CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT

Astoria, Oregon

ANNUAL FINANCIAL REPORT

June 30, 2022

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

DISTRICT OFFICIALS

June 30, 2022

BOARD OF COMMISSIONERS

Mark Kujala, Chair
800 Exchange Street, Suite 410
Astoria, Oregon 97103

Lianne Thompson, Vice Chair
800 Exchange Street, Suite 410
Astoria, Oregon 97103

John Toyooka
800 Exchange Street, Suite 410
Astoria, Oregon 97103

Courtney Bangs
800 Exchange Street, Suite 410
Astoria, Oregon 97103

Pamela Wev
800 Exchange Street, Suite 410
Astoria, Oregon 97103

REGISTERED AGENT

Don Bohn, County Manager
800 Exchange Street, Suite 410
Astoria, Oregon 97103

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

TABLE OF CONTENTS

June 30, 2022

	Page Number
INTRODUCTORY SECTION	
Title Page	
District Officials	
Table of Contents	
FINANCIAL SECTION	
Independent Auditor's Report	1-3
Management's Discussion and Analysis	4-9
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	10
Statement of Activities	11
Fund Financial Statements	
Balance Sheet – Governmental Fund	12
Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities	13
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund	14
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of the Governmental Fund to the Statement of Activities	15
Notes to Basic Financial Statements	16-27
Required Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund	28
OTHER FINANCIAL SCHEDULES	
Schedule of Property Tax Transactions	29
AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS	
Independent Auditor's Report Required by Oregon State Regulations	30-31

FINANCIAL SECTION

KOONTZ, BLASQUEZ & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Clatsop County Rural Law Enforcement District
Astoria, Oregon 97103

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities and the major fund of Clatsop County Rural Law Enforcement District, Astoria, Oregon, a component unit of Clatsop County, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of Clatsop County Rural Law Enforcement District as of June 30, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Clatsop County Rural Law Enforcement District and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

920 Elm Street SW • P.O. Box 605 • Albany, Oregon 97321
(541) 926-5543 • (541) 967-9460 fax

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not absolute assurance, and therefore, is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Clatsop County Rural Law Enforcement District's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events considered in the aggregate that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 through 9 and 28, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the management's discussion and analysis in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the management's discussion and analysis because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Clatsop County Rural Law Enforcement District's basic financial statements. The schedule of property tax transactions is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The schedule of property tax transactions has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Report on Other Legal and Regulatory Requirements

In accordance with the Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 12, 2022 on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing, and not to provide an opinion on compliance.

Koontz, Blasquez & Associates, P.C.

By: Debra L. Blasquez
Debra L. Blasquez, CPA

Albany, Oregon
December 12, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

INTRODUCTION

As management of Clatsop County Rural Law Enforcement District, Astoria, Oregon, we offer readers this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2022. It should be read in conjunction with the District's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- At June 30, 2022, total net position of Clatsop County Rural Law Enforcement District amounted to $2,386,369. Of this amount, $349,141 was invested in capital assets and the remaining balance of $2,037,228 was unrestricted.

- The District's total net position decreased by $398,211 during the current fiscal year.

- Overall expenses were $3,147,753, which exceeded total revenues of $2,749,542 by $398,211.

OVERVIEW OF FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets and liabilities with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

The government-wide financial statements can be found on pages 10 through 11 of this report.

Fund Financial Statements

The fund financial statements are designed to demonstrate compliance with finance-related legal requirements overseeing the use of fund accounting. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities and objectives. The only fund of Clatsop County Rural Law Enforcement District is a governmental fund.

- **Governmental Funds**

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

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

  The District maintains one governmental fund. Information is presented in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the General Fund, which is considered to be a major governmental fund.

  Clatsop County Rural Law Enforcement District adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided to demonstrate compliance with the budget.

  The basic governmental fund financial statements can be found on pages 12 through 15 of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the financial data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 16 through 27 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, which includes budgetary comparison information for the General Fund. This required supplementary information can be found on page 28 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. At June 30, 2022, the District's assets exceeded liabilities by $2,386,369.

