

CLATSOP COUNTY
Oregon

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Fiscal Year Ended June 30, 2018



Prepared by:
Budget and Finance
Monica Steele, Director

CLATSOP COUNTY
Oregon

COUNTY OFFICIALS

June 30, 2018

BOARD OF COUNTY COMMISSIONERS

Scott Lee, Chair
Elected; Term Expires 12/31/2018
800 Exchange Street, Suite 410
Astoria, Oregon 97103

Lisa Clement
Elected; Term Expires 12/31/2018
800 Exchange Street, Suite 410
Astoria, Oregon 97103

Sarah Nebeker
Elected; Term Expires 12/31/2020
800 Exchange Street, Suite 410
Astoria, Oregon 97103

Kathleen Sullivan
Elected; Term Expires 12/31/2020
800 Exchange Street, Suite 410
Astoria, Oregon 97103

Lianne Thompson
Elected; Term Expires 12/31/2018
800 Exchange Street, Suite 410
Astoria, Oregon 97103

COUNTY MANAGER

Cameron Moore
800 Exchange Street, Suite 410
Astoria, Oregon 97103

SHERIFF

Tom Bergin
Elected; Term Expires 12/31/2020
800 Exchange Street, Suite 200
Astoria, Oregon 97103

DISTRICT ATTORNEY

Josh Marquis
Elected; Term Expires 12/31/2018
800 Exchange Street, Suite 200
Astoria, Oregon 97103

CLATSOP COUNTY
Oregon

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Clatsop County

Budget & Finance
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Phone (503) 325-8565
Fax (503) 325-8606

December 21, 2018

To the Board of County Commissioners, County Manager, and the
Citizens of Clatsop County, Oregon:

State law requires that every general-purpose local government publish, within six months of the close of each fiscal year, unless extended, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year July 1, 2017 through June 30, 2018.

Management has full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The accounting firm Koontz, Perdue, Blasquez & Co., P.C. has issued an unmodified (clean) opinion on Clatsop County's financial statements for the fiscal year ended June 30, 2018. An 'unmodified opinion' is issued when the independent auditor believes the County's finances are sound and the financial statements are fairly and appropriately presented and are in accordance with Generally Accepted Accounting Principles (GAAP). The independent auditor's report is located at the front of the financial section of this report.

In addition, they have issued a report in accordance with the Single Audit Act, OMB Circular A-133, and OMB's Compliance Supplement. Information related to the single audit, including the Schedule of Expenditures of Federal Awards, findings and questioned costs and auditors' reports on the internal controls and statutory and regulatory compliance is presented in a separate report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the County

Clatsop County was incorporated in 1844 and is located on Oregon's beautiful and rugged northwest coast, bordered on the north by the Columbia River and the west by the Pacific Ocean. The County is located in an area of 1,085 square miles which consists of 873 square miles of land and 212 square miles of water. There are five incorporated cities in the County with an overall county population of approximately 37,830; the City of Astoria serves as the County seat. Most local governments, including the County, have permanent authority to levy property taxes for operations at a maximum rate (permanent tax rate). All property tax levies exceeding the permanent tax rate require voter approval at a general election; levies funding operations are limited to five years, levies dedicated to capital expenditures are limited to ten years, and levies to pay general obligation bonds are limited by the debt service requirements of the bonds.

Clatsop County operates under a home rule charter initially adopted by the voters in 1988 that called for a Board of County Commissioners as the policy-determining body of the County, and a County Manager to

oversee the daily operations of the government. The County government consists of five commissioners, each elected for four-year overlapping terms from one of the five geographic districts; the County Manager is hired by the Board of County Commissioners. In addition, the voters also elect a District Attorney and Sheriff.

Clatsop County provides a full range of County services including general government; public safety & justice; transportation, land use, housing & economic development; public health, and cultural & recreation. This report includes all funds of the County as well as its four component units which are legally separate entities for which the County has authority to exercise influence over their operations. These four component units include: Westport Sewer District, Rural Law Enforcement District, Road District No. 1, and the 4-H & Extension District. The Clatsop County Housing Authority is reported as a discrete (separate) component unit of the county because there is no fiscal benefit/burden relationship with the County. Additional information on all four of these legally separate entities can be found in the notes to the basic financial statements.

The Board of County Commissioners is required to adopt a balanced budget each year by July 1st. This annual budget serves as the foundation for Clatsop County's financial planning and control. The budget is prepared by fund (e.g. General Fund), functional area (e.g. Public Safety & Justice), and organizational unit (e.g. Sheriff Criminal Division). The budget is legally adopted at the organizational unit level and department management may transfer resources within an organizational unit as they see fit. Transfers between organizational units require approval from the governing body.

Local Economy

The primary industries for Clatsop County are construction, forestry, fisheries, and tourism/recreation. The area is one of the principal marine fisheries regions of Oregon; however, like other northwest coastal resource-based communities, Clatsop County is working to diversify its economy to offset the loss of family-wage jobs in the timber and fishing industries. Some of today's major employers in the County include:

Company	Products/Services	Location
US Coast Guard	Government	Various
Georgia Pacific – Wauna Mill	Natural Resources	Westport
Warrenton Fiber Company	Natural Resources	Warrenton
Columbia Memorial Hospital	Health Care	Various
Providence Seaside Hospital	Health Care	Various
Astoria School District	Education	Astoria
Seaside School District	Education	Seaside
Clatsop County Government	Government	Various
State of Oregon	Government	Various
Tongue Point Job Corp	Education	Astoria
Fred Meyer	Retail	Warrenton
Safeway	Retail	Various

Strategic Investment Program

The Strategic Investment Program ("SIP") was authorized by the Legislative Assembly in 1993 to provide tax incentives for capital-intensive investments by firms in Oregon's key industries. SIP recipients receive a tax break on the assessed value of new construction over \$25 million for 15 years. The \$25 million cap on assessed value increases by 3% per year. SIP recipients pay an annual Community Service Fee which is equal to one-fourth of the value of the tax break and which is allocated to local governments. The allocations are determined during negotiations of the SIP agreement with the local governments. The Community Service Fee is not considered a property tax and thus is outside of the constitutional property tax rate limitations.

In 2006 Georgia –Pacific Corporation and the County entered into a strategic investment program which resolves that a community service fee shall be allocated to the following taxing districts where the eligible project is located: Clatsop County, Road District No. 1, Clatsop County Rural Law Enforcement District, Port of Astoria, Clatsop Care Center, Sunset Empire Transportation District, and the 4-H & Extension District. The agreement beginning July 2008 will end in June of 2023 and for each tax year Georgia –Pacific will pay a Community Service Fee in an amount equal to the lesser of \$500,000 or 25% of the property taxes saved by Georgia-Pacific in the current property tax year as a result of SIP assessment and exemption under ORS 307.123.

Relevant Financial Policies

Independent Audit

Pursuant to the Oregon Municipal Audit Law, ORS 297.405-297.555 all Oregon counties must obtain an audit annually. The required audit may be performed by the State Division of Audits or by independent public accountants certified by the state as capable of auditing municipal corporations. The accounting firm of Koontz, Perdue, Blasquez & Co. P.C. conducted the audit for the fiscal year ended June 30, 2018.

Major Initiatives

County Levies

In May of 2016 voters approved a local option levy for the fairgrounds at a rate of \$0.05 per \$1,000 that covers the period July 1, 2016 – June 30, 2021.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the *Distinguished Budget Award* to Clatsop County for its Annual Budget Document for the fiscal year ended June 30, 2019. This was the fifth consecutive year the County received the award since it began applying.

