuance costs  | -                        | 179,350               | -                         | 179,350                                 |
| Capital outlay   | 258,111                  | -                     | 22,788,267                | 23,046,378                              |
| Total expenditures   | <u>9,790,262</u>         | <u>3,224,102</u>      | <u>23,110,938</u>         | <u>36,125,302</u>                       |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>1,188,561</u>         | <u>(2,640,380)</u>    | <u>(18,983,580)</u>       | <u>(20,435,399)</u>                     |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                          |                       |                           |   |
| Transfers in   | 820,899                  | 2,301,471             | 5,925,296                 | 9,047,666                               |
| Transfers out  | (213,052)                | -                     | (1,099,155)               | (1,312,207)                             |
| Bonds issued   | -                        | 2,410,545             | 5,004,455                 | 7,415,000                               |
| Bond premium   | -                        | 889,037               | -                         | 889,037                                 |
| Payment to refunded bond escrow agent                        | -                        | (6,115,598)           | -                         | (6,115,598)                             |
| Total other financing sources (uses)                         | <u>607,847</u>           | <u>(514,545)</u>      | <u>9,830,596</u>          | <u>9,923,898</u>                        |
| Net change in fund balances                                  | 1,796,408                | (3,154,925)           | (9,152,984)               | (10,511,501)                            |
| Fund balance, June 30, 2021                                  | 9,737,491                | 3,507,062             | 13,532,431                | 26,776,984                              |
| Restatement and reclassification (Note IV.H)                 | -                        | -                     | (693,861)                 | (693,861)                               |
| Fund balance, June 30, 2022                                  | <u>\$ 11,533,899</u>     | <u>\$ 352,137</u>     | <u>\$ 3,685,586</u>       | <u>\$ 15,571,622</u>                    |



## SPECIAL REVENUE FUNDS

*Combining statements for all individual nonmajor special revenue funds are reported in this section. The combined totals are reported in the combining nonmajor governmental fund statements. Fund statements for major special revenue funds are reported in the basic financial statements.*

*Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual are also presented in this section for each individual nonmajor special revenue fund. Budget and actual comparisons for major special revenue funds are reported as Required Supplementary Information.*

### **Nonmajor Special Revenue Funds**

**Parks and Open Spaces Fund** – This fund receives revenue from state and local sources for implementation of the parks capital improvement plan and park operations.

**Law Library Fund** – This fund receives revenues collected by the Courts as part of civil litigation filing fees to support the Law Library. The library provides legal reference materials and assistance to patrons (attorneys, litigants, and the public).

**Liquor Law Enforcement Fund** – This fund receives revenues from County Justice Courts, City Municipal Courts, and the District Court for fines on traffic violations related to the Liquor Control Act. Funds are administered by the District Attorney and are used for liquor law enforcement activities as well as for alcohol abuse prevention campaigns.

**Public Land Corner Preservation Fund** – This fund receives revenues from a Deeds and Records filing fee dedicated to corner preservation activities. This program researches the records, locates government corners in the field, and re-establishes and makes subsequent appropriate records for the public on section, donation-land claim, and meander corners originally set by old federal and County surveys.

**County School Fund** – Revenue from this fund is distributed to County schools through the Lane Education Services District. State law requires that funding from 25% of the National Forest timber receipts received by the County and a portion of state timber sales receipts be passed through by this fund.

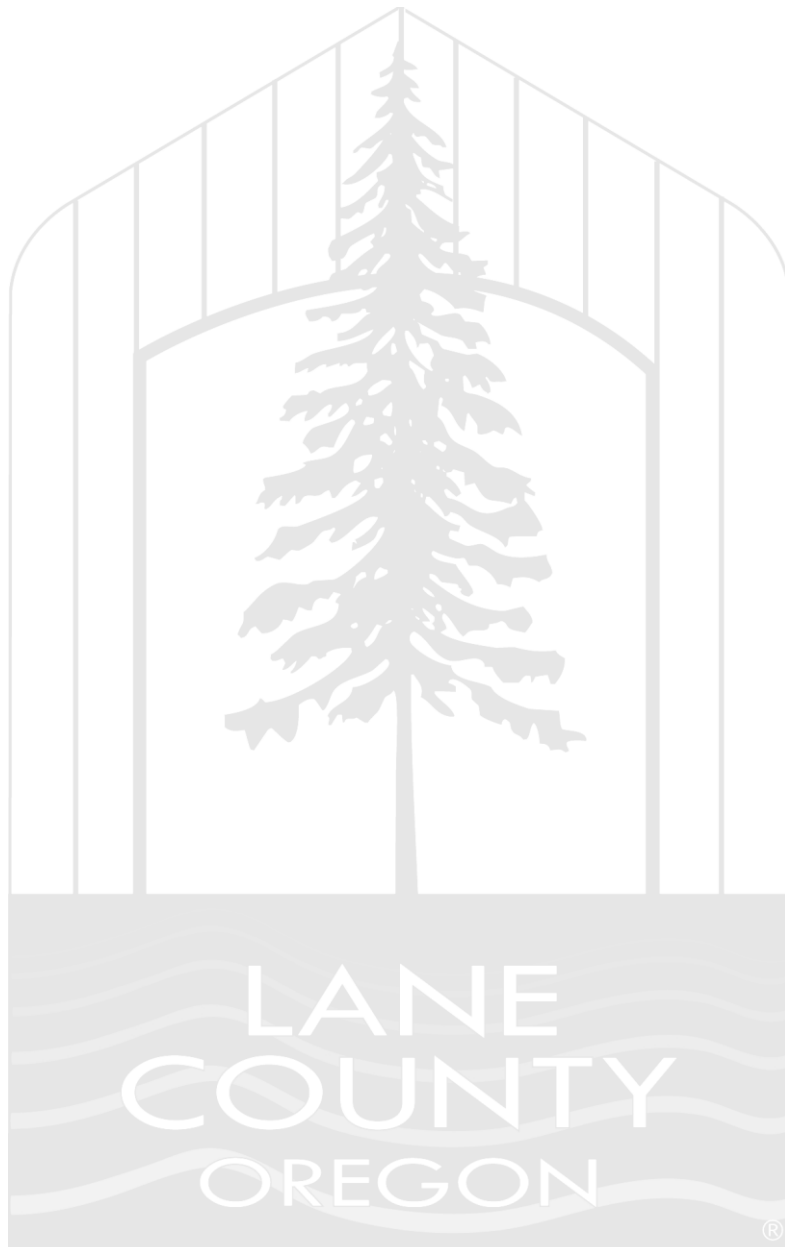
**Extension Services Levy Fund** - This fund was created following the passage of a five year local option levy of \$0.015 per \$1,000 assessed value in May, 2016 for operations and capital. While part of County's budget, the funds will be remitted directly to the Oregon State University (OSU) Extension Service in order to provide services specified within the ballot.

**County Clerk Records Fund** – This fund accounts for revenues received from the recording of legal documents, including contracts, deeds, and other conveyances of real property for archival, indexing, and retrieval on computer and microfilm by the public. Also, marriage licenses are issued, ceremonies performed, and records indexed and maintained. The fund also accounts for the County Record and Archive Center, administers the Records management program and micrographics program, and provides public assistance in the Records Research room. These functions are performed in accordance with state and local mandates.

**Title III Projects Fund** – This fund accounts for Title III revenue received from P.L 106-393 (2000) and P.L. 110-343 (2008), also referred to as the Federal Secure Rural Schools (SRS) legislation. There are specific allowable uses for these funds as detailed in the legislation, and the Board of County Commissioners review requests and award funds each fiscal year according to those uses.

**Industrial Revolving Fund** – This fund is established pursuant to ORS 275.318 and consists of funds received when a county sells or leases real property acquired in any manner by the county, if that property is located in an area planned and zoned for industrial use. The moneys shall be expended for the engineering, improvement, rehabilitation, construction, operation or maintenance, in whole or in part, including the pre-project planning costs, of any development project authorized by ORS 271.510 that is located in the county.

**Animal Services Fund** – This fund accounts for animal services provided for unincorporated Lane County, City of Eugene, and other small cities. Funding is provided by General Fund and contract revenue from the cities.



Lane County, Oregon  
**Combining Balance Sheet**  
 Nonmajor Special Revenue Funds  
 June 30, 2022

|  | Parks and<br>Open Spaces | Law Library       | Liquor Law<br>Enforcement | Public Land<br>Corner<br>Preservation |
|--|--------------------------|-------------------|---------------------------|---------------------------------------|
| <b>ASSETS</b>  |                          |                   |                           |                                       |
| Cash and cash equivalents  | \$ 2,666,916             | \$ 623,305        | \$ 40,007                 | \$ 1,564,927                          |
| Receivables:   |                          |                   |                           |                                       |
| Investment earnings  | 5,874                    | 1,989             | -                         | 4,659                                 |
| Property taxes   | -                        | -                 | -                         | -                                     |
| Accounts   | 320,292                  | 47                | 235                       | 2,375                                 |
| Intergovernmental  | 119,515                  | -                 | -                         | -                                     |
| Interest on balances   | -                        | -                 | -                         | -                                     |
| Total assets   | <u>\$ 3,112,597</u>      | <u>\$ 625,341</u> | <u>\$ 40,242</u>          | <u>\$ 1,571,961</u>                   |
| <b>LIABILITIES</b>   |                          |                   |                           |                                       |
| Accounts payable   | 214,226                  | 8,092             | -                         | 118                                   |
| Wages and benefits payable   | 67,910                   | 4,480             | -                         | 12,473                                |
| Due to other funds   | 35,135                   | 2,625             | -                         | 8,684                                 |
| Total liabilities  | <u>317,271</u>           | <u>15,197</u>     | <u>-</u>                  | <u>21,275</u>                         |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                   |                          |                   |                           |                                       |
| Other  | -                        | -                 | -                         | -                                     |
| Total deferred inflows of resources                                    | <u>-</u>                 | <u>-</u>          | <u>-</u>                  | <u>-</u>                              |
| <b>FUND BALANCES</b>   |                          |                   |                           |                                       |
| Restricted   | -                        | 526,957           | -                         | 1,550,686                             |
| Committed  | -                        | -                 | -                         | -                                     |
| Assigned   | 2,795,326                | 83,187            | 40,242                    | -                                     |
| Total fund balances  | <u>2,795,326</u>         | <u>610,144</u>    | <u>40,242</u>             | <u>1,550,686</u>                      |
| Total liabilities, deferred inflows of resources,<br>and fund balances | <u>\$ 3,112,597</u>      | <u>\$ 625,341</u> | <u>\$ 40,242</u>          | <u>\$ 1,571,961</u>                   |

| County School     | Extension Services Levy | County Clerk Records | Title III Projects  | Industrial Revolving | Animal Services   | Total                |
|-------------------|-------------------------|----------------------|---------------------|----------------------|-------------------|----------------------|
| \$ 446,469        | \$ -                    | \$ 303,819           | \$ 5,306,772        | \$ 125,924           | \$ 344,010        | \$ 11,422,149        |
| 6,008             | -                       | 1,125                | 16,398              | 321                  | 469               | 36,843               |
| -                 | 28,262                  | -                    | -                   | -                    | -                 | 28,262               |
| -                 | -                       | 809                  | -                   | -                    | 2,462             | 326,220              |
| -                 | -                       | -                    | -                   | -                    | -                 | 119,515              |
| -                 | 3,361                   | -                    | -                   | -                    | -                 | 3,361                |
| <u>\$ 452,477</u> | <u>\$ 31,623</u>        | <u>\$ 305,753</u>    | <u>\$ 5,323,170</u> | <u>\$ 126,245</u>    | <u>\$ 346,941</u> | <u>\$ 11,936,350</u> |
| -                 | -                       | -                    | -                   | -                    | 4,951             | 227,387              |
| -                 | -                       | -                    | -                   | -                    | 9,918             | 94,781               |
| -                 | -                       | -                    | -                   | -                    | 7,363             | 53,807               |
| -                 | -                       | -                    | -                   | -                    | 22,232            | 375,975              |
| -                 | 26,476                  | -                    | -                   | -                    | -                 | 26,476               |
| -                 | 26,476                  | -                    | -                   | -                    | -                 | 26,476               |
| 452,477           | 5,147                   | 305,753              | 5,323,170           | 110,980              | 103,437           | 8,378,607            |
| -                 | -                       | -                    | -                   | -                    | 23,211            | 23,211               |
| -                 | -                       | -                    | -                   | 15,265               | 198,061           | 3,132,081            |
| <u>452,477</u>    | <u>5,147</u>            | <u>305,753</u>       | <u>5,323,170</u>    | <u>126,245</u>       | <u>324,709</u>    | <u>11,533,899</u>    |
| <u>\$ 452,477</u> | <u>\$ 31,623</u>        | <u>\$ 305,753</u>    | <u>\$ 5,323,170</u> | <u>\$ 126,245</u>    | <u>\$ 346,941</u> | <u>\$ 11,936,350</u> |

Lane County, Oregon

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

Nonmajor Special Revenue Funds

For the Fiscal Year Ended June 30, 2022

|  | Parks and<br>Open Spaces | Law Library       | Liquor Law<br>Enforcement | Public Land<br>Corner<br>Preservation |
|--|--------------------------|-------------------|---------------------------|---------------------------------------|
| <b>REVENUES</b>  |                          |                   |                           |                                       |
| Taxes and assessments, net of refunds                        | \$ 1,230,994             | \$ -              | \$ -                      | \$ -                                  |
| Licenses and permits   | -                        | -                 | -                         | -                                     |
| Intergovernmental  | 646,769                  | 314,221           | -                         | -                                     |
| Sale and rental of property                                  | 1,919,588                | 352               | -                         | -                                     |
| Charges for services   | 825,039                  | 28                | -                         | 575,344                               |
| Fines, forfeitures and penalties                             | 45,835                   | -                 | 3,208                     | -                                     |
| Administrative and facility charges                          | 254,607                  | 79,208            | -                         | -                                     |
| Investment earnings  | (21,702)                 | (7,629)           | -                         | (17,877)                              |
| Total revenues   | <u>4,901,130</u>         | <u>386,180</u>    | <u>3,208</u>              | <u>557,467</u>                        |
| <b>EXPENDITURES</b>  |                          |                   |                           |                                       |
| Current:   |                          |                   |                           |                                       |
| General government   | -                        | 269,447           | -                         | -                                     |
| Public safety  | -                        | -                 | 14,607                    | -                                     |
| Public health and welfare                                    | -                        | -                 | -                         | -                                     |
| Parks  | 3,836,452                | -                 | -                         | -                                     |
| Roads and bridges  | -                        | -                 | -                         | 446,225                               |
| Capital outlay   | <u>252,610</u>           | <u>5,501</u>      | <u>-</u>                  | <u>-</u>                              |
| Total expenditures   | <u>4,089,062</u>         | <u>274,948</u>    | <u>14,607</u>             | <u>446,225</u>                        |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>812,068</u>           | <u>111,232</u>    | <u>(11,399)</u>           | <u>111,242</u>                        |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                          |                   |                           |                                       |
| Transfers in   | 219,053                  | -                 | -                         | -                                     |
| Transfers out  | <u>(103,088)</u>         | <u>-</u>          | <u>-</u>                  | <u>-</u>                              |
| Total other financing sources (uses)                         | <u>115,965</u>           | <u>-</u>          | <u>-</u>                  | <u>-</u>                              |
| Net change in fund balances                                  | 928,033                  | 111,232           | (11,399)                  | 111,242                               |
| Fund balance, June 30, 2021                                  | <u>1,867,293</u>         | <u>498,912</u>    | <u>51,641</u>             | <u>1,439,444</u>                      |
| Fund balance, June 30, 2022                                  | <u>\$ 2,795,326</u>      | <u>\$ 610,144</u> | <u>\$ 40,242</u>          | <u>\$ 1,550,686</u>                   |

| County School     | Extension<br>Services Levy | County Clerk<br>Records | Title III Projects  | Industrial<br>Revolving | Animal<br>Services | Total                |
|-------------------|----------------------------|-------------------------|---------------------|-------------------------|--------------------|----------------------|
| \$ 324,979        | \$ 1,032,318               | \$ 124,997              | \$ -                | \$ -                    | \$ -               | \$ 2,713,288         |
| -                 | -                          | -                       | -                   | -                       | 226,675            | 226,675              |
| 2,518,105         | 3,652                      | -                       | 981,262             | -                       | 71                 | 4,464,080            |
| -                 | -                          | -                       | -                   | -                       | -                  | 1,919,940            |
| -                 | -                          | -                       | -                   | -                       | 1,518              | 1,401,929            |
| -                 | -                          | -                       | -                   | -                       | 6,940              | 55,983               |
| -                 | -                          | -                       | -                   | -                       | 8,120              | 341,935              |
| <u>(30,940)</u>   | <u>162</u>                 | <u>(4,386)</u>          | <u>(64,865)</u>     | <u>977</u>              | <u>1,253</u>       | <u>(145,007)</u>     |
| <u>2,812,144</u>  | <u>1,036,132</u>           | <u>120,611</u>          | <u>916,397</u>      | <u>977</u>              | <u>244,577</u>     | <u>10,978,823</u>    |
| 2,393,098         | 1,034,388                  | 20,345                  | 783,415             | -                       | -                  | 4,500,693            |
| -                 | -                          | -                       | -                   | -                       | -                  | 14,607               |
| -                 | -                          | -                       | -                   | -                       | 734,174            | 734,174              |
| -                 | -                          | -                       | -                   | -                       | -                  | 3,836,452            |
| -                 | -                          | -                       | -                   | -                       | -                  | 446,225              |
| -                 | -                          | -                       | -                   | -                       | -                  | 258,111              |
| <u>2,393,098</u>  | <u>1,034,388</u>           | <u>20,345</u>           | <u>783,415</u>      | <u>-</u>                | <u>734,174</u>     | <u>9,790,262</u>     |
| <u>419,046</u>    | <u>1,744</u>               | <u>100,266</u>          | <u>132,982</u>      | <u>977</u>              | <u>(489,597)</u>   | <u>1,188,561</u>     |
| -                 | -                          | -                       | -                   | -                       | 601,846            | 820,899              |
| -                 | -                          | (109,964)               | -                   | -                       | -                  | (213,052)            |
| -                 | -                          | (109,964)               | -                   | -                       | 601,846            | 607,847              |
| 419,046           | 1,744                      | (9,698)                 | 132,982             | 977                     | 112,249            | 1,796,408            |
| 33,431            | 3,403                      | 315,451                 | 5,190,188           | 125,268                 | 212,460            | 9,737,491            |
| <u>\$ 452,477</u> | <u>\$ 5,147</u>            | <u>\$ 305,753</u>       | <u>\$ 5,323,170</u> | <u>\$ 126,245</u>       | <u>\$ 324,709</u>  | <u>\$ 11,533,899</u> |

**Parks and Open Spaces Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES</b>                               |                         |                     |                           |                                       |
| Taxes and assessments                         | \$ 1,077,375            | \$ 1,077,375        | \$ 1,230,994              | \$ 153,619                            |
| Intergovernmental                             | 797,369                 | 733,744             | 646,769                   | (86,975)                              |
| Charges for services                          | 642,461                 | 769,982             | 825,039                   | 55,057                                |
| Fines, forfeitures and penalties              | 40,000                  | 40,000              | 45,835                    | 5,835                                 |
| Administrative and facility charges           | -                       | 254,608             | 254,607                   | (1)                                   |
| Investment earnings                           | 5,928                   | 5,928               | 16,943                    | 11,015                                |
| Sale and rental of property                   | 1,523,050               | 1,686,050           | 1,919,588                 | 233,538                               |
| Interfund transfers in                        | 100,000                 | 234,264             | 219,053                   | (15,211)                              |
| Interfund loan received                       | 110,000                 | -                   | -                         | -                                     |
| Total revenues                                | <u>4,296,183</u>        | <u>4,801,951</u>    | <u>5,158,828</u>          | <u>356,877</u>                        |
| <b>EXPENDITURES</b>                           |                         |                     |                           |                                       |
| Current - departmental:                       |                         |                     |                           |                                       |
| Public works                                  | 4,481,559               | 5,212,679           | 4,089,061                 | (1,123,618)                           |
| Not allocated to organizational units:        |                         |                     |                           |                                       |
| Transfers out                                 | 72,875                  | 103,088             | 103,088                   | -                                     |
| Contingency                                   | 191,609                 | 292,396             | -                         | (292,396)                             |
| Total expenditures                            | <u>4,746,043</u>        | <u>5,608,163</u>    | <u>4,192,149</u>          | <u>(1,416,014)</u>                    |
| Net change in fund balance                    | (449,860)               | (806,212)           | 966,679                   | 1,772,891                             |
| Fund balance, June 30, 2021                   | <u>680,450</u>          | <u>1,854,402</u>    | 1,854,402                 | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 230,590</u>       | <u>\$ 1,048,190</u> | 2,821,081                 | <u>\$ 1,772,891</u>                   |
| Unrealized gain (loss) on investments         |                         |                     | (31,628)                  |                                       |
| Accrued investment earnings                   |                         |                     | 5,873                     |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                     | <u>\$ 2,795,326</u>       |                                       |

Lane County, Oregon

**Law Library Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                   | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|-------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>      |                           |                                       |
| <b>REVENUES</b>                               |                         |                   |                           |                                       |
| Intergovernmental                             | \$ 317,041              | \$ 348,325        | \$ 314,221                | \$ (34,104)                           |
| Charges for services                          | -                       | -                 | 28                        | 28                                    |
| Administrative and facility charges           | -                       | 79,212            | 79,208                    | (4)                                   |
| Investment earnings                           | 4,000                   | 4,000             | 6,791                     | 2,791                                 |
| Sale and rental of property                   | 500                     | 500               | 352                       | (148)                                 |
| Total revenues                                | <u>321,541</u>          | <u>432,037</u>    | <u>400,600</u>            | <u>(31,437)</u>                       |
| <b>EXPENDITURES</b>                           |                         |                   |                           |                                       |
| Current - departmental:                       |                         |                   |                           |                                       |
| County administration                         | 322,587                 | 356,082           | 274,949                   | (81,133)                              |
| Contingency                                   | <u>96,601</u>           | <u>148,975</u>    | -                         | <u>(148,975)</u>                      |
| Total expenditures                            | <u>419,188</u>          | <u>505,057</u>    | <u>274,949</u>            | <u>(230,108)</u>                      |
| Net change in fund balance                    | (97,647)                | (73,020)          | 125,651                   | 198,671                               |
| Fund balance, June 30, 2021                   | <u>519,865</u>          | <u>495,238</u>    | 495,238                   | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 422,218</u>       | <u>\$ 422,218</u> | 620,889                   | <u>\$ 198,671</u>                     |
| Unrealized gain (loss) on investments         |                         |                   | (12,735)                  |                                       |
| Accrued investment earnings                   |                         |                   | <u>1,990</u>              |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                   | <u>\$ 610,144</u>         |                                       |



Lane County, Oregon

**Liquor Law Enforcement Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |               | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>  |                           |                                       |
| <b>REVENUES</b>                           |                         |               |                           |                                       |
| Fines, forfeitures and penalties          | 3,500                   | 3,500         | 3,208                     | (292)                                 |
| Total revenues                            | <u>3,500</u>            | <u>3,500</u>  | <u>3,208</u>              | <u>(292)</u>                          |
| <b>EXPENDITURES</b>                       |                         |               |                           |                                       |
| Current - departmental:                   |                         |               |                           |                                       |
| District attorney                         | 15,157                  | 15,157        | 14,607                    | (550)                                 |
| Contingency                               | 46,343                  | 39,984        | -                         | (39,984)                              |
| Total expenditures                        | <u>61,500</u>           | <u>55,141</u> | <u>14,607</u>             | <u>(40,534)</u>                       |
| Net change in fund balance                | (58,000)                | (51,641)      | (11,399)                  | 40,242                                |
| Fund balance, June 30, 2021               | <u>58,000</u>           | <u>51,641</u> | <u>51,641</u>             | <u>-</u>                              |
| Fund balance, budget basis, June 30, 2022 | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ 40,242</u>          | <u>\$ 40,242</u>                      |

Lane County, Oregon

**Public Land Corner Preservation Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES</b>                               |                         |                     |                           |                                       |
| Charges for services                          | \$ 452,500              | \$ 515,452          | \$ 575,344                | \$ 59,892                             |
| Investment earnings                           | 9,942                   | 9,942               | 15,398                    | 5,456                                 |
| Total revenues                                | <u>462,442</u>          | <u>525,394</u>      | <u>590,742</u>            | <u>65,348</u>                         |
| <b>EXPENDITURES</b>                           |                         |                     |                           |                                       |
| Current - departmental:                       |                         |                     |                           |                                       |
| Public works                                  | 421,658                 | 484,610             | 446,226                   | (38,384)                              |
| Not allocated to organizational units:        |                         |                     |                           |                                       |
| Contingency                                   | <u>42,166</u>           | <u>52,539</u>       | -                         | <u>(52,539)</u>                       |
| Total expenditures                            | <u>463,824</u>          | <u>537,149</u>      | <u>446,226</u>            | <u>(90,923)</u>                       |
| Net change in fund balance                    | (1,382)                 | (11,756)            | 144,516                   | 156,271                               |
| Fund balance, June 30, 2021                   | <u>1,325,560</u>        | <u>1,425,016</u>    | 1,425,016                 | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 1,324,178</u>     | <u>\$ 1,413,260</u> | 1,569,532                 | <u>\$ 156,271</u>                     |
| Unrealized gain (loss) on investments         |                         |                     | (23,505)                  |                                       |
| Accrued investment earnings                   |                         |                     | <u>4,659</u>              |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                     | <u>\$ 1,550,686</u>       |                                       |

**County School Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>     |                           |                                       |
| <b>REVENUES</b>                               |                         |                  |                           |                                       |
| Taxes and assessments                         | \$ 324,000              | \$ 330,137       | \$ 324,979                | \$ (5,158)                            |
| Intergovernmental                             | 2,041,027               | 2,833,849        | 2,518,105                 | (315,744)                             |
| Investment earnings                           | 20,000                  | 20,000           | 19,205                    | (795)                                 |
| Total revenues                                | <u>2,385,027</u>        | <u>3,183,986</u> | <u>2,862,289</u>          | <u>(321,697)</u>                      |
| <b>EXPENDITURES</b>                           |                         |                  |                           |                                       |
| Not allocated to organizational units:        |                         |                  |                           |                                       |
| Materials and services                        | <u>2,385,027</u>        | <u>3,185,920</u> | <u>2,393,098</u>          | <u>(792,822)</u>                      |
| Total expenditures                            | <u>2,385,027</u>        | <u>3,185,920</u> | <u>2,393,098</u>          | <u>(792,822)</u>                      |
| Net change in fund balance                    | -                       | (1,934)          | 469,191                   | 471,125                               |
| Fund balance, June 30, 2021                   | -                       | 1,933            | 1,933                     | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ -</u>             | <u>\$ (1)</u>    | 471,124                   | <u>\$ 471,125</u>                     |
| Unrealized gain (loss) on investments         |                         |                  | (24,655)                  |                                       |
| Accrued investment earnings                   |                         |                  | <u>6,008</u>              |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                  | <u>\$ 452,477</u>         |                                       |

Lane County, Oregon

**Extension Services Levy Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>     |                           |                                       |
| <b>REVENUES</b>                           |                         |                  |                           |                                       |
| Taxes and assessments                     | \$ 1,060,356            | \$ 1,064,356     | \$ 1,032,318              | \$ (32,038)                           |
| Intergovernmental                         | 3,000                   | 3,845            | 3,652                     | (193)                                 |
| Investment earnings                       | -                       | -                | 162                       | 162                                   |
| Total revenues                            | <u>1,063,356</u>        | <u>1,068,201</u> | <u>1,036,132</u>          | <u>(32,069)</u>                       |
| <b>EXPENDITURES</b>                       |                         |                  |                           |                                       |
| Not allocated to organizational units:    |                         |                  |                           |                                       |
| Materials and services                    | <u>1,063,356</u>        | <u>1,071,604</u> | <u>1,034,388</u>          | <u>(37,216)</u>                       |
| Total expenditures                        | <u>1,063,356</u>        | <u>1,071,604</u> | <u>1,034,388</u>          | <u>(37,216)</u>                       |
| Net change in fund balance                | -                       | (3,403)          | 1,744                     | 5,147                                 |
| Fund balance, June 30, 2021               | -                       | 3,403            | 3,403                     | -                                     |
| Fund balance, budget basis, June 30, 2022 | <u>\$ -</u>             | <u>\$ -</u>      | <u>\$ 5,147</u>           | <u>\$ 5,147</u>                       |

**County Clerk Records Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|----------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>   |                           |                                       |
| <b>REVENUES</b>                               |                         |                |                           |                                       |
| Taxes and assessments                         | \$ 132,500              | \$ 132,500     | \$ 124,997                | \$ (7,503)                            |
| Investment earnings                           | 3,000                   | 3,000          | 3,777.00                  | 777.00                                |
| Total revenues                                | <u>135,500</u>          | <u>135,500</u> | <u>128,774</u>            | <u>(6,726)</u>                        |
| <b>EXPENDITURES</b>                           |                         |                |                           |                                       |
| Current - departmental:                       |                         |                |                           |                                       |
| County administration                         | 61,891                  | 61,891         | 20,345                    | (41,546)                              |
| Not allocated to organizational units:        |                         |                |                           |                                       |
| Transfers out                                 | 109,964                 | 109,964        | 109,964                   | -                                     |
| Contingency                                   | <u>80,670</u>           | <u>80,670</u>  | -                         | <u>(80,670)</u>                       |
| Total expenditures                            | <u>252,525</u>          | <u>252,525</u> | <u>130,309</u>            | <u>(122,216)</u>                      |
| Net change in fund balance                    | (117,025)               | (117,025)      | (1,535)                   | 115,490                               |
| Fund balance, June 30, 2021                   | <u>492,398</u>          | <u>313,365</u> | 313,366                   | <u>1</u>                              |
| Fund balance, budget basis, June 30, 2022     | <u>375,373</u>          | <u>196,340</u> | 311,831                   | <u>\$ 115,491</u>                     |
| Unrealized gain (loss) on investments         |                         |                | (7,203.00)                |                                       |
| Accrued investment earnings                   |                         |                | <u>1,125.00</u>           |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                | <u>\$ 305,753</u>         |                                       |

**Title III Projects Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES</b>                               |                         |                     |                           |                                       |
| Intergovernmental                             | \$ -                    | \$ 975,927          | \$ 981,262                | \$ 5,335                              |
| Investment earnings                           | 40,000                  | 40,000              | 55,876                    | 15,876                                |
| Total revenues                                | <u>40,000</u>           | <u>1,015,927</u>    | <u>1,037,138</u>          | <u>21,211</u>                         |
| <b>EXPENDITURES</b>                           |                         |                     |                           |                                       |
| Not allocated to organizational units:        |                         |                     |                           |                                       |
| Materials and services                        | <u>1,731,065</u>        | <u>1,639,879</u>    | <u>783,417</u>            | <u>(856,462)</u>                      |
| Total expenditures                            | <u>1,731,065</u>        | <u>1,639,879</u>    | <u>783,417</u>            | <u>(856,462)</u>                      |
| Net change in fund balance                    | (1,691,065)             | (623,952)           | 253,721                   | 877,673                               |
| Fund balance, June 30, 2021                   | <u>5,079,435</u>        | <u>5,132,945</u>    | 5,132,945                 | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 3,388,370</u>     | <u>\$ 4,508,993</u> | 5,386,666                 | <u>\$ 877,673</u>                     |
| Unrealized gain (loss) on investments         |                         |                     | (79,894)                  |                                       |
| Accrued investment earnings                   |                         |                     | <u>16,398</u>             |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                     | <u>\$ 5,323,170</u>       |                                       |

Lane County, Oregon

**Industrial Revolving Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                   | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|-------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>      |                           |                                       |
| <b>REVENUES</b>                               |                         |                   |                           |                                       |
| Investment earnings                           | \$ 140                  | \$ 140            | \$ 833                    | \$ 693                                |
| Total revenues                                | <u>140</u>              | <u>140</u>        | <u>833</u>                | <u>693</u>                            |
| Net change in fund balance                    | 140                     | 140               | 833                       | 693                                   |
| Fund balance, June 30, 2021                   | <u>15,560</u>           | <u>125,091</u>    | 125,091                   | <u>-</u>                              |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 15,700</u>        | <u>\$ 125,231</u> | 125,924                   | <u>\$ 693</u>                         |
| Accrued investment earnings                   |                         |                   | <u>321</u>                |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                   | <u>\$ 126,245</u>         |                                       |

**Animal Services Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                   | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|-------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>      |                           |                                       |
| <b>REVENUES</b>                               |                         |                   |                           |                                       |
| Licenses and permits                          | \$ 236,850              | \$ 236,850        | \$ 226,675                | \$ (10,175)                           |
| Intergovernmental                             | 500                     | 500               | 71                        | (429)                                 |
| Charges for services                          | 2,800                   | 2,800             | 1,518                     | (1,282)                               |
| Fines, forfeitures and penalties              | 6,000                   | 6,000             | 6,940                     | 940                                   |
| Administrative and facility charges           | -                       | 8,121             | 8,120                     | (1)                                   |
| Investment earnings                           | 1,350                   | 1,350             | 1,477                     | 127                                   |
| Interfund transfers in                        | <u>529,162</u>          | <u>529,162</u>    | <u>601,846</u>            | <u>72,684</u>                         |
| Total revenues                                | <u>776,662</u>          | <u>784,783</u>    | <u>846,647</u>            | <u>61,864</u>                         |
| <b>EXPENDITURES</b>                           |                         |                   |                           |                                       |
| Current - departmental:                       |                         |                   |                           |                                       |
| Public works                                  | 804,093                 | 812,214           | 734,173                   | (78,041)                              |
| Not allocated to organizational units:        |                         |                   |                           |                                       |
| Contingency                                   | <u>39,257</u>           | <u>24,750</u>     | <u>-</u>                  | <u>(24,750)</u>                       |
| Total expenditures                            | <u>843,350</u>          | <u>836,964</u>    | <u>734,173</u>            | <u>(102,791)</u>                      |
| Net change in fund balance                    | (66,688)                | (52,181)          | 112,474                   | 164,655                               |
| Fund balance, June 30, 2021                   | <u>131,218</u>          | <u>211,767</u>    | 211,767                   | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 64,530</u>        | <u>\$ 159,586</u> | 324,241                   | <u>\$ 164,655</u>                     |
| Accrued investment earnings                   |                         |                   | <u>468</u>                |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                   | <u>\$ 324,709</u>         |                                       |





## **DEBT SERVICE FUNDS**

*None of the County's debt service funds meet the criteria for major fund reporting. Therefore, the combining statements for all individual debt service funds are reported in this section. The combined totals are reported in the combining nonmajor governmental fund statements.*

*Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual are also presented in this section for each individual debt service fund.*

### **Nonmajor Debt Service Funds**

**Lane Events Center Debt Service Fund** – This fund accounts for the accumulation of resources for and payment of debt service for the construction and renovation of selected facilities at the Fairgrounds site. Fund resources come from County transient room tax receipts.