A portion of the District's net position reflects its investment in capital assets (e.g., land, buildings, and equipment). The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

District's Net Position

At the end of the current fiscal year, the District was able to report positive balances in all categories of net position. The District's net position decreased by $398,211 during the current fiscal year.

Condensed statement of net position information is shown below.

Condensed Statement of Net Position

	Governmental Activities	
	2022	2021
Assets		
Current assets	$ 2,044,716	$ 2,509,798
Net capital assets	349,141	288,010
Total assets	2,393,857	2,797,808
Liabilities		
Current liabilities	7,488	13,228
Net position		
Net investment in capital assets	349,141	288,010
Unrestricted	2,037,228	2,496,570
Total net position	$ 2,386,369	$ 2,784,580

District's Changes in Net Position

The condensed statement of activities information shown below explains changes in net position.

Condensed Statement of Activities

	Governmental Activities	
	2022	2021
General revenues		
Property taxes	$ 1,612,773	$ 1,582,244
Other taxes	111,490	115,623
Timber and land sales	1,017,763	1,084,100
Investment earnings	5,145	26,546
Miscellaneous	2,371	37,253
Total revenues	2,749,542	2,845,766
Program expenses		
Public safety	3,147,753	3,183,614
Change in net position	(398,211)	(337,848)
Net position - beginning of year	2,784,580	3,122,428
Net position - end of year	$ 2,386,369	$ 2,784,580

FINANCIAL ANALYSIS OF THE DISTRICT'S FUND

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

Governmental Fund

The focus of the District's governmental fund is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measurement of the District's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the District's governmental fund reported a fund balance of $1,986,061, a decrease of $459,663 from the prior year. This entire amount constitutes unassigned fund balance, which is available for spending at the District's discretion.

The 18.8% decrease in total fund balance can be attributed to a decrease in revenues from the prior year.

BUDGETARY HIGHLIGHTS

Budget amounts shown in the financial statements reflect the original budget amounts.

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

The table below compares revenues and expenditures of the District to budgeted amounts used by the District to monitor performance during the year. The overall change in fund balance was budgeted at a net decrease of $2,397,440. Total actual expenditures exceeded total revenues by $459,663. The favorable variance of $1,937,777 can be attributed to expenditures being less than anticipated.

	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues			
Property taxes	$ 1,610,240	$ 1,612,452	$ 2,212
Other taxes	90,500	111,490	20,990
Timber and land sales	952,440	1,017,763	65,323
Intergovernmental	600	-	(600)
Investment earnings	24,000	5,145	(18,855)
Miscellaneous	4,000	2,371	(1,629)
Total revenues	2,681,780	2,749,221	67,441
Expenditures			
Sheriff Rural Law Enforcement District			
Current			
Personnel services	2,412,890	2,347,320	(65,570)
Materials and services	776,730	727,000	(49,730)
Special payments	26,000	26,000	-
Capital outlay	113,000	108,564	(4,436)
Contingency	1,750,600	-	(1,750,600)
Total expenditures	5,079,220	3,208,884	(1,870,336)
Excess (deficiency) of revenues over (under) expenditures	(2,397,440)	(459,663)	1,937,777
Fund balance - beginning	2,397,440	2,445,724	48,284
Fund balance - ending	$ -	$ 1,986,061	$ 1,986,061

The following denotes explanations for some of the major variances between budgeted and actual amounts above:

- Other taxes were budgeted for $90,500. Actual revenues were $111,490 (23.2% over budget), which is the result of a shared service fund in accordance with ORS 285C.365 and ORS 285C.639. This amount varies every year and, therefore, Clatsop County cannot anticipate what actual revenues will be.

- Investment earnings were budgeted for $24,000. Actual revenues were $5,145 (78.6% under budget) due to a decrease in interest rates from the previous fiscal year and investment premium amortization.

- Miscellaneous revenues were budgeted for $4,000. Actual revenues were $2,371 (40.7% under budget) and are based on the sales of aged capital equipment that is auctioned off at the end of the life cycle for the County's use of this equipment.