For the second year in a row the County applied for the *Certificate of Achievement for Excellence in Financial Reporting* with the submission of the fiscal year ending June 30, 2017 Comprehensive Annual Financial Report (CAFR) and were once again awarded with that accomplishment. We believe our current CAFR continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA to determine its eligibility for a certificate for a third consecutive year.

The preparation of this report could not have been accomplished without the efficient and dedicated service of the entire staff of the County's Budget and Finance Department. I also want to express my sincere appreciation to all County staff for their assistance, contributions, and cooperation in the preparation of this report.

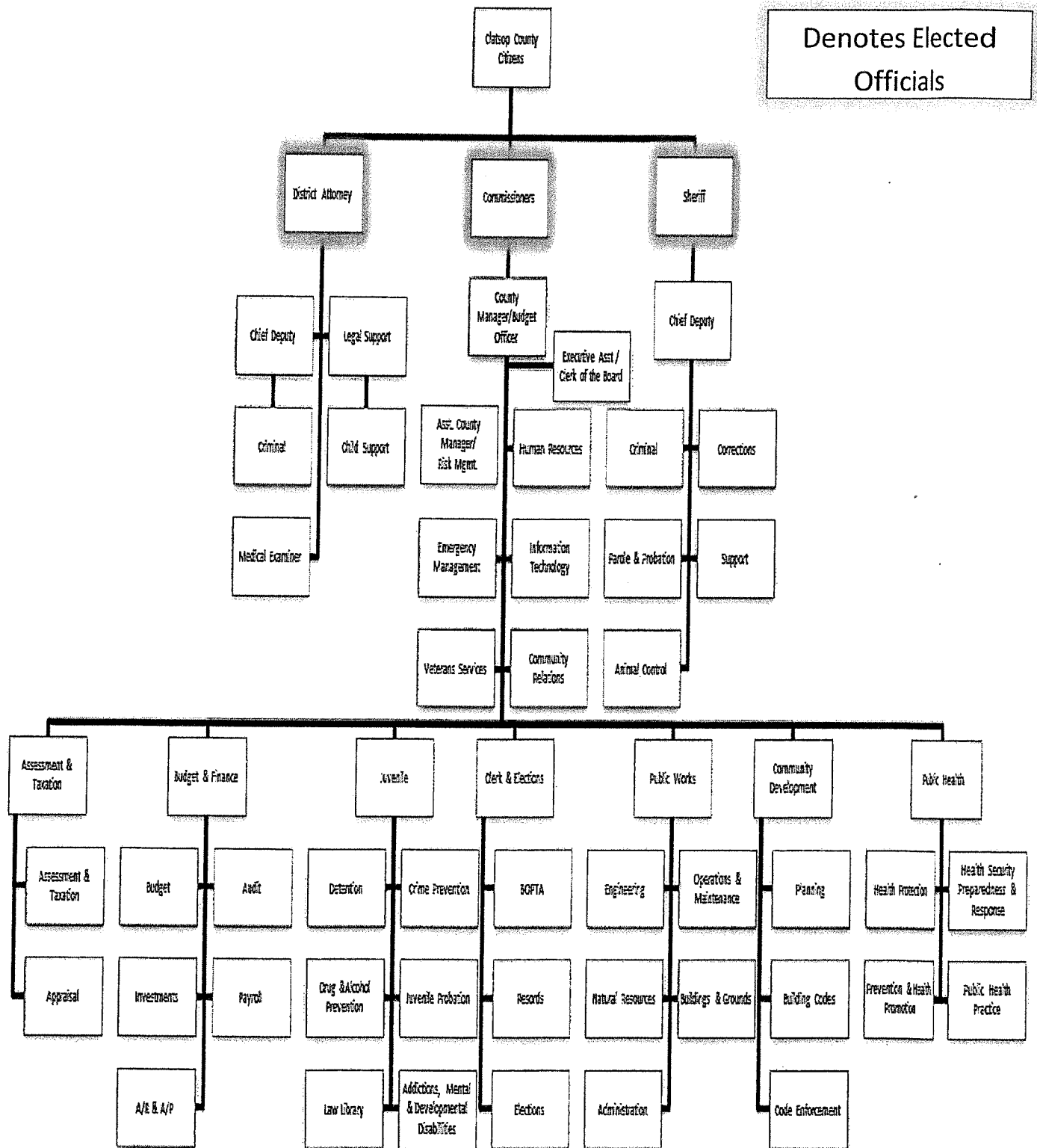
Credit must also be given to the Board of County Commissioners and the County Manager whose leadership, interest in, and support of, the County's financial obligations have contributed significantly to the quality of the County's fiscal operations.

Sincerely,



Monica Steele
Budget and Finance Director / County Treasurer
Clatsop County, Oregon

Clatsop County Organization Chart





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of Clatsop
Oregon**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morrell

Executive Director/CEO

FINANCIAL SECTION



KOONTZ, PERDUE, BLASQUEZ & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Clatsop County
Astoria, Oregon 97103

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Clatsop County, Oregon, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Clatsop County Housing Authority, a discretely presented component unit, which represent 3%, 1%, and 2%, respectively, of the assets, net position, and revenues of the total governmental and business-type activities. Those statements were audited by other auditors, whose report has been furnished to us and our opinion, insofar as it relates to the amounts included for Clatsop County Housing Authority, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Clatsop County, Oregon as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The County adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. Our opinion is not modified with respect to this matter.

The effect of applying the provisions of GASB Statement No. 75 has been reported as a restatement of beginning net position for the year ended June 30, 2018.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of the proportionate share of the net pension liability, schedule of contributions, schedule of the proportionate share of the net OPEB liability (asset), schedule of contributions – other postemployment benefits, schedule of changes in the County's total OPEB liability and related ratios, and budgetary comparison information on pages 4 through 13, 71, 72, 73, 74, 75, and 76 through 84, respectively, be presented to supplement the basic financial statements. Such information, 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, schedule of the proportionate share of the net pension liability, schedule of contributions, schedule of the proportionate share of the net OPEB liability (asset), schedule of contributions – other postemployment benefits, and schedule of changes in the County's total OPEB liability and related ratios 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, schedule of the proportionate share of the net pension liability, schedule of contributions, schedule of the proportionate share of the net OPEB liability (asset), schedule of contributions – other postemployment benefits, or schedule of changes in the County's total OPEB liability and related ratios 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, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Clatsop County's basic financial statements. The combining and individual fund statements and schedules, schedules of property tax transactions, schedule of future requirements for retirement of long-term debt, statement of changes in assets and liabilities – agency funds, statistical section, and the schedule of expenditures of federal awards as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements and schedules and schedule of expenditures of federal awards are the responsibility of management, and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The schedules of property tax transactions, schedule of future requirements for retirement of long-term debt, statement of changes in assets and liabilities – agency funds, and statistical section have 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 them.

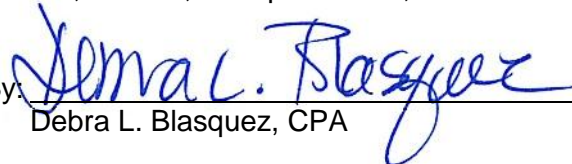
Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have issued our report dated December 21, 2018 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Clatsop County's internal control over financial reporting and compliance.

