



Certified Public Accountants

**METRO**  
Portland, Oregon

**Independent Auditors' Reports in Accordance  
with the Single Audit Act of 1984**

**June 30, 1993**

**METRO**  
**Portland, Oregon**  
**Table of Contents**

|  | <u>Page(s)</u> |
|--|----------------|
| Independent Auditors' Report on Supplementary<br>Schedule of Federal Financial Assistance  | 1              |
| Schedule of Federal Financial Assistance   | 2 - 3          |
| Notes to Schedule of Federal Financial Assistance  | 4 - 10         |
| Independent Auditors' Report on Compliance Based<br>on an Audit of the Financial Statements Performed<br>in Accordance with Government Auditing Standards                        | 11             |
| Independent Auditors' Report on Compliance with General<br>Requirements Applicable to Federal Financial Assistance<br>Programs   | 12 - 13        |
| Independent Auditors' Report on Compliance with Specific<br>Requirements Applicable to Major Federal Financial<br>Assistance Programs  | 14 - 15        |
| Schedule of Finding  | 16             |
| Independent Auditors' Report on the Internal Control<br>Structure Based on an Audit of the Financial Statements<br>Performed in Accordance with Government Auditing<br>Standards | 17 - 18        |
| Independent Auditors' Report on the Internal Control<br>Structure Used in Administering Federal Financial<br>Assistance Programs   | 19 - 22        |

Certified Public Accountants

Suite 2000  
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Portland, OR 97204

Independent Auditors' Report on Supplementary  
Schedule of Federal Financial Assistance

The Honorable Members of the Council  
Metro  
Portland, Oregon:

We have audited the combined financial statements of Metro, Portland, Oregon, as of and for the year ended June 30, 1993, and have issued our report thereon dated October 8, 1993. These combined financial statements are the responsibility of the management of Metro. Our responsibility is to express an opinion on these combined financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the combined financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was made for the purpose of forming an opinion on the combined financial statements of Metro, Portland, Oregon, taken as a whole. The accompanying Schedule of Federal Financial Assistance is presented for purposes of additional analysis and is not a required part of the combined financial statements. The information in the Schedule has been subjected to the auditing procedures applied in the audit of the combined financial statements and, in our opinion, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

*KPMG Peat Marwick*

October 8, 1993



METRO

Schedule of Federal Financial Assistance

For the year ended June 30, 1993

|  | <u>Federal<br/>CFDA<br/>number</u> | <u>Grant award date</u> | <u>Grant number</u>     |
|--|------------------------------------|-------------------------|-------------------------|
| <u>Federal Transportation Administration</u>                       |                                    |                         |                         |
| Direct programs:   |                                    |                         |                         |
| Federal Transportation Technical Studies Grant:                    |                                    |                         |                         |
| Interstate Transfer - Transit                                      | 20.505*                            | July 1, 1991            | OR-29-9019              |
| I-205/Milwaukie Preliminary Alternative Analysis                   | 20.505*                            | July 1, 1991            | OR-29-9020              |
| Technical Studies  | 20.505*                            | June 19, 1987           | OR-08-0051              |
| Public - Private Task Force  | 20.505*                            | December 31, 1987       | OR-08-0054              |
| Technical Studies  | 20.505*                            | August 31, 1991         | OR-08-0063              |
| Technical Studies  | 20.505*                            | July 1, 1991            | OR-08-0068              |
| Passed through Tri-County Metropolitan Transit District (Tri-Met): |                                    |                         |                         |
| Federal Transportation Technical Studies Grant:                    |                                    |                         |                         |
| Westside Preliminary Engineering                                   | 20.507*                            | July 1, 1988            | OR-90-0026              |
| Hillsboro Alternatives Analysis                                    | 20.507*                            | April 9, 1990           | OR-90-0031              |
| Regional High Capacity Transit Study                               | 20.507*                            | April 1, 1991           | OR-90-0035              |
| Westside Preliminary Engineering                                   | 20.507*                            | February 2, 1992        | OR-90-0026              |
| Passed through Oregon Department of Transportation:                |                                    |                         |                         |
| Highway, Research, Planning and Construction:                      |                                    |                         |                         |
| 1992 Highway Planning and Research                                 | 20.505*                            | July 1, 1991            | HPR-PL-PR-1X-92-01(29)  |
| 1993 Highway Planning and Research                                 | 20.505*                            | July 1, 1992            | HPR-PL-STP-1X-93-01(30) |
| 1992 Planning  | 20.505*                            | July 1, 1991            | HPR-PL-PR-1X-92-01(29)  |
| 1993 Planning  | 20.505*                            | July 1, 1992            | HPR-PL-STP-1X-93-01(30) |
| 1992 Federal Highway Administration Special Research               | 20.505*                            | July 1, 1991            | HPR-PL-PR-1X-92-01(29)  |
| 1993 Federal Highway Administration Special Research               | 20.505*                            | July 1, 1992            | HPR-PL-STP-1X-93-01(30) |
| Federal Surface Transportation Program:                            |                                    |                         |                         |
| 1993 Federal Highway Administration Special Research               | 20.505*                            | July 1, 1992            | HPR-PL-STP-1X-93-01(30) |
| Federal Transportation Technical Studies Grants:                   |                                    |                         |                         |
| Technical Studies  | 20.505*                            | July 1, 1992            | OR-80-X001              |
| Total Federal Transportation Administration                        |                                    |                         |                         |
| <u>Department of Education</u>                                     |                                    |                         |                         |
| Institute of Museum Services - Conservation Project Support        | 45.301                             | October 1, 1990         | IC-00351-90             |
| <u>U.S. Department of the Interior</u>                             |                                    |                         |                         |
| U.S. Fish and Wildlife - Fish and Wildlife Enhancement             | -                                  | January 1, 1991         | 14-16-001-91551         |

(Continued)

| Total grant award | Cumulative status Expenditures |                                    |  |                |                | Unexpended grant award at June 30, 1993 | Current year activity                       |                        |                  |   |
|-------------------|--------------------------------|------------------------------------|--|----------------|----------------|---|---|------------------------|------------------|---|
|                   | Federal                        | Federal billed directly by Tri-Met | Local match provided directly by Tri-Met | State/local    | Metro match    |   | Grant receivable (advance) at June 30, 1992 | Total cash collections | Expenditures     | Grant receivable (advance) at June 30, 1993 |
|                   |                                |                                    |  |                |                |   |   |                        |                  |   |
| \$ 145,294        | 120,071                        | -                                  | -  | -              | 21,190         | 4,033                                   | (58,195)                                    | 7,813                  | 111,261          | 45,253                                      |
| 1,173,000         | 551,678                        | -                                  | -  | 79,404         | 17,950         | 523,968                                 | 32,149                                      | 478,159                | 601,313          | 155,303                                     |
| 279,525           | 214,008                        | -                                  | -  | 7,931          | 45,572         | 12,014                                  | -   | -                      | -                | -   |
| 375,000           | 288,805                        | -                                  | -  | 72,201         | -              | 13,994                                  | 24,591                                      | 22,091                 | -                | 2,500                                       |
| 257,750           | 202,193                        | -                                  | 3,998                                    | 9,439          | 37,112         | 5,008                                   | 9,763                                       | 9,763                  | 15,993           | 15,993                                      |
| 261,125           | 208,900                        | -                                  | -  | 166            | 52,059         | -                                       | 66,472                                      | 75,741                 | 16,539           | 7,270                                       |
| 481,450           | 465,310                        | -                                  | -  | 12,105         | 4,035          | -                                       | 1,414                                       | 1,414                  | -                | -   |
| 2,031,880         | 1,151,447                      | 326,871                            | -  | 308,995        | 59,518         | 185,049                                 | 312,573                                     | 450,653                | 509,591          | 371,511                                     |
| 187,500           | 150,000                        | -                                  | -  | 16,068         | 21,432         | -                                       | 70,205                                      | 68,393                 | -                | 1,812                                       |
| 200,000           | 25,410                         | -                                  | -  | -              | -              | 174,590                                 | 3,969                                       | 19,325                 | 21,441           | 6,085                                       |
| 211,278           | 186,939                        | -                                  | -  | -              | 24,339         | -                                       | 62,324                                      | 62,324                 | -                | -   |
| 59,341            | 42,833                         | -                                  | -  | -              | 10,708         | 5,800                                   | -   | 37,264                 | 53,541           | 16,277                                      |
| 296,284           | 262,152                        | -                                  | -  | 34,132         | -              | -                                       | 146,400                                     | 146,400                | -                | -   |
| 572,306           | 501,786                        | -                                  | -  | 65,460         | -              | 5,060                                   | -   | 434,963                | 567,246          | 132,283                                     |
| 509,050           | 56,695                         | -                                  | -  | -              | -              | 452,355                                 | -   | 40,000                 | 56,695           | 16,695                                      |
| 52,950            | 44,700                         | -                                  | -  | -              | -              | 8,250                                   | 44,700                                      | 44,700                 | -                | -   |
| 314,947           | 282,602                        | -                                  | -  | -              | 32,345         | -                                       | -   | 184,951                | 316,512          | 131,561                                     |
| <u>274,906</u>    | <u>135,182</u>                 | <u>-</u>                           | <u>-</u>                                 | <u>-</u>       | <u>33,796</u>  | <u>105,928</u>                          | <u>-</u>                                    | <u>100,673</u>         | <u>168,978</u>   | <u>68,305</u>                               |
| <u>7,683,586</u>  | <u>4,890,711</u>               | <u>326,871</u>                     | <u>3,998</u>                             | <u>605,901</u> | <u>360,056</u> | <u>1,496,049</u>                        | <u>716,365</u>                              | <u>2,184,627</u>       | <u>2,439,110</u> | <u>970,848</u>                              |
| <u>74,243</u>     | <u>15,135</u>                  | <u>-</u>                           | <u>-</u>                                 | <u>-</u>       | <u>43,922</u>  | <u>15,186</u>                           | <u>-</u>                                    | <u>6,501</u>           | <u>6,501</u>     | <u>-</u>                                    |
| <u>1,134,500</u>  | <u>527,485</u>                 | <u>-</u>                           | <u>-</u>                                 | <u>-</u>       | <u>-</u>       | <u>607,015</u>                          | <u>156,598</u>                              | <u>364,860</u>         | <u>295,866</u>   | <u>87,604</u>                               |

METRO

Schedule of Federal Financial Assistance, Continued

|  | Federal<br>CFDA<br>number | Grant award date  | Grant number   |
|--|---------------------------|-------------------|----------------|
| <u>U.S. Environment Protection Agency</u>  |                           |                   |                |
| Water Quality Assistance Program -<br>Intergovernmental Personnel; Assignment - Rogers         | -                         | January 2, 1992   | X000495-01-2   |
| Passed through State of Oregon - Department of<br>Environmental Quality:                       |                           |                   |                |
| Air Quality Division:  |                           |                   |                |
| Updated base year emission inventory<br>for motor vehicles                                     | 66.001                    | April 13, 1992    | A000375-92-1   |
| Motor vehicle emission reduction and<br>transportation demand management study                 | 66.001                    | June 1, 1992      | A000375-92-1   |
| Water Quality Division:  |                           |                   |                |
| Phase I: Pollutant Loading from Fairview<br>Creek Basin  | 66.454                    | October 1, 1991   | C410-000-23-3  |
| Phase II: Pollution Reduction in the Fairview<br>Creek Watershed                               | 66.454                    | December 1, 1992  | C410-000-24-0  |
| Leaf Compost Filtration  | 66.460                    | October 1, 1992   | C9-000451-92-0 |
| Solid Waste Program -<br>Materials Recovery Booklet  | -                         | October 1, 1992   | X820327-01-0   |
| Investigations, Surveys and Studies -<br>Water Pollution Control Research                      | 66.505                    | July 1, 1990      | X000495-01-1   |
| Solid Waste Program -<br>Commercial Recycling Demonstration Project                            | 66.808                    | April 15, 1992    | X100674-01-0   |
| Total U.S. Environment Protection Agency   |                           |                   |                |
| <u>Federal Emergency Management Agency</u>   |                           |                   |                |
| Earthquake Funds Program -<br>Passed through State of Oregon:                                  |                           |                   |                |
| Oregon Emergency Management Division -<br>Earthquake Planning and Mitigation Workshop          | 83.521                    | September 9, 1992 | EMS-91-K-0003  |
| Earthquake Hazards Reduction Program -<br>Intergovernmental Personnel Assignment - Mayer       | 83.521                    | October 19, 1992  | OR-CCA-93-1002 |
| Total Federal Emergency Management Agency  |                           |                   |                |
| <u>Other Federal Assistance</u>  |                           |                   |                |
| Passed through State of Oregon:<br>General Sales Administration - Donation of Surplus Property | 39.003                    | August 21, 1992   | -              |
| Total Federal grant programs   |                           |                   |                |

\*Represents a major program.

| Total grant award   | Cumulative status Expenditures |                                    |  |                |                | Unexpended grant award at June 30, 1993 | Current year activity                       |                        |                  |   |
|---------------------|--------------------------------|------------------------------------|--|----------------|----------------|---|---|------------------------|------------------|---|
|                     | Federal                        | Federal billed directly by Tri-Met | Local match provided directly by Tri-Met | State/local    | Metro match    |   | Grant receivable (advance) at June 30, 1992 | Total cash collections | Expenditures     | Grant receivable (advance) at June 30, 1993 |
| \$ 112,979          | 28,381                         | -                                  | -  | 22,155         | 7,385          | 55,058                                  | -   | 29,540                 | 57,921           | 28,381                                      |
| 17,760              | 15,976                         | -                                  | -  | -              | -              | 1,784                                   | 5,711                                       | -                      | 10,265           | 15,976                                      |
| 153,331             | 103,330                        | -                                  | -  | -              | -              | 50,001                                  | 26,832                                      | 75,659                 | 76,498           | 27,671                                      |
| 20,400              | 20,400                         | -                                  | -  | -              | -              | -                                       | -   | 20,400                 | 20,400           | -   |
| 26,400              | -                              | -                                  | -  | -              | -              | 26,400                                  | -   | -                      | -                | -   |
| 40,000              | 11,461                         | -                                  | -  | -              | -              | 28,539                                  | -   | -                      | 11,461           | 11,461                                      |
| 38,000              | 27,876                         | -                                  | -  | -              | 3,000          | 7,124                                   | -   | 31,407                 | 30,876           | (531)                                       |
| 100,000             | 30,000                         | -                                  | -  | -              | 70,000         | -                                       | 30,000                                      | 30,000                 | -                | -   |
| <u>30,000</u>       | <u>29,829</u>                  | <u>-</u>                           | <u>-</u>                                 | <u>-</u>       | <u>-</u>       | <u>171</u>                              | <u>-</u>                                    | <u>-</u>               | <u>29,829</u>    | <u>29,829</u>                               |
| <u>538,870</u>      | <u>267,253</u>                 | <u>-</u>                           | <u>-</u>                                 | <u>22,155</u>  | <u>80,385</u>  | <u>169,077</u>                          | <u>62,543</u>                               | <u>187,006</u>         | <u>237,250</u>   | <u>112,787</u>                              |
| 16,000              | 16,000                         | -                                  | -  | -              | -              | -                                       | -   | 16,000                 | 16,000           | -   |
| <u>48,000</u>       | <u>23,908</u>                  | <u>-</u>                           | <u>-</u>                                 | <u>-</u>       | <u>4,793</u>   | <u>19,299</u>                           | <u>-</u>                                    | <u>28,701</u>          | <u>28,701</u>    | <u>-</u>                                    |
| <u>64,000</u>       | <u>39,908</u>                  | <u>-</u>                           | <u>-</u>                                 | <u>-</u>       | <u>4,793</u>   | <u>19,299</u>                           | <u>-</u>                                    | <u>44,701</u>          | <u>44,701</u>    | <u>-</u>                                    |
| <u>7,296</u>        | <u>7,296</u>                   | <u>-</u>                           | <u>-</u>                                 | <u>-</u>       | <u>-</u>       | <u>-</u>                                | <u>-</u>                                    | <u>-</u>               | <u>-</u>         | <u>-</u>                                    |
| \$ <u>9,502,495</u> | <u>5,747,788</u>               | <u>326,871</u>                     | <u>3,998</u>                             | <u>628,056</u> | <u>489,156</u> | <u>2,306,626</u>                        | <u>935,506</u>                              | <u>2,787,695</u>       | <u>3,023,428</u> | <u>1,171,239</u>                            |

**METRO**

**Notes to Schedule of Federal Financial Assistance**

**June 30, 1993**

**(1) General**

The accompanying Schedule of Federal Financial Assistance presents the activity of all federal financial assistance programs of Metro. The Metro reporting entity is defined in note 2 to Metro's June 30, 1993 combined financial statements.

**(2) Basis of Accounting**

The accompanying Schedule of Federal Financial Assistance is presented using the modified accrual basis of accounting, which is described in note 2 to Metro's June 30, 1993 combined financial statements.

**(3) Relationship to Combined Financial Statements**

Federal financial assistance revenues are presented in Metro's June 30, 1993 combined financial statements as a component of grants from federal, state and local governmental units.

(Continued)



METRO

Notes to Schedule of Federal Financial Assistance, Continued

(4) Relationship to Federal Financial Reports

The following schedules are included for informational purposes only.

Federal Transportation Administration Grants

|   | <u>Direct programs</u> |                   |                   |                   | <u>Total</u>   |
|---|------------------------|-------------------|-------------------|-------------------|----------------|
|   | <u>OR-29-9019</u>      | <u>OR-09-9020</u> | <u>OR-08-0063</u> | <u>OR-08-0068</u> |                |
| Federal funding percentage                | <u>85%</u>             | <u>85%</u>        | <u>80%</u>        | <u>80%</u>        |                |
| Revenues:                                 |                        |                   |                   |                   |                |
| Federal grants                            | \$ 94,571              | 511,117           | 15,993            | 13,230            | 634,911        |
| Local and local administered grants/match | -                      | 79,404            | -                 | -                 | 79,404         |
| Required match                            | <u>16,690</u>          | <u>10,792</u>     | <u>-</u>          | <u>3,309</u>      | <u>30,791</u>  |
| Total revenues                            | \$ <u>111,261</u>      | <u>601,313</u>    | <u>15,993</u>     | <u>16,539</u>     | <u>745,106</u> |
| Expenditures:                             |                        |                   |                   |                   |                |
| Direct costs:                             |                        |                   |                   |                   |                |
| Salaries                                  | 67,488                 | 124,262           | -                 | 9,478             | 201,228        |
| Fringe benefits                           | 19,724                 | 36,316            | -                 | 2,770             | 58,810         |
| Contractual services:                     |                        |                   |                   |                   |                |
| Seigel                                    | -                      | 16,885            | -                 | -                 | 16,885         |
| BRW                                       | -                      | 60,596            | -                 | -                 | 60,596         |
| Data processing                           | -                      | 7,923             | -                 | 172               | 8,095          |
| Printing                                  | 109                    | 6,104             | -                 | -                 | 6,213          |
| Other                                     | 2,729                  | 5,558             | -                 | 1,140             | 9,427          |
| Expenditures by subgrantee:               |                        |                   |                   |                   |                |
| Tri-Met                                   | -                      | 149,323           | 15,993            | -                 | 165,316        |
| City of Portland                          | -                      | 63,000            | -                 | -                 | 63,000         |
| Clackamas County                          | -                      | 31,852            | -                 | -                 | 31,852         |
| Multnomah County                          | -                      | 3,515             | -                 | -                 | 3,515          |
| ODOT                                      | -                      | 9,022             | -                 | -                 | 9,022          |
| City of Milwaukie                         | -                      | 16,431            | -                 | -                 | 16,431         |
| Port of Portland                          | -                      | 18,146            | -                 | -                 | 18,146         |
| WSDOT                                     | <u>-</u>               | <u>13,326</u>     | <u>-</u>          | <u>-</u>          | <u>13,326</u>  |
| Total direct costs                        | 90,050                 | 562,259           | 15,993            | 13,560            | 681,862        |
| Indirect costs                            | <u>21,211</u>          | <u>39,054</u>     | <u>-</u>          | <u>2,979</u>      | <u>63,244</u>  |
| Total expenditures                        | \$ <u>111,261</u>      | <u>601,313</u>    | <u>15,993</u>     | <u>16,539</u>     | <u>745,106</u> |

\*\$3,998 local match portion provided directly by Tri-Met not included.

(Continued)

METRO

Notes to Schedule of Federal Financial Assistance, Continued

(4), Continued

Federal Transportation Administration Grants, Continued

|   | <u>Passed through Tri-Met</u> |                   |                |
|---|-------------------------------|-------------------|----------------|
|   | <u>OR-90-0026</u>             | <u>OR-90-0031</u> | <u>Total</u>   |
| Federal funding percentage                | <u>75%*</u>                   | <u>80%*</u>       |                |
| Revenues:                                 |                               |                   |                |
| Local and local administered grants/match | \$ 21,441                     | 486,120**         | 507,561        |
| Required match                            | <u>-</u>                      | <u>23,471</u>     | <u>23,471</u>  |
| Total revenues                            | \$ <u>21,441</u>              | <u>509,591</u>    | <u>531,032</u> |
| Expenditures:                             |                               |                   |                |
| Direct costs:                             |                               |                   |                |
| Salaries                                  | 13,346                        | 139,330           | 152,676        |
| Fringe benefits                           | 3,900                         | 40,720            | 44,620         |
| Contractual services:                     |                               |                   |                |
| Seigel                                    | -                             | 30,624            | 30,624         |
| Parametrix                                | -                             | 118,269           | 118,269        |
| Data processing                           | -                             | 10,900            | 10,900         |
| Printing                                  | -                             | 16,746            | 16,746         |
| Other                                     | -                             | 4,769             | 4,769          |
| Expenditures by subgrantee:               |                               |                   |                |
| Tri-Met                                   | -                             | 40,025            | 40,025         |
| City of Hillsboro                         | -                             | 41,517            | 41,517         |
| Washington County                         | <u>-</u>                      | <u>22,901</u>     | <u>22,901</u>  |
| Total direct costs                        | 17,246                        | 465,801           | 483,047        |
| Indirect costs                            | <u>4,195</u>                  | <u>43,790</u>     | <u>47,985</u>  |
| Total expenditures                        | \$ <u>21,441</u>              | <u>509,591</u>    | <u>531,032</u> |

\* Metro is a subgrantee of the state or local grantee who is receiving funds from the federal government at the rate indicated.

\*\* \$160,099 Federal portion billed directly by Tri-Met not included.

(Continued)

METRO

Notes to Schedule of Federal Financial Assistance, Continued

(4), Continued

Oregon Department of Transportation Grants

|   | <u>Passed through</u>    |                       |                       |                      |                      | <u>Total</u>            |
|---|--------------------------|-----------------------|-----------------------|----------------------|----------------------|-------------------------|
|   | <u>OR-29-90xx</u>        | <u>FY 93 STP</u>      | <u>FY 93 PL</u>       | <u>FY 93 H.P.R.</u>  | <u>FY 93 FHWA</u>    |                         |
| Federal funding percentage                | <u>80%*</u>              | <u>89.73%*</u>        | <u>88.46%*</u>        | <u>80%*</u>          | <u>100%</u>          |                         |
| <b>Revenues:</b>                          |                          |                       |                       |                      |                      |                         |
| Local and local administered grants/match | \$ 135,182               | 282,602               | 567,246               | 42,833               | 56,695               | 1,084,558               |
| Required match                            | 33,796                   | 32,345                | -                     | 10,708               | -                    | 76,849                  |
| Over match                                | -                        | 1,565                 | -                     | -                    | -                    | 1,565                   |
| <b>Total revenues</b>                     | <b>\$ <u>168,978</u></b> | <b><u>316,512</u></b> | <b><u>567,246</u></b> | <b><u>53,541</u></b> | <b><u>56,695</u></b> | <b><u>1,162,972</u></b> |
| <b>Expenditures:</b>                      |                          |                       |                       |                      |                      |                         |
| <b>Direct costs:</b>                      |                          |                       |                       |                      |                      |                         |
| Salaries                                  | 87,440                   | 174,544               | 302,908               | 25,653               | 9,418                | 599,963                 |
| Fringe benefits                           | 25,552                   | 51,014                | 88,527                | 7,499                | 2,753                | 175,345                 |
| Data processing                           | 27,661                   | 33,086                | 60,555                | 11,096               | 522                  | 132,920                 |
| Printing                                  | 49                       | 249                   | 2,745                 | 880                  | -                    | 3,923                   |
| Other                                     | 803                      | 2,765                 | 17,311                | 350                  | -                    | 21,229                  |
| <b>Expenditures by subgrantee:</b>        |                          |                       |                       |                      |                      |                         |
| 1000 Friends of Oregon                    | -                        | -                     | -                     | -                    | 41,042               | 41,042                  |
| <b>Total direct costs</b>                 | <b>141,505</b>           | <b>261,658</b>        | <b>472,046</b>        | <b>45,478</b>        | <b>53,735</b>        | <b>974,422</b>          |
| Indirect costs                            | <u>27,473</u>            | <u>54,854</u>         | <u>95,200</u>         | <u>8,063</u>         | <u>2,960</u>         | <u>188,550</u>          |
| <b>Total expenditures</b>                 | <b>\$ <u>168,978</u></b> | <b><u>316,512</u></b> | <b><u>567,246</u></b> | <b><u>53,541</u></b> | <b><u>56,695</u></b> | <b><u>1,162,972</u></b> |

\* Metro is a subgrantee of the state or local grantee who is receiving funds from the federal government at the rate indicated.

(Continued)

METRO

Notes to Schedule of Federal Financial Assistance, Continued

(4), Continued

U.S. Environment Protection Agency

|   | <u>Passed through DEQ</u> |               | <u>Total</u>  |
|---|---------------------------|---------------|---------------|
| Federal funding percentage                | <u>100%*</u>              | <u>100%*</u>  |               |
| Revenues:                                 |                           |               |               |
| Local and local administered grants/match | \$ <u>10,265</u>          | <u>76,498</u> | <u>86,763</u> |
| Total revenues                            | \$ <u>10,265</u>          | <u>76,498</u> | <u>86,763</u> |
| Expenditures:                             |                           |               |               |
| Direct costs:                             |                           |               |               |
| Salaries                                  | 6,389                     | 47,451        | 53,840        |
| Fringe benefits                           | 1,867                     | 13,868        | 15,735        |
| Other                                     | <u>-</u>                  | <u>266</u>    | <u>266</u>    |
| Total direct costs                        | 8,256                     | 61,585        | 69,841        |
| Indirect costs                            | <u>2,009</u>              | <u>14,913</u> | <u>16,922</u> |
| Total expenditures                        | \$ <u>10,265</u>          | <u>76,498</u> | <u>86,763</u> |

\* Metro is a subgrantee of the state or local grantee who is receiving funds from the federal government at the rate indicated.

(Continued)

METRO

Notes to Schedule of Federal Financial Assistance, Continued

(4), Continued

Oregon Department of Transportation - Non-federal

|   | <u>Non-federal</u>        |                             |                             |                |
|---|---------------------------|-----------------------------|-----------------------------|----------------|
|   | <u>Western<br/>Bypass</u> | <u>FY 92<br/>Supplement</u> | <u>FY 93<br/>Supplement</u> | <u>Total</u>   |
| <b>Revenues:</b>                          |                           |                             |                             |                |
| Local and local administered grants/match | \$ 24,963                 | 41,431                      | 134,125                     | 200,519        |
| Total revenues                            | \$ <u>24,963</u>          | <u>41,431</u>               | <u>134,125</u>              | <u>200,519</u> |
| <b>Expenditures:</b>                      |                           |                             |                             |                |
| Direct costs:                             |                           |                             |                             |                |
| Salaries                                  | 10,919                    | -                           | 60,272                      | 71,191         |
| Fringe benefits                           | 3,191                     | -                           | 17,615                      | 20,806         |
| Contractual services:                     |                           |                             |                             |                |
| ECO Northwest Inc.                        | -                         | 41,431                      | -                           | 41,431         |
| David Evans                               | -                         | -                           | 2,560                       | 2,560          |
| Data processing                           | 7,421                     | -                           | 28,041                      | 35,462         |
| Printing                                  | -                         | -                           | 6,600                       | 6,600          |
| Other                                     | -                         | -                           | 94                          | 94             |
| Total direct costs                        | 21,531                    | 41,431                      | 115,182                     | 178,144        |
| Indirect costs                            | <u>3,432</u>              | -                           | <u>18,943</u>               | <u>22,375</u>  |
| Total expenditures                        | \$ <u>24,963</u>          | <u>41,431</u>               | <u>134,125</u>              | <u>200,519</u> |

(Continued)

METRO

Notes to Schedule of Federal Financial Assistance, Continued

(4), Continued

Oregon Department of Transportation - Non-federal, Continued

|  | <u>Non-federal</u>       |                                       |                                       |                                       | <u>Total</u>          |
|--|--------------------------|---------------------------------------|---------------------------------------|---------------------------------------|-----------------------|
|  | <u>C-Tran</u>            | <u>Tri-Met<br/>FY 92<br/>Contract</u> | <u>Tri-Met<br/>FY 93<br/>Contract</u> | <u>HCT/CBD<br/>FY 93<br/>Contract</u> |                       |
| <b>Revenues:</b>                             |                          |                                       |                                       |                                       |                       |
| Local and local administered contracts/match | \$ 370,245               | 41,431                                | 118,613                               | 28,509                                | 558,798               |
| Required match                               | <u>60,004</u>            | <u>-</u>                              | <u>-</u>                              | <u>-</u>                              | <u>60,004</u>         |
| <b>Total revenues</b>                        | <b>\$ <u>430,249</u></b> | <b><u>41,431</u></b>                  | <b><u>118,613</u></b>                 | <b><u>28,509</u></b>                  | <b><u>618,802</u></b> |
| <b>Expenditures:</b>                         |                          |                                       |                                       |                                       |                       |
| <b>Direct costs:</b>                         |                          |                                       |                                       |                                       |                       |
| Salaries                                     | 181,022                  | -                                     | 65,811                                | -                                     | 246,833               |
| Fringe benefits                              | 52,905                   | -                                     | 19,231                                | -                                     | 72,136                |
| <b>Contractual services:</b>                 |                          |                                       |                                       |                                       |                       |
| ECO Northwest Inc.                           | -                        | 41,431                                | -                                     | -                                     | 41,431                |
| Tri-Met                                      | 30,785                   | -                                     | -                                     | -                                     | 30,785                |
| City of Portland                             | 8,434                    | -                                     | -                                     | 26,259                                | 34,693                |
| Clark County                                 | 2,665                    | -                                     | -                                     | -                                     | 2,665                 |
| C-Tran                                       | 8,038                    | -                                     | -                                     | -                                     | 8,038                 |
| ODOT   | 1,336                    | -                                     | -                                     | 2,250                                 | 3,586                 |
| City of Vancouver                            | 1,756                    | -                                     | -                                     | -                                     | 1,756                 |
| RTC  | 18,098                   | -                                     | -                                     | -                                     | 18,098                |
| WSDOT  | 6,549                    | -                                     | -                                     | -                                     | 6,549                 |
| Siegel                                       | 2,909                    | -                                     | -                                     | -                                     | 2,909                 |
| BRW  | 9,880                    | -                                     | -                                     | -                                     | 9,880                 |
| Data processing                              | 23,872                   | -                                     | 12,332                                | -                                     | 36,204                |
| Printing                                     | 5,735                    | -                                     | -                                     | -                                     | 5,735                 |
| Other  | <u>19,372</u>            | <u>-</u>                              | <u>556</u>                            | <u>-</u>                              | <u>19,928</u>         |
| <b>Total direct costs</b>                    | <b>373,356</b>           | <b>41,431</b>                         | <b>97,930</b>                         | <b>28,509</b>                         | <b>541,226</b>        |
| <b>Indirect costs</b>                        | <b><u>56,893</u></b>     | <b><u>-</u></b>                       | <b><u>20,683</u></b>                  | <b><u>-</u></b>                       | <b><u>77,576</u></b>  |
| <b>Total expenditures</b>                    | <b>\$ <u>430,249</u></b> | <b><u>41,431</u></b>                  | <b><u>118,613</u></b>                 | <b><u>28,509</u></b>                  | <b><u>618,802</u></b> |

Certified Public Accountants

Suite 2000  
1211 South West Fifth Avenue  
Portland, OR 97204

**Independent Auditors' Report on Compliance  
Based on an Audit of the Financial Statements Performed  
in Accordance with Government Auditing Standards**

The Honorable Members of the Council  
Metro  
Portland, Oregon:

We have audited the combined financial statements of Metro, Portland, Oregon, as of and for the year ended June 30 1993, and have issued our report thereon dated October 8, 1993.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to Metro is the responsibility of the management of Metro. As part of obtaining reasonable assurance about whether the combined financial statements are free of material misstatement, we performed tests of Metro's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the combined financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests indicate that, with respect to the items tested, Metro complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that Metro had not complied, in all material respects, with those provisions.

This report is intended for the information of members of the finance committee, management, the council, and the cognizant and other federal and state audit agencies. However, this report is a matter of public record and its distribution is not limited.

*KPMG Peat Marwick*

October 8, 1993

Certified Public Accountants

Suite 2000  
1211 South West Fifth Avenue  
Portland, OR 97204

**Independent Auditors' Report on Compliance  
with General Requirements Applicable to  
Federal Financial Assistance Programs**

The Honorable Members of the Council  
Metro  
Portland, Oregon:

We have audited the combined financial statements of Metro, Portland, Oregon, as of and for the year ended June 30, 1993, and have issued our report thereon dated October 8, 1993.

We have applied procedures to test Metro's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, presented on page two of these reports for the year ended June 30, 1993:

- Political Activity
- Davis-Bacon Act
- Civil Rights
- Cash Management
- Relocation Assistance and Real Property Management
- Federal Financial Reports
- Allowable Costs/Cost Principles
- Drug Free Work Place Act
- Administrative Requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on Metro's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.



The Honorable Members of the Council  
Metro

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that Metro had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed an immaterial instance of noncompliance with those requirements, which is described in the accompanying Schedule of Finding.

This report is intended for the information of members of the finance committee, management, the council, and the cognizant and other federal and state audit agencies. However, this report is a matter of public record and its distribution is not limited.

*KPM& Peat Marwick*

October 8, 1993

Certified Public Accountants

Suite 2000  
1211 South West Fifth Avenue  
Portland, OR 97204

**Independent Auditors' Report on Compliance  
with Specific Requirements Applicable to Major  
Federal Financial Assistance Programs**

The Honorable Members of the Council  
Metro  
Portland, Oregon:

We have audited the combined financial statements of Metro, Portland, Oregon, as of and for the year ended June 30, 1993, and have issued our report thereon dated October 8, 1993.

We have also audited Metro's compliance with the requirements governing types of services; eligibility; matching, level of effort, or earmarking; reporting; cost allocation; monitoring subrecipients; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, presented on page two of these reports for the year ended June 30, 1993. The management of Metro is responsible for Metro's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget OMB Circular A-128, Audits of State and Local Governments. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about Metro's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The Honorable Members of the Council  
Metro

The results of our audit procedures disclosed an immaterial instance of noncompliance with the requirements referred to above, which is described in the accompanying Schedule of Finding. We considered this instance of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, Metro complied, in all material respects, with the requirements governing types of services; eligibility; matching, level of effort, or earmarking; reporting; cost allocation; monitoring subrecipients; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs for the year ended June 30, 1993.

This report is intended for the information of members of the finance committee, management, the council, and the cognizant and other federal and state audit agencies. However, this report is a matter of public record and its distribution is not limited.

*KPM& Peat Marwick*

October 8, 1993

METRO

Schedule of Finding

For the year ended June 30, 1993

|                  |  |
|------------------|--|
| Program:         | General  |
| Finding:         | In the prior year, a finding was reported relating to the submission of required financial status reports after they were required. Current year testwork indicates that during the first quarter of fiscal year 1993 financial status reports were submitted after required dates.  |
| Recommendation:  | As of the end of the fiscal year, Metro management has prepared quarter-end and fiscal year-end closing procedures that appear to address required reporting. We recommend that monitoring efforts be taken to ensure that all reporting deadlines are met.  |
| Questioned cost: | \$-0-  |
| Metro response:  | Metro is initiating changes in the grant billing and reporting process to ensure complete and timely reporting. Accounting will reemphasize with other departments the importance of all procedures and timelines related to grant reporting and will encourage early communication of difficulties so that appropriate adjustments in the process can be made to ensure that deadlines are met. |

Certified Public Accountants

Suite 2000  
1211 South West Fifth Avenue  
Portland, OR 97204

**Independent Auditors' Report on the Internal Control  
Structure Based on an Audit of the Financial Statements  
Performed in Accordance with Government Auditing Standards**

The Honorable Members of the Council  
Metro  
Portland, Oregon:

We have audited the combined financial statements of Metro, Portland, Oregon, as of and for the year ended June 30, 1993, and have issued our report thereon dated October 8, 1993.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing our audit of the combined financial statements of Metro for the year ended June 30, 1993, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the combined financial statements and not to provide assurance on the internal control structure.

The management of Metro is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

The Honorable Members of the Council  
Metro

For the purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories:

- Purchases and disbursements
- Grant revenue and receipts
- Payroll

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors and irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

However, we noted certain matters involving the internal control structure and its operation that we have reported to the management of Metro in a separate letter dated October 8, 1993.

This report is intended for the information of members of the finance committee, management, the council, and the cognizant and other federal and state audit agencies. However, this report is a matter of public record and its distribution is not limited.

*KPMG Peat Marwick*

October 8, 1993

Certified Public Accountants

Suite 2000  
1211 South West Fifth Avenue  
Portland, OR 97204

**Independent Auditors' Report on the Internal  
Control Structure Used in Administering  
Federal Financial Assistance Programs**

The Honorable Members of the Council  
Metro  
Portland, Oregon:

We have audited the combined financial statements of Metro, Portland, Oregon, as of and for the year ended June 30, 1993, and have issued our report thereon dated October 8, 1993. We have also audited Metro's compliance with requirements applicable to major federal financial assistance programs and have issued our report thereon dated October 8, 1993.

We conducted our audits in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-128, Audits of State and Local Governments. Those standards and OMB Circular A-128 require that we plan and perform the audits to obtain reasonable assurance about whether the combined financial statements are free of material misstatement and about whether Metro complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audits for the year ended June 30, 1993, we considered the internal control structure of Metro in order to determine our auditing procedures for the purpose of expressing our opinions on the combined financial statements of Metro and on Metro's compliance with requirements applicable to major programs, and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the combined financial statements in a separate report dated October 8, 1993.

**The Honorable Members of the Council  
Metro**

The management of Metro is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles, and federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs into the following categories:

**Accounting Applications**

- Purchases and Disbursements
- Grant Revenue and Receipts
- Payroll

**General Requirements**

- Political Activity
- Davis-Bacon Act
- Civil Rights
- Cash Management
- Relocation Assistance and Real Property Management
- Federal Financial Reports
- Allowable Costs/Cost Principles
- Drug Free Workplace
- Administrative Requirements



**The Honorable Members of the Council  
Metro**

**Specific Requirements**

- **Types of Services**
- **Eligibility**
- **Matching, Level of Effort, or Earmarking**
- **Reporting**
- **Cost Allocation**
- **Monitoring Subrecipients**

**Claims for Advances and Reimbursements**

**Amounts Claimed or Used for Matching**

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk.

During the year ended June 30, 1993, Metro expended 81 percent of its total federal financial assistance under major federal financial assistance programs.

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the major federal financial assistance programs of Metro which are identified in the accompanying Schedule of Federal Financial Assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

The Honorable Members of the Council  
Metro

However, we noted certain matters involving the internal control structure and its operation that we have reported to the management of Metro in a separate letter dated October 8, 1993.

This report is intended for the information of members of the finance committee, management, the council, and the cognizant and other federal and state audit agencies. However, this report is a matter of public record and its distribution is not limited.

*KPM& Peat Marwick*

October 8, 1993



**COMPREHENSIVE  
ANNUAL  
FINANCIAL  
REPORT**

**FOR THE YEAR ENDED  
JUNE 30, 1993**



**METRO**

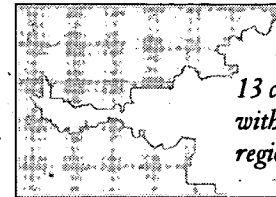
**OREGON**

Metro is the directly elected regional government that serves more than one million residents in Clackamas, Multnomah and Washington counties and the 24 cities that make up the Portland metropolitan area.

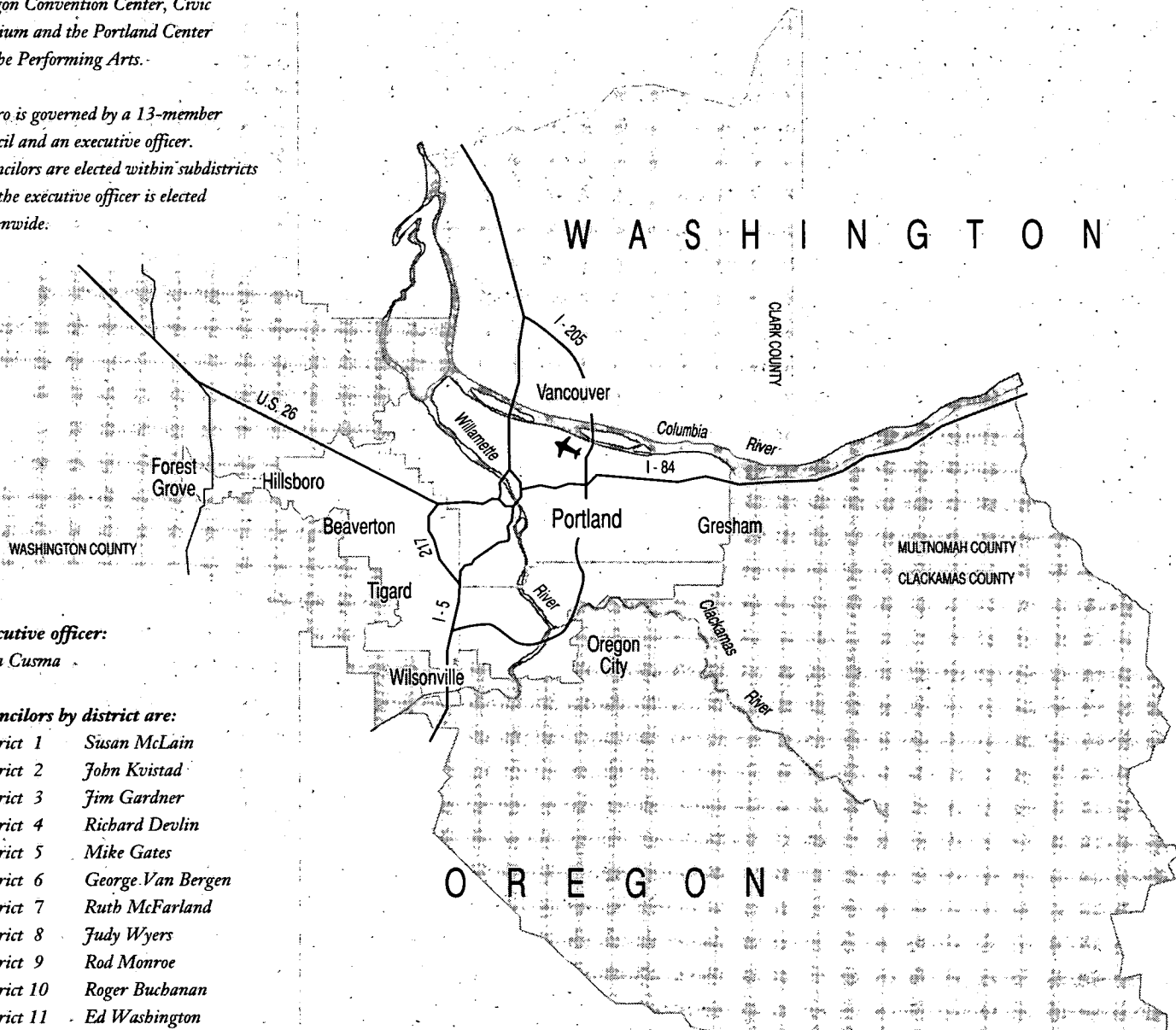
Metro is responsible for solid waste management, operation of the Metro Washington Park Zoo, transportation and land-use planning, Metropolitan Greenspaces and technical services to local governments. Through the Metropolitan Exposition-Recreation Commission, Metro manages the Oregon Convention Center, Civic Stadium and the Portland Center for the Performing Arts.

Metro is governed by a 13-member council and an executive officer. Councilors are elected within subdistricts and the executive officer is elected regionwide.