CAPITAL ASSETS

The District's investment in capital assets for its governmental activities as of June 30, 2022 amounted to $349,141, net of accumulated depreciation. This investment in capital assets includes buildings and improvements, equipment and vehicles, computer equipment, and tools and equipment. The total depreciation expense related to the District's investment in capital assets for its governmental activities during the current fiscal year was $102,773.

Additional information on the District's capital assets can be found in Note III-C on pages 25 through 26 of this report.

KEY ECONOMIC FACTORS AND BUDGET INFORMATION FOR THE FUTURE

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that could affect its future financial health:

- The District expects continued reductions in a number of federal and state revenue sources.
- The District expects increases in personnel costs and retirement contributions.
- The District's reliance on timber revenues.

These factors were considered in preparing the District's budget for fiscal year 2022-2023.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional information should be directed to the following address: Clatsop County Budget and Finance, 800 Exchange Street, Suite 310, Astoria, Oregon 97103.

BASIC FINANCIAL STATEMENTS

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

STATEMENT OF NET POSITION

June 30, 2022

	Governmental Activities
ASSETS	
Current assets	
Cash and cash equivalents	$ 987,768
Investments	993,410
Property taxes receivable	63,538
Total current assets	2,044,716
Capital assets, net of accumulated depreciation	349,141
Total assets	2,393,857
LIABILITIES	
Current liabilities	
Accounts payable	7,488
NET POSITION	
Net investment in capital assets	349,141
Unrestricted	2,037,228
Total net position	$ 2,386,369

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

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2022

		Program Revenues			Net (Expense) Revenue and Changes in Net Position
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities					
Public safety	$ 3,147,753	$ -	$ -	$ -	$ (3,147,753)
General revenues					
Property taxes					1,612,773
Other taxes					111,490
Timber and land sales					1,017,763
Investment earnings					5,145
Miscellaneous					2,371
Total general revenues					2,749,542
Change in net position					(398,211)
Net position - beginning					2,784,580
Net position - ending					$ 2,386,369

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

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

BALANCE SHEET

GOVERNMENTAL FUND

June 30, 2022

	General Fund
ASSETS	
Cash and cash equivalents	$ 987,768
Investments	993,410
Property taxes receivable	63,538
Total assets	$ 2,044,716
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	
Liabilities	
Accounts payable	$ 7,488
Deferred inflows of resources	
Unavailable revenue - property taxes	51,167
Fund balance	
Unassigned	1,986,061
Total liabilities, deferred inflows of resources, and fund balance	$ 2,044,716

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

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE
TO NET POSITION OF GOVERNMENTAL ACTIVITIES

June 30, 2022

Total fund balance		$ 1,986,061
Capital assets are not financial resources and are therefore not reported in the governmental fund:		
Cost	1,236,037	
Accumulated depreciation	(886,896)	349,141
Property tax revenue is recognized in the net position of governmental activities when the taxes are levied; however, in the governmental fund statements, it is recognized when available to be used for current year operations. Taxes not collected within 60 days of the end of the year are not considered available to pay for current year operations and are therefore not reported as revenue in the governmental fund.		51,167
Net position of governmental activities		$ 2,386,369

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

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUND

For the Year Ended June 30, 2022

	General Fund
REVENUES	
Property taxes	$ 1,612,452
Other taxes	111,490
Timber and land sales	1,017,763
Investment earnings	5,145
Miscellaneous	2,371
Total revenues	2,749,221
EXPENDITURES	
Current	
Public safety	3,100,320
Capital outlay	108,564
Total expenditures	3,208,884
Excess (deficiency) of revenues over (under) expenditures	(459,663)
Fund balance - beginning	2,445,724
Fund balance - ending	$ 1,986,061