Report on Other Legal and Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 21, 2018 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, Perdue, Blasquez & Co., P.C.

By: 
Debra L. Blasquez, CPA

Albany, Oregon
December 21, 2018

MANAGEMENT'S DISCUSSION AND ANALYSIS

CLATSOP COUNTY

Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

INTRODUCTION

As management of Clatsop County, Oregon, we offer readers this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2018. It should be read in conjunction with the County's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- At June 30, 2018, total net position of Clatsop County amounted to \$181,775,458. Of this amount, \$150,381,163 was invested in capital assets, net of related debt. The remaining balance included \$24,210,572 restricted for various purposes and \$7,183,723 of unrestricted net position.
- At June 30, 2018, the County's governmental funds reported combined ending fund balances of \$44,199,277.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Clatsop County's basic financial statements. The 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 County's finances in a manner similar to a private-sector business.

The statement of net position presents information on all the County's assets 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 County is improving or deteriorating.

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

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government; public safety; land use, housing, and transportation; parks, culture, and recreation; economic development; health and human services; education; and interest. The business-type activities of the County include sewer services.

CLATSOP COUNTY

Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's financial statements include the financial information for four blended component units: Clatsop County 4-H and Extension Service District, Clatsop County Road District No. 1, Clatsop County Rural Law Enforcement District, and Westport Sewer Service District. In addition, the County's financial statements include financial information for the Clatsop County Housing Authority, which is reported as a discretely presented component unit.

Clatsop County Housing Authority is sponsored by the County and is reported as a discretely presented component unit. Its complete financial statements may be obtained from their administrative offices. The County is not financially responsible for the Authority, but the nature and significance of its financial relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. This component unit is presented in total in a separate column in the government-wide financial statements to emphasize that it is a legally separate organization from the County.

The government-wide financial statements can be found on pages 14 through 16 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. All of the funds of Clatsop County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of 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 County's near-term financing requirements.

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

CLATSOP COUNTY Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County maintains 30 governmental funds. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances for the General, General Roads, Road District No. 1, and Special Projects Funds, all of which are considered to be major governmental funds. Data from the nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Clatsop County adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison statement has been provided for each fund individually to demonstrate compliance with their respective budgets.

The basic governmental fund financial statements can be found on pages 17 through 21 of this report.

Proprietary Funds

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The County maintains two individual proprietary funds, which are enterprise funds.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses the enterprise funds to account for its sewer services. Information is presented separately in the proprietary funds statement of fund net position, statement of revenues, expenses, and changes in fund net position, and statement of cash flows for the Westport Sewer Operating and Westport Sewer Equipment Replacement Funds. These funds do not meet the quantitative criteria in Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, and GASB Statement No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus* as amended, for presentation as major funds; however, management considers the funds to be particularly important to financial statement users and has therefore elected to present the Westport Sewer Operating and Westport Sewer Equipment Replacement Funds as major proprietary funds.

Clatsop County adopts an annual appropriated budget for both of its proprietary funds. A budgetary comparison statement has been provided for each fund individually to demonstrate compliance with their respective budgets.

The basic proprietary fund financial statements can be found on pages 22 through 25 of this report.

CLATSOP COUNTY

Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is the same as that used for governmental funds.

The basic fiduciary fund financial statements can be found on page 26 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 data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 27 through 70 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 the schedule of the proportionate share of the net pension liability, schedule of contributions, schedule of the proportionate share of the net OPEB liability (asset), schedule of contributions – other postemployment benefits, schedule of changes in the County's total OPEB liability and related ratios, and budgetary comparison information for the General, General Roads, and Road District No. 1 Funds. This required supplementary information can be found on pages 71 through 84 of this report.

The combining statements referred to earlier, in connection with nonmajor governmental funds, are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 85 through 121 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. At June 30, 2018, the County's assets exceeded its liabilities by \$181,775,458.

A large portion of the County's net position reflects its investment in capital assets (e.g., land, buildings, and equipment) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

County's Net Position

The County's net position decreased by \$1,278,779 during the current fiscal year.

CLATSOP COUNTY
Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

Condensed statement of net position information is shown below.

Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Assets						
Current assets	\$ 23,630,553	\$ 18,747,656	\$ 118,363	\$ 115,371	\$ 23,748,916	\$ 18,863,027
Restricted assets	24,660,916	21,095,177	-	-	24,660,916	21,095,177
Net capital assets	<u>151,802,288</u>	<u>159,227,224</u>	<u>290,643</u>	<u>369,249</u>	<u>152,092,931</u>	<u>159,596,473</u>
Total assets	<u>200,093,757</u>	<u>199,070,057</u>	<u>409,006</u>	<u>484,620</u>	<u>200,502,763</u>	<u>199,554,677</u>
Deferred outflows of resources						
Net deferred outflow of pension related resources	5,002,351	9,029,950	-	-	5,002,351	9,029,950
Net deferred outflow of OPEB related resources	156,868	-	-	-	156,868	-
Property tax repayment	<u>179,632</u>	<u>236,397</u>	<u>-</u>	<u>-</u>	<u>179,632</u>	<u>236,397</u>
Total deferred outflows of resources	<u>5,338,851</u>	<u>9,266,347</u>	<u>-</u>	<u>-</u>	<u>5,338,851</u>	<u>9,266,347</u>
Liabilities						
Current liabilities	3,813,197	3,106,211	15,322	9,232	3,828,519	3,115,443
Noncurrent liabilities	<u>18,927,953</u>	<u>21,606,062</u>	<u>53,518</u>	<u>59,405</u>	<u>18,981,471</u>	<u>21,665,467</u>
Total liabilities	<u>22,741,150</u>	<u>24,712,273</u>	<u>68,840</u>	<u>68,637</u>	<u>22,809,990</u>	<u>24,780,910</u>
Deferred inflows of resources						
Net deferred inflow of pension related resources	1,092,900	959,123	-	-	1,092,900	959,123
Net deferred inflow of OPEB related resources	69,879	-	-	-	69,879	-
Unearned grant revenue	<u>93,387</u>	<u>26,754</u>	<u>-</u>	<u>-</u>	<u>93,387</u>	<u>26,754</u>
Total deferred inflows of resources	<u>1,256,166</u>	<u>985,877</u>	<u>-</u>	<u>-</u>	<u>1,256,166</u>	<u>985,877</u>
Net position						
Net investment in capital assets	150,149,925	157,396,388	231,238	304,118	150,381,163	157,700,506
Restricted for various purposes	24,210,572	20,952,350	-	-	24,210,572	20,952,350
Unrestricted	<u>7,074,795</u>	<u>4,289,516</u>	<u>108,928</u>	<u>111,865</u>	<u>7,183,723</u>	<u>4,401,381</u>
Total net position	<u>\$ 181,435,292</u>	<u>\$ 182,638,254</u>	<u>\$ 340,166</u>	<u>\$ 415,983</u>	<u>\$ 181,775,458</u>	<u>\$ 183,054,237</u>