**KEY TO THE MAP:**



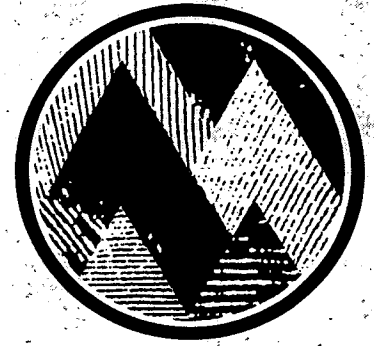
13 council districts within the Metro regional boundary



**Executive officer:**  
Rena Cusma

- Councilors by district are:**
- District 1 Susan McLain
  - District 2 John Kvistad
  - District 3 Jim Gardner
  - District 4 Richard Deolin
  - District 5 Mike Gates
  - District 6 George Van Bergen
  - District 7 Ruth McFarland
  - District 8 Judy Wyers
  - District 9 Rod Monroe
  - District 10 Roger Buchanan
  - District 11 Ed Washington
  - District 12 Sandi Hansen
  - District 13 Terry Moore





# METRO

*The new Metro logo is part of a public information and identification system that reflects the agency's growth and move into a renovated building, the Metro Regional Center.*

*The symbol consists of the letter "M" within a circle. The image was created by hand using a feather. The natural forms suggest the environment — water, air, trees and landscape.*

*The circle suggests the agency's policy of an open and accessible relationship with the public.*

*The unique image suggests the quality of life issues that are the common denominator of Metro's diverse facilities and programs.*

**COMPREHENSIVE  
ANNUAL  
FINANCIAL  
REPORT**

**FOR THE YEAR ENDED  
JUNE 30, 1993**

**FINANCE AND MANAGEMENT  
INFORMATION DEPARTMENT**

**DIRECTOR  
JENNIFER SIMS**

**PREPARED BY  
ACCOUNTING DIVISION**

**MANAGER OF ACCOUNTING  
DONALD R. COX JR., CPA**



**METRO**

METRO

Table of Contents

June 30, 1993

Page(s)

Table of Contents ..... i

**INTRODUCTORY SECTION:**

Executive Officer's Letter of Transmittal ..... vi  
Director of Finance and Management Information's Letter of Transmittal ..... viii  
Certificate of Achievement for Excellence in Financial Reporting. .... xxv  
Elected Officials ..... xxvi  
Organizational Charts:  
    Metro. .... xxvii  
    Finance and Management Information Department ..... xxviii  
    Accounting Division ..... xxix

**FINANCIAL SECTION:**

Report of Independent Certified Public Accountants ..... 1

**GENERAL PURPOSE FINANCIAL STATEMENTS ("Liftable" Combined  
Financial Statements):**

**COMBINED FINANCIAL STATEMENTS:**

    Combined Balance Sheet - All Fund Types and Account Groups ..... 2  
  
    Combined Statement of Revenues, Expenditures and Changes in Fund  
    Balances - All Governmental Fund Types and Expendable Trust  
    Funds ..... 6  
  
    Combined Statement of Revenues, Expenditures and Changes in Fund  
    Balances - Budget (Non-GAAP Budgetary Basis) and Actual -  
    All Governmental Fund Types and Expendable Trust Funds ..... 7  
  
    Combined Statement of Revenues, Expenses and Changes in Retained  
    Earnings/Fund Balances - Proprietary Fund Types and Similar  
    Trust Fund ..... 10  
  
    Combined Statement of Cash Flows - Proprietary Fund Types and  
    Similar Trust Fund ..... 12



METRO

Table of Contents, Continued

|  | <u>Page(s)</u> |
|--|----------------|
| <b>NOTES TO COMBINED FINANCIAL STATEMENTS:</b>   |                |
| Note 1 - Historical Introduction . . . . .   | 15             |
| Note 2 - Summary of Significant Accounting Policies . . . . .                                      | 16             |
| Note 3 - Individual Fund Disclosures . . . . .   | 28             |
| Note 4 - Cash and Investments . . . . .  | 29             |
| Note 5 - Due From Other Governments . . . . .  | 30             |
| Note 6 - Fixed Assets . . . . .  | 31             |
| Note 7 - Post-Closure Cost Payable . . . . .   | 32             |
| Note 8 - Arbitrage Payable . . . . .   | 33             |
| Note 9 - Bonds Payable . . . . .   | 33             |
| Note 10 - General Long-Term Obligations Account Group . . . . .                                    | 37             |
| Note 11 - Deferred Revenue . . . . .   | 37             |
| Note 12 - Capital Lease Obligations . . . . .  | 38             |
| Note 13 - Contributed Capital . . . . .  | 38             |
| Note 14 - Pension Plans . . . . .  | 39             |
| Note 15 - Insured Risks . . . . .  | 43             |
| Note 16 - Interfund Receivable/Payable Balances . . . . .  | 44             |
| Note 17 - Segment Information for Enterprise Funds . . . . .                                       | 45             |
| Note 18 - Reconciliation of Revenues and Expenditures - Budgetary<br>Basis to GAAP Basis . . . . . | 46             |
| Note 19 - Commitments and Contingencies . . . . .  | 48             |
| Note 20 - Subsequent Events . . . . .  | 51             |

**SUPPLEMENTARY DATA:**

**COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:**

**GOVERNMENTAL FUNDS:**

**GENERAL FUND:**

|   |    |
|---|----|
| Schedule of Revenues and Expenditures - Budget (Non-GAAP<br>Budgetary Basis) and Actual . . . . . | 53 |
|---|----|

**SPECIAL REVENUE FUNDS:**

|   |    |
|---|----|
| Combining Balance Sheet . . . . .   | 54 |
| Combining Statement of Revenues, Expenditures and Changes<br>in Fund Balances . . . . . | 55 |

METRO

Table of Contents, Continued

Page(s)

**SPECIAL REVENUE FUNDS, Continued:**

Schedule of Revenues and Expenditures - Budget (Non-GAAP

Budgetary Basis) and Actual:

|                                     |    |
|-------------------------------------|----|
| Planning Fund . . . . .             | 56 |
| Zoo Fund . . . . .                  | 58 |
| Spectator Facilities Fund . . . . . | 60 |
| Coliseum Fund . . . . .             | 62 |
| MERC Management Pool Fund . . . . . | 63 |

**DEBT SERVICE FUND:**

Schedule of Revenues and Expenditures - Budget (Non-GAAP

Budgetary Basis) and Actual - Convention Center Debt Service

|                |    |
|----------------|----|
| Fund . . . . . | 64 |
|----------------|----|

**CAPITAL PROJECTS FUND:**

Schedule of Revenues and Expenditures - Budget (Non-GAAP

|  |    |
|--|----|
| Budgetary Basis) and Actual - Zoo Capital Fund . . . . . | 65 |
|--|----|

**PROPRIETARY FUNDS:**

**ENTERPRISE FUNDS:**

|   |    |
|---|----|
| Combining Balance Sheet . . . . .   | 66 |
| Combining Statement of Revenues, Expenses and Changes in Retained<br>Earnings . . . . .   | 67 |
| Combining Statement of Cash Flows . . . . .   | 69 |
| Reconciliation of Enterprise Funds' Revenues and Expenditures<br>(Budgetary Basis) to Combining Statement of Revenues,<br>Expenses and Changes in Retained Earnings (GAAP<br>Basis) . . . . . | 71 |
| Schedule of Revenues and Expenditures - Budget (Non-GAAP<br>Budgetary Basis) and Actual:  |    |
| Solid Waste Revenue Fund . . . . .  | 73 |
| Building Management Fund . . . . .  | 76 |
| General Revenue Bond Fund . . . . .   | 77 |
| Convention Center Operating Fund . . . . .  | 78 |
| Convention Center Project Capital Fund . . . . .  | 79 |

# METRO

## Table of Contents, Continued

|  | <u>Page(s)</u> |
|--|----------------|
| <b>INTERNAL SERVICE FUNDS:</b>   |                |
| Combining Balance Sheet . . . . .  | 80             |
| Combining Statement of Revenues, Expenses and Changes in Retained<br>Earnings . . . . .  | 81             |
| Combining Statement of Cash Flows . . . . .  | 82             |
| Reconciliation of Internal Service Funds' Revenues and Expenditures<br>(Budgetary Basis) to Combining Statement of Revenues, Expenses<br>and Changes in Retained Earnings (GAAP Basis) . . . . . | 84             |
| Schedule of Revenues and Expenditures - Budget (Non-GAAP<br>Budgetary Basis) and Actual:   |                |
| Risk Management Fund . . . . .   | 85             |
| Support Services Fund . . . . .  | 86             |
| <b>FIDUCIARY FUNDS:</b>  |                |
| <b>TRUST FUNDS:</b>  |                |
| Combining Balance Sheet . . . . .  | 88             |
| <b>EXPENDABLE TRUST FUNDS:</b>   |                |
| Combining Statement of Revenues, Expenses and Changes in<br>Fund Balances . . . . .  | 89             |
| Schedule of Revenues and Expenditures - Budget (Non-GAAP<br>Budgetary Basis) and Actual:   |                |
| Rehabilitation and Enhancement Fund . . . . .  | 90             |
| Smith and Bybee Lakes Trust Fund . . . . .   | 91             |
| Portland Center for Performing Arts Capital Trust Fund . . . . .   | 92             |
| <b>ACCOUNT GROUPS:</b>   |                |
| <b>GENERAL FIXED ASSETS ACCOUNT GROUP:</b>   |                |
| Schedule of General Fixed Assets by Source . . . . .   | 93             |
| Schedule of General Fixed Assets by Function and Activity . . . . .  | 94             |
| Schedule of Changes in General Fixed Assets by Function and Activity . . . . .   | 96             |
| <b>GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP:</b>  |                |
| Schedule of General Long-Term Obligations . . . . .  | 98             |

# METRO

## Table of Contents, Continued

Page(s)

### **OTHER FINANCIAL SCHEDULES:**

|  |     |
|--|-----|
| Schedule of Property Tax Transactions and Outstanding Receivable . . . . . | 99  |
| Schedule of Future Debt Service Requirements:                              |     |
| General Long-Term Obligations Group . . . . .                              | 101 |
| Enterprise Funds . . . . .   | 102 |
| Schedule of Long-Term Debt Transactions:                                   |     |
| General Long-Term Obligations Group . . . . .                              | 104 |
| Enterprise Funds . . . . .   | 105 |

### **STATISTICAL SECTION (UNAUDITED):**

|   |     |
|---|-----|
| General Governmental Expenditures by Function - for the last ten fiscal years . . . . .   | 106 |
| General Governmental Revenues by Source - for the last ten fiscal years . . . . .   | 107 |
| Property Tax Levies and Collections - for the last ten fiscal years . . . . .   | 108 |
| Assessed and Estimated Actual Value of Taxable Property - for the last ten fiscal years . . . . .   | 109 |
| Property Tax Rates - Direct and Overlapping Governments - for the last ten fiscal years . . . . .   | 110 |
| Computation of Legal Debt Margin - for the year ended June 30, 1993 . . . . .   | 111 |
| Ratio of Net General Bonded Debt to Assessed Value and Net<br>Bonded Debt Per Capita - for the last ten fiscal years . . . . .                            | 112 |
| Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total<br>General Governmental Expenditures - for the last ten fiscal years . . . . . | 113 |
| Schedule of Overlapping Bonded Debt - All Overlapping Governments - for<br>the year ended June 30, 1993 . . . . .   | 114 |
| Schedule of Revenue Bond Coverage - for the last ten fiscal years . . . . .   | 116 |
| Demographic Statistics - for the last ten fiscal years . . . . .  | 117 |
| Construction Permits and Bank Deposits - for the last ten fiscal years . . . . .  | 118 |
| Principal Taxpayers Within the District by County - June 30, 1993 . . . . .   | 119 |
| Insurance in Force - June 30, 1993 . . . . .  | 120 |
| Summary of Delivered Solid Waste Tonnage by Facility - for the last ten<br>calendar years . . . . .   | 121 |
| Miscellaneous Statistical Data - June 30, 1993 . . . . .  | 122 |
| Reuse and Recycling Data - Metro Regional Center Project - for the year ended June 30, 1993. . .  | 123 |

### **AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE**

#### **REGULATIONS:**

|  |     |
|--|-----|
| Introduction . . . . .                         | 124 |
| Internal Control Structure . . . . .           | 125 |
| Other Audit Comments and Disclosures . . . . . | 126 |



**INTRODUCTORY  
SECTION**



**METRO**

October 25, 1993

To the Council and Citizens of  
Metro, Oregon

Ladies and Gentlemen:

In accordance with state statutes, I hereby transmit the Comprehensive Annual Financial Report of Metro as of June 30, 1993, and for the year then ended. Management is responsible for the information and representations contained in this report, and I believe that the information presented is accurate in all material respects and fairly sets forth the financial position and results of operations of Metro.

This report has been prepared in conformity with generally accepted accounting principles appropriate under the circumstances and reflects, in all material respects, the substance of events and transactions that should be included. The report has also been prepared following guidelines recommended by the Government Finance Officers Association of the United States and Canada. In accordance with these guidelines, and in the interests of providing a comprehensive, readable and understandable financial report, the accompanying report has been organized in three sections:

1. Introductory section, including the Director of Finance & Management Information and Accounting Manager's letter of transmittal.
2. Financial section, including financial statements and supplementary data of Metro accompanied by the report of KPMG Peat Marwick, our independent Certified Public Accountants.
3. Statistical section, including a number of tables of unaudited data depicting the last ten years' history of Metro, information on tax levies, largest taxpayers in the region, overlapping governments debt, and demographic and other miscellaneous information.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Metro for its comprehensive annual financial report for the fiscal year ended June 30, 1992. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

Metro  
October 25, 1993

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such comprehensive annual financial 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 our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Metro and its staff strive to continually improve its financial operations, systems and reporting to provide full accountability to the citizens of the region. This effort was culminated in the receipt, by Metro, of the Certificate of Achievement for Excellence in Financial Reporting for its fiscal year ended 1992 Comprehensive Annual Financial Report in the first year of submission.

State law requires that the financial statements of Metro be audited by an independent certified public accountant and that additional disclosures required by state regulations be included in the report. These requirements have been complied with, and our auditor's report is included in the financial section of this report.

The Council, Administration, and I have jointly kept Metro financially sound. We have taken the actions necessary to maintain a balanced budget and fund required reserves while achieving the goals, objectives and work programs adopted in the budget. We have made significant effort to limit and control expenditures while gaining efficiencies in operations.

I encourage you to read the information contained in this Comprehensive Annual Financial Report and see how Metro used the resources provided to serve the citizens of the Metro region during the fiscal year ended June 30, 1993.

Respectfully submitted,



Rena Cusma  
Executive Officer





**METRO**

October 25, 1993

To the Executive Officer, Council and Citizens of  
Metro, Oregon:

In accordance with ORS 297.425, we are pleased to submit the Comprehensive Annual Financial Report of Metro, for the fiscal year ended June 30, 1993, together with the unqualified report thereon of our independent certified public accountants, KPMG Peat Marwick. Metro management is responsible for the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the data contained in this report is accurate in all material respects and is organized in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of Metro. All disclosures necessary to enable the reader to gain an understanding of Metro's financial activities have been included.

The comprehensive annual financial report is presented in three sections: Introductory, Financial and Statistical. The introductory section includes this transmittal letter, Metro's organizational charts and a list of principal officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the independent auditor's report on the financial statements and schedules as identified in their report. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis for analysis purposes. The comprehensive annual financial report also includes Audit Comments and Disclosures, including comments required under the Minimum Standards for Audits of Oregon Municipal Corporations Section of the Oregon Administrative Rules.

The comprehensive annual financial report includes all funds and account groups of Metro, including information for the Metropolitan Exposition-Recreation Commission (MERC) component unit as required by Governmental Accounting Standards Board Statement 14 as Metro appoints the members of the Commission, has financial accountability for its operations and is able to impose its will in the operations of MERC. Financial information for the Portland Metropolitan Area Local Government Boundary Commission is not included in Metro's financial report as no financial accountability for its operations exists, there is no financial benefit or burden to Metro, and Metro is not able to impose its will.

In addition to the above report, Metro is required to have a comprehensive single audit of its Federal Assistance Programs in accordance with the Single Audit Act of 1984, OMB Circular A-128 and the provisions of Government Auditing Standards promulgated by the U.S. Comptroller General as they pertain to financial and compliance audits. A report on Metro's compliance with applicable Federal laws and regulations and the Schedule of Federal Financial Assistance for the year ended June 30, 1993 has been issued under separate cover.

### ECONOMY

Metro is located in the urbanized portion of Oregon's Clackamas, Multnomah and Washington counties. Twenty-four cities are within Metro's boundaries which comprise the Portland metropolitan area, the largest of these being Portland, Gresham, Beaverton, Hillsboro, Tigard, Lake Oswego, Milwaukie, West Linn and Oregon City.

The Portland metropolitan area is the financial, trade, transportation and service center for Oregon, southwest Washington state and the Columbia River basin. The manufacturing base includes electronics, machinery, transportation equipment, fabricated metals, sports equipment and clothing, and food and kindred products. Employment levels in June 1993 were 1.1% ahead of June 1992, according to the US Bancorp Department of Economics. Growth was experienced primarily in the electronic equipment sector. Residential building permits were ahead of the prior year by 7.2%. Portland wage and salary employment rose 1.1% from June 1992 to June 1993, from 654,100 to 661,300. While the unemployment rate for the Portland PMSA (Primary Metropolitan Statistical Area) was 6.2%, the rate remains much lower than the U.S. average of 7.0% and Oregon rate of 7.1%.

Oregon's tourism industry has grown 60 percent in the past five years, according to a study financed by the Oregon Tourism Division. Another study of major metropolitan office and retail real estate markets, by Valuation Network, Inc., reported that Portland's suburban office market was the strongest and its Central Business District office market was third, behind Washington, D.C. and San Francisco. Portland's retail market ranked strongest for both the suburban and Central Business District categories.

According to US Bancorp, Oregon employment growth is forecast to grow at a rate of 2.4% over the next year. Personal income is expected to increase approximately 6% compared to 5.8% for the first quarter of 1993. Population growth is expected to continue at a rate of 1.8% in the coming year, with housing permits forecast to increase 12%. The U.S. Department of Housing and Urban Development (HUD) recently prepared forecasts of housing demand for 1993 and 1994 for the Portland-Vancouver Metropolitan Area. They forecast an additional demand of 29,750 units over the two year period. Of these, 16,000 will be single-family units, 1,100 condominiums, 9,800 multi-family rentals and 2,850 manufactured homes.

The current economic climate and the projections for the coming year bode well for many of Metro facilities which rely on disposable income, such as the Metro Washington Park Zoo, Oregon Convention Center and other Spectator Facilities. Growth in population and employment, coupled with increased recycling efforts, will continue to stabilize solid waste tonnage and the revenues generated by this source.

## ORGANIZATIONAL STRUCTURE AND SERVICES PROVIDED

Metro, the nation's only directly elected regional government, operated under the authority of Oregon Revised Statutes Chapter 268 through December 31, 1992. On November 3, 1992, voters in the region approved a home rule charter for Metro which became effective January 1, 1993. Metro is governed by the Metro Council consisting of thirteen non-partisan councilors elected from designated subdistricts within Metro's boundaries. The Charter reduces the number of councilors to seven beginning January 2, 1995. In addition, an Executive Officer is elected region wide to carry out the policies of the Council and administer the functions of Metro. The Metro Council conducts all legislative business in semi-monthly meetings, supplemented by various council sub-committee meetings held throughout the month. Metro's current primary responsibilities include regional planning, including transportation, urban growth boundary management and other planning activities, solid waste disposal and waste reduction programs, operation of a first class zoo, and operation of the metropolitan region's spectator facilities through the Metropolitan Exposition-Recreation Commission (MERC).

## DEPARTMENTAL ACTIVITY

During FY 1992-93, Metro's *Planning Department* continued to perform its designated functions as the region's Metropolitan Planning Organization (MPO) to secure and allocate federal highway and transit funds. Planning and decision making for assigning project priorities and funding for the region's transportation program is performed in close cooperation with local governments, state and other regional agencies. The Joint Policy Advisory Committee on Transportation (JPACT) and the Transportation Policy Alternatives Committee (TPAC) provide forums for coordination and decision-making with state, regional and local government staff, elected representatives and citizens.

During FY 1993, the Department completed an Environmental Impact Statement on the West Side Light Rail Transit (LRT) project and initiated the local decision-making process as a portion of the overall *High Capacity Transit Planning* project. This West Side Light Rail Transit alternative had received the unanimous recommendation of the committees and jurisdictions through June 1993. The Department continued work on many other High Capacity Transit (HCT) projects, including travel demand forecasts for a variety of Light Rail Transit system configurations.

The Planning Department's *Data Resource Center* researched, developed and implemented a growth simulation model that was used to develop a 50 year growth scenario for the four county region. The *Regional Land Information System (RLIS)* is now being used to support regional and local planning projects, such as Metro's earthquake preparedness project and Region 2040, and by Tri-Met for a variety of projects, primarily related to LRT corridor planning and HCT alternatives analysis. The *Travel Forecasting* Section provided technical assistance to a number of jurisdictions in the region in the areas of accessibility data, travel simulation results, travel simulation data and support to the satellite EMME/2 software users.

Metro's Planning Department is also responsible for land use and environmental planning within its *Growth Management* Division. The principal activity of the Land Use Planning section was the Region 2040 project. During FY 1992-93, Metro formulated the modeling systems, developed a base case for the year 2040 and tested three growth concepts. The *Environmental Planning* section completed and presented a federal funding package for the Greenspaces program to the Oregon and Southwest Washington Congressional delegations. The section also developed the scope of the Tualatin River Vision in cooperation with the National Parks Service. Staff commenced coordination meetings with Multnomah County Parks staff in anticipation of a merger of the parks programs at Metro.

The *Metro Washington Park Zoo*, Oregon's largest paid tourist attraction, experienced a drop in attendance during FY 1993 to 977,522. The decrease in attendance was primarily due to wet Spring and Summer weather. This figure, while falling 2% short of the goal of one million visitors, continues to demonstrate the strength of the Zoo's programming and marketing efforts despite inclement weather. Total per capita income increased 6.4% over FY 1992, from \$5.91 to \$6.29. Special events, such as the *Zoolights* December holiday lighting event, *Zooboo* October's Halloween theme event, and *Zoobloom* spring flower event, have been developed in recent years to draw visitors year around. The Elk Meadow Exhibit also neared completion at the end of FY 1993. The above programs continue to implement the Zoo's strategy of providing visitors a unique educational and recreational opportunity to experience wildlife in a naturalistic setting and to learn to "care now for the future of life," the Zoo's stated vision, adopted by the Metro Council in 1990. These activities were accomplished while meeting the policy objective of raising more than fifty percent of operating costs from non-tax sources. In FY 1993, the Zoo earned 55% of its revenue from non-tax sources, which was 60% of operating costs. This is a significant achievement, as the Metro Washington Park Zoo is the only Metro operation directly impacted by the Measure 5 property tax limitation requirements.

Metro's *Solid Waste Department* goals for FY 1993 included 1) reducing the amount of solid waste generated and increase the recycling and waste reduction activities while working with local governments, the waste collection industry, businesses, regulatory agencies and the public; 2) developing a regional solid waste management system that is efficient, economical and environmentally responsible, and 3) operating Metro solid waste disposal facilities in an environmentally sound, safe and financially prudent manner. The region was successful in achieving a recycling rate of 39%, while processing an estimated 715,700 tons of solid waste at Metro facilities. The recycling rate has continued to increase each year. On a regional basis, waste tonnages delivered to all facilities have stabilized, despite continued population growth. During FY 1993, Metro's Household Hazardous Waste collection facilities at its Metro South and Metro Central transfer stations collected and processed an estimated 950,000 pounds of waste from approximately 11,700 customers. The department continues to close the St. Johns Landfill in a manner that exceeds federal and state requirements applicable to the landfill. In FY 1993, Metro spent an additional \$5.99 million dollars against the post-closure liability leaving an estimated liability of \$23.5 million dollars. Metro continues to set aside funds to pay this liability and has accumulated in excess of \$15.3 million dollars as of June 30, 1993.

The *MERC* managed *Civic Stadium* experienced a strong year, playing host to the Billy Graham Crusade which accounted for approximately 236,000 of the 551,734 people who attended events at this facility in FY 1993. The early exit of the Portland Trailblazers from the NBA Playoffs and reduced event scheduling due to anticipated construction by the Oregon Arena Corporation (OAC) resulted in a 19.4% decline in attendance and a corresponding drop in revenues at the *Memorial Coliseum* from those experienced in FY 1993. The Coliseum operations were returned to the City of Portland for operation by OAC on July 1, 1993. The *Portland Center for the Performing Arts (PCPA)* played host to the *Phantom of the Opera* in FY 1993 which brought 119,160 attendees for forty performances and raised the year's overall attendance to 1,038,963, an increase of 13.6% over the prior year.

The Metro owned and operated *Oregon Convention Center* continued its outstanding performance in FY 1993. A 1986 marketing study estimated that by 1995 the Center would pump \$59 million annually into the Portland area economy. Current estimates place the economic impact from bookings of national and regional trade shows and conventions at \$57 million in 1993. The occupancy rate for the Center is close to 60 percent, up from 53 percent in the prior year which continues to be ahead of projections. The Center has hosted 41 national conventions and trade shows, 15 consumer shows and over 450 local meetings, seminars, conferences, banquets, luncheons and receptions. Attendance at the Oregon Convention Center rose 7% from FY 1992 to a total of 635,000 patrons.

The *Regional Facilities Department* completed the purchase and renovation of a former department store building into Metro's new headquarters facility, *Metro Regional Center*. The transformation from a vacant department store into earth-wise offices demonstrated Metro's recycling ethic by recycling an existing building and pursuing a set of resourceful goals: 1) maximize salvage and reuse, 2) maximize recycling and recovery, 3) use recycled building materials, 4) incorporate an efficient office recycling system, 5) conserve energy and 6) reduce water use. By the close of the project in April 1993, 8,034 tons of material had been kept out of the landfill, saving \$35,000 in disposal costs. Material salvaged and recycled accounted for 77 percent of all waste, with only 265 tons of waste landfilled on the \$11.5 million project. Additional reuse and recycling statistics on this project can be found in the statistical section of this report.

### FUTURE PLANS

One of Metro's greatest strengths is the ability to re-structure, re-focus and adapt to changing circumstances swiftly. During FY 1994, Metro will continue implementation of the new Metro Charter provisions. One of the earliest efforts will be developing a recommendation, through the Metro Council appointed Tax Study Committee, for new revenue sources to support expanded planning functions and work programs required in the Charter. Metro's taxing authority allows the Metro Council to levy, collect and spend up to \$12.5 million per year, adjusted upward each year for inflation, in taxes other than broad base taxes of general applicability.

Metro's Washington Park Zoo will develop additional events to enhance revenue generation and proceed with design of Phase I of the Oregon Exhibit, including a new entrance. In addition, a fund drive will be undertaken to raise money to help remodel the elephant exhibit and build and operate the Center for Species Survival. Metro will coordinate with the Oregon Department of Transportation regarding the construction of a west-bound on-ramp and bridge over Highway 26 to mitigate the effects on visitor traffic. Metro must also undertake planning to minimize the impacts of Tri-Met's light-rail project construction and the Zoo light-rail station.

Metro's Planning Department will provide professional planning support to the *Future Vision* work effort required by the Charter. The Future Vision will incorporate results from the Region 2040 program which began in 1992 which focuses on urban growth alternatives that will provide a clear direction for growth in the metropolitan area. Other work efforts will include updating the Regional Transportation Plan, refining the Urban Arterial Fund proposal, continuing work on the Willamette River Bridge Crossing Study, and upgrading and marketing the Regional Land Information System (RLIS) and Data Resource Center.

Metro and Multnomah County are currently discussing the transfer of responsibility for all facilities within the County's Recreation Fund to Metro. The transfer is tentatively scheduled for January 1, 1994. These facilities include two regional parks, Glendoveer Golf Course, marine facilities on the Columbia River, pioneer cemeteries, and the Exposition Center. These facilities, with the exception of the Exposition Center, will be managed by a newly created Regional Parks and Greenspaces Department. The Exposition Center will be managed by MERC.

A Funding Task Force for Regional Facilities and Programs was created in April 1992 to study proposed revenue measures to finance performing arts and related facilities. The task force's report is due in December 1993.

With the continued stabilization of solid waste tonnage and resulting stabilization of excise tax revenues from solid waste and other enterprise operations, these programs will be competing for scarce resources, requiring difficult priority choices. The FY 1993-94 Budget adopted by the Metro Council and available from Metro's Finance and Management Information Department describes the priorities assigned.

## FINANCIAL AND ACCOUNTING POLICIES

This report is prepared in conformance with the guidelines for financial reporting developed by the Government Finance Officers Association of the United States and Canada and the principles established by the Governmental Accounting Standards Board (GASB), including all effective GASB pronouncements. Metro has implemented the provisions of GASB Statement 14 concerning the Reporting Entity. The operations of the Metropolitan Exposition-Recreation Commission (MERC) component unit are reported in discrete columns in the report in accordance with the provisions of this Statement. Criteria for inclusion in Metro's report is presented in this letter previously. This report presents fairly the financial position of the various funds and account groups of Metro at June 30, 1993, and the results of operations and cash flows of such funds for the year then ended in conformity with generally accepted accounting principles (GAAP).

Metro budgets a total of 18 funds of which eight are governmental fund types, seven are reported in proprietary fund types and three are fiduciary fund types. The following bases of accounting are used for the respective funds:

| <u>Fund to which applied</u>  | <u>Accounting Basis</u>                 |
|---|---|
| * Governmental Fund Types:<br>General Fund<br>Special Revenue Funds<br>Debt Service Fund<br>Capital Projects Fund | Modified Accrual Basis                  |
| * Proprietary Fund Types:<br>Enterprise Funds<br>Internal Service Funds   | Accrual Basis                           |
| * Fiduciary Fund Types:<br>Non-Expendable Trust Fund<br>Expendable Trust Funds                                    | Accrual Basis<br>Modified Accrual Basis |

#### **INTERNAL ACCOUNTING CONTROLS AND BUDGETARY PROCESS**

Metro maintains, and management relies upon, a system of internal accounting and administrative controls designed to provide reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition and that accounting transactions are executed in accordance with management's authorization and properly recorded so that financial statements can be prepared in accordance with generally accepted accounting principles (GAAP) and Metro's budgetary requirements. The design and operation of the internal control structure also ensures that federal and state financial assistance funds are expended in compliance with applicable laws and regulations related to those programs. In establishing the internal control structure, management considers the inherent limitations of various control procedures and weighs their cost against the benefit derived. Metro constantly monitors and revises, where necessary, the accounting policies, procedures and systems, together with the related internal control structure when required, to assure that reliable and timely information is prepared in the most efficient manner possible.

Metro's budget is prepared on the modified accrual basis of accounting. In accordance with applicable state statutes, Metro budgets all funds except the Pension Trust Fund. The budget is adopted by the Metro Council by ordinance prior to the beginning of Metro's fiscal year (July 1 through June 30.) The ordinance authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. Total personal services, materials and services, capital outlay, and other expenditures by department in certain funds and by fund as a whole in certain other funds, as disclosed in the Notes to the Financial Statements (Note 1D), are the levels of control established by the budget ordinance. The expenditure appropriations lapse at the end of



the fiscal year. Unexpected additional resources and budget revisions may be added to the budget through the use of a supplemental budget or by an ordinance passed by the Metro Council amending the budget. A supplemental budget requires hearings before the public, publication in newspapers and approval by the Council. Original, amended and supplemental budgets may be modified by the use of appropriations transfers between the levels of control when approved by Council. Metro adopted one supplemental budget during FY 1993, while adopting thirteen budget amendments.

### **FINANCIAL SUMMARY OF GENERAL GOVERNMENT FUNCTIONS**

The following financial data is summarized from the more detailed information included in this financial report.

Metro's general revenues, which exclude those of the component unit, include revenues of the General Fund, Special Revenue Funds, Debt Service Fund and the Capital Projects Fund which may be classified and summarized from the financial data as follows:

*Taxes* - Property taxes levied on property in the region and excise taxes charged on Metro provided services.

*Intergovernmental Revenue* - Federal, state and local grants, and Dues Assessments received from other governmental entities within the Metro region.

*Charges for Services* - Admission, rental fees, vending and concessions/catering revenue, professional and contract service fees and other charges for services provided at Metro operated facilities.

*Donations and Bequests* - Amounts received from donors.

*Interest* - interest earned on investments.

*Miscellaneous* - Revenue from other sources not otherwise provided for in the categories noted above.

The revenues accounted for in the Governmental Fund Types and percentage of total revenue by source and changes from 1992, exclusive of the component unit are:

| <u>Revenue Source</u>  | <u>Amount</u>              | <u>Percent</u>       | <u>Change From FY 1992</u> |
|------------------------|----------------------------|----------------------|----------------------------|
| Taxes                  | \$15,642,349               | 57.2%                | \$ 1,367,785               |
| Intergovernmental      | 3,761,582                  | 13.8%                | 853,533                    |
| Charges for Services   | 6,657,281                  | 24.4%                | (800,222)                  |
| Donations and Bequests | 422,536                    | 1.5%                 | (182,868)                  |
| Interest               | 465,842                    | 1.7%                 | (329,339)                  |
| Miscellaneous          | <u>380,263</u>             | <u>1.4%</u>          | <u>(90,336)</u>            |
| <b>Total</b>           | <b><u>\$27,329,853</u></b> | <b><u>100.0%</u></b> | <b><u>\$ 818,553</u></b>   |

Overall revenues in this category increased 3.1% from the previous year. The major increases and decreases are:

- The increase in taxes consists of \$568,508 in additional property taxes and \$799,277 in excise taxes.
- The increase in intergovernmental revenue is composed of \$5,128 in added Dues Assessments and \$848,405 in additional Federal, state and local grant programs.
- Charges for Services revenues decreased primarily due to decreased attendance at the Metro Washington Park Zoo. Admissions, vending, concessions and catering revenues decreased 11.9% from the prior year on a 9.3% decrease in attendance from 1992.
- Donations received at the Metro Washington Park Zoo decreased from 1992 primarily due to a decrease in donations from the Friends of the Washington Park Zoo which are anticipated to be delayed to the fiscal year 1993-94.

Charges for Services related revenues for the MERC component unit's Special Revenue Funds reflected a decrease of 2.7% over FY 1992. Charges for Services related revenues decreased 10.2% (\$1,218,998) at the Memorial Coliseum and 14.7% (\$300,331) at the Civic Stadium over FY 1992. Charges for Services related revenues at the Portland Center for the Performing Arts (PCPA) increased 34.7% (\$1,051,579) from FY 1992. A significant portion of the increase in revenues at PCPA is due to increased attendance attributable to the popular performances of *The Phantom of the Opera*.

Expenditures accounted for in the Governmental Fund Types, exclusive of the MERC component unit, are shown below by function, percentage of total by function and changes from the previous year:

| <u>Function</u>                   | <u>Amount</u>       | <u>Percent</u> | <u>Change From FY 1992</u> |
|-----------------------------------|---------------------|----------------|----------------------------|
| General government                | \$ 2,367,244        | 9.3%           | \$ 224,637                 |
| Zoo operations/development        | 11,104,303          | 43.5%          | 837,361                    |
| Regional planning/<br>development | 6,402,875           | 25.1%          | 606,641                    |
| Capital outlay                    | 1,699,506           | 6.7%           | 540,299                    |
| Debt service                      | <u>3,924,401</u>    | <u>15.4%</u>   | <u>485,737</u>             |
| Total                             | <u>\$25,498,329</u> | <u>100.0%</u>  | <u>\$ 2,694,675</u>        |

Expenditures increased 11.8% from the previous year. Some of the larger increases are:

- Zoo operations expenditures increased primarily due to an increase of \$194,354 in marketing expenditures aimed at increasing attendance. Design services became a new department, with expenditures of \$738,792 related to project planning and exhibits/graphics to provide interpretive signs and materials.
- Regional planning and development expenditures increased by \$606,641 due to increased grant revenues. A new Federal Surface Transportation Program grant was a large portion of the increase at \$316,512 in expenditures.

Expenditures in the MERC component unit Special Revenue Fund were down .1% to a total of \$17,099,020. Operating expenditures, exclusive of central administrative charges, for the Memorial Coliseum were down 9.4%, Civic Stadium expenditures decreased 3.8% and the PCPA increased 26.6% from FY 1992.

### PROPRIETARY OPERATIONS

Proprietary fund operating revenues, exclusive of the MERC component unit, increased 12.2% over FY 1992 to a total of \$65,395,765 for the fiscal year ended June 30, 1993. Operating expenses in the proprietary funds, exclusive of MERC, totaled \$55,458,495 or a decrease of 19.7% from the prior year. The net income for the fiscal year ended June 30, 1993 was \$9,937,270 compared to a loss of \$8,017,180 in FY 1992. The variability from the prior year is mostly attributable to the Solid Waste enterprise, as noted in the discussion below.

*Solid Waste Enterprise Fund.* The Solid Waste enterprise accounted for 86.6% of proprietary revenues or approximately \$56.7 million, which was up 12.4% over the prior year. Operating expenses decreased 22.7% to a total of \$47,834,128 for the fiscal year ended June 30, 1993. The significant decrease in expenses is primarily attributed to the charge taken in FY 1992 for the change in the post-closure estimate which amounted to \$11,225,600 of 1992 Solid Waste Fund operating expenses. Disposal fees increased \$1,991,252 and compost service fees decreased \$2,830,912 from FY 1992. The resulting net income for the Solid Waste Fund was \$8,160,637, compared to a net loss of \$9,120,073 in FY 1992.

*Building Management Enterprise Fund.* Operating revenues increased 36.9% over FY 1992, with receipts in lieu of rent charged to Metro departments housed in Metro Center up 18.5%. Revenues attributable to Metro departments were up due to the need to cover a 16.4% increase in operating expenses. Net income for the fiscal year ended June 30, 1993 was \$170,924, compared to \$147,879 for FY 1992.

*Internal Service Funds.* Additional emphasis was placed on providing additional resources to central services functions in FY 1993 to catch up with the growth experienced in Metro's operating functions. The *Support Services* and *Risk Management Funds*, which comprise Metro's internal service funds, reflected operating revenues of \$7,270,897 for the fiscal year ended June 30, 1993, which was an increase of 6.4% from FY 1992. Operating expenses increased \$344,382 or 5.5% over FY 1992. Operating expenses for the Support Services Fund, which includes accounting, finance, budget, information systems, legal, personnel and public affairs costs, were 5.0% of total expenses and expenditures for Metro in FY 1993, compared to 4.5% in FY 1992. The Internal Service Funds had a net income of \$1,021,073 for the fiscal year ended June 30, 1993, \$942,813 of which resulted from Risk Management Fund performance.

The *MERC* managed *Oregon Convention Center* enterprise had an increase in operating revenue of \$595,759 or 6.2%. Intergovernmental revenue, consisting of Hotel/Motel taxes within Multnomah County, rose 14.2% during fiscal year 1993. Charges for services provided increased to \$6,175,189 which was a gain of 10.0% over the prior year. Operating expenses increased 18.5% over FY 1992 to a total of \$11,782,072. The net loss for the fiscal year ended June 30, 1993 was \$1,591,174 compared to a net income in the prior year of \$157,049.

## FIDUCIARY OPERATIONS

Metro manages and accounts for monies received from various sources in a fiduciary capacity. Such monies are reported in the Trust Funds within the Fiduciary Fund Type. Disbursements are made in accordance with the agreement or applicable legislative enactment for each fund.

## **RISK MANAGEMENT**

Metro has established the Risk Management Fund (an internal service fund) to account for risk management activities, including the payment of insurance policy premiums, payment of claims, and to finance uninsured risks of loss. Metro is self-insured in certain areas. The Risk Management Fund provides risk of loss coverage for general liability, bodily injury or property damage of third parties resulting from the negligence of Metro or its employees and errors and omissions. These risks are self-insured by the Risk Management Fund. Property damage to Metro-owned facilities, subject to a \$10,000 deductible, is covered through a commercial primary all risk, property insurance policy. A purchased paid loss retro program purchased through the commercial carrier SAIF is used for workers' compensation coverage. An actuarial valuation was performed in February 1991 to determine estimates of liabilities for unpaid claims (IBNR). A new actuarial valuation is currently in process.

The Risk Management Division continued responsibility in three areas: insurance administration, risk assessment and safety. In FY 1993, Metro self funded liability claims and moved to a substantial deductible for worker's compensation claims. This action resulted in significant savings to the organization. Risk Management takes an active role in identifying, evaluating and reducing risks to the organization. The Division provides instruction to employees to promote safe behavior and helps make Metro a safe place to visit and work. As part of the safety program, the employees of the Oregon Convention Center were recognized for their achievement of going over a year without a loss time injury.

## **GENERAL FIXED ASSETS**

The general fixed assets of Metro are those fixed assets used in performance of general governmental functions, including the Metro Washington Park Zoo, and exclude the fixed assets of the Enterprise and Internal Service Funds. Also excluded are the fixed assets used by MERC's Spectator Facilities Fund as title to the assets remains with the City of Portland under the terms of an intergovernmental agreement. The spectator facilities fixed assets can be found in the City of Portland's comprehensive annual financial report, when issued. As of June 30, 1993, the general fixed assets of Metro amount to \$41,996,832. This amount represents the original or estimated cost of the assets and is considerably less than the estimated replacement value.

## CASH AND INVESTMENT MANAGEMENT

Metro pools most funds for investment purposes to obtain maximum return on investments, while minimizing the risk of loss of principal due to credit and market risk. Metro's investment manager uses automated information from the bank and detailed internal data to manage the investment program.

Metro's investment transactions are governed by a written Investment Policy approved by the Metro Council. The Investment Policy regulates Metro's investment objectives, diversification, limitations and reporting requirements. Metro utilizes an independent Investment Advisory Board to review and advise the District on its investment plan and investment performance. Quarterly investment reports are presented and discussed with the Investment Advisory Board and the Metro Council's Finance Committee.

Investment earnings on all funds under Metro's management was \$3,020,378 for the fiscal year ended June 30, 1993. This compares to \$4,451,924 for fiscal year 1992. The average yield earned on Metro's investments declined with the market in FY 1993, from a high of 4.657% in July 1992 to 3.973% at June 30, 1993. Investment performance continued to be higher than three month Treasury Bills and the average yield of the State of Oregon's Local Government Investment Pool, which were 3.085% and 3.409%, respectively, as of June 30, 1993.

The investments are displayed in Note 4 to the financial statements disclosing the carrying amounts and market values both by investment type and in total. The note discloses the "level of credit risk" associated with the investment types.

## DEBT ADMINISTRATION

As of June 30, 1993, Metro had a total of four bond issues outstanding for a total of \$119,695,000. These issues included \$64,940,000 of general obligation bonds and \$54,755,000 of revenue bonds.

During fiscal year 1992-93, preliminary work was underway to refinance two of Metro's outstanding bond issues. The 1990 Series A Waste Disposal Bonds and the 1991 Series A Headquarters Building Project bonds will be advance refunded subsequent to June 30, 1993.

The previously issued \$25,105,000 Riedel Oregon Compost Company Waste Disposal Project Revenue Bonds that were guaranteed by Riedel/Credit Suisse were paid off in FY 1992-93. This transaction occurred since the related compost project never successfully completed performance testing. Metro received funds from Credit Suisse sufficient to pay off the entire issue.

Metro's Finance staff also completed work leading to Resolution 93-1815, adopted by the Metro Council on June 24, 1993, which authorized the execution of a Zoo Light Rail Bond Anticipation Note in the amount of \$2,000,000. The note was dated July 1, 1993, with a variable interest rate equal to a per annum rate of interest equal to the then current 90-day Treasury Bill rate for Treasury Bills sold on the day nearest to the first day of the calendar year quarter during which such rate applies. The note matures July 1, 1995 and is payable to the Tri-County Metropolitan Transportation District of Oregon (Tri-Met).

The total outstanding net general bonded debt at year-end 1993 was \$61,525,261, as compared with \$64,165,753 in 1992. The ratio of net bonded debt to assessed valuation dropped from .14% in FY 1992 to .12% in FY 1993. Under ORS 268.520, Metro's general obligation bond issuances are subject to a legal limitation based on 10% of the true cash value of all taxable property within the District. As of June 30, 1993, Metro's net general obligation debt of \$64,940,000 was well below the legal limit of \$5,059,441,624.

In accordance with IRS regulations, Metro is required to pay a rebate on arbitrage earnings for certain bond issues. A payment of \$1,324,200 was made to the IRS in September 1992. As of June 30, 1993, Metro has calculated current arbitrage payable to the Federal government of \$231,843. Metro has set aside investments with the trustee in a rebate account which has accumulated an amount to be used for payment.

Metro is currently considering plans to finance additional projects in the future. A Metropolitan Greenspaces bond issue to acquire and preserve natural areas, as well as bonds issued to finance a \$2,000,000 contribution to the Westside Light Rail project and to construct a paid parking lot serving the Metro Washington Park Zoo are planned. The latter bonds would be used to take out the Bond Anticipation Note discussed above.

In 1993, Metro's bond ratings on general obligation debt were Aa and AA+ from Moody's and Standard and Poor's, respectively. Metro revenue bonds were rated A, A, and A+ by Moody's, Standard and Poor's and Fitch, respectively. These ratings tell investors that Metro is a good risk when it sells bonds and reduces the interest rate required to be paid by Metro and its citizens.

### **SUBSEQUENT EVENTS**

On July 1, 1993, Metro transferred operations of the Memorial Coliseum back to the City of Portland. This action was taken in accordance with the revised consolidation intergovernmental agreement. The City of Portland subsequently transferred operations to the Oregon Arena Corporation (OAC), an entity of the Portland Trailblazers for operation in conjunction with the new arena currently under construction by OAC.

On July 1, 1993 Metro issued a \$2,000,000 Washington Park Zoo Light Rail Transit Station Bond Anticipation Note to Tri-Met. The note matures July 1, 1995 and bears interest at a variable rate based upon the 90-day Treasury Bill rate. Adjustments to the rate will be made quarterly, on January 1, April 1, July 1 and September 1. Metro may prepay the Note without premium at a prepayment price equal to the principal amount of such prepayment together with all unpaid interest thereon accruing to, but not including, the date of such prepayment.

On September 2, 1993, Metro issued \$12,895,000 in Waste Disposal System Refunding Revenue Bonds, 1993 Series A. The bonds were issued to defease, refund and redeem certain of its Waste Disposal Revenue Bonds (Metro East Transfer Station Project), 1990 Series A, and to pay the costs of issuance of the bonds. The 1990 bonds were issued for the purpose of financing the acquisition, construction, installation and equipping of a solid waste transfer and recycling facility currently known as the Metro Central Transfer Station.

On October 14, 1993, the Metro Council passed Resolution 93-1849A, accepting a Memorandum of Understanding (MOU) between Metro and Multnomah County. Under the terms of the MOU, the County will transfer responsibility for all facilities within the County's Recreation Fund to Metro. The transfer is tentatively scheduled for January 1, 1994, subject to adoption of an intergovernmental agreement between the County and Metro. The facilities covered by the MOU include two regional parks, Glendoveer Golf Course, marine facilities on the Columbia River, pioneer cemeteries, and the Exposition Center. These facilities, with the exception of the Exposition Center, will be managed by a newly created Regional Parks and Greenspaces Department. ~~The Exposition Center will be managed by MERC.~~

### INDEPENDENT AUDIT

Oregon state law requires an annual audit of the financial records and transactions of Metro by independent certified public accountants. This requirement has been complied with and the combined financial statements have been examined and have received an "unqualified opinion" from KPMG Peat Marwick, our independent certified public accountants. Please refer to the Financial Section for the full text of our auditor's report.



### AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to Metro for its comprehensive annual financial report for the fiscal year ended June 30, 1992. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report (CAFR), whose contents conform to program standards. Such CAFR 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 our current comprehensive annual financial report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

### ACKNOWLEDGMENTS

As a final note, we wish to acknowledge the hard work of the employees in the Accounting Division of the Finance and Management Information Department who assisted in the preparation of this report. We wish to also acknowledge the cooperation received from other Metro staff in providing information required to fairly present Metro's financial information. Appreciation is also extended to the Executive Officer and Metro Council for their support.

Respectfully submitted,



Donald R. Cox, Jr.  
Accounting Manager



Jennifer Sims  
Director of Finance and Management Information



# GFOA Award

## Certificate of Achievement for Excellence in Financial Reporting

Presented to

Metro,  
Oregon

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 1992

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Arnold L. Hahn*  
President

*Jeffrey L. Esser*  
Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Metro for its Comprehensive Annual Financial Report for the year ended June 30, 1992. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR 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 our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

METRO

June 30, 1993

ELECTED OFFICIALS

| <u>Office</u>                            | <u>Representing</u> | <u>Term Expires</u> |
|--|---------------------|---------------------|
| <u>Council:</u>                          |                     |                     |
| Judy Wyers, Presiding Officer            | District 8          | January 2, 1995     |
| Roger Buchanan, Deputy Presiding Officer | District 10         | January 2, 1995     |
| Susan McLain, Councilor                  | District 1          | January 2, 1995     |
| Jon Kvistad, Councilor                   | District 2          | January 2, 1995     |
| Jim Gardner, Councilor                   | District 3          | January 2, 1995     |
| Richard Devlin, Councilor                | District 4          | January 2, 1995     |
| Mike Gates, Councilor                    | District 5          | January 2, 1995     |
| George Van Bergen, Councilor             | District 6          | January 2, 1995     |
| Ruth McFarland, Councilor                | District 7          | January 2, 1995     |
| Rod Monroe, Councilor                    | District 9          | January 2, 1995     |
| Ed Washington, Councilor                 | District 11         | January 2, 1995     |
| Sandi Hansen, Councilor                  | District 12         | January 2, 1995     |
| Terry Moore, Councilor                   | District 13         | January 2, 1995     |

Executive Officer:

|            |               |                 |
|------------|---------------|-----------------|
| Rena Cusma | District Wide | January 2, 1995 |
|------------|---------------|-----------------|

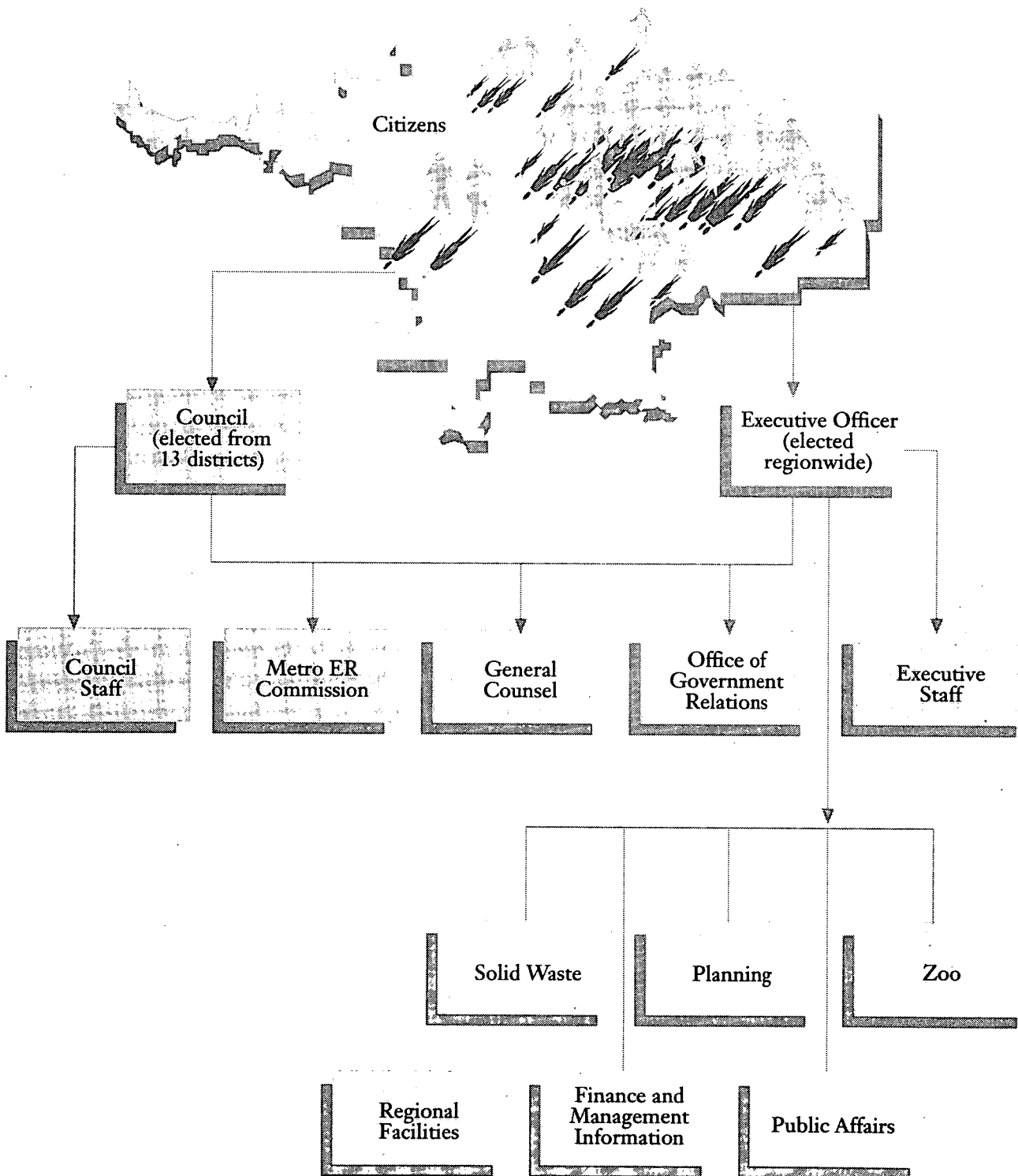
Registered Agent:

Paulette Allen

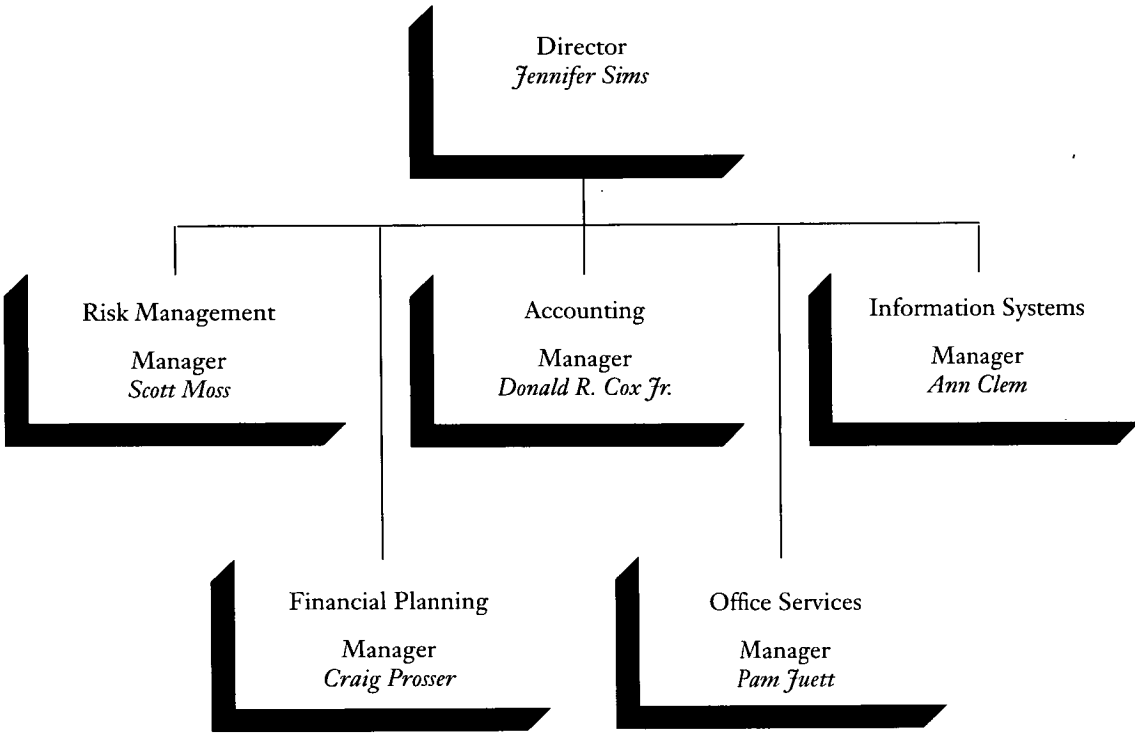
Address of Registered and Administrative Office:

600 N.E. Grand Avenue  
Portland, Oregon 97232-2736

# METRO

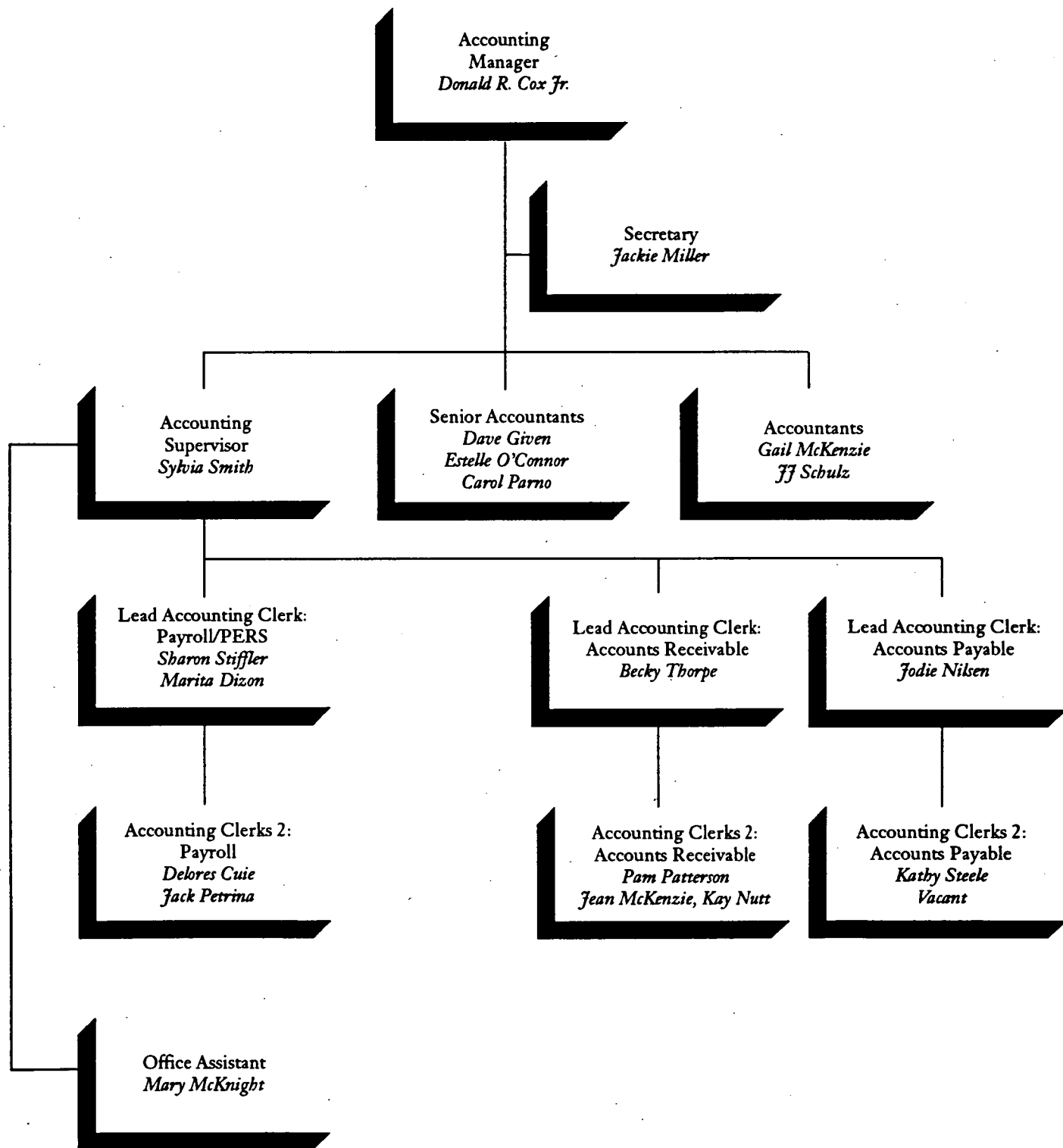


# FINANCE AND MANAGEMENT INFORMATION DEPARTMENT



# FINANCE AND MANAGEMENT INFORMATION DEPARTMENT

## Accounting Division







**FINANCIAL  
SECTION**



# Peat Marwick

Certified Public Accountants

Suite 2000  
1211 South West Fifth Avenue  
Portland, OR 97204

To the Council  
Metro  
Portland, Oregon:

We have audited the accompanying combined financial statements of Metro as of and for the year ended June 30, 1993 as listed in the table of contents. These combined financial statements are the responsibility of Metro's management. Our responsibility is to express an opinion on these combined financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the combined financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of Metro as of June 30, 1993, and the results of its operations and the cash flows of its Proprietary Fund types and Similar Trust Fund for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the combined financial statements of Metro. Such information has been subjected to the auditing procedures applied in the audit of the combined financial statements and, in our opinion, is fairly presented in all material respects in relation to the combined financial statements taken as a whole.