**Special Obligation Bond Retirement Fund** – This fund accounts for the accumulation of resources for and payment of interest and principal on bonds sold to finance capital improvements and equipment purchases, using pledged revenue as the source of repayment. The sources of funding for the debt service payments are General Fund, Health and Human Services, Trillium Behavioral Health, Parks and Open Spaces, Road, and Capital Improvement transfers.

**Notes Payable Debt Service Fund** – This fund accounts for the accumulation of resources for and the payment of interest and principal to retire notes issued to finance the Information Services data center remodel. These notes are held by the Department of Energy (ODOE).

Lane County, Oregon

**Combining Balance Sheet**

Nonmajor Debt Service Funds

June 30, 2022

|                                     | Lane Events<br>Center Debt<br>Service | Special Obligation<br>Bond Retirement | Notes Payable<br>Debt Service | Total             |
|-------------------------------------|---------------------------------------|---------------------------------------|-------------------------------|-------------------|
| <b>ASSETS</b>                       |                                       |                                       |                               |                   |
| Cash and cash equivalents           | -                                     | 350,943                               | 1,194                         | 352,137           |
| Total assets                        | <u>\$ -</u>                           | <u>\$ 350,943</u>                     | <u>\$ 1,194</u>               | <u>\$ 352,137</u> |
| <b>FUND BALANCES</b>                |                                       |                                       |                               |                   |
| Assigned                            | -                                     | 350,943                               | 1,194                         | 352,137           |
| Total fund balances                 | <u>-</u>                              | <u>350,943</u>                        | <u>1,194</u>                  | <u>352,137</u>    |
| Total liabilities and fund balances | <u>\$ -</u>                           | <u>\$ 350,943</u>                     | <u>\$ 1,194</u>               | <u>\$ 352,137</u> |

Lane County, Oregon

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

Nonmajor Debt Service Funds

For the Fiscal Year Ended June 30, 2022

|  | Lane Events<br>Center Debt<br>Service | Special<br>Obligation Bond<br>Retirement | Notes Payable<br>Debt Service | Total              |
|--|---------------------------------------|--|-------------------------------|--------------------|
| <b>REVENUES</b>  |                                       |  |                               |                    |
| Taxes and assessments, net of refunds                        | \$ 583,719                            | \$ -                                     | \$ -                          | \$ 583,719         |
| Charges for services   | -                                     | 3  | -                             | 3                  |
| Total revenues   | <u>583,719</u>                        | <u>3</u>                                 | <u>-</u>                      | <u>583,722</u>     |
| <b>EXPENDITURES</b>  |                                       |  |                               |                    |
| Debt service:  |                                       |  |                               |                    |
| Principal  | 660,000                               | 1,475,000                                | 219,771                       | 2,354,771          |
| Interest   | 27,500                                | 507,763                                  | 154,718                       | 689,981            |
| Bond issuance costs  | -                                     | 179,350                                  | -                             | 179,350            |
| Total expenditures   | <u>687,500</u>                        | <u>2,162,113</u>                         | <u>374,489</u>                | <u>3,224,102</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>(103,781)</u>                      | <u>(2,162,110)</u>                       | <u>(374,489)</u>              | <u>(2,640,380)</u> |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                                       |  |                               |                    |
| Transfers in   | -                                     | 1,926,982                                | 374,489                       | 2,301,471          |
| Bonds issued   | -                                     | 2,410,545                                | -                             | 2,410,545          |
| Bond premium   | -                                     | 889,037                                  | -                             | 889,037            |
| Payment to refunded bond escrow agent                        | -                                     | (6,115,598)                              | -                             | (6,115,598)        |
| Total other financing sources (uses)                         | <u>-</u>                              | <u>(889,034)</u>                         | <u>374,489</u>                | <u>(514,545)</u>   |
| Net change in fund balances                                  | (103,781)                             | (3,051,144)                              | -                             | (3,154,925)        |
| Fund balance, June 30, 2021                                  | <u>103,781</u>                        | <u>3,402,087</u>                         | <u>1,194</u>                  | <u>3,507,062</u>   |
| Fund balance, June 30, 2022                                  | <u>\$ -</u>                           | <u>\$ 350,943</u>                        | <u>\$ 1,194</u>               | <u>\$ 352,137</u>  |

**Lane Events Center Debt Service Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|----------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>   |                           |                                       |
| <b>REVENUES</b>                           |                         |                |                           |                                       |
| Taxes and assessments                     | \$ 583,719              | \$ 583,719     | \$ 583,719                | \$ -                                  |
| Total revenues                            | <u>583,719</u>          | <u>583,719</u> | <u>583,719</u>            | <u>-</u>                              |
| <b>EXPENDITURES</b>                       |                         |                |                           |                                       |
| Not allocated to organizational units:    |                         |                |                           |                                       |
| Debt service                              | <u>687,500</u>          | <u>687,500</u> | <u>687,500</u>            | <u>-</u>                              |
| Total expenditures                        | <u>687,500</u>          | <u>687,500</u> | <u>687,500</u>            | <u>-</u>                              |
| Net change in fund balance                | (103,781)               | (103,781)      | (103,781)                 | -                                     |
| Fund balance, June 30, 2021               | <u>103,781</u>          | <u>103,781</u> | <u>103,781</u>            | <u>-</u>                              |
| Fund balance, budget basis, June 30, 2022 | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ -</u>               | <u>\$ -</u>                           |

Lane County, Oregon

**Special Obligation Bond Retire Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|--------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>       |                           |                                       |
| <b>REVENUES</b>                           |                         |                    |                           |                                       |
| Charges for services                      | \$ -                    | \$ -               | \$ 3                      | \$ 3                                  |
| Interfund transfers in                    | 1,615,671               | 1,926,985          | 1,926,982                 | (3)                                   |
| Bonds issued                              | -                       | 291,308,289        | 2,410,545                 | (288,897,744)                         |
| Bond premium                              | -                       | 889,037            | 889,037                   | -                                     |
| Refunding bonds issued                    | -                       | 2,745,000          | -                         | (2,745,000)                           |
| Total revenues                            | <u>1,615,671</u>        | <u>296,869,311</u> | <u>5,226,567</u>          | <u>(291,642,744)</u>                  |
| <b>EXPENDITURES</b>                       |                         |                    |                           |                                       |
| Not allocated to organizational units:    |                         |                    |                           |                                       |
| Debt service                              | <u>1,651,814</u>        | <u>299,920,457</u> | <u>8,277,713</u>          | <u>(291,642,744)</u>                  |
| Total expenditures                        | <u>1,651,814</u>        | <u>299,920,457</u> | <u>8,277,713</u>          | <u>(291,642,744)</u>                  |
| Net change in fund balance                | (36,143)                | (3,051,146)        | (3,051,146)               | -                                     |
| Fund balance, June 30, 2021               | <u>387,079</u>          | <u>3,402,087</u>   | <u>3,402,089</u>          | <u>2</u>                              |
| Fund balance, budget basis, June 30, 2022 | <u>\$ 350,936</u>       | <u>\$ 350,941</u>  | <u>\$ 350,943</u>         | <u>\$ 2</u>                           |

Lane County, Oregon

**Notes Payable Debt Service Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|----------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>   |                           |                                       |
| <b>REVENUES</b>                           |                         |                |                           |                                       |
| Interfund transfers in                    | \$ 411,658              | \$ 411,658     | \$ 374,489                | \$ (37,169)                           |
| Total revenues                            | <u>411,658</u>          | <u>411,658</u> | <u>374,489</u>            | <u>(37,169)</u>                       |
| <b>EXPENDITURES</b>                       |                         |                |                           |                                       |
| Not allocated to organizational units:    |                         |                |                           |                                       |
| Debt service                              | <u>411,658</u>          | <u>412,852</u> | <u>374,489</u>            | <u>(38,363)</u>                       |
| Total expenditures                        | <u>411,658</u>          | <u>412,852</u> | <u>374,489</u>            | <u>(38,363)</u>                       |
| Net change in fund balance                | -                       | (1,194)        | -                         | 1,194                                 |
| Fund balance, June 30, 2021               | -                       | <u>1,194</u>   | <u>1,194</u>              | -                                     |
| Fund balance, budget basis, June 30, 2022 | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 1,194</u>           | <u>\$ 1,194</u>                       |





## **CAPITAL PROJECTS FUNDS**

*None of the County's capital projects funds meet the criteria for major fund reporting. Therefore, the combining statements for all individual capital projects funds are reported in this section. The combined totals are reported in the combining nonmajor governmental fund statements.*

*Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual are also presented in this section for each individual capital project fund.*

### **Nonmajor Capital Projects Funds**

**Capital Improvements Fund** – This fund receives proceeds from the sale of County property and internal receipts through the County's indirect cost allocation plan for major capital improvements and equipment.

Lane County, Oregon  
**Combining Balance Sheet**  
 Nonmajor Capital Projects Funds  
 June 30, 2022

|                                      | Capital<br>Improvements | Total               |
|--------------------------------------|-------------------------|---------------------|
| <b>ASSETS</b>                        |                         |                     |
| Cash and cash equivalents            | \$ 7,022,160            | \$ 7,022,160        |
| Receivables (net of uncollectibles): |                         |                     |
| Investment earnings                  | <u>25,048</u>           | <u>25,048</u>       |
| Total assets                         | <u>7,047,208</u>        | <u>7,047,208</u>    |
| <b>LIABILITIES</b>                   |                         |                     |
| Accounts payable                     | 2,666,117               | 2,666,117           |
| Customer deposits                    | <u>8,800</u>            | <u>8,800</u>        |
| Total liabilities                    | <u>2,674,917</u>        | <u>2,674,917</u>    |
| <b>DEFERRED INFLOWS OF RESOURCES</b> |                         |                     |
| Deferred inflows - leases            | <u>686,705</u>          | <u>686,705</u>      |
| Total deferred inflows of resources  | <u>686,705</u>          | <u>686,705</u>      |
| <b>FUND BALANCES</b>                 |                         |                     |
| Assigned                             | <u>3,685,586</u>        | <u>3,685,586</u>    |
| Total fund balances                  | <u>3,685,586</u>        | <u>3,685,586</u>    |
| Total liabilities and fund balances  | <u>\$ 7,047,208</u>     | <u>\$ 7,047,208</u> |

Lane County, Oregon

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

Nonmajor Capital Projects Funds

For the Fiscal Year Ended June 30, 2022

|  | Capital<br>Improvements | Total               |
|--|-------------------------|---------------------|
| <b>REVENUES</b>  |                         |                     |
| Taxes and assessments, net of refunds                        | \$ 3,285                | \$ 3,285            |
| Intergovernmental  | 2,511                   | 2,511               |
| Sale and rental of property                                  | 30,224                  | 30,224              |
| Charges for services   | 7,500                   | 7,500               |
| Administrative and facility charges                          | 4,176,569               | 4,176,569           |
| Investment earnings  | <u>(92,731)</u>         | <u>(92,731)</u>     |
| Total revenues   | <u>4,127,358</u>        | <u>4,127,358</u>    |
| <b>EXPENDITURES</b>  |                         |                     |
| Current:   |                         |                     |
| General government   | 322,671                 | 322,671             |
| Capital outlay   | <u>22,788,267</u>       | <u>22,788,267</u>   |
| Total expenditures   | <u>23,110,938</u>       | <u>23,110,938</u>   |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>(18,983,580)</u>     | <u>(18,983,580)</u> |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                         |                     |
| Transfers in   | 5,925,296               | 5,925,296           |
| Transfers out  | (1,099,155)             | (1,099,155)         |
| Bonds issued   | <u>5,004,455</u>        | <u>5,004,455</u>    |
| Total other financing sources (uses)                         | <u>9,830,596</u>        | <u>9,830,596</u>    |
| Net change in fund balances                                  | (9,152,984)             | (9,152,984)         |
| Fund balance, June 30, 2021, previously reported             | 13,532,431              | 13,532,431          |
| Restatement and reclassification (Note IV.H)                 | <u>(693,861)</u>        | <u>(693,861)</u>    |
| Fund balance, June 30, 2021                                  | <u>12,838,570</u>       | <u>12,838,570</u>   |
| Fund balance, June 30, 2022                                  | <u>\$ 3,685,586</u>     | <u>\$ 3,685,586</u> |

**Capital Improvement Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                   | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|-------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>      |                           |                                       |
| <b>REVENUES</b>                               |                         |                   |                           |                                       |
| Taxes and assessments                         | \$ -                    | \$ -              | \$ 3,285                  | \$ 3,285                              |
| Intergovernmental                             | -                       | -                 | 2,511                     | 2,511                                 |
| Charges for services                          | -                       | -                 | 7,500                     | 7,500                                 |
| Administrative and facility charges           | 3,904,522               | 7,404,522         | 4,271,622                 | (3,132,900)                           |
| Investment earnings                           | 38,400                  | 38,400            | 125,404                   | 87,004                                |
| Sale and rental of property                   | 80,100                  | 121,131           | 23,068                    | (98,063)                              |
| Interfund transfers in                        | -                       | 7,580,243         | 5,830,243                 | (1,750,000)                           |
| Bonds issued                                  | 5,000,000               | 5,000,000         | 5,004,455                 | 4,455                                 |
| Total revenues                                | <u>9,023,022</u>        | <u>20,144,296</u> | <u>15,268,088</u>         | <u>(4,876,208)</u>                    |
| <b>EXPENDITURES</b>                           |                         |                   |                           |                                       |
| Current - departmental:                       |                         |                   |                           |                                       |
| County administration                         | 19,464,337              | 31,899,850        | 23,110,940                | (8,788,910)                           |
| Not allocated to organizational units:        |                         |                   |                           |                                       |
| Transfers out                                 | 1,181,249               | 1,198,724         | 1,099,155                 | (99,569)                              |
| Contingency                                   | 247,538                 | 430,673           | -                         | (430,673)                             |
| Total expenditures                            | <u>20,893,124</u>       | <u>33,529,247</u> | <u>24,210,095</u>         | <u>(9,319,152)</u>                    |
| Net change in fund balance                    | (11,870,102)            | (13,384,951)      | (8,942,007)               | 4,442,944                             |
| Fund balance, June 30, 2021                   | <u>11,870,102</u>       | <u>13,384,951</u> | 13,384,942                | (9)                                   |
| Fund balance, budget basis, June 30, 2022     | <u>\$ -</u>             | <u>\$ -</u>       | 4,442,935                 | <u>\$ 4,442,935</u>                   |
| Unrealized gain (loss) on investments         |                         |                   | (95,693)                  |                                       |
| Accrued investment earnings                   |                         |                   | 25,049                    |                                       |
| Deferred inflows - leases                     |                         |                   | (686,705)                 |                                       |
| Total fund balance, GAAP basis, June 30, 2022 |                         |                   | <u>\$ 3,685,586</u>       |                                       |



## **ENTERPRISE FUNDS**

*Combining statements for all individual nonmajor enterprise funds are reported in this section. Fund statements for major enterprise funds are reported in the basic financial statements.*

*Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual are also presented in this section for each individual enterprise fund.*

### **Major Enterprise Funds**

**Solid Waste Disposal Fund** – This fund accounts for the operations of the County’s solid waste disposal sites and facilities, for which the principal source of revenue is user fees. The fund allocates a portion of the user fees collected for the construction of County solid waste sites and facilities such as landfill replacements and transfer sites. Additionally, the fund accumulates long-term resources for the payment of future costs related to closure and post-closure care of County solid waste sites.

**Land Management Fund** – This fund accounts for the operations necessary for land use planning, building, subsurface sanitation and code compliance, for which the principal source of revenue is user fees. These revenues are used to provide citizens and communities land use planning and zoning, building, subsurface sanitation, and compliance assistance and services.

### **Nonmajor Enterprise Funds**

**Lane Events Center Fund** – This fund accounts for the operations and construction activities of the fairground facility. The fund operates on revenues generated by fairground activities (primarily County Fair admission, Convention Center rental fees, and building use fees) and from County transient room tax revenues.

**Corrections Commissary Fund** – This fund accounts for the sales of sundries to corrections facility inmates. All commissary profits are used to provide recreational equipment for inmate use within the corrections facility.

Lane County, Oregon

**Combining Statement of Fund Net Position**

Nonmajor Enterprise Funds

June 30, 2022

|   | Lane Events<br>Center | Corrections<br>Commissary | Total                |
|---|-----------------------|---------------------------|----------------------|
| <b>ASSETS</b>                                       |                       |                           |                      |
| <u>Current assets</u>                               |                       |                           |                      |
| Cash and cash equivalents                           | \$ 7,276,226          | \$ 708,030                | \$ 7,984,256         |
| Receivables (net of uncollectibles):                |                       |                           |                      |
| Investment earnings                                 | 17,437                | 2,332                     | 19,769               |
| Accounts receivable                                 | 987,837               | 6,435                     | 994,272              |
| Prepays   | 46,504                | -                         | 46,504               |
| Total current assets                                | <u>8,328,004</u>      | <u>716,797</u>            | <u>9,044,801</u>     |
| <u>Noncurrent assets</u>                            |                       |                           |                      |
| Net OPEB asset - RHIA                               | 19,391                | -                         | 19,391               |
| Capital assets:                                     |                       |                           |                      |
| Land  | 919,328               | -                         | 919,328              |
| Buildings and land improvements                     | 24,503,787            | -                         | 24,503,787           |
| Equipment and furniture                             | 1,947,298             | -                         | 1,947,298            |
| Construction in progress                            | 1,120,055             | -                         | 1,120,055            |
| Accumulated depreciation                            | (22,365,384)          | -                         | (22,365,384)         |
| Total noncurrent assets                             | <u>6,144,475</u>      | <u>-</u>                  | <u>6,144,475</u>     |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>               |                       |                           |                      |
| Pension plan  | 389,278               | -                         | 389,278              |
| OPEB - RHIA   | 3,544                 | -                         | 3,544                |
| OPEB - county plan                                  | 159,026               | -                         | 159,026              |
| Total deferred outflows of resources                | <u>551,848</u>        | <u>-</u>                  | <u>551,848</u>       |
| Total assets and deferred outflows of resources     | <u>15,024,327</u>     | <u>716,797</u>            | <u>15,741,124</u>    |
| <b>LIABILITIES</b>                                  |                       |                           |                      |
| <u>Current liabilities</u>                          |                       |                           |                      |
| Accounts payable                                    | 94,218                | 23,201                    | 117,419              |
| Wages and benefits payable                          | 48,778                | -                         | 48,778               |
| Compensated absences payable                        | 65,519                | -                         | 65,519               |
| Due to other funds                                  | 29,825                | -                         | 29,825               |
| Unearned revenue                                    | 152,716               | -                         | 152,716              |
| Customer deposits                                   | 59,137                | -                         | 59,137               |
| Total current liabilities                           | <u>450,193</u>        | <u>23,201</u>             | <u>473,394</u>       |
| <u>Noncurrent liabilities</u>                       |                       |                           |                      |
| Total OPEB liability - county plan                  | 596,293               | -                         | 596,293              |
| Net pension liability                               | 877,086               | -                         | 877,086              |
| Total noncurrent liabilities                        | <u>1,473,379</u>      | <u>-</u>                  | <u>1,473,379</u>     |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                |                       |                           |                      |
| Pension plan  | 564,613               | -                         | 564,613              |
| OPEB - RHIA   | 8,911                 | -                         | 8,911                |
| OPEB - county plan                                  | 60,417                | -                         | 60,417               |
| Total deferred inflows of resources                 | <u>633,941</u>        | <u>-</u>                  | <u>633,941</u>       |
| Total liabilities and deferred inflows of resources | <u>2,557,513</u>      | <u>23,201</u>             | <u>2,580,714</u>     |
| <b>NET POSITION</b>                                 |                       |                           |                      |
| Net investment in capital assets                    | 6,125,084             | -                         | 6,125,084            |
| Unrestricted  | 6,341,730             | 693,596                   | 7,035,326            |
| Total net position                                  | <u>\$ 12,466,814</u>  | <u>\$ 693,596</u>         | <u>\$ 13,160,410</u> |

Lane County, Oregon

**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position**

Nonmajor Enterprise Funds

For the Fiscal Year Ended June 30, 2022

|  | Lane Events<br>Center | Corrections<br>Commissary | Total                |
|--|-----------------------|---------------------------|----------------------|
| <b>OPERATING REVENUES</b>                        |                       |                           |                      |
| Sale and rental of property                      | \$ 1,026,293          | \$ -                      | \$ 1,026,293         |
| Charges for services                             | 1,982,328             | 165,182                   | 2,147,510            |
| Administrative and facility charges              | 1,927,438             | -                         | 1,927,438            |
| Total operating revenues                         | <u>4,936,059</u>      | <u>165,182</u>            | <u>5,101,241</u>     |
| <b>OPERATING EXPENSES</b>                        |                       |                           |                      |
| Personnel services                               | 1,396,246             | -                         | 1,396,246            |
| Materials and services                           | 2,228,985             | 249,417                   | 2,478,402            |
| Depreciation                                     | 457,511               | -                         | 457,511              |
| Total operating expenses                         | <u>4,082,742</u>      | <u>249,417</u>            | <u>4,332,159</u>     |
| Operating income (loss)                          | <u>853,317</u>        | <u>(84,235)</u>           | <u>769,082</u>       |
| <b>NONOPERATING REVENUES (EXPENSES)</b>          |                       |                           |                      |
| Taxes and assessments, net of refunds            | 3,364,001             | -                         | 3,364,001            |
| Intergovernmental                                | 53,167                | -                         | 53,167               |
| Investment earnings                              | (70,344)              | (8,966)                   | (79,310)             |
| Total nonoperating revenues (expenses)           | <u>3,346,824</u>      | <u>(8,966)</u>            | <u>3,337,858</u>     |
| Income (loss) before contributions and transfers | 4,200,141             | (93,201)                  | 4,106,940            |
| Transfers out                                    | <u>(157,144)</u>      | <u>-</u>                  | <u>(157,144)</u>     |
| Change in net position                           | 4,042,997             | (93,201)                  | 3,949,796            |
| Total net position, June 30, 2021                | <u>8,423,817</u>      | <u>786,797</u>            | <u>9,210,614</u>     |
| Total net position, June 30, 2022                | <u>\$ 12,466,814</u>  | <u>\$ 693,596</u>         | <u>\$ 13,160,410</u> |



Lane County, Oregon

**Combining Statement of Cash Flows**

Nonmajor Enterprise Funds

For the Fiscal Year Ended June 30, 2022

|   | Lane Events<br>Center | Corrections<br>Commissary | Total               |
|---|-----------------------|---------------------------|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |                       |                           |                     |
| Receipts from customers and users   | \$ 3,644,771          | \$ 177,409                | \$ 3,822,180        |
| Receipts from facilities rent   | 1,026,293             | -                         | 1,026,293           |
| Payments to employees   | (829,793)             | -                         | (829,793)           |
| Payments to suppliers   | (2,138,506)           | (243,869)                 | (2,382,375)         |
| Payments for interfund services   | (609,991)             | (974)                     | (610,965)           |
| Net cash provided by (used for) operating activities  | <u>1,092,774</u>      | <u>(67,434)</u>           | <u>1,025,340</u>    |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>  |                       |                           |                     |
| Intergovernmental subsidies   | 53,167                | -                         | 53,167              |
| Transfers out   | (157,144)             | -                         | (157,144)           |
| Net cash provided by (used for) noncapital financing activities   | <u>(103,977)</u>      | <u>-</u>                  | <u>(103,977)</u>    |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>   |                       |                           |                     |
| Transient room tax  | 3,364,001             | -                         | 3,364,001           |
| Purchases of capital assets   | (140,350)             | -                         | (140,350)           |
| Net cash provided by (used for) capital and related financing activities                                  | <u>3,223,651</u>      | <u>-</u>                  | <u>3,223,651</u>    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                       |                           |                     |
| Investment earnings   | (64,212)              | (6,493)                   | (70,705)            |
| Net cash provided by (used for) investing activities  | <u>(64,212)</u>       | <u>(6,493)</u>            | <u>(70,705)</u>     |
| Net increase (decrease) in cash and cash equivalents  | 4,148,236             | (73,927)                  | 4,074,309           |
| Cash and cash equivalents, June 30, 2021  | <u>3,127,990</u>      | <u>781,957</u>            | <u>3,909,947</u>    |
| Cash and cash equivalents, June 30, 2022  | <u>\$ 7,276,226</u>   | <u>\$ 708,030</u>         | <u>\$ 7,984,256</u> |
| <b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b> |                       |                           |                     |
| Operating income (loss)   | \$ 853,317            | \$ (84,235)               | \$ 769,082          |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities  |                       |                           |                     |
| Depreciation  | 457,511               | -                         | 457,511             |
| (Increase) decrease in receivables  | (230,385)             | 12,227                    | (218,158)           |
| (Increase) decrease in prepaids   | (4,893)               | -                         | (4,893)             |
| Increase (decrease) in accounts payable   | (582)                 | 4,574                     | 3,992               |
| Increase (decrease) in wages and benefits payable   | 14,312                | -                         | 14,312              |
| Increase (decrease) in compensated absences payable   | 3,741                 | -                         | 3,741               |
| Increase (decrease) in due to other funds   | 6,746                 | -                         | 6,746               |
| Increase (decrease) in unearned revenue   | 52,002                | -                         | 52,002              |
| Increase (decrease) in customer deposits  | (86,612)              | -                         | (86,612)            |
| Increase (decrease) in net OPEB obligation  | (97,657)              | -                         | (97,657)            |
| Increase (decrease) in net pension liability  | (686,359)             | -                         | (686,359)           |
| Increase (decrease) in deferred inflows   | 549,322               | -                         | 549,322             |
| (Increase) decrease in deferred outflows  | 262,311               | -                         | 262,311             |
| Net cash provided by (used for) operating activities  | <u>\$ 1,092,774</u>   | <u>\$ (67,434)</u>        | <u>\$ 1,025,340</u> |
| <b>Noncash investing, capital, and financing activities:</b>  |                       |                           |                     |
| Increase (decrease) in fair value of investments  | \$ (111,660)          | \$ (14,931)               | \$ (126,591)        |

The accompanying notes are an integral part of the financial statements.

**Lane Events Center Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|  | <b>Budgeted Amounts</b> |                     | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget</b> |
|--|-------------------------|---------------------|---------------------------|---------------------------------------|
|  | <b>Original</b>         | <b>Final</b>        |                           |                                       |
| <b>REVENUES</b>                                  |                         |                     |                           |                                       |
| Taxes and assessments                            | \$ 1,827,409            | \$ 1,827,409        | \$ 3,364,001              | \$ 1,536,592                          |
| Intergovernmental                                | 53,332                  | 53,332              | 53,167                    | (165)                                 |
| Charges for services                             | 1,487,813               | 1,487,813           | 1,953,337                 | 465,524                               |
| Administrative and facility charges              | -                       | 1,927,441           | 1,927,438                 | (3)                                   |
| Investment earnings                              | 25,633                  | 25,633              | 47,448                    | 21,815                                |
| Sale and rental of property                      | 999,843                 | 999,843             | 1,026,293                 | 26,450                                |
| Intrafund transfers in                           | 417,878                 | 417,878             | 417,878                   | -                                     |
| Total revenues                                   | <u>4,811,908</u>        | <u>6,739,349</u>    | <u>8,789,562</u>          | <u>2,050,213</u>                      |
| <b>EXPENDITURES</b>                              |                         |                     |                           |                                       |
| Current - departmental:                          |                         |                     |                           |                                       |
| Public works                                     | 4,211,763               | 4,354,204           | 3,705,039                 | (649,165)                             |
| Not allocated to organizational units:           |                         |                     |                           |                                       |
| Transfers out                                    | 527,391                 | 575,022             | 575,022                   | -                                     |
| Contingency                                      | 96,731                  | 2,001,731           | -                         | (2,001,731)                           |
| Total expenditures                               | <u>4,835,885</u>        | <u>6,930,957</u>    | <u>4,280,061</u>          | <u>(2,650,896)</u>                    |
| Net change in fund balance                       | (23,977)                | (191,608)           | 4,509,501                 | 4,701,109                             |
| Fund balance, June 30, 2021                      | <u>2,229,198</u>        | <u>3,510,529</u>    | <u>3,510,532</u>          | <u>3</u>                              |
| Fund balance, budget basis, June 30, 2022        | <u>\$ 2,205,221</u>     | <u>\$ 3,318,921</u> | 8,020,033                 | <u>\$ 4,701,112</u>                   |
| Unrealized gain (loss) on investments            |                         |                     | (94,136)                  |                                       |
| Accrued investment earnings                      |                         |                     | 17,437                    |                                       |
| Capital assets (net of accumulated depreciation) |                         |                     | 6,125,083                 |                                       |
| Accrued compensated benefits                     |                         |                     | (65,519)                  |                                       |
| OPEB liability / asset                           |                         |                     | (576,902)                 |                                       |
| Net pension (liability)                          |                         |                     | (877,086)                 |                                       |
| Deferred outflows of resources                   |                         |                     | 551,845                   |                                       |
| Deferred inflows of resources                    |                         |                     | (633,941)                 |                                       |
| Total net position, GAAP basis, June 30, 2022    |                         |                     | <u>\$ 12,466,814</u>      |                                       |

**Corrections Commissary Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <b>Budgeted Amounts</b> |                   | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget</b> |
|---|-------------------------|-------------------|---------------------------|---------------------------------------|
|   | <b>Original</b>         | <b>Final</b>      |                           |                                       |
| <b>REVENUES</b>                               |                         |                   |                           |                                       |
| Charges for services                          | \$ 100,000              | \$ 190,000        | \$ 165,182                | \$ (24,818)                           |
| Investment earnings                           | 8,000                   | 8,000             | 8,438                     | 438                                   |
| Total revenues                                | <u>108,000</u>          | <u>198,000</u>    | <u>173,620</u>            | <u>(24,380)</u>                       |
| <b>EXPENDITURES</b>                           |                         |                   |                           |                                       |
| Current - departmental:                       |                         |                   |                           |                                       |
| Public safety (sheriff's office)              | 104,497                 | 394,497           | 249,417                   | (145,080)                             |
| Not allocated to organizational units:        |                         |                   |                           |                                       |
| Contingency                                   | <u>85,800</u>           | <u>117,792</u>    | <u>-</u>                  | <u>(117,792)</u>                      |
| Total expenditures                            | <u>190,297</u>          | <u>512,289</u>    | <u>249,417</u>            | <u>(262,872)</u>                      |
| Net change in fund balance                    | (82,297)                | (314,289)         | (75,797)                  | 238,492                               |
| Fund balance, June 30, 2021                   | <u>750,000</u>          | <u>781,992</u>    | <u>781,992</u>            | <u>-</u>                              |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 667,703</u>       | <u>\$ 467,703</u> | 706,195                   | <u>\$ 238,492</u>                     |
| Unrealized gain (loss) on investments         |                         |                   | (14,931)                  |                                       |
| Accrued investment earnings                   |                         |                   | <u>2,332</u>              |                                       |
| Total net position, GAAP basis, June 30, 2022 |                         |                   | <u>\$ 693,596</u>         |                                       |

**Solid Waste Disposal Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | Budgeted Amounts     |                      | Actual<br>Amounts    | Variance with<br>Final Budget |
|---|----------------------|----------------------|----------------------|-------------------------------|
|   | Original             | Final                |                      |                               |
| <b>REVENUES</b>   |                      |                      |                      |                               |
| Licenses and permits  | \$ -                 | \$ -                 | \$ (2,288)           | \$ (2,288)                    |
| Intergovernmental   | 2,000                | 2,000                | 48,300               | 46,300                        |
| Charges for services  | 20,657,410           | 20,657,410           | 22,770,241           | 2,112,831                     |
| Fines, forfeitures and penalties                            | 500                  | 500                  | -                    | (500)                         |
| Administrative and facility charges                         | -                    | 102,898              | 102,879              | (19)                          |
| Investment earnings   | 206,476              | 206,476              | 377,577              | 171,101                       |
| Sale and rental of property                                 | 907,880              | 907,880              | 1,467,890            | 560,010                       |
| Intrafund transfers in                                      | -                    | 4,762,000            | -                    | (4,762,000)                   |
| Total revenues  | <u>21,774,266</u>    | <u>26,639,164</u>    | <u>24,764,599</u>    | <u>(1,874,565)</u>            |
| <b>EXPENDITURES</b>   |                      |                      |                      |                               |
| Current - departmental:                                     |                      |                      |                      |                               |
| Public works  | 20,838,431           | 29,376,722           | 30,945,159           | 1,568,437                     |
| Not allocated to organizational units:                      |                      |                      |                      |                               |
| Transfers out   | -                    | 12,853,907           | 64,019               | (12,789,888)                  |
| Contingency   | <u>2,155,349</u>     | <u>2,169,275</u>     | -                    | <u>(2,169,275)</u>            |
| Total expenditures  | <u>22,993,780</u>    | <u>44,399,904</u>    | <u>31,009,178</u>    | <u>(13,390,726)</u>           |
| Net change in fund balance                                  | (1,219,514)          | (17,760,740)         | (6,244,579)          | 11,516,161                    |
| Fund balance, June 30, 2021                                 | <u>30,378,530</u>    | <u>37,126,305</u>    | <u>37,126,305</u>    | -                             |
| Fund balance, budget basis, June 30, 2022                   | <u>\$ 29,159,016</u> | <u>\$ 19,365,565</u> | <u>30,881,726</u>    | <u>\$ 11,516,161</u>          |
| Unrealized gain (loss) on investments                       |                      |                      | (484,043)            |                               |
| Accrued investment earnings                                 |                      |                      | 102,868              |                               |
| Leases receivable   |                      |                      | 43,777               |                               |
| Interest receivable - leases                                |                      |                      | 20                   |                               |
| Prepaid expenses  |                      |                      | 6,587                |                               |
| Capital assets (net of accumulated depreciation)            |                      |                      | 39,684,866           |                               |
| Accrued compensated benefits                                |                      |                      | (464,879)            |                               |
| OPEB liability / asset                                      |                      |                      | (3,443,373)          |                               |
| Landfill closure and postclosure care costs                 |                      |                      | (7,107,974)          |                               |
| Net pension (liability)                                     |                      |                      | (6,755,593)          |                               |
| Leased buildings and land (net of accumulated depreciation) |                      |                      | 1,996                |                               |
| Deferred outflows of resources                              |                      |                      | 4,408,776            |                               |
| Deferred inflows of resources                               |                      |                      | (5,697,069)          |                               |
| Deferred inflows - leases                                   |                      |                      | (43,552)             |                               |
| Total net position, GAAP basis, June 30, 2022               |                      |                      | <u>\$ 51,134,133</u> |                               |

**Land Management Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|  | Budgeted Amounts    |                     | Actual<br>Amounts   | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| <b>REVENUES</b>                                  |                     |                     |                     |                               |
| Licenses and permits                             | \$ 2,064,458        | \$ 2,064,458        | \$ 2,591,150        | \$ 526,692                    |
| Intergovernmental                                | 965,385             | 1,735,319           | 1,162,853           | (572,466)                     |
| Charges for services                             | 3,456,211           | 3,471,211           | 3,265,077           | (206,134)                     |
| Fines, forfeitures and penalties                 | 5,500               | 5,500               | 24,532              | 19,032                        |
| Administrative and facility charges              | 15,000              | 2,762,425           | 2,585,871           | (176,554)                     |
| Investment earnings                              | 48,344              | 50,194              | 90,567              | 40,373                        |
| Sale and rental of property                      | 8,198               | 8,198               | 67                  | (8,131)                       |
| Intrafund transfers in                           | 304,139             | 368,631             | -                   | (368,631)                     |
| Total revenues                                   | <u>6,867,235</u>    | <u>10,465,936</u>   | <u>9,720,117</u>    | <u>(745,819)</u>              |
| <b>EXPENDITURES</b>                              |                     |                     |                     |                               |
| Current - departmental:                          |                     |                     |                     |                               |
| Public works                                     | 7,898,005           | 8,653,296           | 7,892,214           | (761,082)                     |
| Not allocated to organizational units:           |                     |                     |                     |                               |
| Transfers out                                    | 304,139             | 368,631             | -                   | (368,631)                     |
| Contingency                                      | 617,319             | 1,306,532           | -                   | (1,306,532)                   |
| Total expenditures                               | <u>8,819,463</u>    | <u>10,328,459</u>   | <u>7,892,214</u>    | <u>(2,436,245)</u>            |
| Net change in fund balance                       | (1,952,228)         | 137,477             | 1,827,903           | 1,690,426                     |
| Fund balance, June 30, 2021                      | 6,446,000           | 8,482,857           | 8,249,039           | (233,818)                     |
| Fund balance, budget basis, June 30, 2022        | <u>\$ 4,493,772</u> | <u>\$ 8,620,334</u> | 10,076,942          | <u>\$ 1,456,608</u>           |
| Unrealized gain (loss) on investments            |                     |                     | (133,313)           |                               |
| Accrued investment earnings                      |                     |                     | 26,890              |                               |
| Prepaid expenses                                 |                     |                     | 5,775               |                               |
| Capital assets (net of accumulated depreciation) |                     |                     | 148,947             |                               |
| Accrued compensated benefits                     |                     |                     | (239,202)           |                               |
| OPEB liability / asset                           |                     |                     | (1,238,625)         |                               |
| Net pension (liability)                          |                     |                     | (2,479,025)         |                               |
| Deferred outflows of resources                   |                     |                     | 1,976,573           |                               |
| Deferred inflows of resources                    |                     |                     | (2,739,276)         |                               |
| Total net position, GAAP basis, June 30, 2022    |                     |                     | <u>\$ 5,405,686</u> |                               |



## INTERNAL SERVICE FUNDS

*Combining statements for all internal service funds are reported in this section. The combined totals are reported alongside the individual enterprise funds in the basic financial statements.*

*Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual are also presented in this section for each individual internal service fund.*

**Self Insurance Fund** – This fund accounts for the County's self-insurance program. Lane County is self-insured for both Workers' Compensation and general liability, including property, equipment, employee faithful performance, and certain special coverages. Revenues are generated from charges to other departments, with rates based on a combination of exposures and claims experience. The claims liability (reserve) held by this fund is established based on an actuarial valuation.