CLATSOP COUNTY
Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

County's Changes in Net Position

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

Changes in Net Position						
	Governmental Activities		Business-Type Activities		Totals	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Program revenues						
Charges for services	\$ 4,116,169	\$ 3,820,170	\$ 74,751	\$ 68,618	\$ 4,190,920	\$ 3,888,788
Operating grants and contributions	<u>16,935,666</u>	<u>15,074,727</u>	<u>-</u>	<u>-</u>	<u>16,935,666</u>	<u>15,074,727</u>
Total program revenues	<u>21,051,835</u>	<u>18,894,897</u>	<u>74,751</u>	<u>68,618</u>	<u>21,126,586</u>	<u>18,963,515</u>
General revenues						
Property taxes	13,026,731	12,648,318	-	-	13,026,731	12,648,318
Other taxes	2,264,847	1,927,391	-	-	2,264,847	1,927,391
Timber and land sales	11,692,655	7,849,809	-	-	11,692,655	7,849,809
Investment earnings	708,733	388,854	1,797	1,291	710,530	390,145
Miscellaneous	<u>732,658</u>	<u>1,317,271</u>	<u>253</u>	<u>160</u>	<u>732,911</u>	<u>1,317,431</u>
Total general revenues	<u>28,425,624</u>	<u>24,131,643</u>	<u>2,050</u>	<u>1,451</u>	<u>28,427,674</u>	<u>24,133,094</u>
Total revenues	<u>49,477,459</u>	<u>43,026,540</u>	<u>76,801</u>	<u>70,069</u>	<u>49,554,260</u>	<u>43,096,609</u>
Program expenses						
General government	7,921,750	6,886,565	-	-	7,921,750	6,886,565
Public safety	22,530,183	21,646,621	-	-	22,530,183	21,646,621
Land use, housing, and transportation	13,631,997	12,845,855	-	-	13,631,997	12,845,855
Parks, culture, and recreation	1,163,978	1,066,791	-	-	1,163,978	1,066,791
Economic development	1,004,915	1,042,096	-	-	1,004,915	1,042,096
Health and human services	3,916,395	3,629,205	-	-	3,916,395	3,629,205
Education	461,788	505,040	-	-	461,788	505,040
Interest on long-term debt	49,415	53,242	-	-	49,415	53,242
Westport sewer	-	-	152,618	143,243	152,618	143,243
Jail commissary	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,902</u>	<u>-</u>	<u>19,902</u>
Total program expenses	<u>50,680,421</u>	<u>47,675,415</u>	<u>152,618</u>	<u>163,145</u>	<u>50,833,039</u>	<u>47,838,560</u>
Change in net position	(1,202,962)	(4,648,875)	(75,817)	(93,076)	(1,278,779)	(4,741,951)
Net position - beginning of year, as restated	<u>182,638,254</u>	<u>187,287,129</u>	<u>415,983</u>	<u>509,059</u>	<u>183,054,237</u>	<u>187,796,188</u>
Net position - end of year	<u>\$ 181,435,292</u>	<u>\$ 182,638,254</u>	<u>\$ 340,166</u>	<u>\$ 415,983</u>	<u>\$ 181,775,458</u>	<u>\$ 183,054,237</u>

CLATSOP COUNTY

Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds

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

At the end of the current fiscal year, the County's governmental funds reported combined fund balances of \$44,199,277. Of this amount, \$11,785,627 constitutes unassigned fund balance, which is available for spending at the County's discretion.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, total fund balance of the General Fund was \$11,785,627. This total amount constitutes unassigned fund balance.

Within the General Fund, the unassigned fund balance grew from the prior fiscal year by \$5,216,888. In large part, this unassigned fund balance increase is due to increases in revenues collected for property tax, and other state taxes, as well as fees for services provided throughout various organizational units within the General Fund.

Within the General Roads Fund, the restricted fund balance grew from the prior fiscal year by \$1,861,532. In large part, this restricted fund balance increase is due to an increase in state highway funds, as well as charges for services. Additionally, there was a significant increase in timber revenues received in the Road District Fund and paid to the General Roads Fund for the maintenance and construction of County-maintained roads.

Within the Road District No. 1 Fund, the restricted fund balance grew from the prior fiscal year by \$112,794. In large part, this restricted fund balance increase is due to an increase in timber revenue.

Within the Special Projects Fund, the committed fund balance decreased from the prior fiscal year by \$1,070,261. In large part, this decrease was due to a significant increase in transfers to other funds.

Proprietary Funds

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

Total net position of the proprietary funds amounted to \$340,166 at year-end. Of this amount, \$290,643 was invested in capital assets, net of related debt. The remaining balance included \$49,523 of unrestricted net position.

CLATSOP COUNTY Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within the Westport Sewer Operating Fund, the unrestricted fund net position decreased from the prior fiscal year by \$77,456. In large part, this decrease in unrestricted fund net position is due to depreciation of the equipment.

Within the Westport Sewer Equipment Replacement Fund, the unrestricted fund net position grew from the prior fiscal year by \$1,639. In large part, this unrestricted fund net position increase is due to a decrease in expenditures.

BUDGETARY HIGHLIGHTS

Budget amounts shown in the financial statements of the General Fund reflect the original budget amounts and eight approved appropriation transfers.

The table on the following page compares revenues and expenditures of the General Fund to budgeted amounts used by the fund to monitor performance during the year. The overall change in fund balance was budgeted at a net decrease of \$814,505. Total actual revenues exceeded total expenditures by \$5,216,888. The favorable variance of \$6,031,393 can be attributed to revenues being higher than anticipated.

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

- Revenue from other taxes was budgeted for \$429,000. Actual revenue was \$603,919 (40.8% over budget) due to a significant increase in state tax revenues, as well as county transient lodging taxes.
- Timber and land sales were budgeted for \$3,667,090. Actual revenue was \$7,011,927 (91.2% over budget) due to a significant increase in timber sales. These revenues are extremely volatile and are driven by economic and market demands. As a result of this volatility and in accordance with the board's budget policies, the County only budgets for the 15 year low in timber revenue receipts.
- Fines and forfeitures were budgeted for \$25,800. Actual revenue was \$36,120 (40% over budget) due to a significant increase in payments made through the state courts for sheriff fines and fees.
- Investment earnings were budgeted for \$40,000. Actual revenue was \$182,380 (356% over budget) due to significant increases in investment earnings as a result of the economic upturn.

CLATSOP COUNTY
Oregon

MANAGEMENT'S DISCUSSION AND ANALYSIS

General Fund

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
Revenues			
Property taxes	\$ 8,775,770	\$ 8,984,087	\$ 208,317
Other taxes	429,000	603,919	174,919
Timber and land sales	3,667,090	7,011,927	3,344,837
Licenses, permits, and fees	461,000	553,408	92,408
Intergovernmental	3,734,766	3,605,000	(129,766)
Charges for services	668,890	783,395	114,505
Fines and forfeitures	25,800	36,120	10,320
Investment earnings	40,000	182,380	142,380
Miscellaneous	<u>1,446,715</u>	<u>1,540,018</u>	<u>93,303</u>
Total revenues	<u>19,249,031</u>	<u>23,300,254</u>	<u>4,051,223</u>
Expenditures			
Current			
Personnel services	15,058,745	14,078,064	(980,681)
Materials and services	3,796,961	3,449,690	(347,271)
Other charges	682,560	563,209	(119,351)
Contingency	<u>490,850</u>	<u>-</u>	<u>(490,850)</u>
Total expenditures	<u>20,029,116</u>	<u>18,090,963</u>	<u>(1,938,153)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(780,085)</u>	<u>5,209,291</u>	<u>5,989,376</u>
Other financing sources (uses)			
Transfers in	3,412,760	3,435,200	22,440
Transfers out	<u>(3,447,180)</u>	<u>(3,427,603)</u>	<u>(19,577)</u>
Total other financing sources (uses)	<u>(34,420)</u>	<u>7,597</u>	<u>42,017</u>
Net change in fund balance	(814,505)	5,216,888	6,031,393
Fund balance - beginning	<u>5,190,780</u>	<u>6,568,739</u>	<u>1,377,959</u>
Fund balance - ending	<u>\$ 4,376,275</u>	<u>\$ 11,785,627</u>	<u>\$ 7,409,352</u>

CLATSOP COUNTY

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MANAGEMENT'S DISCUSSION AND ANALYSIS

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental activities and business-type activities as of June 30, 2018 amounted to \$151,802,288 and \$290,643, net of accumulated depreciation, respectively. This investment in capital assets includes land, construction in progress, infrastructure, buildings and improvements, equipment and vehicles, computer equipment, furniture and fixtures, and tools and equipment. The total depreciation related to the County's investment in capital assets for the current fiscal year amounted to \$8,881,181.