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

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

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

For the Year Ended June 30, 2022

Net change in fund balance		$ (459,663)
Amounts reported for governmental activities on the statement of activities are different because:		
The governmental fund reports capital outlay as expenditures; however, on the statement of activities, the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.		
Expenditures for capital assets	164,055	
Less current year depreciation	(102,773)	
Disposals of capital assets	(19,868)	
Related accumulated depreciation	19,717	61,131
Property taxes that do not meet the measurable and available criteria are not recognized as revenue in the current year in the governmental fund. On the statement of activities, property taxes are recognized as revenue when levied.		321
Change in net position		$ (398,211)

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

NOTES TO BASIC FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Clatsop County Rural Law Enforcement District have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. Reporting Entity

Clatsop County Rural Law Enforcement District was formed for the purpose of enhancing law enforcement in the rural areas of Clatsop County. The District is reported as a component unit of Clatsop County.

Clatsop County Rural Law Enforcement District is managed by Clatsop County's five-member board of commissioners. In addition, the District has an elected five-member advisory board that makes budget recommendations to the County's budget committee.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) charges for goods and services provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. Property taxes, investment earnings, and charges for services associated with the current fiscal period are all considered to be susceptible to accrual and have therefore been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental fund:

General Fund – The General Fund is the District's only fund. It accounts for all financial resources of the District.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. Furthermore, committed fund balances are reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

D. Assets, Liabilities, Deferred Outflows and Inflows of Resources, and Equity

1. Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, Deferred Outflows and Inflows of Resources, and Equity (Continued)

1. Deposits and Investments (Continued)

State statutes authorize the District to invest in legally issued general obligations of the United States, the agencies and instrumentalities of the United States and the states of Oregon, Washington, Idaho, or California, certain interest-bearing bonds, time deposit open accounts, certificates of deposit, and savings accounts in banks, mutual savings banks, and savings and loan associations that maintain a head office or a branch in this state in the capacity of a bank, mutual savings bank, or savings and loan association, and share accounts and savings accounts in credit unions in the name of, or for the benefit of, a member of the credit union pursuant to a plan of deferred compensation.

2. Property Taxes

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 collection to entities levying taxes. Property taxes are levied and become a lien as of July 1 on property values assessed as of June 30. Property taxes are payable in three installments, which are due on November 15, February 15, and May 15.

Uncollected property taxes are shown as assets in the governmental fund. Property taxes collected within approximately 60 days of fiscal year-end are recognized as revenue, while the remaining are recorded as unavailable revenue because they are not deemed available to finance operations of the current period.

3. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost where no historical records exist. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance or repairs that do not add to the value of an asset or materially extend its life are charged to expenditures as incurred and are not capitalized.

Major capital outlays for capital assets and improvements are capitalized as projects are constructed.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, Deferred Outflows and Inflows of Resources, and Equity (Continued)

3. Capital Assets (Continued)

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

Assets	Years
Machinery and equipment	5
Buildings and improvements	40

4. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period and therefore, will not be recognized as an outflow of resources until that time.

In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period and therefore, will not be recognized as an inflow of resources until that time. The District has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only on the balance sheet. The governmental fund reports unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

5. Fund Equity

The District reports fund equity in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions.* The following classifications describe the relative strength of the spending constraints:

- Nonspendable fund balance – amounts that are in nonspendable form (such as inventory) or are required to be maintained intact.

- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, Deferred Outflows and Inflows of Resources, and Equity (Continued)

5. Fund Equity (Continued)

- Committed fund balance – amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e., board of commissioners). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest-level action to remove or change the constraint.

- Assigned fund balance – amounts the District intends to use for a specific purpose. Intent can be expressed by the board of commissioners or by an official or body to which the board of commissioners delegates the authority.

- Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

Commitment or assignment of fund balance is accomplished through adoption of a resolution or ordinance by the board of commissioners. Further, commitments and assignments of fund balance may be modified or rescinded only through approval of the board of commissioners via resolution or ordinance. Authority to assign fund balance has been granted to the Budget Officer.

The District has not formally adopted a minimum fund balance policy.

E. Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may vary from those estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The District budgets its fund in accordance with the requirements of state law. An annual appropriated budget is adopted for the General Fund. The fund is budgeted on the modified accrual basis of accounting.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

The District begins its budgeting process by appointing budget committee members. Management prepares a budget, which is reviewed by the budget committee. The budget is then published in proposed form and is presented at public hearings to obtain taxpayer comments and approval from the budget committee. The budget is legally adopted by the board of commissioners by resolution prior to the beginning of the District's fiscal year. The board resolution authorizing appropriations for the fund sets the level by which expenditures cannot legally exceed appropriations. Total personnel services, materials and services, debt service, capital outlay, and contingency for the fund are the levels of control established by the resolution. The detailed budget document, however, is required to contain more specific detailed information for the aforementioned expenditure categories and management may revise the detailed line-item budgets within appropriation categories. Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriation resolution. Supplemental budgets less than 10% of the fund's original budget may be adopted by the board of commissioners at a regular board meeting. A supplemental budget greater than 10% of the fund's original budget requires hearings before the public, publication in newspapers, and approval by the board of commissioners. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control. Such transfers require approval by the board of commissioners. During the year, there were no supplemental budgets. The District does not use encumbrances and appropriations lapse at year-end.

Budget amounts shown in the financial statements reflect the original budget amounts.

III. DETAILED NOTES ON THE FUND AND ALL ACCOUNT GROUPS

A. Deposits and Investments

Clatsop County Rural Law Enforcement District's deposits and investments are held by Clatsop County in a pool of cash and cash equivalents that is available for use by the District and all funds of the County. The District's fund's portion of this pool is displayed on the fund financial statements as cash and cash equivalents and investments. Interest earned on pooled cash and investments is allocated to participating funds based upon their combined cash and investment balances.

Investments, including amounts held in pooled cash and investments, are stated at fair value. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*, investments with a remaining maturity of more than one year at the time of purchase are stated at fair value.

III. DETAILED NOTES ON THE FUND AND ALL ACCOUNT GROUPS (Continued)

A. Deposits and Investments (Continued)

Fair Value Measurement – U.S. Treasury Securities

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

- Level 1 – Unadjusted quoted prices for identical investments in active markets.
- Level 2 – Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; observable inputs other than quoted market prices.
- Level 3 – Unobservable inputs that are supported by little or no market activity.

There were no transfers of assets or liabilities among the three levels of the fair value hierarchy for the year ended June 30, 2022.

Fair values of County assets measured on a recurring basis at June 30, 2022 are as follows:

	Credit Quality Rating	Level 1
U.S. Treasury securities	Aaa	$ 17,564,110

Fair Value Measurement – State of Oregon Local Government Investment Pool (LGIP)

Investments in the State of Oregon Local Government Investment Pool (LGIP) are stated at fair value. The Oregon State Treasury administers the LGIP. The LGIP is an open-ended, no-load, diversified portfolio offered to any agency, political subdivision, or public corporation of the state that by law is made the custodian of, or has control of, any fund. The LGIP is commingled with the state's short-term funds. To provide regulatory oversight, the Oregon Legislature established the Oregon Short-Term Fund Board and LGIP investments are approved by the Oregon Investment Council. The fair value of the County's position in the LGIP is the same as the value of the pool shares.

III. DETAILED NOTES ON THE FUND AND ALL ACCOUNT GROUPS (Continued)

A. Deposits and Investments (Continued)

As of June 30, 2022, the County had the following investments in the LGIP:

	Credit Quality Rating	Maturities	Fair Value
Oregon Local Government Investment Pool	Unrated	-	$ 46,900,703

As of June 30, 2022, the District's portion of Clatsop County investments amounted to $1,980,054.

Credit Risk

Oregon statutes authorize the County to invest in obligations of the U.S. Treasury and U.S. agencies, bankers' acceptances, repurchase agreements, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record, and the Local Government Investment Pool. The County has adopted an investment policy that was reviewed by the Oregon Short-Term Fund Board and complies with state statutes.

Interest Rate Risk

The County's policy limits investment maturities to 18 months as a means of managing its exposure to fair value losses arising from increases in interest rates.