**Employee Benefits Fund** – The fund assesses charges to all County departmental budgets to pay for negotiated and statutory employee benefits, including FICA (Social Security), PERS, unemployment insurance, and certain benefit-related services including employee assistance, health promotion, and training.

**Pension Bond Fund** – This fund accounts for the receipt of the payroll surcharge assessed against operating departments and used to make the Limited Tax Pension bond payments.

**Motor and Equipment Pool Fund** – This fund accounts for the purchase and maintenance of County vehicles and heavy equipment for use by County departments. Motor Pool user charges cover vehicle and equipment operation and maintenance expenses, as well as the replacement of vehicles and equipment.

**Intergovernmental Services Fund** – This fund accounts for certain administrative support services which are provided to County departments on a cost-reimbursement basis. Services include investment, debt management, mailroom, and copier services. User charges cover the cost of operations and supplies.

**Technology Replacement Fund** – This fund accounts for user charges assessed to County departments which intend to replace their personal computers, printers, and servers on a scheduled replacement cycle. Monthly assessments are collected based upon the number and type of equipment used by the department, in order to provide sufficient resources for the replacement of the computer equipment according to a scheduled replacement cycle.

**Technology Services Fund** – This fund accounts for user charges assessed to County departments and other local governments for delivery of essential information technology. Internal services include computer network and systems engineering, desktop and peripherals, security and web administration, the County's Help Desk, database development and maintenance, and project management services. Services to other local governments (previously provided by the Regional Information Services enterprise fund) include network and system infrastructure, internet access, electronic mail, data center services, Help Desk services, server procurement and configuration, data storage, backup, and restoration services on a per-agency basis.

**Retiree Medical Benefit Trust Fund** – This fund accounts for the accumulation and disbursement of resources for medical benefits available to certain retired employees.





**Combining Statement of Net Position**

All Internal Service Funds

June 30, 2022

|   | Self Insurance      | Employee Benefits    | Pension Bond           | Motor and Equipment Pool | Intergovernmental Services |
|---|---------------------|----------------------|------------------------|--------------------------|----------------------------|
| <b>ASSETS</b>                                       |                     |                      |                        |                          |                            |
| <u>Current assets</u>                               |                     |                      |                        |                          |                            |
| Cash and cash equivalents                           | \$ 8,155,494        | \$ 10,881,525        | \$ 5,392,057           | \$ 29,123,485            | \$ 255,359                 |
| Receivables (net of uncollectibles):                |                     |                      |                        |                          |                            |
| Investment earnings                                 | 24,366              | 39,133               | 21,077                 | 87,208                   | 742                        |
| Accounts receivable                                 | 75                  | 180                  | -                      | 36,959                   | 5,966                      |
| Intergovernmental                                   | -                   | -                    | -                      | 3,987                    | -                          |
| Due from other funds                                | 22,704              | 4,121,094            | -                      | -                        | -                          |
| Inventories   | -                   | -                    | -                      | 1,428,770                | -                          |
| Prepays   | 140,505             | 84,497               | -                      | 5,250                    | -                          |
| Total current assets                                | <u>8,343,144</u>    | <u>15,126,429</u>    | <u>5,413,134</u>       | <u>30,685,659</u>        | <u>262,067</u>             |
| <u>Noncurrent assets</u>                            |                     |                      |                        |                          |                            |
| Deposits  | 100,000             | 135,000              | -                      | -                        | -                          |
| Net pension asset - RHIA                            | -                   | -                    | -                      | 31,959                   | -                          |
| Leased assets:                                      |                     |                      |                        |                          |                            |
| Right to use lease assets                           | -                   | 92,325               | -                      | -                        | -                          |
| Accumulated depreciation                            | -                   | (39,568)             | -                      | -                        | -                          |
| Capital assets:                                     |                     |                      |                        |                          |                            |
| Buildings and land improvements                     | -                   | 289,774              | -                      | 240,261                  | -                          |
| Equipment and furniture                             | -                   | -                    | -                      | 32,138,866               | 27,207                     |
| Construction in progress                            | -                   | 610                  | -                      | 71,713                   | -                          |
| Less accumulated depreciation                       | -                   | (289,774)            | -                      | (18,799,759)             | (27,207)                   |
| Total noncurrent assets                             | <u>100,000</u>      | <u>188,367</u>       | <u>-</u>               | <u>13,683,040</u>        | <u>-</u>                   |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>               |                     |                      |                        |                          |                            |
| Pension plan  | -                   | 286,387,771          | -                      | 778,556                  | -                          |
| OPEB - RHIA   | -                   | -                    | -                      | 5,271                    | -                          |
| OPEB - county plan                                  | -                   | -                    | -                      | 206,283                  | -                          |
| Total deferred outflows of resources                | <u>-</u>            | <u>286,387,771</u>   | <u>-</u>               | <u>990,110</u>           | <u>-</u>                   |
| Total assets and deferred outflows of resources     | <u>8,443,144</u>    | <u>301,702,567</u>   | <u>5,413,134</u>       | <u>45,358,809</u>        | <u>262,067</u>             |
| <b>LIABILITIES</b>                                  |                     |                      |                        |                          |                            |
| <u>Current liabilities</u>                          |                     |                      |                        |                          |                            |
| Accounts payable                                    | 9,395               | 1,710,020            | -                      | 485,165                  | 660                        |
| Wages and benefits payable                          | -                   | 1,441,833            | -                      | 68,354                   | -                          |
| Compensated absences payable                        | -                   | -                    | -                      | 129,048                  | -                          |
| Claims payable                                      | 4,937,000           | -                    | -                      | -                        | -                          |
| Due to other funds                                  | -                   | -                    | -                      | 47,340                   | -                          |
| Interest payable                                    | -                   | 98,175               | 215,975                | -                        | -                          |
| Customer deposits                                   | -                   | -                    | -                      | -                        | -                          |
| Leases payable                                      | -                   | 39,944               | -                      | -                        | -                          |
| Bonds payable                                       | -                   | 4,537,426            | 6,290,000              | -                        | -                          |
| Total current liabilities                           | <u>4,946,395</u>    | <u>7,827,398</u>     | <u>6,505,975</u>       | <u>729,907</u>           | <u>660</u>                 |
| <u>Noncurrent liabilities</u>                       |                     |                      |                        |                          |                            |
| Total OPEB liability                                | -                   | -                    | -                      | 874,120                  | -                          |
| Net pension liability                               | -                   | -                    | -                      | 1,860,570                | -                          |
| Leases payable                                      | -                   | 13,444               | -                      | -                        | -                          |
| Bonds payable (net of unamortized discounts)        | -                   | 282,100,863          | 31,520,729             | -                        | -                          |
| Total noncurrent liabilities                        | <u>-</u>            | <u>282,114,307</u>   | <u>31,520,729</u>      | <u>2,734,690</u>         | <u>-</u>                   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                |                     |                      |                        |                          |                            |
| Pension plan  | -                   | -                    | -                      | 1,129,225                | -                          |
| OPEB - RHIA   | -                   | -                    | -                      | 15,747                   | -                          |
| OPEB - county plan                                  | -                   | -                    | -                      | 112,203                  | -                          |
| Total deferred inflows of resources                 | <u>-</u>            | <u>-</u>             | <u>-</u>               | <u>1,257,175</u>         | <u>-</u>                   |
| Total liabilities and deferred inflows of resources | <u>4,946,395</u>    | <u>289,941,705</u>   | <u>38,026,704</u>      | <u>4,721,772</u>         | <u>660</u>                 |
| <b>NET POSITION</b>                                 |                     |                      |                        |                          |                            |
| Net investment in capital assets                    | -                   | 610                  | -                      | 13,651,081               | -                          |
| Unrestricted  | 3,496,749           | 11,760,252           | (32,613,570)           | 26,985,956               | 261,407                    |
| Total net position                                  | <u>\$ 3,496,749</u> | <u>\$ 11,760,862</u> | <u>\$ (32,613,570)</u> | <u>\$ 40,637,037</u>     | <u>\$ 261,407</u>          |

| Technology Replacement | Technology Services    | Retiree Medical Benefit Trust | Total                |
|------------------------|------------------------|-------------------------------|----------------------|
| \$ 1,719,468           | \$ 1,425,611           | \$ 11,950,487                 | \$ 68,903,486        |
| 6,242                  | 4,111                  | 37,034                        | 219,913              |
| -                      | 100,927                | -                             | 144,107              |
| -                      | -                      | -                             | 3,987                |
| -                      | -                      | 162,628                       | 4,306,426            |
| -                      | -                      | -                             | 1,428,770            |
| <u>261,089</u>         | <u>275,007</u>         | <u>-</u>                      | <u>766,348</u>       |
| <u>1,986,799</u>       | <u>1,805,656</u>       | <u>12,150,149</u>             | <u>75,773,037</u>    |
| -                      | -                      | -                             | 235,000              |
| -                      | 106,799                | -                             | 138,758              |
| -                      | -                      | -                             | 92,325               |
| -                      | -                      | -                             | (39,568)             |
| 3,304                  | 446,892                | -                             | 980,231              |
| 3,256,654              | 3,936,876              | -                             | 39,359,603           |
| -                      | 29,535                 | -                             | 101,858              |
| <u>(1,214,332)</u>     | <u>(3,537,300)</u>     | <u>-</u>                      | <u>(23,868,372)</u>  |
| <u>2,045,626</u>       | <u>982,802</u>         | <u>-</u>                      | <u>16,999,835</u>    |
| -                      | 4,048,492              | -                             | 291,214,819          |
| -                      | 15,478                 | -                             | 20,749               |
| -                      | 612,600                | -                             | 818,883              |
| -                      | 4,676,570              | -                             | 292,054,451          |
| <u>4,032,425</u>       | <u>7,465,028</u>       | <u>12,150,149</u>             | <u>384,827,323</u>   |
| 34,232                 | 289,470                | 393,731                       | 2,922,673            |
| -                      | 344,149                | -                             | 1,854,336            |
| -                      | 619,541                | -                             | 748,589              |
| -                      | -                      | -                             | 4,937,000            |
| -                      | 200,104                | -                             | 247,444              |
| -                      | -                      | -                             | 314,150              |
| -                      | 6,227                  | -                             | 6,227                |
| -                      | -                      | -                             | 39,944               |
| -                      | -                      | -                             | 10,827,426           |
| <u>34,232</u>          | <u>1,459,491</u>       | <u>393,731</u>                | <u>21,897,789</u>    |
| -                      | 2,913,585              | -                             | 3,787,705            |
| -                      | 7,628,522              | -                             | 9,489,092            |
| -                      | -                      | -                             | 13,444               |
| -                      | -                      | -                             | 313,621,592          |
| -                      | 10,542,107             | -                             | 326,911,833          |
| -                      | 5,871,972              | -                             | 7,001,197            |
| -                      | 53,040                 | -                             | 68,787               |
| -                      | 371,135                | -                             | 483,338              |
| -                      | 6,296,147              | -                             | 7,553,322            |
| <u>34,232</u>          | <u>18,297,745</u>      | <u>393,731</u>                | <u>356,362,944</u>   |
| 2,045,626              | 876,003                | -                             | 16,573,320           |
| <u>1,952,567</u>       | <u>(11,708,720)</u>    | <u>11,756,418</u>             | <u>11,891,059</u>    |
| <u>\$ 3,998,193</u>    | <u>\$ (10,832,717)</u> | <u>\$ 11,756,418</u>          | <u>\$ 28,464,379</u> |

Lane County, Oregon

**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position**

All Internal Service Funds

For the Fiscal Year Ended June 30, 2022

|  | Self Insurance      | Employee Benefits    | Pension Bond           | Motor and Equipment Pool |
|--|---------------------|----------------------|------------------------|--------------------------|
| <b>OPERATING REVENUES</b>                        |                     |                      |                        |                          |
| Sale and rental of property                      | \$ -                | \$ -                 | \$ -                   | \$ 29,759                |
| Charges for services                             | 2,932,494           | 73,572,951           | 9,911,402              | 9,937,266                |
| Administrative and facility charges              | -                   | -                    | -                      | 773,540                  |
| Total operating revenues                         | <u>2,932,494</u>    | <u>73,572,951</u>    | <u>9,911,402</u>       | <u>10,740,565</u>        |
| <b>OPERATING EXPENSES</b>                        |                     |                      |                        |                          |
| Personnel services                               | -                   | -                    | -                      | 2,376,802                |
| Materials and services                           | 2,591,771           | 74,703,581           | 6,285                  | 4,970,057                |
| Amortization expense - leases                    | -                   | 39,568               | -                      | -                        |
| Depreciation                                     | -                   | -                    | -                      | 2,051,753                |
| Total operating expenses                         | <u>2,591,771</u>    | <u>74,743,149</u>    | <u>6,285</u>           | <u>9,398,612</u>         |
| Operating income (loss)                          | <u>340,723</u>      | <u>(1,170,198)</u>   | <u>9,905,117</u>       | <u>1,341,953</u>         |
| <b>NONOPERATING REVENUES (EXPENSES)</b>          |                     |                      |                        |                          |
| Intergovernmental                                | -                   | -                    | -                      | 41,990                   |
| Investment earnings                              | (96,396)            | (156,238)            | (80,254)               | (347,497)                |
| Interest expense                                 | -                   | (98,175)             | (2,946,011)            | -                        |
| Interest expense - leases                        | -                   | (391)                | -                      | -                        |
| Bond issuance costs                              | -                   | (250,517)            | -                      | -                        |
| Gain (loss) on capital asset disposal            | -                   | -                    | -                      | 273,981                  |
| Total nonoperating revenues (expenses)           | <u>(96,396)</u>     | <u>(505,321)</u>     | <u>(3,026,265)</u>     | <u>(31,526)</u>          |
| Income (loss) before contributions and transfers | 244,327             | (1,675,519)          | 6,878,852              | 1,310,427                |
| Capital contributions                            | -                   | -                    | -                      | 54,303                   |
| Transfers in - intrafund                         | -                   | -                    | -                      | -                        |
| Transfers out - intrafund                        | -                   | -                    | -                      | -                        |
| Transfers in                                     | -                   | -                    | -                      | 248,603                  |
| Transfers out                                    | -                   | (211,215)            | -                      | (593,778)                |
| Change in net position                           | 244,327             | (1,886,734)          | 6,878,852              | 1,019,555                |
| Total net position, June 30, 2021                | <u>3,252,422</u>    | <u>13,647,596</u>    | <u>(39,492,422)</u>    | <u>39,617,482</u>        |
| Total net position, June 30, 2022                | <u>\$ 3,496,749</u> | <u>\$ 11,760,862</u> | <u>\$ (32,613,570)</u> | <u>\$ 40,637,037</u>     |

| Intergovernmental<br>Services | Technology<br>Replacement | Technology<br>Services | Retiree Medical<br>Benefit Trust | Total                |
|-------------------------------|---------------------------|------------------------|----------------------------------|----------------------|
| \$ -                          | \$ -                      | \$ 1,230               | \$ -                             | \$ 30,989            |
| 161,076                       | 2,138,490                 | 12,500,464             | 2,971,624                        | 114,125,767          |
| -                             | -                         | 193,732                | -                                | 967,272              |
| <u>161,076</u>                | <u>2,138,490</u>          | <u>12,695,426</u>      | <u>2,971,624</u>                 | <u>115,124,028</u>   |
| -                             | -                         | 10,643,783             | -                                | 13,020,585           |
| 564,348                       | 2,486,549                 | 3,502,069              | 2,827,655                        | 91,652,315           |
| -                             | -                         | -                      | -                                | 39,568               |
| 3,184                         | 428,908                   | 221,446                | -                                | 2,705,291            |
| <u>567,532</u>                | <u>2,915,457</u>          | <u>14,367,298</u>      | <u>2,827,655</u>                 | <u>107,417,759</u>   |
| <u>(406,456)</u>              | <u>(776,967)</u>          | <u>(1,671,872)</u>     | <u>143,969</u>                   | <u>7,706,269</u>     |
| -                             | -                         | 1,245,346              | -                                | 1,287,336            |
| 411,809                       | (24,193)                  | (16,957)               | (144,640)                        | (454,366)            |
| -                             | -                         | -                      | -                                | (3,044,186)          |
| -                             | -                         | -                      | -                                | (391)                |
| -                             | -                         | -                      | -                                | (250,517)            |
| -                             | -                         | -                      | -                                | 273,981              |
| <u>411,809</u>                | <u>(24,193)</u>           | <u>1,228,389</u>       | <u>(144,640)</u>                 | <u>(2,188,143)</u>   |
| 5,353                         | (801,160)                 | (443,483)              | (671)                            | 5,518,126            |
| -                             | -                         | -                      | -                                | 54,303               |
| -                             | -                         | 272,519                | -                                | 272,519              |
| -                             | (272,519)                 | -                      | -                                | (272,519)            |
| -                             | -                         | -                      | -                                | 248,603              |
| -                             | -                         | -                      | -                                | (804,993)            |
| 5,353                         | (1,073,679)               | (170,964)              | (671)                            | 5,016,039            |
| <u>256,054</u>                | <u>5,071,872</u>          | <u>(10,661,753)</u>    | <u>11,757,089</u>                | <u>23,448,340</u>    |
| <u>\$ 261,407</u>             | <u>\$ 3,998,193</u>       | <u>\$ (10,832,717)</u> | <u>\$ 11,756,418</u>             | <u>\$ 28,464,379</u> |

**Combining Statement of Cash Flows**

All Internal Service Funds

For the Fiscal Year Ended June 30, 2022

|   | Self Insurance      | Employee<br>Benefits  | Pension Bond        |
|---|---------------------|-----------------------|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |                     |                       |                     |
| Receipts from customers and users   | \$ 16,329           | \$ 2,354,931          | \$ 9,911,402        |
| Receipts from facilities rent   | -                   | -                     | -                   |
| Receipts from interfund services  | 2,932,494           | 70,740,221            | -                   |
| Payments to employees   | -                   | -                     | -                   |
| Payments to suppliers   | (2,625,750)         | (74,375,177)          | (6,285)             |
| Payments for interfund services   | -                   | -                     | -                   |
| Net cash provided by (used for) operating activities  | <u>323,073</u>      | <u>(1,280,025)</u>    | <u>9,905,117</u>    |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>  |                     |                       |                     |
| Intergovernmental subsidies   | -                   | -                     | -                   |
| Proceeds from bond issuance   | -                   | 286,638,289           | -                   |
| Lump sum payment to PERS  | -                   | (286,387,771)         | -                   |
| Bond issuance costs   | -                   | (250,518)             | -                   |
| Principal paid on pension bonds   | -                   | -                     | (5,515,000)         |
| Interest paid on pension bonds  | -                   | -                     | (2,969,476)         |
| Transfers in  | -                   | -                     | -                   |
| Transfers out   | -                   | (211,215)             | -                   |
| Net cash provided by (used for) noncapital financing activities   | <u>-</u>            | <u>(211,215)</u>      | <u>(8,484,476)</u>  |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>   |                     |                       |                     |
| Proceeds from sale of property  | -                   | -                     | -                   |
| Interest paid on leases   | -                   | (23)                  | -                   |
| Purchases of capital assets   | -                   | (53,362)              | -                   |
| Net cash provided by (used for) capital and related financing activities                                  | <u>-</u>            | <u>(53,385)</u>       | <u>-</u>            |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                     |                       |                     |
| Change in other fiscal transactions   | -                   | -                     | -                   |
| Investment earnings   | (72,809)            | (93,551)              | (60,520)            |
| Lease payments  | -                   | (39,328)              | -                   |
| Net cash provided by (used for) investing activities  | <u>(72,809)</u>     | <u>(132,879)</u>      | <u>(60,520)</u>     |
| Net increase (decrease) in cash and cash equivalents  | 250,264             | (1,677,504)           | 1,360,121           |
| Cash and cash equivalents, June 30, 2021  | 7,905,230           | 12,559,029            | 4,031,936           |
| Cash and cash equivalents, June 30, 2022  | <u>\$ 8,155,494</u> | <u>\$ 10,881,525</u>  | <u>\$ 5,392,057</u> |
| <b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b> |                     |                       |                     |
| Operating income (loss)   | \$ 340,723          | \$ (1,170,198)        | \$ 9,905,117        |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: |                     |                       |                     |
| Depreciation and amortization   | -                   | 39,568                | -                   |
| (Increase) decrease in receivables  | 19,367              | (10)                  | -                   |
| (Increase) decrease in due from other funds   | (3,038)             | (477,787)             | -                   |
| (Increase) decrease in inventories  | -                   | -                     | -                   |
| (Increase) decrease in prepaids   | 62,257              | (53,424)              | -                   |
| Increase (decrease) in accounts payable   | (96,236)            | 219,134               | -                   |
| Increase (decrease) in wages and benefits payable   | -                   | 109,304               | -                   |
| Increase (decrease) in compensated absences payable   | -                   | -                     | -                   |
| Increase (decrease) in due to other funds   | -                   | -                     | -                   |
| Increase (decrease) in leases payable   | -                   | 53,388                | -                   |
| Increase (decrease) in net OPEB liability   | -                   | -                     | -                   |
| Increase (decrease) in net pension liability  | -                   | -                     | -                   |
| Increase (decrease) in deferred inflows   | -                   | -                     | -                   |
| (Increase) decrease in deferred outflows  | -                   | -                     | -                   |
| Net cash provided by (used for) operating activities  | <u>\$ 323,073</u>   | <u>\$ (1,280,025)</u> | <u>\$ 9,905,117</u> |
| <b>Noncash investing, capital, and financing activities:</b>  |                     |                       |                     |
| Net contributions of capital assets (to) from governmental funds  | \$ -                | \$ -                  | \$ -                |
| Net transfers of capital assets (to) from other proprietary funds   | -                   | -                     | -                   |
| Increase (decrease) in fair value of investments  | (156,030)           | (250,592)             | (134,970)           |

| Motor and<br>Equipment Pool | Intergovernmental<br>Services | Technology<br>Replacement | Technology<br>Services | Retiree Medical<br>Benefit Trust | Total            |
|-----------------------------|-------------------------------|---------------------------|------------------------|----------------------------------|------------------|
| \$ 2,373,961                | \$ 62,172                     | \$ 2,138,490              | \$ 957,710             | \$ (15,843)                      | \$ 17,799,152    |
| 29,759                      | -                             | -                         | 1,230                  | -                                | 30,989           |
| 8,326,144                   | 99,004                        | -                         | 11,719,010             | 2,971,624                        | 96,788,497       |
| (1,371,573)                 | -                             | -                         | (6,511,904)            | -                                | (7,883,477)      |
| (4,276,643)                 | (570,018)                     | (2,609,081)               | (3,609,905)            | (2,797,774)                      | (90,870,633)     |
| (1,983,029)                 | -                             | -                         | (4,134,151)            | -                                | (6,117,180)      |
| <u>3,098,619</u>            | <u>(408,842)</u>              | <u>(470,591)</u>          | <u>(1,578,010)</u>     | <u>158,007</u>                   | <u>9,747,348</u> |

|                  |          |                  |                  |          |                    |
|------------------|----------|------------------|------------------|----------|--------------------|
| 79,658           | -        | -                | 1,245,590        | -        | 1,325,248          |
| -                | -        | -                | -                | -        | 286,638,289        |
| -                | -        | -                | -                | -        | (286,387,771)      |
| -                | -        | -                | -                | -        | (250,518)          |
| -                | -        | -                | -                | -        | (5,515,000)        |
| -                | -        | -                | -                | -        | (2,969,476)        |
| 243,777          | -        | -                | 272,519          | -        | 516,296            |
| (593,778)        | -        | (272,519)        | -                | -        | (1,077,512)        |
| <u>(270,343)</u> | <u>-</u> | <u>(272,519)</u> | <u>1,518,109</u> | <u>-</u> | <u>(7,720,444)</u> |

|                    |          |                  |                  |          |                    |
|--------------------|----------|------------------|------------------|----------|--------------------|
| 341,468            | -        | -                | -                | -        | 341,468            |
| -                  | -        | -                | -                | -        | (23)               |
| (2,330,814)        | -        | (335,133)        | (118,149)        | -        | (2,837,458)        |
| <u>(1,989,346)</u> | <u>-</u> | <u>(335,133)</u> | <u>(118,149)</u> | <u>-</u> | <u>(2,496,013)</u> |

|                  |                |                 |                |                  |                  |
|------------------|----------------|-----------------|----------------|------------------|------------------|
| -                | -              | -               | -              | -                | -                |
| (240,869)        | 412,717        | (12,992)        | (8,423)        | (107,965)        | (184,412)        |
| -                | -              | -               | -              | -                | (39,328)         |
| <u>(240,869)</u> | <u>412,717</u> | <u>(12,992)</u> | <u>(8,423)</u> | <u>(107,965)</u> | <u>(223,740)</u> |

|                      |                   |                     |                     |                      |                      |
|----------------------|-------------------|---------------------|---------------------|----------------------|----------------------|
| 598,061              | 3,875             | (1,091,235)         | (186,473)           | 50,042               | (692,849)            |
| 28,525,424           | 251,484           | 2,810,703           | 1,612,084           | 11,900,445           | 69,596,335           |
| <u>\$ 29,123,485</u> | <u>\$ 255,359</u> | <u>\$ 1,719,468</u> | <u>\$ 1,425,611</u> | <u>\$ 11,950,487</u> | <u>\$ 68,903,486</u> |

\$ 1,341,953 \$ (406,456) \$ (776,967) \$ (1,671,872) \$ 143,969 \$ 7,706,269

|                     |                     |                     |                       |                   |                     |
|---------------------|---------------------|---------------------|-----------------------|-------------------|---------------------|
| 2,051,753           | 3,186               | 428,908             | 221,446               | -                 | 2,744,861           |
| (10,701)            | 98                  | -                   | (17,476)              | -                 | (8,722)             |
| -                   | -                   | -                   | -                     | (15,843)          | (496,668)           |
| (235,335)           | -                   | -                   | -                     | -                 | (235,335)           |
| 1,221               | -                   | (117,301)           | 94,762                | -                 | (12,485)            |
| (75,786)            | (5,670)             | (5,231)             | (308,276)             | 29,881            | (242,184)           |
| (11,707)            | -                   | -                   | 32,441                | -                 | 130,038             |
| (4,775)             | -                   | -                   | 16,855                | -                 | 12,080              |
| (4,658)             | -                   | -                   | 22,666                | -                 | 18,008              |
| -                   | -                   | -                   | -                     | -                 | 53,388              |
| (181,361)           | -                   | -                   | (599,886)             | -                 | (781,247)           |
| (1,334,475)         | -                   | -                   | (6,291,146)           | -                 | (7,625,621)         |
| 1,084,185           | -                   | -                   | 5,478,266             | -                 | 6,562,451           |
| 478,305             | -                   | -                   | 1,444,210             | -                 | 1,922,515           |
| <u>\$ 3,098,619</u> | <u>\$ (408,842)</u> | <u>\$ (470,591)</u> | <u>\$ (1,578,010)</u> | <u>\$ 158,007</u> | <u>\$ 9,747,348</u> |

\$ 54,303 \$ - \$ - \$ - \$ - \$ 54,303  
4,826 - - - - 4,826  
(558,448) - (39,971) (26,327) (237,152) (1,403,490)

Lane County, Oregon

**Self Insurance Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES</b>                               |                         |                     |                           |                                       |
| Charges for services                          | \$ 2,890,806            | \$ 2,890,806        | \$ 2,932,494              | \$ 41,688                             |
| Investment earnings                           | 65,362                  | 65,362              | 83,221                    | 17,859                                |
| Total revenues                                | <u>2,956,168</u>        | <u>2,956,168</u>    | <u>3,015,715</u>          | <u>59,547</u>                         |
| <b>EXPENDITURES</b>                           |                         |                     |                           |                                       |
| Not allocated to organizational units:        |                         |                     |                           |                                       |
| Materials and services                        | 2,897,178               | 3,247,178           | 2,529,514                 | (717,664)                             |
| Contingency                                   | 300,000                 | 300,000             | -                         | (300,000)                             |
| Total expenditures                            | <u>3,197,178</u>        | <u>3,547,178</u>    | <u>2,529,514</u>          | <u>(1,017,664)</u>                    |
| Net change in fund balance                    | (241,010)               | (591,010)           | 486,201                   | 1,077,211                             |
| Fund balance, June 30, 2021                   | 6,846,926               | 7,801,229           | 7,801,229                 | -                                     |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 6,605,916</u>     | <u>\$ 7,210,219</u> | 8,287,430                 | <u>\$ 1,077,211</u>                   |
| Unrealized gain (loss) on investments         |                         |                     | (118,552)                 |                                       |
| Accrued investment earnings                   |                         |                     | 24,366                    |                                       |
| Prepaid expenses                              |                         |                     | 140,505                   |                                       |
| Deposits                                      |                         |                     | 100,000                   |                                       |
| Claims payable                                |                         |                     | <u>(4,937,000)</u>        |                                       |
| Total net position, GAAP basis, June 30, 2022 |                         |                     | <u>\$ 3,496,749</u>       |                                       |

**Employee Benefits Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <b>Budgeted Amounts</b> |                      | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget</b> |
|---|-------------------------|----------------------|---------------------------|---------------------------------------|
|   | <b>Original</b>         | <b>Final</b>         |                           |                                       |
| <b>REVENUES</b>   |                         |                      |                           |                                       |
| Charges for services  | \$ 77,196,171           | \$ 363,233,467       | \$ 73,572,951             | \$ (289,660,516)                      |
| Investment earnings   | 192,500                 | 192,500              | 157,042                   | (35,458)                              |
| Bonds issued  | -                       | -                    | 286,638,289               | 286,638,289                           |
| Total revenues  | <u>77,388,671</u>       | <u>363,425,967</u>   | <u>360,368,282</u>        | <u>(3,057,685)</u>                    |
| <b>EXPENDITURES</b>   |                         |                      |                           |                                       |
| Current - departmental:                                     |                         |                      |                           |                                       |
| Not allocated to organizational units:                      |                         |                      |                           |                                       |
| Materials and services                                      | 79,597,642              | 365,628,589          | 361,184,103               | (4,444,486)                           |
| Debt service  | -                       | -                    | 250,517                   | 250,517                               |
| Transfers out   | 211,215                 | 211,215              | 211,215                   | -                                     |
| Contingency   | 750,000                 | 750,000              | -                         | (750,000)                             |
| Total expenditures  | <u>80,558,857</u>       | <u>366,589,804</u>   | <u>361,645,835</u>        | <u>(4,943,969)</u>                    |
| Net change in fund balance                                  | (3,170,186)             | (3,163,837)          | (1,277,553)               | 1,886,284                             |
| Fund balance, June 30, 2021                                 | <u>14,841,221</u>       | <u>13,434,514</u>    | <u>13,434,515</u>         | <u>1</u>                              |
| Fund balance, budget basis, June 30, 2022                   | <u>\$ 11,671,035</u>    | <u>\$ 10,270,677</u> | 12,156,962                | <u>\$ 1,886,285</u>                   |
| Unrealized gain (loss) on investments                       |                         |                      | (171,013)                 |                                       |
| Accrued investment earnings                                 |                         |                      | 39,133                    |                                       |
| Prepaid expenses  |                         |                      | 84,496                    |                                       |
| Capital assets (net of accumulated depreciation)            |                         |                      | 609                       |                                       |
| Interest payable  |                         |                      | (98,199)                  |                                       |
| Long-term debt  |                         |                      | (286,638,289)             |                                       |
| Leased buildings and land (net of accumulated depreciation) |                         |                      | 52,757                    |                                       |
| Deferred outflows of resources                              |                         |                      | 286,387,771               |                                       |
| Leases payable  |                         |                      | (53,365)                  |                                       |
| Total net position, GAAP basis, June 30, 2022               |                         |                      | <u>\$ 11,760,862</u>      |                                       |