Additional information on the County's capital assets can be found in Note III-C on pages 41 through 44 of this report.

Long-Term Debt

At the end of the current fiscal year, the County had total debt outstanding of \$2,785,954. This amount is comprised of three loans and two capital leases. The County's total debt outstanding decreased by \$438,576 during the current fiscal year.

Additional information on the County's long-term debt can be found in Note III-G on pages 46 through 48 of this report.

KEY ECONOMIC FACTORS AND BUDGET INFORMATION FOR THE FUTURE

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

- Increased personnel costs associated with healthcare and PERS
- Declining state and federal revenues
- The County's reliance on timber revenues

All of these factors were considered in preparing the County's budget for fiscal year 2018-2019.

The ending unassigned General Fund balance of \$11,785,627 will be available for program resources in fiscal year 2018-2019.

REQUESTS FOR INFORMATION

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

BASIC FINANCIAL STATEMENTS

CLATSOP COUNTY
Oregon

STATEMENT OF NET POSITION

June 30, 2018

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Clatsop County Housing Authority
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Current assets				
Cash and cash equivalents	\$ 20,524,237	\$ 107,562	\$ 20,631,799	\$ 311,416
Accounts receivable	909,754	10,801	920,555	8,521
Property taxes receivable	830,969	-	830,969	-
Employee advances	2,550	-	2,550	-
Notes receivable	905,906	-	905,906	-
Prepays	20,809	-	20,809	-
Inventory	<u>436,328</u>	<u>-</u>	<u>436,328</u>	<u>-</u>
Total current assets	<u>23,630,553</u>	<u>118,363</u>	<u>23,748,916</u>	<u>319,937</u>
Restricted assets				
Cash and cash equivalents	<u>24,660,916</u>	<u>-</u>	<u>24,660,916</u>	<u>983,703</u>
Noncurrent assets				
Capital assets				
Land and construction in progress	73,703,329	22,039	73,725,368	98,786
Capital assets, net of accumulated depreciation	<u>78,098,959</u>	<u>268,604</u>	<u>78,367,563</u>	<u>3,801,833</u>
Total noncurrent assets	<u>151,802,288</u>	<u>290,643</u>	<u>152,092,931</u>	<u>3,900,619</u>
Total assets	<u>200,093,757</u>	<u>409,006</u>	<u>200,502,763</u>	<u>5,204,259</u>
Deferred outflows of resources				
Net deferred outflow of pension related resources	5,002,351	-	5,002,351	-
Net deferred outflow of OPEB related resources	156,868	-	156,868	-
Property tax repayment	<u>179,632</u>	<u>-</u>	<u>179,632</u>	<u>-</u>
Total deferred outflows of resources	<u>5,338,851</u>	<u>-</u>	<u>5,338,851</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>205,432,608</u>	<u>409,006</u>	<u>205,841,614</u>	<u>5,204,259</u>

(Continued)

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

CLATSOP COUNTY
Oregon

STATEMENT OF NET POSITION

June 30, 2018

(Continued)

	Primary Government			Component Unit
	Governmental	Business-Type		Clatsop County
	Activities	Activities	Total	Housing Authority
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
Current liabilities				
Accounts payable and accrued expenses	\$ 1,608,130	\$ 8,673	\$ 1,616,803	\$ 9,437
Payroll and related liabilities	759,556	-	759,556	-
Accrued interest	-	762	762	5,960
Deposits	36,820	-	36,820	-
Tenant security deposits	-	-	-	44,864
Compensated absences, current portion	970,297	-	970,297	-
Long-term liabilities, current portion	<u>438,394</u>	<u>5,887</u>	<u>444,281</u>	<u>3,215,799</u>
Total current liabilities	<u>3,813,197</u>	<u>15,322</u>	<u>3,828,519</u>	<u>3,276,060</u>
Noncurrent liabilities				
Compensated absences, less current portion	107,811	-	107,811	-
Net pension liability	15,617,412	-	15,617,412	-
Net OPEB liability	914,575	-	914,575	-
Long-term liabilities, less current portion	<u>2,288,155</u>	<u>53,518</u>	<u>2,341,673</u>	<u>-</u>
Total noncurrent liabilities	<u>18,927,953</u>	<u>53,518</u>	<u>18,981,471</u>	<u>-</u>
Total liabilities	<u>22,741,150</u>	<u>68,840</u>	<u>22,809,990</u>	<u>3,276,060</u>
Deferred inflows of resources				
Net deferred inflow of pension related resources	1,092,900	-	1,092,900	-
Net deferred inflow of OPEB related resources	69,879	-	69,879	-
Unearned grant revenue	<u>93,387</u>	<u>-</u>	<u>93,387</u>	<u>-</u>
Total deferred inflows of resources	<u>1,256,166</u>	<u>-</u>	<u>1,256,166</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>23,997,316</u>	<u>68,840</u>	<u>24,066,156</u>	<u>3,276,060</u>
NET POSITION				
Net investment in capital assets	150,149,925	231,238	150,381,163	684,820
Restricted for:				
Highways and streets	9,009,458	-	9,009,458	-
Economic development	5,142,720	-	5,142,720	-
Public safety	6,281,201	-	6,281,201	-
Other	3,777,193	-	3,777,193	938,839
Unrestricted	<u>7,074,795</u>	<u>108,928</u>	<u>7,183,723</u>	<u>304,540</u>
Total net position	<u>\$ 181,435,292</u>	<u>\$ 340,166</u>	<u>\$ 181,775,458</u>	<u>\$ 1,928,199</u>

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

CLATSOP COUNTY
Oregon

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2018

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for</u>	<u>Operating</u>	<u>Capital</u>
		<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>
			<u>Contributions</u>	<u>Contributions</u>
Primary government				
Governmental activities				
General government	\$ 7,921,750	\$ 1,479,242	\$ 427,396	\$ -
Public safety	22,530,183	422,758	12,905,964	-
Land use, housing, and transportation	13,631,997	1,327,656	27,748	-
Parks, culture, and recreation	1,163,978	51,874	74,665	-
Economic development	1,004,915	14,573	1,075,956	-
Health and human services	3,916,395	820,066	2,423,937	-
Education	461,788	-	-	-
Interest on long-term debt	<u>49,415</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total governmental activities	<u>\$ 50,680,421</u>	<u>\$ 4,116,169</u>	<u>\$ 16,935,666</u>	<u>\$ -</u>
Business-type activities				
Westport sewer	<u>\$ 152,618</u>	<u>\$ 74,751</u>	<u>\$ -</u>	<u>\$ -</u>
Component unit				
Business-type activities				
Housing authority	<u>\$ 2,114,632</u>	<u>\$ 797,143</u>	<u>\$ 7,842</u>	<u>\$ -</u>
General revenues				
Property taxes				
Other taxes				
Timber and land sales				
Investment earnings				
Miscellaneous				
Total general revenues				
Change in net position				
Net position - beginning, as restated				
Net position - ending				