Concentration of Credit Risk

The County's policy places a limit on the amount that may be invested in any one insurer, as follows:

	Amount
Oregon Local Government Investment Pool	100%
Certificates of deposit	25%
United States Treasury bills, bonds, notes	25%
Banker's acceptance (BAs) OR issue	25%
Repurchase agreements (all to be fully collateralized by U.S. government and U.S. obligation mark to market)	10%

III. DETAILED NOTES ON THE FUND AND ALL ACCOUNT GROUPS (Continued)

A. Deposits and Investments (Continued)

Custodial Credit Risk – Investments

This is the risk that, in the event of the failure of a counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party. The County does not have a policy that limits the amount of investments that can be held by counterparties.

Custodial Credit Risk – Deposits

This is the risk that, in the event of a bank failure, the County's deposits may not be returned. All County deposits not covered by Federal Depository Insurance Corporation (FDIC) insurance are covered by the Public Funds Collateralization Program (PFCP) of the State of Oregon, organized in accordance with ORS 295. The PFCP is a shared liability structure for participating bank depositories. Barring any exceptions, a bank depository is required to pledge collateral valued at a minimum of 10% of their quarter-end public fund deposits if they are considered well capitalized, 25% of their quarter-end public fund deposits if they are considered adequately capitalized, or 110% of their quarter-end public fund deposits if they are considered undercapitalized or assigned to pledge 110% by the Office of the State Treasurer. In the event of a bank failure, the entire pool of collateral pledged by all qualified Oregon public funds bank depositories is available to repay deposits of public funds of government entities.

The County holds accounts at US Bank and Columbia Bank, for which the FDIC provides insurance coverage of $250,000 for demand deposit accounts and an additional $250,000 for time and savings accounts, per institution. At June 30, 2022, the County had deposits of $330,721 insured by the FDIC and $1,587,606 covered by the PFCP.

Deposits

The County's deposits and investments and amounts allocable to the District at June 30, 2022 are as follows:

	Clatsop County	Allocable to District
Cash on hand	$ 18,789	$ -
Checking accounts	1,412,854	1,124
Investments		
Oregon Local Government Investment Pool	46,900,703	986,644
U.S. Treasury securities	17,564,110	993,410
Total deposits and investments	$ 65,896,456	$ 1,981,178

III. DETAILED NOTES ON THE FUND AND ALL ACCOUNT GROUPS (Continued)

B. Property Tax Assessment Appeal

The District has established a tax reserve with Clatsop County Tax Department for the settlement of a property tax assessment petition refund filed by Georgia-Pacific. During the year ended June 30, 2022, $4,743 of the reserve was turned over to the District as unsegregated taxes in accordance with the provisions of ORS 311.814. As of June 30, 2022, the balance of the reserve was $0. (See Note III-D for additional information.)

C. Capital Assets

Capital asset activity for the year ended June 30, 2022 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets being depreciated				
Buildings and improvements	$ 79,153	$ -	$ -	$ 79,153
Equipment and vehicles	979,404	164,055	(14,599)	1,128,860
Computer equipment	16,739	-	-	16,739
Tools and equipment	16,554	-	(5,269)	11,285
Total capital assets being depreciated	1,091,850	164,055	(19,868)	1,236,037
Less accumulated depreciation for				
Buildings and improvements	(29,822)	(1,979)	-	(31,801)
Equipment and vehicles	(744,083)	(98,537)	14,599	(828,021)
Computer equipment	(16,739)	-	-	(16,739)
Tools and equipment	(13,196)	(2,257)	5,118	(10,335)
Total accumulated depreciation	(803,840)	(102,773)	19,717	(886,896)
Governmental activities capital assets, net	$ 288,010	$ 61,282	$ (151)	$ 349,141

Capital assets are reported on the statement of net position as follows:

	Capital Assets	Accumulated Depreciation	Net Capital Assets
Governmental activities			
Buildings and improvements	$ 79,153	$ (31,801)	$ 47,352
Equipment and vehicles	1,128,860	(828,021)	300,839
Computer equipment	16,739	(16,739)	-
Tools and equipment	11,285	(10,335)	950
Total capital assets	$ 1,236,037	$ (886,896)	$ 349,141