**Pension Bond Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | Budgeted Amounts    |                     | Actual<br>Amounts      | Variance with<br>Final Budget |
|---|---------------------|---------------------|------------------------|-------------------------------|
|   | Original            | Final               |                        |                               |
| <b>REVENUES</b>                               |                     |                     |                        |                               |
| Charges for services                          | \$ 9,346,323        | \$ 9,846,323        | \$ 9,911,402           | \$ 65,079                     |
| Investment earnings                           | 100,000             | 100,000             | 74,450                 | (25,550)                      |
| Total revenues                                | <u>9,446,323</u>    | <u>9,946,323</u>    | <u>9,985,852</u>       | <u>39,529</u>                 |
| <b>EXPENDITURES</b>                           |                     |                     |                        |                               |
| Not allocated to organizational units:        |                     |                     |                        |                               |
| Materials and services                        | 6,285               | 6,285               | 6,285                  | -                             |
| Debt service                                  | <u>8,484,475</u>    | <u>8,484,475</u>    | <u>8,484,475</u>       | -                             |
| Total expenditures                            | <u>8,490,760</u>    | <u>8,490,760</u>    | <u>8,490,760</u>       | -                             |
| Net change in fund balance                    | 955,563             | 1,455,563           | 1,495,092              | 39,529                        |
| Fund balance, June 30, 2021                   | <u>4,024,130</u>    | <u>4,000,040</u>    | <u>4,000,039</u>       | <u>(1)</u>                    |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 4,979,693</u> | <u>\$ 5,455,603</u> | 5,495,131              | <u>\$ 39,528</u>              |
| Unrealized gain (loss) on investments         |                     |                     | (103,074)              |                               |
| Accrued investment earnings                   |                     |                     | 21,078                 |                               |
| Interest payable                              |                     |                     | (215,975)              |                               |
| Long-term debt                                |                     |                     | <u>(37,810,730)</u>    |                               |
| Total net position, GAAP basis, June 30, 2022 |                     |                     | <u>\$ (32,613,570)</u> |                               |

**Motor and Equipment Pool Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|  | <b>Budgeted Amounts</b> |                      | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget</b> |
|--|-------------------------|----------------------|---------------------------|---------------------------------------|
|  | <b>Original</b>         | <b>Final</b>         |                           |                                       |
| <b>REVENUES</b>                                  |                         |                      |                           |                                       |
| Intergovernmental                                | \$ 10,000               | \$ 10,000            | \$ 38,002                 | \$ 28,002                             |
| Charges for services                             | 9,859,396               | 8,109,396            | 9,872,089                 | 1,762,693                             |
| Administrative and facility charges              | 161,500                 | 173,545              | 773,540                   | 599,995                               |
| Investment earnings                              | 218,383                 | 218,383              | 317,579                   | 99,196                                |
| Sale and rental of property                      | 533,300                 | 533,300              | 371,228                   | (162,072)                             |
| Interfund transfers in                           | -                       | 243,778              | 243,778                   | -                                     |
| Total revenues                                   | <u>10,782,579</u>       | <u>9,288,402</u>     | <u>11,616,216</u>         | <u>2,327,814</u>                      |
| <b>EXPENDITURES</b>                              |                         |                      |                           |                                       |
| Current - departmental:                          |                         |                      |                           |                                       |
| Public safety (sheriff's office)                 | 2,164,633               | 1,884,578            | 575,313                   | (1,309,265)                           |
| Public works                                     | 11,522,028              | 9,396,380            | 9,240,755                 | (155,625)                             |
| Not allocated to organizational units:           |                         |                      |                           |                                       |
| Transfers out                                    | -                       | 593,778              | 593,778                   | -                                     |
| Contingency                                      | 2,404,100               | 3,165,866            | -                         | (3,165,866)                           |
| Total expenditures                               | <u>16,090,761</u>       | <u>15,040,602</u>    | <u>10,409,846</u>         | <u>(4,630,756)</u>                    |
| Net change in fund balance                       | (5,308,182)             | (5,752,200)          | 1,206,370                 | 6,958,570                             |
| Fund balance, June 30, 2021                      | <u>25,492,037</u>       | <u>27,748,831</u>    | <u>27,748,832</u>         | <u>1</u>                              |
| Fund balance, budget basis, June 30, 2022        | <u>\$ 20,183,855</u>    | <u>\$ 21,996,631</u> | 28,955,202                | <u>\$ 6,958,571</u>                   |
| Unrealized gain (loss) on investments            |                         |                      | (406,952)                 |                                       |
| Accrued investment earnings                      |                         |                      | 87,208                    |                                       |
| Accounts receivable - grants                     |                         |                      | 3,987                     |                                       |
| Accounts receivable - other                      |                         |                      | 11,337                    |                                       |
| Inventories                                      |                         |                      | 1,428,770                 |                                       |
| Prepaid expenses                                 |                         |                      | 5,250                     |                                       |
| Capital assets (net of accumulated depreciation) |                         |                      | 13,651,081                |                                       |
| Accrued compensated benefits                     |                         |                      | (129,048)                 |                                       |
| OPEB liability / asset                           |                         |                      | (842,161)                 |                                       |
| Net pension (liability)                          |                         |                      | (1,860,570)               |                                       |
| Deferred outflows of resources                   |                         |                      | 990,109                   |                                       |
| Deferred inflows of resources                    |                         |                      | (1,257,176)               |                                       |
| Total net position, GAAP basis, June 30, 2022    |                         |                      | <u>\$ 40,637,037</u>      |                                       |

Lane County, Oregon

**Intergovernmental Services Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | Budgeted Amounts  |                   | Actual<br>Amounts | Variance with<br>Final Budget |
|---|-------------------|-------------------|-------------------|-------------------------------|
|   | Original          | Final             |                   |                               |
| <b>REVENUES</b>                               |                   |                   |                   |                               |
| Charges for services                          | \$ 160,000        | \$ 160,000        | \$ 161,076        | \$ 1,076                      |
| Investment earnings                           | 415,104           | 470,759           | 412,717           | (58,042)                      |
| Sale and rental of property                   | 2,500             | 2,500             | -                 | (2,500)                       |
| Total revenues                                | <u>577,604</u>    | <u>633,259</u>    | <u>573,793</u>    | <u>(59,466)</u>               |
| <b>EXPENDITURES</b>                           |                   |                   |                   |                               |
| Current - departmental:                       |                   |                   |                   |                               |
| County administration                         | 652,704           | 675,704           | 564,350           | (111,354)                     |
| Not allocated to organizational units:        |                   |                   |                   |                               |
| Contingency                                   | <u>106,335</u>    | <u>106,335</u>    | <u>-</u>          | <u>(106,335)</u>              |
| Total expenditures                            | <u>759,039</u>    | <u>782,039</u>    | <u>564,350</u>    | <u>(217,689)</u>              |
| Net change in fund balance                    | (181,435)         | (148,780)         | 9,443             | 158,223                       |
| Fund balance, June 30, 2021                   | <u>498,685</u>    | <u>251,217</u>    | <u>251,222</u>    | <u>5</u>                      |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 317,250</u> | <u>\$ 102,437</u> | <u>260,665</u>    | <u>\$ 158,228</u>             |
| Accrued investment earnings                   |                   |                   | <u>742</u>        |                               |
| Total net position, GAAP basis, June 30, 2022 |                   |                   | <u>\$ 261,407</u> |                               |

Lane County, Oregon

**Technology Replacement Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|  | Budgeted Amounts    |                     | Actual<br>Amounts   | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| <b>REVENUES</b>                                  |                     |                     |                     |                               |
| Charges for services                             | \$ 2,105,754        | \$ 2,105,754        | \$ 2,138,490        | \$ 32,736                     |
| Investment earnings                              | 41,000              | 41,000              | 26,979              | (14,021)                      |
| Total revenues                                   | <u>2,146,754</u>    | <u>2,146,754</u>    | <u>2,165,469</u>    | <u>18,715</u>                 |
| <b>EXPENDITURES</b>                              |                     |                     |                     |                               |
| Technology services                              | 1,898,993           | 3,170,656           | 2,938,983           | (231,673)                     |
| Not allocated to organizational units:           |                     |                     |                     |                               |
| Transfers out                                    | -                   | 272,519             | 272,519             | -                             |
| Contingency                                      | <u>1,250,000</u>    | <u>81,509</u>       | <u>-</u>            | <u>(81,509)</u>               |
| Total expenditures                               | <u>3,148,993</u>    | <u>3,524,684</u>    | <u>3,211,502</u>    | <u>(313,182)</u>              |
| Net change in fund balance                       | (1,002,239)         | (1,377,930)         | (1,046,033)         | 331,897                       |
| Fund balance, June 30, 2021                      | <u>2,748,300</u>    | <u>2,757,608</u>    | <u>2,757,608</u>    | <u>-</u>                      |
| Fund balance, budget basis, June 30, 2022        | <u>\$ 1,746,061</u> | <u>\$ 1,379,678</u> | <u>1,711,575</u>    | <u>\$ 331,897</u>             |
| Unrealized gain (loss) on investments            |                     |                     | (26,339)            |                               |
| Accrued investment earnings                      |                     |                     | 6,242               |                               |
| Prepaid expenses                                 |                     |                     | 261,089             |                               |
| Capital assets (net of accumulated depreciation) |                     |                     | <u>2,045,626</u>    |                               |
| Total net position, GAAP basis, June 30, 2022    |                     |                     | <u>\$ 3,998,193</u> |                               |

**Technology Services Fund**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|  | Budgeted Amounts  |                   | Actual<br>Amounts      | Variance with<br>Final Budget |
|--|-------------------|-------------------|------------------------|-------------------------------|
|  | Original          | Final             |                        |                               |
| <b>REVENUES</b>                                  |                   |                   |                        |                               |
| Intergovernmental                                | \$ 1,358,157      | \$ 1,358,157      | \$ 1,245,346           | \$ (112,811)                  |
| Charges for services                             | 12,571,849        | 12,800,660        | 12,322,381             | (478,279)                     |
| Administrative and facility charges              | 1,111,400         | 1,303,487         | 1,305,131              | 1,644                         |
| Investment earnings                              | -                 | -                 | 17,904                 | 17,904                        |
| Sale and rental of property                      | -                 | -                 | 1,230                  | 1,230                         |
| Intrafund transfers in                           | -                 | 272,519           | 272,519                | -                             |
| Total revenues                                   | <u>15,041,406</u> | <u>15,734,823</u> | <u>15,164,511</u>      | <u>(570,312)</u>              |
| <b>EXPENDITURES</b>                              |                   |                   |                        |                               |
| Current - departmental:                          |                   |                   |                        |                               |
| Technology services                              | 15,041,406        | 15,571,758        | 15,054,256             | (517,502)                     |
| Not allocated to organizational units:           |                   |                   |                        |                               |
| Contingency                                      | 902,673           | 755,842           | -                      | (755,842)                     |
| Total expenditures                               | <u>15,944,079</u> | <u>16,327,600</u> | <u>15,054,256</u>      | <u>(1,273,344)</u>            |
| Net change in fund balance                       | (902,673)         | (592,777)         | 110,255                | 703,032                       |
| Fund balance, June 30, 2021                      | <u>902,673</u>    | <u>592,777</u>    | <u>592,777</u>         | <u>-</u>                      |
| Fund balance, budget basis, June 30, 2022        | <u>\$ -</u>       | <u>\$ -</u>       | 703,032                | <u>\$ 703,032</u>             |
| Unrealized gain (loss) on investments            |                   |                   | (16,444)               |                               |
| Accrued investment earnings                      |                   |                   | 4,111                  |                               |
| Prepaid expenses                                 |                   |                   | 275,007                |                               |
| Capital assets (net of accumulated depreciation) |                   |                   | 876,003                |                               |
| Accrued compensated benefits                     |                   |                   | (619,541)              |                               |
| OPEB liability / asset                           |                   |                   | (2,806,786)            |                               |
| Net pension (liability)                          |                   |                   | (7,628,522)            |                               |
| Deferred outflows of resources                   |                   |                   | 4,676,570              |                               |
| Deferred inflows of resources                    |                   |                   | (6,296,147)            |                               |
| Total net position, GAAP basis, June 30, 2022    |                   |                   | <u>\$ (10,832,717)</u> |                               |

Lane County, Oregon

**Retiree Medical Benefit Trust Fund**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022

|   | <u>Budgeted Amounts</u> |                      | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|----------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>         |                           |                                       |
| <b>REVENUES</b>                               |                         |                      |                           |                                       |
| Charges for services                          | \$ 3,044,896            | \$ 3,044,896         | \$ 2,971,624              | \$ (73,272)                           |
| Investment earnings                           | 125,000                 | 125,000              | 129,187                   | 4,187                                 |
| Total revenues                                | <u>3,169,896</u>        | <u>3,169,896</u>     | <u>3,100,811</u>          | <u>(69,085)</u>                       |
| <b>EXPENDITURES</b>                           |                         |                      |                           |                                       |
| Not allocated to organizational units:        |                         |                      |                           |                                       |
| Materials and services                        | 3,253,972               | 3,254,222            | 2,827,655                 | (426,567)                             |
| Contingency                                   | 250,000                 | 250,000              | -                         | (250,000)                             |
| Total expenditures                            | <u>3,503,972</u>        | <u>3,504,222</u>     | <u>2,827,655</u>          | <u>(676,567)</u>                      |
| Net change in fund balance                    | (334,076)               | (334,326)            | 273,156                   | 607,482                               |
| Fund balance, June 30, 2021                   | <u>10,700,000</u>       | <u>11,625,771</u>    | <u>11,625,772</u>         | <u>1</u>                              |
| Fund balance, budget basis, June 30, 2022     | <u>\$ 10,365,924</u>    | <u>\$ 11,291,445</u> | 11,898,928                | <u>\$ 607,483</u>                     |
| Unrealized gain (loss) on investments         |                         |                      | (179,544)                 |                                       |
| Accrued investment earnings                   |                         |                      | 37,034                    |                                       |
| Total net position, GAAP basis, June 30, 2022 |                         |                      | <u>\$ 11,756,418</u>      |                                       |



## **FIDUCIARY ACTIVITIES – CUSTODIAL FUNDS**

Fiduciary funds are used to account for resources held for the benefit of parties outside the County.

Fiduciary funds are not reported in the government-wide financial statement because the resources of these funds are not available to support the County's own programs. The County has one type of fiduciary fund – custodial funds. Custodial funds report resources held by the County in a custodial capacity for individuals, organizations, and other governments.

**Taxes and Fees** account for property taxes and State timber taxes collected on behalf other taxing districts within the County.

**Miscellaneous Custodial Funds** are held by the County on behalf of organizations or individual trust accounts in a purely custodial capacity.

*The Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position are reported in the basic financial statements. The Combining Statement of Fiduciary Net Position and Combining statement of Changes in Fiduciary funds are presented in this section.*



Lane County, Oregon

**Combining Statement of Fiduciary Net Position**

Custodial Funds

June 30, 2022

|   | <u>Taxes and Fees</u> | <u>Miscellaneous<br/>Custodial Funds</u> | <u>Total Custodial<br/>Funds</u> |
|---|-----------------------|--|----------------------------------|
| <b>ASSETS</b>                                     |                       |  |                                  |
| Cash and cash equivalents                         | \$ 3,244,665          | \$ 6,155,359                             | \$ 9,400,024                     |
| Receivables (net of uncollectibles):              |                       |  |                                  |
| Taxes for other governments                       | 20,589,128            | (25,375)                                 | 20,563,753                       |
| Accounts  | <u>3,192,486</u>      | <u>-</u>                                 | <u>3,192,486</u>                 |
| Total assets                                      | <u>27,026,279</u>     | <u>6,129,984</u>                         | <u>33,156,263</u>                |
| <b>LIABILITIES</b>                                |                       |  |                                  |
| Accounts payable and other liabilities            | 34,896                | (42,657)                                 | (7,761)                          |
| Due to local governments                          | <u>26,991,383</u>     | <u>-</u>                                 | <u>26,991,383</u>                |
| Total liabilities                                 | <u>27,026,279</u>     | <u>(42,657)</u>                          | <u>26,983,622</u>                |
| <b>NET POSITION</b>                               |                       |  |                                  |
| Restricted for:                                   |                       |  |                                  |
| Individuals, organizations, and other governments | <u>\$ -</u>           | <u>\$ 6,172,641</u>                      | <u>\$ 6,172,641</u>              |

Lane County, Oregon

**Statement of Changes in Fiduciary Net Position**

Custodial Funds

June 30, 2022

|  | <u>Taxes and Fees</u> | <u>Miscellaneous<br/>Custodial funds</u> | <u>Total Custodial<br/>Funds</u> |
|--|-----------------------|--|----------------------------------|
| <b>ADDITIONS</b>                               |                       |  |                                  |
| Tax collections for other governments          | \$ 539,214,929        | \$ -                                     | \$ 539,214,929                   |
| Fee collections for other governments          | 4,642,560             | -  | 4,642,560                        |
| Miscellaneous                                  | <u>9,756,470</u>      | <u>2,527,104</u>                         | <u>12,283,574</u>                |
| Total additions                                | <u>553,613,959</u>    | <u>2,527,104</u>                         | <u>556,141,063</u>               |
| <b>DEDUCTIONS</b>                              |                       |  |                                  |
| Tax collections disbursed to other governments | 543,857,489           | -  | 543,857,489                      |
| Miscellaneous                                  | <u>9,756,470</u>      | <u>940,049</u>                           | <u>10,696,519</u>                |
| Total Deductions                               | <u>553,613,959</u>    | <u>940,049</u>                           | <u>554,554,008</u>               |
| Change in fiduciary net position               | -                     | 1,587,055                                | 1,587,055                        |
| Net position - beginning of year               | <u>-</u>              | <u>4,585,586</u>                         | <u>4,585,586</u>                 |
| Net position - end of year                     | <u>\$ -</u>           | <u>\$ 6,172,641</u>                      | <u>\$ 6,172,641</u>              |

OTHER SUPPLEMENTARY SCHEDULES

Lane County, Oregon

**Schedule of Cash Receipts and Turnovers - Elected Officials**

For the Fiscal Year Ended June 30, 2022

|                     | Assessor's<br>Office | Justice of the<br>Peace | Sheriff - Civil<br>and Criminal | District<br>Attorney | Total              |
|---------------------|----------------------|-------------------------|---------------------------------|----------------------|--------------------|
| Cash, June 30, 2021 | \$ 3,250             | \$ 113,354              | \$ 104,996                      | \$ 10,500            | \$ 232,100         |
| <u>Receipts</u>     |                      |                         |                                 |                      |                    |
| Fines and fees      | -                    | 321,539                 | 1,643,100                       | 367,075              | 2,331,714          |
| Other               | 605,423,972          | -                       | 722,650                         | 2,892,239            | 609,038,861        |
| Total receipts      | <u>605,423,972</u>   | <u>321,539</u>          | <u>2,365,750</u>                | <u>3,259,314</u>     | <u>611,370,575</u> |
| <u>Turnovers</u>    |                      |                         |                                 |                      |                    |
| County              | 599,837,621          | 231,083                 | -                               | 3,249,859            | 603,318,563        |
| Others              | 5,586,351            | 88,906                  | 2,420,150                       | 9,455                | 8,104,862          |
| Total turnovers     | <u>605,423,972</u>   | <u>319,989</u>          | <u>2,420,150</u>                | <u>3,259,314</u>     | <u>611,423,425</u> |
| Cash, June 30, 2022 | \$ 3,250             | \$ 114,904              | \$ 50,596                       | \$ 10,500            | \$ 179,250         |

Lane County, Oregon

**Schedule of Property Tax Transactions**

For the Fiscal Year ended June 30, 2022

| Tax Year | Taxes<br>Receivable<br>June 30, 2021 | Add<br>Current<br>Levy | Deduct<br>Discounts<br>Allowed | Add Interest<br>on Delinquent<br>Taxes | Deduct<br>Cash<br>Collections | Deduct<br>Corrections and<br>Adjustments | Taxes<br>Receivable<br>June 30, 2022 |
|----------|--------------------------------------|------------------------|--------------------------------|--|-------------------------------|--|--------------------------------------|
| 2021-22  | \$ -                                 | \$ 620,296,525         | \$ (16,600,650)                | \$ 233,031                             | \$ (592,787,565)              | \$ (442,196)                             | \$ 10,699,145                        |
| 2020-21  | 10,200,765                           | -                      | (13,963)                       | 311,825                                | (4,071,984)                   | (727,939)                                | 5,698,704                            |
| 2019-20  | 5,487,233                            | -                      | 5,296                          | 330,108                                | (1,996,996)                   | (213,031)                                | 3,612,610                            |
| 2018-19  | 2,132,027                            | -                      | 4,761                          | 337,140                                | (1,388,798)                   | (181,316)                                | 903,814                              |
| 2017-18  | 896,672                              | -                      | 114                            | 179,381                                | (686,698)                     | (27,040)                                 | 362,429                              |
| 2016-17  | 365,415                              | -                      | 18                             | 56,301                                 | (168,672)                     | (21,111)                                 | 231,951                              |
| 2015-16  | 258,810                              | -                      | -                              | 41,206                                 | (108,896)                     | (39,367)                                 | 151,753                              |
| Prior    | 1,709,438                            | -                      | -                              | 170,745                                | (287,749)                     | (3,574)                                  | 1,588,860                            |
|          | <u>21,050,360</u>                    | <u>-</u>               | <u>(3,774)</u>                 | <u>1,426,706</u>                       | <u>(8,709,793)</u>            | <u>(1,213,378)</u>                       | <u>12,550,121</u>                    |
|          | <u>\$ 21,050,360</u>                 | <u>\$ 620,296,525</u>  | <u>\$ (16,604,424)</u>         | <u>\$ 1,659,737</u>                    | <u>\$ (601,497,358)</u>       | <u>\$ (1,655,574)</u>                    | <u>\$ 23,249,266</u>                 |

**Schedule of Property Taxes Receivable by Levy Year by Fund**

For the Fiscal Year Ended June 30, 2022

| Tax Year | Total                | General             | Special Revenue   |                        | Custodial            |
|----------|----------------------|---------------------|-------------------|------------------------|----------------------|
|          |                      |                     | Local Option Levy | Extension Service Levy | Property Tax         |
| 2021-22  | \$ 10,699,145        | \$ 835,278          | \$ 359,007        | \$ 18,277              | \$ 9,486,583         |
| 2020-21  | 5,698,706            | 438,976             | 188,638           | 5,145                  | 5,065,947            |
| 2019-20  | 3,612,610            | 280,705             | 120,706           | 3,292                  | 3,207,908            |
| 2018-19  | 903,814              | 71,647              | 28,853            | 840                    | 802,474              |
| 2017-18  | 362,429              | 29,270              | 8,722             | 344                    | 324,093              |
| 2016-17  | 231,951              | 18,732              | 5,582             | 220                    | 207,416              |
| 2015-16  | 151,753              | 12,249              | 3,643             | 144                    | 135,717              |
| Prior    | 1,588,860            | 200,121             | 30,137            | -                      | 1,358,602            |
|          | <u>\$ 23,249,267</u> | <u>\$ 1,886,976</u> | <u>\$ 745,289</u> | <u>\$ 28,262</u>       | <u>\$ 20,588,740</u> |

**Schedule of Property Tax Collections by Levy Year by Fund**

For the Fiscal Year Ended June 30, 2022

| Tax Year | Total                 | General              | Special Revenue      |                        | Custodial             |
|----------|-----------------------|----------------------|----------------------|------------------------|-----------------------|
|          |                       |                      | Local Option Levy    | Extension Service Levy | Property Tax          |
| 2021-22  | \$ 592,787,565        | \$ 46,278,674        | \$ 19,890,849        | \$ 1,012,625           | \$ 525,605,418        |
| 2020-21  | 4,071,984             | 313,668              | 134,791              | 3,676                  | 3,619,849             |
| 2019-20  | 1,996,996             | 155,169              | 66,724               | 1,820                  | 1,773,283             |
| 2018-19  | 1,388,798             | 110,092              | 44,335               | 1,291                  | 1,233,080             |
| 2017-18  | 686,698               | 55,458               | 16,526               | 652                    | 614,062               |
| 2016-17  | 168,672               | 13,622               | 4,059                | 160                    | 150,830               |
| 2015-16  | 108,896               | 8,789                | 2,614                | 103                    | 97,389                |
| Prior    | 287,749               | 36,243               | 5,458                | -                      | 246,048               |
|          | <u>\$ 601,497,358</u> | <u>\$ 46,971,715</u> | <u>\$ 20,165,356</u> | <u>\$ 1,020,328</u>    | <u>\$ 533,339,959</u> |

## STATISTICAL SECTION

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

| <b><u>Contents</u></b>  | <b><u>Page(s)</u></b> |
|---|-----------------------|
| <b>Financial Trends</b> - These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.   | 174 – 183             |
| <b>Revenue Capacity</b> - These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.   | 184 – 193             |
| <b>Debt Capacity</b> - These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and its ability to issue additional debt in the future.   | 194 – 201             |
| <b>Demographic and Economic Information</b> - These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.  | 202 – 207             |
| <b>Operating Information</b> - These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. | 208 – 211             |





Lane County, Oregon  
**Net Position by Component**  
 Last Ten Fiscal Years - Unaudited  
*(Accrual Basis of Accounting)*

|   | Fiscal Year           |                       |                       |                       |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
|   | 2013                  | 2014 <sup>a</sup>     | 2015                  | 2016 <sup>b</sup>     |
| <b>Governmental activities:</b>             |                       |                       |                       |                       |
| Net investment in capital assets            | \$ 302,027,854        | \$ 302,120,765        | \$ 299,544,800        | \$ 299,131,554        |
| Restricted                                  | 62,225,868            | 74,736,441            | 83,347,501            | 80,471,682            |
| Unrestricted <sup>c</sup>                   | <u>67,067,342</u>     | <u>66,743,620</u>     | <u>15,055,305</u>     | <u>(2,014,755)</u>    |
| Total governmental activities net position  | <u>\$ 431,321,064</u> | <u>\$ 443,600,826</u> | <u>\$ 397,947,606</u> | <u>\$ 377,588,481</u> |
| <b>Business-type activities:</b>            |                       |                       |                       |                       |
| Net investment in capital assets            | \$ 29,578,801         | \$ 29,603,082         | \$ 28,426,494         | \$ 28,779,419         |
| Restricted <sup>c</sup>                     | -                     | -                     | -                     | -                     |
| Unrestricted                                | <u>25,170,227</u>     | <u>26,739,735</u>     | <u>28,398,020</u>     | <u>25,542,583</u>     |
| Total business-type activities net position | <u>\$ 54,749,028</u>  | <u>\$ 56,342,817</u>  | <u>\$ 56,824,514</u>  | <u>\$ 54,322,002</u>  |
| <b>Primary government:</b>                  |                       |                       |                       |                       |
| Net investment in capital assets            | \$ 331,606,655        | \$ 331,723,847        | \$ 327,971,294        | \$ 327,910,973        |
| Restricted                                  | 62,225,868            | 74,736,441            | 83,347,501            | 80,471,682            |
| Unrestricted                                | <u>92,237,569</u>     | <u>93,483,355</u>     | <u>43,453,325</u>     | <u>23,527,828</u>     |
| Total primary government net position       | <u>\$ 486,070,092</u> | <u>\$ 499,943,643</u> | <u>\$ 454,772,120</u> | <u>\$ 431,910,483</u> |

**Notes**

- a. In 2014, a five year local option tax was levied, increasing restricted net position in governmental activities dramatically.
- b. In 2016, an unrestricted credit of (\$2,014,755) resulted from the application of GASB No. 68 and the increase in the County's share of Net Pension Liability during the measurement period ended June 30, 2015.
- c. Restricted for landfill closure and postclosure care.

**Source**

Lane County Administration Operations Division - Financial Services

**Exhibit 1**

| Fiscal Year           |                       |                       |                       |                       |                       |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 2017                  | 2018                  | 2019                  | 2020                  | 2021                  | 2022                  |
| \$ 301,230,018        | \$ 299,468,286        | \$ 301,418,606        | \$ 312,334,537        | \$ 333,207,056        | \$ 349,876,349        |
| 80,130,119            | 76,040,536            | 88,778,389            | 89,125,190            | 92,650,977            | 55,098,647            |
| <u>(12,859,241)</u>   | <u>(33,758,280)</u>   | <u>(27,882,031)</u>   | <u>(55,152,249)</u>   | <u>(73,492,005)</u>   | <u>(40,821,204)</u>   |
| <u>\$ 368,500,896</u> | <u>\$ 341,750,542</u> | <u>\$ 362,314,964</u> | <u>\$ 346,307,478</u> | <u>\$ 352,366,028</u> | <u>\$ 364,153,792</u> |
| <br>                  |                       |                       |                       |                       |                       |
| \$ 30,255,821         | \$ 29,014,251         | \$ 28,622,606         | \$ 29,635,381         | \$ 35,473,768         | \$ 45,960,892         |
| -                     | -                     | 5,602,623             | 5,845,370             | 6,346,729             | 7,107,974             |
| <u>29,380,082</u>     | <u>31,755,401</u>     | <u>32,373,865</u>     | <u>35,915,126</u>     | <u>34,556,860</u>     | <u>32,671,566</u>     |
| <u>\$ 59,635,903</u>  | <u>\$ 60,769,652</u>  | <u>\$ 66,599,094</u>  | <u>\$ 71,395,877</u>  | <u>\$ 76,377,357</u>  | <u>\$ 85,740,432</u>  |
| <br>                  |                       |                       |                       |                       |                       |
| \$ 331,485,839        | \$ 328,482,537        | \$ 330,041,212        | \$ 341,969,918        | \$ 368,680,824        | \$ 395,837,241        |
| 80,130,119            | 76,040,536            | 94,381,012            | 94,970,560            | 98,997,706            | 62,206,621            |
| <u>16,520,841</u>     | <u>(2,002,879)</u>    | <u>4,491,834</u>      | <u>(19,237,123)</u>   | <u>(38,935,145)</u>   | <u>(8,149,638)</u>    |
| <u>\$ 428,136,799</u> | <u>\$ 402,520,194</u> | <u>\$ 428,914,058</u> | <u>\$ 417,703,355</u> | <u>\$ 428,743,385</u> | <u>\$ 449,894,224</u> |

**Changes in Net Position**Last Ten Fiscal Years - Unaudited  
(Accrual Basis of Accounting)

|   | Fiscal Year            |                        |                        |                        |
|---|------------------------|------------------------|------------------------|------------------------|
|   | 2013                   | 2014                   | 2015                   | 2016                   |
| <b>Expenses <sup>a</sup></b>                              |                        |                        |                        |                        |
| Governmental activities:                                  |                        |                        |                        |                        |
| General government  | \$ 21,789,920          | \$ 22,885,713          | \$ 17,294,473          | \$ 20,054,882          |
| Public safety   | 65,949,359             | 63,056,066             | 50,029,047             | 84,890,427             |
| Public health and welfare                                 | 62,449,435             | 68,793,130             | 64,682,880             | 98,251,368             |
| Parks   | 3,348,646              | 3,539,392              | 2,744,689              | 3,501,974              |
| Roads and bridges   | 34,621,493             | 34,782,300             | 29,883,532             | 39,107,267             |
| Community development                                     | 5,232,216              | 4,977,905              | 4,018,145              | 4,428,682              |
| Interest on long-term debt                                | 6,715,595              | 6,496,772              | 6,244,634              | 5,944,426              |
| Total governmental activities expenses                    | <u>200,106,664</u>     | <u>204,531,278</u>     | <u>174,897,400</u>     | <u>256,179,026</u>     |
| Business-type activities:                                 |                        |                        |                        |                        |
| Lane events center  | 3,896,514              | 3,845,351              | 3,935,521              | 4,292,921              |
| Solid waste disposal                                      | 14,255,724             | 14,669,838             | 13,194,049             | 17,788,432             |
| Corrections commissary                                    | 143,650                | 21,145                 | 90,697                 | 128,825                |
| Land management   | 4,221,305              | 4,028,660              | 3,478,637              | 5,615,362              |
| Total business-type activities expenses                   | <u>22,517,193</u>      | <u>22,564,994</u>      | <u>20,698,904</u>      | <u>27,825,540</u>      |
| Total primary government expenses                         | <u>\$ 222,623,857</u>  | <u>\$ 227,096,272</u>  | <u>\$ 195,596,304</u>  | <u>\$ 284,004,566</u>  |
| <b>Program revenues</b>                                   |                        |                        |                        |                        |
| Governmental activities:                                  |                        |                        |                        |                        |
| Charges for services:                                     |                        |                        |                        |                        |
| Public safety   | \$ 25,625,743          | \$ 21,545,935          | \$ 23,530,234          | \$ 23,679,910          |
| Public health and welfare                                 | 17,777,377             | 15,953,918             | 20,159,060             | 20,938,511             |
| Other activities  | 20,838,006             | 19,600,458             | 14,380,830             | 14,404,710             |
| Operating grants and contributions                        | 92,338,065             | 94,396,429             | 99,970,924             | 106,518,405            |
| Total governmental activities program revenues            | <u>156,579,191</u>     | <u>151,496,740</u>     | <u>158,041,048</u>     | <u>165,541,536</u>     |
| Business-type activities:                                 |                        |                        |                        |                        |
| Charges for services:                                     |                        |                        |                        |                        |
| Lane events center  | 2,394,153              | 2,286,149              | 2,401,442              | 2,633,686              |
| Solid waste disposal                                      | 14,578,099             | 15,165,770             | 15,692,367             | 16,531,603             |
| Other activities  | 3,083,804              | 3,377,617              | 5,111,453              | 5,992,115              |
| Operating grants and contributions                        | 50,099                 | 73,190                 | 57,024                 | 55,499                 |
| Total business-type activities program revenues           | <u>20,106,155</u>      | <u>20,902,726</u>      | <u>23,262,286</u>      | <u>25,212,903</u>      |
| Total primary government program revenues                 | <u>\$ 176,685,346</u>  | <u>\$ 172,399,466</u>  | <u>\$ 181,303,334</u>  | <u>\$ 190,754,439</u>  |
| <b>Net expense (revenue)</b>                              |                        |                        |                        |                        |
| Governmental activities                                   | \$ (43,527,473)        | \$ (53,034,538)        | \$ (16,856,352)        | \$ (90,637,490)        |
| Business-type activities                                  | (2,411,038)            | (1,662,268)            | 2,563,382              | (2,612,637)            |
| Total primary government net expense                      | <u>\$ (45,938,511)</u> | <u>\$ (54,696,806)</u> | <u>\$ (14,292,970)</u> | <u>\$ (93,250,127)</u> |
| <b>General revenues and other changes in net position</b> |                        |                        |                        |                        |
| Governmental activities:                                  |                        |                        |                        |                        |
| Property taxes, net of refunds <sup>b</sup>               | \$ 37,512,989          | \$ 52,908,377          | \$ 54,364,587          | \$ 54,556,436          |
| Transient room taxes                                      | 3,720,712              | 3,790,081              | 4,270,015              | 4,590,793              |
| Car rental taxes  | 1,340,354              | 1,561,052              | 1,665,145              | 1,789,654              |
| O&C timber receipts                                       | 4,460,083              | 4,640,791              | 4,539,345              | 4,273,742              |
| Unrestricted investment earnings                          | 789,415                | 1,000,687              | 1,844,603              | 1,189,529              |
| Grants not restricted to specific programs                | 5,148,479              | 4,328,904              | 4,878,557              | 4,291,061              |
| Transfers   | (33,504)               | (2,150,475)            | (253,769)              | (412,850)              |
| Total governmental activities                             | <u>52,938,528</u>      | <u>66,079,417</u>      | <u>71,308,483</u>      | <u>70,278,365</u>      |
| Business-type activities:                                 |                        |                        |                        |                        |
| Transient room taxes                                      | 604,963                | 982,440                | 1,158,528              | 1,464,630              |
| Unrestricted investment earnings                          | 130,310                | 123,142                | 139,755                | 211,096                |
| Special Items <sup>e</sup>                                | -                      | -                      | -                      | (1,978,451)            |
| Transfers   | 33,504                 | 2,150,475              | 253,769                | 412,850                |
| Total business-type activities                            | <u>768,777</u>         | <u>3,256,057</u>       | <u>1,552,052</u>       | <u>110,125</u>         |
| Total primary government                                  | <u>\$ 53,707,305</u>   | <u>\$ 69,335,474</u>   | <u>\$ 72,860,535</u>   | <u>\$ 70,388,490</u>   |