The other data included in this report, designated as statistical section in the table of contents, has not been audited by us and, accordingly, we express no opinion on such data.

KPMG PEAT MARWICK

By Joseph F. Hoffman  
Joseph F. Hoffman, Partner

October 8, 1993



**GENERAL  
PURPOSE  
FINANCIAL  
STATEMENTS**

**"LIFTABLE" COMBINED  
FINANCIAL STATEMENTS**



# METRO

## Combined Balance Sheet - All Fund Types and Account Groups

June 30, 1993

|  | Governmental Fund Types |                    |                  |                     | Proprietary Fund Types |                     |
|--|-------------------------|--------------------|------------------|---------------------|------------------------|---------------------|
|  | General                 | Special<br>Revenue | Debt<br>Service  | Capital<br>Projects | Enterprise             | Internal<br>Service |
| <b><u>Assets and Other Debits:</u></b>                         |                         |                    |                  |                     |                        |                     |
| <b>Assets:</b>   |                         |                    |                  |                     |                        |                     |
| Cash and investments   | \$ 753,196              | 6,352,278          | 3,370,343        | 2,733,095           | 12,740,145             | 6,827,955           |
| Receivables (net of allowance for uncollectibles):             |                         |                    |                  |                     |                        |                     |
| User and landfill fees   | -                       | -                  | -                | -                   | 6,731,386              | -                   |
| Trade  | -                       | 90,529             | -                | -                   | 67,068                 | -                   |
| Property taxes   | -                       | 529,238            | 552,195          | -                   | -                      | -                   |
| Federal grants   | -                       | 384,326            | -                | -                   | -                      | -                   |
| State and local grants/contracts                               | -                       | 1,408,408          | -                | -                   | -                      | -                   |
| Interest   | 43,716                  | 62,468             | 46,739           | -                   | 448,435                | 76,114              |
| Other  | 67,769                  | 23,947             | -                | -                   | 1,181,885              | 8,012               |
| Prepaid expenses   | -                       | -                  | -                | -                   | 738                    | 4,238               |
| Due from other governments                                     | -                       | -                  | -                | -                   | -                      | -                   |
| Due from other funds   | 838,183                 | 1,017,239          | -                | -                   | 504,998                | 526,963             |
| Due from component unit  | -                       | 835                | -                | -                   | -                      | 670                 |
| Due from primary government                                    | -                       | -                  | -                | -                   | -                      | -                   |
| Inventory of materials and supplies                            | -                       | 251,301            | -                | -                   | -                      | -                   |
| Other assets   | -                       | 25,854             | -                | -                   | -                      | 2,500               |
| Restricted assets:   |                         |                    |                  |                     |                        |                     |
| Cash and investments   | -                       | 21,350             | -                | 30,377              | 20,165,843             | -                   |
| Interest receivable  | -                       | -                  | -                | 31,232              | -                      | -                   |
| Fixed assets, net  | -                       | -                  | -                | -                   | 54,104,881             | 1,326,927           |
| Loans receivable   | -                       | -                  | -                | -                   | 5,000,000              | -                   |
| <b>Other debits:</b>   |                         |                    |                  |                     |                        |                     |
| Amount available for debt service                              | -                       | -                  | -                | -                   | -                      | -                   |
| Amount to be provided for retirement of general long-term debt | -                       | -                  | -                | -                   | -                      | -                   |
| Amount to be provided for payment of capital leases            | -                       | -                  | -                | -                   | -                      | -                   |
| Amount to be provided for payment of compensated absences      | -                       | -                  | -                | -                   | -                      | -                   |
| <b>Total assets and other debits</b>                           | <b>\$ 1,702,864</b>     | <b>10,167,773</b>  | <b>3,969,277</b> | <b>2,794,704</b>    | <b>100,945,379</b>     | <b>8,773,379</b>    |

(Continued)

| Fiduciary<br>Fund Type | Account Groups             |                                     | Total<br>(memorandum<br>only)<br>Primary<br>Government | Component Unit - MERC                           |   |  | Total<br>(memorandum<br>only)<br>Reporting<br>Entity |
|------------------------|----------------------------|-------------------------------------|--|---|---|--|--|
|                        | General<br>Fixed<br>Assets | General<br>Long-term<br>Obligations |  | Governmental<br>Fund Type<br>Special<br>Revenue | Fiduciary<br>Fund Type<br>Trust<br>Fund | Proprietary<br>Fund Type<br>Enterprise |  |
| 12,108,479             | -                          | -                                   | 44,885,491   | 5,781,443                                       | 18,325                                  | 7,806,005                              | 58,491,264   |
| -                      | -                          | -                                   | 6,731,386  | -   | -                                       | -                                      | 6,731,386  |
| -                      | -                          | -                                   | 157,597  | 425,413   | -                                       | 1,387,868                              | 1,970,878  |
| -                      | -                          | -                                   | 1,081,433  | -   | -                                       | -                                      | 1,081,433  |
| -                      | -                          | -                                   | 384,326  | -   | -                                       | -                                      | 384,326  |
| -                      | -                          | -                                   | 1,408,408  | -   | -                                       | -                                      | 1,408,408  |
| 45,165                 | -                          | -                                   | 722,637  | 51,412  | 203                                     | 85,376                                 | 859,628  |
| 671,123                | -                          | -                                   | 1,952,736  | -   | -                                       | -                                      | 1,952,736  |
| -                      | -                          | -                                   | 4,976  | -   | -                                       | 2,081                                  | 7,057  |
| -                      | -                          | -                                   | -  | -   | -                                       | 736,292                                | 736,292  |
| -                      | -                          | -                                   | 2,887,383  | 2,748,315                                       | -                                       | 20,673                                 | 5,656,371  |
| -                      | -                          | -                                   | 1,505  | -   | -                                       | -                                      | 1,505  |
| -                      | -                          | -                                   | -  | 50,267  | -                                       | 27,476                                 | 77,743   |
| -                      | -                          | -                                   | 251,301  | 156,673   | -                                       | 92,566                                 | 500,540  |
| -                      | -                          | -                                   | 28,354   | 23,702  | -                                       | -                                      | 52,056   |
| -                      | -                          | -                                   | 20,217,570   | -   | -                                       | 2,927,329                              | 23,144,899   |
| -                      | -                          | -                                   | 31,232   | -   | -                                       | -                                      | 31,232   |
| -                      | 41,996,832                 | -                                   | 97,428,640   | -   | -                                       | 93,861,864                             | 191,290,504  |
| -                      | -                          | -                                   | 5,000,000  | -   | -                                       | -                                      | 5,000,000  |
| -                      | -                          | 3,414,739                           | 3,414,739  | -   | -                                       | -                                      | 3,414,739  |
| -                      | -                          | 61,525,261                          | 61,525,261   | -   | -                                       | -                                      | 61,525,261   |
| -                      | -                          | 139,083                             | 139,083  | -   | -                                       | -                                      | 139,083  |
| -                      | -                          | 433,083                             | 433,083  | -   | -                                       | -                                      | 433,083  |
| <u>12,824,767</u>      | <u>41,996,832</u>          | <u>65,512,166</u>                   | <u>248,687,141</u>                                     | <u>9,237,225</u>                                | <u>18,528</u>                           | <u>106,947,530</u>                     | <u>364,890,424</u>                                   |

**METRO**

Combined Balance Sheet -  
All Fund Types and Account Groups

June 30, 1993

|   | Governmental Fund Types |                    |                  |                     | Proprietary Fund Types |                     |
|---|-------------------------|--------------------|------------------|---------------------|------------------------|---------------------|
|   | General                 | Special<br>Revenue | Debt<br>Service  | Capital<br>Projects | Enterprise             | Internal<br>Service |
| <b>Liabilities, Fund Equity and Other Credits:</b>          |                         |                    |                  |                     |                        |                     |
| <b>Liabilities:</b>   |                         |                    |                  |                     |                        |                     |
| Accounts payable  | \$ 66,598               | 1,110,988          | -                | 207,085             | 5,884,816              | 195,404             |
| Salaries, withholdings and payroll<br>taxes payable         | 64,885                  | 530,248            | -                | 2,923               | 387,976                | 401,665             |
| Accrued interest payable                                    | -                       | -                  | -                | -                   | 1,520,652              | -                   |
| Contracts payable   | -                       | 47,900             | -                | 35,685              | -                      | -                   |
| Deferred revenue  | -                       | 481,294            | 502,083          | -                   | -                      | -                   |
| Due to other funds  | 808,054                 | 1,409,854          | 52,455           | -                   | 138,775                | 478,245             |
| Due to component unit                                       | -                       | -                  | -                | -                   | -                      | 77,743              |
| Due to primary government                                   | -                       | -                  | -                | -                   | -                      | -                   |
| Due to other governments                                    | -                       | -                  | -                | -                   | 132,716                | -                   |
| Unearned grant/contract revenue                             | -                       | 344,857            | -                | -                   | -                      | -                   |
| Payable from restricted assets:                             |                         |                    |                  |                     |                        |                     |
| Contracts payable   | -                       | -                  | -                | -                   | 1,662,333              | -                   |
| Arbitrage payable   | -                       | -                  | -                | -                   | -                      | -                   |
| Post-closure costs payable                                  | -                       | -                  | -                | -                   | 23,537,127             | -                   |
| Deposits payable  | 8,988                   | 11,911             | -                | -                   | -                      | 723                 |
| Loans payable   | -                       | -                  | -                | -                   | 293,672                | -                   |
| Bonds payable   | -                       | -                  | -                | -                   | 54,755,000             | -                   |
| Obligations under capital leases                            | -                       | -                  | -                | -                   | 153,510                | 44,715              |
| Liability for compensated absences                          | -                       | -                  | -                | -                   | -                      | -                   |
| Accrued self-insurance claims                               | -                       | -                  | -                | -                   | -                      | 644,758             |
| Other liabilities   | 11,279                  | -                  | -                | -                   | -                      | 21,031              |
| <b>Total liabilities</b>                                    | <b>949,804</b>          | <b>3,937,052</b>   | <b>554,538</b>   | <b>245,693</b>      | <b>88,466,577</b>      | <b>1,864,284</b>    |
| <b>Fund equity and other credits:</b>                       |                         |                    |                  |                     |                        |                     |
| Contributed capital, net                                    | -                       | -                  | -                | -                   | 1,136,555              | 569,049             |
| Retained earnings:  |                         |                    |                  |                     |                        |                     |
| Reserved for debt service                                   | -                       | -                  | -                | -                   | 1,377,476              | -                   |
| Reserved for renewal and replacement                        | -                       | -                  | -                | -                   | 1,932,855              | -                   |
| Unreserved  | -                       | -                  | -                | -                   | 8,031,916              | 6,340,046           |
| Fund balances:  |                         |                    |                  |                     |                        |                     |
| Reserved for debt service                                   | -                       | -                  | 3,414,739        | -                   | -                      | -                   |
| Reserved for pension benefits                               | -                       | -                  | -                | -                   | -                      | -                   |
| Unreserved  | 753,060                 | 6,230,721          | -                | 2,549,011           | -                      | -                   |
| Other credits-  |                         |                    |                  |                     |                        |                     |
| Investment in general fixed assets                          | -                       | -                  | -                | -                   | -                      | -                   |
| <b>Total fund equity and other credits</b>                  | <b>753,060</b>          | <b>6,230,721</b>   | <b>3,414,739</b> | <b>2,549,011</b>    | <b>12,478,802</b>      | <b>6,909,095</b>    |
| <b>Commitments and contingencies</b>                        |                         |                    |                  |                     |                        |                     |
| <b>Total liabilities, fund equity<br/>and other credits</b> | <b>\$ 1,702,864</b>     | <b>10,167,773</b>  | <b>3,969,277</b> | <b>2,794,704</b>    | <b>100,945,379</b>     | <b>8,773,379</b>    |

See accompanying notes to combined financial statements.

| Fiduciary<br>Fund Type | Account Groups             |                                     | Total<br>(memorandum<br>only)<br>Primary<br>Government | Component Unit - MERC                           |   |  | Total<br>(memorandum<br>only)<br>Reporting<br>Entity |
|------------------------|----------------------------|-------------------------------------|--|---|---|--|--|
|                        | General<br>Fixed<br>Assets | General<br>Long-term<br>Obligations |  | Governmental<br>Fund Type<br>Special<br>Revenue | Fiduciary<br>Fund Type<br>Trust<br>Fund | Proprietary<br>Fund Type<br>Enterprise |  |
| 106,439                | -                          | -                                   | 7,571,330  | 535,774   | 18,528                                  | 908,689                                | 9,034,321  |
| 2,672                  | -                          | -                                   | 1,390,369  | 293,516   | -                                       | 206,614                                | 1,890,499  |
| -                      | -                          | -                                   | 1,520,652  | -   | -                                       | -                                      | 1,520,652  |
| -                      | -                          | -                                   | 83,585   | -   | -                                       | -                                      | 83,585   |
| -                      | -                          | -                                   | 983,377  | -   | -                                       | -                                      | 983,377  |
| -                      | -                          | -                                   | 2,887,383  | 2,768,988                                       | -                                       | -                                      | 5,656,371  |
| -                      | -                          | -                                   | 77,743   | -   | -                                       | -                                      | 77,743   |
| -                      | -                          | -                                   | -  | 1,505   | -                                       | -                                      | 1,505  |
| -                      | -                          | -                                   | 132,716  | -   | -                                       | 721,690                                | 854,406  |
| -                      | -                          | -                                   | 344,857  | -   | -                                       | -                                      | 344,857  |
| -                      | -                          | -                                   | 1,662,333  | -   | -                                       | -                                      | 1,662,333  |
| -                      | -                          | -                                   | -  | -   | -                                       | 231,843                                | 231,843  |
| -                      | -                          | -                                   | 23,537,127   | -   | -                                       | -                                      | 23,537,127   |
| -                      | -                          | -                                   | 21,622   | 303,560   | -                                       | 330,587                                | 655,769  |
| -                      | -                          | -                                   | 293,672  | -   | -                                       | -                                      | 293,672  |
| -                      | -                          | 64,940,000                          | 119,695,000  | -   | -                                       | -                                      | 119,695,000  |
| -                      | -                          | 139,083                             | 337,308  | -   | -                                       | -                                      | 337,308  |
| -                      | -                          | 433,083                             | 433,083  | -   | -                                       | -                                      | 433,083  |
| -                      | -                          | -                                   | 644,758  | -   | -                                       | -                                      | 644,758  |
| -                      | -                          | -                                   | 22,310   | 54,647  | -                                       | 1,300                                  | 78,257   |
| <u>109,111</u>         | <u>-</u>                   | <u>65,512,166</u>                   | <u>161,639,225</u>                                     | <u>3,957,990</u>                                | <u>18,528</u>                           | <u>2,400,723</u>                       | <u>168,016,466</u>                                   |
| -                      | -                          | -                                   | 1,705,604  | -   | -                                       | 87,963,767                             | 89,669,371   |
| -                      | -                          | -                                   | 1,377,476  | -   | -                                       | -                                      | 1,377,476  |
| -                      | -                          | -                                   | 1,932,855  | -   | -                                       | -                                      | 1,932,855  |
| -                      | -                          | -                                   | 14,371,962   | -   | -                                       | 16,583,040                             | 30,955,002   |
| -                      | -                          | -                                   | 3,414,739  | -   | -                                       | -                                      | 3,414,739  |
| 8,715,438              | -                          | -                                   | 8,715,438  | -   | -                                       | -                                      | 8,715,438  |
| 4,000,218              | -                          | -                                   | 13,533,010   | 5,279,235                                       | -                                       | -                                      | 18,812,245   |
| -                      | 41,996,832                 | -                                   | 41,996,832   | -   | -                                       | -                                      | 41,996,832   |
| 12,715,656             | 41,996,832                 | -                                   | 87,047,916   | 5,279,235                                       | -                                       | 104,546,807                            | 196,873,958  |
| <u>12,824,767</u>      | <u>41,996,832</u>          | <u>65,512,166</u>                   | <u>248,687,141</u>                                     | <u>9,237,225</u>                                | <u>18,528</u>                           | <u>106,947,530</u>                     | <u>364,890,424</u>                                   |





# METRO

## Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds

For the year ended June 30, 1993

|  | Governmental Fund Types |                    |                  |                     | Fiduciary<br>Fund Type | Total<br>(Memorandum<br>only) | Component<br>Unit - MERC |                     | Total<br>(Memorandum<br>only) |
|--|-------------------------|--------------------|------------------|---------------------|------------------------|-------------------------------|--------------------------|---------------------|-------------------------------|
|  | General                 | Special<br>Revenue | Debt<br>Service  | Capital<br>Projects | Expendable<br>Trust    | Primary<br>Government         | Special<br>Revenue       | Expendable<br>Trust | Reporting<br>Entity           |
|  |                         |                    |                  |                     |                        |                               |                          |                     |                               |
| <b>Revenues:</b>   |                         |                    |                  |                     |                        |                               |                          |                     |                               |
| Property taxes   | \$ -                    | 5,467,336          | 5,647,910        | -                   | -                      | 11,115,246                    | -                        | -                   | 11,115,246                    |
| Excise taxes   | 4,527,103               | -                  | -                | -                   | -                      | 4,527,103                     | -                        | -                   | 4,527,103                     |
| Admissions   | -                       | 2,533,196          | -                | -                   | -                      | 2,533,196                     | 2,326,952                | -                   | 4,860,148                     |
| Rental fees  | -                       | -                  | -                | -                   | -                      | -                             | 2,062,930                | -                   | 2,062,930                     |
| Vending, concessions\catering  | -                       | 2,794,620          | -                | -                   | -                      | 2,794,620                     | 7,483,843                | -                   | 10,278,463                    |
| Parking  | -                       | -                  | -                | -                   | -                      | -                             | 1,497,766                | -                   | 1,497,766                     |
| Reimbursed labor   | -                       | -                  | -                | -                   | -                      | -                             | 2,558,571                | -                   | 2,558,571                     |
| Commissions  | -                       | -                  | -                | -                   | -                      | -                             | 359,983                  | -                   | 359,983                       |
| Merchandising  | -                       | -                  | -                | -                   | -                      | -                             | 288,830                  | -                   | 288,830                       |
| Dues   | -                       | 583,847            | -                | -                   | -                      | 583,847                       | -                        | -                   | 583,847                       |
| <b>Grants and contracts:</b>   |                         |                    |                  |                     |                        |                               |                          |                     |                               |
| Federal  | -                       | 1,031,195          | -                | -                   | -                      | 1,031,195                     | -                        | -                   | 1,031,195                     |
| State and local  | -                       | 2,146,540          | -                | -                   | -                      | 2,146,540                     | -                        | -                   | 2,146,540                     |
| Charges for services   | -                       | 706,884            | -                | -                   | -                      | 706,884                       | -                        | -                   | 706,884                       |
| Donations and bequests   | -                       | 273,437            | -                | 149,099             | -                      | 422,536                       | -                        | -                   | 422,536                       |
| Professional\contract service fees   | -                       | 622,581            | -                | -                   | -                      | 622,581                       | -                        | -                   | 622,581                       |
| Rehabilitation\enhancement fees  | -                       | -                  | -                | -                   | 401,719                | 401,719                       | -                        | -                   | 401,719                       |
| Interest   | 37,145                  | 230,268            | 67,422           | 131,007             | 169,480                | 635,322                       | 254,838                  | 743                 | 890,903                       |
| Miscellaneous  | 4,048                   | 346,654            | 29,561           | -                   | 83                     | 380,346                       | 443,046                  | -                   | 823,392                       |
| <b>Total revenues</b>  | <u>4,568,296</u>        | <u>16,736,558</u>  | <u>5,744,893</u> | <u>280,106</u>      | <u>571,282</u>         | <u>27,901,135</u>             | <u>17,276,759</u>        | <u>743</u>          | <u>45,178,637</u>             |
| <b>Expenditures:</b>   |                         |                    |                  |                     |                        |                               |                          |                     |                               |
| <b>Current:</b>  |                         |                    |                  |                     |                        |                               |                          |                     |                               |
| General government operations  | 2,367,244               | -                  | -                | -                   | -                      | 2,367,244                     | -                        | -                   | 2,367,244                     |
| Zoo operations and development   | -                       | 11,104,303         | -                | -                   | -                      | 11,104,303                    | -                        | -                   | 11,104,303                    |
| Spectator facilities operations  | -                       | -                  | -                | -                   | -                      | -                             | 17,099,020               | 18,528              | 17,117,548                    |
| Regional planning and development  | -                       | 6,402,875          | -                | -                   | -                      | 6,402,875                     | -                        | -                   | 6,402,875                     |
| Rehabilitation and enhancement   | -                       | -                  | -                | -                   | 528,499                | 528,499                       | -                        | -                   | 528,499                       |
| Capital outlay   | 14,378                  | 691,208            | -                | 993,920             | 313,289                | 2,012,795                     | -                        | -                   | 2,012,795                     |
| Debt service   | -                       | -                  | 3,924,401        | -                   | -                      | 3,924,401                     | -                        | -                   | 3,924,401                     |
| <b>Total expenditures</b>  | <u>2,381,622</u>        | <u>18,198,386</u>  | <u>3,924,401</u> | <u>993,920</u>      | <u>841,788</u>         | <u>26,340,117</u>             | <u>17,099,020</u>        | <u>18,528</u>       | <u>43,457,665</u>             |
| <b>Revenues over (under) expenditures</b>                                  | <u>2,186,674</u>        | <u>(1,461,828)</u> | <u>1,820,492</u> | <u>(713,814)</u>    | <u>(270,506)</u>       | <u>1,561,018</u>              | <u>177,739</u>           | <u>(17,785)</u>     | <u>1,720,972</u>              |
| <b>Other financing sources (uses):</b>                                     |                         |                    |                  |                     |                        |                               |                          |                     |                               |
| Operating transfers in   | -                       | 1,910,189          | -                | -                   | -                      | 1,910,189                     | 200,000                  | -                   | 2,110,189                     |
| Operating transfers out  | (2,110,189)             | -                  | -                | -                   | -                      | (2,110,189)                   | -                        | -                   | (2,110,189)                   |
| Capital lease proceeds   | -                       | 48,275             | -                | -                   | -                      | 48,275                        | -                        | -                   | 48,275                        |
| <b>Revenues and other sources over (under) expenditures and other uses</b> | <u>76,485</u>           | <u>496,636</u>     | <u>1,820,492</u> | <u>(713,814)</u>    | <u>(270,506)</u>       | <u>1,409,293</u>              | <u>377,739</u>           | <u>(17,785)</u>     | <u>1,769,247</u>              |
| <b>Fund balances - July 1, 1992</b>  | <u>676,575</u>          | <u>5,734,085</u>   | <u>1,594,247</u> | <u>3,262,825</u>    | <u>4,270,724</u>       | <u>15,538,456</u>             | <u>4,901,496</u>         | <u>17,785</u>       | <u>20,457,737</u>             |
| <b>Fund balances - June 30, 1993</b>                                       | <u>\$ 753,060</u>       | <u>6,230,721</u>   | <u>3,414,739</u> | <u>2,549,011</u>    | <u>4,000,218</u>       | <u>16,947,749</u>             | <u>5,279,235</u>         | <u>-</u>            | <u>22,226,984</u>             |

See accompanying notes to combined financial statements.

# METRO

## Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Governmental Fund Types and Expendable Trust Funds

For the year ended June 30, 1993

|  | General Fund      |                  |  | Special Revenue Funds |                   |  |
|--|-------------------|------------------|--|-----------------------|-------------------|--|
|  | Budget            | Actual           | Variance<br>favorable<br>(unfavorable) | Budget                | Actual            | Variance<br>favorable<br>(unfavorable) |
| <b>Revenues:</b>   |                   |                  |  |                       |                   |  |
| Property taxes   | \$ -              | -                | -                                      | 5,229,228             | 5,467,336         | 238,108                                |
| Excise taxes   | 4,662,902         | 4,527,103        | (135,799)                              | -                     | -                 | -                                      |
| Admissions   | -                 | -                | -                                      | 3,012,059             | 2,533,196         | (478,863)                              |
| Rental fees  | -                 | -                | -                                      | -                     | -                 | -                                      |
| Vending, concessions and catering  | -                 | -                | -                                      | 2,998,089             | 2,794,620         | (203,469)                              |
| Parking  | -                 | -                | -                                      | -                     | -                 | -                                      |
| Reimbursed labor   | -                 | -                | -                                      | -                     | -                 | -                                      |
| Commissions  | -                 | -                | -                                      | -                     | -                 | -                                      |
| Merchandising  | -                 | -                | -                                      | -                     | -                 | -                                      |
| Dues   | -                 | -                | -                                      | 581,157               | 583,847           | 2,690                                  |
| Grants and contracts:  |                   |                  |  |                       |                   |  |
| Federal  | -                 | -                | -                                      | 4,742,433             | 1,031,195         | (3,711,238)                            |
| State and local  | -                 | -                | -                                      | 2,371,439             | 2,146,540         | (224,899)                              |
| Charges for services   | -                 | -                | -                                      | 406,132               | 457,238           | 51,106                                 |
| Donations and bequests   | -                 | -                | -                                      | 783,986               | 273,437           | (510,549)                              |
| Professional and contract service fees                                     | -                 | -                | -                                      | 171,450               | 622,581           | 451,131                                |
| Interest   | 50,000            | 37,145           | (12,855)                               | 208,505               | 230,268           | 21,763                                 |
| Miscellaneous  | 25,000            | 4,048            | (20,952)                               | 1,124,702             | 346,654           | (778,048)                              |
| <b>Total revenues</b>  | <u>4,737,902</u>  | <u>4,568,296</u> | <u>(169,606)</u>                       | <u>21,629,180</u>     | <u>16,486,912</u> | <u>(5,142,268)</u>                     |
| <b>Expenditures:</b>   |                   |                  |  |                       |                   |  |
| <b>Current:</b>  |                   |                  |  |                       |                   |  |
| General government operations  | 1,750,240         | 1,607,226        | 143,014                                | -                     | -                 | -                                      |
| Zoo operations and development   | -                 | -                | -                                      | 10,921,979            | 10,055,716        | 866,263                                |
| Spectator facilities operations  | -                 | -                | -                                      | -                     | -                 | -                                      |
| Regional planning and development  | -                 | -                | -                                      | 10,626,687            | 5,341,191         | 5,285,496                              |
| Contingency  | 292,669           | -                | 292,669                                | 812,331               | -                 | 812,331                                |
| Capital outlay   | 16,000            | 14,378           | 1,622                                  | 712,988               | 642,933           | 70,055                                 |
| Debt service   | -                 | -                | -                                      | -                     | -                 | -                                      |
| <b>Total expenditures</b>  | <u>2,058,909</u>  | <u>1,621,604</u> | <u>437,305</u>                         | <u>23,073,985</u>     | <u>16,039,840</u> | <u>7,034,145</u>                       |
| <b>Revenues over (under) expenditures</b>                                  | 2,678,993         | 2,946,692        | 267,699                                | (1,444,805)           | 447,072           | 1,891,877                              |
| <b>Other financing sources (uses):</b>                                     |                   |                  |  |                       |                   |  |
| Operating transfers in   | -                 | -                | -                                      | 2,605,600             | 2,159,835         | (445,765)                              |
| Operating transfers out  | (2,912,757)       | (2,870,207)      | 42,550                                 | (2,314,413)           | (2,110,271)       | 204,142                                |
| <b>Revenues and other sources over (under) expenditures and other uses</b> | (233,764)         | 76,485           | 310,249                                | (1,153,618)           | 496,636           | 1,650,254                              |
| <b>Fund balances - July 1, 1992</b>  | <u>495,676</u>    | <u>676,575</u>   | <u>180,899</u>                         | <u>5,376,208</u>      | <u>5,734,085</u>  | <u>357,877</u>                         |
| <b>Fund balances - June 30, 1993</b>                                       | <u>\$ 261,912</u> | <u>753,060</u>   | <u>491,148</u>                         | <u>4,222,590</u>      | <u>6,230,721</u>  | <u>2,008,131</u>                       |

See accompanying notes to combined financial statements.

(Continued)

| Debt Service Fund |           |                                     | Capital Projects Fund |           |                                     | Expendable Trust Fund |           |                                     | Total (memorandum only) -<br>Primary Government |             |                                     |
|-------------------|-----------|-------------------------------------|-----------------------|-----------|-------------------------------------|-----------------------|-----------|-------------------------------------|---|-------------|-------------------------------------|
| Budget            | Actual    | Variance favorable<br>(unfavorable) | Budget                | Actual    | Variance favorable<br>(unfavorable) | Budget                | Actual    | Variance favorable<br>(unfavorable) | Budget  | Actual      | Variance favorable<br>(unfavorable) |
| 5,494,616         | 5,647,910 | 153,294                             | -                     | -         | -                                   | -                     | -         | -                                   | 10,723,844                                      | 11,115,246  | 391,402                             |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 4,662,902                                       | 4,527,103   | (135,799)                           |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 3,012,059                                       | 2,533,196   | (478,863)                           |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | -   | -           | -                                   |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 2,998,089                                       | 2,794,620   | (203,469)                           |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | -   | -           | -                                   |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | -   | -           | -                                   |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | -   | -           | -                                   |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 581,157   | 583,847     | 2,690                               |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 4,742,433                                       | 1,031,195   | (3,711,238)                         |
| -                 | -         | -                                   | -                     | -         | -                                   | 40,000                | -         | (40,000)                            | 2,411,439                                       | 2,146,540   | (264,899)                           |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 406,132   | 457,238     | 51,106                              |
| -                 | -         | -                                   | 300,000               | 149,099   | (150,901)                           | -                     | -         | -                                   | 1,083,986                                       | 422,536     | (661,450)                           |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 171,450   | 622,581     | 451,131                             |
| 20,000            | 67,422    | 47,422                              | 118,134               | 131,007   | 12,873                              | 180,750               | 169,480   | (11,270)                            | 577,389   | 635,322     | 57,933                              |
| -                 | 29,561    | 29,561                              | -                     | -         | -                                   | -                     | 83        | 83                                  | 1,149,702                                       | 380,346     | (769,356)                           |
| 5,514,616         | 5,744,893 | 230,277                             | 418,134               | 280,106   | (138,028)                           | 220,750               | 169,563   | (51,187)                            | 32,520,582                                      | 27,249,770  | (5,270,812)                         |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 1,750,240                                       | 1,607,226   | 143,014                             |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 10,921,979                                      | 10,055,716  | 866,263                             |
| -                 | -         | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | -   | -           | -                                   |
| -                 | -         | -                                   | -                     | -         | -                                   | 1,160,098             | 504,461   | 655,637                             | 11,786,785                                      | 5,845,652   | 5,941,133                           |
| -                 | -         | -                                   | -                     | -         | -                                   | 280,020               | -         | 280,020                             | 1,385,020                                       | -           | 1,385,020                           |
| -                 | -         | -                                   | 1,003,572             | 993,920   | 9,652                               | 401,135               | 313,289   | 87,846                              | 2,133,695                                       | 1,964,520   | 169,175                             |
| 3,924,401         | 3,924,401 | -                                   | -                     | -         | -                                   | -                     | -         | -                                   | 3,924,401                                       | 3,924,401   | -                                   |
| 3,924,401         | 3,924,401 | -                                   | 1,003,572             | 993,920   | 9,652                               | 1,841,253             | 817,750   | 1,023,503                           | 31,902,120                                      | 23,397,515  | 8,504,605                           |
| 1,590,215         | 1,820,492 | 230,277                             | (585,438)             | (713,814) | (128,376)                           | (1,620,503)           | (648,187) | 972,316                             | 618,462   | 3,852,255   | 3,233,793                           |
| -                 | -         | -                                   | -                     | -         | -                                   | 456,280               | 401,719   | (54,561)                            | 3,061,880                                       | 2,561,554   | (500,326)                           |
| -                 | -         | -                                   | -                     | -         | -                                   | (67,615)              | (24,038)  | 43,577                              | (5,294,785)                                     | (5,004,516) | 290,269                             |
| 1,590,215         | 1,820,492 | 230,277                             | (585,438)             | (713,814) | (128,376)                           | (1,231,838)           | (270,506) | 961,332                             | (1,614,443)                                     | 1,409,293   | 3,023,736                           |
| 1,173,024         | 1,594,247 | 421,223                             | 2,953,338             | 3,262,825 | 309,487                             | 4,312,850             | 4,270,724 | (42,126)                            | 14,311,096                                      | 15,538,456  | 1,227,360                           |
| 2,763,239         | 3,414,739 | 651,500                             | 2,367,900             | 2,549,011 | 181,111                             | 3,081,012             | 4,000,218 | 919,206                             | 12,696,653                                      | 16,947,749  | 4,251,096                           |



# METRO

## Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Governmental Fund Types and Expendable Trust Funds, Continued

For the year ended June 30, 1993

|  | Component Unit - MERC |                   |  |                       |                 |  | Total (memorandum only) - |                   |  |
|--|-----------------------|-------------------|--|-----------------------|-----------------|--|---------------------------|-------------------|--|
|  | Special Revenue Funds |                   |  | Expendable Trust Fund |                 |  | Reporting Entity          |                   |  |
|  | Budget                | Actual            | Variance<br>favorable<br>(unfavorable) | Budget                | Actual          | Variance<br>favorable<br>(unfavorable) | Budget                    | Actual            | Variance<br>favorable<br>(unfavorable) |
| <b>Revenues:</b>   |                       |                   |  |                       |                 |  |                           |                   |  |
| Property taxes   | \$ -                  | -                 | -                                      | -                     | -               | -                                      | 10,723,844                | 11,115,246        | 391,402                                |
| Excise taxes   | -                     | -                 | -                                      | -                     | -               | -                                      | 4,662,902                 | 4,527,103         | (135,799)                              |
| Admissions   | 2,315,687             | 2,326,952         | 11,265                                 | -                     | -               | -                                      | 5,327,746                 | 4,860,148         | (467,598)                              |
| Rental fees  | 2,177,700             | 2,062,930         | (114,770)                              | -                     | -               | -                                      | 2,177,700                 | 2,062,930         | (114,770)                              |
| Vending, concessions and catering  | 7,465,000             | 7,483,843         | 18,843                                 | -                     | -               | -                                      | 10,463,089                | 10,278,463        | (184,626)                              |
| Parking  | 1,350,000             | 1,497,766         | 147,766                                | -                     | -               | -                                      | 1,350,000                 | 1,497,766         | 147,766                                |
| Reimbursed labor   | 2,265,353             | 2,558,571         | 293,218                                | -                     | -               | -                                      | 2,265,353                 | 2,558,571         | 293,218                                |
| Commissions  | 510,000               | 359,983           | (150,017)                              | -                     | -               | -                                      | 510,000                   | 359,983           | (150,017)                              |
| Merchandising  | 452,500               | 288,830           | (163,670)                              | -                     | -               | -                                      | 452,500                   | 288,830           | (163,670)                              |
| Dues   | -                     | -                 | -                                      | -                     | -               | -                                      | 581,157                   | 583,847           | 2,690                                  |
| <b>Grants and contracts:</b>   |                       |                   |  |                       |                 |  |                           |                   |  |
| Federal  | -                     | -                 | -                                      | -                     | -               | -                                      | 4,742,433                 | 1,031,195         | (3,711,238)                            |
| State and local  | -                     | -                 | -                                      | -                     | -               | -                                      | 2,411,439                 | 2,146,540         | (264,899)                              |
| Charges for services   | -                     | -                 | -                                      | -                     | -               | -                                      | 406,132                   | 457,238           | 51,106                                 |
| Donations and bequests   | -                     | -                 | -                                      | -                     | -               | -                                      | 1,083,986                 | 422,536           | (661,450)                              |
| Professional and contract service fees                                     | -                     | -                 | -                                      | -                     | -               | -                                      | 171,450                   | 622,581           | 451,131                                |
| Interest   | 278,000               | 254,838           | (23,162)                               | -                     | 743             | 743                                    | 855,389                   | 890,903           | 35,514                                 |
| Miscellaneous  | 540,000               | 443,046           | (96,954)                               | -                     | -               | -                                      | 1,689,702                 | 823,392           | (866,310)                              |
| <b>Total revenues</b>  | <b>17,354,240</b>     | <b>17,276,759</b> | <b>(77,481)</b>                        | <b>-</b>              | <b>743</b>      | <b>743</b>                             | <b>49,874,822</b>         | <b>44,527,272</b> | <b>(5,347,550)</b>                     |
| <b>Expenditures:</b>   |                       |                   |  |                       |                 |  |                           |                   |  |
| <b>Current:</b>  |                       |                   |  |                       |                 |  |                           |                   |  |
| General government operations  | -                     | -                 | -                                      | -                     | -               | -                                      | 1,750,240                 | 1,607,226         | 143,014                                |
| Zoo operations and development   | -                     | -                 | -                                      | -                     | -               | -                                      | 10,921,979                | 10,055,716        | 866,263                                |
| Spectator facilities operations  | 16,906,833            | 16,079,990        | 826,843                                | -                     | -               | -                                      | 16,906,833                | 16,079,990        | 826,843                                |
| Regional planning/development  | -                     | -                 | -                                      | -                     | -               | -                                      | 11,786,785                | 5,845,652         | 5,941,133                              |
| Contingency  | 1,028,441             | -                 | 1,028,441                              | -                     | -               | -                                      | 2,413,461                 | -                 | 2,413,461                              |
| Capital outlay   | 539,500               | 456,784           | 82,716                                 | 19,000                | 18,528          | 472                                    | 2,692,195                 | 2,439,832         | 252,363                                |
| Debt service   | -                     | -                 | -                                      | -                     | -               | -                                      | 3,924,401                 | 3,924,401         | -                                      |
| <b>Total expenditures</b>  | <b>18,474,774</b>     | <b>16,536,774</b> | <b>1,938,000</b>                       | <b>19,000</b>         | <b>18,528</b>   | <b>472</b>                             | <b>50,395,894</b>         | <b>39,952,817</b> | <b>10,443,077</b>                      |
| <b>Revenues over (under) expenditures</b>                                  | <b>(1,120,534)</b>    | <b>739,985</b>    | <b>1,860,519</b>                       | <b>(19,000)</b>       | <b>(17,785)</b> | <b>1,215</b>                           | <b>(521,072)</b>          | <b>4,574,455</b>  | <b>5,095,527</b>                       |
| <b>Other financing sources (uses):</b>                                     |                       |                   |  |                       |                 |  |                           |                   |  |
| Operating transfers in   | 982,191               | 939,868           | (42,323)                               | -                     | -               | -                                      | 4,044,071                 | 3,501,422         | (542,649)                              |
| Operating transfers out  | (1,373,505)           | (1,302,114)       | 71,391                                 | -                     | -               | -                                      | (6,668,290)               | (6,306,630)       | 361,660                                |
| <b>Revenues and other sources over (under) expenditures and other uses</b> | <b>(1,511,848)</b>    | <b>377,739</b>    | <b>1,889,587</b>                       | <b>(19,000)</b>       | <b>(17,785)</b> | <b>1,215</b>                           | <b>(3,145,291)</b>        | <b>1,769,247</b>  | <b>4,914,538</b>                       |
| <b>Fund balances - July 1, 1992</b>  | <b>3,546,585</b>      | <b>4,901,496</b>  | <b>1,354,911</b>                       | <b>19,000</b>         | <b>17,785</b>   | <b>(1,215)</b>                         | <b>17,876,681</b>         | <b>20,457,737</b> | <b>2,581,056</b>                       |
| <b>Fund balances - June 30, 1993</b>                                       | <b>\$ 2,034,737</b>   | <b>5,279,235</b>  | <b>3,244,498</b>                       | <b>-</b>              | <b>-</b>        | <b>-</b>                               | <b>14,731,390</b>         | <b>22,226,984</b> | <b>7,495,594</b>                       |

See accompanying notes to combined financial statements.

# METRO

## Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balances - Proprietary Fund Types and Similar Trust Fund

For the year ended June 30, 1993

|  | Proprietary<br>Fund Types |                             | Fiduciary<br>Fund Type   | Total<br>(memorandum<br>only) | Component<br>Unit - MERC | Total<br>(memorandum<br>only) |
|--|---------------------------|-----------------------------|--------------------------|-------------------------------|--------------------------|-------------------------------|
|  | <u>Enterprise</u>         | <u>Internal<br/>Service</u> | <u>Pension<br/>Trust</u> | <u>Primary<br/>Government</u> | <u>Enterprise</u>        | <u>Reporting Entity</u>       |
| <b>Operating revenues:</b>                                   |                           |                             |                          |                               |                          |                               |
| Disposal fees  | \$ 25,555,384             | -                           | -                        | 25,555,384                    | -                        | 25,555,384                    |
| User fees  | 23,012,763                | -                           | -                        | 23,012,763                    | -                        | 23,012,763                    |
| Regional transfer charge                                     | 6,027,871                 | -                           | -                        | 6,027,871                     | -                        | 6,027,871                     |
| DEQ fees   | 884,771                   | -                           | -                        | 884,771                       | -                        | 884,771                       |
| Host fees  | 184,324                   | -                           | -                        | 184,324                       | -                        | 184,324                       |
| Rehabilitation and mitigation fees                           | 204,811                   | -                           | -                        | 204,811                       | -                        | 204,811                       |
| Intergovernmental revenue                                    | -                         | -                           | -                        | -                             | 3,959,576                | 3,959,576                     |
| Rental and lease income                                      | 54,652                    | -                           | -                        | 54,652                        | 1,120,721                | 1,175,373                     |
| Food service   | -                         | -                           | -                        | -                             | 3,455,351                | 3,455,351                     |
| Utility service  | -                         | -                           | -                        | -                             | 761,795                  | 761,795                       |
| Parking fees   | 394,585                   | -                           | -                        | 394,585                       | 563,875                  | 958,460                       |
| Reimbursed labor   | -                         | -                           | -                        | -                             | 228,866                  | 228,866                       |
| Merchandising  | -                         | -                           | -                        | -                             | 13,375                   | 13,375                        |
| Commissions  | -                         | -                           | -                        | -                             | 31,206                   | 31,206                        |
| Receipts in lieu of rent                                     | 1,013,026                 | -                           | -                        | 1,013,026                     | -                        | 1,013,026                     |
| Charges for services   | -                         | 7,055,975                   | -                        | 7,055,975                     | -                        | 7,055,975                     |
| Change in investment value                                   | -                         | -                           | 645,372                  | 645,372                       | -                        | 645,372                       |
| Pension contributions  | -                         | -                           | 717,381                  | 717,381                       | -                        | 717,381                       |
| Builders license fees  | -                         | 162,250                     | -                        | 162,250                       | -                        | 162,250                       |
| Miscellaneous  | 792,681                   | 52,672                      | -                        | 845,353                       | 56,133                   | 901,486                       |
| <b>Total operating revenues</b>                              | <b>58,124,868</b>         | <b>7,270,897</b>            | <b>1,362,753</b>         | <b>66,758,518</b>             | <b>10,190,898</b>        | <b>76,949,416</b>             |
| <b>Operating expenses:</b>                                   |                           |                             |                          |                               |                          |                               |
| Payroll and fringe benefits                                  | 4,232,305                 | 4,065,647                   | -                        | 8,297,952                     | 2,677,594                | 10,975,546                    |
| St. Johns Landfill operating expenses                        | 328,417                   | -                           | -                        | 328,417                       | -                        | 328,417                       |
| Metro South Station operating expenses                       | 1,510,106                 | -                           | -                        | 1,510,106                     | -                        | 1,510,106                     |
| Metro Central Station operating expenses                     | 3,471,441                 | -                           | -                        | 3,471,441                     | -                        | 3,471,441                     |
| Waste transport costs  | 9,873,677                 | -                           | -                        | 9,873,677                     | -                        | 9,873,677                     |
| End use fees   | 15,045                    | -                           | -                        | 15,045                        | -                        | 15,045                        |
| Disposal fees  | 19,300,729                | -                           | -                        | 19,300,729                    | -                        | 19,300,729                    |
| Marketing expense  | -                         | -                           | -                        | -                             | 1,414,878                | 1,414,878                     |
| Convention Center operating expenses                         | -                         | -                           | -                        | -                             | 782,735                  | 782,735                       |
| Concessions expense  | -                         | -                           | -                        | -                             | 2,434,043                | 2,434,043                     |
| Depreciation and amortization                                | 954,284                   | 280,998                     | -                        | 1,235,282                     | 3,360,317                | 4,595,599                     |
| Rent and payments in lieu of rent                            | 612,036                   | 390,765                     | -                        | 1,002,801                     | -                        | 1,002,801                     |
| Administrative expenses paid to Support<br>Services Fund     | 2,613,326                 | -                           | -                        | 2,613,326                     | 315,726                  | 2,929,052                     |
| Administrative expenses paid to MERC<br>Management Pool Fund | -                         | -                           | -                        | -                             | 232,036                  | 232,036                       |
| Payments to Planning Fund for services                       | 244,646                   | -                           | -                        | 244,646                       | -                        | 244,646                       |
| Insurance expense  | 507,210                   | 229,528                     | -                        | 736,738                       | 205,460                  | 942,198                       |

(Continued)

**METRO**

**Combined Statement of Revenues, Expenses and Changes  
in Retained Earnings/Fund Balances - Proprietary Fund  
Types and Similar Trust Fund, Continued**

For the year ended June 30, 1993

|  | Proprietary<br>Fund Types |                             | Fiduciary<br>Fund Type   | Total<br>(memorandum<br>only) | Component<br>Unit - MERC | Total<br>(memorandum<br>only) |
|--|---------------------------|-----------------------------|--------------------------|-------------------------------|--------------------------|-------------------------------|
|  | <u>Enterprise</u>         | <u>Internal<br/>Service</u> | <u>Pension<br/>Trust</u> | <u>Primary<br/>Government</u> | <u>Enterprise</u>        | <u>Reporting Entity</u>       |
| Claims expense   | \$ -                      | 435,849                     | -                        | 435,849                       | -                        | 435,849                       |
| Payment of rehabilitation fees   | 386,674                   | -                           | -                        | 386,674                       | -                        | 386,674                       |
| Consulting services  | 1,141,290                 | 120,365                     | -                        | 1,261,655                     | -                        | 1,261,655                     |
| Waste reduction grants   | 841,464                   | -                           | -                        | 841,464                       | -                        | 841,464                       |
| Payments to other governments  | 910,536                   | -                           | -                        | 910,536                       | -                        | 910,536                       |
| Other materials and services   | 1,957,318                 | 1,034,839                   | -                        | 2,992,157                     | 359,283                  | 3,351,440                     |
| Pension benefits   | -                         | -                           | 379,000                  | 379,000                       | -                        | 379,000                       |
| <b>Total operating expenses</b>  | <b>48,900,504</b>         | <b>6,557,991</b>            | <b>379,000</b>           | <b>55,837,495</b>             | <b>11,782,072</b>        | <b>67,619,567</b>             |
| <b>Income (loss) from operations</b>                                     | <b>9,224,364</b>          | <b>712,906</b>              | <b>983,753</b>           | <b>10,921,023</b>             | <b>(1,591,174)</b>       | <b>9,329,849</b>              |
| <b>Non-operating revenues (expenses):</b>                                |                           |                             |                          |                               |                          |                               |
| Interest on investments  | 1,406,271                 | 308,167                     | -                        | 1,714,438                     | 415,037                  | 2,129,475                     |
| Interest expense, net of capitalized<br>interest of \$868,772            | (2,168,881)               | -                           | -                        | (2,168,881)                   | -                        | (2,168,881)                   |
| Local government assessments   | -                         | -                           | -                        | -                             | (721,690)                | (721,690)                     |
| Loss on sale of fixed assets   | (130,193)                 | -                           | -                        | (130,193)                     | -                        | (130,193)                     |
| <b>Non-operating revenues<br/>(expenses), net</b>                        | <b>(892,803)</b>          | <b>308,167</b>              | <b>-</b>                 | <b>(584,636)</b>              | <b>(306,653)</b>         | <b>(891,289)</b>              |
| <b>Net income (loss)</b>   | <b>8,331,561</b>          | <b>1,021,073</b>            | <b>983,753</b>           | <b>10,336,387</b>             | <b>(1,897,827)</b>       | <b>8,438,560</b>              |
| <b>Depreciation on fixed assets that reduces<br/>contributed capital</b> | <b>59,431</b>             | <b>142,262</b>              | <b>-</b>                 | <b>201,693</b>                | <b>2,490,319</b>         | <b>2,692,012</b>              |
| <b>Increase in retained<br/>earnings/fund balances</b>                   | <b>8,390,992</b>          | <b>1,163,335</b>            | <b>983,753</b>           | <b>10,538,080</b>             | <b>592,492</b>           | <b>11,130,572</b>             |
| <b>Retained earnings/fund balances -<br/>July 1, 1992</b>                | <b>2,951,255</b>          | <b>5,176,711</b>            | <b>7,731,685</b>         | <b>15,859,651</b>             | <b>15,990,548</b>        | <b>31,850,199</b>             |
| <b>Retained earnings/fund balances -<br/>June 30, 1993</b>               | <b>\$ 11,342,247</b>      | <b>6,340,046</b>            | <b>8,715,438</b>         | <b>26,397,731</b>             | <b>16,583,040</b>        | <b>42,980,771</b>             |

See accompanying notes to combined financial statements.