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

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-Type Activities	Total	Clatsop County Housing Authority
\$ (6,015,112)	\$ -	\$ (6,015,112)	\$ -
(9,201,461)	-	(9,201,461)	-
(12,276,593)	-	(12,276,593)	-
(1,037,439)	-	(1,037,439)	-
85,614	-	85,614	-
(672,392)	-	(672,392)	-
(461,788)	-	(461,788)	-
<u>(49,415)</u>	<u>-</u>	<u>(49,415)</u>	<u>-</u>
<u>(29,628,586)</u>	<u>-</u>	<u>(29,628,586)</u>	<u>-</u>
<u>-</u>	<u>(77,867)</u>	<u>(77,867)</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,309,647)</u>
13,026,731	-	13,026,731	-
2,264,847	-	2,264,847	-
11,692,655	-	11,692,655	-
708,733	1,797	710,530	-
<u>732,658</u>	<u>253</u>	<u>732,911</u>	<u>-</u>
<u>28,425,624</u>	<u>2,050</u>	<u>28,427,674</u>	<u>-</u>
(1,202,962)	(75,817)	(1,278,779)	(1,309,647)
<u>182,638,254</u>	<u>415,983</u>	<u>183,054,237</u>	<u>3,237,846</u>
<u>\$ 181,435,292</u>	<u>\$ 340,166</u>	<u>\$ 181,775,458</u>	<u>\$ 1,928,199</u>

CLATSOP COUNTY
Oregon

BALANCE SHEET

GOVERNMENTAL FUNDS

June 30, 2018

		<u>Special Revenue Funds</u>	
	<u>General Fund</u>	<u>General Roads</u>	<u>Road District No. 1</u>
ASSETS			
Cash and cash equivalents	\$ 12,528,007	\$ 7,925,346	\$ 966,625
Accounts receivable	285,989	268,711	-
Property taxes receivable	570,111	-	130,648
Employee advances	1,550	-	-
Prepaid items	-	-	-
Inventory	-	436,328	-
Total assets	<u>\$ 13,385,657</u>	<u>\$ 8,630,385</u>	<u>\$ 1,097,273</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenditures	\$ 548,807	\$ 526,509	\$ -
Accrued payroll and liabilities	<u>550,392</u>	<u>79,536</u>	<u>-</u>
Total liabilities	<u>1,099,199</u>	<u>606,045</u>	<u>-</u>
Deferred inflows of resources			
Unavailable revenue - property taxes	470,831	-	109,043
Unearned revenue - grants	<u>30,000</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>500,831</u>	<u>-</u>	<u>109,043</u>
Fund balances			
Nonspendable	-	436,328	-
Restricted	-	7,588,012	988,230
Committed	-	-	-
Assigned	-	-	-
Unassigned	<u>11,785,627</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>11,785,627</u>	<u>8,024,340</u>	<u>988,230</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 13,385,657</u>	<u>\$ 8,630,385</u>	<u>\$ 1,097,273</u>

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

Capital Projects Fund Special Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 6,155,132	\$ 17,610,043	\$ 45,185,153
-	355,054	909,754
-	130,210	830,969
-	1,000	2,550
-	20,809	20,809
-	-	436,328
<u>\$ 6,155,132</u>	<u>\$ 18,117,116</u>	<u>\$ 47,385,563</u>
\$ 249,310	\$ 283,504	\$ 1,608,130
-	166,448	796,376
<u>249,310</u>	<u>449,952</u>	<u>2,404,506</u>
-	108,519	688,393
-	63,387	93,387
-	171,906	781,780
-	20,809	457,137
-	15,634,330	24,210,572
5,905,822	36,064	5,941,886
-	1,804,055	1,804,055
-	-	11,785,627
<u>5,905,822</u>	<u>17,495,258</u>	<u>44,199,277</u>
<u>\$ 6,155,132</u>	<u>\$ 18,117,116</u>	<u>\$ 47,385,563</u>

CLATSOP COUNTY
Oregon

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES**

June 30, 2018

Total fund balances		\$ 44,199,277
Capital assets are not financial resources and are therefore not reported in the governmental funds.		
Cost	400,054,081	
Accumulated depreciation and amortization	<u>(248,251,793)</u>	151,802,288
The notes receivable are not available as current financial resources and are therefore not reported as assets in the governmental funds.		1,085,538
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 received 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 funds.		688,393
Liabilities not payable in the current year are not reported as governmental fund liabilities. Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. These liabilities consist of:		
Compensated absences	(1,078,108)	
Long-term liabilities	<u>(2,726,549)</u>	(3,804,657)
Pension assets or liabilities, with related deferred outflows of resources and deferred inflows of resources, are not reported in the governmental funds, but are reported on the statement of net position. The amounts included in governmental activities on the statement on net position:		
Net pension liability	(15,617,412)	
Deferred outflows of pension related resources	5,002,351	
Deferred inflows of pension related resources	<u>(1,092,900)</u>	(11,707,961)
OPEB assets or liabilities, with related deferred outflows of resources and deferred inflows of resources, are not reported in the governmental funds, but are reported on the statement of net position. The amounts included in governmental activities on the statement on net position:		
Net OPEB liability	(914,575)	
Deferred outflows of OPEB related resources	156,868	
Deferred inflows of OPEB related resources	<u>(69,879)</u>	(827,586)
Net position of governmental activities		<u>\$ 181,435,292</u>

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

CLATSOP COUNTY
Oregon

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

For the Year Ended June 30, 2018

		Special Revenue Funds	
	General Fund	General Roads	Road District No. 1
REVENUES			
Property taxes	\$ 8,984,087	\$ -	\$ 2,034,121
Other taxes	603,919	-	159,418
Timber and land sales	7,011,927	-	2,430,703
Licenses, permits, and fees	553,408	-	-
Intergovernmental	3,605,000	7,276,547	-
Charges for services	783,395	255,503	-
Fines and forfeitures	36,120	-	-
Investment earnings	182,380	122,338	12,812
Miscellaneous	<u>1,540,018</u>	<u>44,600</u>	<u>-</u>
Total revenues	<u>23,300,254</u>	<u>7,698,988</u>	<u>4,637,054</u>
EXPENDITURES			
Current			
General government	6,356,672	-	-
Public safety	10,687,461	5,360,836	-
Land use, housing, and transportation	708,166	-	4,524,260
Parks, culture, and recreation	209,144	-	-
Economic development	-	-	-
Health and human services	129,520	-	-
Education	-	-	-
Debt service	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>18,090,963</u>	<u>5,360,836</u>	<u>4,524,260</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,209,291</u>	<u>2,338,152</u>	<u>112,794</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	3,435,200	-	-
Transfers out	<u>(3,427,603)</u>	<u>(476,620)</u>	<u>-</u>
Total other financing sources (uses)	<u>7,597</u>	<u>(476,620)</u>	<u>-</u>
Net change in fund balances	5,216,888	1,861,532	112,794
Fund balances - beginning	<u>6,568,739</u>	<u>6,162,808</u>	<u>875,436</u>
Fund balances - ending	<u>\$ 11,785,627</u>	<u>\$ 8,024,340</u>	<u>\$ 988,230</u>