Exhibit 2

|    |                     | Fiscal Year |                     |      |                     |      |                      |    |                     |    |                     |
|----|---------------------|-------------|---------------------|------|---------------------|------|----------------------|----|---------------------|----|---------------------|
|    |                     | 2017        | 2018                | 2019 | 2020                | 2021 | 2022                 |    |                     |    |                     |
| \$ | 20,572,169          | \$          | 22,273,693          | \$   | 22,641,051          | \$   | 23,759,017           | \$ | 36,791,984          | \$ | 50,902,569          |
|    | 75,267,809          |             | 75,962,674          |      | 83,384,892          |      | 91,640,381           |    | 96,965,395          |    | 103,168,428         |
|    | 98,364,359          |             | 100,993,938         |      | 118,434,350         |      | 133,364,177          |    | 171,551,563         |    | 165,412,094         |
|    | 3,659,327           |             | 3,092,812           |      | 3,998,468           |      | 4,518,142            |    | 4,339,951           |    | 4,166,442           |
|    | 28,715,127          |             | 32,120,808          |      | 38,624,053          |      | 43,339,823           |    | 44,038,154          |    | 43,611,684          |
|    | 3,964,146           |             | 4,315,250           |      | 3,810,006           |      | 4,773,258            |    | 3,814,745           |    | 6,554,055           |
|    | 5,614,241           |             | 5,029,666           |      | 4,709,264           |      | 4,379,729            |    | 3,730,444           |    | 3,792,059           |
|    | <u>236,157,178</u>  |             | <u>243,788,841</u>  |      | <u>275,602,084</u>  |      | <u>305,774,527</u>   |    | <u>361,232,236</u>  |    | <u>377,607,331</u>  |
|    | 4,232,878           |             | 3,970,745           |      | 4,230,642           |      | 4,253,527            |    | 3,046,821           |    | 3,967,184           |
|    | 16,346,611          |             | 17,474,658          |      | 18,490,555          |      | 19,419,970           |    | 21,389,827          |    | 20,585,250          |
|    | 114,792             |             | 134,149             |      | 109,106             |      | 123,841              |    | 179,025             |    | 242,877             |
|    | 5,116,554           |             | 5,170,174           |      | 5,897,331           |      | 6,486,208            |    | 7,370,847           |    | 7,884,169           |
|    | <u>25,810,835</u>   |             | <u>26,749,726</u>   |      | <u>28,727,634</u>   |      | <u>30,283,546</u>    |    | <u>31,986,520</u>   |    | <u>32,679,480</u>   |
| \$ | <u>261,968,013</u>  | \$          | <u>270,538,567</u>  | \$   | <u>304,329,718</u>  | \$   | <u>336,058,073</u>   | \$ | <u>393,218,756</u>  | \$ | <u>410,286,811</u>  |
| \$ | 17,120,368          | \$          | 23,868,726          | \$   | 28,762,661          | \$   | 25,101,373           | \$ | 28,425,084          | \$ | 40,431,923          |
|    | 23,304,062          |             | 23,768,999          |      | 32,127,413          |      | 34,923,960           |    | 67,074,948          |    | 47,699,498          |
|    | 15,504,921          |             | 15,114,699          |      | 18,301,351          |      | 15,969,353           |    | 19,640,515          |    | 24,541,531          |
|    | <u>105,229,865</u>  |             | <u>113,324,393</u>  |      | <u>134,550,090</u>  |      | <u>124,365,172</u>   |    | <u>163,069,295</u>  |    | <u>189,231,539</u>  |
|    | <u>161,159,216</u>  |             | <u>176,076,817</u>  |      | <u>213,741,515</u>  |      | <u>200,359,858</u>   |    | <u>278,209,842</u>  |    | <u>301,904,491</u>  |
|    | 2,504,034           |             | 2,738,932           |      | 2,892,074           |      | 2,781,761            |    | 583,006             |    | 4,936,058           |
|    | 18,753,597          |             | 19,727,131          |      | 22,015,618          |      | 22,767,928           |    | 26,499,755          |    | 24,596,146          |
|    | 5,798,718           |             | 5,997,385           |      | 6,505,547           |      | 5,872,198            |    | 7,042,462           |    | 8,603,425           |
|    | 410,800             |             | 142,610             |      | 99,380              |      | 408,507              |    | 619,419             |    | 1,218,000           |
|    | <u>27,467,149</u>   |             | <u>28,606,058</u>   |      | <u>31,512,619</u>   |      | <u>31,830,394</u>    |    | <u>34,744,642</u>   |    | <u>39,353,629</u>   |
| \$ | <u>188,626,365</u>  | \$          | <u>204,682,875</u>  | \$   | <u>245,254,134</u>  | \$   | <u>232,190,252</u>   | \$ | <u>312,954,484</u>  | \$ | <u>341,258,120</u>  |
| \$ | (74,997,962)        | \$          | (67,712,024)        | \$   | (61,860,569)        | \$   | (105,414,669)        | \$ | (83,022,394)        | \$ | (75,702,840)        |
|    | 1,656,314           |             | 1,856,332           |      | 2,784,985           |      | 1,546,848            |    | 2,758,122           |    | 6,674,149           |
| \$ | <u>(73,341,648)</u> | \$          | <u>(65,855,692)</u> | \$   | <u>(59,075,584)</u> | \$   | <u>(103,867,821)</u> | \$ | <u>(80,264,272)</u> | \$ | <u>(69,028,691)</u> |
| \$ | 52,117,143          | \$          | 53,521,221          | \$   | 59,456,085          | \$   | 64,563,655           | \$ | 66,920,203          | \$ | 70,376,652          |
|    | 4,949,203           |             | 5,177,538           |      | 5,212,793           |      | 4,484,377            |    | 4,800,565           |    | 6,607,176           |
|    | 1,912,339           |             | 2,029,633           |      | 2,108,503           |      | 1,864,019            |    | 1,926,360           |    | 3,258,675           |
|    | 2,871,131           |             | 4,485,864           |      | 3,546,128           |      | 3,291,017            |    | 3,020,208           |    | 3,886,383           |
|    | 965,989             |             | 1,288,581           |      | 4,333,091           |      | 4,583,614            |    | 721,678             |    | (2,861,041)         |
|    | 4,872,718           |             | 6,479,556           |      | 7,826,569           |      | 11,068,922           |    | 9,672,626           |    | 6,841,868           |
|    | (1,778,146)         |             | (19,815)            |      | (58,178)            |      | (448,421)            |    | (122,805)           |    | 89,856              |
|    | <u>65,910,377</u>   |             | <u>72,962,578</u>   |      | <u>82,424,991</u>   |      | <u>89,407,183</u>    |    | <u>86,938,835</u>   |    | <u>88,199,569</u>   |
|    | 1,739,287           |             | 1,895,506           |      | 1,921,417           |      | 1,422,642            |    | 1,903,060           |    | 3,364,001           |
|    | 140,154             |             | 234,158             |      | 1,064,862           |      | 1,378,872            |    | 197,492             |    | (585,220)           |
|    | -                   |             | -                   |      | -                   |      | -                    |    | -                   |    | -                   |
|    | 1,778,146           |             | 19,815              |      | 58,178              |      | 448,421              |    | 122,805             |    | (89,856)            |
|    | <u>3,657,587</u>    |             | <u>2,149,479</u>    |      | <u>3,044,457</u>    |      | <u>3,249,935</u>     |    | <u>2,223,357</u>    |    | <u>2,688,925</u>    |
| \$ | <u>69,567,964</u>   | \$          | <u>75,112,057</u>   | \$   | <u>85,469,448</u>   | \$   | <u>92,657,118</u>    | \$ | <u>89,162,192</u>   | \$ | <u>90,888,494</u>   |

**Changes in Net Position, continued**Last Ten Fiscal Years - Unaudited  
(Accrual Basis of Accounting)

|  | Fiscal Year           |                       |                       |                       |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
|  | 2013                  | 2014                  | 2015                  | 2016                  |
| <b>Change in net position</b>                                  |                       |                       |                       |                       |
| Governmental activities <sup>f</sup>                           | \$ 9,411,054          | \$ 13,044,879         | \$ 54,452,131         | \$ (20,359,125)       |
| Business-type activities <sup>f</sup>                          | <u>(1,642,260)</u>    | <u>1,593,789</u>      | <u>4,115,434</u>      | <u>(2,502,512)</u>    |
| Total primary government                                       | <u>7,768,794</u>      | <u>14,638,668</u>     | <u>58,567,565</u>     | <u>(22,861,637)</u>   |
| <b>Net position, beginning of year, as previously reported</b> |                       |                       |                       |                       |
| Governmental activities  | 421,910,010           | 431,321,064           | 443,600,826           | 397,947,606           |
| Business-type activities                                       | <u>56,391,288</u>     | <u>54,749,028</u>     | <u>56,342,817</u>     | <u>56,824,514</u>     |
| Total primary government                                       | <u>478,301,298</u>    | <u>486,070,092</u>    | <u>499,943,643</u>    | <u>454,772,120</u>    |
| <b>Restatements and reclassifications</b>                      |                       |                       |                       |                       |
| Governmental activities <sup>c, d, g, h</sup>                  | -                     | (765,117)             | (100,105,351)         | -                     |
| Business activities <sup>d, g</sup>                            | <u>-</u>              | <u>-</u>              | <u>(3,633,737)</u>    | <u>-</u>              |
| Total primary government                                       | <u>-</u>              | <u>(765,117)</u>      | <u>(103,739,088)</u>  | <u>-</u>              |
| <b>Net position, beginning of year, restated</b>               |                       |                       |                       |                       |
| Governmental activities  | 421,910,010           | 430,555,947           | 343,495,475           | 397,947,606           |
| Business-type activities                                       | <u>56,391,288</u>     | <u>54,749,028</u>     | <u>52,709,080</u>     | <u>56,824,514</u>     |
| Total primary government                                       | <u>478,301,298</u>    | <u>485,304,975</u>    | <u>396,204,555</u>    | <u>454,772,120</u>    |
| <b>Net position, end of year</b>                               |                       |                       |                       |                       |
| Governmental activities  | 431,321,064           | 443,600,826           | 397,947,606           | 377,588,481           |
| Business-type activities                                       | <u>54,749,028</u>     | <u>56,342,817</u>     | <u>56,824,514</u>     | <u>54,322,002</u>     |
| Total primary government                                       | <u>\$ 486,070,092</u> | <u>\$ 499,943,643</u> | <u>\$ 454,772,120</u> | <u>\$ 431,910,483</u> |

**Notes**

- a. Expenses have been reported net of the indirect expense allocation.
- b. In 2014, the first year of a five year local option tax was levied, dramatically increasing property taxes revenues.
- c. GASB No. 65 implementation in 2014 required restatement of previously amortized debt issuance costs.
- d. GASB No. 68 Implementation in 2015 required restatement of previously reported Pension Asset.
- e. Special item in 2016 represents the write-off of the Reverse Osmosis Wastewater Treatment System.
- f. The negative net position in fiscal year 2016 resulted from the application of GASB No. 68 and the increase in the County's share of Net Pension Liability during the measurement period ended June 30, 2015.
- g. GASB No. 75 implementation in 2018 required restatement of previously reported OPEB liability.
- h. GASB No. 87 implementation in 2022 required restatement of income related to prepaid leases.  
The 2022 restatement also include a correction for depreciation in prior year.

**Source**

Lane County Administration Operations Division - Financial Services

Exhibit 2, continued

| 2017                  | 2018                  | 2019                  | 2020                  | 2021                  | 2022                  |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ (9,087,585)        | \$ 5,250,554          | \$ 20,564,422         | \$ (16,007,486)       | \$ 9,457,953          | \$ 12,496,729         |
| <u>5,313,901</u>      | <u>4,005,811</u>      | <u>5,829,442</u>      | <u>4,796,783</u>      | <u>4,981,480</u>      | <u>9,363,075</u>      |
| <u>(3,773,684)</u>    | <u>9,256,365</u>      | <u>26,393,864</u>     | <u>(11,210,703)</u>   | <u>14,439,433</u>     | <u>21,859,804</u>     |
| 377,588,481           | 368,500,896           | 341,750,542           | 362,314,964           | 342,908,075           | 352,366,028           |
| <u>54,322,002</u>     | <u>59,635,903</u>     | <u>60,769,652</u>     | <u>66,599,094</u>     | <u>71,395,877</u>     | <u>76,377,357</u>     |
| <u>431,910,483</u>    | <u>428,136,799</u>    | <u>402,520,194</u>    | <u>428,914,058</u>    | <u>414,303,952</u>    | <u>428,743,385</u>    |
| -                     | (32,000,908)          | -                     | -                     | -                     | (708,965)             |
| -                     | <u>(2,872,062)</u>    | -                     | -                     | -                     | -                     |
| -                     | <u>(34,872,970)</u>   | -                     | -                     | -                     | -                     |
| 377,588,481           | 336,499,988           | 341,750,542           | 362,314,964           | 342,908,075           | 351,657,063           |
| <u>54,322,002</u>     | <u>56,763,841</u>     | <u>60,769,652</u>     | <u>66,599,094</u>     | <u>71,395,877</u>     | <u>76,377,357</u>     |
| <u>431,910,483</u>    | <u>393,263,829</u>    | <u>402,520,194</u>    | <u>428,914,058</u>    | <u>414,303,952</u>    | <u>428,034,420</u>    |
| 368,500,896           | 341,750,542           | 362,314,964           | 346,307,478           | 352,366,028           | 364,153,792           |
| <u>59,635,903</u>     | <u>60,769,652</u>     | <u>66,599,094</u>     | <u>71,395,877</u>     | <u>76,377,357</u>     | <u>85,740,432</u>     |
| <u>\$ 428,136,799</u> | <u>\$ 402,520,194</u> | <u>\$ 428,914,058</u> | <u>\$ 417,703,355</u> | <u>\$ 428,743,385</u> | <u>\$ 449,894,224</u> |

Lane County, Oregon

**Fund Balances, Governmental Funds**

Last Ten Fiscal Years - Unaudited

(Modified Accrual Basis of Accounting)

|                                    | Fiscal Year          |                      |                       |                       |
|------------------------------------|----------------------|----------------------|-----------------------|-----------------------|
|                                    | 2013                 | 2014                 | 2015                  | 2016                  |
| General fund:                      |                      |                      |                       |                       |
| Nonspendable                       | \$ 161,021           | \$ 165,503           | \$ 183,029            | \$ 201,911            |
| Assigned                           | 3,541,853            | -                    | -                     | -                     |
| Unassigned                         | <u>13,524,137</u>    | <u>17,871,527</u>    | <u>17,374,834</u>     | <u>15,250,097</u>     |
| Total general fund                 | <u>17,227,011</u>    | <u>18,037,030</u>    | <u>17,557,863</u>     | <u>15,452,008</u>     |
| All other governmental funds:      |                      |                      |                       |                       |
| Nonspendable                       | 2,156,512            | 2,145,502            | 2,280,100             | 2,019,102             |
| Restricted                         | 39,804,143           | 41,715,304           | 51,541,412            | 69,381,163            |
| Committed                          | 468,633              | 1,425,783            | 1,529,656             | 965,653               |
| Assigned                           | 25,086,570           | 35,996,015           | 43,101,235            | 51,534,999            |
| Unassigned                         | <u>-</u>             | <u>-</u>             | <u>-</u>              | <u>-</u>              |
| Total all other governmental funds | <u>67,515,858</u>    | <u>81,282,604</u>    | <u>98,452,403</u>     | <u>123,900,917</u>    |
| Total government funds             | <u>\$ 84,742,869</u> | <u>\$ 99,319,634</u> | <u>\$ 116,010,266</u> | <u>\$ 139,352,925</u> |

**Source**

Lane County Administration Operations Division - Financial Services



**Exhibit 3**

| Fiscal Year           |                       |                       |                       |                       |                       |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 2017                  | 2018                  | 2019                  | 2020                  | 2021                  | 2022                  |
| \$ 193,480            | \$ 198,470            | \$ 170,897            | \$ 172,774            | \$ 212,168            | \$ 215,453            |
| -                     | -                     | -                     | -                     | -                     | -                     |
| <u>16,592,600</u>     | <u>24,449,914</u>     | <u>34,155,400</u>     | <u>35,534,793</u>     | <u>35,664,153</u>     | <u>34,690,337</u>     |
| <u>16,786,080</u>     | <u>24,648,384</u>     | <u>34,326,297</u>     | <u>35,707,567</u>     | <u>35,876,321</u>     | <u>34,905,790</u>     |
| 1,971,184             | 1,942,839             | 1,843,638             | 2,142,039             | 1,704,771             | 1,648,946             |
| 61,519,487            | 64,898,845            | 83,297,131            | 87,293,916            | 105,413,763           | 97,446,818            |
| 1,394,304             | 2,405,048             | -                     | 7,503                 | 14,763                | 23,211                |
| 57,888,045            | 63,429,487            | 72,592,340            | 70,630,574            | 73,937,759            | 72,188,173            |
| -                     | -                     | -                     | -                     | -                     | (317,301)             |
| <u>122,773,020</u>    | <u>132,676,219</u>    | <u>157,733,109</u>    | <u>160,074,032</u>    | <u>181,071,056</u>    | <u>170,989,847</u>    |
| <u>\$ 139,559,100</u> | <u>\$ 157,324,603</u> | <u>\$ 192,059,406</u> | <u>\$ 195,781,599</u> | <u>\$ 216,947,377</u> | <u>\$ 205,895,637</u> |

**Change in Fund Balances, Governmental Funds**

Last Ten Fiscal Years - Unaudited

*(Modified Accrual Basis of Accounting)*

|   | Fiscal Year          |                      |                       |
|---|----------------------|----------------------|-----------------------|
|   | 2013                 | 2014                 | 2015                  |
| <b>Revenues</b>   |                      |                      |                       |
| Taxes and assessments, net of refunds   | \$ 43,034,760        | \$ 58,465,623        | \$ 60,589,893         |
| Licenses and permits  | 2,055,437            | 2,032,160            | 2,110,368             |
| Intergovernmental   | 126,946,014          | 127,229,244          | 132,578,138           |
| Sale and rental of property   | 3,046,470            | 2,967,846            | 3,122,640             |
| Charges for services  | 16,969,550           | 17,918,316           | 21,217,672            |
| Fines, forfeitures and penalties  | 2,177,148            | 1,667,602            | 1,495,337             |
| Administrative and facility charges   | 2,934,321            | 2,267,270            | 2,848,935             |
| Investment earnings   | 431,130              | 683,422              | 698,624               |
| Total revenues  | <u>197,594,830</u>   | <u>213,231,483</u>   | <u>224,661,607</u>    |
| <b>Expenditures</b>   |                      |                      |                       |
| General government  | 12,705,326           | 15,493,643           | 16,775,352            |
| Public safety   | 67,449,371           | 64,053,033           | 65,385,476            |
| Public health and welfare   | 69,348,998           | 71,121,223           | 79,044,406            |
| Parks   | 3,234,778            | 3,316,309            | 2,897,037             |
| Roads and bridges   | 27,891,621           | 27,010,807           | 27,293,439            |
| Community development   | 5,233,094            | 5,004,332            | 4,311,086             |
| Debt service:   |                      |                      |                       |
| Principal   | 4,890,000            | 5,075,000            | 5,330,000             |
| Interest  | 2,191,660            | 2,018,468            | 1,835,010             |
| Bond issuance costs   | -                    | 38,305               | -                     |
| Capital outlay  | <u>13,109,752</u>    | <u>7,920,015</u>     | <u>5,343,322</u>      |
| Total expenditures  | <u>206,054,600</u>   | <u>201,051,135</u>   | <u>208,215,128</u>    |
| Excess (deficiency) of revenues<br>over (under) expenditures                    | <u>(8,459,770)</u>   | <u>12,180,348</u>    | <u>16,446,479</u>     |
| <b>Other financing sources (uses)</b>   |                      |                      |                       |
| Proceeds from leases  | -                    | -                    | -                     |
| Transfers in  | 16,511,070           | 22,782,013           | 22,639,079            |
| Transfers out   | (16,388,435)         | (22,459,068)         | (22,547,050)          |
| Bonds issued  | -                    | -                    | -                     |
| Refunding bonds issued  | -                    | -                    | -                     |
| Bond premium  | -                    | -                    | -                     |
| Payment to refunded bond escrow agent   | -                    | -                    | -                     |
| Notes issued  | -                    | 2,080,000            | -                     |
| Total other financing sources (uses)  | <u>122,635</u>       | <u>2,080,000</u>     | <u>-</u>              |
| <b>Net change in fund balances</b>  | <u>(8,337,135)</u>   | <u>14,260,348</u>    | <u>16,446,479</u>     |
| <b>Fund balances</b>  |                      |                      |                       |
| Fund balances, beginning of year, as previously reported                        | 92,523,312           | 84,742,869           | 99,319,634            |
| Restatements and reclassifications  | -                    | -                    | -                     |
| Fund balances, beginning of year, restated                                      | <u>92,523,312</u>    | <u>84,742,869</u>    | <u>99,319,634</u>     |
| Increase (decrease) in inventory reserve  | <u>556,692</u>       | <u>(6,528)</u>       | <u>152,124</u>        |
| Fund balances, end of year  | <u>\$ 84,742,869</u> | <u>\$ 98,996,689</u> | <u>\$ 115,918,237</u> |
| <b>Debt service as a percentage<br/>of noncapital expenditures <sup>a</sup></b> | 3.74%                | 3.76%                | 3.59%                 |

**Notes**

a. Debt service represents principal and interest incurred during the year. Noncapital expenditures do not include capital outlay for land, construction in progress, buildings and improvements, machinery and equipment, and infrastructure incurred during the year.

**Source**

Lane County Administration Operations Division - Financial Services

**Exhibit 4**

|    | Fiscal Year        |                       |                       |                       |                       |                       |                       |
|----|--------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|    | 2016               | 2017                  | 2018                  | 2019                  | 2020                  | 2021                  | 2022                  |
| \$ | 61,165,531         | \$59,106,240          | \$63,414,618          | \$71,544,091          | \$71,424,814          | \$74,812,773          | \$80,972,782          |
|    | 2,282,645          | 2,404,087             | 2,340,754             | 2,387,115             | 2,610,615             | 2,682,083             | 2,913,021             |
|    | 140,484,251        | 138,362,011           | 153,749,991           | 176,393,202           | 171,418,409           | 238,453,183           | 249,040,685           |
|    | 2,989,432          | 3,482,944             | 2,970,510             | 6,063,772             | 2,671,561             | 3,859,093             | 4,203,268             |
|    | 25,165,169         | 21,531,027            | 21,618,026            | 24,692,375            | 25,705,915            | 32,762,071            | 31,136,539            |
|    | 1,529,306          | 1,476,703             | 1,384,711             | 1,252,180             | 1,221,766             | 1,208,359             | 1,003,345             |
|    | 3,021,347          | 3,041,695             | 2,927,446             | 2,858,148             | 3,303,185             | 4,078,612             | 15,227,903            |
|    | 1,099,577          | 764,954               | 1,051,322             | 4,741,262             | 5,485,437             | 1,086,702             | (4,542,676)           |
|    | <u>237,737,258</u> | <u>230,169,661</u>    | <u>249,457,378</u>    | <u>289,932,145</u>    | <u>283,841,702</u>    | <u>358,942,876</u>    | <u>379,954,867</u>    |
|    | 13,591,480         | 13,138,540            | 12,961,504            | 14,572,330            | 13,764,233            | 24,840,351            | 41,461,951            |
|    | 68,465,147         | 72,537,359            | 73,707,854            | 76,923,579            | 81,078,538            | 85,416,110            | 87,801,669            |
|    | 90,171,518         | 97,567,717            | 101,083,339           | 112,798,213           | 122,354,266           | 158,033,517           | 183,239,063           |
|    | 2,891,693          | 3,249,144             | 3,093,145             | 3,422,224             | 3,867,524             | 3,603,118             | 3,848,676             |
|    | 23,949,260         | 22,455,790            | 20,300,724            | 23,288,192            | 26,766,077            | 26,966,797            | 29,488,636            |
|    | 4,370,728          | 3,906,438             | 4,284,868             | 3,756,162             | 4,349,338             | 3,757,587             | 6,542,641             |
|    | 2,525,000          | 2,615,000             | 2,715,000             | 2,830,000             | 2,994,345             | 2,730,402             | 2,354,771             |
|    | 1,618,898          | 1,528,530             | 1,017,073             | 925,945               | 861,007               | 820,028               | 689,981               |
|    | -                  | 120,605               | -                     | -                     | 1,192                 | -                     | 179,350               |
|    | 7,992,026          | 6,171,588             | 12,315,198            | 16,257,245            | 26,908,995            | 33,346,915            | 39,143,324            |
|    | <u>215,575,750</u> | <u>223,290,711</u>    | <u>231,478,705</u>    | <u>254,773,890</u>    | <u>282,945,515</u>    | <u>339,514,825</u>    | <u>394,750,062</u>    |
|    | 22,161,508         | 6,878,950             | 17,978,673            | 35,158,255            | 896,187               | 19,428,051            | (14,795,195)          |
|    | -                  | -                     | -                     | -                     | -                     | -                     | 2,218,516             |
|    | 25,564,155         | 24,009,997            | 18,378,278            | 17,871,961            | 23,978,087            | 42,489,926            | 31,438,666            |
|    | (24,140,888)       | (24,492,561)          | (18,568,093)          | (18,168,639)          | (24,252,359)          | (42,497,423)          | (30,792,419)          |
|    | -                  | -                     | -                     | -                     | -                     | -                     | 7,415,000             |
|    | -                  | 8,870,000             | -                     | -                     | -                     | -                     | -                     |
|    | -                  | 1,027,864             | -                     | -                     | -                     | -                     | 889,037               |
|    | -                  | (16,031,726)          | -                     | -                     | -                     | -                     | (6,115,598)           |
|    | -                  | -                     | -                     | -                     | 2,800,000             | 5,542,500             | -                     |
|    | -                  | (6,133,862)           | -                     | -                     | 2,800,000             | 5,542,500             | 5,053,202             |
|    | <u>22,161,508</u>  | <u>745,088</u>        | <u>17,978,673</u>     | <u>35,158,255</u>     | <u>3,696,187</u>      | <u>24,970,551</u>     | <u>(9,741,993)</u>    |
|    | 116,010,266        | 139,352,925           | 139,559,100           | 157,324,603           | 192,059,406           | 192,382,197           | 198,993,630           |
|    | -                  | -                     | -                     | -                     | -                     | -                     | 16,696,540            |
|    | 116,010,266        | 139,352,925           | 139,559,100           | 157,324,603           | 192,059,406           | 192,382,197           | 215,690,170           |
|    | (242,116)          | (56,349)              | (23,355)              | (126,774)             | 300,278               | (397,874)             | (52,540)              |
| \$ | <u>137,929,658</u> | <u>\$ 140,041,664</u> | <u>\$ 157,514,418</u> | <u>\$ 192,356,084</u> | <u>\$ 196,055,871</u> | <u>\$ 216,954,874</u> | <u>\$ 205,895,637</u> |
|    | 2.06%              | 1.97%                 | 1.70%                 | 1.58%                 | 1.51%                 | 1.16%                 | 0.85%                 |

**Assessed Value and Estimated Actual Value of Taxable Property**

Last Ten Fiscal Years - Unaudited

|   | Fiscal Year              |                          |                          |                          |
|---|--------------------------|--------------------------|--------------------------|--------------------------|
|   | 2013                     | 2014                     | 2015                     | 2016                     |
| <b>Property Class</b>   |                          |                          |                          |                          |
| Residential   | \$ 13,889,294,763        | \$ 14,337,813,098        | \$ 14,918,464,841        | \$ 15,457,386,700        |
| Commercial/Industrial   | 4,683,148,527            | 4,801,119,331            | 4,949,095,195            | 5,141,874,509            |
| Tract   | 3,846,693,626            | 3,938,560,602            | 4,095,659,549            | 4,236,301,506            |
| Farm and Range  | 535,969,681              | 552,149,942              | 582,561,060              | 609,276,908              |
| Forest  | 691,027,753              | 715,953,166              | 748,483,024              | 790,535,882              |
| Multiple Housing  | 1,290,099,928            | 1,349,785,265            | 1,439,173,974            | 1,579,882,482            |
| Recreation  | 4,774,254                | 4,926,058                | 4,910,433                | 5,106,744                |
| Small Tract Forestland  | 97,155,691               | 100,349,206              | 107,255,984              | 112,788,330              |
| Miscellaneous   | 1,523,479                | 1,515,946                | 1,626,772                | 1,621,606                |
| Personal  | 659,984,419              | 657,045,262              | 673,464,110              | 698,779,190              |
| Manufactured Structures   | 261,900,630              | 251,672,127              | 258,520,193              | 270,014,603              |
| Utilities   | 711,107,188              | 738,383,164              | 803,554,049              | 881,254,228              |
| Machinery & Equipment   | 542,028,713              | 476,917,483              | 590,998,713              | 668,928,594              |
|   | <u>27,214,708,652</u>    | <u>27,926,190,650</u>    | <u>29,173,767,897</u>    | <u>30,453,751,282</u>    |
| <b>Other</b>  |                          |                          |                          |                          |
| Plus Nonprofit Housing  | 9,609,757                | 9,898,049                | 10,194,991               | 10,500,841               |
| Less Urban Renewal Excess   | <u>(325,513,533)</u>     | <u>(351,557,536)</u>     | <u>(394,337,685)</u>     | <u>(428,141,705)</u>     |
| Total Taxable Assessed Value <sup>a, b</sup>                              | <u>\$ 26,898,804,876</u> | <u>\$ 27,584,531,163</u> | <u>\$ 28,789,625,203</u> | <u>\$ 30,036,110,418</u> |
| <b>Total Direct Tax Rate <sup>c</sup></b>                                 | 1.3908                   | 1.9376                   | 1.9345                   | 1.8293                   |
| <b>Estimated Actual Value of Property</b>                                 | <u>\$ 35,736,940,602</u> | <u>\$ 36,172,462,575</u> | <u>\$ 39,151,561,247</u> | <u>\$ 41,012,353,816</u> |
| <b>Actual Value of Property per Capita</b>                                | 100,895                  | 101,572                  | 109,117                  | 113,247                  |
| <b>Total Assessed Value to Estimated Actual Value of Taxable Property</b> | 75.27%                   | 76.26%                   | 73.53%                   | 73.24%                   |

**Notes**

- Assessments are limited to an increase of 3% not to exceed real market value. However, property is subject to reassessment if improved, partitioned, subdivided, rezoned, previously omitted, or disqualified from exemption.
- Taxable assessed values are reported net of tax exempt property.
- Total Direct Tax Rate is per \$1,000 of value.