METRO

Combined Statement of Cash Flows -  
Proprietary Fund Types and Similar Trust Fund

For the year ended June 30, 1993

|  | Proprietary Fund Types |                  | Fiduciary      | Total               | Component          | Total               |
|--|------------------------|------------------|----------------|---------------------|--------------------|---------------------|
|  | Enterprise             | Internal Service | Fund Type      | (memorandum only)   | unit - MERC        | (memorandum only)   |
|  |                        |                  | Pension Trust  | Primary Government  | Enterprise         | Reporting Entity    |
| <b>Cash flows from operating activities:</b>                     |                        |                  |                |                     |                    |                     |
| Cash received from customers                                     | \$ 55,840,279          | -                | -              | 55,840,279          | 5,687,211          | 61,527,490          |
| Cash received from other governments                             | 232,399                | -                | -              | 232,399             | 3,823,297          | 4,055,696           |
| Cash inflows from pension contributions                          | -                      | -                | 675,359        | 675,359             | -                  | 675,359             |
| Receipts from quasi-external transactions                        | 941,694                | 7,046,857        | -              | 7,988,551           | -                  | 7,988,551           |
| Cash payments to suppliers for goods and services                | (44,553,200)           | (1,277,670)      | -              | (45,830,870)        | (4,474,521)        | (50,305,391)        |
| Cash payments for claims   | -                      | (238,241)        | -              | (238,241)           | -                  | (238,241)           |
| Other operating revenues   | 153,439                | 206,816          | -              | 360,255             | 206,133            | 566,388             |
| Cash payments to other governments                               | (1,752,000)            | -                | -              | (1,752,000)         | -                  | (1,752,000)         |
| Cash payments to employees for services                          | (4,139,668)            | (4,012,371)      | -              | (8,152,039)         | (2,667,098)        | (10,819,137)        |
| Cash payments for distributions to participants                  | -                      | -                | (342,003)      | (342,003)           | -                  | (342,003)           |
| Cash outflows for forfeitures, adjustments                       | -                      | -                | (36,996)       | (36,996)            | -                  | (36,996)            |
| Loans distributed to participants                                | -                      | -                | (302,106)      | (302,106)           | -                  | (302,106)           |
| Loan payments received   | -                      | -                | 171,615        | 171,615             | -                  | 171,615             |
| Payments for quasi-external transactions                         | (3,988,839)            | (294,655)        | -              | (4,283,494)         | (808,814)          | (5,092,308)         |
| <b>Net cash provided by operating activities</b>                 | <b>2,734,104</b>       | <b>1,430,736</b> | <b>165,869</b> | <b>4,330,709</b>    | <b>1,766,208</b>   | <b>6,096,917</b>    |
| <b>Cash flows from capital and related financing activities:</b> |                        |                  |                |                     |                    |                     |
| Loan proceeds  | 293,672                | -                | -              | 293,672             | -                  | 293,672             |
| Loan receivable payments received                                | 25,105,000             | -                | -              | 25,105,000          | -                  | 25,105,000          |
| Interest payment on revenue bonds                                | (1,641,860)            | -                | -              | (1,641,860)         | -                  | (1,641,860)         |
| Principal payment on revenue bonds                               | (26,280,000)           | -                | -              | (26,280,000)        | -                  | (26,280,000)        |
| Payments on arbitrage payable                                    | -                      | -                | -              | -                   | (1,324,200)        | (1,324,200)         |
| Acquisition/construction of capital assets                       | (14,296,517)           | (168,170)        | -              | (14,464,687)        | (892,547)          | (15,357,234)        |
| Cash received from sale of fixed assets                          | 1,000,000              | -                | -              | 1,000,000           | -                  | 1,000,000           |
| Cash payments on capital lease principal                         | (94,110)               | (182,077)        | -              | (276,187)           | -                  | (276,187)           |
| <b>Net cash used by capital and related financing activities</b> | <b>(15,913,815)</b>    | <b>(350,247)</b> | <b>-</b>       | <b>(16,264,062)</b> | <b>(2,216,747)</b> | <b>(18,480,809)</b> |

(Continued)

METRO

Combined Statement of Cash Flows -  
Proprietary Fund Types and Similar Trust Fund, Continued

For the year ended June 30, 1993

|   | Proprietary Fund Types |                  | Fiduciary     | Total              | Component   | Total             |
|---|------------------------|------------------|---------------|--------------------|-------------|-------------------|
|   | Enterprise             | Internal Service | Fund Type     | (memorandum only)  | unit - MERC | (memorandum only) |
|   |                        |                  | Pension Trust | Primary Government | Enterprise  | Reporting Entity  |
| Cash flows from investing activities-   |                        |                  |               |                    |             |                   |
| Interest  | \$ 1,498,174           | 302,652          | 641,426       | 2,442,252          | 482,413     | 2,924,665         |
| Net cash provided by investing activities   | 1,498,174              | 302,652          | 641,426       | 2,442,252          | 482,413     | 2,924,665         |
| Net increase (decrease) in cash and cash equivalents including restricted amounts | (11,681,537)           | 1,383,141        | 807,295       | (9,491,101)        | 31,874      | (9,459,227)       |
| Cash and cash equivalents at beginning of year including restricted amounts       | 44,587,525             | 5,444,814        | 7,238,222     | 57,270,561         | 10,701,460  | 67,972,021        |
| Cash and cash equivalents at end of year including restricted amounts             | \$ 32,905,988          | 6,827,955        | 8,045,517     | 47,779,460         | 10,733,334  | 58,512,794        |

(Continued)

**METRO**

**Combined Statement of Cash Flows -  
Proprietary Fund Types and Similar Trust Fund, Continued**

For the year ended June 30, 1993

|   | <u>Proprietary Fund Types</u> |                  | <u>Fiduciary</u> | <u>Total</u>       | <u>Component</u>   | <u>Total</u>       |
|---|-------------------------------|------------------|------------------|--------------------|--------------------|--------------------|
|   | <u>Enterprise</u>             | <u>Internal</u>  | <u>Fund Type</u> | <u>(memorandum</u> | <u>unit - MERC</u> | <u>(memorandum</u> |
|   |                               | <u>Service</u>   | <u>Pension</u>   | <u>only)</u>       | <u>Enterprise</u>  | <u>Reporting</u>   |
|   |                               |                  | <u>Trust</u>     | <u>Primary</u>     |                    | <u>Entity</u>      |
|   |                               |                  |                  | <u>Government</u>  |                    |                    |
| <b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>        |                               |                  |                  |                    |                    |                    |
| Operating income (loss)   | \$ 9,224,364                  | 712,906          | 983,753          | 10,921,023         | (1,591,174)        | 9,329,849          |
| <b>Adjustments to reconcile operating income (loss) to net cash provided by operating activities:</b> |                               |                  |                  |                    |                    |                    |
| Depreciation and amortization   | 954,284                       | 280,998          | -                | 1,235,282          | 3,360,317          | 4,595,599          |
| Change in investment value  | -                             | -                | (645,372)        | (645,372)          | -                  | (645,372)          |
| <b>Change in assets and liabilities:</b>  |                               |                  |                  |                    |                    |                    |
| Trade/other accounts receivable   | (940,154)                     | 64,185           | (113,054)        | (989,023)          | (455,581)          | (1,444,604)        |
| Due from other governments  | (12,500)                      | -                | -                | (12,500)           | (136,279)          | (148,779)          |
| Due from other funds  | (76,202)                      | (9,118)          | -                | (85,320)           | 285,686            | 200,366            |
| Other assets  | 164,254                       | (113)            | (59,458)         | 104,683            | (22,095)           | 82,588             |
| Accounts payable  | (1,205,826)                   | (15,676)         | -                | (1,221,502)        | 538,613            | (682,889)          |
| <b>Salaries, withholdings and payroll</b>   |                               |                  |                  |                    |                    |                    |
| taxes payable   | 92,638                        | 53,453           | -                | 146,091            | 10,496             | 156,587            |
| Contracts payable   | 458,143                       | -                | -                | 458,143            | -                  | 458,143            |
| Due to other funds  | 71,341                        | 142,836          | -                | 214,177            | (341,278)          | (127,101)          |
| Deposits payable  | -                             | (4,306)          | -                | (4,306)            | 117,603            | 113,297            |
| Post-closure payable  | (5,991,835)                   | -                | -                | (5,991,835)        | -                  | (5,991,835)        |
| Insurance liabilities payable   | -                             | 197,609          | -                | 197,609            | -                  | 197,609            |
| Other liabilities   | -                             | 7,962            | -                | 7,962              | (100)              | 7,862              |
| Deferred revenue  | (4,403)                       | -                | -                | (4,403)            | -                  | (4,403)            |
| <b>Total adjustments</b>  | <b>(6,490,260)</b>            | <b>717,830</b>   | <b>(817,884)</b> | <b>(6,590,314)</b> | <b>3,357,382</b>   | <b>(3,232,932)</b> |
| <b>Net cash provided by operating activities</b>  | <b>\$ 2,734,104</b>           | <b>1,430,736</b> | <b>165,869</b>   | <b>4,330,709</b>   | <b>1,766,208</b>   | <b>6,096,917</b>   |
| <b>Supplemental disclosure of cash flow information, non-cash transactions:</b>                       |                               |                  |                  |                    |                    |                    |
| Capitalized interest on fixed assets  | \$ 868,772                    | -                | -                | 868,772            | -                  | 868,772            |

See accompanying notes to combined financial statements.

# METRO

## Notes to Combined Financial Statements

June 30, 1993

### NOTE 1 - HISTORICAL INTRODUCTION

Metro, the nation's only directly elected regional government, was organized under the provisions of Oregon Revised Statutes (ORS) Chapter 268 to make available in the Portland, Oregon metropolitan area public services not adequately available through previously authorized governmental agencies. On November 3, 1992 voters approved a home rule charter for Metro, which became effective January 1, 1993. Under the Metro Charter, Metro's primary function is regional planning services. Metro is also authorized to exercise the following functions: 1) Acquisition, development, maintenance and operation of a) a metropolitan zoo, b) public cultural, trade, convention, exhibition, sports, entertainment, and spectator facilities, c) facilities for disposal of solid and liquid wastes, and d) a system of parks, opens spaces and recreational facilities of metropolitan concern; 2) Disposal of solid and liquid wastes; 3) Metropolitan aspects of natural disaster planning and response coordination; 4) Development and marketing of data; and 5) Any other function required by state law or assigned to Metro by the voters. The Charter permits Metro to assume additional functions if approved by ordinance.

The Metro Council is the governing body and consists of thirteen part-time councilors, each elected on a nonpartisan basis from a single district within the Metro area. Beginning January 2, 1995 the Council will be reduced from its current thirteen elected positions to seven positions. The office of Metro Executive Officer, whose primary duty is to enforce Metro ordinances and otherwise execute the policies of the Council, is elected from the Metro area at large. The Charter also creates the office of Metro auditor effective January 2, 1995, to be elected at large and perform financial and performance audit functions and make reports to the Council and Executive Officer.

The Metropolitan Exposition-Recreation Commission was established by Metro Ordinance to operate, maintain and renovate metropolitan convention, trade and spectator facilities pursuant to appropriate state statutes. The Commission consists of seven members appointed by the Executive Officer and confirmed by the Metro Council.

# METRO

## Notes to Combined Financial Statements, Continued

### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The following summary of Metro's more significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. These policies, as presented, should be viewed as an integral part of the accompanying financial statements.

#### A. The Reporting Entity

Metro is a municipal corporation governed as noted in Note 1. As required by generally accepted accounting principles, these financial statements present Metro (the primary government) and its sole component unit - the Metropolitan Exposition - Recreation Commission (MERC). The component unit discussed below is included in Metro's reporting entity because of the significance of its operational and financial relationship with Metro.

**Metropolitan Exposition - Recreation Commission (MERC)** - Based upon criteria established by the Governmental Accounting Standards Board, the assets, liabilities, revenues and expenses or expenditures related to the facilities operated by MERC, are included in the component unit column of Metro's combined financial statements except as discussed below. Unless noted otherwise in this report, the accounting policies of the component unit are consistent with those described for the primary government. MERC does not prepare a separate component unit financial report (CUFR). Metro is financially accountable for the operations of MERC through budgetary authority and fiscal management; and Metro is able to impose its will in the operations of MERC through charges for central management costs and is responsible for the operation and management of MERC. In addition, Metro appoints each member of the Commission.

MERC operates the Metro-owned Oregon Convention Center. In addition, under the provisions of an intergovernmental agreement with the City of Portland, MERC is responsible for operation and management of the City of Portland-owned Memorial Coliseum and Spectator Facilities (Civic Stadium and Portland Center for the Performing Arts). Because the City retains title to these facilities and all fixed assets purchased, and because the City remains obligated to pay certain bonded debt remaining on these facilities, the fixed assets, bonded debt and related interest and depreciation expenses are not included in the accompanying combined financial statements. In addition, it is Metro's understanding that future consolidation phases may provide for a transfer of the Spectator Facilities' fixed assets to Metro.

## METRO

### Notes to Combined Financial Statements, Continued

The Metro Council on November 24, 1992, approved amendments to the consolidation agreement between the City of Portland and Metro, transferring control of Memorial Coliseum operations from MERC back to the City of Portland as of July 1, 1993. The City of Portland had previously reached agreement with the Portland Trailblazers, Inc. and Oregon Arena Corporation (OAC) to permit OAC to build and operate a 19,000 seat arena, related parking garages and other improvements located on the site of the Memorial Coliseum. The agreement provided for the fund balance in the Spectator Facility Fund at June 30, 1992 to be retained by Metro for future operations of the Portland Center for the Performing Arts (PCPA). In addition, \$300,000 of the resulting fund balance derived from the current fiscal year's operations of the Memorial Coliseum is to be retained by Metro for funding of any claims related to the operation of the Memorial Coliseum by Metro. Under the terms of the amended agreement the remaining facilities would continue to be managed by Metro through the Metropolitan Exposition-Recreation Commission.

The activities of the Portland Metropolitan Area Local Government Boundary Commission are not considered a component unit and are not, therefore, included in Metro's financial statements. Although Metro appoints the members of the Commission, Metro has no financial interdependency and is not financially accountable for these activities, nor is Metro able to impose its will by designating management or influencing operations of the Commission.

#### **B. Fund Accounting**

The accounts of Metro are organized on the basis of funds and account groups, each of which is considered a separate fiscal and accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements of this report, into three broad fund categories, eight generic fund types, and two account groups. Metro's fund and account group areas of accountability are presented in the following paragraphs:

**Governmental Funds** - The governmental funds are accounted for under a spending measurement focus. Only current assets and current liabilities are generally reported on their balance sheets. Their operating statements present sources (revenues and other financing sources) and uses (expenditures and other financing uses) of "available spendable resources" during a period. Funds included in this fund category are as follows:

# METRO

## Notes to Combined Financial Statements, Continued

**General Fund** - The *General Fund* accounts for all activities not required to be accounted for in another fund. This fund accounts primarily for Metro's general government activities, including Council, Executive Management and Government Relations functions. The principal resources of the fund are interest and an excise tax on Metro's facilities and services levied in accordance with the Metro Code.

**Special Revenue Funds** - These funds account for revenues from specific sources. Included are the following:

*Planning Fund* - accounts for funding and operation of Metro's regional planning functions, including land use, urban growth management, environmental planning, and transportation planning activities. The fund was created by combining functions of the former Transportation Planning Fund and the Planning and Development Fund. Principal sources of revenues are charges for services to user funds, federal, state and local grants, dues assessed to member governmental bodies within Metro's district and a share of the excise tax transferred from the General Fund. The dues assessment is based on the population within the member district. The 1993 rate was \$.43 per person. Metro had the authority to assess up to \$.51 through June 30, 1993. Effective July 1, 1993, Metro dues assessments become voluntary contributions by local governments.

*Zoo Fund* - accounts for funding and operation of the Metro Washington Park Zoo. Principal sources of revenues are admissions, concessions and property taxes derived from a property tax base approved by voters on May 15, 1990 which provides approximately \$5,400,000 annually.

*Spectator Facilities Fund* - accounts for the operations of the Civic Stadium and Portland Center for the Performing Arts (PCPA). These facilities, while owned by the City of Portland, are operated by MERC through an intergovernmental agreement with the City of Portland. The principal resources of the fund are user fees.

*Coliseum Fund* - accounts for operations of the Memorial Coliseum through June 30, 1993. On July 1, 1993, this facility's operations were transferred back to the City of Portland in accordance with an intergovernmental agreement with the City. Under the agreement, Metro retains \$300,000 of the resulting fund balance derived from the current fiscal year's operations of the Coliseum for funding of any claims related to the operation of the Coliseum by Metro.

# METRO

## Notes to Combined Financial Statements, Continued

*MERC Management Pool Fund* - accounts for the central management and administrative staff functions that are responsible for all MERC operated facilities. The principal resources of the fund are transfers from the Spectator Facilities, Coliseum and Convention Center Funds, which are recorded as reimbursements to the Fund, and a reduction of expenditures.

**Debt Service Fund** - The *Convention Center Debt Service Fund* accounts for payments of general obligation bond principal and interest to bond holders. The principal source of revenue is property taxes.

**Capital Projects Fund** - The *Zoo Capital Fund* accounts for major improvement projects at the Metro Washington Park Zoo. Principal resources are donations and interest.

**Proprietary Funds** - Proprietary Funds are accounted for under a cost of services or a capital maintenance measurement focus. All assets and all liabilities (whether current or non-current) associated with the operation of these funds are reported on the balance sheets, and their operating statements present net income and cash flows.

**Enterprise Funds** - These funds account for the financing of predominantly self-supporting activities which are funded through service charges and user fees to customers. Metro's Enterprise Funds are as follows:

*Solid Waste Fund* - accounts for revenues, derived primarily from fees imposed for the disposal of solid waste, and expenses for the implementation, administration and enforcement of Metro's Solid Waste Management Plan. This fund also accounts for Metro South Station and Metro Central Station solid waste transfer and recycling facilities, and the closed St. Johns Landfill.

*Building Management Fund* - accounts for revenues and expenses related to leasing and managing Metro's former office space, and management of the parking structure and new headquarters facility, Metro Regional Center. Principal sources of revenue are sublease and parking income and charges to user funds. Expenses primarily consist of lease payments, maintenance, utilities and professional services costs. This fund consists of two budgetary funds which are combined as one Enterprise Fund in order to be in accordance with generally accepted accounting principles.



# METRO

## Notes to Combined Financial Statements, Continued

*Convention Center Fund* - accounts for revenues and expenses related to the operation and management of the Oregon Convention Center (the Center) in Portland, Oregon. The principal sources of revenue are intergovernmental revenue from a 3% Multnomah County lodging tax, fees charged to customers for facility use, concession sales and parking fees. Expenses consist primarily of management, marketing and operations costs. This fund consists of two budgetary funds which are combined as one Enterprise Fund in order to be in accordance with generally accepted accounting principles.

**Internal Service Funds** - Internal Service Funds are used to account for activities or services furnished by designated departments to other organizational units within Metro. Charges are made to the various user departments to support these activities. Metro's Internal Service Funds are as follows:

*Risk Management Fund* - accounts for risk management and self-insurance programs provided for other organizational units within Metro. Revenues are derived primarily from charges to user funds and interest. Primary expenses are insurance premiums, claims costs and studies related to insurance issues.

*Support Services Fund* - accounts for central services provided to other Metro operating units. These central services consist of Finance and Management Information, Personnel, Office of General Counsel, Public Affairs and Regional Facilities. Primary sources of revenue are charges to user funds, established through a cost allocation plan that distributes the central services' costs based upon the benefit received, business license fees and interest.

**Fiduciary Funds** - Metro's fiduciary funds account for resources received and held in a fiduciary capacity. Disbursements from these funds are made in accordance with the trust agreement or applicable legislative enactment for each particular fund. The terms "nonexpendable" and "expendable" refer to whether or not Metro is required to preserve the trust principal balance. Metro's Fiduciary Funds are as follows:

**Non-Expendable Trust Fund** - A Nonexpendable Trust Fund is accounted for and reported in a manner similar to Proprietary Funds since capital maintenance is critical.

*Pension Plan Fund* - accounts for Metro's contributions to two defined contribution pension plans for the benefit of a number of employees and earnings on such plan participant balances. Resources are contributions, based upon a percentage of participants' wages, and interest and other earnings on investments.

# METRO

## Notes to Combined Financial Statements, Continued

**Expendable Trust Funds** - Expendable Trust Funds are accounted for in essentially the same manner as Governmental Funds. Metro's Expendable Trust Funds are as follows:

*Rehabilitation and Enhancement Fund* - accounts for funds received and expenditures for rehabilitation and enhancement of the area in and around the various solid waste disposal facilities. Primary resources are rehabilitation and enhancement fees and interest on investments. Expenditures are for planning and implementation of rehabilitation and enhancement programs in the area.

*Smith and Bybee Lakes Trust Fund* - accounts for the implementation of the Smith and Bybee Lakes Management Plan, managed by Metro's Planning Department. A Natural Resources Plan for Smith and Bybee Lakes was adopted by the City of Portland and Metro on December 13, 1990. Primary resources include donations and interest.

*Portland Center for the Performing Arts (PCPA) Capital Trust Fund* - accounts for resources dedicated for the improvement of the New Theater Building, which houses the Winningstad and Intermediate theaters. Improvements made to the facility become assets of the City of Portland under terms of an intergovernmental agreement. The fund was totally expended as of June 30, 1993.

**Account Groups** - Account groups are used to establish accounting control and accountability for general fixed assets and general long-term obligations. Metro's account groups are as follows:

*General Fixed Assets Account Group* - accounts for Metro's investment in fixed assets not recorded in Proprietary Fund types.

*General Long-term Obligations Account Group* - accounts for Metro's obligations under capital leases and liabilities for compensated absences payable from future resources, and retirement of general obligation bonds not recorded in the Proprietary Fund types.

### C. Basis of Accounting

Metro's financial operations are organized and accounted for on the basis of funds and account groups, each of which is considered a separate fiscal and accounting entity. The segregation by fund is for the purpose of carrying on specific activities or attaining certain objectives in accordance with ordinances, special regulations, restrictions or limitations. The various funds are grouped in the accompanying combined financial statements into three generic fund types - Governmental, Proprietary and Fiduciary Fund types (see note 2B).

# METRO

## Notes to Combined Financial Statements, Continued

The Governmental Fund types and the Expendable Trust Fund (a Fiduciary Fund type) are maintained using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded in the accounting period in which they become measurable and available and expenditures are recorded when the liability for them is incurred, except for:

- interfund transactions;
- revenues from grants and contracts which are recorded as earned; and
- accrued interest on general long-term debt which is recorded on its due date.

Significant revenues which are considered to be measurable and available under the modified accrual basis of accounting are:

- interest earned on temporary investments; and
- property taxes received within approximately 60 days of the end of a fiscal year.

The Proprietary Fund types and Pension Trust Fund are accounted for utilizing the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded at the time they are earned and expenses are recorded at the time liabilities are incurred.

### **D. Budgets**

A budget is prepared for each fund type in accordance with the modified accrual basis of accounting and legal requirements set forth in the Oregon Local Budget Law. The original budget is adopted for all funds except the Pension Trust Fund by the Council by ordinance prior to the beginning of Metro's fiscal year. The ordinance authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. The legal level of control is set by department in the functional categories of personal services, materials and services, capital outlay, and other expenditures in the following funds:

- General Fund
- Zoo Operating Fund
- Spectator Facilities Operating Fund
- Solid Waste Revenue Fund
- General Revenue Bond Fund
- Support Services Fund
- Rehabilitation and Enhancement Fund

# METRO

## Notes to Combined Financial Statements, Continued

The functional categories of personal services, materials and services, capital outlay, and other expenditures are the established legal level of control in these funds:

- Planning Fund
- Coliseum Operating Fund
- MERC Management Pool Fund
- Convention Center Debt Service Fund
- Zoo Capital Fund
- Building Management Fund
- Convention Center Operating Fund
- Convention Center Project Capital Fund
- Risk Management Fund
- Smith and Bybee Lakes Trust Fund
- Portland Center for the Performing Arts Capital Trust Fund

The detail budget document is required to contain more specific, detailed information about the aforementioned expenditure categories. Appropriations which have not been expended at year end lapse and subsequent actual expenditures are charged against ensuing year appropriations. Encumbrances are recorded in Metro's internal accounting records for management reporting and control. Encumbrances are closed at June 30, 1993 and re-established in the ensuing fiscal year against appropriations for that year.

Unexpected additional resources and budget revisions may be added to the budget through the use of a supplemental budget or by an ordinance passed by the Council amending the budget. A supplemental budget requires hearings before the public, publication in newspapers and approval by the Council. Original, amended and supplemental budgets may be modified by the use of appropriations transfers between the levels of control. Such transfers require the approval of the Council. Management may amend the budget within the appropriated levels of control without the approval of the Council.

Budget amounts shown in the combined financial statements include the original budget amounts and all appropriation transfer and amendment amounts approved by the Council. Metro adopted thirteen budget amendments and one supplemental budget during the year ended June 30, 1993. Other than the supplemental budget, the amount of such amendments was not significant. The primary purpose of the supplemental budget was to reflect in the budget pass-through debt service receipts and the related payoff of \$24,505,000 in bonds relating to the Riedel Composter Project (see note 9B).

# METRO

## Notes to Combined Financial Statements, Continued

### **E. Cash and Investments**

Cash and investments consist of each fund's portion of pooled cash balances, time certificates of deposit, money market investments, U.S. Government securities, bankers' acceptances and investments in the State Treasurer's investment pool. Such investments are stated at cost, which approximates market. Interest earned on investments is allocated monthly based upon each fund's average monthly cash balance. Pension plan investments are stated at market value and consist principally of insurance contracts, public utility bonds, residential and commercial mortgages, and common stock mutual funds.

For purposes of the statements of cash flows, cash and cash equivalents include demand deposits and short-term investments with a maturity date within three months of the date acquired, such as time certificates of deposit, money market investments, U.S. Government obligations, banker's acceptances, investments in the State Treasurer's investment pool and pooled short-term pension investments.

### **F. Receivables**

Uncollected property taxes are shown on the combined balance sheet as a receivable. Property taxes collected and remitted to Metro by county treasurers within approximately 60 days of fiscal year-end are recognized as revenue. The remaining balance is recorded as deferred revenue because it is not deemed available to finance operations of the current period.

~~Under state law, county governments are responsible~~ for extending authorized property tax levies, computing tax rates, billing and collecting all property taxes, and making periodic remittances of collections to entities levying taxes. The property tax assessment is levied on November 15. Property taxes become a lien against the property as of January 1 for personal property and on July 1 for real property and are payable in three installments which are due on November 15, February 15 and May 15.

Allowances for uncollectible accounts for trade receivables within the Enterprise funds were \$33,836 at June 30, 1993.

### **G. Inventory of Materials and Supplies**

Inventory for the Zoo Fund, consisting of consumable food and zoo gift shop items held for resale, is valued at cost (first-in, first-out method). Inventory for the Spectator Facilities and Coliseum Funds within the component unit, consisting of consumable food, is valued at the lower of first-in, first-out cost or market. Inventories are charged as expenditures upon sale.

# METRO

## Notes to Combined Financial Statements, Continued

### H. Zoo Specimens and Animal Food

The cost of acquiring zoo specimens and the cost of animal food are charged against operations as such costs are incurred.

### I. Materials and Volunteer Services Donated to Zoo

Donated materials relating to improvements are recorded at estimated fair values when received. Volunteer services and donated supplies are not accounted for in the combined financial statements as there is no reasonable basis for valuing these donations.

### J. Fixed Assets

**General Fixed Assets Account Group** - Fixed assets are stated at cost. Fixed assets acquired by donation from the City of Portland and the Portland Zoological Society are stated at the basis of the predecessor entity. All other donated fixed assets are stated at estimated fair market value when received. Purchases of fixed assets are recorded as capital outlay expenditures in the Governmental Funds and capitalized in the General Fixed Assets Account Group. No depreciation is recorded on general fixed assets and maintenance and repairs are charged to expenditures in various Governmental Funds as incurred and not capitalized. Upon disposal, the General Fixed Assets Account Group is relieved of the asset's original cost or other basis; any monies received from such disposal are accounted for as revenue in the General Fund or Special Revenue Funds as appropriate.

Pursuant to an intergovernmental agreement with the City of Portland, operations and management functions were transferred to Metro for the Spectator Facilities and Coliseum, however, fixed assets purchased from funds derived from these operations become property of the City. As such, these expenditures are reflected as contributions to other governments and are not capitalized in the General Fixed Assets Account Group.

**Proprietary Fund Type Fixed Assets** - Fixed assets in the enterprise and internal service funds are stated at cost. Normal maintenance and repairs are charged to operations as incurred. Replacements that improve or extend the lives of property are capitalized. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets as follows:

- Buildings and improvements 30-40 years
- Equipment 5-10 years

## Notes to Combined Financial Statements, Continued

- Office furniture 5-7 years

Depreciation provided on certain assets acquired through contributions is recorded as a reduction of contributed capital. Gains or losses realized from sales or retirements are credited or charged to operations.

**K. Restricted Assets and Liabilities**

Cash and investments and interest receivable have been restricted for future payment of retainages on several construction projects and certain other long-term contracts and arbitrage earnings on the Convention Center general obligation bonds. Cash and investments have been restricted in the Enterprise Fund for payment of the post-closure liability at the St. Johns Landfill.

**L. Capitalized Interest**

Interest costs in the Proprietary Fund types are capitalized during the period of construction as part of the costs of fixed assets, based on the related weighted average net borrowing costs incurred. Interest earned on temporary investments acquired with the proceeds of such borrowed funds from the date of the borrowing until the assets are ready for their intended use is used to reduce the interest costs capitalized on the constructed assets. During fiscal 1993, interest costs amounting to \$868,772 were capitalized.

**M. Grants**

Unreimbursed expenditures in the Governmental Fund types for all grants due from grantor agencies are reflected in the combined financial statements as receivables and revenues. Cash received from grantor agencies in excess of related grant expenditures is recorded as a liability in the combined balance sheet.

In Enterprise Funds, capital grants restricted by the grantor for capital outlay projects are credited directly to contributed capital as received and the related project costs are capitalized as fixed assets.

Metro allocates indirect costs, primarily of an administrative nature, to grants in compliance with cost allocation plans which are subject to the approval of Metro's cognizant agency. The plan in effect for fiscal 1993 allocated indirect costs to grants at rates of approximately 24.3% and 45.6% of the related direct personnel costs for Transportation Planning and Growth Management programs respectively.

# METRO

## Notes to Combined Financial Statements, Continued

### **N. Leases**

Leases which meet certain criteria established by the Financial Accounting Standards Board and adopted by the Governmental Accounting Standards Board are classified as capital leases. The assets and related liabilities are recorded at amounts equal to the lesser of the present value of minimum lease payments or the fair value of the leased property at the beginning of the lease term.

Capital leases of general fixed assets are recorded at the inception of the leases as expenditures and other financing sources in Governmental Fund types and as assets and obligations in the General Fixed Asset and General Long-term Obligations Account Groups, respectively. Lease payments are recorded as expenditures on the due date; the portion of the payments applicable to principal, determined by using interest rates implicit in the leases, is reported as a reduction of the capitalized lease obligation in the General Long-term Obligations Account Group.

Leases which do not meet the criteria of a capital lease are classified as operating leases and related rentals are charged to expenditures or expenses as appropriate.

### **O. Interfund Transactions**

Metro's policy is to record certain administrative and insurance expenditures for other funds in the Support Services Fund and Risk Management Fund, respectively. These administrative and insurance expenditures are charged to other funds as expenditures or expenses and reflected as revenue in the Support Services Fund and Risk Management Fund. The amounts of such interfund charges are based upon management's estimates of total costs and are identified in the cost allocation plan as reflected in the operating budgets. The cost allocation plan adjusts such interfund charges to reflect actual costs at year end.

Within the MERC component unit, certain administrative expenses for the Convention Center, Spectator Facilities, and Coliseum Funds are recorded in the MERC Management Pool Fund. Such expenses or expenditures are reimbursed by the various funds to the MERC Management Pool Fund which accounts for such reimbursements as deductions from total expenditures. The amounts of such interfund charges are based upon management's estimates of total costs.

Certain operating revenues and expenditures and capital costs under generally accepted accounting principles have been presented as transfers among funds for budgetary purposes in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Governmental Fund Types and Expendable Trust Fund.



# METRO

## Notes to Combined Financial Statements, Continued

### P. Liability for Compensated Absences

Accumulated unpaid vacation benefits in the Governmental Fund types are recorded as expenditures to the extent they are expected to be liquidated with expendable available resources. The amount payable from future resources is recorded in the General Long-term Obligations Account Group. Accumulated unpaid vacation benefits in the Proprietary Fund types are accrued as earned. Accumulated sick leave does not vest and is, therefore, recorded in all funds when leave is taken.

### Q. Reserved Retained Earnings

A portion of retained earnings of the Enterprise Funds has been segregated from unreserved retained earnings for amounts legally required to be set aside to pay debt service and to fund renewal and replacement costs in accordance with the revenue bond ordinance authorizing the Metro Central Station Project, Waste Disposal System Revenue Bonds.

### R. Total (Memorandum Only) Columns

The total (memorandum only) columns in the combined financial statements represent an aggregate of the columnar statements by fund type and account group; they do not represent consolidated financial information.

## NOTE 3 - INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the combined financial statements, of certain information concerning individual funds.

Metro made the following budget basis expenditures in excess of the budgeted appropriation:

| <u>Fund</u>                 | <u>Budget category</u>        | <u>Amount</u> |
|-----------------------------|-------------------------------|---------------|
| Primary government - Metro: |                               |               |
| Zoo Capital Fund            | Capital outlay                | \$ 6,340      |
| Component unit - MERC:      |                               |               |
| Spectator Facilities Fund   | PCPA - materials and services | 2,232         |
| Coliseum Fund               | Capital outlay                | 11,842        |
| MERC Management Pool Fund   | Personal services             | 1,461         |

# METRO

## Notes to Combined Financial Statements, Continued

### NOTE 4 - CASH AND INVESTMENTS

#### A. Deposits

At June 30, 1993, the carrying amount of Metro's cash deposits with the county treasurers and various financial institutions presented in the accompanying combined financial statements was \$29,428,778. The corresponding bank balances associated with the carrying amounts disclosed above total \$29,701,883. The entire amount of the bank balances are covered by Federal depository insurance or by collateral held by Metro's agent, United States National Bank of Oregon, in Metro's name. Metro also has cash on hand of \$61,169. Oregon statutes require each depository throughout the period of its possession of public funds to maintain on deposit securities having a value of not less than 25% of the certificates of participation issued by its pool manager.

#### B. Investments

Policies officially adopted by Metro's Investment Advisory Board and the Metro Council authorize Metro to invest in obligations of the U. S. Treasury and agencies, time certificates of deposit, money market investments, bankers' acceptances, commercial paper (rated A1/P1) and the State Treasurer's investment pool. The Pension Trust Fund is also authorized to invest in, but is not limited to, stocks, mortgages, insurance contracts, bonds and other evidences of indebtedness or ownership.

During the fiscal year, there were no known violations of legal or contractual provisions for deposits and investments.

Metro's investments at year end are categorized below to give an indication of the level of risk assumed. Category 1 includes investments that are insured or registered or for which the securities are held by Metro or its agent in Metro's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in Metro's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in Metro's name. The risk level indicated below is generally reflective of the risk assumed by Metro during the year ended June 30, 1993.

METRO

Notes to Combined Financial Statements, Continued

|  | <u>1</u>         | <u>Category</u><br><u>2</u> | <u>3</u> | <u>Uncategorized</u> | <u>Carrying</u><br><u>amount</u> | <u>Market</u><br><u>value</u> |
|--|------------------|-----------------------------|----------|----------------------|----------------------------------|-------------------------------|
| <b>Component Unit - MERC:</b>  |                  |                             |          |                      |                                  |                               |
| Commercial paper   | \$ -             | 2,744,224                   | -        | -                    | 2,744,224                        | 2,744,224                     |
| U.S. Government obligations  | -                | 931,966                     | -        | -                    | 931,966                          | 949,858                       |
| <b>Primary Government - Metro:</b>   |                  |                             |          |                      |                                  |                               |
| U.S. Government obligations  | 9,156,900        | 14,652,876                  | -        | -                    | 23,809,776                       | 24,012,554                    |
| Pooled short-term pension investments, primarily insurance contracts, residential/commercial mortgages, public utility bonds and common stock mutual funds | -                | -                           | -        | 8,045,517            | 8,045,517                        | 8,045,517                     |
| Subtotal   | 9,156,900        | 18,329,066                  | -        | 8,045,517            | 35,531,483                       | 35,752,153                    |
| Investment In Oregon State Treasurer's investment pool   | -                | -                           | -        | 16,614,733           | 16,614,733                       | 16,614,733                    |
| Total investments  | <u>9,156,900</u> | <u>18,329,066</u>           | <u>-</u> | <u>24,660,250</u>    | <u>52,146,216</u>                | <u>52,366,886</u>             |

The Pension Trust Fund owns \$8,045,517 of the uncategorized investments included above. Metro's cash and investments (all of which are cash equivalents) are reflected on the combined balance sheet as follows:

|              | <u>Primary</u><br><u>Government</u><br><u>Metro</u> | <u>Component</u><br><u>Unit</u><br><u>MERC</u> |
|--------------|---|--|
| Unrestricted | \$44,885,491  | 13,605,773                                     |
| Restricted   | <u>20,217,570</u>                                   | <u>2,927,329</u>                               |
|              | <u>\$65,103,061</u>                                 | <u>16,533,102</u>                              |

**NOTE 5 - DUE FROM OTHER GOVERNMENTS**

Metro has entered into an intergovernmental agreement with Multnomah County, Oregon to receive the proceeds of a 3% lodging tax levied on hotels and motels within the County's boundaries for operation of the Convention Center. At June 30, 1993, \$736,292 is owed to Metro for taxes levied and collected subsequent to year-end by Multnomah County but not remitted to Metro by that date.

METRO

Notes to Combined Financial Statements, Continued

**NOTE 6 - FIXED ASSETS**

Fixed assets by major class for the General Fixed Assets Account Group and the Proprietary Funds are as follows:

|   | Balance<br>July 1,<br><u>1992</u> | <u>Additions</u>  | Disposals<br>and<br><u>Transfers</u> | Balance<br>June 30,<br><u>1993</u> |
|---|-----------------------------------|-------------------|--------------------------------------|------------------------------------|
| <b>General Fixed Assets<br/>Account Group</b>     |                                   |                   |                                      |                                    |
| Land  | \$ 2,573,449                      | 308,095           | -                                    | 2,881,544                          |
| Buildings and exhibits                            | 32,043,189                        | 1,170,844         | -                                    | 33,214,033                         |
| Improvements                                      | 1,745,082                         | 55,668            | -                                    | 1,800,750                          |
| Equipment   | 1,374,095                         | 74,738            | -                                    | 1,448,833                          |
| Office furniture                                  | 1,202,405                         | 165,859           | -                                    | 1,368,264                          |
| Railroad equipment and facilities                 | 782,815                           | 205,903           | -                                    | 988,718                            |
| Capitalized leases                                | <u>446,111</u>                    | <u>48,275</u>     | <u>199,696</u>                       | <u>294,690</u>                     |
|   | <u>\$40,167,146</u>               | <u>2,029,382</u>  | <u>199,696</u>                       | <u>41,996,832</u>                  |
| <b>Proprietary Funds</b>                          |                                   |                   |                                      |                                    |
| <b>Primary Government - Metro</b>                 |                                   |                   |                                      |                                    |
| Land  | 4,980,902                         | 588,716           | 950,288                              | 4,619,330                          |
| Buildings   | 26,184,505                        | 20,705,612        | 179,906                              | 46,710,211                         |
| Improvements                                      | 4,757,276                         | 72,069            | -                                    | 4,829,345                          |
| Equipment   | 768,803                           | 58,363            | -                                    | 827,166                            |
| Office furniture                                  | 1,214,739                         | 720,327           | -                                    | 1,935,066                          |
| Leasehold improvements                            | 8,111,689                         | 155,204           | -                                    | 8,266,893                          |
| Capitalized leases                                | 1,363,044                         | -                 | -                                    | 1,363,044                          |
| Construction in progress                          | <u>8,452,978</u>                  | <u>-</u>          | <u>8,452,978</u>                     | <u>-</u>                           |
|   | 55,833,936                        | 22,300,291        | 9,583,172                            | 68,551,055                         |
| Less accumulated depreciation<br>and amortization | <u>11,883,965</u>                 | <u>1,235,282</u>  | <u>-</u>                             | <u>13,119,247</u>                  |
|   | <u>\$43,949,971</u>               | <u>21,065,009</u> | <u>9,583,172</u>                     | <u>55,431,808</u>                  |

METRO

Notes to Combined Financial Statements, Continued

|   | Balance<br>July 1,<br><u>1992</u> | <u>Additions</u>   | Disposals<br>and<br><u>Transfers</u> | Balance<br>June 30,<br><u>1993</u> |
|---|-----------------------------------|--------------------|--------------------------------------|------------------------------------|
| <b>Component unit - MERC</b>                      |                                   |                    |                                      |                                    |
| Land  | \$14,979,562                      | -                  | -                                    | 14,979,562                         |
| Buildings   | 81,955,564                        | 762,501            | -                                    | 82,718,065                         |
| Improvements                                      | 140,013                           | 42,974             | -                                    | 182,987                            |
| Equipment   | 432,193                           | 171,337            | -                                    | 603,530                            |
| Office furniture                                  | <u>3,716,326</u>                  | <u>380</u>         | -                                    | <u>3,716,706</u>                   |
|   | 101,223,658                       | 977,192            | -                                    | 102,200,850                        |
| Less accumulated depreciation<br>and amortization | <u>4,978,669</u>                  | <u>3,360,317</u>   | -                                    | <u>8,338,986</u>                   |
|   | <u>\$96,244,989</u>               | <u>(2,383,125)</u> | -                                    | <u>93,861,864</u>                  |

An agreement effective July 1, 1976, transferred title of real property in the amount of \$4,063,148, accounted for in the General Fixed Assets Account Group, from the City of Portland to Metro. The agreement provides that such property must be used for zoo or zoo-related purposes and, if such property ceases to be used for such purposes or is used for other purposes, title reverts to the City of Portland.

Proprietary fund fixed assets for the component unit (MERC) are those of the Metro owned Oregon Convention Center. No other fixed assets used in operating the spectator facilities are included in the General Fixed Assets Account Group or Proprietary funds of Metro as title to the assets remains with the City of Portland in accordance with the consolidation intergovernmental agreement. These fixed assets will be included in the Comprehensive Annual Financial Report of the City of Portland, when issued.

**NOTE 7 - POST-CLOSURE COST PAYABLE**

The St. Johns Landfill was closed for operations in a prior year. Closure and post-closure care costs were recognized while the St. Johns Landfill was still in operation based on the then current estimate of total costs to complete such efforts, regardless of when cash disbursements were to be made. Such costs include methane gas and leachate collection systems, final cover, seeding, roads, drainage, ground water monitoring wells, liner systems, storm water management and operations and maintenance costs.

# METRO

## Notes to Combined Financial Statements, Continued

The post-closure cost of the St. Johns Landfill is estimated to be approximately \$41,394,000 under current Federal and state regulations. During the fiscal year, Metro paid \$5,991,835 in closure costs as the closure process continued (\$17,856,774 cumulative to date), reducing the remaining estimated liability to \$23,537,127 at June 30, 1993. Metro has accumulated \$15,366,741 in restricted cash and investments for future payment of post-closure liabilities and will establish disposal charges at other Metro facilities to accumulate additional resources. This closure plan is in compliance with the plan filed with the Oregon Department of Environmental Quality.

### **NOTE 8 - ARBITRAGE PAYABLE**

Under certain conditions, the Tax Reform Act of 1986 requires governmental units to remit excess arbitrage earnings arising from invested bond proceeds to the Internal Revenue Service. At June 30, 1993, Metro recorded a liability of \$231,843 in the accompanying financial statements for such estimated excess arbitrage earnings.

### **NOTE 9 - BONDS PAYABLE**

#### **A. Convention Center 1992 Series A General Obligation Refunding Bonds**

In prior years, Metro issued \$65,760,000 in 1992 Series A General Obligation Bonds to advance refund the 1987 Series bonds. The net proceeds plus additional monies were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1987 Series bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in Metro's financial statements. At June 30, 1993, \$59,430,000 of bonds outstanding are considered defeased.

The Convention Center General Obligation Refunding Bonds are to be repaid with proceeds of Metro's ad valorem property tax levied each year. The bonds have an average interest rate of 6.334 percent.

# METRO

## Notes to Combined Financial Statements, Continued

Bond principal and interest outstanding at June 30 and the corresponding maturities are as follows:

| Fiscal year ending June 30: | <u>Principal</u>    | <u>Interest</u>   |
|-----------------------------|---------------------|-------------------|
| 1994                        | \$1,670,000         | 3,860,802         |
| 1995                        | 1,755,000           | 3,787,640         |
| 1996                        | 1,860,000           | 3,700,677         |
| 1997                        | 1,975,000           | 3,603,447         |
| 1998                        | 2,100,000           | 3,496,152         |
| 1999-2013                   | <u>55,580,000</u>   | <u>31,082,314</u> |
|                             | <u>\$64,940,000</u> | <u>49,531,032</u> |

### **B. Solid Waste Disposal System Revenue Bonds**

#### **Metro Central Transfer Station Project, Waste Disposal System Revenue Bonds**

On March 1, 1990, Metro sold \$28,500,000 of Waste Disposal System Revenue Bonds (1990 Series A), which mature serially each January 1 and July 1 beginning January 1, 1992 through 2011. Interest is payable semiannually on July 1 and January 1. This issue is composed of \$15,400,000 in Serial Bonds, \$4,730,000 in Tax-Exempt Capital Accumulator Serial Bonds, and \$8,370,000 in Term Bonds.

Interest rates range from 6.10% to 7.35% on various maturities with average interest cost for the entire issue being 7.05%. Bond proceeds were used to finance the cost of the acquisition, construction, installation and equipping of a transfer and recycling facility.

Ordinance No. 89-319, which authorized the issuance of the bonds, contains certain covenants that must be complied with on a continuing basis. Metro is in compliance with all covenants of the ordinance at June 30, 1993.