III. DETAILED NOTES ON THE FUND AND ALL ACCOUNT GROUPS (Continued)

C. Capital Assets (Continued)

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

Governmental activities	
Public safety	$ 102,773

D. Reserve Account

In May 2012, Clatsop County, the Oregon Department of Revenue, and the Oregon Department of Justice reached an agreement with Georgia-Pacific, the County's largest property taxpayer, in connection with a property tax appeal. Under this agreement, the County refunded property taxes in the amount of $2,500,000 to Georgia-Pacific. In August 2012, to facilitate this refund, the County issued long-term obligations in the amount of $2,550,800, bearing interest at 2.18% and maturing over 10 years.

The County executed an intergovernmental agreement with taxing districts affected by this refund with each taxing district contributing to the annual debt service payment based on its respective property tax distribution percentage established by the Clatsop County Assessment and Taxation Department. The District's initial share of the long-term obligation amounted to $51,120. The District established a reserve account in accordance with ORS 311.814 with the Clatsop County Assessment and Taxation Department to pay the District's share of the long-term obligation. As of June 30, 2022, the obligation had been paid in full. The amount of the reserve account not used for the satisfaction of the obligation was returned to the District as unsegregated taxes. See Note III-B.

IV. OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. There was no significant reduction in insurance coverage from the previous year. There were no insurance settlements exceeding insurance coverage in any of the past three years.

B. Retirement Plan

The District has no employees; however, employees of Clatsop County perform services for the District. Employees of the County participate in the Oregon Public Employees Retirement Fund (OPERF) administered by the Oregon Public Employees Retirement System (PERS) and the County's other postemployment benefits (OPEB). Detailed information concerning PERS and OPEB can be found in the County's 2022 annual comprehensive financial report.

IV. OTHER INFORMATION (Continued)

C. Tax Abatements

As of June 30, 2022, the District had tax abatements through the Strategic Investment Program (SIP), pursuant to ORS 285C.600. The SIP offers a 15-year property tax exemption on a portion of large capital investments. Total abated property taxes under this program amounted to $88,222.

D. New Pronouncements

The Governmental Accounting Standards Board (GASB) has issued the following pronouncements that have future effective dates that will impact future financial presentations. Management has not currently determined what impact implementation of the following statements will have on future financial statements.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, will be effective for the District beginning with its fiscal year ending June 30, 2023. The requirements of this statement will improve financial reporting by establishing the definitions of public-private and public-public arrangements (PPPs) and availability payment arrangements (APAs) and providing uniform guidance on accounting and financial reporting for transactions that meet those definitions.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, will be effective for the District beginning with its fiscal year ending June 30, 2023. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for governments.

GASB Statement No. 99, *Omnibus 2022*, will be effective for the District beginning with its fiscal year ending June 30, 2023. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation of certain GASB statements and accounting and financial reporting for financial guarantees.

GASB Statement No. 100, *Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62*, will be effective for the District beginning with its fiscal year ending June 30, 2024. The objective of this statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or accessing accountability.

E. Subsequent Events

Management has evaluated subsequent events through December 12, 2022, which was the date that the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