**Source**

Lane County Department of Assessment and Taxation

**Exhibit 5**

| Fiscal Year              |                          |                          |                          |                          |                          |  |
|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--|
| 2017                     | 2018                     | 2019                     | 2020                     | 2021                     | 2022                     |  |
| \$ 15,994,920,595        | \$ 16,613,652,466        | \$ 17,281,321,247        | \$ 17,977,297,272        | \$ 18,638,780,714        | \$ 19,363,453,057        |  |
| 5,183,679,096            | 5,407,361,360            | 5,682,369,576            | 5,875,689,709            | 6,096,454,757            | 6,300,571,748            |  |
| 4,377,780,136            | 4,541,068,928            | 4,715,500,883            | 4,896,472,526            | 5,088,251,517            | 5,223,576,577            |  |
| 634,111,861              | 663,720,554              | 690,191,772              | 719,680,740              | 747,519,623              | 775,000,092              |  |
| 828,431,791              | 867,296,465              | 908,254,412              | 951,161,089              | 984,170,027              | 1,018,504,069            |  |
| 1,675,196,462            | 1,769,444,902            | 1,887,612,908            | 1,974,472,673            | 2,075,825,954            | 2,187,101,698            |  |
| 5,259,986                | 5,418,069                | 5,641,969                | 5,810,579                | 5,982,415                | 6,190,254                |  |
| 116,406,698              | 120,656,937              | 123,795,867              | 126,845,064              | 133,685,700              | 134,726,987              |  |
| 2,228,229                | 2,134,889                | 2,303,739                | 2,253,107                | 1,620,931                | 1,657,914                |  |
| 741,697,296              | 761,731,713              | 797,577,968              | 794,753,842              | 819,662,139              | 814,002,425              |  |
| 285,863,129              | 299,655,241              | 321,459,249              | 339,197,182              | 356,723,996              | 373,084,008              |  |
| 927,534,823              | 1,024,260,535            | 1,013,953,235            | 1,047,443,722            | 1,116,469,576            | 1,127,992,332            |  |
| <u>668,602,471</u>       | <u>703,266,780</u>       | <u>758,066,768</u>       | <u>799,218,551</u>       | <u>786,164,322</u>       | <u>794,071,505</u>       |  |
| 31,441,712,573           | 32,779,668,839           | 34,188,049,593           | 35,510,296,056           | 36,851,311,671           | 38,119,932,666           |  |
| 8,532,472                | 9,314,345                | 9,924,737                | 10,084,711               | 13,333,102               | 13,924,630               |  |
| <u>(481,657,987)</u>     | <u>(521,800,767)</u>     | <u>(592,194,221)</u>     | <u>-</u>                 | <u>(659,338,607)</u>     | <u>(695,309,159)</u>     |  |
| <u>\$ 30,968,587,058</u> | <u>\$ 32,267,182,417</u> | <u>\$ 33,605,780,109</u> | <u>\$ 35,520,380,767</u> | <u>\$ 36,205,306,166</u> | <u>\$ 37,438,548,137</u> |  |
| 1.6743                   | 1.6743                   | 1.8093                   | 1.8443                   | 1.8443                   | 1.8573                   |  |
| <u>\$ 42,542,906,425</u> | <u>\$ 47,310,338,510</u> | <u>\$ 51,263,666,086</u> | <u>\$ 54,759,767,694</u> | <u>\$ 58,797,304,055</u> | <u>\$ 65,132,119,521</u> |  |
| 116,257                  | 127,659                  | 136,659.38               | 144,530.64               | 154,176                  | 169,633.45               |  |
| 72.79%                   | 68.20%                   | 65.55%                   | 64.87%                   | 61.58%                   | 57.48%                   |  |

**Direct and Overlapping <sup>a</sup> Property Tax Rates**

Last Ten Fiscal Years - Unaudited

Rate per \$1,000 of assessed value

| Taxing Entity                                | Fiscal Year <sup>b</sup> |        |        |        |
|--|--------------------------|--------|--------|--------|
|  | 2013                     | 2014   | 2015   | 2016   |
| <u>County Direct Rate</u>                    |                          |        |        |        |
| Lane County <sup>c</sup>                     | 1.2793                   | 1.2793 | 1.2793 | 1.2793 |
| General Obligation Debt Service <sup>e</sup> | 0.1115                   | 0.1083 | 0.1052 | -      |
| Lane County 4-H/Extension LO <sup>f</sup>    | -                        | -      | -      | -      |
| Public Safety LO <sup>d</sup>                | -                        | 0.5500 | 0.5500 | 0.5500 |
| Total Direct Rate                            | 1.3908                   | 1.9376 | 1.9345 | 1.8293 |
| <u>Lane Community College</u>                | 0.8640                   | 0.8646 | 0.8616 | 0.8198 |
| <u>Lane Education Service District</u>       | 0.2232                   | 0.2232 | 0.2232 | 0.2232 |
| <u>Linn-Benton-Lincoln ESD</u>               | 0.3049                   | 0.3049 | 0.3049 | 0.3049 |
| <u>Schools</u>                               |                          |        |        |        |
| Alea   | 5.0811                   | 5.0811 | 5.0811 | 5.0811 |
| Bethel                                       | 6.1418                   | 6.0614 | 6.1296 | 6.0382 |
| Blachly                                      | 5.1023                   | 5.1023 | 5.1023 | 5.1023 |
| Creswell                                     | 8.2230                   | 8.1405 | 8.1809 | 7.9930 |
| Crow-Applegate                               | 6.4255                   | 6.4255 | 6.4255 | 6.4255 |
| Eugene                                       | 7.3784                   | 7.8436 | 7.8302 | 7.8090 |
| Fern Ridge                                   | 6.9151                   | 7.0136 | 6.8865 | 6.9196 |
| Harrisburg                                   | 6.1439                   | 5.9787 | 5.9291 | 5.8371 |
| Junction City                                | 4.5604                   | 4.5604 | 4.5604 | 4.5604 |
| Lincoln                                      | 5.6689                   | 5.6826 | 5.6369 | 5.6358 |
| Lowell                                       | 5.0409                   | 5.0409 | 5.0409 | 5.0409 |
| Mapleton                                     | 4.8917                   | 4.8917 | 4.8917 | 4.8917 |
| Marcola                                      | 4.6687                   | 4.6687 | 4.6687 | 6.7933 |
| McKenzie                                     | 6.7359                   | 6.7275 | 6.7050 | 6.7036 |
| Monroe                                       | 4.6341                   | 4.6341 | 4.6341 | 4.6341 |
| Oakridge                                     | 6.2014                   | 6.1550 | 5.9655 | 6.0364 |
| Pleasant Hill                                | 6.2787                   | 6.2657 | 6.3140 | 6.4643 |
| Siuslaw                                      | 5.5449                   | 5.5263 | 5.5304 | 5.5339 |
| South Lane                                   | 6.3539                   | 6.5030 | 6.2850 | 6.1948 |
| Springfield                                  | 5.6472                   | 5.6359 | 5.6478 | 5.8166 |
| <u>Cities</u>                                |                          |        |        |        |
| Coburg                                       | 3.7506                   | 3.7506 | 3.2889 | 3.7506 |
| Cottage Grove                                | 7.2087                   | 7.2087 | 7.2087 | 7.2087 |
| Creswell                                     | 2.6705                   | 2.6705 | 2.6705 | 2.6705 |
| Eugene                                       | 8.1376                   | 8.1262 | 8.1050 | 8.0999 |
| Florence                                     | 2.8799                   | 3.2791 | 3.1599 | 3.0357 |
| Junction City                                | 6.0445                   | 6.0445 | 6.0445 | 6.0445 |
| Lowell                                       | 2.1613                   | 2.1613 | 2.1613 | 2.1613 |
| Oakridge                                     | 7.7082                   | 7.7088 | 7.6435 | 7.1996 |
| Springfield                                  | 7.0103                   | 7.2236 | 7.1218 | 6.8728 |
| Veneta                                       | 6.2991                   | 5.9739 | 5.9553 | 5.9454 |
| Westfir                                      | 9.3036                   | 9.3036 | 9.3036 | 9.3036 |
| <u>Water Districts</u>                       |                          |        |        |        |
| Blue River                                   | 0.9488                   | 0.9488 | 0.9488 | 0.9488 |
| Glenwood                                     | 4.1425                   | 4.1425 | 4.1425 | 4.1425 |
| Heceta <sup>g</sup>                          | 0.2387                   | 0.2177 | 0.2081 | 0.2077 |
| Junction City                                | 0.2523                   | 0.2523 | 0.2523 | 0.2523 |
| Marcola                                      | 0.4037                   | 0.4037 | 0.4037 | 0.4037 |
| McKenzie-Palisades                           | 0.3620                   | 0.4471 | 0.4808 | 0.6875 |
| Rainbow Water & Fire                         | 3.7205                   | 3.6738 | 3.6188 | 3.8295 |
| River Road                                   | 1.9694                   | 1.9694 | 1.9694 | 1.9694 |
| River Road Subdistrict #1                    | 0.2796                   | 0.2796 | 0.2796 | 0.2796 |
| Shangri La                                   | 2.0000                   | 2.0000 | 2.0000 | 2.0000 |
| Upper Willamette Soil & Water <sup>i</sup>   | 0.0000                   | 0.0000 | 0.0000 | 0.0000 |

Exhibit 6

| Fiscal Year <sup>b</sup> |        |        |        |        |        |
|--------------------------|--------|--------|--------|--------|--------|
| 2017                     | 2018   | 2019   | 2020   | 2021   | 2022   |
| 1.2793                   | 1.2793 | 1.2793 | 1.2793 | 1.2793 | 1.2793 |
| -                        | -      | -      | -      | -      | -      |
| 0.0150                   | 0.0150 | 0.0150 | 0.0150 | 0.0150 | 0.0280 |
| 0.3800                   | 0.3800 | 0.5150 | 0.5500 | 0.5500 | 0.5500 |
| 1.6743                   | 1.6743 | 1.8093 | 1.8443 | 1.8443 | 1.8573 |
| 0.8419                   | 0.8464 | 0.8449 | 0.8410 | 0.9628 | 0.9554 |
| 0.2232                   | 0.2232 | 0.2232 | 0.2232 | 0.2232 | 0.2232 |
| 0.3049                   | 0.3049 | 0.3049 | 0.3049 | 0.3049 | 0.3049 |
| 5.0811                   | 5.0811 | 5.0811 | 5.0811 | 5.0811 | 6.3519 |
| 5.9381                   | 5.9250 | 5.8809 | 5.8948 | 6.1362 | 6.0923 |
| 5.1023                   | 5.1023 | 5.1023 | 5.1023 | 5.1023 | 5.1023 |
| 7.9389                   | 7.1150 | 7.0201 | 6.7765 | 6.5443 | 6.5072 |
| 6.4255                   | 7.3733 | 7.3777 | 7.3431 | 7.3037 | 7.3538 |
| 7.8637                   | 7.8312 | 7.8266 | 8.4583 | 8.4436 | 7.7581 |
| 6.8241                   | 6.8049 | 6.8400 | 6.8771 | 6.7004 | 6.5423 |
| 5.7949                   | 5.7510 | 5.9817 | 6.3475 | 6.2178 | 6.2082 |
| 6.1745                   | 6.1470 | 6.1168 | 6.0804 | 6.0639 | 6.0375 |
| 5.6362                   | 5.6237 | 5.6650 | 5.5556 | 5.6692 | 5.5686 |
| 5.0409                   | 5.0409 | 6.1361 | 6.1295 | 6.1385 | 6.0929 |
| 6.1855                   | 6.1894 | 6.1073 | 6.1629 | 6.1512 | 6.1755 |
| 6.7977                   | 6.7144 | 6.7561 | 6.7276 | 6.6856 | 6.6247 |
| 6.7146                   | 4.6915 | 4.6915 | 4.6915 | 4.6915 | 4.6915 |
| 4.6341                   | 4.6341 | 7.2303 | 6.1708 | 6.0556 | 5.8936 |
| 6.0595                   | 5.8059 | 5.8869 | 5.9760 | 5.9775 | 5.9873 |
| 6.5664                   | 6.5707 | 6.7953 | 6.4459 | 6.6139 | 6.7513 |
| 5.5510                   | 5.5450 | 5.5101 | 4.6428 | 4.6428 | 4.6428 |
| 6.8933                   | 6.6176 | 6.4829 | 6.1617 | 6.5041 | 6.5106 |
| 5.9181                   | 5.8849 | 5.8382 | 5.8526 | 5.8493 | 5.7966 |
| 3.7506                   | 3.7506 | 3.7506 | 3.7506 | 3.7506 | 3.7506 |
| 7.2087                   | 7.2087 | 7.2087 | 7.2087 | 7.2087 | 7.2087 |
| 2.6705                   | 2.6705 | 2.6705 | 2.6705 | 2.6705 | 2.6705 |
| 8.1697                   | 8.1150 | 8.2925 | 8.2266 | 8.2226 | 8.1916 |
| 3.0391                   | 3.0311 | 3.0253 | 3.0240 | 3.0182 | 2.9730 |
| 6.0445                   | 6.0445 | 6.0445 | 6.0445 | 6.0445 | 6.0445 |
| 2.1613                   | 2.1613 | 2.1613 | 2.1613 | 2.1613 | 2.1613 |
| 7.1996                   | 7.1996 | 7.1996 | 7.1996 | 7.1996 | 7.1996 |
| 6.8828                   | 6.7828 | 6.8943 | 7.3930 | 7.3199 | 7.3231 |
| 5.9336                   | 5.9188 | 5.9086 | 5.8971 | 5.8862 | 5.8845 |
| 9.3036                   | 9.3036 | 9.3036 | 9.3036 | 9.3036 | 9.3036 |
| 0.9488                   | 0.9488 | 0.9488 | 0.9488 | 0.9488 | 0.9488 |
| 4.1425                   | 4.1425 | 4.1425 | 4.1425 | 4.1425 | 4.1425 |
| -                        | -      | -      | -      | -      | -      |
| 0.2523                   | 0.2523 | 0.2523 | 0.2523 | 0.2523 | 0.2523 |
| 0.4037                   | 0.4037 | 0.4037 | 0.4037 | 0.4037 | 0.4037 |
| 0.6988                   | 0.6963 | 0.6960 | 0.6790 | 0.6977 | 0.6988 |
| 3.7763                   | 3.7235 | 3.6747 | 3.7731 | 3.7731 | 3.7731 |
| 1.9694                   | 1.9694 | 1.9694 | 1.9694 | 1.9694 | 1.9694 |
| 0.2796                   | 0.2796 | 0.2796 | 0.2796 | 0.2796 | 0.2796 |
| 2.0000                   | 2.0000 | 2.0000 | 2.0000 | 2.0000 | 2.0000 |
| 0.0000                   | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0700 |

**Direct and Overlapping <sup>a</sup> Property Tax Rates, continued**

Last Ten Fiscal Years - Unaudited

Rate per \$1,000 of assessed value

| Taxing Entity                          | Fiscal Year <sup>b</sup> |        |        |        |
|--|--------------------------|--------|--------|--------|
|  | 2013                     | 2014   | 2015   | 2016   |
| <b>Rural Fire Protection Districts</b> |                          |        |        |        |
| Bailey-Spencer                         | 2.3930                   | 2.3930 | 2.3930 | 2.3930 |
| Coburg                                 | 1.5750                   | 1.5525 | 1.5231 | 1.4829 |
| Dexter                                 | 1.9151                   | 1.9151 | 1.9151 | 1.9151 |
| Eugene                                 | 2.1000                   | 2.3500 | 2.5417 | 2.5417 |
| Goshen                                 | 2.2196                   | 2.2196 | 2.2196 | 2.2196 |
| Hazeldell                              | 2.7115                   | 2.7115 | 1.7998 | 2.7115 |
| Junction City                          | 2.0858                   | 2.0203 | 1.9538 | 1.5844 |
| Lake Creek                             | 3.0757                   | 3.0757 | 3.0757 | 3.0757 |
| Lane County District #1 <sup>h</sup>   | 1.9848                   | 1.9848 | 1.9848 | 1.9848 |
| Lane Fire Authority <sup>h</sup>       | -                        | -      | -      | -      |
| Lane Rural <sup>h</sup>                | 2.1174                   | 2.1174 | 2.1174 | 2.1174 |
| Lorane                                 | 2.7573                   | 2.7267 | 2.6931 | 2.6654 |
| Lowell                                 | 2.6970                   | 2.6970 | 2.6970 | 2.6970 |
| Mapleton                               | 2.0869                   | 2.0869 | 2.0869 | 2.0869 |
| McKenzie                               | 2.0606                   | 2.0606 | 2.0606 | 2.0606 |
| Mohawk Valley                          | 1.9126                   | 1.9126 | 1.9126 | 1.9126 |
| Monroe                                 | 1.6854                   | 1.6854 | 1.6854 | 1.6854 |
| Pleasant Hill                          | 1.1031                   | 1.1031 | 1.1031 | 1.1031 |
| Santa Clara                            | 1.6439                   | 1.6439 | 1.0439 | 1.4939 |
| Siuslaw                                | 0.8891                   | 0.9391 | 1.1391 | 1.1391 |
| South Lane                             | 1.0335                   | 1.5035 | 1.5035 | 1.5035 |
| Swishhome-Deadwood                     | 2.1452                   | 2.1452 | 2.1452 | 2.1452 |
| Upper McKenzie                         | 1.1951                   | 1.6951 | 1.6951 | 1.6951 |
| Willakenzie                            | 3.0669                   | 3.0669 | 3.0669 | 3.0669 |
| Zumwalt                                | 2.3419                   | 2.3419 | 2.3419 | 2.3419 |
| <b>Miscellaneous Districts</b>         |                          |        |        |        |
| Fern Ridge Library                     | 0.6324                   | 0.6324 | 0.6324 | 0.6324 |
| Lane Library                           | 0.5900                   | 0.5900 | 0.5900 | 0.5900 |
| Port of Siuslaw                        | 0.1474                   | 0.1474 | 0.1474 | 0.1474 |
| River Road Park & Recreation           | 3.8730                   | 3.8631 | 3.8535 | 3.5259 |
| Siuslaw Library                        | 0.5163                   | 0.5163 | 0.5163 | 0.5163 |
| Western Lane Ambulance                 | 0.7698                   | 0.7698 | 0.7698 | 0.7698 |
| Willamalane Park & Recreation          | 2.0074                   | 2.4543 | 2.3701 | 2.3386 |

**Notes**

- a. Overlapping rates are those of other local governments that apply to property owners within Lane County who are located within the other local government's boundaries.
- b. Rates may vary based on map code combination of taxing districts and application of Oregon Ballot Measure 5 limits.
- c. Lane County rate is shown net of timber offset.
- d. New Lane County Public Safety Levy. Measure 20-213 passed in May 2013.
- e. Juvenile Justice Center 2003A General Obligation Bond was paid off by Lane County in June 2015.
- f. New Lane County 4-H/Extension LO. Measure 20-239 passed in May 2016.
- g. Heceta Water PUD no longer has a levy in 2017.
- h. Lane County Fire District #1 and Lane Rural Fire merged together and were renamed Lane Fire Authority in 2018.
- i. New Upper Willamette Soil & Water Conservation District. Measure 20-312 passed November 2020.

**Source**

Lane County Department of Assessment and Taxation



Exhibit 6, continued

| Fiscal Year <sup>b</sup> |        |        |        |        |        |
|--------------------------|--------|--------|--------|--------|--------|
| 2017                     | 2018   | 2019   | 2020   | 2021   | 2022   |
| 2.3930                   | 2.3930 | 2.3930 | 2.3930 | 2.3930 | 2.3930 |
| 1.4788                   | 1.4972 | 1.5477 | 1.5477 | 1.5477 | 1.5477 |
| 1.9151                   | 1.9151 | 1.9151 | 1.9151 | 1.9151 | 1.9151 |
| 2.5417                   | 2.5417 | 2.5417 | 2.5417 | 2.5417 | 2.5417 |
| 2.2196                   | 2.2196 | 2.2196 | 2.2196 | 1.7196 | 1.7196 |
| 2.7115                   | 2.7115 | 2.7115 | 2.7115 | 2.7115 | 2.7115 |
| 1.5844                   | 1.5844 | 1.5844 | 1.5844 | 1.5844 | 1.5844 |
| 3.0757                   | 3.0757 | 3.0757 | 3.0757 | 3.0757 | 3.0757 |
| 1.9848                   | -      | -      | -      | -      | -      |
| -                        | 2.0388 | 2.0388 | 2.0388 | 2.0388 | 2.0738 |
| 2.1174                   | -      | -      | -      | -      | -      |
| 2.5926                   | 2.2952 | 2.2952 | 2.2952 | 2.2952 | 2.2952 |
| 2.6970                   | 2.6970 | 2.6970 | 2.6970 | 2.6970 | 2.6970 |
| 2.0869                   | 2.0869 | 1.3869 | 1.3869 | 1.3869 | 1.3869 |
| 2.0606                   | 2.0606 | 2.0606 | 2.0606 | 2.2106 | 2.2106 |
| 1.9126                   | 1.9126 | 2.3205 | 2.3247 | 2.2963 | 2.2853 |
| 1.6854                   | 1.6854 | 1.6854 | 1.6854 | 1.6854 | 1.6854 |
| 1.1031                   | 1.1031 | 1.1031 | 1.1031 | 1.1031 | 1.1031 |
| 1.4939                   | 1.4939 | 1.4939 | 1.4939 | 1.4939 | 1.4939 |
| 1.1391                   | 1.1391 | 1.1391 | 1.5417 | 1.5417 | 1.5417 |
| 1.8035                   | 1.8035 | 1.7792 | 1.7616 | 1.7651 | 1.5035 |
| 2.1452                   | 2.1452 | 2.1452 | 2.1452 | 2.1452 | 2.1452 |
| 1.6951                   | 1.6951 | 1.6951 | 1.6951 | 1.6951 | 1.6951 |
| 3.0669                   | 3.0669 | 3.0669 | 3.0669 | 3.0669 | 3.0669 |
| 2.3419                   | 2.3419 | 2.3419 | 2.3419 | 2.3419 | 2.3419 |
| 0.6324                   | 0.7324 | 0.7324 | 0.7324 | 0.7324 | 0.7324 |
| 0.5900                   | 0.5900 | 0.5900 | 0.5900 | 0.5900 | 0.5900 |
| 0.1474                   | 0.1474 | 0.1474 | 0.1474 | 0.1474 | 0.1474 |
| 3.5259                   | 3.5259 | 3.5259 | 3.5259 | 3.5259 | 3.5259 |
| 0.5163                   | 0.5163 | 0.5163 | 0.5163 | 0.5163 | 0.5163 |
| 0.7698                   | 0.7698 | 0.7698 | 0.7698 | 0.7698 | 0.7698 |
| 2.3486                   | 2.3290 | 2.3024 | 2.2946 | 2.2672 | 2.2425 |

Lane County, Oregon

**Principal Property Tax Payers**

Current Year and Nine Years Ago

| Taxpayer                                 | 2022                    |      |   |
|--|-------------------------|------|---|
|  | Taxable Assessed Value  | Rank | Percent of Total Taxable Assessed Value |
| IP Eat Three LLC (International Paper)   | \$ 300,721,680          | 1    | 0.83%                                   |
| Lumen Technologies <sup>a</sup>          | 161,201,000             | 2    | 0.45%                                   |
| Verizon Communications                   | 151,053,000             | 3    | 0.42%                                   |
| Northwest Natural Gas Co.                | 129,602,200             | 4    | 0.36%                                   |
| Valley River Center                      | 104,242,716             | 5    | 0.29%                                   |
| Comcast Corporation                      | 102,197,000             | 6    | 0.28%                                   |
| Shepard Investment Group LLC             | 95,839,376              | 7    | 0.26%                                   |
| McKenzie Willamette Regional Medical Ctr | 86,088,176              | 8    | 0.24%                                   |
| Weyerhaeuser Company                     | 164,817,242             | 9    | 0.46%                                   |
| Emerald PUD                              | 135,776,806             | 10   |   |
| Weyerhaeuser NR Company                  | 111,353,026             | 7    | 0.31%                                   |
| BRFI Gateway LLC                         |                         |      | 0.00%                                   |
| Gateway Mall Partners                    |                         |      |   |
| Symantec Corporation                     |                         |      |   |
|  | <u>\$ 1,542,892,222</u> |      | <u>4.26%</u>                            |

a. Lumen Technologies formerly known as CenturyLink

**Source**

Lane County Department of Assessment and Taxation

**Exhibit 7**

| <b>2013</b>      |      |  |                   |
|------------------|------|--|-------------------|
| Taxable Assessed |      |  | Percent of Total  |
| Value            | Rank |  | Taxable Assessed  |
|                  |      |  | Value             |
| \$ 225,962,099   | 1    |  | 0.84%             |
| 79,190,700       | 7    |  | 0.29%             |
| 72,462,800       | 8    |  | 0.27%             |
| 90,592,000       | 6    |  | 0.34%             |
| 106,139,760      | 3    |  | 0.39%             |
| 147,874,300      | 2    |  | 0.55%             |
| 84,305,700       | 5    |  | 0.31%             |
|                  |      |  | 0.00%             |
| 125,827,365      | 10   |  | 0.47%             |
|                  |      |  | 0.00%             |
|                  |      |  | 0.00%             |
|                  |      |  | 0.00%             |
| 63,219,398       | 9    |  | 0.24%             |
| 86,747,813       | 4    |  | 0.32%             |
| <hr/>            |      |  |                   |
| \$ 1,082,321,935 |      |  | <hr/> <hr/> 4.02% |

**Property Tax Levies and Collections**

Last Ten Fiscal Years - Unaudited

| Fiscal Year<br>Ended June 30,                    | Tax Levied for the<br>Fiscal Year |                          |                     | Collections within the<br>Fiscal Year of the Levy <sup>c</sup> |                                |
|--|-----------------------------------|--------------------------|---------------------|--|--------------------------------|
|  | (Original Levy) <sup>a</sup>      | Adjustments <sup>b</sup> | Total Adjusted Levy | Amount   | Percentage of<br>Original Levy |
| 2013   | \$ 37,754,601                     | \$ (1,252,526)           | \$ 36,502,075       | \$ 35,498,057  | 94.02%                         |
| 2014   | 53,319,160                        | (1,757,022)              | 51,562,138          | 50,207,786   | 94.16%                         |
| 2015   | 53,793,143                        | (1,816,237)              | 51,976,906          | 50,693,058   | 94.24%                         |
| Total outstanding delinquent taxes prior to 2015 |                                   |                          |                     |  |                                |
| 2016   | 50,517,693                        | (2,011,259)              | 48,506,434          | 47,524,812   | 94.08%                         |
| 2017   | 52,438,312                        | (1,870,613)              | 50,567,699          | 49,583,296   | 94.56%                         |
| 2018   | 54,565,979                        | (1,833,917)              | 52,732,062          | 51,893,228   | 95.10%                         |
| 2019   | 61,503,432                        | (1,983,995)              | 59,519,437          | 58,555,844   | 95.21%                         |
| 2020   | 65,096,837                        | (1,974,860)              | 63,121,977          | 61,958,638   | 95.18%                         |
| 2021   | 67,569,708                        | (2,035,724)              | 65,533,984          | 64,483,714   | 95.43%                         |
| 2022   | 70,299,809                        | (1,931,510)              | 68,368,299          | 67,155,737   | 95.53%                         |

**Notes**

- a. The information in this schedule relates to the County's own property tax levies, and does not include those it collects on behalf of other governments.
- b. Adjustments include discounts allowed and corrections.
- c. Collections do not include interest on delinquent taxes.

**Source**

Lane County Department of Assessment and Taxation

## Exhibit 8

### Total Collections to Date <sup>c</sup>

| Collections in<br>Subsequent Years | Total Tax Collections | Percentage of<br>Adjusted Levy | Outstanding<br>Delinquent Taxes |
|------------------------------------|-----------------------|--------------------------------|---------------------------------|
| \$ 990,435                         | \$ 36,488,492         | 99.96%                         | \$ -                            |
| 1,335,053                          | 51,542,839            | 99.96%                         | -                               |
| 1,266,746                          | 51,959,804            | 99.97%                         | 17,102                          |
|                                    |                       |                                | 230,258                         |
| 965,587                            | 48,490,399            | 99.97%                         | 16,035                          |
| 959,868                            | 50,543,164            | 99.95%                         | 24,535                          |
| 800,497                            | 52,693,725            | 99.93%                         | 38,337                          |
| 862,253                            | 59,418,097            | 99.83%                         | 101,340                         |
| 758,636                            | 62,717,274            | 99.36%                         | 404,703                         |
| 417,511                            | 64,901,225            | 99.03%                         | 632,759                         |
| -                                  | 67,155,737            | 98.23%                         | 1,212,562                       |
|                                    |                       |                                | <u>\$ 2,660,528</u>             |

**Ratios of Outstanding Debt by Type**

Last Ten Fiscal Years - Unaudited

|  | Fiscal Year           |                       |                       |                      |
|--|-----------------------|-----------------------|-----------------------|----------------------|
|  | 2013                  | 2014                  | 2015                  | 2016                 |
| <b>Governmental Activities<sup>a, b</sup></b>    |                       |                       |                       |                      |
| Notes Payable                                    | \$ -                  | \$ 2,080,000          | \$ 2,080,000          | \$ 1,960,000         |
| General Obligation Bonds <sup>e</sup>            | 5,585,000             | 2,870,000             | -                     | -                    |
| Limited Tax Bonds                                | 108,570,312           | 105,163,087           | 100,969,498           | 96,427,164           |
| Total Governmental Activities Debt               | <u>114,155,312</u>    | <u>110,113,087</u>    | <u>103,049,498</u>    | <u>98,387,164</u>    |
| <b>Business-Type Activities<sup>a, b</sup></b>   |                       |                       |                       |                      |
| Notes Payable                                    | -                     | -                     | -                     | -                    |
| Total Business Type Activities Debt              | <u>-</u>              | <u>-</u>              | <u>-</u>              | <u>-</u>             |
| <b>Total Primary Government Debt<sup>c</sup></b> | <u>\$ 114,155,312</u> | <u>\$ 110,113,087</u> | <u>\$ 103,049,498</u> | <u>\$ 98,387,164</u> |

**Ratios of Outstanding Debt**

|  |       |       |       |       |
|--|-------|-------|-------|-------|
| Total Primary Government Debt as a % of Personal Income <sup>d</sup> | 0.87% | 0.82% | 0.71% | 0.65% |
| Total Primary Government Debt Per Capita <sup>d</sup>                | 322   | 309   | 287   | 272   |

**Notes**

- Details regarding the County's outstanding debt can be found in the notes to the financial statements.
- All debt is shown net of unamortized premiums and discounts.
- Total Primary Government Debt is the sum of Governmental Activities Debt and Business-Type Activities Debt.
- Percentage of Personal Income and Total Debt Per Capita were calculated using personal income and population data located in Exhibit 13 - Demographic and Economic Statistics.
- The GO bond was paid off in June 2015 as scheduled; there is no balance outstanding as of June 30, 2015.