The bonds are secured by a pledge of, and are payable solely from the System Trust Estate, which includes a pledge of the net revenues derived from the operation of the system.

METRO

Notes to Combined Financial Statements, Continued

Bond principal and interest outstanding at June 30 and the corresponding maturities are as follows:

|                             | <u>Principal</u>    | <u>Interest</u>   |
|-----------------------------|---------------------|-------------------|
| Fiscal year ending June 30: |                     |                   |
| 1994                        | \$1,250,000         | 1,505,813         |
| 1995                        | 1,330,000           | 1,426,110         |
| 1996                        | 1,415,000           | 1,340,036         |
| 1997                        | 1,505,000           | 1,246,948         |
| 1998                        | 1,605,000           | 1,145,758         |
| 1999-2011                   | <u>19,660,000</u>   | <u>16,119,371</u> |
|                             | <u>\$26,765,000</u> | <u>22,784,036</u> |

Certain maturities are being advance refunded in the 1993-94 fiscal year. See note 20.

**Metro/Riedel Oregon Compost Co., Inc. Project, Waste Disposal System Project Revenue Bonds**

In previous years, Metro sold \$25,105,000 of Waste Disposal System Project Revenue Bonds, the proceeds of which were loaned to Riedel Oregon Compost Company, Inc. (Riedel) in order to pay the construction costs of the compost project, pay a portion of the interest accruing on the bonds for a 20-month period, establish a reserve account for the benefit of the bonds, and pay certain costs of bond issuance. Riedel was to repay to Metro the amount loaned to them. Credit Suisse subsequently became owner of the facility and assumed Riedel's rights and duties. Accordingly, a loan receivable from Credit Suisse had been recorded at June 30, 1992. The facility never successfully completed the performance tests and was closed in February 1992. Since Credit Suisse guaranteed repayment of the bonds if the facility did not reopen, Metro received funds in 1992-93 from Credit Suisse sufficient to pay off the loan receivable and the entire bond issue outstanding.

On June 20, 1990, Metro sold \$5,000,000 of Waste Disposal Project Revenue Bonds 1990 Series 1 which all mature on July 1, 2011. United States National Bank of Oregon (USNB) secures the bonds through an irrevocable direct-pay letter of credit. Metro has no obligation to make any payments for debt service on the 1990 Series 1 bonds which were issued as non-recourse to Metro. Accordingly, the balance sheet reflects a loan receivable of \$5,000,000 for amounts due from USNB. As interest rates are variable, interest payments over the life of the bonds are not determinable.



# METRO

## Notes to Combined Financial Statements, Continued

Ordinance No. 89-319, which authorized the issuance of the bonds, contains certain covenants that must be complied with on a continuing basis. Metro is in compliance with all covenants of the ordinance at June 30, 1993.

Bond principal outstanding at June 30 and the corresponding maturities are as follows:

| Fiscal year ending June 30: | <u>Principal</u>   |
|-----------------------------|--------------------|
| 1994                        | \$ -               |
| 1995                        | -                  |
| 1996                        | -                  |
| 1997                        | -                  |
| 1998                        | -                  |
| 1999-2012                   | <u>5,000,000</u>   |
|                             | <u>\$5,000,000</u> |

### C. Metro Headquarters Building Project 1991 Series A General Revenue Bonds

On December 12, 1991, Metro sold \$22,990,000 of 1991 Series A General Revenue Bonds. The proceeds of the 1991 Series A Bonds were used for financing the acquisition, renovation and furnishing of an existing building and parking facility which serves as the principal offices of Metro. The issue matures serially each July 1, beginning July 1, 1994 through 2022. The issue is composed of \$4,475,000 in Serial Bonds and \$18,515,000 in Term Bonds.

Interest rates range from 4.65% to 6.75% on various maturities, with average interest cost for the entire issue being 6.765%.

Ordinance No. 91-440, which authorized issuance of the Bonds, contains certain covenants that must be complied with on a continuing basis. Metro is in compliance with all covenants of the ordinance at June 30, 1993.

The 1991 Series A Bonds are payable from the revenues and available funds of Metro, including the taxes levied by Metro subject to the limitations imposed under Oregon State law, revenues derived by Metro from its operations and all other legally available funds. The Bonds are secured by a pledge of the Trust Estate, which consists of the moneys on deposit from time to time in the Reserve Account, the Construction Account, and the Debt Service Account.

METRO

Notes to Combined Financial Statements, Continued

Bond principal and interest outstanding at June 30 and the corresponding maturities are as follows:

|                             | <u>Principal</u>    | <u>Interest</u>   |
|-----------------------------|---------------------|-------------------|
| Fiscal year ending June 30: |                     |                   |
| 1994                        | \$ -                | 1,494,331         |
| 1995                        | 310,000             | 1,487,124         |
| 1996                        | 325,000             | 1,471,791         |
| 1997                        | 340,000             | 1,454,996         |
| 1998                        | 360,000             | 1,436,876         |
| 1999-2023                   | <u>21,655,000</u>   | <u>22,755,483</u> |
|                             | <u>\$22,990,000</u> | <u>30,100,601</u> |

**NOTE 10 - GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP**

The change in the balance of the liability in the General Long-term Obligations Account Group is as follows:

|                                    | <u>Balance</u><br><u>July 1, 1992</u> | <u>Increase</u> | <u>Decrease</u>    | <u>Balance</u><br><u>June 30, 1993</u> |
|------------------------------------|---------------------------------------|-----------------|--------------------|--|
| Bonds payable                      | \$ 65,760,000                         | -               | (820,000)          | 64,940,000                             |
| Obligations under capital leases   | 301,004                               | 48,275          | (210,196)          | 139,083                                |
| Liability for compensated absences | <u>381,358</u>                        | <u>433,083</u>  | <u>(381,358)</u>   | <u>433,083</u>                         |
|                                    | <u>\$ 66,442,362</u>                  | <u>481,358</u>  | <u>(1,411,554)</u> | <u>65,512,166</u>                      |

**NOTE 11 - DEFERRED REVENUE**

Deferred revenue at June 30, 1993 consists of taxes receivable not collected within 60 days after year-end:

|                       |                   |
|-----------------------|-------------------|
| Special Revenue Funds | \$ 481,294        |
| Debt Service Fund     | <u>502,083</u>    |
|                       | <u>\$ 983,377</u> |

METRO

Notes to Combined Financial Statements, Continued

**NOTE 12 - CAPITAL LEASE OBLIGATIONS**

Metro has capital lease agreements for computer hardware and software, copy machines, high speed printers, telephone system and some office equipment. All of these agreements provide Metro the right to purchase the asset at a nominal price at the end of the lease term. The agreements are for varying periods through 1995. Interest rates range from 8.4% to 13.2%.

The future minimum lease payments are:

|  |  |                   |
|--|--|-------------------|
| Fiscal year ending June 30:                        |  |                   |
| 1994   |  | \$ 247,460        |
| 1995   |  | 103,733           |
| 1996   |  | <u>12,674</u>     |
| Total minimum lease payments                       |  | 363,867           |
| Less amount representing interest                  |  | <u>(26,559)</u>   |
| Net present value of future minimum lease payments |  | \$ <u>337,308</u> |

**NOTE 13 - CONTRIBUTED CAPITAL**

Changes in contributed capital in the Proprietary Funds for the year ended June 30, 1993 are as follows:

|   | Enterprise         |                          |                  | Internal Service      | Component Unit         |
|---|--------------------|--------------------------|------------------|-----------------------|------------------------|
|   | Solid Waste Fund   | Building Management Fund | Total            | Support Services Fund | Convention Center Fund |
| Balance, July 1, 1992   | \$1,084,757        | 111,229                  | 1,195,986        | 711,311               | 90,454,086             |
| Depreciation on fixed assets that reduces contributed capital (\$8,749,219 total accumulated depreciation at June 30, 1993) | <u>31,623</u>      | <u>27,808</u>            | <u>59,431</u>    | <u>142,262</u>        | <u>2,490,319</u>       |
| Balance, June 30, 1993  | <u>\$1,053,134</u> | <u>83,421</u>            | <u>1,136,555</u> | <u>569,049</u>        | <u>87,963,767</u>      |

# METRO

## Notes to Combined Financial Statements, Continued

### NOTE 14 - PENSION PLANS

#### A. Defined Contribution Plans

Metro provides pension benefits for a certain number of its full-time employees who elected not to participate in the State of Oregon Public Employees Retirement System (PERS), through two single-employer defined contribution plans. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. A resolution by the Metro Council established a 5% plan for all non-PERS participants which requires the employer to contribute 5% of the employee's salary and the employee vests in the contributions and earnings of the plan at 40% after two years of employment and an additional 20% per year for the next three years. Metro contributions for, and earnings forfeited by, employees who leave employment before five years of service are used to reduce Metro's current period contribution requirement.

A Metro Council resolution established a second plan also covering all non-PERS participants whereby 6% of the employee's salary is contributed by Metro and is immediately fully vested.

Metro's total payroll in fiscal year 1993 was \$22,786,199. Metro's contributions for the 5% plan were calculated using the base salary amount of \$745,707. Metro made the required 5% contribution, amounting to \$37,286. Metro's contributions for the 6% plan were calculated using \$745,707 as the base salary amount. Metro made the required 6% contribution for the fiscal year, which amounted to \$44,742. In addition, all Metro employees are eligible to contribute to this 401K plan, and employee voluntary contributions in the amount of \$609,582 were made during the fiscal year 1993.

The 6% plan allows for loans to be taken against an individual's account balance in specified circumstances. The balance of the employee loans outstanding at June 30, 1993 is \$575,986.

#### B. Defined Benefit Plans

##### Plan Description

Substantially all full-time employees, and other employees who meet certain eligibility requirements are participants in the State of Oregon Public Employees Retirement System (PERS), an agent multiple-employer public employee retirement system. Metro's payroll for employees covered by PERS for the year ended June 30, 1993 was \$19,519,050; Metro's total payroll was \$22,786,199.

# METRO

## Notes to Combined Financial Statements, Continued

Benefits vest after five years of continuous service. Retirement is allowed at age 58 for employees with unreduced benefits, but retirement is generally available after age 55 with reduced benefits. Retirement benefits are based on salary and length of service, are calculated using a formula and are payable in a lump sum or monthly using several payment options. PERS also provides death and disability benefits. These benefit provisions and other requirements are established by state statutes.

The rate of employer contributions to PERS is determined periodically by PERS based on actuarial valuations. A separate actuarial valuation for MERC employees is not available, therefore, for the fiscal year ended June 30, 1993, Metro was required by PERS to make contributions for all employees at the rate established for Metro. Metro's required employer contribution rate is 6% of covered employees' salaries. The required employee contribution of 6% of covered compensation is paid by Metro for certain employees in conformance with its personnel policies. Some Metro and MERC employees are required to pay the 6% contribution. It is Metro's policy to recognize pension expenditures or expenses as currently funded.

### **Funding Status and Progress**

The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of PERS on a going-concern basis, assess the progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits, and is independent of the funding method used to determine contributions to PERS.

The pension benefit obligation was computed as part of the most recent actuarial valuation at December 31, 1991, and estimated at December 31, 1992. Significant actuarial assumptions used in the valuation include:

- (a) A rate of return on the investment of present and future assets of 8% per year.
- (b) Projected salary increases of 6% per year attributable to general wage adjustments with additional increases for promotion and longevity that may vary by age and service.
- (c) Projected automatic cost-of-living benefit increases of 2% per year.
- (d) Demographic assumptions that have been chosen to reflect the best estimate of emerging experience of the members of PERS.

METRO

Notes to Combined Financial Statements, Continued

No obligation for retirees is attributed to Metro as PERS assumes the risk related to retired employees among all employers. PERS assumes the obligation for benefits from the individual entity to the PERS as a whole when benefits become payable. Accordingly, the "pension benefit obligation" covers only current employees.

Metro does not maintain a separate PERS account for MERC employees. Accordingly, actuarial values for employees of MERC are not separable from Metro's overall statistics. The unfunded pension benefit obligation for Metro employees based on the actuarial update as of December 31, 1992 is as follows:

Pension benefit obligation:

Current employees -

|   |                |
|---|----------------|
| Accumulated employee contributions<br>including allocated investment income | \$ 8,366,841   |
| Employer-financed vested benefits   | 7,248,297      |
| Employer-financed non-vested benefits                                       | <u>793,787</u> |

Total pension benefit obligation 16,408,925

Net assets available for benefits -

At market value 11,896,637

Unfunded pension benefit obligation \$ 4,512,288

**Actuarially Determined Contribution Requirements and Contributions Made**

PERS funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, gradually increase over time so that sufficient assets will be available to pay benefits when due. The transfer of MERC employees from the City of Portland in a prior year has caused the contribution rates, as a percentage of annual covered payroll, to change. The contribution rate for normal cost is determined using the credited projected benefits actuarial method, with proration based on service period. PERS uses the level percentage of payroll method to amortize the unfunded liability over a closed thirty year period. The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the pension benefit obligation described above.

METRO

Notes to Combined Financial Statements, Continued

PERS has established an employer contribution rate of 12.18% to be effective beginning July 1995. However, Metro has chosen to implement the scheduled rate increase on July 1, 1993 to help decrease the present unfunded liability. This action results in a new rate provided by PERS of 11.63% effective July 1, 1993.

Total contributions to PERS for the year ended June 30, 1993 were \$2,408,122 of which \$2,293,853 and \$114,269 were made by Metro and its employees, respectively. The contributed amounts were made in accordance with actuarially determined requirements computed through an actuarial valuation performed at December 31, 1991 which provided for contributions for normal cost of \$1,617,277 and amortization of the unfunded liability of \$790,845. Contributions made by Metro and its employees represent 11.8% and .6% respectively, of covered payroll for the year.

**Trend Information**

Metro does not maintain a separate PERS account for MERC employees. Accordingly, trend information for employees of MERC is not separable from Metro's statistics. For comparison purposes, the statistics below for 1990 and 1991 do not include MERC employees transferred from the City of Portland as the separate data was not available for these employees from the actuary. MERC employees are included in the 1993 and 1992 statistics.

|   | <u>1993</u> | <u>1992</u> | <u>1991</u>   | <u>1990</u> |
|---|-------------|-------------|---------------|-------------|
| Valuation date  | 12/31/92    | 12/31/91    | none          | 12/31/89    |
| Source  | Estimate    | Actuarial   | none          | Actuarial   |
| Net assets as a percent of pension obligation   | 72.5%       | 66.6%       | Not Available | 147.6%      |
| Unfunded (assets in excess of) pension benefit obligation as a percentage of covered salary | 23.2%       | 28.3%       | Not Available | (4.2%)      |
| Employer contribution as a percent of covered salary  | 11.8%       | 12.6%       | 10.4%         | 11.7%       |

Ten-year historical trend information for the plan as a whole, which is designed to show the system's progress in accumulating sufficient assets to pay benefits when due, may be found in the June 30, 1993 Oregon Public Employees Retirement System Annual Financial Report (when issued).

# METRO

## Notes to Combined Financial Statements, Continued

### NOTE 15 - INSURED RISKS

Metro is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Metro has established a Risk Management Fund (an internal service fund) to account for risk management activities, including payment of insurance policy premiums, payment of claims, and to finance its uninsured risks of loss. Under this program, the Risk Management Fund provides risk of loss coverage as follows:

- General liability, bodily injury or property damage of third parties resulting from the negligence of Metro or its employees and errors and omissions risks: these risks are covered by the Risk Management Fund.
- Property damage to Metro-owned facilities: this risk is covered with a commercial primary, all risk, property insurance policy. The property coverage is in the amount of \$278,080,000 with a \$10,000 deductible.
- Worker's compensation, bodily injury or illness to an employee while in the course of employment: this risk is covered through a purchased paid loss retro program from the State Accident Insurance Fund (SAIF), a commercial carrier, in amounts which meet statutory requirements.

Metro has not experienced settlements in excess of insurance coverage in prior years. An actuarial valuation and estimates of liabilities for unpaid claims was prepared by an independent actuary in February 1991. A new actuarial valuation is currently in process, and Metro monitors risk activity to ensure that proper reserves are maintained. All operating funds of Metro participate in the program and make payments to the Risk Management Fund based upon actuarial estimates of the amounts needed to pay prior and current year claims and to establish sufficient reserves. The estimated claims liability of \$644,758 reported in the Risk Management Fund at June 30, 1993 is based upon the requirements of Governmental Accounting Standards Board Statement (GASB) No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The actuary, in preparing these estimates, used discount rates ranging from .788 to 1.00 for liability and .831 to 1.00 for worker's compensation and an assumed investment rate of 7.0%. Metro does not purchase annuity contracts from commercial insurers to pay any aggregate amount of outstanding claims liabilities.



METRO

Notes to Combined Financial Statements, Continued

Changes in Risk Management Fund claims liability for previous years and current year, were:

|           | Beginning<br>of Fiscal<br>Year<br><u>Liability</u> | Current<br>Year Claims<br>and Changes<br>in Estimates | Claim<br>Payments | Balance<br>at Fiscal<br>Year<br><u>End</u> |
|-----------|--|---|-------------------|--|
| 1990-1991 | \$ -   | 424,886   | 238,128           | 186,758                                    |
| 1991-1992 | \$186,758  | 423,321   | 162,929           | 447,150                                    |
| 1992-1993 | \$447,150  | 435,849   | 238,241           | 644,758                                    |

**NOTE 16 - INTERFUND RECEIVABLE / PAYABLE BALANCES**

The following is a schedule of the individual interfund receivables and payables at June 30, 1993:

|                                     | <u>Receivable</u> | <u>Payable</u>   |
|-------------------------------------|-------------------|------------------|
| <b>Primary Government - Metro</b>   |                   |                  |
| General Fund                        | \$ <u>838,183</u> | <u>808,054</u>   |
| Special Revenue Funds:              |                   |                  |
| Planning Fund                       | 869,460           | 1,409,854        |
| Zoo Fund                            | <u>147,779</u>    | <u>-</u>         |
|                                     | <u>1,017,239</u>  | <u>1,409,854</u> |
| Debt Service Fund -                 |                   |                  |
| Convention Center Debt Service Fund | <u>-</u>          | <u>52,455</u>    |
| Enterprise Funds:                   |                   |                  |
| Solid Waste Fund                    | 290,986           | 138,775          |
| Building Management Fund            | <u>214,012</u>    | <u>-</u>         |
|                                     | <u>504,998</u>    | <u>138,775</u>   |
| Internal Service Funds:             |                   |                  |
| Support Services Fund               | 508,431           | 478,245          |
| Risk Management Fund                | <u>18,532</u>     | <u>-</u>         |
|                                     | <u>526,963</u>    | <u>478,245</u>   |

METRO

Notes to Combined Financial Statements, Continued

|                              | <u>Receivable</u>   | <u>Payable</u>     |
|------------------------------|---------------------|--------------------|
| <b>Component Unit - MERC</b> |                     |                    |
| Special Revenue Funds -      |                     |                    |
| Spectator Facilities Fund    | 2,732,967           | 4,434              |
| Coliseum Fund                | 15,348              | 2,722,231          |
| MERC Management Pool Fund    | <u>          -</u>  | <u>42,323</u>      |
|                              | <u>2,748,315</u>    | <u>2,768,988</u>   |
| Enterprise Funds -           |                     |                    |
| Convention Center Fund       | <u>20,673</u>       | <u>          -</u> |
|                              |                     |                    |
| Total                        | <u>\$ 5,656,371</u> | <u>5,656,371</u>   |

**NOTE 17 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

Metro maintains three Enterprise Funds. The Solid Waste Fund accounts for self-supporting activities which are rendered to the general public on a user charge basis. The Building Management Fund accounts for the operations of the leased facility which was formerly Metro's headquarters, and of the new headquarters facility, for which management desires a periodic determination of revenues earned and expenses incurred for management control and accountability purposes. The Convention Center Fund accounts for marketing and operations of the Oregon Convention Center which is operated on a user charge basis, supplemented by intergovernmental revenues. Segment information for the three Enterprise Funds is presented in the following schedule:

METRO

Notes to Combined Financial Statements, Continued

|   | Solid<br>Waste<br>Fund | Building<br>Management<br>Fund | Total       | Component<br>Unit - MERC<br>Convention<br>Center Fund |
|---|------------------------|--------------------------------|-------------|---|
| Operating revenues  | \$56,660,087           | 1,464,781                      | 58,124,868  | 10,190,898  |
| Depreciation and<br>amortization expense                                      | 762,836                | 191,448                        | 954,284     | 3,360,317   |
| Income (loss) from operations   | 8,825,959              | 398,405                        | 9,224,364   | (1,591,174)   |
| Net income (loss)   | 8,160,637              | 170,924                        | 8,331,561   | (1,897,827)   |
| Fixed assets-   |                        |                                |             |   |
| Additions, including arbitrage,<br>capital leases and capitalized<br>interest | 1,680,796              | 20,451,325                     | 22,132,121  | 977,192   |
| Net working capital   | 12,111,326             | 94,884                         | 12,206,210  | 7,989,457   |
| Total assets  | 75,874,028             | 25,071,351                     | 100,945,379 | 106,947,530   |
| Bonds and other long-term liabilities:  |                        |                                |             |   |
| Payable from operating revenues   | 49,052,127             | 23,283,672                     | 72,335,799  | -   |
| Payable from other sources  | 6,662,333              | -                              | 6,662,333   | 231,843   |
| Contributed capital, net  | 1,053,134              | 83,421                         | 1,136,555   | 87,963,767  |
| Total equity  | 11,802,467             | 676,335                        | 12,478,802  | 104,546,807   |

**NOTE 18- RECONCILIATION OF REVENUES AND EXPENDITURES -  
BUDGETARY BASIS TO GAAP BASIS**

Oregon Budget law requires accounting for certain transactions to be on a basis other than generally accepted accounting principles (GAAP). Therefore, differences arise through the employment of a basis of accounting for budgetary purposes which differs from the basis of accounting appropriate when reporting in accordance with GAAP. For all fund types presented in the combined financial statements except for the Proprietary Fund types, the only differences involve capital lease proceeds and expenditures, and the reclassification of interfund transfers as quasi-external transactions. These items cause no difference between the excess of revenues and other sources over expenditures and other uses on a budget basis and such amounts on a GAAP basis. The differences affecting the Proprietary Funds are summarized in the following schedule:

METRO

Notes to Combined Financial Statements, Continued

|  | Enterprise<br>Funds | Internal<br>Service<br>Fund | Component<br>unit - MERC<br>Enterprise<br>Fund |
|--|---------------------|-----------------------------|--|
| Excess of revenues and other financing sources<br>over (under) expenditures and other<br>financing uses on a budgetary basis                             | \$(10,018,242)      | 996,938                     | (13,491)                                       |
| Add budget requirements not qualifying as expenses<br>under GAAP:  |                     |                             |  |
| Arbitrage payment  | -                   | -                           | 1,324,200                                      |
| Payment of post-closure liability  | 5,991,835           | -                           | -  |
| Fixed assets additions   | 12,677,658          | 168,170                     | 892,547  |
| Capitalized interest   | 868,772             | -                           | -  |
| Principal payments on leases   | 94,110              | 182,077                     | -  |
| Principal and interest payments on bonds   | 27,236,421          | -                           | -  |
| Subtract additional expenses required by GAAP:   |                     |                             |  |
| Depreciation and amortization  | (954,284)           | (280,998)                   | (3,360,317)                                    |
| Loss on sale of fixed assets   | (130,193)           | -                           | -  |
| Vacation benefits  | (42,087)            | (45,114)                    | (5,355)  |
| Local government assessments   | -                   | -                           | (721,690)                                      |
| Subtract budget resources not qualifying as revenues<br>under GAAP:  |                     |                             |  |
| Receivables previously recognized  | (198,000)           | -                           | -  |
| Proceeds from the sale of assets   | (1,000,000)         | -                           | -  |
| Pass-through debt service receipts   | (25,900,757)        | -                           | (150,000)                                      |
| Loan proceeds  | (293,672)           | -                           | -  |
| Add additional resources qualifying as revenues<br>under GAAP:   |                     |                             |  |
| Amounts received related to lodging tax receivable   | -                   | -                           | <u>136,279</u>                                 |
| Net income (loss) presented in combined<br>statement of revenues, expenses and<br>changes in retained earnings/fund<br>balances - Proprietary Fund types | <u>\$ 8,331,561</u> | <u>1,021,073</u>            | <u>(1,897,827)</u>                             |

# METRO

## Notes to Combined Financial Statements, Continued

### NOTE 19 - COMMITMENTS AND CONTINGENCIES

#### A. Reviews by Grantor Agencies

Grant costs are subject to review by the grantor agencies. Any costs disallowed as the result of the review would be borne by Metro and would require the return of such amount to the grantor agency. However, should costs be disallowed on a grant for which Metro acts in a pass-through capacity, Metro should be able to require repayment of amounts disallowed from the subgrantees.

#### B. Operating Lease Commitments

##### Office Leases

Metro leased office space in Portland, Oregon through April, 1993 at which time the new Metro headquarters was completed and ready for occupancy. The lease on the former office building continues through June 30, 1996. Metro now subleases a significant portion of the office space on a month-to-month basis.

##### Ground Lease

The Portland Center for the Performing Arts Theaters Complex leases the grounds for the Complex under an operating lease expiring in 2083. The term of the original agreement may be extended in ten year increments for a total of 50 additional years. Scheduled monthly lease payments are \$8,333; however, rent adjustments may be negotiated every five years commencing on November 1, 1994.

##### Landfill Lease

Metro owns the St. Johns Landfill and certain adjacent property but continues to lease from the City of Portland a smaller parcel of property at the entry to the St. Johns Landfill for \$5,562 per year.

The following table presents the future minimum rental payments under all operating leases as previously described:

# METRO

## Notes to Combined Financial Statements, Continued

| Year ending<br><u>June 30</u> | Office<br><u>Lease</u> | Ground<br><u>Lease</u> | Landfill<br><u>Lease</u> |
|-------------------------------|------------------------|------------------------|--------------------------|
| 1994                          | \$291,000              | 100,000                | 5,562                    |
| 1995                          | 291,000                | 100,000                | 5,562                    |
| 1996                          | 290,000                | 100,000                | 5,562                    |
| 1997                          | -                      | 100,000                | 5,562                    |
| 1998                          | -                      | 100,000                | 1,854                    |
| Thereafter                    | <u>-</u>               | <u>8,433,000</u>       | <u>-</u>                 |
| <br>Total                     | <br><u>\$872,000</u>   | <br><u>8,933,000</u>   | <br><u>24,102</u>        |

### C. Service\Operations Contracts

#### Columbia Ridge Landfill

Metro has entered into a waste disposal services contract with the owner and operator of the Columbia Ridge Landfill, for disposal of approximately 17 million tons of solid waste or for the period of twenty years, whichever is earlier.

The contract requires fixed payments of approximately \$1,800,000 per year, in addition to a per ton unit price of \$24.16. This per ton rate is adjusted annually on April 1 to reflect changes in the Consumer Price Index (CPI). Amendments to the contract require an additional \$.52 per ton for a supplemental price adjustment and road reconstruction.

#### Waste Transport

Solid waste transport from Metro facilities to the Columbia Ridge Landfill and other disposal sites is privately contracted through December 31, 2009. The contract requires fixed payments of approximately \$830,000 per year, in addition to a per load unit price which equates to an approximate per ton rate of \$14.44. The unit price is adjusted annually on January 1 in an amount equivalent to 75% of the CPI.

#### Metro South Station

Metro contracts for operation of the Metro South Station under a five year contract ending December 31, 1994.

# METRO

## Notes to Combined Financial Statements, Continued

The contractor is paid a unit price for waste disposed at Metro South on a per ton basis. The unit price is adjusted on a sliding scale averaging \$4.05 per ton, depending on monthly facility volume. The unit price is adjusted annually on January 1 at 80% of the CPI.

### **Metro Central Station**

Operations of the Metro Central Station, a solid waste materials recovery and transfer station which emphasizes recovery of waste materials, are being contracted for the first three years of facility operations, which began in January 1991. At Metro's option, the operations contract may be extended an additional two years.

The contractor is paid for station operations on either a fixed fee or unit price basis, determined by monthly waste volumes. For months with tonnage at or below 35,000 tons, the contractor is paid a flat fee of \$285,250. Higher facility volumes are paid on a sliding scale averaging \$11.46 per ton. The unit price is adjusted annually in accordance with the CPI.

In addition, the contractor receives incentives for materials recovered from the waste disposed of at Metro Central Station. The most significant incentive involves payment to the contractor of an amount equal to the disposal and transport costs saved by Metro (approximately \$35 per ton) for materials recovered and therefore not sent to the Columbia Ridge Landfill.

The following table presents the approximate annual commitment based on forecasted refuse tons and a 4% annual inflation factor for all of the previously described service operations contracts:

| Fiscal<br>year<br>ending<br>June<br>30: | <u>Columbia Ridge Landfill</u> |   | <u>Waste Transport</u> |   | <u>Metro South</u>                      | <u>Metro Central</u>                    |
|---|--------------------------------|---|------------------------|---|---|---|
|   | Fixed<br>payments              | Variable<br>payment<br>based on<br>tons | Fixed<br>payments      | Variable<br>payment<br>based on<br>tons | Variable<br>payment<br>based on<br>tons | Variable<br>payment<br>based on<br>tons |
| 1994                                    | \$ 1,802,950                   | 15,943,328                              | 829,400                | 8,753,328                               | 1,518,947                               | 5,325,285                               |
| 1995                                    | 1,802,950                      | 16,463,379                              | 829,400                | 8,956,409                               | 776,984                                 | 5,535,769                               |
| 1996                                    | 1,802,950                      | 16,989,500                              | 829,400                | 9,158,566                               | -                                       | 5,753,655                               |
| 1997                                    | 1,802,950                      | 17,545,411                              | 829,400                | 9,357,092                               | -                                       | 754,454                                 |
| 1998                                    | 1,802,950                      | 18,110,927                              | 829,400                | 9,541,490                               | -                                       | -                                       |
| Later<br>years                          | <u>20,733,925</u>              | <u>266,775,852</u>                      | <u>9,538,100</u>       | <u>129,719,888</u>                      | -                                       | -                                       |
| Total                                   | \$ <u>29,748,675</u>           | <u>351,828,397</u>                      | <u>13,685,100</u>      | <u>175,486,773</u>                      | <u>2,295,931</u>                        | <u>17,369,163</u>                       |

METRO

Notes to Combined Financial Statements, Continued

**D. Rehabilitation and Enhancement Program Contingency**

Metro is required under Oregon Revised Statutes Section 459 to apportion the charges collected for disposal of solid waste; \$.50 per ton of solid waste is currently set aside for rehabilitation and enhancement of the area in and around the landfill from which the fees were collected. Metro has expanded this program by ordinance to other Metro operated disposal facilities.

**E. Legal Matters**

Metro is involved as a defendant in several claims and disputes which, for the most part, are normal to Metro's activities. Management intends to vigorously contest these matters and does not believe their ultimate resolution will have a material effect upon its financial position or operations.

**NOTE 20 - SUBSEQUENT EVENTS**

**Waste Disposal System Refunding Revenue Bonds**

On August 18, 1993, Metro issued \$12,895,000 of Waste Disposal System Refunding Revenue Bonds 1993 Series A. The bonds were issued to advance refund certain maturities of Metro's Waste Disposal System Revenue Bonds 1990 Series A and to pay certain costs of issuance of the bonds. The refunding resulted in present value savings of more than \$665,000. The following future principal and interest requirements will replace the present requirements disclosed in note 9B for the 1990 bonds.

|                             | <u>Principal</u>    | <u>Interest</u>   |
|-----------------------------|---------------------|-------------------|
| Fiscal year ending June 30: |                     |                   |
| 1994                        | \$ 635,000          | 568,032           |
| 1995                        | 1,520,000           | 1,224,869         |
| 1996                        | 1,535,000           | 1,134,191         |
| 1997                        | 1,630,000           | 1,036,874         |
| 1998                        | 1,735,000           | 931,026           |
| 1999-2011                   | <u>20,620,000</u>   | <u>14,088,790</u> |
|                             | <u>\$27,675,000</u> | <u>18,983,782</u> |



# METRO

## Notes to Combined Financial Statements, Continued

### **Memorandum of Understanding Between Metro and Multnomah County-Parks Transfer**

On October 14, 1993, the Metro Council approved a Memorandum of Understanding between Metro and Multnomah County which expresses their intent to approve a consolidation agreement and provides for a proposed two-phase consolidation of operation, management, and ownership of all park facilities, natural areas, and trade/spectator facilities presently owned and operated by Multnomah County into the mix of natural spaces and trade/spectator facilities owned or operated by Metro. Phase I Consolidation, which is scheduled to occur January 1, 1994, provides that Multnomah County would transfer all operational and management rights and responsibilities for the aforementioned programs, along with all funds, revenues and obligations, to Metro. The right to beneficial use of all real and personal property comprising those County facilities would also be transferred at January 1, 1994. Metro would establish a new Metropolitan Parks and Greenspaces Department and a Regional Parks/Expo Fund to account for these activities. All staff presently budgeted in the County Recreation Fund would be transferred to Metro.

Phase II Consolidation, effective no later than July 1, 1996 would transfer to Metro full ownership of those facilities which Metro has determined are public cultural, trade, convention, exhibition, sports, entertainment, or spectator facilities, or parks, open spaces, or recreational facilities of metropolitan concern. At Metro's option, transfer may be delayed pending acquisition by Metro of an appropriate regional funding base.

### **Bond Anticipation Note**

On July 1, 1993, Metro issued a \$2,000,000 Zoo Light Rail Bond Anticipation Note with a variable interest rate based on the 90-day Treasury Bill rate. The note matures July 1, 1995 and is payable to the Tri-County Metropolitan Transportation District of Oregon (Tri-Met).

### **Memorial Coliseum Transfer**

On July 1, 1993, Metro transferred operations of the Memorial Coliseum back to the City of Portland in accordance with the revised intergovernmental agreement on consolidation. Under the agreement, Metro retains \$300,000 of the fund balance at June 30, 1993 to fund possible claims related to operation of the Coliseum by Metro.

SUPPLEMENTARY

DATA

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# General Fund

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The General Fund accounts for all activities not required to be accounted for in another fund. This fund accounts primarily for Metro's general government activities, including Council, Executive Management and Government Relations functions. The principal resources of the fund are interest and an excise tax on Metro's facilities and services levied in accordance with the Metro Code.

METRO

General Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>       | <u>Actual</u>    | Variance<br>favorable<br>(unfavorable) |
|--|---------------------|------------------|--|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ 495,676          | 676,575          | 180,899                                |
| Revenues:  |                     |                  |  |
| Excise tax   | 4,662,902           | 4,527,103        | (135,799)                              |
| Interest   | 50,000              | 37,145           | (12,855)                               |
| Miscellaneous  | 25,000              | 4,048            | (20,952)                               |
| Total revenues   | <u>4,737,902</u>    | <u>4,568,296</u> | <u>(169,606)</u>                       |
|  | <u>\$ 5,233,578</u> | <u>5,244,871</u> | <u>11,293</u>                          |
| Expenditures:  |                     |                  |  |
| Council:   |                     |                  |  |
| Personal services  | \$ 719,605          | 695,691          | 23,914                                 |
| Materials and services   | 374,350             | 330,713          | 43,637                                 |
| Capital outlay   | 16,000              | 14,378           | 1,622                                  |
|  | <u>1,109,955</u>    | <u>1,040,782</u> | <u>69,173</u>                          |
| Executive management:  |                     |                  |  |
| Personal services  | 330,171             | 308,186          | 21,985                                 |
| Materials and services   | 142,742             | 111,342          | 31,400                                 |
|  | <u>472,913</u>      | <u>419,528</u>   | <u>53,385</u>                          |
| Office of government relations:                                      |                     |                  |  |
| Personal services  | 100,901             | 79,633           | 21,268                                 |
| Materials and services   | 82,471              | 81,661           | 810                                    |
|  | <u>183,372</u>      | <u>161,294</u>   | <u>22,078</u>                          |
| Contingency  | <u>292,669</u>      | <u>-</u>         | <u>292,669</u>                         |
| Total expenditures   | 2,058,909           | 1,621,604        | 437,305                                |
| Other financing uses-  |                     |                  |  |
| Transfers  | <u>2,912,757</u>    | <u>2,870,207</u> | <u>42,550</u>                          |
| Total expenditures and other<br>financing uses                       | 4,971,666           | 4,491,811        | 479,855                                |
| Unappropriated ending fund balance -<br>June 30, 1993                | <u>261,912</u>      | <u>753,060</u>   | <u>(491,148)</u>                       |
|  | <u>\$ 5,233,578</u> | <u>5,244,871</u> | <u>(11,293)</u>                        |

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# Special Revenue Funds

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## Primary Government - Metro

### *Planning Fund*

This fund accounts for funding and operation of Metro's regional planning functions, including land use, urban growth management, environmental planning and transportation planning. The fund was created by combining the functions of the former Transportation Planning Fund and the Planning and Development Fund. Principal sources of revenues are charges for services to user funds, federal, state and local grants, dues assessed to member governmental bodies within Metro's district and a share of the excise tax transferred from the General Fund. The dues assessment is based on the population within the member district. The 1993 rate was \$.43 per person. Metro had the authority to assess up to \$.51 through June 30, 1993. Effective July 1, 1993, Metro dues assessments become voluntary contributions by local governments.

### *Zoo Fund*

This fund accounts for funding and operation of the Metro Washington Park Zoo. Principal sources of revenues are admissions, concessions and property taxes derived from a property tax base approved by voters on May 15, 1990 which provides approximately \$5,400,000 annually.

## Component Unit - MERC

### *Spectator Facilities Fund*

This fund accounts for the operations of the Civic Stadium and Portland Center for the Performing Arts (PCPA). These facilities, while owned by the City of Portland, are operated by MERC through an intergovernmental agreement. The principal resources of the fund are user fees.

### *Coliseum Fund*

This fund accounts for the operations of Memorial Coliseum through June 30, 1993. On July 1, 1993, the facility's operations were transferred back to the City of Portland in accordance with an intergovernmental agreement with the City.

### *MERC Management Pool Fund*

This fund accounts for the central management and administrative staff functions that are responsible for all MERC operated facilities. The principal resources of the fund are transfers from the Spectator Facilities, Coliseum and Convention Center Funds.

METRO

Special Revenue Funds

Combining Balance Sheet

June 30, 1993

| Assets   | Primary Government  |                  |                   | Component unit - MERC     |                  |                           |                  |
|--|---------------------|------------------|-------------------|---------------------------|------------------|---------------------------|------------------|
|  | Planning Fund       | Zoo Fund         | Total             | Spectator Facilities Fund | Coliseum Fund    | MERC Management Pool Fund | Total            |
| Cash and investments                               | \$ -                | 6,352,278        | 6,352,278         | 1,880,629                 | 3,809,546        | 91,268                    | 5,781,443        |
| Receivables (net of allowance for uncollectibles): |                     |                  |                   |                           |                  |                           |                  |
| Trade  | 62,505              | 28,024           | 90,529            | 291,499                   | 133,914          | -                         | 425,413          |
| Property taxes                                     | -                   | 529,238          | 529,238           | -                         | -                | -                         | -                |
| Federal grants                                     | 384,326             | -                | 384,326           | -                         | -                | -                         | -                |
| State and local grants/contracts                   | 1,408,408           | -                | 1,408,408         | -                         | -                | -                         | -                |
| Interest   | -                   | 62,468           | 62,468            | 43,888                    | 6,316            | 1,208                     | 51,412           |
| Other  | 21,906              | 2,041            | 23,947            | -                         | -                | -                         | -                |
| Due from other funds                               | 869,460             | 147,779          | 1,017,239         | 2,732,967                 | 15,348           | -                         | 2,748,315        |
| Due from component unit                            | -                   | 835              | 835               | -                         | -                | -                         | -                |
| Due from primary government                        | -                   | -                | -                 | 27,688                    | 22,579           | -                         | 50,267           |
| Inventory of materials and supplies                | -                   | 251,301          | 251,301           | 39,227                    | 117,446          | -                         | 156,673          |
| Other assets                                       | 1,750               | 24,104           | 25,854            | 22,102                    | 1,600            | -                         | 23,702           |
| Restricted assets:                                 |                     |                  |                   |                           |                  |                           |                  |
| Cash and investments                               | -                   | 21,350           | 21,350            | -                         | -                | -                         | -                |
| <b>Total assets</b>                                | <b>\$ 2,748,355</b> | <b>7,419,418</b> | <b>10,167,773</b> | <b>5,038,000</b>          | <b>4,106,749</b> | <b>92,476</b>             | <b>9,237,225</b> |
| <b>Liabilities and Fund Balances</b>               |                     |                  |                   |                           |                  |                           |                  |
| <b>Liabilities:</b>                                |                     |                  |                   |                           |                  |                           |                  |
| Accounts payable                                   | \$ 531,553          | 579,435          | 1,110,988         | 268,212                   | 266,794          | 768                       | 535,774          |
| Salaries, withholdings and payroll taxes payable   | 154,484             | 375,764          | 530,248           | 134,992                   | 109,139          | 49,385                    | 293,516          |
| Contracts payable                                  | 47,900              | -                | 47,900            | -                         | -                | -                         | -                |
| Deferred revenue                                   | -                   | 481,294          | 481,294           | -                         | -                | -                         | -                |
| Due to other funds                                 | 1,409,854           | -                | 1,409,854         | 4,434                     | 2,722,231        | 42,323                    | 2,768,988        |
| Due to primary government                          | -                   | -                | -                 | 19                        | 1,486            | -                         | 1,505            |
| Unearned grant/contract revenue                    | 344,857             | -                | 344,857           | -                         | -                | -                         | -                |
| Deposits payable                                   | -                   | 11,911           | 11,911            | 106,758                   | 196,802          | -                         | 303,560          |
| Other liabilities                                  | -                   | -                | -                 | 2,280                     | 52,367           | -                         | 54,647           |
| <b>Total liabilities</b>                           | <b>2,488,648</b>    | <b>1,448,404</b> | <b>3,937,052</b>  | <b>516,695</b>            | <b>3,348,819</b> | <b>92,476</b>             | <b>3,957,990</b> |
| <b>Fund balances - unreserved</b>                  | <b>259,707</b>      | <b>5,971,014</b> | <b>6,230,721</b>  | <b>4,521,305</b>          | <b>757,930</b>   | <b>-</b>                  | <b>5,279,235</b> |
| <b>Total liabilities and fund balances</b>         | <b>\$ 2,748,355</b> | <b>7,419,418</b> | <b>10,167,773</b> | <b>5,038,000</b>          | <b>4,106,749</b> | <b>92,476</b>             | <b>9,237,225</b> |

# METRO

## Special Revenue Funds

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

For the year ended June 30, 1993

|  | Primary Government |                   |                   | Component unit - MERC           |                   |                                    |                   |
|--|--------------------|-------------------|-------------------|---------------------------------|-------------------|------------------------------------|-------------------|
|  | Planning<br>Fund   | Zoo<br>Fund       | Total             | Spectator<br>Facilities<br>Fund | Coliseum<br>Fund  | MERC<br>Management<br>Pool<br>Fund | Total             |
| <b>Revenues:</b>   |                    |                   |                   |                                 |                   |                                    |                   |
| Property taxes   | \$ -               | 5,467,336         | 5,467,336         | -                               | -                 | -                                  | -                 |
| Admissions   | -                  | 2,533,196         | 2,533,196         | 1,166,471                       | 1,160,481         | -                                  | 2,326,952         |
| Rental fees  | -                  | -                 | -                 | 1,008,898                       | 1,054,032         | -                                  | 2,062,930         |
| Vending, concessions<br>and catering                       | -                  | 2,794,620         | 2,794,620         | 1,279,722                       | 6,204,121         | -                                  | 7,483,843         |
| Parking  | -                  | -                 | -                 | -                               | 1,497,766         | -                                  | 1,497,766         |
| Reimbursed labor   | -                  | -                 | -                 | 2,003,570                       | 555,001           | -                                  | 2,558,571         |
| Commissions  | -                  | -                 | -                 | 260,755                         | 99,228            | -                                  | 359,983           |
| Merchandising  | -                  | -                 | -                 | 105,176                         | 183,654           | -                                  | 288,830           |
| Dues   | 583,847            | -                 | 583,847           | -                               | -                 | -                                  | -                 |
| Federal grants and contracts                               | 1,024,694          | 6,501             | 1,031,195         | -                               | -                 | -                                  | -                 |
| State and local grants<br>and contracts                    | 2,123,237          | 23,303            | 2,146,540         | -                               | -                 | -                                  | -                 |
| Charges for services                                       | 249,646            | 457,238           | 706,884           | -                               | -                 | -                                  | -                 |
| Donations and bequests                                     | 1,500              | 271,937           | 273,437           | -                               | -                 | -                                  | -                 |
| Professional and contract<br>service fees                  | 622,581            | -                 | 622,581           | -                               | -                 | -                                  | -                 |
| Interest   | -                  | 230,268           | 230,268           | 186,484                         | 60,935            | 7,419                              | 254,838           |
| Miscellaneous  | 23,103             | 323,551           | 346,654           | 313,599                         | 129,114           | 333                                | 443,046           |
| <b>Total revenues</b>                                      | <u>4,628,608</u>   | <u>12,107,950</u> | <u>16,736,558</u> | <u>6,324,675</u>                | <u>10,944,332</u> | <u>7,752</u>                       | <u>17,276,759</u> |
| <b>Expenditures:</b>                                       |                    |                   |                   |                                 |                   |                                    |                   |
| <b>Current:</b>  |                    |                   |                   |                                 |                   |                                    |                   |
| Zoo operations and<br>development                          | -                  | 11,104,303        | 11,104,303        | -                               | -                 | -                                  | -                 |
| Spectator facilities<br>operations                         | -                  | -                 | -                 | 6,904,866                       | 10,186,402        | 7,752                              | 17,099,020        |
| Regional planning and<br>development                       | 6,402,875          | -                 | 6,402,875         | -                               | -                 | -                                  | -                 |
| Capital outlay   | 100,007            | 591,201           | 691,208           | -                               | -                 | -                                  | -                 |
| <b>Total expenditures</b>                                  | <u>6,502,882</u>   | <u>11,695,504</u> | <u>18,198,386</u> | <u>6,904,866</u>                | <u>10,186,402</u> | <u>7,752</u>                       | <u>17,099,020</u> |
| Revenues over (under)<br>expenditures                      | (1,874,274)        | 412,446           | (1,461,828)       | (580,191)                       | 757,930           | -                                  | 177,739           |
| <b>Other financing sources:</b>                            |                    |                   |                   |                                 |                   |                                    |                   |
| Operating transfers in                                     | 1,910,189          | -                 | 1,910,189         | 200,000                         | -                 | -                                  | 200,000           |
| Capital lease proceeds                                     | 48,275             | -                 | 48,275            | -                               | -                 | -                                  | -                 |
| Revenues and other<br>sources over (under)<br>expenditures | 84,190             | 412,446           | 496,636           | (380,191)                       | 757,930           | -                                  | 377,739           |
| Fund balances - July 1, 1992                               | <u>175,517</u>     | <u>5,558,568</u>  | <u>5,734,085</u>  | <u>4,901,496</u>                | <u>-</u>          | <u>-</u>                           | <u>4,901,496</u>  |
| Fund balances - June 30, 1993                              | <u>\$ 259,707</u>  | <u>5,971,014</u>  | <u>6,230,721</u>  | <u>4,521,305</u>                | <u>757,930</u>    | <u>-</u>                           | <u>5,279,235</u>  |

METRO

Planning Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>               | <u>Actual</u>           | Variance<br>favorable<br>(unfavorable) |
|--|-----------------------------|-------------------------|--|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ <u>681,886</u>           | <u>175,517</u>          | <u>(506,369)</u>                       |
| <b>Revenues:</b>   |                             |                         |  |
| Dues   | 581,157                     | 583,847                 | 2,690                                  |
| Federal grants   | 4,642,433                   | 1,024,694               | (3,617,739)                            |
| State grants   | 1,814,605                   | 1,430,482               | (384,123)                              |
| Local grants   | 536,834                     | 692,755                 | 155,921                                |
| Donations and bequests   | 345,000                     | 1,500                   | (343,500)                              |
| Professional and contract service fees                               | 171,450                     | 622,581                 | 451,131                                |
| Interest   | 20,000                      | -                       | (20,000)                               |
| Miscellaneous  | <u>768,500</u>              | <u>23,103</u>           | <u>(745,397)</u>                       |
| Total revenues   | <u>8,879,979</u>            | <u>4,378,962</u>        | <u>(4,501,017)</u>                     |
| <b>Other financing sources-</b>                                      |                             |                         |  |
| Operating transfers:   |                             |                         |  |
| General Fund   | 1,917,600                   | 1,910,189               | (7,411)                                |
| Solid Waste Revenue Fund   | 668,000                     | 244,646                 | (423,354)                              |
| Smith and Bybee Lakes Trust Fund                                     | <u>20,000</u>               | <u>5,000</u>            | <u>(15,000)</u>                        |
| Total other financing sources  | <u>2,605,600</u>            | <u>2,159,835</u>        | <u>(445,765)</u>                       |
| Total revenues and other financing sources                           | <u>11,485,579</u>           | <u>6,538,797</u>        | <u>(4,946,782)</u>                     |
|  | \$ <u><u>12,167,465</u></u> | <u><u>6,714,314</u></u> | <u><u>(5,453,151)</u></u>              |
| <b>Expenditures:</b>   |                             |                         |  |
| Transportation:  |                             |                         |  |
| Personal services  | 2,654,646                   | 2,298,911               | 355,735                                |
| Materials and services   | 4,859,745                   | 1,739,710               | 3,120,035                              |
| Capital outlay   | <u>43,471</u>               | <u>41,770</u>           | <u>1,701</u>                           |
|  | <u>7,557,862</u>            | <u>4,080,391</u>        | <u>3,477,471</u>                       |

(Continued)