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

Capital Projects Fund Special Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 2,042,473	\$ 13,060,681
-	215,992	979,329
-	2,250,025	11,692,655
-	875,203	1,428,611
50,000	6,355,181	17,286,728
-	983,062	2,021,960
-	45,583	81,703
97,350	293,853	708,733
<u>28,893</u>	<u>637,498</u>	<u>2,251,009</u>
<u>176,243</u>	<u>13,698,870</u>	<u>49,511,409</u>
138,527	88,688	6,583,887
-	5,197,370	21,245,667
-	700	5,233,126
-	1,425,636	1,634,780
-	848,631	848,631
-	3,734,242	3,863,762
-	460,476	460,476
-	181,294	181,294
<u>580,892</u>	<u>936,750</u>	<u>1,517,642</u>
<u>719,419</u>	<u>12,873,787</u>	<u>41,569,265</u>
<u>(543,176)</u>	<u>825,083</u>	<u>7,942,144</u>
2,955,315	1,469,120	7,859,635
<u>(3,482,400)</u>	<u>(473,012)</u>	<u>(7,859,635)</u>
<u>(527,085)</u>	<u>996,108</u>	<u>-</u>
(1,070,261)	1,821,191	7,942,144
<u>6,976,083</u>	<u>15,674,067</u>	<u>36,257,133</u>
<u>\$ 5,905,822</u>	<u>\$ 17,495,258</u>	<u>\$ 44,199,277</u>

CLATSOP COUNTY
Oregon

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

For the Year Ended June 30, 2018

Net change in fund balances **\$ 7,942,144**

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

Governmental funds report capital outlay as expenditures; however, in 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 in the current period.

Disposal of capital assets	(307,481)	
Related accumulated depreciation	307,481	
Expenditures for capital assets	1,377,639	
Less current year depreciation	<u>(8,802,575)</u>	(7,424,936)

Governmental funds report note receivable payments as revenue. No income is recorded in the statement of activities. Payments are treated as reductions of the asset. (197,612)

Governmental funds report lease receivable payments as revenue. No income is recorded in the statement of activities. Payments are treated as reductions of the asset. (4,128)

Governmental funds report current period PERS lump sum payments to finance an estimated unfunded actuarial liability as expenditures; however, on the statement of activities, these payments are capitalized and amortized over the life of the unfunded liability. 2,410,235

Long-term debt proceeds are reported as other financing sources in the governmental funds. On the statement of net position, however, issuing long-term debt increases liabilities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability on the statement of net position.

Debt principal paid		178,473
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Property taxes that do not meet the measurable and available criteria are not recognized as revenue in the current year in the governmental funds. On the statement of activities, property taxes are recognized as revenue when levied. (33,950)

(Continued)

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

CLATSOP COUNTY
Oregon

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

For the Year Ended June 30, 2018

(Continued)

Some expenses reported in the statement of activities do not require the use of current financial resources and are therefore not reported as expenditures in the governmental funds.

Compensated absences	\$ (28,774)
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Loan payments received that do not meet the measurable and available criteria are not recognized as revenue in the current year in the governmental funds.

254,377

Changes in the deferred outflow relating to the property tax repayment are not recognized as income in the governmental funds, but rather as a reduction of the asset.

(56,765)

Changes in net pension assets and liabilities, as well as the related changes in deferred outflows and deferred inflows of resources, are not recognized as expenditures in the governmental funds.

(4,161,376)

Changes in net OPEB assets and liabilities, as well as the related changes in deferred outflows and deferred inflows of resources, are not recognized as expenditures in the governmental funds.

(80,650)

Change in net position

\$ (1,202,962)

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

CLATSOP COUNTY
Oregon

STATEMENT OF FUND NET POSITION

PROPRIETARY FUNDS

June 30, 2018

	Enterprise Funds		
	Westport Sewer Operating	Westport Sewer Equipment Replacement	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 63,705	\$ 43,857	\$ 107,562
Accounts receivable	<u>10,801</u>	<u>-</u>	<u>10,801</u>
Total current assets	<u>74,506</u>	<u>43,857</u>	<u>118,363</u>
Capital assets			
Land	22,039	-	22,039
Capital assets, net of accumulated depreciation	<u>268,604</u>	<u>-</u>	<u>268,604</u>
Total capital assets	<u>290,643</u>	<u>-</u>	<u>290,643</u>
Total assets	<u>365,149</u>	<u>43,857</u>	<u>409,006</u>
LIABILITIES			
Current liabilities			
Accounts payable and accrued expenses	8,577	96	8,673
Accrued interest	-	762	762
Long-term liabilities, current portion	<u>-</u>	<u>5,887</u>	<u>5,887</u>
Total current liabilities	8,577	6,745	15,322
Noncurrent liabilities			
Long-term liabilities, less current portion	<u>-</u>	<u>53,518</u>	<u>53,518</u>
Total liabilities	<u>8,577</u>	<u>60,263</u>	<u>68,840</u>
NET POSITION			
Net investment in capital assets	290,643	-	290,643
Unrestricted	<u>65,929</u>	<u>(16,406)</u>	<u>49,523</u>
Total net position	<u>\$ 356,572</u>	<u>\$ (16,406)</u>	<u>\$ 340,166</u>

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

CLATSOP COUNTY
Oregon

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION

PROPRIETARY FUNDS

For the Year Ended June 30, 2018

	Enterprise Funds		
	Westport Sewer Operating	Westport Sewer Equipment Replacement	Total
Operating revenues			
Charges for services	\$ 74,751	\$ -	\$ 74,751
Operating expenses			
Personnel services	10,463	-	10,463
Materials and services	51,719	6,861	58,580
Other charges	3,179	-	3,179
Depreciation	78,606	-	78,606
Total operating expenses	143,967	6,861	150,828
Operating income (loss)	(69,216)	(6,861)	(76,077)
Nonoperating revenues (expenses)			
Investment earnings	1,023	774	1,797
Miscellaneous	253	-	253
Interest	(1,790)	-	(1,790)
Total nonoperating revenues (expenses)	(514)	774	260
Income (loss) before contributions and transfers	(69,730)	(6,087)	(75,817)
Capital contributions	(5,726)	5,726	-
Transfers in	-	2,000	2,000
Transfers out	(2,000)	-	(2,000)
Change in net position	(77,456)	1,639	(75,817)
Net position - beginning	434,028	(18,045)	415,983
Net position - ending	\$ 356,572	\$ (16,406)	\$ 340,166

