

PASSED

THE BOARD OF COUNTY COMMISSIONERS, LANE COUNTY, OREGON

ORDER AND	)	IN THE MATTER OF ACKNOWLEDGING RECEIPT
RESOLUTION	)	OF THE LANE COUNTY COMPREHENSIVE ANNUAL
04-1-21-4	)	FINANCIAL REPORT (CAFR) FOR THE YEAR
	)	ENDED JUNE 30, 2003, AND SETTING FORTH THE
	)	CORRECTIVE MEASURES FOR DEFICIENCIES
	)	DISCLOSED THEREIN

WHEREAS, ORS 297.465(2) requires that a copy of the audit report be furnished to each person who was a member of the governing body at the end of the calendar or fiscal year and to each member of the current governing body; and

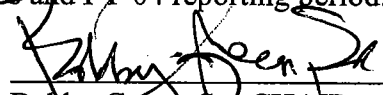
WHEREAS, ORS 297.466(2) requires that upon receipt of an audit report under ORS 297.465 the governing body of a county shall determine the measures it considers necessary to correct any deficiencies disclosed in the report and shall adopt a resolution setting forth the corrective measures it proposes and the period of time estimated to complete them; and

WHEREAS, ORS 297.466(3) requires that within 30 days after a county files a copy of its audit report with the Secretary of State under ORS 297.465 a copy of the resolution prepared under the preceding section shall also be filed; and

WHEREAS, the *Audit Comments* section of the independent auditor's report on page 141 of the Lane County Comprehensive Annual Financial Report noted exceptions to compliance with Local Budget Law.

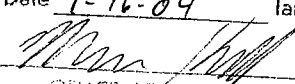
IT IS HEREBY ORDERED that the Board of Commissioners acknowledges receipt of the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2003; and it is

FURTHER ORDERED AND RESOLVED that the Budget and Planning Office and the Financial Services Division shall undertake the corrective measures agreed upon in Attachment A during the FY 04-05 budget process and FY 04 reporting period.

  
 Bobby Green, Sr., CHAIR  
 Board of County Commissioners

Dated this 21st day of January 2004.

APPROVED AS TO FORM

Date 1-16-04 lane county  
  
 OFFICE OF LEGAL COUNSEL

**THE BOARD OF COUNTY COMMISSIONERS, LANE COUNTY, OREGON**

**ORDER 04-1-21- ATTACHMENT A**

Agreed upon corrective measures:

- Expenditures for the year ended June 30, 2003 exceeded appropriations as described in the notes to the basic financial statements.

The expenditures in excess of appropriations detailed in the Notes to Basic Financial Statements resulted from unanticipated additional resources. A supplementary budget should have been prepared to increase appropriations to account for the additional resources available. Finance and Budget staff will develop and provide enhanced budget monitoring tools and training prior to June 30, 2004.

- The budget for the year ended June 30, 2004 included one category with a negative appropriation.

The negative appropriation amount reflected an estimate of savings to be achieved through ongoing negotiations that could not at the time reasonably be allocated to an organizational unit. While the definition of "Appropriation" per ORS 294.311 does not specifically exclude negative amounts, budget staff will consult with Oregon Department of Revenue for appropriate reporting should a similar situation arise in the future.

- The budget for the year ended June 30, 2004 included a combined category called "fiscal transactions" rather than separate appropriations for transfers, debt service, etc.

For clarity in future budget years, the fiscal transactions will be detailed as to debt service, special payments, interfund transfers and capital outlay per ORS 294.435(3).