METRO

Planning Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual, Continued

For the year ended June 30, 1993

|   | <u>Budget</u>        | <u>Actual</u>    | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|---|----------------------|------------------|---|
| Growth Management:                                    |                      |                  |   |
| Personal services                                     | \$ 971,365           | 711,444          | 259,921   |
| Materials and services                                | 2,140,931            | 591,126          | 1,549,805                                       |
| Capital outlay  | 10,372               | 9,962            | 410   |
|   | <u>3,122,668</u>     | <u>1,312,532</u> | <u>1,810,136</u>                                |
| Contingency   | <u>291,726</u>       | <u>-</u>         | <u>291,726</u>                                  |
| Total expenditures                                    | 10,972,256           | 5,392,923        | 5,579,333                                       |
| Other financing uses-                                 |                      |                  |   |
| Transfers   | <u>1,170,503</u>     | <u>1,061,684</u> | <u>108,819</u>                                  |
| Total expenditures and other<br>financing uses        | 12,142,759           | 6,454,607        | 5,688,152                                       |
| Unappropriated ending fund balance -<br>June 30, 1993 | <u>24,706</u>        | <u>259,707</u>   | <u>(235,001)</u>                                |
|   | <u>\$ 12,167,465</u> | <u>6,714,314</u> | <u>5,453,151</u>                                |

METRO

Zoo Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | Budget        | Actual     | Variance<br>favorable<br>(unfavorable) |
|--|---------------|------------|--|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ 4,694,322  | 5,558,568  | 864,246                                |
| <b>Revenues:</b>   |               |            |  |
| Property taxes   | 5,229,228     | 5,467,336  | 238,108                                |
| Admissions   | 3,012,059     | 2,533,196  | (478,863)                              |
| Vending and concessions  | 2,226,438     | 2,069,850  | (156,588)                              |
| Gift shop  | 771,651       | 724,770    | (46,881)                               |
| Charges for services   | 406,132       | 457,238    | 51,106                                 |
| Federal grants   | 100,000       | 6,501      | (93,499)                               |
| Local grants   | 20,000        | 23,303     | 3,303                                  |
| Donations and bequests   | 438,986       | 271,937    | (167,049)                              |
| Tuition and lectures   | 209,783       | 255,388    | 45,605                                 |
| Interest   | 188,505       | 230,268    | 41,763                                 |
| Miscellaneous  | 146,419       | 68,163     | (78,256)                               |
| Total revenues   | 12,749,201    | 12,107,950 | (641,251)                              |
|  | \$ 17,443,523 | 17,666,518 | 222,995                                |
| <b>Expenditures:</b>   |               |            |  |
| <b>Administration:</b>   |               |            |  |
| Personal services  | 707,725       | 651,318    | 56,407                                 |
| Materials and services   | 190,650       | 172,998    | 17,652                                 |
| Capital outlay   | 7,500         | 3,561      | 3,939                                  |
|  | 905,875       | 827,877    | 77,998                                 |
| <b>Animal management:</b>  |               |            |  |
| Personal services  | 1,974,353     | 1,882,336  | 92,017                                 |
| Materials and services   | 408,103       | 377,040    | 31,063                                 |
| Capital outlay   | 22,900        | 18,445     | 4,455                                  |
|  | 2,405,356     | 2,277,821  | 127,535                                |
| <b>Facilities management:</b>  |               |            |  |
| Personal services  | 1,631,894     | 1,546,717  | 85,177                                 |
| Materials and services   | 1,415,343     | 1,406,644  | 8,699                                  |
| Capital outlay   | 98,178        | 98,030     | 148                                    |
|  | 3,145,415     | 3,051,391  | 94,024                                 |

(Continued)

METRO

Zoo Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual, Continued

For the year ended June 30, 1993

|   | <u>Budget</u>        | <u>Actual</u>     | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|---|----------------------|-------------------|---|
| Expenditures, continued:                              |                      |                   |   |
| Educational services:                                 |                      |                   |   |
| Personal services                                     | \$ 575,935           | 510,617           | 65,318  |
| Materials and services                                | 242,511              | 173,903           | 68,608  |
| Capital outlay  | <u>14,560</u>        | <u>11,556</u>     | <u>3,004</u>                                    |
|   | <u>833,006</u>       | <u>696,076</u>    | <u>136,930</u>                                  |
| Marketing:  |                      |                   |   |
| Personal services                                     | 254,910              | 238,574           | 16,336  |
| Materials and services                                | 594,629              | 489,035           | 105,594   |
| Capital outlay  | <u>9,018</u>         | <u>8,419</u>      | <u>599</u>                                      |
|   | <u>858,557</u>       | <u>736,028</u>    | <u>122,529</u>                                  |
| Visitor services:                                     |                      |                   |   |
| Personal services                                     | 1,271,408            | 1,270,077         | 1,331   |
| Materials and services                                | 1,302,485            | 1,006,049         | 296,436   |
| Capital outlay  | <u>43,000</u>        | <u>42,806</u>     | <u>194</u>                                      |
|   | <u>2,616,893</u>     | <u>2,318,932</u>  | <u>297,961</u>                                  |
| Design services:                                      |                      |                   |   |
| Personal services                                     | 248,081              | 231,564           | 16,517  |
| Materials and services                                | 103,952              | 98,844            | 5,108   |
| Capital outlay  | <u>463,989</u>       | <u>408,384</u>    | <u>55,605</u>                                   |
|   | <u>816,022</u>       | <u>738,792</u>    | <u>77,230</u>                                   |
| Contingency   | <u>520,605</u>       | <u>-</u>          | <u>520,605</u>                                  |
| Total expenditures                                    | 12,101,729           | 10,646,917        | 1,454,812                                       |
| Other financing uses-                                 |                      |                   |   |
| Transfers   | <u>1,143,910</u>     | <u>1,048,587</u>  | <u>95,323</u>                                   |
| Total expenditures and other<br>financing uses        | 13,245,639           | 11,695,504        | 1,550,135                                       |
| Unappropriated ending fund balance -<br>June 30, 1993 | <u>4,197,884</u>     | <u>5,971,014</u>  | <u>(1,773,130)</u>                              |
|   | <u>\$ 17,443,523</u> | <u>17,666,518</u> | <u>(222,995)</u>                                |

METRO

Spectator Facilities Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>       | <u>Actual</u>     | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|--|---------------------|-------------------|---|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ 3,539,635        | 4,901,496         | 1,361,861                                       |
| <b>Revenues:</b>   |                     |                   |   |
| <b>Civic Stadium:</b>  |                     |                   |   |
| Admissions - user fees   | 170,000             | 154,928           | (15,072)  |
| Rental fees - building   | 195,000             | 272,061           | 77,061  |
| Concessions and catering   | 1,125,000           | 1,137,734         | 12,734  |
| Reimbursed labor   | 95,000              | 132,544           | 37,544  |
| Merchandising  | 40,000              | 12,901            | (27,099)  |
| Commissions  | 35,000              | 32,297            | (2,703)   |
| Interest   | 45,000              | 72,837            | 27,837  |
| Miscellaneous  | 20,000              | 24,465            | 4,465   |
|  | <u>1,725,000</u>    | <u>1,839,767</u>  | <u>114,767</u>                                  |
| <b>Portland Center for Performing Arts:</b>                          |                     |                   |   |
| Admissions - user fees   | 845,687             | 1,011,543         | 165,856   |
| Rental fees - building   | 882,700             | 736,837           | (145,863)                                       |
| Concessions and catering   | 140,000             | 141,988           | 1,988   |
| Reimbursed labor   | 1,470,353           | 1,871,026         | 400,673   |
| Merchandising  | 62,500              | 92,275            | 29,775  |
| Commissions  | 325,000             | 228,458           | (96,542)  |
| Interest   | 100,000             | 113,647           | 13,647  |
| Miscellaneous  | 330,000             | 289,134           | (40,866)  |
|  | <u>4,156,240</u>    | <u>4,484,908</u>  | <u>328,668</u>                                  |
| <b>Total revenues</b>  | 5,881,240           | 6,324,675         | 443,435   |
| <b>Other financing sources-</b>                                      |                     |                   |   |
| <b>Operating transfers-</b>  |                     |                   |   |
| General Fund   | 200,000             | 200,000           | -   |
| <b>Total revenues and other<br/>        financing sources</b>        | <u>6,081,240</u>    | <u>6,524,675</u>  | <u>443,435</u>                                  |
|  | \$ <u>9,620,875</u> | <u>11,426,171</u> | <u>1,805,296</u>                                |

(Continued)

METRO

Spectator Facilities Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual, Continued

For the year ended June 30, 1993

|   | <u>Budget</u>       | <u>Actual</u>     | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|---|---------------------|-------------------|---|
| <b>Expenditures:</b>                                  |                     |                   |   |
| <b>Civic Stadium:</b>                                 |                     |                   |   |
| Personal services                                     | \$ 624,060          | 537,014           | 87,046  |
| Materials and services                                | 1,159,280           | 1,096,325         | 62,955  |
| Capital outlay  | <u>158,800</u>      | <u>76,884</u>     | <u>81,916</u>                                   |
|   | <u>1,942,140</u>    | <u>1,710,223</u>  | <u>231,917</u>                                  |
| <b>Portland Center for Performing Arts:</b>           |                     |                   |   |
| Personal services                                     | 3,434,395           | 3,309,565         | 124,830   |
| Materials and services                                | 966,511             | 968,743           | (2,232)   |
| Capital outlay  | <u>320,000</u>      | <u>307,358</u>    | <u>12,642</u>                                   |
|   | <u>4,720,906</u>    | <u>4,585,666</u>  | <u>135,240</u>                                  |
| Contingency   | <u>280,000</u>      | -                 | <u>280,000</u>                                  |
| Total expenditures                                    | 6,943,046           | 6,295,889         | 647,157   |
| Other financing uses-<br>Transfers                    | <u>643,092</u>      | <u>608,977</u>    | <u>34,115</u>                                   |
| Total expenditures and other<br>financing uses        | 7,586,138           | 6,904,866         | 681,272   |
| Unappropriated ending fund balance -<br>June 30, 1993 | <u>2,034,737</u>    | <u>4,521,305</u>  | <u>(2,486,568)</u>                              |
|   | <u>\$ 9,620,875</u> | <u>11,426,171</u> | <u>(1,805,296)</u>                              |

Note: Capital outlay becomes a fixed asset of the City of Portland under terms of an intergovernmental agreement, and therefore is recorded under "Spectator facility operations" expenditure on a GAAP basis.

METRO

Coliseum Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|   | <u>Budget</u>        | <u>Actual</u>     | Variance<br>favorable<br>(unfavorable) |
|---|----------------------|-------------------|--|
| Beginning fund balance available for appropriation - July 1, 1992 | \$ -                 | -                 | -                                      |
| <b>Revenues:</b>  |                      |                   |  |
| Admissions - user fees  | 1,300,000            | 1,160,481         | (139,519)                              |
| Rental fees - building  | 1,100,000            | 1,054,032         | (45,968)                               |
| Concessions and catering  | 6,200,000            | 6,204,121         | 4,121                                  |
| Parking fees  | 1,350,000            | 1,497,766         | 147,766                                |
| Reimbursed labor  | 700,000              | 555,001           | (144,999)                              |
| Merchandising   | 350,000              | 183,654           | (166,346)                              |
| Utility services  | 40,000               | 8,428             | (31,572)                               |
| Commissions   | 150,000              | 99,228            | (50,772)                               |
| Interest  | 125,000              | 60,935            | (64,065)                               |
| Miscellaneous   | 150,000              | 120,686           | (29,314)                               |
| <b>Total revenues</b>   | <u>11,465,000</u>    | <u>10,944,332</u> | <u>(520,668)</u>                       |
|   | \$ <u>11,465,000</u> | <u>10,944,332</u> | <u>(520,668)</u>                       |
| <b>Expenditures:</b>  |                      |                   |  |
| Personal services   | 3,218,172            | 3,092,967         | 125,205                                |
| Materials and services  | 6,732,274            | 6,327,756         | 404,518                                |
| Capital outlay  | 60,700               | 72,542            | (11,842)                               |
| Contingency   | 723,441              | -                 | 723,441                                |
| <b>Total expenditures</b>   | <u>10,734,587</u>    | <u>9,493,265</u>  | <u>1,241,322</u>                       |
| <b>Other financing uses-</b>                                      |                      |                   |  |
| Transfers   | <u>730,413</u>       | <u>693,137</u>    | <u>37,276</u>                          |
| <b>Total expenditures and other financing uses</b>                | <u>11,465,000</u>    | <u>10,186,402</u> | <u>1,278,598</u>                       |
| Unappropriated ending fund balance - June 30, 1993                | -                    | <u>757,930</u>    | <u>(757,930)</u>                       |
|   | \$ <u>11,465,000</u> | <u>10,944,332</u> | <u>520,668</u>                         |

Note: Capital outlay becomes a fixed asset of the City of Portland under terms of an intergovernmental agreement, and therefore is recorded under "Spectator facility operations" expenditures on a GAAP basis.

METRO

MERC Management Pool Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>     | <u>Actual</u>  | Variance<br>favorable<br><u>(unfavorable)</u> |
|--|-------------------|----------------|---|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ 6,950          | -              | (6,950)                                       |
| Revenues:  |                   |                |   |
| Interest   | 8,000             | 7,419          | (581)   |
| Miscellaneous  | -                 | 333            | 333   |
| Total revenues   | <u>8,000</u>      | <u>7,752</u>   | <u>(248)</u>                                  |
| Other financing sources-   |                   |                |   |
| Operating transfers:   |                   |                |   |
| Convention Center Operating Fund                                     | 245,309           | 232,036        | (13,273)                                      |
| Spectator Facilities Fund  | <u>536,882</u>    | <u>507,832</u> | <u>(29,050)</u>                               |
| Total other financing sources  | <u>782,191</u>    | <u>739,868</u> | <u>(42,323)</u>                               |
| Total revenues and other financing<br>sources                        | <u>790,191</u>    | <u>747,620</u> | <u>(42,571)</u>                               |
|  | \$ <u>797,141</u> | <u>747,620</u> | <u>(49,521)</u>                               |
| Expenditures:  |                   |                |   |
| Personal services  | 737,141           | 738,602        | (1,461)                                       |
| Materials and services   | 35,000            | 9,018          | 25,982  |
| Contingency  | <u>25,000</u>     | -              | <u>25,000</u>                                 |
| Total expenditures   | 797,141           | 747,620        | 49,521  |
| Unappropriated ending fund balance -<br>June 30, 1993                | -                 | -              | -   |
|  | \$ <u>797,141</u> | <u>747,620</u> | <u>49,521</u>                                 |





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# Debt Service Fund

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The Convention Center Debt Service Fund accounts for payments of general obligation bond principal and interest to bond holders. The principal source of revenue is property taxes.

METRO

Convention Center Debt Service Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>       | <u>Actual</u>    | Variance<br>favorable<br><u>(unfavorable)</u> |
|--|---------------------|------------------|---|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ <u>1,173,024</u> | <u>1,594,247</u> | <u>421,223</u>                                |
| Revenues:  |                     |                  |   |
| Property taxes   | 5,494,616           | 5,647,910        | 153,294                                       |
| Interest   | 20,000              | 67,422           | 47,422  |
| Miscellaneous  | <u>-</u>            | <u>29,561</u>    | <u>29,561</u>                                 |
| Total revenues   | <u>5,514,616</u>    | <u>5,744,893</u> | <u>230,277</u>                                |
|  | \$ <u>6,687,640</u> | <u>7,339,140</u> | <u>651,500</u>                                |
| Expenditures-  |                     |                  |   |
| Debt service   | <u>3,924,401</u>    | <u>3,924,401</u> | -   |
| Total expenditures   | 3,924,401           | 3,924,401        | -   |
| Unappropriated ending fund balance -<br>June 30, 1993                | <u>2,763,239</u>    | <u>3,414,739</u> | <u>(651,500)</u>                              |
|  | \$ <u>6,687,640</u> | <u>7,339,140</u> | <u>(651,500)</u>                              |

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# Capital Projects Fund

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The Zoo Capital Fund accounts for the major improvement projects at the Metro Washington Park Zoo. Principal resources are donations and interest.

METRO

Zoo Capital Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>              | <u>Actual</u>           | Variance<br>favorable<br>(unfavorable) |
|--|----------------------------|-------------------------|--|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ <u>2,953,338</u>        | <u>3,262,825</u>        | <u>309,487</u>                         |
| Revenues:  |                            |                         |  |
| Donations and bequests   | 300,000                    | 149,099                 | (150,901)                              |
| Interest   | <u>118,134</u>             | <u>131,007</u>          | <u>12,873</u>                          |
| Total revenues   | <u>418,134</u>             | <u>280,106</u>          | <u>(138,028)</u>                       |
|  | \$ <u><u>3,371,472</u></u> | <u><u>3,542,931</u></u> | <u><u>171,459</u></u>                  |
| Expenditures:  |                            |                         |  |
| Personal services  | 75,485                     | 59,956                  | 15,529                                 |
| Materials and services   | 1,787                      | 1,324                   | 463                                    |
| Capital outlay   | <u>926,300</u>             | <u>932,640</u>          | <u>(6,340)</u>                         |
| Total expenditures   | 1,003,572                  | 993,920                 | 9,652                                  |
| Unappropriated ending fund balance -<br>June 30, 1993                | <u>2,367,900</u>           | <u>2,549,011</u>        | <u>(181,111)</u>                       |
|  | \$ <u><u>3,371,472</u></u> | <u><u>3,542,931</u></u> | <u><u>(171,459)</u></u>                |

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# Enterprise Funds

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## Primary Government - Metro

### *Solid Waste Fund*

This fund accounts for revenues, derived primarily from fees imposed for the disposal of solid waste, and expenses for the implementation, administration and enforcement of Metro's Solid Waste Management Plan. This fund also accounts for Metro South Station and Metro Central Station solid waste transfer and recycling facilities, and the closed St. Johns Landfill.

### *Building Management Fund*

This fund accounts for revenues and expenses related to leasing and managing Metro's former office space and management of the parking structure and new headquarters facility, Metro Regional Center. Principal sources of revenue are sublease and parking income and charges to user funds. Expenses primarily consist of lease payments, maintenance, utilities and professional services costs. This fund consists of two budgetary funds which are combined as one Enterprise Fund in order to be in accordance with generally accepted accounting principles.

## Component Unit - MERC

### *Convention Center Fund*

This fund accounts for revenues and expenses related to the operation and management of the Oregon Convention Center (the Center) in Portland, Oregon. The principal sources of revenue are intergovernmental revenue from a 3% Multnomah County lodging tax, fees charged to customers for facility use, concession sales and parking fees. Expenses consist primarily of management, marketing and operations costs. This fund consists of two budgetary funds which are combined as one Enterprise Fund in order to be in accordance with generally accepted accounting principles.





METRO

Enterprise Funds

Combining Statement of Revenues, Expenses  
and Changes in Retained Earnings

For the year ended June 30, 1993

|                                    | Primary Government     |                                |                   | Component                                   |
|------------------------------------|------------------------|--------------------------------|-------------------|---|
|                                    | Solid<br>Waste<br>Fund | Building<br>Management<br>Fund | Total             | unit - MERC<br>Convention<br>Center<br>Fund |
| Operating revenues:                |                        |                                |                   |   |
| Disposal fees                      | \$ 25,555,384          | -                              | 25,555,384        | -   |
| User fees                          | 23,012,763             | -                              | 23,012,763        | -   |
| Regional transfer fees             | 6,027,871              | -                              | 6,027,871         | -   |
| Host fees                          | 184,324                | -                              | 184,324           | -   |
| DEQ fees                           | 884,771                | -                              | 884,771           | -   |
| Rehabilitation and mitigation fees | 204,811                | -                              | 204,811           | -   |
| Intergovernmental revenue          | -                      | -                              | -                 | 3,959,576                                   |
| Rental and lease income            | 10,038                 | 44,614                         | 54,652            | 1,120,721                                   |
| Food service                       | -                      | -                              | -                 | 3,455,351                                   |
| Utility services                   | -                      | -                              | -                 | 761,795                                     |
| Parking fees                       | -                      | 394,585                        | 394,585           | 563,875                                     |
| Reimbursed labor                   | -                      | -                              | -                 | 228,866                                     |
| Merchandising                      | -                      | -                              | -                 | 13,375                                      |
| Commissions                        | -                      | -                              | -                 | 31,206                                      |
| Receipts in lieu of rent           | -                      | 1,013,026                      | 1,013,026         | -   |
| Miscellaneous                      | 780,125                | 12,556                         | 792,681           | 56,133                                      |
| Total operating revenues           | <u>56,660,087</u>      | <u>1,464,781</u>               | <u>58,124,868</u> | <u>10,190,898</u>                           |

(Continued)



METRO

Enterprise Funds

Combining Statement of Revenues, Expenses  
and Changes in Retained Earnings, Continued

For the year ended June 30, 1993

|   | Primary Government     |                                |             | Component<br>unit - MERC     |
|---|------------------------|--------------------------------|-------------|------------------------------|
|   | Solid<br>Waste<br>Fund | Building<br>Management<br>Fund | Total       | Convention<br>Center<br>Fund |
| Operating expenses:   |                        |                                |             |                              |
| Payroll and fringe benefits   | \$ 4,131,970           | 100,335                        | 4,232,305   | 2,677,594                    |
| St. Johns Landfill operating expenses,<br>including \$120,000 of rent | 328,417                | -                              | 328,417     | -                            |
| Metro South Station operating expenses                                | 1,510,106              | -                              | 1,510,106   | -                            |
| Metro Central Station operating expenses                              | 3,471,441              | -                              | 3,471,441   | -                            |
| Waste transport costs   | 9,873,677              | -                              | 9,873,677   | -                            |
| End use fees  | 15,045                 | -                              | 15,045      | -                            |
| Disposal fees   | 19,300,729             | -                              | 19,300,729  | -                            |
| Marketing expense   | -                      | -                              | -           | 1,414,878                    |
| Convention Center operating expenses                                  | -                      | -                              | -           | 782,735                      |
| Concessions expense   | -                      | -                              | -           | 2,434,043                    |
| Depreciation and amortization   | 762,836                | 191,448                        | 954,284     | 3,360,317                    |
| Rent and payments in lieu of rent                                     | 232,122                | 379,914                        | 612,036     | -                            |
| Administrative expenses paid to<br>Support Services Fund              | 2,613,326              | -                              | 2,613,326   | 315,726                      |
| Administrative expenses paid to<br>MERC Management Pool Fund          | -                      | -                              | -           | 232,036                      |
| Payments to Planning Fund for services                                | 244,646                | -                              | 244,646     | -                            |
| Insurance expense   | 507,210                | -                              | 507,210     | 205,460                      |
| Payment of rehabilitation fees  | 386,674                | -                              | 386,674     | -                            |
| Consulting services   | 1,023,924              | 117,366                        | 1,141,290   | -                            |
| Waste reduction grants  | 841,464                | -                              | 841,464     | -                            |
| Payments to other governments   | 910,536                | -                              | 910,536     | -                            |
| Other materials and services  | 1,680,005              | 277,313                        | 1,957,318   | 359,283                      |
| Total operating expenses  | 47,834,128             | 1,066,376                      | 48,900,504  | 11,782,072                   |
| Income (loss) from operations   | 8,825,959              | 398,405                        | 9,224,364   | (1,591,174)                  |
| Non-operating revenues (expenses):                                    |                        |                                |             |                              |
| Interest on investments   | 1,008,193              | 398,078                        | 1,406,271   | 415,037                      |
| Interest expense, net of capitalized<br>interest of \$868,772         | (1,543,322)            | (625,559)                      | (2,168,881) | -                            |
| Local government assessments  | -                      | -                              | -           | (721,690)                    |
| Loss on sale of fixed assets  | (130,193)              | -                              | (130,193)   | -                            |
| Non-operating revenues (expenses), net                                | (665,322)              | (227,481)                      | (892,803)   | (306,653)                    |
| Net income (loss)   | 8,160,637              | 170,924                        | 8,331,561   | (1,897,827)                  |
| Depreciation on fixed assets that reduces<br>contributed capital      | 31,623                 | 27,808                         | 59,431      | 2,490,319                    |
| Increase in retained earnings   | 8,192,260              | 198,732                        | 8,390,992   | 592,492                      |
| Retained earnings - July 1, 1992                                      | 2,557,073              | 394,182                        | 2,951,255   | 15,990,548                   |
| Retained earnings - June 30, 1993                                     | \$ 10,749,333          | 592,914                        | 11,342,247  | 16,583,040                   |

METRO

Enterprise Funds

Combining Statement of Cash Flows

For the year ended June 30, 1993

|  | Primary Government     |                                |                     | Component<br>unit - MERC<br>Convention<br>Center<br>Fund |
|--|------------------------|--------------------------------|---------------------|--|
|  | Solid<br>Waste<br>Fund | Building<br>Management<br>Fund | Total               |  |
| <b>Cash flows from operating activities:</b>   |                        |                                |                     |  |
| Cash received from customers   | \$ 55,450,626          | 389,653                        | 55,840,279          | 5,687,211  |
| Cash received from other governments   | 232,399                | -                              | 232,399             | 3,823,297  |
| Receipts from quasi-external transactions  | -                      | 941,694                        | 941,694             | -  |
| Cash payments to suppliers for goods and services  | (43,449,725)           | (1,103,475)                    | (44,553,200)        | (4,474,521)  |
| Other operating revenues   | 140,883                | 12,556                         | 153,439             | 206,133  |
| Cash payments to other governments   | (1,752,000)            | -                              | (1,752,000)         | -  |
| Cash payments to employees for services  | (4,045,498)            | (94,170)                       | (4,139,668)         | (2,667,098)  |
| Payments for quasi-external transactions   | (3,988,839)            | -                              | (3,988,839)         | (808,814)  |
| <b>Net cash provided by<br/>operating activities</b>   | <b>2,587,846</b>       | <b>146,258</b>                 | <b>2,734,104</b>    | <b>1,766,208</b>   |
| <b>Cash flows from capital and related financing activities:</b>                                 |                        |                                |                     |  |
| Loan proceeds  | -                      | 293,672                        | 293,672             | -  |
| Loan receivable payments received  | 25,105,000             | -                              | 25,105,000          | -  |
| Interest payment on revenue bonds  | (1,641,860)            | -                              | (1,641,860)         | -  |
| Principal payment on revenue bonds   | (26,280,000)           | -                              | (26,280,000)        | -  |
| Payments on arbitrage payable  | -                      | -                              | -                   | (1,324,200)  |
| Acquisition and construction of capital assets   | (1,680,796)            | (12,615,721)                   | (14,296,517)        | (892,547)  |
| Cash received from sale of assets  | 1,000,000              | -                              | 1,000,000           | -  |
| Cash payments on capital lease principal   | (94,110)               | -                              | (94,110)            | -  |
| <b>Net cash used by capital<br/>and related financing activities</b>                             | <b>(3,591,766)</b>     | <b>(12,322,049)</b>            | <b>(15,913,815)</b> | <b>(2,216,747)</b>                                       |
| <b>Cash flows from investing activities -</b>  |                        |                                |                     |  |
| Interest on investments  | 1,066,663              | 431,511                        | 1,498,174           | 482,413  |
| <b>Net cash provided by investing activities</b>   | <b>1,066,663</b>       | <b>431,511</b>                 | <b>1,498,174</b>    | <b>482,413</b>   |
| <b>Net increase (decrease) in cash and<br/>cash equivalents including<br/>restricted amounts</b> | <b>62,743</b>          | <b>(11,744,280)</b>            | <b>(11,681,537)</b> | <b>31,874</b>  |
| <b>Cash and cash equivalents at beginning of year<br/>including restricted amounts</b>           | <b>28,693,427</b>      | <b>15,894,098</b>              | <b>44,587,525</b>   | <b>10,701,460</b>  |
| <b>Cash and cash equivalents at end of year<br/>including restricted amounts</b>                 | <b>\$ 28,756,170</b>   | <b>4,149,818</b>               | <b>32,905,988</b>   | <b>10,733,334</b>  |

(Continued)

METRO

Enterprise Funds

Combining Statement of Cash Flows, Continued

For the year ended June 30, 1993

|  | Primary Government     |                                |             | Component<br>unit - MERC<br>Convention<br>Center<br>Fund |
|--|------------------------|--------------------------------|-------------|--|
|  | Solid<br>Waste<br>Fund | Building<br>Management<br>Fund | Total       |  |
| Reconciliation of operating income (loss) to net cash provided by operating activities:        |                        |                                |             |  |
| Operating income (loss)  | \$ 8,825,959           | 398,405                        | 9,224,364   | (1,591,174)  |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: |                        |                                |             |  |
| Depreciation and amortization  | 762,836                | 191,448                        | 954,284     | 3,360,317  |
| Change in assets and liabilities:  |                        |                                |             |  |
| Trade and other accounts receivable  | (823,679)              | (116,475)                      | (940,154)   | (455,581)  |
| Due from other governments   | (12,500)               | -                              | (12,500)    | (136,279)  |
| Due from other funds   | (76,202)               | -                              | (76,202)    | 285,686  |
| Other assets   | 122,193                | 42,061                         | 164,254     | (22,095)   |
| Accounts payable   | (834,883)              | (370,943)                      | (1,205,826) | 538,613  |
| Salaries, withholdings and payroll taxes payable   | 86,473                 | 6,165                          | 92,638      | 10,496   |
| Contracts payable  | 458,143                | -                              | 458,143     | -  |
| Due to other funds   | 71,341                 | -                              | 71,341      | (341,278)  |
| Deposits payable   | -                      | -                              | -           | 117,603  |
| Post-closure payable   | (5,991,835)            | -                              | (5,991,835) | -  |
| Other liabilities  | -                      | -                              | -           | (100)  |
| Deferred revenue   | -                      | (4,403)                        | (4,403)     | -  |
| Total adjustments  | (6,238,113)            | (252,147)                      | (6,490,260) | 3,357,382  |
| Net cash provided by operating activities  | \$ 2,587,846           | 146,258                        | 2,734,104   | 1,766,208  |
| Supplemental disclosure of cash flow information, non-cash transactions:                       |                        |                                |             |  |
| Capitalized interest on fixed assets   | \$ -                   | 868,772                        | 868,772     | -  |

METRO

Reconciliation of Enterprise Funds' Revenues  
and Expenditures (Budgetary Basis) to Combining  
Statement of Revenues, Expenses and Changes  
in Retained Earnings (GAAP Basis)

For the year ended June 30, 1993

|   | <u>Budgetary basis</u>                            |  | Revenues and<br>other sources<br>over (under)<br>expenditures<br>and other uses |
|---|---|--|---|
|   | Revenues and<br>other financing<br><u>sources</u> | Expenditures<br>and other<br><u>financing uses</u> |   |
| Solid Waste Fund                          | \$ <u>84,767,038</u>                              | <u>83,451,161</u>                                  | <u>1,315,877</u>  |
| <b>Building Management Funds:</b>         |   |  |   |
| Building Management Fund                  | \$ 1,472,422                                      | 1,156,664  | 315,758   |
| General Revenue Bond Fund                 | <u>914,291</u>                                    | <u>12,564,168</u>                                  | <u>(11,649,877)</u>   |
| <b>Total Building Management Funds</b>    | <b>\$ <u>2,386,713</u></b>                        | <b><u>13,720,832</u></b>                           | <b><u>(11,334,119)</u></b>  |
| <b>Convention Center Funds:</b>           |   |  |   |
| Convention Center Operating Fund          | \$ 10,308,236                                     | 8,603,567  | 1,704,669   |
| Convention Center Project<br>Capital Fund | <u>311,419</u>                                    | <u>2,029,579</u>                                   | <u>(1,718,160)</u>  |
| <b>Total Convention Center Funds</b>      | <b>\$ <u>10,619,655</u></b>                       | <b><u>10,633,146</u></b>                           | <b><u>(13,491)</u></b>  |

(Continued)

METRO

Reconciliation of Enterprise Funds' Revenues  
and Expenditures (Budgetary Basis) to Combining  
Statement of Revenues, Expenses and Changes  
in Retained Earnings (GAAP Basis), Continued

For the year ended June 30, 1993

|   | Primary Government     |                                |                  | Component                                   |
|---|------------------------|--------------------------------|------------------|---|
|   | Solid<br>Waste<br>Fund | Building<br>Management<br>Fund | Total            | unit - MERC<br>Convention<br>Center<br>Fund |
| Excess of revenues and other financing sources<br>over (under) expenditures and other<br>financing uses on a budgetary basis      | \$ 1,315,877           | (11,334,119)                   | (10,018,242)     | (13,491)                                    |
| Add budget requirements not qualifying as<br>expenses under GAAP:   |                        |                                |                  |   |
| Arbitrage payment   | -                      | -                              | -                | 1,324,200                                   |
| Payment of post-closure liability   | 5,991,835              | -                              | 5,991,835        | -   |
| Fixed assets additions  | 1,680,796              | 10,996,862                     | 12,677,658       | 892,547                                     |
| Capitalized interest  | -                      | 868,772                        | 868,772          | -   |
| Principal payments on leases  | 94,110                 | -                              | 94,110           | -   |
| Principal and interest payments<br>on bonds   | 27,111,892             | 124,529                        | 27,236,421       | -   |
| Subtract additional expenses required<br>by GAAP:   |                        |                                |                  |   |
| Depreciation and amortization   | (762,836)              | (191,448)                      | (954,284)        | (3,360,317)                                 |
| Loss on sale of fixed assets  | (130,193)              | -                              | (130,193)        | -   |
| Vacation benefits   | (42,087)               | -                              | (42,087)         | (5,355)                                     |
| Payments to other governments   | -                      | -                              | -                | (721,690)                                   |
| Subtract budget resources not qualifying as<br>revenues under GAAP:   |                        |                                |                  |   |
| Amounts relating to other receivables   | (198,000)              | -                              | (198,000)        | -   |
| Proceeds from the sale of assets  | (1,000,000)            | -                              | (1,000,000)      | -   |
| Pass-through debt service receipts  | (25,900,757)           | -                              | (25,900,757)     | -   |
| Intergovernmental revenue   | -                      | -                              | -                | (150,000)                                   |
| Loan proceeds   | -                      | (293,672)                      | (293,672)        | -   |
| Add additional revenues, qualifying as<br>revenues under GAAP:  |                        |                                |                  |   |
| Amounts received related to lodging<br>tax receivable   | -                      | -                              | -                | 136,279                                     |
| Net income (loss) presented in combining<br>statement of revenues, expenses<br>and changes in retained earnings/<br>fund balances | \$ <u>8,160,637</u>    | <u>170,924</u>                 | <u>8,331,561</u> | <u>(1,897,827)</u>                          |

METRO

Solid Waste Revenue Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|   | <u>Budget</u>         | <u>Actual</u>      | Variance<br>favorable<br>(unfavorable) |
|---|-----------------------|--------------------|--|
| Beginning fund balance available for appropriation - July 1, 1992 | \$ 27,549,179         | 28,115,583         | 566,404                                |
| <b>Revenues:</b>  |                       |                    |  |
| Disposal fees   | 26,193,862            | 25,555,384         | (638,478)                              |
| User fees   | 24,228,324            | 23,012,763         | (1,215,561)                            |
| Regional transfer fees  | 5,492,021             | 6,027,871          | 535,850                                |
| Host fees   | 243,150               | 184,324            | (58,826)                               |
| DEQ fees  | 904,901               | 884,772            | (20,129)                               |
| Rehabilitation and mitigation fees                                | 198,085               | 204,811            | 6,726                                  |
| Salvage revenue   | 92,856                | 55,411             | (37,445)                               |
| Pass-through debt service receipts                                | 26,830,000            | 25,900,757         | (929,243)                              |
| Interest  | 2,200,000             | 1,008,193          | (1,191,807)                            |
| Miscellaneous   | 863,640               | 1,913,714          | 1,050,074                              |
| Total revenues  | 87,246,839            | 84,748,000         | (2,498,839)                            |
| <b>Other financing sources-</b>                                   |                       |                    |  |
| <b>Transfers-</b>   |                       |                    |  |
| Rehabilitation and Enhancement Fund                               | 47,615                | 19,038             | (28,577)                               |
| Total revenues and other financing sources                        | 87,294,454            | 84,767,038         | (2,527,416)                            |
|   | \$ <u>114,843,633</u> | <u>112,882,621</u> | <u>(1,961,012)</u>                     |
| <b>Expenditures:</b>  |                       |                    |  |
| <b>Operating Account:</b>   |                       |                    |  |
| <b>Administration:</b>  |                       |                    |  |
| Personal services   | 460,937               | 426,935            | 34,002                                 |
| Materials and services  | 133,709               | 80,240             | 53,469                                 |
|   | <u>594,646</u>        | <u>507,175</u>     | <u>87,471</u>                          |

(Continued)

METRO

Solid Waste Revenue Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual, Continued

For the year ended June 30, 1993

|                                    | <u>Budget</u>     | <u>Actual</u>     | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|------------------------------------|-------------------|-------------------|---|
| Expenditures, continued:           |                   |                   |   |
| Budget and finance:                |                   |                   |   |
| Personal services                  | \$ 412,392        | 378,860           | 33,532  |
| Materials and services             | <u>1,079,368</u>  | <u>850,251</u>    | <u>229,117</u>                                  |
|                                    | <u>1,491,760</u>  | <u>1,229,111</u>  | <u>262,649</u>                                  |
| Operations:                        |                   |                   |   |
| Personal services                  | 1,829,396         | 1,607,743         | 221,653   |
| Materials and services             | <u>39,827,935</u> | <u>36,250,500</u> | <u>3,577,435</u>                                |
|                                    | <u>41,657,331</u> | <u>37,858,243</u> | <u>3,799,088</u>                                |
| Engineering and analysis:          |                   |                   |   |
| Personal services                  | 654,317           | 582,474           | 71,843  |
| Materials and services             | <u>163,075</u>    | <u>129,847</u>    | <u>33,228</u>                                   |
|                                    | <u>817,392</u>    | <u>712,321</u>    | <u>105,071</u>                                  |
| Waste reduction:                   |                   |                   |   |
| Personal services                  | 526,503           | 503,144           | 23,359  |
| Materials and services             | <u>1,608,348</u>  | <u>1,295,032</u>  | <u>313,316</u>                                  |
|                                    | <u>2,134,851</u>  | <u>1,798,176</u>  | <u>336,675</u>                                  |
| Planning:                          |                   |                   |   |
| Personal services                  | 331,444           | 308,929           | 22,515  |
| Materials and services             | <u>485,711</u>    | <u>209,779</u>    | <u>275,932</u>                                  |
|                                    | <u>817,155</u>    | <u>518,708</u>    | <u>298,447</u>                                  |
| Recycling information & education: |                   |                   |   |
| Personal services                  | 308,073           | 281,798           | 26,275  |
| Materials and services             | <u>232,700</u>    | <u>218,760</u>    | <u>13,940</u>                                   |
|                                    | <u>540,773</u>    | <u>500,558</u>    | <u>40,215</u>                                   |

(Continued)

METRO

Solid Waste Revenue Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual, Continued

For the year ended June 30, 1993

|   | <u>Budget</u>         | <u>Actual</u>      | Variance<br>favorable<br>(unfavorable) |
|---|-----------------------|--------------------|--|
| <b>Expenditures, continued:</b>                       |                       |                    |  |
| Landfill Closure Account-                             |                       |                    |  |
| Materials and services                                | \$ 16,210,481         | 5,991,835          | 10,218,646                             |
| Construction Account-                                 |                       |                    |  |
| Capital outlay  | 1,090,000             | 1,034,343          | 55,657                                 |
| Renewal and Replacement Account-                      |                       |                    |  |
| Capital outlay  | 540,000               | 137,137            | 402,863                                |
| General Account-                                      |                       |                    |  |
| Capital outlay  | 1,071,573             | 509,316            | 562,257                                |
| Master Project Account:                               |                       |                    |  |
| Materials and services                                | 615,000               | -                  | 615,000                                |
| Debt service  | 26,215,000            | 25,900,757         | 314,243                                |
|   | <u>26,830,000</u>     | <u>25,900,757</u>  | <u>929,243</u>                         |
| Debt Service Account-                                 |                       |                    |  |
| Debt service  | 2,754,458             | 2,754,458          | -                                      |
| Contingency   | 5,615,623             | -                  | 5,615,623                              |
| Total expenditures                                    | 102,166,043           | 79,452,138         | 22,713,905                             |
| Other financing uses-                                 |                       |                    |  |
| Transfers   | 4,792,924             | 3,999,023          | 793,901                                |
| Total expenditures and other<br>financing uses        | 106,958,967           | 83,451,161         | 23,507,806                             |
| Unappropriated ending fund balance -<br>June 30, 1993 | 7,884,666             | 29,431,460         | (21,546,794)                           |
|   | <u>\$ 114,843,633</u> | <u>112,882,621</u> | <u>1,961,012</u>                       |



**METRO**

**Building Management Fund**

**Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual**

For the year ended June 30, 1993

|   | <u>Budget</u>       | <u>Actual</u>    | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|---|---------------------|------------------|---|
| Beginning fund balance available for appropriation - July 1, 1992 | \$ 104,186          | 185,748          | 81,562  |
| <b>Revenues:</b>  |                     |                  |   |
| Rental and lease income   | 12,434              | 44,613           | 32,179  |
| Parking fees  | 531,758             | 394,585          | (137,173)                                       |
| Interest  | -                   | 20,198           | 20,198  |
| Total revenues  | <u>544,192</u>      | <u>459,396</u>   | <u>(84,796)</u>                                 |
| <b>Other financing sources-</b>                                   |                     |                  |   |
| <b>Operating transfers:</b>                                       |                     |                  |   |
| General Fund  | 116,180             | 155,444          | 39,264  |
| Solid Waste Revenue Fund  | 257,122             | 232,122          | (25,000)  |
| Planning Fund   | 227,578             | 227,578          | -   |
| Support Services Fund   | 390,765             | 390,765          | -   |
| Convention Center Project Capital Fund                            | 7,117               | 7,117            | -   |
| Total other financing sources                                     | <u>998,762</u>      | <u>1,013,026</u> | <u>14,264</u>                                   |
| Total revenues and other financing sources                        | <u>1,542,954</u>    | <u>1,472,422</u> | <u>(70,532)</u>                                 |
|   | <u>\$ 1,647,140</u> | <u>1,658,170</u> | <u>11,030</u>                                   |
| <b>Expenditures:</b>  |                     |                  |   |
| Personal services   | 115,756             | 100,335          | 15,421  |
| Materials and services  | 839,789             | 774,593          | 65,196  |
| Capital outlay  | 99,000              | 51,553           | 47,447  |
| Contingency   | 182,887             | -                | 182,887   |
| Total expenditures  | <u>1,237,432</u>    | <u>926,481</u>   | <u>310,951</u>                                  |
| <b>Other financing uses-</b>                                      |                     |                  |   |
| Transfers   | <u>230,183</u>      | <u>230,183</u>   | <u>-</u>  |
| Total expenditures and other financing uses                       | <u>1,467,615</u>    | <u>1,156,664</u> | <u>310,951</u>                                  |
| Unappropriated ending fund balance - June 30, 1993                | <u>179,525</u>      | <u>501,506</u>   | <u>(321,981)</u>                                |
|   | <u>\$ 1,647,140</u> | <u>1,658,170</u> | <u>(11,030)</u>                                 |

METRO

General Revenue Bond Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|   | <u>Budget</u>               | <u>Actual</u>            | Variance<br>favorable<br>(unfavorable) |
|---|-----------------------------|--------------------------|--|
| Beginning fund balance available for appropriation - July 1, 1992 | \$ <u>16,741,717</u>        | <u>15,409,034</u>        | <u>(1,332,683)</u>                     |
| Revenues:   |                             |                          |  |
| Interest  | 303,568                     | 377,880                  | 74,312                                 |
| Miscellaneous   | <u>-</u>                    | <u>12,556</u>            | <u>12,556</u>                          |
| Total revenues  | <u>303,568</u>              | <u>390,436</u>           | <u>86,868</u>                          |
| Other financing sources:  |                             |                          |  |
| Loan proceeds   | -                           | 293,672                  | 293,672                                |
| Operating transfers-<br>Building Management Fund                  | <u>230,183</u>              | <u>230,183</u>           | <u>-</u>                               |
| Total other financing sources                                     | <u>230,183</u>              | <u>523,855</u>           | <u>293,672</u>                         |
| Total revenues and other financing sources                        | <u>533,751</u>              | <u>914,291</u>           | <u>380,540</u>                         |
|   | \$ <u><u>17,275,468</u></u> | <u><u>16,323,325</u></u> | <u><u>(952,143)</u></u>                |
| Expenditures-   |                             |                          |  |
| Construction:   |                             |                          |  |
| Personal services   | 194,165                     | 193,212                  | 953                                    |
| Materials and services  | 170,150                     | 136,143                  | 34,007                                 |
| Capital outlay  | <u>12,764,004</u>           | <u>10,615,954</u>        | <u>2,148,050</u>                       |
| Total construction  | <u>13,128,319</u>           | <u>10,945,309</u>        | <u>2,183,010</u>                       |
| Renewal and Replacement-<br>Capital outlay                        | <u>192,344</u>              | <u>-</u>                 | <u>192,344</u>                         |
| Debt Service-<br>Debt service                                     | <u>1,618,859</u>            | <u>1,618,859</u>         | <u>-</u>                               |
| Total expenditures  | <u>14,939,522</u>           | <u>12,564,168</u>        | <u>2,375,354</u>                       |
| Unappropriated ending fund balance -<br>June 30, 1993             | <u>2,335,946</u>            | <u>3,759,157</u>         | <u>(1,423,211)</u>                     |
|   | \$ <u><u>17,275,468</u></u> | <u><u>16,323,325</u></u> | <u><u>952,143</u></u>                  |

METRO

Convention Center Operating Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>        | <u>Actual</u>     | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|--|----------------------|-------------------|---|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ 6,469,663         | 6,469,663         | -   |
| Revenues:  |                      |                   |   |
| Intergovernmental revenue  | 3,560,000            | 3,823,297         | 263,297   |
| Rental fees  | 1,134,150            | 1,120,721         | (13,429)  |
| Food service   | 3,650,000            | 3,455,351         | (194,649)                                       |
| Utility services   | 645,000              | 761,795           | 116,795   |
| Parking fees   | 525,000              | 563,875           | 38,875  |
| Reimbursed labor   | 210,000              | 228,866           | 18,866  |
| Merchandising  | 15,000               | 13,375            | (1,625)   |
| Commissions  | 30,000               | 31,206            | 1,206   |
| Interest   | 289,400              | 260,993           | (28,407)  |
| Miscellaneous  | 35,000               | 48,757            | 13,757  |
| Total revenues   | <u>10,093,550</u>    | <u>10,308,236</u> | <u>214,686</u>                                  |
|  | \$ <u>16,563,213</u> | <u>16,777,899</u> | <u>214,686</u>                                  |
| Expenditures:  |                      |                   |   |
| Personal services  | 2,869,807            | 2,672,238         | 197,569   |
| Materials and services   | 5,323,617            | 4,990,939         | 332,678   |
| Capital outlay   | 303,487              | 187,168           | 116,319   |
| Contingency  | 476,915              | -                 | 476,915   |
| Total expenditures   | 8,973,826            | 7,850,345         | 1,123,481                                       |
| Other financing uses-  |                      |                   |   |
| Transfers  | 793,971              | 753,222           | 40,749  |
| Total expenditures and other<br>financing uses                       | 9,767,797            | 8,603,567         | 1,164,230                                       |
| Unappropriated ending fund balance -<br>June 30, 1993                | 6,795,416            | 8,174,332         | (1,378,916)                                     |
|  | \$ <u>16,563,213</u> | <u>16,777,899</u> | <u>(214,686)</u>                                |

METRO

Convention Center Project Capital Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|   | <u>Budget</u>       | <u>Actual</u>    | Variance<br>favorable<br>(unfavorable) |
|---|---------------------|------------------|--|
| Beginning fund balance available for appropriation - July 1, 1992 | \$ 4,203,925        | 4,522,822        | 318,897                                |
| Revenues:   |                     |                  |  |
| Interest  | 85,888              | 154,044          | 68,156                                 |
| Miscellaneous   | -                   | 157,375          | 157,375                                |
| Total revenues  | <u>85,888</u>       | <u>311,419</u>   | <u>225,531</u>                         |
|   | \$ <u>4,289,813</u> | <u>4,834,241</u> | <u>544,428</u>                         |
| Expenditures:   |                     |                  |  |
| Personal services   | 32,917              | 32,760           | 157                                    |
| Materials and services  | 1,528,937           | 1,341,102        | 187,835                                |
| Capital outlay  | <u>2,327,609</u>    | <u>562,623</u>   | <u>1,764,986</u>                       |
| Total expenditures  | 3,889,463           | 1,936,485        | 1,952,978                              |
| Other financing uses-   |                     |                  |  |
| Transfers   | <u>100,350</u>      | <u>93,094</u>    | <u>7,256</u>                           |
| Total expenditures and other financing uses                       | 3,989,813           | 2,029,579        | 1,960,234                              |
| Unappropriated ending fund balance - June 30, 1993                | <u>300,000</u>      | <u>2,804,662</u> | <u>(2,504,662)</u>                     |
|   | \$ <u>4,289,813</u> | <u>4,834,241</u> | <u>(544,428)</u>                       |

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# Internal Service Funds

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## *Risk Management Fund*

This fund accounts for risk management and self-insurance programs performed for other organizational units within Metro. Revenues are derived primarily from charges to user funds and interest. Expenses consist primarily of insurance premiums, claims costs and studies related to insurance issues.

## *Support Services Fund*

This fund accounts for central services provided to other Metro operating units. These central services consist of Finance and Management Information, Personnel, Office of General Counsel, Public Affairs and Regional Facilities. Primary sources of revenue are charges to user funds, established through a cost allocation plan that distributes the central services' costs based upon the benefit received, business license fees and interest.