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

GENERAL FUND

For the Year Ended June 30, 2022

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Budget Basis	Adjustments	GAAP Basis
REVENUES					
Property taxes	$ 1,610,240	$ 2,212	$ 1,612,452	$ -	$ 1,612,452
Other taxes	90,500	20,990	111,490	-	111,490
Timber and land sales	952,440	65,323	1,017,763	-	1,017,763
Intergovernmental	600	(600)	-	-	-
Investment earnings	24,000	(18,855)	5,145	-	5,145
Miscellaneous	4,000	(1,629)	2,371	-	2,371
Total revenues	2,681,780	67,441	2,749,221	-	2,749,221
EXPENDITURES					
Sheriff Rural Law Enforcement District					
Current					
Personnel services	2,412,890	(65,570)	2,347,320	-	2,347,320
Materials and services	776,730	(49,730)	727,000	-	727,000
Special payments	26,000	-	26,000	-	26,000
Capital outlay	113,000	(4,436)	108,564	-	108,564
Contingency	1,750,600	(1,750,600)	-	-	-
Total expenditures	5,079,220	(1,870,336)	3,208,884	-	3,208,884
Excess (deficiency) of revenues over (under) expenditures	(2,397,440)	1,937,777	(459,663)	-	(459,663)
Fund balance - beginning	2,397,440	48,284	2,445,724	-	2,445,724
Fund balance - ending	$ -	$ 1,986,061	$ 1,986,061	$ -	$ 1,986,061

OTHER FINANCIAL SCHEDULES

CLATSOP COUNTY RURAL LAW ENFORCEMENT DISTRICT
Astoria, Oregon

SCHEDULE OF PROPERTY TAX TRANSACTIONS

For the Year Ended June 30, 2022

Tax Year	Taxes Receivable July 1, 2021	2021-2022 Levy	Adjustments	Collections	Taxes Receivable June 30, 2022
2021-2022	$ -	$ 1,672,884	$ (46,119)	$ 1,590,578	$ 36,187
2020-2021	34,387	-	(360)	19,968	14,059
2019-2020	16,285	-	(1,880)	5,849	8,556
2018-2019	8,269	-	(488)	5,058	2,723
2017-2018	2,907	-	(102)	2,426	379
2016-2017	649	-	(94)	339	216
2015-2016	593	-	(86)	313	194
Prior	1,734	-	(43)	467	1,224
Subtotal - Prior	64,824	-	(3,053)	34,420	27,351
Total	$ 64,824	$ 1,672,884	$ (49,172)	1,624,998	$ 63,538

Add:	
Other taxes and interest	(17,289)
Undistributed taxes with county, July 1, 2021	-
GP reserve - unsegregated taxes released	4,743
Total available	1,612,452
Less: Turnovers to District	(1,612,452)
Undistributed taxes with county, June 30, 2022	$ -

AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS

KOONTZ, BLASQUEZ & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT
REQUIRED BY OREGON STATE REGULATIONS

Board of Commissioners
Clatsop County Rural Law Enforcement District
Astoria, Oregon 97103

We have audited the basic financial statements of Clatsop County Rural Law Enforcement District as of and for the year ended June 30, 2022, and have issued our report thereon dated December 12, 2022. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

As part of obtaining reasonable assurance about whether Clatsop County Rural Law Enforcement District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes, as specified in Oregon Administrative Rules 162-010-0000 through 162-010-0320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

Accounting records

Deposit of public funds with financial institutions (ORS Chapter 295)

Budgets legally required (ORS Chapter 294)

Insurance and fidelity bonds in force or required by law

Programs funded from outside sources

Authorized investment of surplus funds (ORS Chapter 294)

Public contracts and purchasing (ORS Chapters 279A, 279B, 279C)

Accountability for collecting or receiving money by elected officials

920 Elm Street SW • P.O. Box 605 • Albany, Oregon 97321
(541) 926-5543 • (541) 967-9460 fax

In connection with our testing, nothing came to our attention that caused us to believe the District was not in substantial compliance with certain provisions of laws, contracts, and grants, including the provisions of Oregon Revised Statutes, as specified in Oregon Administrative Rules 162-010-0000 through 162-010-0320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

The District does not have any elected officials collecting or receiving money.

OAR 162-010-0230 Internal Control

In planning and performing our audit, we considered Clatsop County Rural Law Enforcement District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Clatsop County Rural Law Enforcement District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Clatsop County Rural Law Enforcement District's internal control over financial reporting.

This report is intended solely for the information and use of the board of commissioners and management of Clatsop County Rural Law Enforcement District and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

Koontz, Blasquez & Associates, P.C.

By: Debra L. Blasquez
Debra L. Blasquez, CPA

Albany, Oregon
December 12, 2022