**Source**

Lane County Administration Operations Division - Financial Services

**Exhibit 9**

| Fiscal Year          |                      |                      |                      |                      |                       |
|----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|
| 2017                 | 2018                 | 2019                 | 2020                 | 2021                 | 2022                  |
| \$ 1,840,000         | \$ 1,720,000         | \$ 1,600,000         | \$ 4,240,655         | \$ 4,030,253         | \$ 3,810,481          |
| -                    | -                    | -                    | -                    | -                    | -                     |
| <u>86,486,100</u>    | <u>80,688,427</u>    | <u>74,230,576</u>    | <u>67,041,498</u>    | <u>59,223,879</u>    | <u>340,228,809</u>    |
| <u>88,326,100</u>    | <u>82,408,427</u>    | <u>75,830,576</u>    | <u>71,282,153</u>    | <u>63,254,132</u>    | <u>344,039,290</u>    |
| -                    | -                    | -                    | -                    | -                    | -                     |
| -                    | -                    | -                    | -                    | -                    | -                     |
| <u>\$ 88,326,100</u> | <u>\$ 82,408,427</u> | <u>\$ 75,830,576</u> | <u>\$ 71,282,153</u> | <u>\$ 63,254,132</u> | <u>\$ 344,039,290</u> |
| 0.54%                | 0.47%                | 0.42%                | 0.38%                | 0.33%                | 1.81%                 |
| 241                  | 222.36               | 202.15               | 188.14               | 165.86               | 899.10                |

**Ratios of General Bonded/Gross Direct, Net Direct, and Overlapping Debt Outstanding**

Last Ten Fiscal Years - Unaudited

**General Bonded/Gross Direct Debt**

|   | 2013                  | 2014                  | 2015                  |
|---|-----------------------|-----------------------|-----------------------|
| General Obligation Bonds <sup>h</sup>               | \$ 5,585,000          | \$ 2,870,000          | \$ -                  |
| Limited Tax Bonds                                   | <u>108,570,312</u>    | <u>105,163,087</u>    | <u>100,969,498</u>    |
| Notes Payable <sup>l</sup>                          |                       |                       |                       |
| Total General Bonded/Gross Direct <sup>u</sup> Debt | <u>\$ 114,155,312</u> | <u>\$ 108,033,087</u> | <u>\$ 100,969,498</u> |

**Net Direct and Overlapping Debt**

|  |                       |                       |                       |
|--|-----------------------|-----------------------|-----------------------|
| Net Direct Debt <sup>b</sup>                 | \$ 108,809,594        | \$ 103,230,306        | \$ 96,824,498         |
| Net Overlapping Debt <sup>c</sup>            | <u>554,474,697</u>    | <u>590,058,017</u>    | <u>755,252,991</u>    |
| Net Direct and Overlapping Debt <sup>u</sup> | <u>\$ 663,284,291</u> | <u>\$ 693,288,323</u> | <u>\$ 852,077,489</u> |

**Ratios of Outstanding Debt***Debt as a % of Assessed Value of Taxable Property <sup>e</sup>:*

|   |       |       |       |
|---|-------|-------|-------|
| General Bonded/Gross Direct Debt as a % of Assessed Value of Taxable Property | 0.42% | 0.39% | 0.35% |
|---|-------|-------|-------|

*Debt as a % of Real Market Value (RMV) of Taxable Property <sup>f</sup>:*

|   |       |       |       |
|---|-------|-------|-------|
| General Bonded/Gross Direct Debt as a % of RMV    | 0.32% | 0.30% | 0.26% |
| Net Direct Debt as a % of RMV                     | 0.30% | 0.29% | 0.25% |
| Net Overlapping Debt as a % of RMV                | 1.55% | 1.63% | 1.93% |
| Net Direct and Net Overlapping Debt as a % of RMV | 1.86% | 1.92% | 2.18% |

*Debt per Capita <sup>g</sup>:*

|  |        |        |        |
|--|--------|--------|--------|
| General Bonded/Gross Direct Debt per Capita    | \$ 322 | \$ 303 | \$ 281 |
| Net Direct Debt per Capita                     | 307    | 290    | 270    |
| Net Overlapping Debt per Capita                | 1,565  | 1,657  | 2,105  |
| Net Direct and Net Overlapping Debt per Capita | 1,873  | 1,947  | 2,375  |

**Notes**

- General Bonded/Gross Direct Debt includes all voter approved General Obligation bonds, Limited Tax bonds, and any other bonded obligations, Certificates of Participation, or leases backed by the full faith and credit of the County. Details regarding the County's outstanding debt can be found in the notes to the financial statements.
- Net Direct Debt is Gross Direct Debt less Series 2002A and 2011R (all Lane Events Center) bonds, self-supporting obligations whose debt is paid by Transient Room Tax revenue and other non-property tax source revenue.
- Net Overlapping Debt is obtained from the Municipal Debt Advisory Commission, Oregon State Treasury.
- Net Direct and Overlapping Debt is Net Direct Debt plus Net Overlapping Debt.
- Debt as a % of Assessed Value of Taxable Property was calculated using property values located in Exhibit 5 - Assessed Value and Estimated Actual Value of Taxable Property.
- Debt as a % of Real Market Value of Taxable Property was calculated using property values located in Exhibit 5 - Assessed Value and Estimated Actual Value of Taxable Property.
- Debt per Capita was calculated using population numbers from Exhibit 13 - Demographic and Economic Statistics.
- The GO bond was paid off in June 2015 as scheduled; there is no balance outstanding as of June 30, 2015.
- The Notes Payable was added in June 2020

**Source**

Lane County Administration Operations Division - Financial Services



Exhibit 10

| Fiscal Year           |                       | Fiscal Year           |                         | Fiscal Year             |                         | Fiscal Year             |      |
|-----------------------|-----------------------|-----------------------|-------------------------|-------------------------|-------------------------|-------------------------|------|
| 2016                  | 2017                  | 2018                  | 2019                    | 2020                    | 2021                    | 2022                    |      |
| \$ -                  | \$ -                  | \$ -                  | \$ -                    | \$ -                    | \$ -                    | \$ -                    | \$ - |
| <u>96,427,164</u>     | <u>86,486,100</u>     | <u>80,688,427</u>     | <u>74,230,576</u>       | 67,041,498              | 59,223,879              | 340,228,809             |      |
|                       |                       |                       |                         | <u>4,240,655</u>        | <u>4,030,253</u>        | <u>3,810,481</u>        |      |
| <u>\$ 96,427,164</u>  | <u>\$ 86,486,100</u>  | <u>\$ 80,688,427</u>  | <u>\$ 74,230,576</u>    | <u>\$ 71,282,153</u>    | <u>\$ 63,254,132</u>    | <u>\$ 344,039,290</u>   |      |
| <br>                  |                       |                       |                         |                         |                         |                         |      |
| \$ 92,817,164         | \$ 83,426,100         | \$ 78,198,427         | \$ 72,330,576           | \$ 69,987,153           | \$ 62,594,132           | \$ 344,039,290          |      |
| <u>814,359,516</u>    | <u>878,781,869</u>    | <u>831,403,217</u>    | <u>987,076,852</u>      | <u>946,432,330</u>      | <u>1,106,394,336</u>    | <u>1,454,255,996</u>    |      |
| <u>\$ 907,176,680</u> | <u>\$ 962,207,969</u> | <u>\$ 909,601,644</u> | <u>\$ 1,059,407,428</u> | <u>\$ 1,016,419,483</u> | <u>\$ 1,168,988,468</u> | <u>\$ 1,798,295,286</u> |      |
| <br>                  |                       |                       |                         |                         |                         |                         |      |
| 0.32%                 | 0.28%                 | 0.25%                 | 0.22%                   | 0.20%                   | 0.18%                   | 0.95%                   |      |
| <br>                  |                       |                       |                         |                         |                         |                         |      |
| 0.24%                 | 0.20%                 | 0.17%                 | 0.14%                   | 0.13%                   | 0.11%                   | 0.53%                   |      |
| 0.23%                 | 0.20%                 | 0.17%                 | 0.14%                   | 0.13%                   | 0.11%                   | 0.53%                   |      |
| 1.99%                 | 2.07%                 | 1.76%                 | 1.93%                   | 1.73%                   | 1.88%                   | 2.23%                   |      |
| 2.21%                 | 2.26%                 | 1.92%                 | 2.07%                   | 1.86%                   | 1.99%                   | 2.76%                   |      |
| <br>                  |                       |                       |                         |                         |                         |                         |      |
| \$ 266                | \$ 236                | \$ 218                | \$ 198                  | \$ 188                  | \$ 166                  | \$ 896                  |      |
| 256                   | 228                   | 211                   | 193                     | 185                     | 164                     | 896                     |      |
| 2,249                 | 2,401                 | 2,243                 | 2,631                   | 2,498                   | 2,901                   | 3,788                   |      |
| 2,505                 | 2,629                 | 2,454                 | 2,824                   | 2,683                   | 3,065                   | 4,684                   |      |

**Legal Debt Margin - General Obligation Bonded Indebtedness**

Last Ten Fiscal Years - Unaudited

|   | Fiscal Year       |                   |                   |                   |
|---|-------------------|-------------------|-------------------|-------------------|
|   | 2013              | 2014              | 2015              | 2016              |
| Real market value of property                                       | \$ 35,736,940,602 | \$ 36,172,462,575 | \$ 39,151,561,247 | \$ 41,012,353,816 |
| Debt limit (2% of real market value) <sup>a</sup>                   | \$ 714,738,812    | \$ 723,449,252    | \$ 783,031,225    | \$ 820,247,076    |
| Debt applicable to limit:   |                   |                   |                   |                   |
| GO Refunding Bonds, Series 2003A <sup>c</sup>                       | 5,585,000         | 2,870,000         | -                 | -                 |
| Total debt applicable to limit                                      | 5,585,000         | 2,870,000         | -                 | -                 |
| Legal debt margin <sup>b</sup>                                      | \$ 709,153,812    | \$ 720,579,252    | \$ 783,031,225    | \$ 820,247,076    |
| Total debt applicable to the limit<br>as a percentage of debt limit | 0.78%             | 0.40%             | 0.00%             | 0.00%             |

**Notes**

a. Oregon Revised Statutes 287A.100 provides a debt limit on general obligation bonds of 2% of the real market value of all taxable property within the County's boundaries.

b. The legal debt margin is the difference between the debt limit and the County's outstanding general obligation debt, and represents the County's legal general obligation borrowing authority.

c. The GO bond was paid off in June 2015 as scheduled; there is no balance outstanding as of June 30, 2015.

**Source**

Lane County Administration Operations Division - Financial Services

**Exhibit 11**

| Fiscal Year | 2017                     | 2018                     | 2019                     | 2020                     | 2021                     | 2022                     |
|-------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
|             | <u>\$ 42,542,906,425</u> | <u>\$ 47,310,338,510</u> | <u>\$ 51,263,666,086</u> | <u>\$ 54,759,767,694</u> | <u>\$ 58,797,304,055</u> | <u>\$ 65,132,119,521</u> |
|             | <u>\$ 850,858,129</u>    | <u>\$ 946,206,770</u>    | <u>\$ 1,025,273,322</u>  | <u>\$ 1,095,195,354</u>  | <u>\$ 1,175,946,081</u>  | <u>\$ 1,302,642,390</u>  |
|             | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 |
|             | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 |
|             | <u>\$ 850,858,129</u>    | <u>\$ 946,206,770</u>    | <u>\$ 1,025,273,322</u>  | <u>\$ 1,095,195,354</u>  | <u>\$ 1,175,946,081</u>  | <u>\$ 1,302,642,390</u>  |
|             | 0.00%                    | 0.00%                    | 0.00%                    | 0.00%                    | 0.00%                    | 0.00%                    |

**Legal Debt Margin - Limited Tax Bonded Indebtedness**

Last Ten Fiscal Years - Unaudited

**Limited Tax Bonds <sup>a</sup> (excluding Pension Bonds)**

|  | Fiscal Year       |                   |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|
|  | 2013              | 2014              | 2015              | 2016              |
| Real market value of property  | \$ 35,736,940,602 | \$ 36,172,462,575 | \$ 39,151,561,247 | \$ 41,012,353,816 |
| Debt limit (1% of real market value) <sup>c</sup>                                | \$ 357,369,406    | \$ 361,724,626    | \$ 391,515,612    | \$ 410,123,538    |
| Debt applicable to limit:  |                   |                   |                   |                   |
| Limited Tax Full Faith and Credit Bonds, Series 2000                             | -                 | -                 | -                 | -                 |
| Limited Tax Full Faith and Credit Bonds, Series 2002A                            | 740,000           | 680,000           | 615,000           | 545,000           |
| Limited Tax Full Faith and Credit Bonds, Series 2002B                            | -                 | -                 | -                 | -                 |
| Limited Tax Full Faith and Credit Bonds, Series 2003B                            | 2,005,000         | 1,745,000         | 1,465,000         | 1,305,000         |
| Limited Tax Full Faith and Credit Bonds, Series 2009A                            | 24,795,000        | 23,590,000        | 22,335,000        | 21,040,000        |
| Limited Tax Full Faith and Credit Bonds, Series 2011                             | 9,575,000         | 9,180,000         | 8,775,000         | 8,360,000         |
| Limited Tax Full Faith and Credit Bonds, Series 2011R                            | 4,425,000         | 3,985,000         | 3,530,000         | 3,065,000         |
| Limited Tax Full Faith and Credit Bonds, Series 2017                             | -                 | -                 | -                 | -                 |
| Limited Tax Full Faith and Credit Bonds, Series 2022R                            | -                 | -                 | -                 | -                 |
| Full Faith and Credit Bonds, Pension Obligation 2022                             | -                 | -                 | -                 | -                 |
|  | 41,540,000        | 39,180,000        | 36,720,000        | 34,315,000        |
| Less funds to be applied to the payment of principal thereof per ORS 287.053(1): |                   |                   |                   |                   |
| Lane Events Center Debt Service Fund   | (106,313)         | (99,961)          | (123,962)         | (123,962)         |
| Total net debt applicable to limit   | 41,433,687        | 39,080,039        | 36,596,038        | 34,191,038        |
| Legal debt margin <sup>d</sup>   | \$ 315,935,719    | \$ 322,644,587    | \$ 354,919,574    | \$ 375,932,500    |
| Total debt applicable to the limit as a percentage of debt limit                 | 11.59%            | 10.80%            | 9.35%             | 8.34%             |

**Limited Tax Pension Bonds <sup>b</sup>**

|  |                  |                  |                  |                  |
|--|------------------|------------------|------------------|------------------|
| Debt limit (5% of real market value) <sup>c</sup>                | \$ 1,786,847,030 | \$ 1,808,623,129 | \$ 1,957,578,062 | \$ 2,050,617,691 |
| Debt applicable to limit:  |                  |                  |                  |                  |
| Limited Tax Pension Bonds, Series 2002                           | 66,012,840       | 64,808,254       | 63,229,296       | 61,235,394       |
| Legal debt margin <sup>d</sup>                                   | \$ 1,720,834,190 | \$ 1,743,814,875 | \$ 1,894,348,766 | \$ 1,989,382,297 |
| Total debt applicable to the limit as a percentage of debt limit | 3.69%            | 3.58%            | 3.23%            | 2.99%            |

**Notes**

- Limited Tax Bonds are governed by ORS 287A.105
- Limited Tax Pension Bonds are governed by ORS 238.694
- Calculated using the real market value of all taxable property within the County's boundaries.
- The legal debt margin is the difference between the debt limit and the County's net outstanding limited tax or limited tax pension debt, and represents the County's legal limited tax borrowing authority.

**Source**

Lane County Administration Operations Division - Financial Services

Exhibit 12

| Fiscal Year              |                          |                          |                          |                          |                          |
|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| 2017                     | 2018                     | 2019                     | 2020                     | 2021                     | 2022                     |
| <u>\$ 42,542,906,425</u> | <u>\$ 47,310,338,510</u> | <u>\$ 51,263,666,086</u> | <u>\$ 54,759,767,694</u> | <u>\$ 58,797,304,055</u> | <u>\$ 65,132,119,521</u> |
| <u>\$ 425,429,064</u>    | <u>\$ 473,103,385</u>    | <u>\$ 512,636,661</u>    | <u>\$ 547,597,677</u>    | <u>\$ 587,973,041</u>    | <u>\$ 651,321,195</u>    |
| -                        | -                        | -                        | -                        | -                        | -                        |
| 470,000                  | 390,000                  | 305,000                  | 210,000                  | 110,000                  | -                        |
| -                        | -                        | -                        | -                        | -                        | -                        |
| 1,140,000                | 970,000                  | 790,000                  | 605,000                  | 415,000                  | 210,000                  |
| 4,935,000                | 3,520,000                | 2,035,000                | 465,000                  | -                        | -                        |
| 7,935,000                | 7,495,000                | 7,040,000                | 6,565,000                | 6,075,000                | -                        |
| 2,590,000                | 2,100,000                | 1,595,000                | 1,085,000                | 550,000                  | -                        |
| 8,870,000                | 8,870,000                | 8,870,000                | 8,870,000                | 8,130,000                | 7,360,000                |
| -                        | -                        | -                        | -                        | -                        | 6,915,000                |
| -                        | -                        | -                        | -                        | -                        | <u>286,638,289</u>       |
| <u>25,940,000</u>        | <u>23,345,000</u>        | <u>20,635,000</u>        | <u>17,800,000</u>        | <u>15,280,000</u>        | <u>301,123,289</u>       |
| <u>(114,432)</u>         | <u>(102,714)</u>         | <u>(101,536)</u>         | <u>(105,631)</u>         | <u>(103,781)</u>         | <u>-</u>                 |
| <u>25,825,568</u>        | <u>23,242,286</u>        | <u>20,533,464</u>        | <u>17,694,369</u>        | <u>15,176,219</u>        | <u>301,123,289</u>       |
| <u>\$ 399,603,496</u>    | <u>\$ 449,861,099</u>    | <u>\$ 492,103,197</u>    | <u>\$ 529,903,308</u>    | <u>\$ 572,796,822</u>    | <u>\$ 350,197,906</u>    |
| 6.07%                    | 4.91%                    | 4.01%                    | 3.23%                    | 2.58%                    | 46.23%                   |
| <u>\$ 2,127,145,321</u>  | <u>\$ 2,365,516,926</u>  | <u>\$ 2,563,183,304</u>  | <u>\$ 2,737,988,385</u>  | <u>\$ 2,939,865,203</u>  | <u>\$ 3,256,605,976</u>  |
| <u>58,783,047</u>        | <u>55,816,876</u>        | <u>52,293,058</u>        | <u>48,150,000</u>        | <u>43,350,000</u>        | <u>37,835,000</u>        |
| <u>\$ 2,068,362,274</u>  | <u>\$ 2,309,700,050</u>  | <u>\$ 2,510,890,246</u>  | <u>\$ 2,689,838,385</u>  | <u>\$ 2,896,515,203</u>  | <u>\$ 3,218,770,976</u>  |
| 2.76%                    | 2.36%                    | 2.04%                    | 1.76%                    | 1.47%                    | 1.16%                    |

**Demographic and Economic Statistics**

Last 10 Fiscal Years - Unaudited

**Exhibit 13**

| <u>Fiscal Year</u> | <u>Population<sup>c</sup></u> | <u>Personal Income<br/>(in thousands)<sup>a, d</sup></u> | <u>Per Capita<br/>Income<sup>b, d</sup></u> | <u>Unemployment Rate<sup>e</sup></u> |
|--------------------|-------------------------------|--|---|--------------------------------------|
| 2013               | 354,200                       | \$ 13,047,961  | \$ 36,630                                   | 8.6%                                 |
| 2014               | 356,125                       | 13,392,647   | 37,374                                      | 7.6%                                 |
| 2015               | 358,805                       | 14,468,971   | 39,871                                      | 7.1%                                 |
| 2016               | 362,150                       | 15,160,278   | 41,027                                      | 5.9%                                 |
| 2017               | 365,940                       | 16,275,162   | 43,430                                      | 5.1%                                 |
| 2018               | 370,600                       | 17,431,415   | 45,919                                      | 4.5%                                 |
| 2019               | 375,120                       | 18,087,217   | 47,340                                      | 4.5%                                 |
| 2020               | 378,880                       | 18,786,007   | 49,583                                      | 4.1%                                 |
| 2021               | 381,365                       | 18,909,221   | 49,583                                      | 7.9%                                 |
| 2022               | 382,647                       | 18,989,468   | 49,583                                      | 5.5%                                 |

**Notes**

a. The 2020 and 2021 personal income was not available and has been estimated by multiplying population by per capita income.

b. The 2021 and 2022 per capita income was not available and has been estimated to be the same as 2020.

**Source**

c. Population Research Center, Portland State University. Estimates are for July 1 of the fiscal year.

d. Bureau of Economic Analysis, U.S. Department of Commerce.

e. Bureau of Labor Statistics, U.S. Department of Labor. Rates presented are annualized for the calendar year.



Lane County, Oregon  
**Principal Employers**  
 Current Year and Nine Years Ago

| <b>2021</b>                        |                        |      |                                    |
|------------------------------------|------------------------|------|------------------------------------|
| Employer                           | Employees <sup>a</sup> | Rank | Percentage of<br>County Employment |
| PeaceHealth Corp                   | 5,347                  | 1    | 3.21%                              |
| University of Oregon               | 5,038                  | 2    | 3.03%                              |
| Eugene 4J School District          | 2,347                  | 3    | 1.41%                              |
| US Government                      | 1,935                  | 4    | 1.16%                              |
| City of Eugene                     | 1,733                  | 5    | 1.04%                              |
| Oregon State Government            | 1,726                  | 6    | 1.04%                              |
| Lane Community College             | 1,721                  | 7    | 1.03%                              |
| Lane County Government             | 1,552                  | 8    | 0.93%                              |
| Springfield School District        | 1,130                  | 9    | 0.68%                              |
| McKenzie-Willamette Medical Center | 1,060                  | 10   | 0.64%                              |
| Wal-Mart                           |                        |      |                                    |
|                                    | 23,589                 |      | 14.18%                             |

**Notes**

- a. Employee count is for the 1st Quarter of 2020 and percent of county employment is as of January 1. Data for fiscal year 2022 was unavailable for this report.
- b. Employee count and percent of county employment is as of January 1.

**Source**

Eugene Area Chamber of Commerce and State of Oregon Employment Department



## Exhibit 14

2012

| Employees <sup>b</sup> | Rank | Percentage of County<br>Employment |
|------------------------|------|------------------------------------|
| 4,212                  | 1    | 2.67%                              |
| 4,038                  | 2    | 2.56%                              |
| 2,794                  | 3    | 1.77%                              |
| 1,667                  | 6    | 1.06%                              |
| 1,310                  | 7    | 0.83%                              |
| 1,781                  | 5    | 1.13%                              |
| 1,118                  | 9    | 0.71%                              |
| 2,000                  | 4    | 1.27%                              |
| 1,300                  | 8    | 0.82%                              |
| 1,050                  | 10   | 0.67%                              |
| <u>21,270</u>          |      | <u>13.50%</u>                      |

**Authorized Number of Employees<sup>a</sup> by Function/Program**

Last Ten Fiscal Years - Unaudited

| Function/Program  | Fiscal Year     |                 |                 |                 |
|---|-----------------|-----------------|-----------------|-----------------|
|   | 2013            | 2014            | 2015            | 2016            |
| <b>General government:</b>                                    |                 |                 |                 |                 |
| Assessment and taxation                                       | 46.00           | 48.00           | 51.00           | 47.00           |
| Human resources <sup>g, h</sup>                               | 17.00           | -               | 17.00           | 19.00           |
| Technology services   | 67.50           | 67.75           | 68.75           | 68.75           |
| County administration <sup>g, h, j, m</sup>                   | 70.13           | 86.61           | 71.18           | 46.18           |
| Public works <sup>j, m</sup>                                  | 21.00           | 21.00           | 21.00           | 44.00           |
| County counsel <sup>c</sup>                                   | -               | 8.00            | 8.00            | 9.00            |
| District attorney <sup>c</sup>                                | 7.00            | -               | -               | -               |
| Office of Data & Analytics <sup>n</sup>                       | -               | -               | -               | -               |
| <b>Public safety:</b>   |                 |                 |                 |                 |
| Sheriff's Office <sup>e</sup>                                 | 278.01          | 271.80          | 275.30          | 281.75          |
| District attorney   | 66.00           | 68.00           | 68.00           | 67.00           |
| Youth services <sup>d</sup>                                   | 50.75           | -               | -               | -               |
| Health and human services <sup>d</sup>                        | 4.42            | 55.12           | 54.90           | 55.61           |
| County administration <sup>e</sup>                            | 2.25            | 50.75           | 52.85           | 53.50           |
| Public works  | 2.00            | 2.50            | 2.49            | 2.49            |
| Community Justice and Rehabilitation Services <sup>o</sup>    | -               | -               | -               | -               |
| <b>Public health and welfare:</b>                             |                 |                 |                 |                 |
| Health and human services <sup>f, i, k</sup>                  | 339.18          | 364.06          | 428.36          | 471.45          |
| Children and families <sup>f</sup>                            | 3.75            | -               | -               | -               |
| <b>Parks:</b>   |                 |                 |                 |                 |
| Public works  | 13.50           | 14.63           | 17.30           | 15.30           |
| <b>Roads and bridges:</b>                                     |                 |                 |                 |                 |
| Public works <sup>l</sup>                                     | 161.64          | 165.80          | 164.29          | 149.49          |
| <b>Community development:</b>                                 |                 |                 |                 |                 |
| County administration   | 3.00            | 2.75            | 2.00            | 2.50            |
| Health and human services <sup>i</sup>                        | -               | -               | 15.00           | 15.50           |
| Public works  | 21.09           | 22.00           | 24.00           | 28.00           |
| Workforce partnership <sup>i</sup>                            | 24.10           | 21.70           | 7.00            | -               |
| Lane Events Center  | 16.42           | 14.50           | 14.50           | 14.50           |
| Solid waste disposal  | 80.31           | 82.21           | 86.74           | 86.74           |
| Corrections commissary  | 0.50            | 0.20            | 0.20            | -               |
|   | <u>1,295.55</u> | <u>1,367.38</u> | <u>1,449.86</u> | <u>1,477.76</u> |
| Percent of County employees to County population <sup>b</sup> | 0.366%          | 0.384%          | 0.404%          | 0.408%          |

**Notes**

- Number of employees is provided per Full Time Equivalent (FTE) as of the final adopted budget.
- Number of employees as a percentage of county population was calculated using population data from Exhibit 13 - Demographic and Economic Statistics.
- County counsel moved from district attorney to become its own department in 2014.
- Youth services merged under health and human services in 2014.
- Parole and probation moved from the Sheriff's office to county administration in 2014.
- Children and families merged under health and human services in 2014.
- In 2014, human resources merged into county administration.
- In 2015, human resources returned to its former status as an independent department after merging with county administration in 2014.
- Workforce Partnership's direct service programs moved to health and human services in 2015 & in 2016 became a non-profit corporation.
- Custodial, maintenance and landscaping moved from county administration to public works in 2016.
- Brookside clinic opened in 2016 so staffing was increased in CHC and in behavioral health to meet the demand for service.
- In 2016, positions were eliminated in order to balance the road fund budget due to significant decline in federal resources.
- In 2020, the Facilities Division was moved from Public Works to County Administration.
- In 2022, the Office of Data & Analytics was created.
- In 2022, Youth Services Division of H&HS and Parole & Probation Division of CAO were combined into the new department Community Justice and Rehabilitation Services.

**Source**

Lane County Budget Office

**Exhibit 15**

| Fiscal Year     |                 |                 |                 |                 |                 |
|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| 2017            | 2018            | 2019            | 2020            | 2021            | 2022            |
| 48.00           | 48.00           | 49.00           | 50.00           | 50.00           | 50.00           |
| 18.00           | 17.00           | 18.50           | 22.50           | 23.50           | 27.50           |
| 69.75           | 69.75           | 66.25           | 69.25           | 69.25           | 76.50           |
| 47.05           | 48.25           | 49.25           | 84.00           | 86.25           | 98.75           |
| 44.00           | 45.00           | 45.00           | 22.00           | 22.00           | 21.50           |
| 10.00           | 11.00           | 11.00           | 11.00           | 11.00           | 12.00           |
| -               | -               | -               | -               | -               | -               |
| -               | -               | -               | -               | -               | 2.00            |
| 284.75          | 286.75          | 300.75          | 304.75          | 310.75          | 316.00          |
| 71.00           | 71.00           | 72.00           | 72.00           | 72.00           | 75.00           |
| -               | -               | -               | -               | -               | -               |
| 58.01           | 63.34           | 62.05           | 62.80           | 63.80           | 65.80           |
| 56.00           | 60.00           | 61.00           | 60.00           | 61.00           | 60.00           |
| 2.49            | 2.98            | 3.00            | 6.50            | 8.00            | 9.00            |
| -               | -               | -               | -               | -               | 3.00            |
| 500.39          | 540.89          | 581.63          | 623.38          | 676.98          | 784.60          |
| -               | -               | -               | -               | -               | -               |
| 15.30           | 15.80           | 16.80           | 18.80           | 18.80           | 18.80           |
| 139.99          | 152.99          | 167.49          | 167.00          | 165.50          | 171.00          |
| 2.50            | 3.00            | 3.00            | 2.00            | 3.00            | 3.00            |
| 18.50           | 17.57           | 16.06           | 21.00           | 22.00           | 20.50           |
| 29.00           | 33.50           | 35.50           | 36.50           | 47.00           | 47.00           |
| -               | -               | -               | -               | -               | -               |
| 14.50           | 14.50           | 14.50           | 14.50           | 14.50           | 14.50           |
| 84.38           | 87.87           | 88.33           | 88.10           | 88.10           | 89.60           |
| -               | -               | -               | -               | -               | -               |
| <u>1,513.61</u> | <u>1,589.19</u> | <u>1,661.11</u> | <u>1,736.08</u> | <u>1,813.43</u> | <u>1,966.05</u> |
| 0.414%          | 0.429%          | 0.443%          | 0.458%          | 0.476%          | 0.514%          |

**Operating Indicators by Function/Program**

Last Ten Fiscal Years - Unaudited

|  | Fiscal Year  |              |              |              |
|--|--------------|--------------|--------------|--------------|
|  | 2013         | 2014         | 2015         | 2016         |
| <b>Function/Program</b>                              |              |              |              |              |
| <u>Public safety</u>                                 |              |              |              |              |
| Sheriff's office:                                    |              |              |              |              |
| Response to calls for service <sup>b</sup>           | 56,292       | 63,878       | 60,934       | 61,661       |
| Jail Book Ins  | 13,662       | 11,179       | 11,666       | 12,677       |
| Discretionary general fund contribution (in dollars) | \$22,314,984 | \$22,848,837 | \$24,228,469 | \$26,212,980 |
| District attorney:                                   |              |              |              |              |
| Criminal cases processed                             | 6,351        | 5,300        | 6,075        | 7,452        |
| Juvenile delinquency cases referred <sup>a</sup>     | 2,505        | 1,800        | 1,403        | 1,296        |
| Victim services volunteer hours                      | 7,854        | 5,765        | 5,945        | 5,860        |
| Youth services:                                      |              |              |              |              |
| Juvenile referrals                                   | 2,042        | 1,605        | 1,403        | 1,422        |
| Justice courts:                                      |              |              |              |              |
| Citations processed                                  | 1,252        | 1,290        | 1,900        | 1,044        |
| <u>Public health and welfare</u>                     |              |              |              |              |
| Children and families:                               |              |              |              |              |
| First-Birth families screened <sup>c</sup>           | 1,213        | 898          |              |              |
| All Families screened <sup>c</sup>                   |              |              | 822          | 800          |
| Health and human services:                           |              |              |              |              |
| Community Health Centers:                            |              |              |              |              |
| Medical, dental, and mental health encounters        | 59,108       | 59,733       | 64,820       | 73,412       |
| <u>Roads and bridges</u>                             |              |              |              |              |
| Miles of road receiving surface maintenance          | 108          | 94           | 96           | 57           |
| Building permits issued                              | 1,522        | 1,563        | 1,811        | 1,976        |
| <u>Lane events center</u>                            |              |              |              |              |
| County fair attendance                               | 100,654      | 99,142       | 109,562      | 111,536      |
| <u>Solid waste disposal</u>                          |              |              |              |              |
| Tons of waste added to landfill                      | 218,938      | 218,488      | 226,080      | 237,623      |

**Notes**

- Includes all delinquencies handled by the system. The juvenile intake team handles a large amount of work normally processed by a DA as only one prosecutor is assigned to juvenile.
- Represents the number of responses to priority calls 1-6.
- In July 2015, Oregon Revised Statute (ORS 417.795) allowed screening for all families, not just for the first birth families. First births screened are included in all families screened starting in FY 2015.
- On March 12, 2020, Governor Brown issued Executive Order #20-05 prohibiting large gatherings due to the Coronavirus outbreak. As a result the Lane County Fair was canceled.
- Significant drop in victim services volunteer hours due to COVID.

**Source**

Lane County Departments

**Exhibit 16**

| Fiscal Year  |              |              |              |                  |            |
|--------------|--------------|--------------|--------------|------------------|------------|
| 2017         | 2018         | 2019         | 2020         | 2021             | 2022       |
| 56,221       | 56,620       | 59,948       | 57,723       | 61,698           | 61,801     |
| 13,576       | 13,045       | 12,644       | 11,960       | 10,182           | 8,076      |
| \$25,052,556 | \$24,786,539 | \$24,584,769 | 25,527,589   | 25,597,989       | 26,334,675 |
| 7,649        | 6,958        | 6,631        | 6,086        | 6,075            | 5,454      |
| 1,255        | 1,615        | 1,416        | 979          | 476              | 679        |
| 5,180        | 6,278        | 5,502        | 2,818        | 534 <sup>e</sup> | 1,740      |
| 1,386        | 1,615        | 1,416        | 979          | 476              | 679        |
| 1,172        | 1,356        | 1,243        | 1,028        | 1,154            | 990        |
| 1,116        | 1,050        | 1,079        | 471          | 283              | 304        |
| 80,241       | 87,795       | 84,396       | 75,413       | 74,096           | 74,956     |
| 79           | 86           | 99           | 90           | 106              | 71         |
| 2,079        | 2,590        | 2,133        | 2,240        | 2,322            | 2,415      |
| 113,825      | 108,698      | 112,700      | <sup>d</sup> | 130,847          | 112,515    |
| 261,546      | 287,956      | 310,543      | 289,979      | 325,239          | 304,420    |

**Capital Asset Statistics by Function/Program**

Last Ten Fiscal Years - Unaudited

|   | Fiscal Year |       |       |       |
|---|-------------|-------|-------|-------|
|   | 2013        | 2014  | 2015  | 2016  |
| <b>Function/Program</b>                   |             |       |       |       |
| <u>Public safety</u>                      |             |       |       |       |
| Sheriff's office:                         |             |       |       |       |
| Corrections:                              |             |       |       |       |
| Capacity (beds) <sup>a</sup>              |             |       |       |       |
| County jail                               | 507         | 507   | 507   | 507   |
| Community corrections center <sup>c</sup> | 33          | 36    | 39    | 39    |
| Youth services:                           |             |       |       |       |
| Youth detention/secure treatment beds     | 96          | 96    | 96    | 96    |
| Youth treatment beds <sup>b</sup>         | 0           | 0     | 0     | 0     |
| <u>Parks</u>                              |             |       |       |       |
| Recreation:                               |             |       |       |       |
| Acreage                                   | 4,479       | 4,318 | 4,327 | 4,430 |
| Recreational sites                        | 71          | 70    | 68    | 71    |
| <u>Roads and bridges</u>                  |             |       |       |       |
| Miles of Roads                            | 1,443       | 1,443 | 1,443 | 1,443 |
| Number of Bridges                         | 420         | 417   | 417   | 417   |
| <u>Solid waste disposal</u>               |             |       |       |       |
| Municipal solid waste landfill            | 1           | 1     | 1     | 1     |
| Public disposal sites                     | 16          | 16    | 16    | 16    |

**Notes**

- a. Use of county jail beds is limited by the Federal Consent Decree Limitation to 93% capacity and further limited by the closure of beds due to lack of adequate/safe staffing levels.
- b. The Phoenix Program moved into its own building and has treatment beds available as of FY 2018.
- c. Community Corrections Center closed in 2022.

**Source**

Lane County Departments

**Exhibit 17**

| Fiscal Year |       |       |       |       |       |
|-------------|-------|-------|-------|-------|-------|
| 2017        | 2018  | 2019  | 2020  | 2021  | 2022  |
| 507         | 507   | 507   | 507   | 507   | 411   |
| 39          | 39    | 39    | 39    | 39    | 0     |
| 96          | 96    | 96    | 96    | 96    | 96    |
| 0           | 17    | 17    | 17    | 17    | 17    |
| 4,430       | 4,364 | 4,364 | 4,364 | 4,364 | 4,364 |
| 71          | 68    | 68    | 68    | 68    | 68    |
| 1,436       | 1,435 | 1,472 | 1,472 | 1,472 | 1,471 |
| 415         | 414   | 429   | 429   | 429   | 430   |
| 1           | 1     | 1     | 1     | 1     | 1     |
| 15          | 15    | 15    | 15    | 15    | 15    |





AUDIT COMMENTS AND GOVERNMENT  
AUDITING STANDARDS SECTION

## AUDIT COMMENTS

## **AUDIT COMMENTS**

(Comments and Disclosure Required by State Regulators)

Oregon Administrative Rules 162-010-0000 through 162-010-0330, of the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments and disclosures required in audit reports. The required financial statements and schedules are set forth in preceding sections of this report. Required comments and disclosures related to the audit of such statements are set forth following.

## Report of Independent Auditors Required by Oregon State Regulations

The Board of County Commissioners  
Lane 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 aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Lane County, Oregon (the County) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated April 28, 2023.

### 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. However, as described in Note II.B, Budgetary Information, the results of testing indicated an instance of non-compliance related to excess expenditures over appropriations.

### **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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be a material weakness.