METRO

Internal Service Funds

Combining Balance Sheet

June 30, 1993

| <u>Assets</u>                                    | Risk<br>Management<br>Fund | Support<br>Services<br>Fund | <u>Total</u>     |
|--|----------------------------|-----------------------------|------------------|
| Cash and investments                             | \$ 6,204,855               | 623,100                     | 6,827,955        |
| Interest receivable                              | 68,419                     | 7,695                       | 76,114           |
| Other receivable                                 | -                          | 8,012                       | 8,012            |
| Prepaid expenses                                 | 3,855                      | 383                         | 4,238            |
| Due from other funds                             | 18,532                     | 508,431                     | 526,963          |
| Due from component unit                          | -                          | 670                         | 670              |
| Other assets                                     | <u>2,500</u>               | <u>-</u>                    | <u>2,500</u>     |
| Total current assets                             | 6,298,161                  | 1,148,291                   | 7,446,452        |
| Fixed assets, net                                | <u>30,889</u>              | <u>1,296,038</u>            | <u>1,326,927</u> |
| Total assets                                     | \$ <u>6,329,050</u>        | <u>2,444,329</u>            | <u>8,773,379</u> |
| <u>Liabilities and Fund Equity</u>               |                            |                             |                  |
| Current liabilities:                             |                            |                             |                  |
| Accounts payable                                 | \$ 34,383                  | 161,021                     | 195,404          |
| Salaries, withholdings and payroll taxes payable | 7,546                      | 394,119                     | 401,665          |
| Due to other funds                               | -                          | 478,245                     | 478,245          |
| Due to component unit                            | -                          | 77,743                      | 77,743           |
| Deposits payable                                 | -                          | 723                         | 723              |
| Obligations under capital lease                  | -                          | 44,715                      | 44,715           |
| Accrued self-insurance claims                    | 644,758                    | -                           | 644,758          |
| Other liabilities                                | <u>-</u>                   | <u>21,031</u>               | <u>21,031</u>    |
| Total current liabilities                        | <u>686,687</u>             | <u>1,177,597</u>            | <u>1,864,284</u> |
| Fund equity:                                     |                            |                             |                  |
| Contributed capital, net                         | -                          | 569,049                     | 569,049          |
| Retained earnings                                | <u>5,642,363</u>           | <u>697,683</u>              | <u>6,340,046</u> |
| Total fund equity                                | <u>5,642,363</u>           | <u>1,266,732</u>            | <u>6,909,095</u> |
| Total liabilities and fund equity                | \$ <u>6,329,050</u>        | <u>2,444,329</u>            | <u>8,773,379</u> |

METRO

Internal Service Funds

Combining Statement of Revenues, Expenses  
and Changes in Retained Earnings

For the year ended June 30, 1993

|  | Risk<br>Management<br><u>Fund</u> | Support<br>Services<br><u>Fund</u> | <u>Total</u>     |
|--|-----------------------------------|------------------------------------|------------------|
| Operating revenues:  |                                   |                                    |                  |
| Charges for services   | \$ 1,470,203                      | 5,585,772                          | 7,055,975        |
| Builders license fees  | -                                 | 162,250                            | 162,250          |
| Miscellaneous  | <u>27,665</u>                     | <u>25,007</u>                      | <u>52,672</u>    |
| Total operating revenues   | <u>1,497,868</u>                  | <u>5,773,029</u>                   | <u>7,270,897</u> |
| Operating expenses:  |                                   |                                    |                  |
| Payroll and fringe benefits                                      | 157,692                           | 3,907,955                          | 4,065,647        |
| Depreciation   | 5,616                             | 275,382                            | 280,998          |
| Payment in lieu of rent  | -                                 | 390,765                            | 390,765          |
| Insurance expense  | 182,801                           | 46,727                             | 229,528          |
| Claims expense   | 435,849                           | -                                  | 435,849          |
| Consulting services  | 20,896                            | 99,469                             | 120,365          |
| Other materials and services                                     | <u>9,401</u>                      | <u>1,025,438</u>                   | <u>1,034,839</u> |
| Total operating expenses   | <u>812,255</u>                    | <u>5,745,736</u>                   | <u>6,557,991</u> |
| Income from operations   | 685,613                           | 27,293                             | 712,906          |
| Non-operating revenues -   |                                   |                                    |                  |
| Interest   | <u>257,200</u>                    | <u>50,967</u>                      | <u>308,167</u>   |
| Net income   | 942,813                           | 78,260                             | 1,021,073        |
| Depreciation on fixed assets that reduces<br>contributed capital | <u>-</u>                          | <u>142,262</u>                     | <u>142,262</u>   |
| Increase in retained earnings                                    | 942,813                           | 220,522                            | 1,163,335        |
| Retained earnings - July 1, 1992                                 | <u>4,699,550</u>                  | <u>477,161</u>                     | <u>5,176,711</u> |
| Retained earnings - June 30, 1993                                | <u>\$ 5,642,363</u>               | <u>697,683</u>                     | <u>6,340,046</u> |

**METRO**

**Internal Service Funds**

**Combining Statement of Cash Flows**

For the year ended June 30, 1993

|  | <u>Risk<br/>Management<br/>Fund</u> | <u>Support<br/>Services<br/>Fund</u> | <u>Total</u> |
|--|-------------------------------------|--------------------------------------|--------------|
| <b>Cash flows from operating activities:</b>                     |                                     |                                      |              |
| Receipts from quasi-external transactions                        | \$ 1,481,067                        | 5,565,790                            | 7,046,857    |
| Cash payments to suppliers for goods and services                | (137,083)                           | (1,140,587)                          | (1,277,670)  |
| Cash payments for claims   | (238,241)                           | -                                    | (238,241)    |
| Other operating revenues   | 27,665                              | 179,151                              | 206,816      |
| Cash payments to employees for services                          | (157,169)                           | (3,855,202)                          | (4,012,371)  |
| Payments for quasi-external transactions                         | -                                   | (294,655)                            | (294,655)    |
|  |                                     |                                      |              |
| Net cash provided by operating activities                        | 976,239                             | 454,497                              | 1,430,736    |
|  |                                     |                                      |              |
| <b>Cash flows from capital and related financing activities:</b> |                                     |                                      |              |
| Acquisition and construction of capital assets                   | -                                   | (168,170)                            | (168,170)    |
| Cash payments on capital lease principal                         | -                                   | (182,077)                            | (182,077)    |
|  |                                     |                                      |              |
| Net cash used for capital and related financing activities       | -                                   | (350,247)                            | (350,247)    |
|  |                                     |                                      |              |
| <b>Cash flows from investing activities -</b>                    |                                     |                                      |              |
| Interest   | 253,515                             | 49,137                               | 302,652      |
|  |                                     |                                      |              |
| Net cash provided by investing activities                        | 253,515                             | 49,137                               | 302,652      |
|  |                                     |                                      |              |
| Net increase in cash and cash equivalents                        | 1,229,754                           | 153,387                              | 1,383,141    |
|  |                                     |                                      |              |
| Cash and cash equivalents at beginning of year                   | 4,975,101                           | 469,713                              | 5,444,814    |
|  |                                     |                                      |              |
| Cash and cash equivalents at end of year                         | \$ 6,204,855                        | 623,100                              | 6,827,955    |

(Continued)



METRO

Internal Service Funds

Combining Statement of Cash Flows, Continued

For the year ended June 30, 1993

|   | Risk<br>Management<br><u>Fund</u> | Support<br>Services<br><u>Fund</u> | <u>Total</u>     |
|---|-----------------------------------|------------------------------------|------------------|
| Reconciliation of operating income to net cash provided by operating activities:        |                                   |                                    |                  |
| Operating income  | \$ 685,613                        | 27,293                             | 712,906          |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                                   |                                    |                  |
| Depreciation and amortization   | 5,616                             | 275,382                            | 280,998          |
| Change in assets and liabilities:   |                                   |                                    |                  |
| Trade/other accounts receivable   | 68,160                            | (3,975)                            | 64,185           |
| Due from other funds  | 10,864                            | (19,982)                           | (9,118)          |
| Other assets  | 46                                | (159)                              | (113)            |
| Accounts payable  | 7,808                             | (23,484)                           | (15,676)         |
| Salaries, withholdings and payroll taxes payable  | 523                               | 52,930                             | 53,453           |
| Due to other funds  | -                                 | 142,836                            | 142,836          |
| Deposits payable  | -                                 | (4,306)                            | (4,306)          |
| Insurance liabilities payable   | 197,609                           | -                                  | 197,609          |
| Other liabilities   | -                                 | 7,962                              | 7,962            |
| Total adjustments   | <u>290,626</u>                    | <u>427,204</u>                     | <u>717,830</u>   |
| Net cash provided by operating activities   | <u>\$ 976,239</u>                 | <u>454,497</u>                     | <u>1,430,736</u> |

**METRO**

**Reconciliation of Internal Service Funds' Revenues  
and Expenditures (Budgetary Basis) to Combining  
Statement of Revenues, Expenses and Changes  
in Retained Earnings (GAAP Basis)**

For the year ended June 30, 1993

|   | Budgetary basis                            |   | Revenues and<br>other sources<br>over<br>expenditures<br>and other uses |
|---|--|---|---|
|   | Revenues and<br>other financing<br>sources | Expenditures<br>and other<br>financing uses |   |
| Risk Management Fund  | \$ <u>1,755,068</u>                        | <u>806,639</u>                              | <u>948,429</u>  |
| Support Services Fund   | \$ <u>5,823,996</u>                        | <u>5,775,487</u>                            | <u>48,509</u>   |
|   | <u>Risk<br/>Management<br/>Fund</u>        | <u>Support<br/>Services<br/>Fund</u>        | <u>Total</u>  |
| Excess of revenues and other financing sources<br>over expenditures and<br>other financing uses on a<br>budgetary basis | \$ 948,429                                 | 48,509                                      | 996,938   |
| Add budget requirements not qualifying as<br>expenses under GAAP:   |  |   |   |
| Fixed assets additions  | -  | 168,170                                     | 168,170   |
| Principal payments on leases  | -  | 182,077                                     | 182,077   |
| Subtract additional expenses required by GAAP:  |  |   |   |
| Depreciation and amortization   | (5,616)                                    | (275,382)                                   | (280,998)   |
| Vacation benefits   | -  | (45,114)                                    | (45,114)  |
|   | <u>942,813</u>                             | <u>78,260</u>                               | <u>1,021,073</u>  |
| Net income presented in combining statement<br>of revenues, expenses and changes in<br>retained earnings                | \$ <u>942,813</u>                          | <u>78,260</u>                               | <u>1,021,073</u>  |

METRO

Risk Management Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|   | <u>Budget</u>       | <u>Actual</u>    | Variance<br>favorable<br>(unfavorable) |
|---|---------------------|------------------|--|
| Beginning fund balance available for appropriation - July 1, 1992 | \$ 4,665,737        | 4,663,045        | (2,692)                                |
| Revenues:   |                     |                  |  |
| Interest  | 290,750             | 257,200          | (33,550)                               |
| Miscellaneous   | -                   | 27,665           | 27,665                                 |
| Total revenues  | <u>290,750</u>      | <u>284,865</u>   | <u>(5,885)</u>                         |
| Other financing sources-  |                     |                  |  |
| Operating transfers:  |                     |                  |  |
| General Fund  | 9,366               | 9,366            | -                                      |
| Zoo Fund  | 344,289             | 344,289          | -                                      |
| Solid Waste Revenue Fund  | 507,210             | 507,210          | -                                      |
| Planning Fund   | 25,426              | 25,426           | -                                      |
| Support Services Fund   | 46,727              | 46,727           | -                                      |
| Convention Center Project Capital Fund                            | 1,572               | 1,572            | -                                      |
| Convention Center Operating Fund                                  | 205,460             | 205,460          | -                                      |
| Spectator Facilities Fund   | 330,153             | 330,153          | -                                      |
| Total other financing sources                                     | <u>1,470,203</u>    | <u>1,470,203</u> | <u>-</u>                               |
| Total revenues and other financing sources                        | <u>1,760,953</u>    | <u>1,755,068</u> | <u>(5,885)</u>                         |
|   | <u>\$ 6,426,690</u> | <u>6,418,113</u> | <u>(8,577)</u>                         |
| Expenditures:   |                     |                  |  |
| Personal services   | 165,551             | 157,692          | 7,859                                  |
| Materials and services  | 1,378,550           | 648,947          | 729,603                                |
| Capital outlay  | 1,100               | -                | 1,100                                  |
| Contingency   | 200,000             | -                | 200,000                                |
| Total expenditures  | <u>1,745,201</u>    | <u>806,639</u>   | <u>938,562</u>                         |
| Unappropriated ending fund balance - June 30, 1993                | <u>4,681,489</u>    | <u>5,611,474</u> | <u>(929,985)</u>                       |
|   | <u>\$ 6,426,690</u> | <u>6,418,113</u> | <u>8,577</u>                           |

**METRO**

**Support Services Fund**

**Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual**

For the year ended June 30, 1993

|   | <u>Budget</u>       | <u>Actual</u>    | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|---|---------------------|------------------|---|
| Beginning fund balance available for appropriation - July 1, 1992 | \$ 91,860           | 168,136          | 76,276  |
| <b>Revenues:</b>  |                     |                  |   |
| Professional and contract services                                | -                   | 9,739            | 9,739   |
| Builders license fee  | 160,600             | 162,250          | 1,650   |
| Interest  | -                   | 50,967           | 50,967  |
| Miscellaneous   | -                   | 15,268           | 15,268  |
| Total revenues  | <u>160,600</u>      | <u>238,224</u>   | <u>77,624</u>                                   |
| <b>Other financing sources-</b>                                   |                     |                  |   |
| <b>Operating transfers:</b>                                       |                     |                  |   |
| General Fund  | 669,611             | 595,208          | (74,403)  |
| Zoo Fund  | 799,621             | 704,298          | (95,323)  |
| Solid Waste Revenue Fund  | 2,904,312           | 2,613,326        | (290,986)                                       |
| Planning Fund   | 917,499             | 808,680          | (108,819)                                       |
| Convention Center Project Capital Fund                            | 91,661              | 84,405           | (7,256)   |
| Convention Center Operating Fund                                  | 343,202             | 315,726          | (27,476)  |
| Spectator Facilities Fund   | 506,470             | 464,129          | (42,341)  |
| Total other financing sources                                     | <u>6,232,376</u>    | <u>5,585,772</u> | <u>(646,604)</u>                                |
| Total revenues and other financing sources                        | <u>6,392,976</u>    | <u>5,823,996</u> | <u>(568,980)</u>                                |
|   | <u>\$ 6,484,836</u> | <u>5,992,132</u> | <u>(492,704)</u>                                |
| <b>Expenditures:</b>  |                     |                  |   |
| <b>Finance and management information:</b>                        |                     |                  |   |
| Personal services   | 1,973,222           | 1,896,939        | 76,283  |
| Materials and services  | 976,477             | 932,656          | 43,821  |
| Capital outlay  | 125,615             | 123,903          | 1,712   |
|   | <u>3,075,314</u>    | <u>2,953,498</u> | <u>121,816</u>                                  |
| <b>Regional facilities:</b>                                       |                     |                  |   |
| Personal services   | 559,185             | 519,789          | 39,396  |
| Materials and services  | 303,424             | 224,898          | 78,526  |
| Capital outlay  | 40,400              | 26,880           | 13,520  |
|   | <u>903,009</u>      | <u>771,567</u>   | <u>131,442</u>                                  |

(Continued)

METRO

Support Services Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual, Continued

For the year ended June 30, 1993

|   | <u>Budget</u>       | <u>Actual</u>    | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|---|---------------------|------------------|---|
| Expenditures, continued:                              |                     |                  |   |
| Personnel:  |                     |                  |   |
| Personal services                                     | \$ 473,133          | 433,570          | 39,563  |
| Materials and services                                | 98,111              | 69,858           | 28,253  |
| Capital outlay  | 13,250              | 13,189           | 61  |
|   | <u>584,494</u>      | <u>516,617</u>   | <u>67,877</u>                                   |
| Office of general counsel:                            |                     |                  |   |
| Personal services                                     | 414,900             | 388,992          | 25,908  |
| Materials and services                                | 18,819              | 18,482           | 337   |
|   | <u>433,719</u>      | <u>407,474</u>   | <u>26,245</u>                                   |
| Public affairs:                                       |                     |                  |   |
| Personal services                                     | 625,012             | 623,552          | 1,460   |
| Materials and services                                | 75,015              | 61,089           | 13,926  |
| Capital outlay  | 5,220               | 4,198            | 1,022   |
|   | <u>705,247</u>      | <u>688,839</u>   | <u>16,408</u>                                   |
| Contingency   | <u>224,311</u>      | <u>-</u>         | <u>224,311</u>                                  |
| Total expenditures                                    | 5,926,094           | 5,337,995        | 588,099   |
| Other financing uses-                                 |                     |                  |   |
| Transfers   | <u>437,492</u>      | <u>437,492</u>   | <u>-</u>  |
| Total expenditures and other<br>financing uses        | 6,363,586           | 5,775,487        | 588,099   |
| Unappropriated ending fund balance -<br>June 30, 1993 | <u>121,250</u>      | <u>216,645</u>   | <u>(95,395)</u>                                 |
|   | <u>\$ 6,484,836</u> | <u>5,992,132</u> | <u>492,704</u>                                  |



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# Fiduciary Fund Types

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## Primary Government - Metro

### Non-Expendable Trust Fund

#### *Pension Plan Fund*

This fund accounts for Metro's contributions to two defined contribution pension plans for the benefit of certain employees. Resources are contributions, based upon a percentage of participants' wages, and interest and other earnings on investments. This fund is accounted for and reported in a manner similar to Proprietary Funds since capital maintenance is critical.

### Expendable Trust Funds

#### *Rehabilitation and Enhancement Fund*

This fund accounts for funds received and expenditures for rehabilitation and enhancement of the area in and around various solid waste disposal facilities. Primary resources are rehabilitation and enhancement fees and interest on investments. Expenditures are for planning and implementation of rehabilitation and enhancement programs in the area. This fund is accounted for and reported in a manner similar to Governmental Funds.

#### *Smith and Bybee Lakes Trust Fund*

This fund accounts for the implementation of the Smith and Bybee Lakes Management Plan, managed by Metro's Planning Department. A Natural Resources Plan for Smith and Bybee Lakes was adopted by the City of Portland and Metro on December 13, 1990. Primary resources include donations and interest on investments.

## Component Unit - MERC

### Expendable Trust Fund

#### *Portland Center for the Performing Arts (PCPA) Capital Trust Fund*

This fund, under the MERC component unit's management, accounts for resources dedicated for the improvement of the New Theater Building, which houses the Winningstad and Intermediate theaters. Improvements made to the facility become fixed assets of the City of Portland under terms of an intergovernmental agreement.

METRO

Trust Funds

Combining Balance Sheet

June 30, 1993

| <u>Assets</u>                                       | <u>Expendable Trust Funds</u>                          |   |  | <u>Total</u>      | <u>Component<br/>unit - MERC<br/>Expendable<br/>Trust Fund<br/>PCPA Capital<br/>Trust Fund</u> |
|---|--|---|--|-------------------|--|
|   | <u>Rehabilitation<br/>and<br/>Enhancement<br/>Fund</u> | <u>Smith and<br/>Bybee<br/>Lakes<br/>Trust<br/>Fund</u> | <u>Pension<br/>Trust<br/>Pension<br/>Plan<br/>Fund</u> |                   |  |
| Cash and investments                                | \$ 2,439,257   | 1,623,705   | 8,045,517  | 12,108,479        | 18,325   |
| Interest receivable                                 | 26,245   | 18,920  | -  | 45,165            | 203  |
| Other receivable                                    | -  | 1,202   | 669,921  | 671,123           | -  |
| <b>Total assets</b>                                 | <b>\$ 2,465,502</b>                                    | <b>1,643,827</b>  | <b>8,715,438</b>                                       | <b>12,824,767</b> | <b>18,528</b>  |
| <br><u>Liabilities and Fund Balances</u>            |  |   |  |                   |  |
| <b>Liabilities:</b>                                 |  |   |  |                   |  |
| Accounts payable                                    | \$ 97,883  | 8,556   | -  | 106,439           | 18,528   |
| Salaries, withholdings and<br>payroll taxes payable | -  | 2,672   | -  | 2,672             | -  |
| <b>Total liabilities</b>                            | <b>97,883</b>  | <b>11,228</b>   | <b>-</b>   | <b>109,111</b>    | <b>18,528</b>  |
| <br><b>Fund balances:</b>                           |  |   |  |                   |  |
| Reserved for<br>pension benefits                    | -  | -   | 8,715,438  | 8,715,438         | -  |
| Unreserved  | 2,367,619  | 1,632,599   | -  | 4,000,218         | -  |
| <b>Total fund balances</b>                          | <b>2,367,619</b>                                       | <b>1,632,599</b>  | <b>8,715,438</b>                                       | <b>12,715,656</b> | <b>-</b>   |
| <b>Total liabilities and<br/>fund balances</b>      | <b>\$ 2,465,502</b>                                    | <b>1,643,827</b>  | <b>8,715,438</b>                                       | <b>12,824,767</b> | <b>18,528</b>  |



METRO

Expendable Trust Funds

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances

For the year ended June 30, 1993

|   | Rehabilitation<br>and<br>Enhancement<br><u>Fund</u> | Smith and<br>Bybee<br>Lakes<br>Trust<br><u>Fund</u> | <u>Totals</u>    | <u>Component<br/>unit - MERC<br/>PCPA Capital<br/>Trust Fund</u> |
|---|---|---|------------------|--|
| <b>Revenues:</b>                                |   |   |                  |  |
| Rehabilitation, enhancement and<br>end use fees | \$ 386,674  | 15,045  | 401,719          | -  |
| Interest  | 92,680  | 76,800  | 169,480          | 743  |
| Miscellaneous                                   | -   | 83  | 83               | -  |
| <b>Total revenues</b>                           | <u>479,354</u>                                      | <u>91,928</u>                                       | <u>571,282</u>   | <u>743</u>   |
| <b>Expenditures:</b>                            |   |   |                  |  |
| Rehabilitation and enhancement                  | 395,419   | 133,080   | 528,499          | -  |
| Capital outlay                                  | -   | 313,289   | 313,289          | 18,528   |
| <b>Total expenditures</b>                       | <u>395,419</u>                                      | <u>446,369</u>                                      | <u>841,788</u>   | <u>18,528</u>  |
| <b>Revenues over (under)<br/>expenditures</b>   | 83,935  | (354,441)   | (270,506)        | (17,785)   |
| Fund balances - July 1, 1992                    | <u>2,283,684</u>                                    | <u>1,987,040</u>                                    | <u>4,270,724</u> | <u>17,785</u>  |
| Fund balances - June 30, 1993                   | \$ <u>2,367,619</u>                                 | <u>1,632,599</u>                                    | <u>4,000,218</u> | <u>-</u>   |

**METRO**

**Rehabilitation and Enhancement Fund**

**Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual**

For the year ended June 30, 1993

|  | <u>Budget</u>       | <u>Actual</u>    | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|--|---------------------|------------------|---|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ <u>2,202,103</u> | <u>2,283,684</u> | <u>81,581</u>                                   |
| Revenues-  |                     |                  |   |
| Interest   | 132,000             | 92,680           | (39,320)  |
| Other financing sources-   |                     |                  |   |
| Transfers-   |                     |                  |   |
| Solid Waste Revenue Fund   | <u>441,235</u>      | <u>386,674</u>   | <u>(54,561)</u>                                 |
| Total revenues and other financing sources                           | <u>573,235</u>      | <u>479,354</u>   | <u>(93,881)</u>                                 |
|  | <u>\$ 2,775,338</u> | <u>2,763,038</u> | <u>(12,300)</u>                                 |
| Expenditures:  |                     |                  |   |
| North Portland Enhancement Account -                                 |                     |                  |   |
| Materials and services   | 102,920             | 102,141          | 779   |
| Composter Enhancement Account -                                      |                     |                  |   |
| Materials and services   | 67,625              | 20,739           | 46,886  |
| Metro Central Enhancement Account -                                  |                     |                  |   |
| Materials and services   | 242,060             | 32,809           | 209,251   |
| Forest Grove Account -   |                     |                  |   |
| Materials and services   | 57,274              | 38,385           | 18,889  |
| Oregon City Account -  |                     |                  |   |
| Materials and services   | 185,876             | 182,307          | 3,569   |
| Contingency  | <u>200,000</u>      | <u>-</u>         | <u>200,000</u>                                  |
| Total expenditures   | 855,755             | 376,381          | 479,374   |
| Other financing uses-  |                     |                  |   |
| Transfers  | <u>47,615</u>       | <u>19,038</u>    | <u>28,577</u>                                   |
| Total expenditures and other<br>financing uses                       | 903,370             | 395,419          | 507,951   |
| Unappropriated ending fund balance -<br>June 30, 1993                | <u>1,871,968</u>    | <u>2,367,619</u> | <u>(495,651)</u>                                |
|  | <u>\$ 2,775,338</u> | <u>2,763,038</u> | <u>12,300</u>                                   |

METRO

Smith and Bybee Lakes Trust Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>       | <u>Actual</u>    | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|--|---------------------|------------------|---|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ <u>2,110,747</u> | <u>1,987,040</u> | <u>(123,707)</u>                                |
| Revenues:  |                     |                  |   |
| State grants   | 20,000              | -                | (20,000)  |
| Local grants   | 20,000              | -                | (20,000)  |
| Interest   | 48,750              | 76,800           | 28,050  |
| Miscellaneous  | -                   | 83               | 83  |
| Total revenues   | <u>88,750</u>       | <u>76,883</u>    | <u>(11,867)</u>                                 |
| Other financing sources-   |                     |                  |   |
| Transfers-   |                     |                  |   |
| Solid Waste Revenue Fund   | <u>15,045</u>       | <u>15,045</u>    | <u>-</u>  |
| Total revenues and other financing<br>sources                        | <u>103,795</u>      | <u>91,928</u>    | <u>(11,867)</u>                                 |
|  | <u>\$ 2,214,542</u> | <u>2,078,968</u> | <u>(135,574)</u>                                |
| Expenditures:  |                     |                  |   |
| Personal services  | 60,179              | 56,665           | 3,514   |
| Materials and services   | 444,164             | 71,415           | 372,749   |
| Capital outlay   | 401,135             | 313,289          | 87,846  |
| Contingency  | 80,020              | -                | 80,020  |
| Total expenditures   | <u>985,498</u>      | <u>441,369</u>   | <u>544,129</u>                                  |
| Other financing uses-  |                     |                  |   |
| Transfers  | <u>20,000</u>       | <u>5,000</u>     | <u>15,000</u>                                   |
| Total expenditures and other<br>financing uses                       | <u>1,005,498</u>    | <u>446,369</u>   | <u>559,129</u>                                  |
| Unappropriated ending fund balance -<br>June 30, 1993                | <u>1,209,044</u>    | <u>1,632,599</u> | <u>(423,555)</u>                                |
|  | <u>\$ 2,214,542</u> | <u>2,078,968</u> | <u>135,574</u>                                  |

METRO

Portland Center for Performing Arts Capital Trust Fund

Schedule of Revenues and Expenditures -  
Budget (Non-GAAP Budgetary Basis) and Actual

For the year ended June 30, 1993

|  | <u>Budget</u>           | <u>Actual</u>        | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
|--|-------------------------|----------------------|---|
| Beginning fund balance available for<br>appropriation - July 1, 1992 | \$ <u>19,000</u>        | <u>17,785</u>        | <u>(1,215)</u>                                  |
| Revenues-  |                         |                      |   |
| Interest   | <u>-</u>                | <u>743</u>           | <u>743</u>                                      |
| Total revenues   | <u>-</u>                | <u>743</u>           | <u>743</u>                                      |
|  | \$ <u><u>19,000</u></u> | <u><u>18,528</u></u> | <u><u>(472)</u></u>                             |
| Expenditures-  |                         |                      |   |
| Capital outlay   | <u>19,000</u>           | <u>18,528</u>        | <u>472</u>                                      |
| Total expenditures   | <u>19,000</u>           | <u>18,528</u>        | <u>472</u>                                      |
| Unappropriated ending fund balance -<br>June 30, 1993                | <u>-</u>                | <u>-</u>             | <u>-</u>  |
|  | \$ <u><u>19,000</u></u> | <u><u>18,528</u></u> | <u><u>472</u></u>                               |

Note: Capital outlay becomes a fixed asset of the City of Portland under terms of an intergovernmental agreement, and therefore is recorded as "Spectator facility operations" expenditures on a GAAP basis.

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General  
Fixed  
Assets  
Account  
Group

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This account group accounts for Metro's investment in fixed assets not recorded in Proprietary Fund types.



METRO

Schedule of General Fixed Assets by Source

June 30, 1993

General fixed assets:

|                                   |                |
|-----------------------------------|----------------|
| Land                              | \$ 2,881,544   |
| Buildings and exhibits            | 33,214,033     |
| Improvements                      | 1,800,750      |
| Equipment                         | 1,448,833      |
| Office furniture                  | 1,368,264      |
| Railroad equipment and facilities | 988,718        |
| Capitalized leases                | <u>294,690</u> |

Total general fixed assets \$ 41,996,832

Investment in general fixed assets from:

|                                  |                |
|----------------------------------|----------------|
| General Fund                     | 130,791        |
| Special Revenue Funds:           |                |
| Zoo Fund                         | 35,473,014     |
| Planning Fund                    | 997,099        |
| Zoo Capital Fund                 | 5,081,044      |
| Smith and Bybee Lakes Trust Fund | <u>314,884</u> |

Total investment in general fixed assets \$ 41,996,832

METRO

Schedule of General Fixed Assets by Function and Activity

June 30, 1993

|                                  | <u>Land</u>         | <u>Buildings<br/>and exhibits</u> |
|----------------------------------|---------------------|-----------------------------------|
| General Fund                     | \$ -                | -                                 |
| Special Revenue Funds:           |                     |                                   |
| Zoo Fund                         | 2,573,449           | 28,836,353                        |
| Planning Fund                    | -                   | -                                 |
| Zoo Capital Fund                 | -                   | 4,377,680                         |
| Smith and Bybee Lakes Trust Fund | <u>308,095</u>      | <u>-</u>                          |
| Total                            | \$ <u>2,881,544</u> | <u>33,214,033</u>                 |

Note: Due to the dynamic nature of Metro operations and organization, further detail as provided on the schedule of changes in general fixed assets by function and activity would not be meaningful and therefore has been summarized by function and activity as shown above.



| <u>Improvements</u> | <u>Equipment</u> | <u>Office<br/>furniture</u> | <u>Railroad<br/>equipment<br/>and facilities</u> | <u>Capitalized<br/>leases</u> | <u>Total</u>      |
|---------------------|------------------|-----------------------------|--|-------------------------------|-------------------|
| -                   | -                | 130,791                     | -  | -                             | 130,791           |
| 1,280,693           | 1,271,506        | 705,112                     | 805,901  | -                             | 35,473,014        |
| -                   | 172,432          | 529,977                     | -  | 294,690                       | 997,099           |
| 520,057             | 490              | -                           | 182,817  | -                             | 5,081,044         |
| <u>-</u>            | <u>4,405</u>     | <u>2,384</u>                | <u>-</u>   | <u>-</u>                      | <u>314,884</u>    |
| <u>1,800,750</u>    | <u>1,448,833</u> | <u>1,368,264</u>            | <u>988,718</u>                                   | <u>294,690</u>                | <u>41,996,832</u> |

METRO

Schedule of Changes in General Fixed Assets by Function and Activity

For the year ended June 30, 1993

|   | <u>Land</u>         | <u>Buildings<br/>and exhibits</u> |
|---|---------------------|-----------------------------------|
| Balances, June 30, 1992                   | \$ 2,573,449        | 32,043,189                        |
| <b>Add expenditures from:</b>             |                     |                                   |
| General government-<br>Council            | <u>-</u>            | <u>-</u>                          |
| <b>Zoo operations and development:</b>    |                     |                                   |
| Administration                            | -                   | -                                 |
| Animal Management                         | -                   | 1,192                             |
| Facilities Management                     | -                   | 12,115                            |
| Educational Services                      | -                   | -                                 |
| Marketing                                 | -                   | -                                 |
| Visitor Services                          | -                   | -                                 |
| Design Services                           | -                   | 324,080                           |
| Zoo Capital Projects                      | <u>-</u>            | <u>833,457</u>                    |
| Total zoo operations and development      | <u>-</u>            | <u>1,170,844</u>                  |
| <b>Regional planning and development:</b> |                     |                                   |
| Transportation planning                   | -                   | -                                 |
| Land use planning                         | -                   | -                                 |
| Environmental planning                    | <u>-</u>            | <u>-</u>                          |
| Total regional planning and development   | <u>-</u>            | <u>-</u>                          |
| Trust operations                          | <u>308,095</u>      | <u>-</u>                          |
| Total additions                           | <u>308,095</u>      | <u>1,170,844</u>                  |
| Subtract disposals                        | <u>-</u>            | <u>-</u>                          |
| Balances, June 30, 1993                   | \$ <u>2,881,544</u> | <u>33,214,033</u>                 |

| <u>Improvements</u>     | <u>Equipment</u>        | <u>Office<br/>furniture</u> | <u>Railroad<br/>equipment<br/>and facilities</u> | <u>Capitalized<br/>leases</u> | <u>Total</u>             |
|-------------------------|-------------------------|-----------------------------|--|-------------------------------|--------------------------|
| 1,745,082               | 1,374,095               | 1,202,405                   | 782,815  | 446,111                       | 40,167,146               |
| -                       | -                       | 14,378                      | -  | -                             | 14,378                   |
| -                       | -                       | 3,561                       | -  | -                             | 3,561                    |
| -                       | 17,253                  | -                           | -  | -                             | 18,445                   |
| -                       | 21,856                  | 18,619                      | 45,440   | -                             | 98,030                   |
| -                       | -                       | 11,556                      | -  | -                             | 11,556                   |
| -                       | -                       | 8,419                       | -  | -                             | 8,419                    |
| -                       | 16,232                  | 26,574                      | -  | -                             | 42,806                   |
| 55,668                  | -                       | 28,636                      | -  | -                             | 408,384                  |
| -                       | -                       | -                           | 160,463  | -                             | 993,920                  |
| <u>55,668</u>           | <u>55,341</u>           | <u>97,365</u>               | <u>205,903</u>                                   | <u>-</u>                      | <u>1,585,121</u>         |
| -                       | -                       | 41,770                      | -  | 48,275                        | 90,045                   |
| -                       | 16,587                  | 5,252                       | -  | -                             | 21,839                   |
| -                       | -                       | 4,710                       | -  | -                             | 4,710                    |
| <u>-</u>                | <u>16,587</u>           | <u>51,732</u>               | <u>-</u>   | <u>48,275</u>                 | <u>116,594</u>           |
| <u>-</u>                | <u>2,810</u>            | <u>2,384</u>                | <u>-</u>   | <u>-</u>                      | <u>313,289</u>           |
| <u>55,668</u>           | <u>74,738</u>           | <u>165,859</u>              | <u>205,903</u>                                   | <u>48,275</u>                 | <u>2,029,382</u>         |
| <u>-</u>                | <u>-</u>                | <u>-</u>                    | <u>-</u>   | <u>199,696</u>                | <u>199,696</u>           |
| <u><u>1,800,750</u></u> | <u><u>1,448,833</u></u> | <u><u>1,368,264</u></u>     | <u><u>988,718</u></u>                            | <u><u>294,690</u></u>         | <u><u>41,996,832</u></u> |



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General  
Long-Term  
Obligations  
Account  
Group

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This account group accounts for Metro's obligations under capital leases and liabilities for compensated absences payable from future resources, and retirement of general obligation bonds not recorded in the Proprietary Fund types.

METRO

Schedule of General Long-Term Obligations

June 30, 1993

|   |                      |
|---|----------------------|
| Amount available and to be provided for:                          |                      |
| Amount available for debt service                                 | \$ 3,414,739         |
| Amount to be provided for retirement of<br>general long-term debt | 61,525,261           |
| Amount to be provided for payment of<br>capital leases            | 139,083              |
| Amount to be provided for payment of<br>compensated absences      | <u>433,083</u>       |
|   | \$ <u>65,512,166</u> |
| <br>  |                      |
| General long-term obligations payable:                            |                      |
| Bonds payable   | 64,940,000           |
| Obligations under capital leases                                  | 139,083              |
| Liability for compensated absences                                | <u>433,083</u>       |
|   | \$ <u>65,512,166</u> |

**OTHER  
FINANCIAL  
SCHEDULES**





METRO

Schedule of Property Tax Transactions  
and Outstanding Receivable

For the year ended June 30, 1993

| <u>Fiscal Year</u> | Property<br>taxes<br>receivable<br>July 1,<br>1992 | Current<br>levy as<br>extended by<br><u>assessors</u> |
|--------------------|--|---|
| 1992-93            | \$ -   | 11,175,896  |
| 1991-92            | 580,076  | -   |
| 1990-91            | 299,990  | -   |
| 1989-90            | 203,470  | -   |
| 1988-89            | 89,287   | -   |
| 1987-88 and prior  | 19,930   | -   |
|                    | <u>\$ 1,192,753</u>                                | <u>11,175,896</u>                                     |

Collections

| July 1,<br>1992 to<br>June 30,<br><u>1993</u> | July 1,<br>1992 to<br>August 31,<br><u>1992</u> | July 1,<br>1993 to<br>August 31,<br><u>1993</u> |
|---|---|---|
|---|---|---|

Reconciliation to property tax revenue  
presented in combined financial statements:

|  |                      |                  |               |
|--|----------------------|------------------|---------------|
| Zoo Fund                                 | \$ 5,457,809         | (57,408)         | 47,944        |
| Debt Service Fund -<br>Convention Center | <u>5,639,935</u>     | <u>(63,518)</u>  | <u>50,112</u> |
|  | <u>\$ 11,097,744</u> | <u>(120,926)</u> | <u>98,056</u> |

| Add (deduct)       |                 |                  |                     | Property<br>taxes<br>receivable<br>June 30,<br>1993 |
|--------------------|-----------------|------------------|---------------------|---|
| <u>Adjustments</u> | <u>Interest</u> | <u>Discounts</u> | <u>Collections</u>  |   |
| (19,090)           | 8,203           | (243,061)        | (10,410,370)        | 511,578   |
| (27,840)           | 24,407          | 100              | (311,159)           | 265,584   |
| (13,212)           | 25,755          | 4                | (145,215)           | 167,322   |
| (8,244)            | 40,161          | 2                | (154,558)           | 80,831  |
| (2,627)            | 20,728          | 2                | (71,550)            | 35,840  |
| 2,261              | 2,979           | -                | (4,892)             | 20,278  |
| <u>(68,752)</u>    | <u>122,233</u>  | <u>(242,953)</u> | <u>(11,097,744)</u> | <u>1,081,433</u>                                    |

| <u>Payment<br/>in lieu<br/>property<br/>taxes</u> | <u>Property<br/>tax revenue<br/>per combined<br/>statement of<br/>revenues,<br/>expenditures<br/>and changes in<br/>fund balances</u> | <u>Taxes<br/>uncollected<br/>June 30,<br/>1993</u> | <u>Deferred<br/>revenues<br/>June 30,<br/>1993</u> |
|---|---|--|--|
| 18,991  | 5,467,336   | 529,238  | 481,294  |
| <u>21,381</u>                                     | <u>5,647,910</u>  | <u>552,195</u>                                     | <u>502,083</u>                                     |
| <u>40,372</u>                                     | <u>11,115,246</u>   | <u>1,081,433</u>                                   | <u>983,377</u>                                     |



METRO

Schedule of Future Debt Service Requirements  
 General Long-Term Obligations Group

June 30, 1993

Convention Center 1992 Series A  
General Obligation Refunding Bonds

| <u>Year of maturity</u> | <u>Principal</u>     | <u>Interest</u>   |
|-------------------------|----------------------|-------------------|
| 1993-94                 | \$ 1,670,000         | 3,860,802         |
| 1994-95                 | 1,755,000            | 3,787,640         |
| 1995-96                 | 1,860,000            | 3,700,677         |
| 1996-97                 | 1,975,000            | 3,603,447         |
| 1997-98                 | 2,100,000            | 3,496,152         |
| 1998-99                 | 2,230,000            | 3,380,383         |
| 1999-00                 | 2,375,000            | 3,252,235         |
| 2000-01                 | 2,530,000            | 3,113,958         |
| 2001-02                 | 2,700,000            | 2,964,237         |
| 2002-03                 | 2,890,000            | 2,799,385         |
| 2003-04                 | 3,085,000            | 2,624,136         |
| 2004-05                 | 3,305,000            | 2,432,165         |
| 2005-06                 | 3,535,000            | 2,224,252         |
| 2006-07                 | 3,790,000            | 1,999,844         |
| 2007-08                 | 4,060,000            | 1,758,750         |
| 2008-09                 | 4,345,000            | 1,500,625         |
| 2009-10                 | 4,660,000            | 1,224,219         |
| 2010-11                 | 4,990,000            | 927,812           |
| 2011-12                 | 5,355,000            | 610,313           |
| 2012-13                 | <u>5,730,000</u>     | <u>270,000</u>    |
| Total                   | \$ <u>64,940,000</u> | <u>49,531,032</u> |

# METRO

## Schedule of Future Debt Service Requirements Enterprise Funds

June 30, 1993

| Year of maturity | Solid Waste Fund Revenue Bonds                      |                          |  |          |                          |                          |
|------------------|---|--------------------------|--|----------|--------------------------|--------------------------|
|                  | Metro Central Transfer<br>Station 1990 Series A (1) |                          | Metro\Riedel Compost<br>Facility 1990 Series 1 (2) |          | Total Solid Waste Fund   |                          |
|                  | Principal   | Interest                 | Principal  | Interest | Principal                | Interest                 |
| 1993-94          | \$ 1,250,000  | 1,505,813                | -  | -        | 1,250,000                | 1,505,813                |
| 1994-95          | 1,330,000   | 1,426,110                | -  | -        | 1,330,000                | 1,426,110                |
| 1995-96          | 1,415,000   | 1,340,036                | -  | -        | 1,415,000                | 1,340,036                |
| 1996-97          | 1,505,000   | 1,246,948                | -  | -        | 1,505,000                | 1,246,948                |
| 1997-98          | 1,605,000   | 1,145,758                | -  | -        | 1,605,000                | 1,145,758                |
| 1998-99          | 1,720,000   | 1,035,959                | -  | -        | 1,720,000                | 1,035,959                |
| 1999-00          | 1,840,000   | 916,506                  | -  | -        | 1,840,000                | 916,506                  |
| 2000-01          | 1,965,000   | 786,994                  | -  | -        | 1,965,000                | 786,994                  |
| 2001-02          | 1,513,986   | 1,234,368                | -  | -        | 1,513,986                | 1,234,368                |
| 2002-03          | 908,387   | 1,842,623                | -  | -        | 908,387                  | 1,842,623                |
| 2003-04          | 840,100   | 1,910,910                | -  | -        | 840,100                  | 1,910,910                |
| 2004-05          | 781,303   | 1,969,707                | -  | -        | 781,303                  | 1,969,707                |
| 2005-06          | 726,284   | 2,024,726                | -  | -        | 726,284                  | 2,024,726                |
| 2006-07          | 674,796   | 2,076,215                | -  | -        | 674,796                  | 2,076,215                |
| 2007-08          | 1,390,144   | 1,360,865                | -  | -        | 1,390,144                | 1,360,865                |
| 2008-09          | 2,260,000   | 492,385                  | -  | -        | 2,260,000                | 492,385                  |
| 2009-10          | 2,430,000   | 324,303                  | -  | -        | 2,430,000                | 324,303                  |
| 2010-11          | 2,610,000   | 143,810                  | -  | -        | 2,610,000                | 143,810                  |
| 2011-12          | -   | -                        | 5,000,000  | -        | 5,000,000                | -                        |
| 2012-13          | -   | -                        | -  | -        | -                        | -                        |
| 2013-14          | -   | -                        | -  | -        | -                        | -                        |
| 2014-15          | -   | -                        | -  | -        | -                        | -                        |
| 2015-16          | -   | -                        | -  | -        | -                        | -                        |
| 2016-17          | -   | -                        | -  | -        | -                        | -                        |
| 2017-18          | -   | -                        | -  | -        | -                        | -                        |
| 2018-19          | -   | -                        | -  | -        | -                        | -                        |
| 2019-20          | -   | -                        | -  | -        | -                        | -                        |
| 2020-21          | -   | -                        | -  | -        | -                        | -                        |
| 2021-22          | -   | -                        | -  | -        | -                        | -                        |
| 2022-23          | -   | -                        | -  | -        | -                        | -                        |
| <b>Total</b>     | <b>\$ <u>26,765,000</u></b>                         | <b><u>22,784,036</u></b> | <b><u>5,000,000</u></b>                            | <b>-</b> | <b><u>31,765,000</u></b> | <b><u>22,784,036</u></b> |

(1) Certain maturities in this issue are being advance refunded in the 1993-94 fiscal year. See note 20.

(2) As interest rates on this issue are variable, interest payments over the life of the bonds are not determinable. Metro estimates that interest payments for 1993-94 will be approximately \$350,000 using an estimated interest rate of 7.0%.

| Building Management Fund<br>Revenue Bonds |                   | Total Enterprise Funds |                   |
|---|-------------------|------------------------|-------------------|
| Metro Headquarters 1991 Series A          |                   |                        |                   |
| <u>Principal</u>                          | <u>Interest</u>   | <u>Principal</u>       | <u>Interest</u>   |
| -   | 1,494,331         | 1,250,000              | 3,000,144         |
| 310,000                                   | 1,487,124         | 1,640,000              | 2,913,234         |
| 325,000                                   | 1,471,791         | 1,740,000              | 2,811,827         |
| 340,000                                   | 1,454,996         | 1,845,000              | 2,701,944         |
| 360,000                                   | 1,436,876         | 1,965,000              | 2,582,634         |
| 375,000                                   | 1,417,114         | 2,095,000              | 2,453,073         |
| 400,000                                   | 1,395,601         | 2,240,000              | 2,312,107         |
| 420,000                                   | 1,372,326         | 2,385,000              | 2,159,320         |
| 445,000                                   | 1,347,179         | 1,958,986              | 2,581,547         |
| 470,000                                   | 1,320,008         | 1,378,387              | 3,162,631         |
| 500,000                                   | 1,290,658         | 1,340,100              | 3,201,568         |
| 530,000                                   | 1,258,978         | 1,311,303              | 3,228,685         |
| 565,000                                   | 1,223,903         | 1,291,284              | 3,248,629         |
| 600,000                                   | 1,185,458         | 1,274,796              | 3,261,673         |
| 640,000                                   | 1,144,537         | 2,030,144              | 2,505,402         |
| 680,000                                   | 1,100,977         | 2,940,000              | 1,593,362         |
| 725,000                                   | 1,054,612         | 3,155,000              | 1,378,915         |
| 775,000                                   | 1,005,112         | 3,385,000              | 1,148,922         |
| 825,000                                   | 952,312           | 5,825,000              | 952,312           |
| 880,000                                   | 895,387           | 880,000                | 895,387           |
| 940,000                                   | 833,963           | 940,000                | 833,963           |
| 1,005,000                                 | 768,319           | 1,005,000              | 768,319           |
| 1,070,000                                 | 698,288           | 1,070,000              | 698,288           |
| 1,140,000                                 | 623,700           | 1,140,000              | 623,700           |
| 1,220,000                                 | 544,050           | 1,220,000              | 544,050           |
| 1,300,000                                 | 459,000           | 1,300,000              | 459,000           |
| 1,390,000                                 | 368,213           | 1,390,000              | 368,213           |
| 1,485,000                                 | 271,181           | 1,485,000              | 271,181           |
| 1,585,000                                 | 167,569           | 1,585,000              | 167,569           |
| 1,690,000                                 | 57,038            | 1,690,000              | 57,038            |
| <u>22,990,000</u>                         | <u>30,100,601</u> | <u>54,755,000</u>      | <u>52,884,637</u> |

# METRO

## Schedule of Long-Term Debt Transactions General Long-Term Obligations Group

For the year ended June 30, 1993

|  | Principal                       |  |  |                            |                  |
|--|---------------------------------|--|--|----------------------------|------------------|
| Outstanding<br>July 1,<br><u>1992</u>  | Issued<br>During<br><u>Year</u> | Matured<br>and Paid<br>During<br><u>Year</u> | Outstanding<br>June 30,<br><u>1993</u> | Interest<br><u>Expense</u> |                  |
| Convention Center 1992 Series A<br>General Obligation Refunding<br>Bonds with an average<br>interest rate of 7.37%,<br>final year of maturity 2013 | \$ <u>65,760,000</u>            | <u>-</u>                                     | <u>820,000</u>                         | <u>64,940,000</u>          | <u>3,104,401</u> |

# METRO

## Schedule of Long-Term Debt Transactions Enterprise Funds

For the year ended June 30, 1993

|   | Principal                             |                                 |  |  |                             |
|---|---------------------------------------|---------------------------------|--|--|-----------------------------|
|   | Outstanding<br>July 1,<br><u>1992</u> | Issued<br>During<br><u>Year</u> | Matured<br>and Paid<br>During<br><u>Year</u> | Outstanding<br>June 30,<br><u>1993</u> | <u>Interest<br/>Expense</u> |
| <b>SOLID WASTE FUND:</b>  |                                       |                                 |  |  |                             |
| <u>Metro Central Transfer Station</u>   |                                       |                                 |  |  |                             |
| 1990 Series A Solid Waste Disposal<br>Project Revenue Bonds with<br>variable interest rates,<br>final year of maturity 2011 | \$ 27,940,000                         | -                               | 1,175,000                                    | 26,765,000                             | 1,579,458                   |
| <u>Metro\Riedel Compost Facility (1)</u>  |                                       |                                 |  |  |                             |
| 1990 Series 1 Solid Waste Disposal<br>Project Revenue Bonds with<br>variable interest rates,<br>final year of maturity 2012 | <u>30,105,000</u>                     | <u>-</u>                        | <u>25,105,000</u>                            | <u>5,000,000</u>                       | <u>795,757</u>              |
| Total Solid Waste Fund  | <u>58,045,000</u>                     | <u>-</u>                        | <u>26,280,000</u>                            | <u>31,765,000</u>                      | <u>2,375,215</u>            |
| <br><b>BUILDING MANAGEMENT FUND:</b>  |                                       |                                 |  |  |                             |
| <u>Metro Headquarters Building Project</u>  |                                       |                                 |  |  |                             |
| 1991 Series A General Revenue<br>Bonds with interest rates<br>from 4.65% to 6.75%,<br>final year of maturity 2023           | <u>22,990,000</u>                     | <u>-</u>                        | <u>-</u>                                     | <u>22,990,000</u>                      | <u>1,618,859</u>            |
| Total Enterprise Funds  | <u>\$ 81,035,000</u>                  | <u>-</u>                        | <u>26,280,000</u>                            | <u>54,755,000</u>                      | <u>3,994,074</u>            |

(1) See note 9B regarding Metro/Riedel Credit Suisse settlement.





STATISTICAL  
SECTION

METRO

General Governmental Expenditures by Function

for the last ten fiscal years

| Fiscal<br>year<br>ended<br>June 30, | General<br>government<br>operations (1) | Zoo<br>operations<br>and<br>development | Regional<br>planning<br>and<br>development | Capital<br>outlay (2) | Debt<br>service | Total<br>(memorandum<br>only) | Component<br>Unit -<br>MERC (3)     | Total<br>(memorandum<br>only) |
|-------------------------------------|---|---|--|-----------------------|-----------------|-------------------------------|-------------------------------------|-------------------------------|
|                                     |   |   |  |                       |                 | Primary<br>Government         | Spectator<br>facility<br>operations | Reporting<br>Entity           |
| 1984                                | \$ 1,802,220                            | \$ 4,211,607                            | \$ 1,631,024                               | \$ 2,570,515          | \$ -            | \$ 10,215,366                 | \$ -                                | \$ 10,215,366                 |
| 1985                                | 1,811,235                               | 4,619,519                               | 1,791,404                                  | 1,684,327             | -               | 9,906,485                     | -                                   | 9,906,485                     |
| 1986                                | 1,543,616                               | 5,346,892                               | 2,168,472                                  | 3,870,049             | -               | 12,929,029                    | -                                   | 12,929,029                    |
| 1987                                | 1,871,886                               | 5,926,602                               | 1,969,625                                  | 1,958,073             | -               | 11,726,186                    | -                                   | 11,726,186                    |
| 1988                                | 2,628,231                               | 6,299,086                               | 2,471,161                                  | 7,321,391             | 4,209,081       | 22,928,950                    | -                                   | 22,928,950                    |
| 1989                                | 3,378,411                               | 7,028,478                               | 2,905,776                                  | 2,858,802             | 5,755,828       | 21,927,295                    | -                                   | 21,927,295                    |
| 1990                                | 3,899,527                               | 8,169,670                               | 3,543,630                                  | 2,158,811             | 5,719,253       | 23,490,891                    | -                                   | 23,490,891                    |
| 1991                                | 1,872,627                               | 9,218,973                               | 3,879,619                                  | 3,644,541             | 5,687,278       | 24,303,038                    | 15,452,425                          | 39,755,463                    |
| 1992                                | 2,142,607                               | 10,266,942                              | 5,796,234                                  | 1,159,207             | 3,438,664       | 22,803,654                    | 17,111,836                          | 39,915,490                    |
| 1993                                | 2,367,244                               | 11,104,303                              | 6,402,875                                  | 1,699,506             | 3,924,401       | 25,498,329                    | 17,099,020                          | 42,597,349                    |

(1) Beginning July 1990, the General Fund no longer accounts for the operations of the General Counsel, Public Affairs, and Finance and Management Information departments, which are now reflected in the Support Services, Internal Service Fund.

(2) Capital improvement projects at the Metro Washington Park Zoo make up the majority of expenditures. The property tax serial levy funding these programs was discontinued by voters, resulting in a reduction in funded projects in fiscal years subsequent to 1991.

(3) Beginning July 1990, through an intergovernmental agreement with the City of Portland, Metro's Component Unit - MERC, accounts for the operations of the Memorial Coliseum, Civic Stadium and Portland Center for the Performing Arts.

Source: Finance and Management Information Department, Accounting Division.

# METRO

## General Governmental Revenues by Source

for the last ten fiscal years

| Fiscal<br>year<br>ended<br><u>June 30,</u> | Property<br>taxes (1) | Excise<br>taxes (2) | Charges<br>for<br>services | Grants       | Dues       | Donations<br>and<br>bequests | Miscellaneous<br>and<br>interest | Total<br>(memorandum<br>only) | Component Unit -<br>MERC (3) |                                  | Total<br>(memorandum<br>only) |
|--|-----------------------|---------------------|----------------------------|--------------|------------|------------------------------|----------------------------------|-------------------------------|------------------------------|----------------------------------|-------------------------------|
|  |                       |                     |                            |              |            |                              |                                  | Primary<br>Government         | Charges<br>for<br>services   | Miscellaneous<br>and<br>interest | Reporting<br>Entity           |
| 1984                                       | \$ 4,952,262          | \$ -                | \$ 2,201,658               | \$ 1,052,647 | \$ 592,545 | \$ 105,499                   | \$ 855,124                       | \$ 9,759,735                  | \$ -                         | \$ -                             | \$ 9,759,735                  |
| 1985                                       | 5,015,301             | -                   | 2,599,881                  | 984,321      | 587,259    | 115,461                      | 1,027,868                        | 10,330,091                    | -                            | -                                | 10,330,091                    |
| 1986                                       | 5,245,281             | -                   | 2,768,566                  | 821,130      | 608,411    | 185,649                      | 1,052,659                        | 10,681,696                    | -                            | -                                | 10,681,696                    |
| 1987                                       | 5,308,692             | -                   | 3,486,282                  | 947,496      | 618,530    | 323,101                      | 922,020                          | 11,606,121                    | -                            | -                                | 11,606,121                    |
| 1988                                       | 8,071,410             | -                   | 3,603,634                  | 1,189,171    | 625,488    | 508,057                      | 1,040,732                        | 15,038,492                    | -                            | -                                | 15,038,492                    |
| 1989                                       | 11,345,576            | -                   | 4,421,245                  | 1,109,249    | 631,590    | 680,927                      | 1,673,409                        | 19,861,996                    | -                            | -                                | 19,861,996                    |
| 1990                                       | 11,413,372            | -                   | 4,969,364                  | 1,236,704    | 644,771    | 387,780                      | 2,326,061                        | 20,978,052                    | -                            | -                                | 20,978,052                    |
| 1991                                       | 10,420,978            | 2,867,095           | 4,900,664                  | 1,415,251    | 555,146    | 1,164,588                    | 2,170,859                        | 23,494,581                    | 15,896,998                   | 810,312                          | 40,201,891                    |
| 1992                                       | 10,546,738            | 3,727,826           | 6,525,824                  | 2,329,330    | 578,719    | 605,404                      | 2,197,459                        | 26,511,300                    | 17,024,129                   | 581,706                          | 44,117,135                    |
| 1993                                       | 11,115,246            | 4,527,103           | 5,785,054                  | 3,177,735    | 583,847    | 422,536                      | 1,718,332                        | 27,329,853                    | 16,578,875                   | 697,884                          | 44,606,612                    |

(1) Property taxes for the fiscal years 1983-1991 include proceeds of a serial tax levy for Zoo Capital Projects. This levy was discontinued for fiscal years subsequent to 1991. Property tax revenues from fiscal years 1988 forward include the tax levy for repayment of Convention Center General Obligation Bonds. In addition, for fiscal years subsequent to 1991, property tax revenues also include revenues for a zoo operations tax base approved by voters.

(2) Metro Ordinance No. 90-333A establishing an excise tax on Metro's facilities and services became effective July 1, 1991.

(3) Beginning July 1990, through an intergovernmental agreement with the City of Portland, Metro's Component Unit - MERC, accounts for the operations of the Memorial Coliseum, Civic Stadium and Portland Center for the Performing Arts.

Source: Finance and Management Information Department, Accounting Division.

METRO

Property Tax Levies and Collections (1)

for the last ten fiscal years

| Fiscal year ended June 30, | Taxes levied by assessor | Current tax collections | Current tax collections as percent of current levy | Delinquent tax collections | Total tax collections | Total collections as percent of current levy | Uncollected taxes | Uncollected taxes as percent of current levy |
|----------------------------|--------------------------|-------------------------|--|----------------------------|-----------------------|--|-------------------|--|
| 1984                       | \$ 5,057,840             | \$ 4,533,070            | 89.6 %   | \$ 384,812                 | \$ 4,917,882          | 97.2 %                                       | \$ 809,086        | 16.0 %                                       |
| 1985                       | 5,033,645                | 4,544,731               | 90.3   | 449,170                    | 4,993,901             | 99.2   | 776,203           | 15.4   |
| 1986                       | 5,211,724                | 4,693,018               | 90.0   | 516,793                    | 5,209,811             | 100.0  | 805,268           | 15.5   |
| 1987                       | 5,290,223                | 4,805,037               | 90.8   | 506,454                    | 5,311,491             | 100.4  | 735,518           | 13.9   |
| 1988                       | 8,356,465                | 7,588,212               | 90.8   | 433,759                    | 8,021,971             | 96.0   | 933,399           | 11.2   |
| 1989                       | 11,756,128               | 10,721,755              | 91.2   | 557,777                    | 11,279,532            | 95.9   | 1,260,923         | 10.7   |
| 1990                       | 11,530,322               | 10,613,062              | 92.0   | 727,701                    | 11,340,763            | 98.4   | 1,307,930         | 11.3   |
| 1991                       | 10,487,897               | 9,638,561               | 91.9   | 702,537                    | 10,341,098            | 98.6   | 1,271,539         | 12.1   |
| 1992                       | 10,708,959               | 9,800,374               | 91.5   | 724,454                    | 10,524,828            | 98.3   | 1,192,753         | 11.1   |
| 1993                       | 11,175,896               | 10,410,370              | 93.2   | 687,374                    | 11,097,744            | 99.3   | 1,081,433         | 9.7  |

(1) Property tax levies and collections provide additional operating revenue for Metro's Washington Park Zoo and debt service for Metro's general obligation Convention Center Bonds.

Property taxes for the fiscal years 1983-1991 include proceeds of a serial tax levy for Zoo Capital Projects. This levy was discontinued for fiscal years subsequent to 1991. Property tax revenues from fiscal years 1988 forward include the tax levy for repayment of Convention Center General Obligation Bonds. In addition for fiscal years subsequent to 1991, property tax revenues also include revenues for a zoo operations tax base approved by voters.

Source: Finance and Management Information Department, Accounting Division.

# METRO

## Assessed and Estimated Actual Value of Taxable Property

for the last ten fiscal years

| Fiscal<br>year<br>ended<br><u>June 30,</u> | Assessed Value           |                              |  |                   | True cash<br>valuation | Ratio of<br>total<br>assessed<br>estimated<br>actual<br>value |
|--|--------------------------|------------------------------|--|-------------------|------------------------|---|
|  | <u>Real<br/>property</u> | <u>Personal<br/>property</u> | <u>Public<br/>utility<br/>property</u> | <u>Total</u>      |                        |   |
| 1984                                       | \$ 27,286,459,876        | \$ 1,456,277,755             | \$ 1,305,493,233                       | \$ 30,048,230,864 | \$ 31,376,844,871      | 95.8 %  |
| 1985                                       | 28,668,195,041           | 1,635,543,759                | 1,452,802,505                          | 31,756,541,305    | 32,347,786,474         | 98.2  |
| 1986                                       | 29,087,759,200           | 1,880,153,600                | 1,569,713,668                          | 32,537,626,468    | 32,537,626,468         | 100.0   |
| 1987                                       | 29,302,381,400           | 2,011,770,419                | 1,672,522,118                          | 32,986,673,937    | 32,986,673,937         | 100.0   |
| 1988                                       | 29,730,208,645           | 1,936,177,192                | 1,752,431,307                          | 33,418,817,144    | 33,418,817,144         | 100.0   |
| 1989                                       | 30,348,357,790           | 1,989,442,307                | 1,828,796,975                          | 34,166,597,072    | 34,166,597,072         | 100.0   |
| 1990                                       | 31,600,773,885           | 2,085,976,029                | 1,922,140,042                          | 35,608,889,956    | 35,608,889,956         | 100.0   |
| 1991                                       | 34,579,722,545           | 2,323,901,306                | 2,033,712,947                          | 38,937,336,798    | 38,937,336,798         | 100.0   |
| 1992                                       | 42,210,510,690           | 2,284,113,649                | 1,957,428,693                          | 46,452,053,032    | 46,452,053,032         | 100.0   |
| 1993                                       | 45,956,053,264           | 2,595,268,658                | 2,043,094,320                          | 50,594,416,242    | 50,594,416,242         | 100.0   |

601

Source: The Departments of Assessment and Taxation for Multnomah, Clackamas and Washington Counties.

# METRO

## Property Tax Rates - Direct and Overlapping Governments (1) for the last ten fiscal years

|  | Dollars per \$1,000 True Cash Value |       |       |       |       |       |       |       |       |       |
|--|-------------------------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
|  | 1993                                | 1992  | 1991  | 1990  | 1989  | 1988  | 1987  | 1986  | 1985  | 1984  |
| <b>Direct Government</b>               |                                     |       |       |       |       |       |       |       |       |       |
| Metro                                  | \$ 0.23                             | 0.24  | 0.27  | 0.33  | 0.34  | 0.25  | 0.16  | 0.16  | 0.16  | 0.17  |
| <b>Overlapping Government</b>          |                                     |       |       |       |       |       |       |       |       |       |
| <u>Multnomah County</u>                |                                     |       |       |       |       |       |       |       |       |       |
| Portland School District #1            | \$ 14.91                            | 15.35 | 16.77 | 16.93 | 16.08 | 15.13 | 14.21 | 13.30 | 12.70 | 12.55 |
| City of Portland                       | 7.34                                | 7.96  | 8.80  | 8.70  | 7.42  | 7.40  | 7.18  | 6.71  | 6.43  | 6.58  |
| Multnomah County                       | 4.29                                | 4.49  | 4.97  | 4.52  | 4.39  | 4.19  | 3.49  | 3.29  | 3.13  | 3.08  |
| Reynolds School District #7            | 12.81                               | 14.15 | 14.14 | 15.03 | 14.82 | 15.04 | 14.57 | 13.43 | 11.87 | 11.01 |
| Multnomah County ESD                   | 1.31                                | 1.35  | 1.47  | 1.50  | 1.45  | 1.38  | 1.30  | 1.22  | 1.16  | 1.15  |
| Parkrose School District #3            | 11.54                               | 11.54 | 11.50 | 11.83 | 12.70 | 12.12 | 11.88 | 11.49 | 11.66 | 12.35 |
| David Douglas School District #40      | 15.86                               | 15.93 | 17.43 | 17.55 | 15.29 | 15.18 | 13.95 | 15.15 | 13.64 | 13.46 |
| Portland Community College             | 0.90                                | 0.81  | 0.91  | 0.94  | 0.92  | 0.89  | 0.85  | 0.58  | 0.57  | 0.57  |
| City of Gresham                        | 4.44                                | 4.62  | 4.99  | 5.55  | 5.35  | 5.15  | 4.96  | 4.81  | 4.48  | 4.57  |
| Gresham School District #4             | 9.67                                | 8.82  | 9.46  | 10.05 | 9.93  | 9.95  | 9.52  | 8.70  | 7.96  | 7.50  |
| <u>Washington County</u>               |                                     |       |       |       |       |       |       |       |       |       |
| Beaverton School District #48J         | \$ 14.16                            | 13.44 | 15.82 | 16.67 | 16.49 | 14.10 | 13.40 | 13.25 | 13.76 | 13.98 |
| Tigard-Tualatin School District #23J   | 15.95                               | 16.73 | 14.60 | 14.54 | 14.46 | 12.10 | 11.36 | 11.55 | 12.12 | 12.67 |
| Washington County                      | 2.84                                | 2.88  | 2.95  | 2.02  | 2.95  | 2.81  | 2.82  | 1.93  | 1.97  | 1.88  |
| Hillsboro High School District #3      | 8.43                                | 8.58  | 10.28 | 10.57 | 10.45 | 9.29  | 9.65  | 8.30  | 8.28  | 8.48  |
| Tualatin Valley Fire and Rescue        | 1.98                                | 1.99  | 2.41  | 2.52  | 2.49  | 2.70  | 2.99  | 2.60  | 3.12  | 3.15  |
| City of Beaverton                      | 4.06                                | 4.05  | 4.67  | 4.56  | 4.41  | 4.39  | 4.19  | 4.23  | 5.52  | 5.23  |
| Forest Grove School District #15       | 19.06                               | 18.83 | 18.76 | 19.93 | 20.85 | 20.43 | 14.88 | 14.26 | 14.75 | 15.32 |
| Hillsboro Elem. School District #7     | 9.64                                | 9.59  | 9.11  | 9.05  | 8.33  | 6.53  | 5.45  | 5.24  | 5.52  | 5.18  |
| Tualatin Hills Park & Rec. District    | 1.29                                | 1.39  | 1.27  | 1.32  | 1.33  | 1.47  | 1.36  | 1.34  | 1.21  | 1.19  |
| Sherwood School District #88J          | 12.82                               | 13.90 | 16.34 | 17.48 | 17.46 | 15.45 | 14.75 | 14.71 | 14.10 | 14.29 |
| <u>Clackamas County</u>                |                                     |       |       |       |       |       |       |       |       |       |
| North Clackamas School Dist. #12       | \$ 12.74                            | 13.26 | 16.14 | 14.95 | 14.91 | 14.83 | 13.98 | 13.58 | 12.88 | 12.38 |
| Lake Oswego School District #7         | 12.90                               | 13.34 | 14.37 | 13.92 | 12.41 | 12.92 | 12.83 | 12.98 | 12.74 | 12.64 |
| Clackamas County                       | 2.40                                | 2.39  | 2.44  | 2.20  | 2.18  | 2.22  | 2.08  | 2.00  | 1.96  | 1.66  |
| West Linn School District #3           | 15.05                               | 15.73 | 15.35 | 16.40 | 15.27 | 15.16 | 14.78 | 13.27 | 13.01 | 12.89 |
| Oregon City School District #62        | 16.04                               | 16.89 | 18.47 | 18.33 | 17.72 | 17.72 | 17.34 | 15.96 | 16.67 | 16.67 |
| Clackamas Community College            | 1.39                                | 1.39  | 1.39  | 1.31  | 1.37  | 1.31  | 1.34  | 1.32  | 1.30  | 1.31  |
| City of Lake Oswego                    | 4.89                                | 5.05  | 5.03  | 5.30  | 4.60  | 4.62  | 4.58  | 4.54  | 4.02  | 4.07  |
| Clackamas County ESD                   | 0.87                                | 1.31  | 1.04  | 1.07  | 1.06  | 1.05  | 1.01  | 0.96  | 0.92  | 0.90  |
| Clackamas Rural Fire Protect. Dist. #1 | 2.45                                | 2.55  | 3.67  | 3.38  | 2.90  | 3.60  | 3.76  | 3.96  | 3.92  | 3.91  |
| Canby School District #86              | 7.76                                | 8.87  | 8.33  | 9.16  | 9.26  | 6.83  | 7.27  | 7.68  | 8.14  | 7.61  |

(1) Metro is a regional government that covers a three county area and has 222 overlapping governments. Listed above are the 10 governments with the largest tax levies from each county.

Sources: Municipal Debt Advisory Commission, State of Oregon; and Multnomah, Washington and Clackamas Departments of Assessment and Taxation.

METRO

Computation of Legal Debt Margin

June 30, 1993

|   |                    |                         |
|---|--------------------|-------------------------|
| True cash value   |                    | \$ 50,594,416,242       |
| Debt limit (1)  |                    | <u>10.0%</u>            |
|   |                    | 5,059,441,624           |
| Gross bonded debt principal   | \$ 119,695,000     |                         |
| Less legal deductions from debt limit:  |                    |                         |
| Metro Central Transfer Station Project, Solid Waste Disposal System Revenue Bonds       | -26,765,000        |                         |
| Metro/Reidel Oregon Compost Company, Inc. Project, Waste Disposal Project Revenue Bonds | -5,000,000         |                         |
| Metro Headquarters Building Project 1991 Series A General Revenue Bonds                 | <u>-22,990,000</u> |                         |
| Net debt subject to 10% limitation  |                    | <u>64,940,000</u>       |
| Legal debt margin   |                    | <u>\$ 4,994,501,624</u> |

(1) ORS 268.520 sets a debt limit of 10% of the true cash value of all taxable property within the district.

Sources: The Departments of Assessment and Taxation for Multnomah, Clackamas and Washington Counties.  
The Treasury Department, State of Oregon.  
Finance and Management Information Department, Accounting Division.



METRO

Ratio of Net General Bonded Debt to Assessed Value  
and Net Bonded Debt Per Capita

for the last ten fiscal years

| <u>Fiscal year ended June 30.</u> | <u>Population (estimated)</u> | <u>Assessed valuation</u> | <u>Net bonded debt</u> | <u>Ratio of net bonded debt to assessed valuation</u> | <u>Net bonded debt per capita</u> |
|-----------------------------------|-------------------------------|---------------------------|------------------------|---|-----------------------------------|
| 1984                              | 1,135,600                     | \$ 30,048,230,864         | \$ -                   | 0.00 %  | \$ 0.00                           |
| 1985                              | 1,144,800                     | 31,756,541,305            | -                      | 0.00  | 0.00                              |
| 1986                              | 1,155,500                     | 32,537,626,468            | -                      | 0.00  | 0.00                              |
| 1987                              | 1,179,500                     | 32,986,673,937            | -                      | 0.00  | 0.00                              |
| 1988                              | 1,202,200                     | 33,418,817,144            | 64,887,698             | 0.19  | 53.97                             |
| 1989                              | 1,239,842                     | 34,166,597,072            | 63,731,663             | 0.19  | 51.40                             |
| 1990                              | 1,241,600                     | 35,608,889,956            | 62,464,705             | 0.18  | 50.31                             |
| 1991                              | 1,285,100                     | 38,937,336,798            | 61,690,143             | 0.16  | 48.00                             |
| 1992                              | 1,308,700                     | 46,452,053,032            | 64,165,753             | 0.14  | 49.03                             |
| 1993                              | N/A *                         | 50,594,416,242            | 61,525,261             | 0.12  | N/A *                             |

\* Not available.

Sources: The Departments of Assessment and Taxation for Multnomah, Clackamas and Washington Counties. Center for Population Research and Census, School of Urban and Public Affairs, Portland State University.

# METRO

## Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures

for the last ten fiscal years

| Fiscal<br>year<br>ended<br><u>June 30,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total debt<br/>service</u> | <u>General Governmental Expenditures</u> |                               |              | Ratio of debt<br>service to total<br>general<br>governmental<br><u>expenditures</u> |
|--|------------------|-----------------|-------------------------------|--|-------------------------------|--------------|---|
|  |                  |                 |                               | <u>Primary<br/>government(1)</u>         | <u>Component<br/>unit (2)</u> | <u>Total</u> |   |
| 1984                                       | \$ -             | \$ -            | \$ -                          | \$ -                                     | \$ -                          | \$ -         | - %   |
| 1985                                       | -                | -               | -                             | -  | -                             | -            | -   |
| 1986                                       | -                | -               | -                             | -  | -                             | -            | -   |
| 1987                                       | -                | -               | -                             | -  | -                             | -            | -   |
| 1988                                       | -                | 4,409,513       | 4,409,513                     | 16,639,800                               | -                             | 16,639,800   | 26.50   |
| 1989                                       | 990,000          | 4,765,828       | 5,755,828                     | 19,786,044                               | -                             | 19,786,044   | 29.09   |
| 1990                                       | 1,045,000        | 4,674,253       | 5,719,253                     | 21,881,030                               | -                             | 21,881,030   | 26.14   |
| 1991                                       | 1,110,000        | 4,577,278       | 5,687,278                     | 21,503,353                               | 15,452,425                    | 36,955,778   | 15.39   |
| 1992                                       | 1,175,000        | 2,263,664       | 3,438,664                     | 22,342,266                               | 17,111,836                    | 39,454,102   | 8.72  |
| 1993                                       | 820,000          | 3,104,401       | 3,924,401                     | 24,504,409                               | 17,099,020                    | 41,603,429   | 9.43  |

(1) Includes General, Special Revenue and Debt Service Funds.

(2) Beginning July 1990, through an intergovernmental agreement, Metro's component unit, MERC, accounts for the operations of the Memorial Coliseum, Civic Stadium and Portland Center for the Performing Arts.

Source: Finance and Management Information Department, Accounting Division.

METRO

Schedule of Overlapping Bonded Debt -  
All Overlapping Governments

for the year ended June 30, 1993

| <u>Overlapping government</u>             | <u>Percent within District</u> |    | <u>Overlapping</u>       |                        |
|---|--------------------------------|----|--------------------------|------------------------|
|   |                                |    | <u>Gross bonded debt</u> | <u>Net direct debt</u> |
| Clackamas County                          | 74.28 %                        | \$ | 1,996,621                | \$ -                   |
| Clackamas 2 Water District                | 100.00                         |    | 485,000                  | 485,000                |
| Mt. Scott 3J Water District               | 100.00                         |    | 2,780,000                | 2,780,000              |
| Oak Lodge 4 Water District                | 100.00                         |    | 4,200,000                | 4,200,000              |
| Park Place 8 Water District               | 99.34                          |    | 19,867                   | 19,867                 |
| Rivergrove 14J Water District             | 100.00                         |    | 50,000                   | 50,000                 |
| Clairmont 18 Water District               | 26.40                          |    | 215,119                  | 54,109                 |
| Damascus 20 Water District                | 93.21                          |    | 69,907                   | 69,907                 |
| Damascus 20 Water District Bond Liability | 100.00                         |    | 38,000                   | 38,000                 |
| Palatine Hill 26J Water District          | 100.00                         |    | 3,000                    | -                      |
| Clackamas County Service District #1      | 100.00                         |    | 5,070,424                | 735,000                |
| Tri City Service District                 | 100.00                         |    | 18,950,000               | 18,640,000             |
| Oak Lodge RFPD 51                         | 100.00                         |    | 70,000                   | 70,000                 |
| Boring 59 RFPD                            | 64.44                          |    | 16,109                   | 16,109                 |
| Clackamas County SD 3J (West Linn)        | 93.97                          |    | 54,192,499               | 54,192,499             |
| Clackamas County SD 7J (Lake Oswego)      | 100.00                         |    | 20,715,000               | 20,715,000             |
| Clackamas County SD 12 (N Clackamas)      | 98.49                          |    | 20,697,211               | 20,697,211             |
| Clackamas County SD 26 (Damascus)         | 91.21                          |    | 3,493,438                | 3,493,438              |
| Clackamas County SD 44 (Boring)           | 76.89                          |    | 188,374                  | 188,374                |
| Clackamas County SD 86 (Canby)            | 26.90                          |    | 3,733,872                | 3,733,872              |
| Clackamas County SD 115 (Gladstone)       | 100.00                         |    | 125,000                  | 125,000                |
| Clackamas County UHD 1 (Canby)            | 22.37                          |    | 2,657,009                | 2,657,009              |
| Clackamas County UHD 2 (Sandy)            | 7.37                           |    | 21,383                   | 21,383                 |
| Clackamas Community College               | 72.85                          |    | 7,190,127                | 7,190,127              |
| City of Gladstone                         | 100.00                         |    | 1,400,000                | 1,390,000              |
| City of Lake Oswego                       | 100.00                         |    | 13,365,000               | 12,945,000             |
| City of Milwaukie                         | 100.00                         |    | 5,300,000                | 5,000,000              |
| City of Oregon City                       | 100.00                         |    | 2,800,000                | 2,800,000              |
| City of West Linn                         | 100.00                         |    | 2,520,000                | 1,950,000              |
| City of Wilsonville                       | 99.88                          |    | 5,978,943                | 2,177,344              |
| Multnomah County                          | 98.83                          |    | 74,121                   | -                      |
| Port of Portland                          | 90.92                          |    | 68,411,173               | 68,411,173             |
| Powell Valley Road Water District         | 100.00                         |    | 368,842                  | 38,641                 |
| Rockwood Water PUD                        | 100.00                         |    | 140,000                  | 140,000                |
| Tri-Metropolitan Transport District       | 96.73                          |    | 120,911,125              | 120,911,125            |
| Multnomah County SD 1J (Portland)         | 99.61                          |    | 107,142,807              | 107,142,807            |
| Multnomah County SD 4 (Gresham)           | 99.93                          |    | 25,879,726               | 25,879,726             |
| Multnomah County SD 6J (Orient)           | 67.85                          |    | 1,979,919                | 1,979,919              |
| Multnomah County SD 7 (Reynolds)          | 100.00                         |    | 3,125,000                | 3,125,000              |
| Multnomah County SD 19 (Sauvie Island)    | 38.31                          |    | 172,385                  | 172,385                |
| Multnomah County SD 28J (Centennial)      | 100.00                         |    | 16,839,567               | 16,839,567             |

(Continued)

METRO

Schedule of Overlapping Bonded Debt -  
All Overlapping Governments

for the year ended June 30, 1993

| Overlapping government                 | Percent<br>within<br>District | Overlapping             |                       |
|--|-------------------------------|-------------------------|-----------------------|
|  |                               | Gross<br>bonded<br>debt | Net<br>direct<br>debt |
| Multnomah County SD 39 (Corbett)       | 14.58                         | 56,876                  | 56,876                |
| Multnomah County SD 40 (David Douglas) | 100.00                        | 19,800,000              | 19,800,000            |
| Multnomah County SD 51J (Riverdale)    | 100.00                        | 835,000                 | 835,000               |
| Multnomah County UHD 2J (Gresham)      | 96.01                         | 4,128,322               | 4,128,322             |
| Mount Hood Community College           | 87.35                         | 5,280,144               | 5,280,144             |
| Portland Community College             | 91.41                         | 32,939,885              | 32,939,885            |
| City of Fairview                       | 100.00                        | 336,658                 | -                     |
| City of Gresham                        | 100.00                        | 15,671,000              | 9,140,000             |
| City of Portland                       | 100.00                        | 119,097,431             | 33,160,022            |
| City of Troutdale                      | 100.00                        | 7,046,118               | 1,756,833             |
| Washington County                      | 92.46                         | 14,243,524              | 11,358,760            |
| Tualatin Hills Park & Rec. District    | 99.97                         | 1,789,398               | 1,789,398             |
| Unified Sewerage Agency                | 99.51                         | 11,562,852              | 8,517,901             |
| Tigard Water District                  | 100.00                        | 440,000                 | 440,000               |
| Tualatin Valley Water District         | 99.96                         | 22,065,662              | 22,005,687            |
| Tualatin Valley Fire & Rescue District | 96.08                         | 2,060,933               | 2,060,933             |
| Washington County SD 1 (West Union)    | 72.95                         | 528,913                 | 528,913               |
| Washington County SD 7 (Hillsboro)     | 92.06                         | 6,094,597               | 6,094,597             |
| Washington County SD 15 (Forest Grove) | 72.89                         | 9,009,105               | 9,009,105             |
| Washington County SD 23J (Tigard)      | 99.28                         | 41,855,815              | 41,855,815            |
| Washington County SD 29 (Reedville)    | 97.77                         | 5,788,203               | 5,788,203             |
| Washington County SD 48J (Beaverton)   | 99.83                         | 73,397,736              | 73,397,736            |
| Washington County SD 58J (Farmington)  | 0.01                          | 39                      | 39                    |
| Washington County SD 88J (Sherwood)    | 65.22                         | 280,447                 | 280,447               |
| Washington County UHD 3-8J (Hillsboro) | 80.34                         | 4,980,801               | 4,980,801             |
| City of Beaverton                      | 100.00                        | 23,734,000              | 16,099,000            |
| City of Cornelius                      | 97.22                         | 921,766                 | -                     |
| City of Forest Grove                   | 98.31                         | 2,380,043               | -                     |
| City of Hillsboro                      | 99.31                         | 5,923,591               | 1,300,906             |
| City of Sherwood                       | 100.00                        | 610,000                 | -                     |
| City of Tigard                         | 100.00                        | 14,995,523              | 12,409,523            |
| City of Tualatin                       | 100.00                        | 8,982,657               | 6,947,657             |
| Totals                                 |                               | \$ 980,223,607          | \$ 843,037,095        |

Note: "Gross Bonded Debt" includes all general obligation and limited tax bonds.  
"Net Direct Debt" is gross bonded debt less Bancroft and other self-supporting general obligation and limited tax debt.

Source: The Municipal Debt Advisory Commission, State of Oregon

METRO

Schedule of Revenue Bond Coverage  
for the last ten fiscal years

| Fiscal year ended June 30, | Operating revenue (1) | Operating expenses (1) | Non-operating revenue | Net revenue available for debt service | Debt service requirements (2) |           |           | Debt service coverage |
|----------------------------|-----------------------|------------------------|-----------------------|--|-------------------------------|-----------|-----------|-----------------------|
|                            |                       |                        |                       |  | Principal                     | Interest  | Total     |                       |
| 1984                       | \$ -                  | \$ -                   | \$ -                  | \$ -                                   | \$ -                          | \$ -      | \$ -      | -                     |
| 1985                       | -                     | -                      | -                     | -                                      | -                             | -         | -         | -                     |
| 1986                       | -                     | -                      | -                     | -                                      | -                             | -         | -         | -                     |
| 1987                       | -                     | -                      | -                     | -                                      | -                             | -         | -         | -                     |
| 1988                       | -                     | -                      | -                     | -                                      | -                             | -         | -         | -                     |
| 1989                       | -                     | -                      | -                     | -                                      | -                             | -         | -         | -                     |
| 1990                       | -                     | -                      | -                     | -                                      | -                             | -         | -         | -                     |
| 1991                       | 40,436,412            | 36,350,167             | 3,149,826             | 7,236,071                              | -                             | 1,359,423 | 1,359,423 | 5.32                  |
| 1992                       | 50,374,548            | 47,397,126             | 1,942,424             | 4,919,846                              | 560,000                       | 1,631,308 | 2,191,308 | 2.25                  |
| 1993                       | 57,879,969            | 47,946,220             | 1,406,271             | 11,340,020                             | 1,175,000                     | 3,198,317 | 4,373,317 | 2.59                  |

(1) Revenue and expense amounts are based upon the full accrual basis of accounting excluding depreciation expense, post-closure costs and dedicated grant money.

(2) During 1992-93, debt service expenditures of \$25,900,757 were incurred to pay off the Metro/Riedel revenue bonds. This amount was received as pass-through debt service receipts from Credit Suisse, and has not been included as a debt service requirement for purposes of this schedule.

Source: Finance and Management Information Department, Accounting Division.

# METRO

## Demographic Statistics

for the last ten fiscal years (1)

| <u>Fiscal<br/>year<br/>ended<br/>June 30,</u> | <u>Population<br/>(estimated)</u> | <u>Per capita<br/>income</u> | <u>Portland<br/>metropolitan<br/>unemployment<br/>rate</u> |
|---|-----------------------------------|------------------------------|--|
| 1984  | 1,135,600                         | \$ 13,698                    | 8.0 %  |
| 1985  | 1,144,800                         | 14,326                       | 7.4  |
| 1986  | 1,155,500                         | 14,790                       | 7.1  |
| 1987  | 1,179,500                         | 15,614                       | 5.3  |
| 1988  | 1,202,200                         | 16,786                       | 4.8  |
| 1989  | 1,239,842                         | 18,269                       | 4.5  |
| 1990  | 1,241,600                         | 19,353                       | 4.2  |
| 1991  | 1,285,100                         | 19,404                       | 4.8  |
| 1992  | 1,308,700                         | N/A *                        | 6.1  |
| 1993  | N/A *                             | N/A *                        | 6.2  |

\* Not available.

(1) Based upon Portland PMSA, consisting of Clackamas, Multnomah, Washington and Yamhill counties.

Sources: Department of Human Resources, State of Oregon.  
U. S. Bureau of Commerce.  
Center for Population Research and Census, School of Urban and Public Affairs, Portland State University.

# METRO

## Construction Permits and Bank Deposits

for the last ten fiscal years

| Fiscal<br>year<br>ended<br><u>June 30,</u> | Construction Permits (1) |                |              |                | Bank<br>deposits<br><br>(amounts in thousands) |
|--|--------------------------|----------------|--------------|----------------|--|
|  | Non-residential          |                | Residential  |                |  |
|  | <u>Buildings</u>         | <u>Value</u>   | <u>Units</u> | <u>Value</u>   |  |
| 1984                                       | 4,435                    | \$ 269,051,125 | 8,426        | \$ 296,565,779 | \$ 8,510,798                                   |
| 1985                                       | 4,637                    | 308,769,078    | 8,618        | 295,181,575    | 8,236,707                                      |
| 1986                                       | 4,761                    | 396,396,295    | 11,299       | 406,633,967    | 7,974,670                                      |
| 1987                                       | 4,645                    | 382,064,988    | 10,422       | 425,607,263    | 8,817,445                                      |
| 1988                                       | 4,571                    | 371,880,079    | 10,990       | 494,235,508    | 9,713,104                                      |
| 1989                                       | 4,901                    | 496,910,871    | 11,197       | 583,124,984    | N/A (2)  |
| 1990                                       | 5,358                    | 540,821,464    | 17,335       | 851,994,254    | 8,653,681                                      |
| 1991                                       | 4,521                    | 580,119,349    | 15,535       | 888,096,366    | 11,927,955 (3)                                 |
| 1992                                       | 4,811                    | 515,923,478    | 12,821       | 748,019,974    | 13,247,233                                     |
| 1993                                       | 5,051                    | 538,864,348    | 13,750       | 810,588,925    | 15,111,868                                     |

(1) Information is for the tri-county area, and is based upon the calendar year end that ended during the fiscal year shown. Non-residential includes commercial, institutional, garages, etc. for both new construction and alteration permits.

(2) Information is not available for fiscal year 1988-89 per the Oregon Banking Commission.

(3) Information is not available for a large interstate bank with branches in Clackamas, Washington, and Multnomah counties.

Sources: The State of Oregon Housing and Community Services Department.  
State of Oregon Banking Commission.

# METRO

## Principal Taxpayers Within the District by County (amounts expressed in thousands)

| <u>Taxpayer account</u>               | <u>Type of business</u> | <u>Assessed valuation</u> | <u>Metro assessed valuation</u> |
|---------------------------------------|-------------------------|---------------------------|---------------------------------|
| June 30, 1993                         |                         |                           |                                 |
| <b>Multnomah County:</b>              |                         |                           |                                 |
| U. S. West                            | Telephone utility       | \$ 378,645                | 1.50 %                          |
| Pacific Power and Light               | Electric utility        | 172,414                   | 0.68                            |
| Portland General Electric             | Electric utility        | 158,319                   | 0.63                            |
| Northwest Natural Gas                 | Natural gas utility     | 103,855                   | 0.41                            |
| SI-Lloyd Associates                   | Shopping mall           | 94,000                    | 0.37                            |
| Boeing Company                        | Aircraft manufacturing  | 90,150                    | 0.36                            |
| Oregon Steel Mills                    | Steel products          | 81,524                    | 0.32                            |
| Wacker Siltronic Corp.                | Electronics             | 67,379                    | 0.27                            |
| Union Pacific Railroad                | Railroad                | 65,034                    | 0.26                            |
| Fujitsu Micro Electronics             | Electronics             | 64,633                    | 0.26                            |
| All other taxpayers                   | -                       | 23,951,804                | 94.95                           |
|                                       | Total                   | <u>\$ 25,227,757</u>      | <u>100.00 %</u>                 |
| <b>Washington County:</b>             |                         |                           |                                 |
| Tektronix, Inc.                       | Electronics             | \$ 226,970                | 1.54 %                          |
| GTE Northwest Incorporated            | Telephone utility       | 181,873                   | 1.23                            |
| Intel Corporation                     | Electronics             | 178,250                   | 1.21                            |
| Nike                                  | Athletic apparel        | 102,907                   | 0.70                            |
| Portland General Electric             | Electric utility        | 99,653                    | 0.68                            |
| Northwest Natural Gas                 | Natural gas utility     | 82,758                    | 0.56                            |
| Washington Square                     | Shopping mall           | 55,126                    | 0.37                            |
| S. F. Oregon Co.,Ltd.                 | Banking center          | 42,043                    | 0.29                            |
| Hartford Underwriters Ins. Co.        | Insurance               | 36,718                    | 0.25                            |
| CE\Vivian Bernard Et Al               | -                       | 29,166                    | 0.20                            |
| All other taxpayers                   | -                       | 13,698,802                | 92.97                           |
|                                       | Total                   | <u>\$ 14,734,266</u>      | <u>100.00 %</u>                 |
| <b>Clackamas County:</b>              |                         |                           |                                 |
| Clackamas Association Ltd Partnership | Shopping mall           | \$ 88,683                 | 0.83 %                          |
| Mentor Graphics Corp.                 | Electronics             | 87,554                    | 0.82                            |
| Precision Castparts Corp.             | Manufacturing           | 77,384                    | 0.73                            |
| U. S. West                            | Telephone utility       | 75,640                    | 0.71                            |
| Portland General Electric             | Electric utility        | 65,123                    | 0.61                            |
| Metropolitan Life Insurance Company   | Insurance               | 62,201                    | 0.59                            |
| Northwest Natural Gas                 | Natural gas utility     | 49,065                    | 0.46                            |
| Simpson Paper Company                 | Paper products          | 42,053                    | 0.40                            |
| Tektronix, Inc.                       | Electronics             | 41,188                    | 0.39                            |
| United Grocers, Inc.                  | Wholesale grocers       | 38,295                    | 0.36                            |
| All other taxpayers                   | -                       | 10,005,207                | 94.11                           |
|                                       | Total                   | <u>\$ 10,632,393</u>      | <u>100.00 %</u>                 |

Source: The Departments of Assessment and Taxation for Multnomah, Clackamas and Washington counties.



METRO

Insurance in Force

June 30, 1993

| <u>Insurance Company</u>          | <u>Policy #</u> | <u>Amount of policy</u> | <u>Type of coverage</u>  | <u>Expiration date</u> | <u>Premium</u> |
|-----------------------------------|-----------------|-------------------------|--|------------------------|----------------|
| Allendale Insurance Company       | UA 373          | \$ 278,080,000          | "All Risk" property coverage includes a wide range of related coverages including earthquake, flood, boiler, and machinery | June 30, 1993          | \$ 139,104     |
| ITT Hartford                      | 52 04300276A    | 1,000,000               | Automobile   | April 3, 1994          | 1,238          |
| United National Insurance Company | GA 623564       | 500,000                 | Liquor liability coverage  | January 1, 1994        | 7,641          |
| Hartford Accident and Indemnity   | PEB PE 8687     | 625,000                 | Crime coverage/employee faithful performance   | June 30, 1993          | 15,395         |
| SAIF Corporation                  | -               | Statutory               | Workers compensation   | June 30, 1993          | 80,000 deposit |

120

Source: Finance and Management Information Department, Risk Management Division.

# METRO

## Summary of Delivered Solid Waste Tonnage by Facility

for the last ten calendar years (1)

| Calendar year | Metro Operated Facilities |               |           |           |         | Non-Metro Operated Facilities |          |              |                       |         |               |         | Delivered Tonnage Total |           |
|---------------|---------------------------|---------------|-----------|-----------|---------|-------------------------------|----------|--------------|-----------------------|---------|---------------|---------|-------------------------|-----------|
|               | Metro South               | Metro Central | Composter | St. Johns | Total   | Hillsboro                     | Lakeside | Forest Grove | East County Recycling | Wastech | Marion County | Other   |                         | Total     |
| 1984          | 234,031                   | -             | -         | 327,862   | 561,893 | 28,714                        | 30,640   | -            | -                     | -       | -             | 150,468 | 209,822                 | 771,715   |
| 1985          | 276,018                   | -             | -         | 409,300   | 685,318 | 36,917                        | 34,734   | -            | -                     | -       | -             | 162,992 | 234,643                 | 919,961   |
| 1986          | 287,322                   | -             | -         | 376,170   | 663,492 | 46,662                        | 42,302   | 33,680       | -                     | -       | 1,162         | 164,517 | 288,323                 | 951,815   |
| 1987          | 293,391                   | -             | -         | 395,577   | 688,968 | 53,864                        | 44,389   | 36,639       | -                     | -       | -             | 190,535 | 325,427                 | 1,014,395 |
| 1988          | 304,401                   | -             | -         | 401,070   | 705,471 | 66,438                        | 49,919   | 38,074       | 5,696                 | 10,912  | -             | 188,506 | 359,545                 | 1,065,016 |
| 1989          | 340,995                   | -             | -         | 388,372   | 729,367 | 101,622                       | 67,622   | 61,069       | 20,904                | 9,366   | 4,909         | 113,897 | 379,389                 | 1,108,756 |
| 1990          | 368,394                   | -             | -         | 473,726   | 842,120 | 153,477                       | 69,194   | 65,246       | 33,684                | 7,004   | 7,989         | 16,901  | 353,495                 | 1,195,615 |
| 1991          | 313,906                   | 258,883       | 114,218   | 36,463    | 723,470 | 201,159                       | 66,640   | 68,074       | 32,111                | 13,224  | 9,233         | 11,839  | 405,704                 | 1,129,174 |
| 1992          | 357,263                   | 327,518       | 12,628    | -         | 697,409 | 197,147                       | 71,113   | 68,604       | 38,467                | 5,804   | 6,371         | 40,353  | 427,859                 | 1,125,268 |
| 1993          | 366,300                   | 349,400       | -         | -         | 715,700 | 186,900                       | 71,300   | 70,700       | 38,600                | 4,300   | 4,900         | 40,900  | 417,600                 | 1,133,300 |

121

(1) Information provided is based upon a calendar year. August through December of 1993 have been estimated.

Source: Metro Solid Waste Department

# METRO

## Miscellaneous Statistical Data

June 30, 1993

Created by Oregon Legislature  
 Metro Charter passed by voters  
 Metro Charter effective date

1977  
 November 3, 1992  
 January 1, 1993

Form of government:

Primary Government - Metro

Elected Executive Officer and elected  
 thirteen member District Council

Component Unit - MERC

Seven member appointed Commission

Metro Area - Square miles

460.6

Number of paid employees at June 30, 1993

Metro

594

Metropolitan Exposition - Recreation Commission

509

Total

1,103

Metro Washington Park Zoo Attendance  
 for last ten fiscal years ended June 30,

Total Attendance

1984

738,444

1985

814,548

1986

794,578

1987

977,959

1988

892,221

1989

1,003,413

1990

1,080,342

1991

952,925

1992

1,162,078

1993

977,522

Ten largest cities in the Metro District at July 1, 1992

Population

Portland

458,275

Gresham

72,210

Beaverton

58,785

Hillsboro

40,350

Lake Oswego

31,885

Tigard

31,265

Milwaukie

19,550

West Linn

17,645

Oregon City

16,810

Tualatin

16,640

Source: Metro's Finance and Management Information Department, Accounting Division.  
 Metro Washington Park Zoo.  
 Metro's Planning Division.

# METRO

## Reuse and Recycling Data Metro Regional Center Project

For the year ended June 30, 1993

Metro renovated a vacant department store into earth-wise offices for its headquarters building, Metro Regional Center:

### Salvage and Reuse

Materials salvaged before demolition by local nonprofits and salvage companies:

|                          |          |
|--------------------------|----------|
| Wood                     | 124 tons |
| Hardwood flooring        | 20 tons  |
| Carpet                   | 9 tons   |
| Doors, bathroom fixtures | 2 tons   |
| Shrubs                   | 4 tons   |

### Recycling and Recovery

Materials recycled by general and subcontractors:

|                      |          |
|----------------------|----------|
| Metal                | 406 tons |
| Wood                 | 203 tons |
| Sheet rock           | 111 tons |
| Corrugated cardboard | 5 tons   |

### Recycled Products

Products made from recycled materials and its source:

- Foam insulation from polystyrene
- Steel insulation from steel slag
- Ceiling tile from newspapers
- Paint from old latex collected at Metro's household hazardous waste facility
- Gypsum wallboard from newspapers and gypsum
- Floor tiles from waste glass
- Restroom partitions from HDPE plastic
- Locker room benches from HDPE plastic
- Resilient flooring from tires
- Wheel stops from mixed plastics
- Landscaping soil from yard debris

Source: Metro's Solid Waste Department.

**AUDIT  
COMMENTS  
AND  
DISCLOSURES  
REQUIRED  
BY STATE  
REGULATIONS**

**AUDIT COMMENTS AND DISCLOSURES  
REQUIRED BY STATE REGULATIONS**

Oregon Administrative Rules 162-10-050 through 162-20-320 incorporated in the Minimum Standards for Audits of Oregon Municipal Corporations, as 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 the preceding sections of this report. Required comments and disclosures related to our audit of such statements and schedules are set forth in the following pages.

## AUDIT COMMENTS AND DISCLOSURES

### Internal Control Structure

We have audited the combined financial statements of Metro for the year ended June 30, 1993, and have issued our report thereon dated October 8, 1993. In planning and performing our audit of the general purpose financial statements of Metro for the year ended June 30, 1993, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the combined financial statements and reporting on federal financial assistance programs and not to provide assurance on the internal control structure.

The management of Metro is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation the combined financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of Metro and the State of Oregon, Secretary of State, Division of Audits and should not be used for any other purpose.

## AUDIT COMMENTS AND DISCLOSURES, CONTINUED

### Other Audit Comments and Disclosures

In connection with our audit, nothing came to our attention, except for the matters noted below, that caused us to believe Metro was not in compliance with:

- ORS 294.305 to 294.520 in the preparation and adoption of its budget for the fiscal years ended June 30, 1993, except for the following over-expenditures at the level of budgetary control:

| <u>Fund</u>                        | <u>Budget category</u>        | <u>Budget</u> | <u>Actual</u> | <u>Variance</u> |
|------------------------------------|-------------------------------|---------------|---------------|-----------------|
| <b>Primary government - Metro:</b> |                               |               |               |                 |
| Zoo Capital Fund                   | Capital outlay                | 926,300       | 932,640       | 6,340           |
| <b>Component unit - MERC:</b>      |                               |               |               |                 |
| Spectator Facilities Fund          | PCPA - materials and services | 966,511       | 968,743       | 2,232           |
| Coliseum Fund                      | Capital outlay                | 60,700        | 72,542        | 11,842          |
| MERC Management Pool Fund          | Personal services             | 737,141       | 738,602       | 1,461           |

- the legal requirements relating to debt;
- the collateral requirements for public fund deposits specified in ORS Chapter 295;
- the appropriate law, rules, and regulations pertaining to programs funded wholly or partially by other governmental agencies;
- ORS 294.035 in the investment of public monies; and
- ORS Chapter 279 in the awarding of public contracts and the construction of public improvements.



## AUDIT COMMENTS AND DISCLOSURES, CONTINUED

However, it should be noted our audit was not directed primarily toward obtaining knowledge of noncompliance with such requirements.

Additionally, we make the following other comments:

- We found Metro's accounting records to be adequate for audit purposes.
- We reviewed Metro's insurance and fidelity bond coverage at June 30, 1993 and ascertained such policies appeared to be in force. We are not competent by training to state whether the insurance policies covering Metro-owned property in force at June 30, 1993 are adequate.

This report is intended for the information of Metro and the State of Oregon, Secretary of State, Division of Audits, and should not be used for any other purpose.