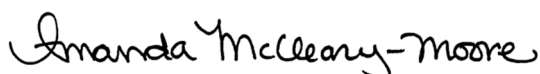
### **The County's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the County's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

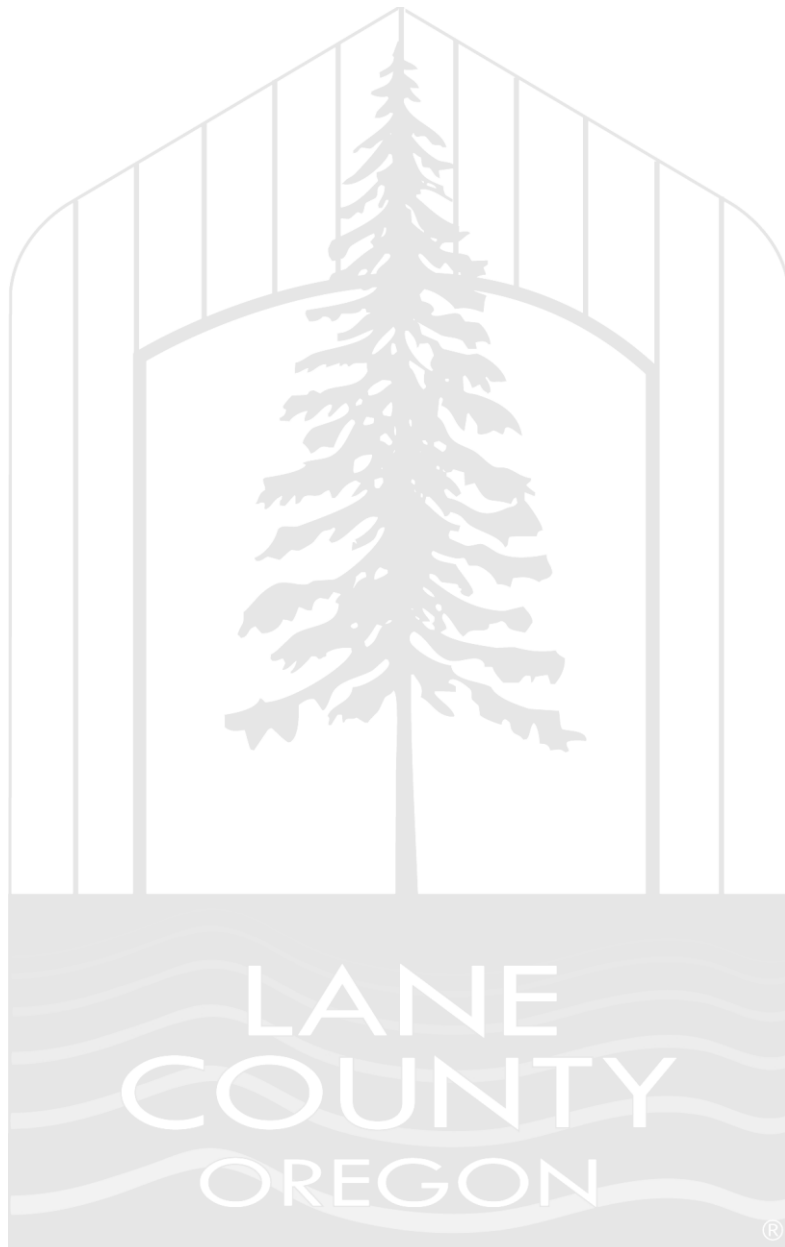
### **Purpose of this Report**

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

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



Amanda McCleary-Moore, Partner for  
Moss Adams LLP  
Medford, Oregon,  
April 28, 2023



**GOVERNMENT AUDITING STANDARDS**

## **Government Auditing Standards Report**



## **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***

The Board of County Commissioners  
Lane County, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Lane County, Oregon (the "County") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated April 28, 2023.

### **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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be a material weakness.



### **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*.

### **The County's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the County's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **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.

*Moss Adams LLP*

Medford, Oregon  
April 28, 2023

**The Uniform Guidance  
(Single Audit) Report**

# **Report of Independent Auditors on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance**

The Board of County Commissioners  
Lane County, Oregon

## **Report on Compliance for Each Major Federal Program**

### ***Opinion on Each Major Federal Program***

We have audited Lane County, Oregon's (the County) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2022. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the County's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control Over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

Medford, Oregon  
April 28, 2023

Lane County, Oregon  
**Schedule of Expenditures of Federal Awards**  
 For Fiscal Year ended June 30, 2022

| Grantor and Program Title  | Federal Assistance Listing Number | Identifying Pass Through Entity Number | Federal Expenditures | Amounts Provided to Subrecipients |
|--|-----------------------------------|--|----------------------|-----------------------------------|
| <b>Programs in a Cluster</b>   |                                   |  |                      |                                   |
| <b><u>SNAP Cluster</u></b>   |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF AGRICULTURE</b>  |                                   |  |                      |                                   |
| Passed through Oregon Department of Human Services:                                    |                                   |  |                      |                                   |
| State Administrative Matching Grants for the Supplemental Nutrition Assistance Program | 10.561                            | 55677                                  | \$ 209,437           | \$ -                              |
| <b>Total SNAP Cluster</b>  |                                   |  | <b>209,437</b>       | <b>-</b>                          |
| <b><u>Child Nutrition Cluster</u></b>  |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF AGRICULTURE</b>  |                                   |  |                      |                                   |
| Passed through Oregon Department of Education:   |                                   |  |                      |                                   |
| School Breakfast Program   | 10.553                            | 2019003                                | 11,354               | -                                 |
| National School Lunch Program  | 10.555                            | 2019003                                | 21,588               | -                                 |
| National School Lunch Program - Commodities  | 10.555                            | 201818N109947                          | 2,342                | -                                 |
| Sub-total National School Lunch Program 10.555   |                                   |  | 23,930               | -                                 |
| <b>Total Child Nutrition Cluster</b>   |                                   |  | <b>35,284</b>        | <b>-</b>                          |
| <b><u>Forest Service Schools and Roads Cluster</u></b>                                 |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF AGRICULTURE</b>  |                                   |  |                      |                                   |
| Direct Programs:   |                                   |  |                      |                                   |
| Schools and Roads - Grants to States   | 10.665                            |  | 31,532               | -                                 |
| <b>Total Forest Service Schools and Roads Cluster</b>                                  |                                   |  | <b>31,532</b>        | <b>-</b>                          |
| <b><u>CDBG - Entitlement Grants Cluster</u></b>  |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>                                  |                                   |  |                      |                                   |
| Passed through City of Eugene:   |                                   |  |                      |                                   |
| COVID-19 Community Development Block Grants/Entitlement Grants                         | 14.218                            | 34CDBG-CV EUG                          | 756,797              | 756,797                           |
| Passed through City of Springfield:  |                                   |  |                      |                                   |
| COVID-19 Community Development Block Grants/Entitlement Grants                         | 14.218                            | 34CDBG-CV SPD                          | 90,768               | 90,768                            |
| <b>Total CDBG - Entitlement Grants Cluster</b>   |                                   |  | <b>847,565</b>       | <b>847,565</b>                    |
| <b><u>WIOA Cluster</u></b>   |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF LABOR</b>  |                                   |  |                      |                                   |
| Passed through Lane Workforce Partnership:   |                                   |  |                      |                                   |
| WIOA Adult Program   | 17.258                            | 31103                                  | 166,436              | -                                 |
| WIOA Youth Activities  | 17.259                            | 31135                                  | 42,643               | 12,476                            |
| WIOA Dislocated Worker Formula Grants  | 17.278                            | 31103                                  | 1,234,543            | -                                 |
| <b>Total WIOA Cluster</b>  |                                   |  | <b>1,443,622</b>     | <b>12,476</b>                     |
| <b><u>Highway Planning and Construction Cluster</u></b>                                |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF TRANSPORTATION</b>   |                                   |  |                      |                                   |
| Passed through Oregon Department of Transportation:                                    |                                   |  |                      |                                   |
| Highway Planning and Construction  | 20.205                            | 32739                                  | 16,090               | -                                 |
| Highway Planning and Construction  | 20.205                            | 32771                                  | 19,687               | -                                 |
| Highway Planning and Construction  | 20.205                            | 33252                                  | 197,043              | -                                 |
| Highway Planning and Construction  | 20.205                            | 33652                                  | 89,407               | -                                 |
| Highway Planning and Construction  | 20.205                            | 33795                                  | 161,423              | -                                 |
| Highway Planning and Construction  | 20.205                            | 34153                                  | 3,140                | -                                 |
| Highway Planning and Construction  | 20.205                            | 34295                                  | 30,645               | -                                 |
| Highway Planning and Construction  | 20.205                            | 34812                                  | 55,202               | -                                 |
| Highway Planning and Construction  | 20.205                            | 35144                                  | 26,540               | -                                 |
| Highway Planning and Construction  | 20.205                            | HU-20-10-33                            | 28,264               | -                                 |
| Highway Planning and Construction  | 20.205                            | 34927                                  | 1,754                | -                                 |
| Passed through Lane Council of Governments:  |                                   |  |                      |                                   |
| Highway Planning and Construction  | 20.205                            | 2200008                                | 10,033               | -                                 |
| Highway Planning and Construction  | 20.205                            | 22-TransOps                            | 40,000               | -                                 |
| <b>Total Highway Planning and Construction Cluster</b>                                 |                                   |  | <b>679,228</b>       | <b>-</b>                          |
| <b><u>Highway Safety Cluster</u></b>   |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF TRANSPORTATION</b>   |                                   |  |                      |                                   |
| Passed through Oregon Department of Transportation:                                    |                                   |  |                      |                                   |
| State and Community Highway Safety   | 20.600                            | DE-21-24-12                            | 4,984                | -                                 |
| State and Community Highway Safety   | 20.600                            | SE-21-35-05-999                        | 1,820                | -                                 |
| National Priority Safety Programs  | 20.616                            | M1HVE-21-46-03 888                     | 6,974                | -                                 |
| National Priority Safety Programs  | 20.616                            | M1HVE-22-46-03 HHH                     | 5,665                | -                                 |
| National Priority Safety Programs  | 20.616                            | M6X-21-12-07                           | 8,996                | -                                 |
| Passed through Oregon Impact:  |                                   |  |                      |                                   |
| State and Community Highway Safety   | 20.600                            | N/A                                    | 3,859                | -                                 |
| Sub-total State and Community Highway Safety 20.600                                    |                                   |  | 10,663               | -                                 |
| National Priority Safety Programs  | 20.616                            | N/A                                    | 5,338                | -                                 |
| Sub-total National Priority Safety Programs 20.616                                     |                                   |  | 26,973               | -                                 |
| <b>Total Highway Safety Cluster</b>  |                                   |  | <b>37,636</b>        | <b>-</b>                          |

See notes to schedule of expenditures of federal awards

Lane County, Oregon  
**Schedule of Expenditures of Federal Awards**  
 For Fiscal Year ended June 30, 2022

| Grantor and Program Title   | Federal Assistance Listing Number | Identifying Pass Through Entity Number | Federal Expenditures | Amounts Provided to Subrecipients |
|---|-----------------------------------|--|----------------------|-----------------------------------|
| <b><u>Drinking Water State Revolving Fund Cluster</u></b>   |                                   |  |                      |                                   |
| <b>US ENVIRONMENTAL PROTECTION AGENCY</b>   |                                   |  |                      |                                   |
| Passed through Oregon Health Authority:   |                                   |  |                      |                                   |
| Capitalization Grants for Drinking Water State Revolving Funds  | 66.468                            | PE # 50                                | 43,983               | -                                 |
| <b>Total Drinking Water State Revolving Fund Cluster</b>  |                                   |  | <b>43,983</b>        | <b>-</b>                          |
| <b><u>Health Center Program Cluster</u></b>   |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>   |                                   |  |                      |                                   |
| Direct Programs:  |                                   |  |                      |                                   |
| Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care) | 93.224                            |  | 3,098,913            | -                                 |
| <b>Total Health Center Program Cluster</b>  |                                   |  | <b>3,098,913</b>     | <b>-</b>                          |
| <b><u>Medicaid Cluster</u></b>  |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>   |                                   |  |                      |                                   |
| Passed through Oregon Department of Education:  |                                   |  |                      |                                   |
| Medical Assistance Program  | 93.778                            |  | 27,762               | -                                 |
| Passed through Oregon Health Authority:   |                                   |  |                      |                                   |
| Medical Assistance Program  | 93.778                            | PE # 42 - 03                           | 6,344                | -                                 |
| Medical Assistance Program  | 93.778                            | PE # 43 - 06                           | 11,902               | -                                 |
| <b>Total Medicaid Cluster</b>   |                                   |  | <b>46,008</b>        | <b>-</b>                          |
| <b>Total Programs in a Cluster</b>  |                                   |  | <b>6,473,208</b>     | <b>860,041</b>                    |
| <b><u>Programs Not in a Cluster</u></b>   |                                   |  |                      |                                   |
| <b>US DEPARTMENT OF AGRICULTURE</b>   |                                   |  |                      |                                   |
| Direct Programs:  |                                   |  |                      |                                   |
| Farm to School Grant Program  | 10.575                            |  | 9,499                | -                                 |
| Passed through Oregon Health Authority:   |                                   |  |                      |                                   |
| WIC Special Supplemental Nutrition Program for Women, Infants, and Children   | 10.557                            | PE # 40-01, 40-02, 40-05               | 1,425,506            | -                                 |
| <b>Total US Department of Agriculture - no cluster</b>  |                                   |  | <b>1,435,005</b>     | <b>-</b>                          |
| <b>US DEPARTMENT OF DEFENSE</b>   |                                   |  |                      |                                   |
| Direct Programs:  |                                   |  |                      |                                   |
| Youth Conservation Services   | 12.010                            |  | 22,773               | -                                 |
| Passed through Oregon Department of Administrative Services:  |                                   |  |                      |                                   |
| Flood Control Projects  | 12.106                            | 233155                                 | 1,750                | -                                 |
| <b>Total US Department of Defense - no cluster</b>  |                                   |  | <b>24,523</b>        | <b>-</b>                          |
| <b>US DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>   |                                   |  |                      |                                   |
| Direct Programs:  |                                   |  |                      |                                   |
| Continuum of Care Program   | 14.267                            | OR0240L0E002003                        | 1,985,606            | 1,595,623                         |
| Passed through Oregon Housing and Community Services:   |                                   |  |                      |                                   |
| COVID-19 Emergency Solutions Grant Program  | 14.231                            | 5088                                   | 5,929,233            | 5,849,416                         |
| Home Investment Partnerships Program  | 14.239                            | 5088                                   | 76,400               | -                                 |
| <b>Total US Department of Housing and Urban Development - no cluster</b>  |                                   |  | <b>7,991,239</b>     | <b>7,445,039</b>                  |
| <b>US DEPARTMENT OF THE INTERIOR</b>  |                                   |  |                      |                                   |
| Direct Programs:  |                                   |  |                      |                                   |
| BLM Fuels Management and Community Fire Assistance Program Activities   | 15.228                            |  | 90,566               | -                                 |
| Secure Rural Schools and Community Self-Determination   | 15.234                            |  | 25,482               | -                                 |
| <b>Total US Department of the Interior - no cluster</b>   |                                   |  | <b>116,048</b>       | <b>-</b>                          |
| <b>US DEPARTMENT OF JUSTICE</b>   |                                   |  |                      |                                   |
| Direct Programs:  |                                   |  |                      |                                   |
| Drug Court Discretionary Grant Program  | 16.585                            |  | 121,520              | -                                 |
| Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program  | 16.590                            |  | 140,309              | -                                 |
| Public Safety Partnership and Community Policing Grants   | 16.710                            |  | 5,183                | -                                 |
| Comprehensive Opioid, Stimulant, and Substance Abuse Program  | 16.838                            |  | 115,963              | -                                 |
| Passed through Oregon Department of Justice:  |                                   |  |                      |                                   |
| Crime Victim Assistance   | 16.575                            | VOCA/CFA-2019-LaneCo.DAVAP-00043       | 74,791               | -                                 |
| Crime Victim Assistance   | 16.575                            | VOCA/CFA-2021-LaneCo.DAVAP-00043       | 663,890              | -                                 |
| Sub-total Crime Victim Assistance 16.575  |                                   |  | 738,681              | -                                 |
| Violence Against Women Formula Grants   | 16.588                            | VAWA-C-2020-LaneCo.DAVAP-00003         | 133,463              | -                                 |
| Edward Byrne Memorial Justice Assistance Grant Program  | 16.738                            | 15PBJA-21-GG-01758-JAGX                | 26,852               | -                                 |
| Edward Byrne Memorial Justice Assistance Grant Program  | 16.738                            | 2018-DJ-BX-0717                        | 62,875               | 24,624                            |
| Edward Byrne Memorial Justice Assistance Grant Program  | 16.738                            | 2019-DJ-BX-0797                        | 67,252               | 63,851                            |
| Edward Byrne Memorial Justice Assistance Grant Program  | 16.738                            | 2020-DJ-BX-0212                        | 65,088               | 49,479                            |



**Schedule of Expenditures of Federal Awards**

For Fiscal Year ended June 30, 2022

| Grantor and Program Title  | Federal Assistance Listing Number | Identifying Pass Through Entity Number | Federal Expenditures | Amounts Provided to Subrecipients |
|--|-----------------------------------|--|----------------------|-----------------------------------|
| <b>Passed through Oregon Criminal Justice Commission:</b>  |                                   |  |                      |                                   |
| COVID 19 - Coronavirus Emergency Supplemental Funding Program  | 16.034                            | CESF-20-10                             | 79,601               | -                                 |
| Edward Byrne Memorial Justice Assistance Grant Program   | 16.738                            | SC-23-022                              | 196,251              | -                                 |
| Edward Byrne Memorial Justice Assistance Grant Program   | 16.738                            | SC-23-023                              | 100,649              | -                                 |
| Edward Byrne Memorial Justice Assistance Grant Program   | 16.738                            | SC-23-024                              | 84,932               | -                                 |
| Sub-total Edward Byrne Memorial Justice Assistance Grant Program 16.738                                    |                                   |  | 603,899              | 137,954                           |
| <b>Total US Department of Justice - no cluster</b>   |                                   |  | 1,938,619            | 137,954                           |
| <b>US DEPARTMENT OF TRANSPORTATION</b>   |                                   |  |                      |                                   |
| <b>Passed through Oregon Impact:</b>   |                                   |  |                      |                                   |
| Minimum Penalties for Repeat Offenders for Driving While Intoxicated                                       | 20.608                            | N/A                                    | 450                  | -                                 |
| <b>Total US DEPARTMENT OF TRANSPORTATION - no cluster</b>  |                                   |  | 450                  | -                                 |
| <b>US DEPARTMENT OF TREASURY</b>   |                                   |  |                      |                                   |
| <b>Direct Programs:</b>  |                                   |  |                      |                                   |
| COVID-19 - Coronavirus Relief Fund   | 21.019                            |  | 431,685              | -                                 |
| COVID-19 - Coronavirus State and Local Fiscal Recovery Funds   | 21.027                            | ARPA084                                | 14,433,333           | 572,000                           |
| COVID-19 - Emergency Rental Assistance Program   | 21.023                            | 5088                                   | 28,908,761           | 25,952,665                        |
| <b>Passed through Oregon Department of Administrative Services:</b>  |                                   |  |                      |                                   |
| COVID-19 - Coronavirus State and Local Fiscal Recovery Funds   | 21.027                            | 8130                                   | 7,180,944            | 6,358,104                         |
| Sub-total Coronavirus State and Local Fiscal Recovery Funds 21.027   |                                   |  | 21,614,277           | 6,930,104                         |
| <b>Passed through Oregon Housing and Community Services:</b>   |                                   |  |                      |                                   |
| COVID-19 - Coronavirus Relief Fund   | 21.019                            | 5088                                   | 226                  | -                                 |
| Sub-total Coronavirus Relief Fund 21.019   |                                   |  | 431,911              | -                                 |
| <b>Total US DEPARTMENT OF TREASURY - no cluster</b>  |                                   |  | 50,954,949           | 32,882,769                        |
| <b>US GENERAL SERVICES ADMINISTRATION</b>  |                                   |  |                      |                                   |
| <b>Passed through Oregon Department of Administrative Services:</b>  |                                   |  |                      |                                   |
| Disposal of Federal Surplus Real Property  | 39.002                            | ORS 272.085                            | 14,179               | -                                 |
| <b>Total US General Services Administration - no cluster</b>   |                                   |  | 14,179               | -                                 |
| <b>US ENVIRONMENTAL PROTECTION AGENCY</b>  |                                   |  |                      |                                   |
| <b>Passed through Oregon Health Authority:</b>   |                                   |  |                      |                                   |
| State Public Water System Supervision  | 66.432                            | PE # 50                                | 36,654               | -                                 |
| <b>Total US Environmental Protection Agency - no cluster</b>   |                                   |  | 36,654               | -                                 |
| <b>US DEPARTMENT OF ENERGY</b>   |                                   |  |                      |                                   |
| <b>Passed through Oregon Housing and Community Services:</b>   |                                   |  |                      |                                   |
| Weatherization Assistance for Low-Income Persons   | 81.042                            | 5088                                   | 816,325              | 559,269                           |
| <b>Total US Department of Energy - no cluster</b>  |                                   |  | 816,325              | 559,269                           |
| <b>US DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>  |                                   |  |                      |                                   |
| <b>Direct Programs:</b>  |                                   |  |                      |                                   |
| Substance Abuse and Mental Health Services Projects of Regional and National Significance                  | 93.243                            |  | 359,029              | -                                 |
| Community Health Workers for Public Health Response and Resilient  | 93.495                            |  | 476,267              | -                                 |
| <b>Passed through Oregon Health Authority:</b>   |                                   |  |                      |                                   |
| Public Health Emergency Preparedness   | 93.069                            | PE # 12                                | 190,600              | -                                 |
| Injury Prevention and Control Research and State and Community Based Programs                              | 93.136                            | PE # 62                                | 43,320               | -                                 |
| Family Planning Services   | 93.217                            | PE # 46-05                             | 24,332               | -                                 |
| Substance Abuse and Mental Health Services Projects of Regional and National Significance                  | 93.243                            | PE # 60                                | 103,939              | -                                 |
| Sub-total Substance Abuse and Mental Health Services Projects of Regional and National Significance 93.243 |                                   |  | 462,968              | -                                 |
| Temporary Assistance for Needy Families  | 93.558                            | A&D 61,62,66,67                        | 248,948              | 248,948                           |
| Immunization Cooperative Agreements  | 93.268                            | PE # 01-10                             | 1,827,083            | -                                 |
| Immunization Cooperative Agreements  | 93.268                            | PE # 43 - 01                           | 39,642               | -                                 |
| Immunization Cooperative Agreements  | 93.268                            | PE # 43 - 06                           | 62,143               | -                                 |
| Immunization Cooperative Agreements - Noncash Assistance   | 93.268                            | PE # 43                                | 616,595              | -                                 |
| Sub-total Immunization Cooperative Agreements 93.268   |                                   |  | 2,545,463            | -                                 |
| Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)   | 93.323                            | PE # 01 - 07                           | 1,635,098            | -                                 |
| Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)   | 93.323                            | PE # 01 - 09                           | 731,215              | -                                 |
| Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)   | 93.323                            | PE # 17                                | 1,142                | -                                 |
| Sub-total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) 93.323                        |                                   |  | 2,367,455            | -                                 |

**Schedule of Expenditures of Federal Awards**

For Fiscal Year ended June 30, 2022

| Grantor and Program Title   | Federal Assistance Listing Number | Identifying Pass Through Entity Number | Federal Expenditures | Amounts Provided to Subrecipients |
|---|-----------------------------------|--|----------------------|-----------------------------------|
| Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response | 93.354                            | PE # 12 - 02                           | 877                  | -                                 |
| MaryLee Allen Promoting Safe and Stable Families Program  | 93.556                            | 56804                                  | 309,741              | 274,488                           |
| Opioid STR  | 93.788                            | PE # 62                                | 122,535              | -                                 |
| Maternal, Infant and Early Childhood Home Visiting Grant  | 93.870                            | X10MC33604                             | 897,005              | 258,426                           |
| Maternal, Infant and Early Childhood Home Visiting Grant  | 93.870                            | 55825                                  | 294,038              | 74,507                            |
| Sub-total Maternal, Infant and Early Childhood Home Visiting Grant 93.870                                     |                                   |  | 1,191,043            | 332,933                           |
| HIV Prevention Activities Health Department Based   | 93.940                            | PE # 07                                | 75,270               | 66,529                            |
| Block Grants for Community Mental Health Services   | 93.958                            | MH 20                                  | 3,025,722            | 903,629                           |
| Block Grants for Prevention and Treatment of Substance Abuse  | 93.959                            | A&D 61,62,66,67                        | 1,525,634            | 1,525,634                         |
| Block Grants for Prevention and Treatment of Substance Abuse  | 93.959                            | PE # 36                                | 125,485              | -                                 |
| Sub- total Block Grants for Prevention and Treatment of Substance Abuse 93.959                                |                                   |  | 1,651,119            | 1,525,634                         |
| Maternal and Child Health Services Block Grant to the States  | 93.994                            | PE # 42 - 11                           | 135,853              | -                                 |
| Maternal and Child Health Services Block Grant to the States  | 93.994                            | PE # 42 - 12                           | 12,045               | -                                 |
| Maternal and Child Health Services Block Grant to the States  | 93.994                            | B04MC31511                             | 185,704              | -                                 |
| Sub- total Maternal and Child Health Services Block Grant to the States 93.994                                |                                   |  | 333,602              | -                                 |
| Passed through Oregon Department of Justice:  |                                   |  |                      |                                   |
| Child Support Enforcement   | 93.563                            | 15430                                  | 1,467,670            | -                                 |
| Passed through Oregon Housing and Community Services:   |                                   |  |                      |                                   |
| Low Income Household Water Assistance Program   | 93.499                            | 5088                                   | 41,556               | -                                 |
| Low-Income Home Energy Assistance   | 93.568                            | 5088                                   | 6,320,017            | 1,478,276                         |
| Community Services Block Grant  | 93.569                            | 5088                                   | 1,116,972            | -                                 |
| Temporary Assistance for Needy Families   | 93.558                            | 5088                                   | 235,494              | 222,454                           |
| Sub-total Temporary Assistance for Needy Families 93.558  |                                   |  | 484,442              | 471,402                           |
| Passed through Oregon Department of Human Services:   |                                   |  |                      |                                   |
| Foster Care Title IV-E  | 93.658                            | 145755                                 | 28,403               | -                                 |
| <b>Total US Department of Health and Human Services - no cluster</b>  |                                   |  | <b>22,279,374</b>    | <b>5,052,891</b>                  |
| <b>US DEPARTMENT OF HOMELAND SECURITY</b>   |                                   |  |                      |                                   |
| Passed through Oregon State Marine Board:   |                                   |  |                      |                                   |
| Boating Safety Financial Assistance   | 97.012                            | 250-2123LANE-000                       | 564,579              | -                                 |
| Passed through Oregon Military Department:  |                                   |  |                      |                                   |
| Hazard Mitigation Grant   | 97.039                            | HMGP-DS-4432-16-P-OR                   | 35,051               | -                                 |
| Emergency Management Performance Grants   | 97.042                            | 20-520                                 | 101,780              | -                                 |
| Homeland Security Grant Program   | 97.067                            | 20-228                                 | 101,963              | -                                 |
| Homeland Security Grant Program   | 97.067                            | 20-229                                 | 43,000               | -                                 |
| Homeland Security Grant Program   | 97.067                            | 20-230                                 | 14,743               | -                                 |
| Homeland Security Grant Program   | 97.067                            | 21-287                                 | 72,535               | -                                 |
| Sub- total Homeland Security Grant Program 97.067   |                                   |  | 232,241              | -                                 |
| Passed through Oregon Office of Emergency Management:   |                                   |  |                      |                                   |
| Disaster Grants - Public Assistance (Presidentially Declared Disasters)                                       | 97.036                            | 4432-DR-OR                             | 497,569              | -                                 |
| Disaster Grants - Public Assistance (Presidentially Declared Disasters)                                       | 97.036                            | 4562-DR-OR                             | 476,477              | -                                 |
| Disaster Grants - Public Assistance (Presidentially Declared Disasters)                                       | 97.036                            | DR4258 PW327                           | 2,144                | -                                 |
| Sub-total Disaster Grants - Public Assistance (Presidentially Declared Disasters) 97.036                      |                                   |  | 976,190              | -                                 |
| <b>Total US Department of Homeland Security - no cluster</b>  |                                   |  | <b>1,909,841</b>     | <b>-</b>                          |
| <b>Total Programs Not in Cluster</b>  |                                   |  | <b>87,517,206</b>    | <b>46,077,922</b>                 |
| <b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>   |                                   |  | <b>\$93,990,414</b>  | <b>\$46,937,963</b>               |

## **Notes to Schedule of Expenditures of Federal Awards**

For the Fiscal Year Ended June 30, 2022

### **1. Summary of Significant Accounting Policies**

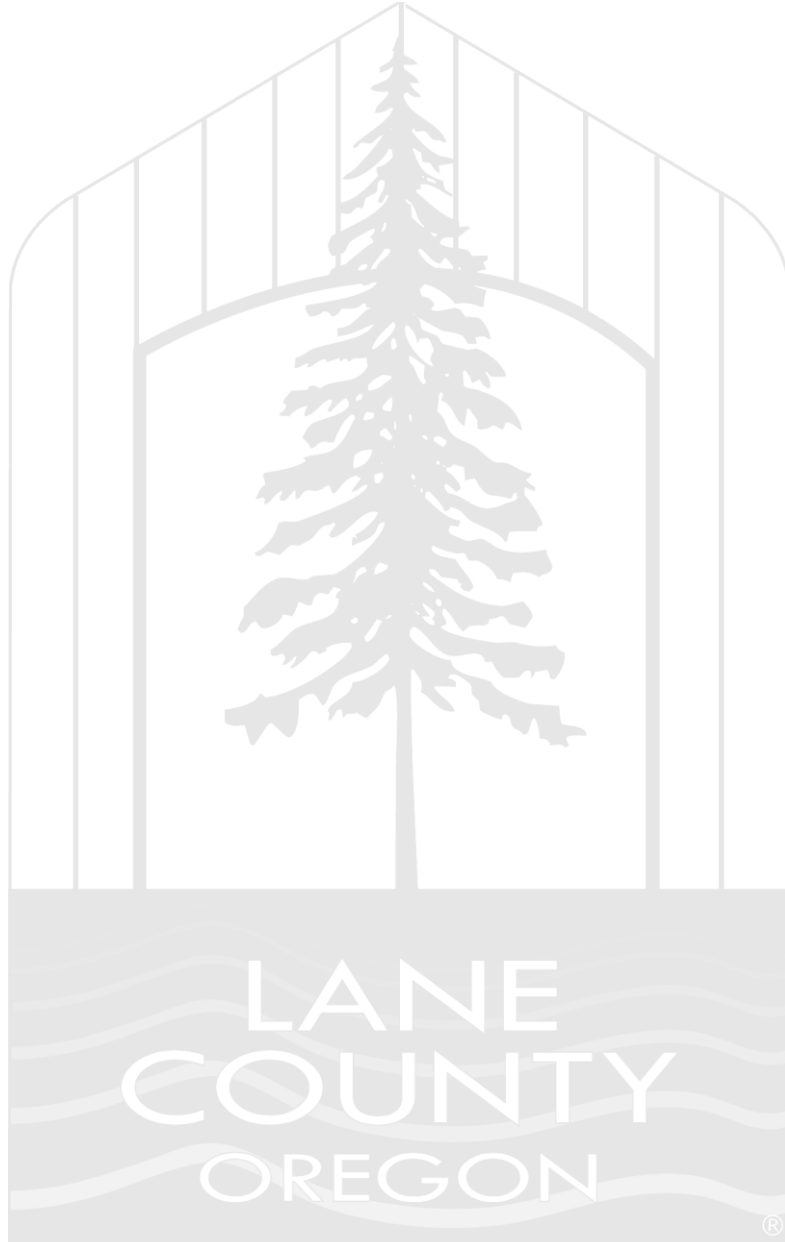
Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

### **2. Election of De Minimis Indirect Rate**

Lane County did not elect to use the 10-percent de minimis indirect rate allowed under the Uniform Guidance.

### **3. Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes federal award activity of Lane County under programs of the federal government for the fiscal year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements Title 2 U.S. Code of Federal Regulations Part 200, "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards" (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Lane County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Lane County.



**LANE COUNTY, OREGON**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

*Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified?  Yes  None reported
- Noncompliance material to financial statements noted?  Yes  No

**Federal Awards**

Internal control over major federal programs:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified?  Yes  None reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

Yes  No

Identification of major federal programs and type of auditor's report issued on compliance for major federal programs:

| <i>Federal Assistance Listing Numbers</i> | <i>Name of Federal Program or Cluster</i>                    | <i>Type of Auditor's Report Issued on Compliance for Major Federal Programs</i> |
|---|--|---|
| 14.231                                    | COVID-19 - Emergency Solutions Grant                         | <i>Unmodified</i>   |
| 21.023                                    | COVID 19 – Emergency Rental Assistance Program               | <i>Unmodified</i>   |
| 21.027                                    | COVID 19 – Coronavirus State and Local Fiscal Recovery Funds | <i>Unmodified</i>   |

Dollar threshold used to distinguish between type A and type B programs:

\$ 2,819,712

Auditee qualified as low-risk auditee?

Yes  No

**LANE COUNTY, OREGON**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

---

**Section II - Financial Statement Findings**

---

**FINDING 2022-001—Material Weakness in Controls over Financial Close and Reporting Process – Reporting Bond Proceeds**

*Criteria* – Generally accepted accounting principles require the County to record bond proceeds as other financing sources in financial statements prepared using the current financial resources measurement focus and as debt for financial statements prepared using the economic resources measurement focus.

*Condition* – During our audit, we noted the County reported the \$286,638,289 pension obligation bond proceeds as other financing uses in the special obligation bond retirement fund and as charges for services revenue in the employee benefits fund, an internal service fund. The proceeds were used to provide a one-time contribution to Oregon PERS. The payment to PERS was also reported in the special obligation bond retirement fund and in the employee benefits fund.

*Effect* – The accounting of the bond issuance and payment to Oregon PERS resulted in a \$286,638,289 overstatement of other financing sources and expenditures in the special obligation bond retirement fund and a \$286,638,289 overstatement of operating revenue and a \$286,638,289 understatement of debt in in the employee benefits fund.

*Cause* – Turnover in the County’s financial services division, significant increases in the number and complexity of financial transactions, and new federal programs resulted in inconsistencies in the application of accounting policies, procedures, and internal controls to ensure accurate general ledger maintenance and completion of the financial close and reporting process.

*Recommendation* – The County should evaluate its financial reporting processes and controls to determine whether additional controls over the preparation of the annual trial balance can be implemented to provide reasonable assurance that the financial statements are prepared timely, completely, and accurately.

*Response* – Management views: Agree with the finding. The County corrected June 30, 2022, financial statements, and we will incorporate and communicate changes to our procedures for recording bond proceeds related to pension bonds.

---

**Section III - Federal Award Findings and Questioned Costs**

---

None reported.



## LANE COUNTY OPERATIONS / FINANCIAL SERVICES

---

### Corrective Action Plan

#### **Finding 2022-001, Material Weakness in Controls over Financial Close and Reporting Process – Reporting Bond Proceeds.**

*Contact Person: Greg Holmes, Financial Services Manager*

By June 2023, we will incorporate and communicate changes to our procedures to ensure proper controls over the preparation of the annual trial balance to provide reasonable assurance that bond proceeds are recorded timely, completely, and accurately. *Completion Date: June 30, 2023.*