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

CLATSOP COUNTY
Oregon

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Year Ended June 30, 2018

	<u>Enterprise Funds</u>		
	<u>Westport Sewer Operating</u>	<u>Westport Sewer Equipment Replacement</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 81,043	\$ -	\$ 81,043
Other receipts	253	-	253
Payments to employees for services	(10,463)	-	(10,463)
Payments to suppliers for goods and services	(45,886)	(6,765)	(52,651)
Other charges	<u>(3,179)</u>	<u>-</u>	<u>(3,179)</u>
Net cash provided (used) by operating activities	<u>21,768</u>	<u>(6,765)</u>	<u>15,003</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	-	2,000	2,000
Transfers out	<u>(2,000)</u>	<u>-</u>	<u>(2,000)</u>
Net cash provided (used) by noncapital financing activities	<u>(2,000)</u>	<u>2,000</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal payments on long-term liabilities	-	(5,726)	(5,726)
Interest paid on long-term liabilities	(1,790)	-	(1,790)
Capital contributions	<u>(5,726)</u>	<u>5,726</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>(7,516)</u>	<u>-</u>	<u>(7,516)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment earnings	<u>1,023</u>	<u>774</u>	<u>1,797</u>
Net cash provided (used) by investing activities	<u>1,023</u>	<u>774</u>	<u>1,797</u>
Net increase (decrease) in cash and cash equivalents	13,275	(3,991)	9,284
Cash and cash equivalents - beginning	<u>50,430</u>	<u>47,848</u>	<u>98,278</u>
Cash and cash equivalents - ending	<u>\$ 63,705</u>	<u>\$ 43,857</u>	<u>\$ 107,562</u>

(Continued)

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

CLATSOP COUNTY
Oregon

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Year Ended June 30, 2018

(Continued)

	Enterprise Funds		
	Westport Sewer Operating	Westport Sewer Equipment Replacement	Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (69,216)	\$ (6,861)	\$ (76,077)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	78,606	-	78,606
Miscellaneous	253	-	253
(Increase) decrease in accounts receivable	6,292	-	6,292
Increase (decrease) in accounts payable and accrued expenses	<u>5,833</u>	<u>96</u>	<u>5,929</u>
Net cash provided (used) by operating activities	<u>\$ 21,768</u>	<u>\$ (6,765)</u>	<u>\$ 15,003</u>

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

CLATSOP COUNTY
Oregon

STATEMENT OF FIDUCIARY NET POSITION

June 30, 2018

	<u>Agency Fund</u>
ASSETS	
Cash and cash equivalents	\$ 1,628,940
Accounts receivable	28,815
Property taxes receivable	<u>3,990,501</u>
 Total assets	 <u>\$ 5,648,256</u>
LIABILITIES	
Accounts payable	\$ 45,400
Due to other taxing districts/agencies	5,309,008
Due to department trusts	<u>293,848</u>
 Total liabilities	 <u>\$ 5,648,256</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

CLATSOP COUNTY

Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Clatsop County 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 County's accounting policies are described below.

A. Reporting Entity

Clatsop County was incorporated in 1844. In January 1989, the County was organized as a "Home-Rule" form of government, which is overseen by a five-member board of county commissioners under the constitution and laws of the state of Oregon and the Home-Rule Charter for the government of Clatsop County. The board designates one of its members as its chair. The board members are nominated from districts whose boundaries are drawn by the board and established by ordinance. Board members are elected from the County at large, for a term of four years. The board appoints a county administrator and a county counselor. As required by accounting principles generally accepted in the United States of America, these financial statements present the primary government and its component units, which are entities for which the primary government is considered to be financially accountable.

Blended component units, although legally separate entities are, in substance, part of the primary government's operations and therefore, data from these units are combined with data of the primary government. Discretely presented component units are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate entities from the primary government.

The County has four blended component units: Clatsop County 4-H and Extension Service District (a special revenue fund), Clatsop County Road District No. 1 (a special revenue fund), Clatsop County Rural Law Enforcement District (a special revenue fund), and Westport Sewer Service District (an enterprise fund). These entities are presented in these financial statements as blended component units because the County is financially accountable for, significantly influences the operations of, and the board of county commissioners acts as the governing body of these entities. Complete financial statements for each component unit may be obtained from: Clatsop County Budget and Finance, 800 Exchange Street, Suite 310, Astoria, Oregon 97103.

The County reports one discretely presented component unit: Clatsop County Housing Authority. The Authority provides safe and affordable housing to low-income residents of Clatsop County, Oregon and is governed by the board of county commissioners. The County is not financially responsible for the Authority, but the nature and significance of its financial relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. On October 23, 2013, the board of county commissioners voted to merge the Authority with Northwest Oregon Housing Authority (NOHA). A copy of their financial statements may be obtained by writing to: Clatsop County Housing Authority, 1508 Exchange Street, Suite 101, Astoria, Oregon 97103.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide and Fund Financial Statements

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

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.

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

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, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is 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.

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 County considers revenues to be available if they are received within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, as well as expenditures related to compensated absences, are recorded only when payment is due.

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 County.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The County reports the following major governmental funds:

General Fund – The General Fund is the primary operating fund of the County. It accounts for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds

General Roads Fund – The General Roads Fund accounts for the receipt and expenditure of state gasoline taxes. These expenditures include construction, reconstruction, improvement, repair maintenance, and operations of the County's roads.

Road District No. 1 Fund – The Road District No. 1 Fund accounts for maintenance and improvements of County roads. The main sources of revenue are derived from property taxes and timber sales.

Capital Projects Fund

Special Projects Fund – The Special Projects Fund accounts for discretionary revenue from timber sales in order to fund limited-duration General Fund expenditures for capital or special projects.

Additionally, the County reports the following nonmajor governmental funds:

Special Revenue Funds

County Clerk Records, Animal Shelter Donations, Insurance Reserve, Road District No. 1, Rural Law Enforcement, Child Support, Juvenile Crime Prevention, Parole & Probation Division, Marine Patrol, Child Custody Mediation and Drug Project, Courthouse Security, State Timber Enforcement, Building Codes, Land Corner Preservation, Bike Paths, Culture and Recreation – Fair Board, Clatsop County Fisheries, Industrial Development Revolving, Video Lottery, Public Health, Mental Health Grants, Law Library, and 4-H and Extension Funds – These funds account for revenue derived from specific taxes or other revenue sources, which are legally restricted to finance particular functions or activities.

Debt Service Funds

Debt Service Fund and Bond and UAL Reserve Fund – These funds account for the resources accumulated and payments made for principal and interest on long-term debt of governmental funds.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Capital Projects Funds

General Roads Equipment Replacement Fund and Park and Land Acquisition and Maintenance Fund – These funds account for expenditures on major construction projects or equipment acquisition. The principal sources of revenue are sale of property, state timber allocations, and long-term debt proceeds.

The following funds do not meet the quantitative criteria in GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, and GASB Statement No. 37, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments: Omnibus* as amended, for presentation as major funds; however, management considers the funds to be particularly important to financial statement users and has therefore elected to present the following funds as major proprietary funds:

Enterprise Funds

Westport Sewer Operating Fund – The Westport Sewer Operating Fund accounts for the disposal of solid waste generated from the Westport District of Clatsop County. The principal funding sources are collection fees and assessments from property owners.

Westport Sewer Equipment Replacement Fund – The Westport Sewer Equipment Replacement Fund accounts for monies accumulated for future equipment acquisitions and loan service payments for prior wastewater treatment improvements.

The County reports the following fiduciary fund:

Agency Fund

Department Trusts Fund – The Department Trusts Fund accounts for resources that are received and held by the County in a fiduciary capacity. A portion of the funds held are monies collected by County departments in varying capacities for the state and then disbursed to applicable state agencies on either a monthly, quarterly, or annual basis. Other funds held include donations made by outside agencies for specific use as the need arises.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are transfers between the governmental funds and the proprietary funds, as well as charges between the functions of the County. Elimination of these transactions would distort the direct costs and program revenues reported for the various functions concerned and their respective financial statements.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed. 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 County'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.

State statutes authorize the County 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. Inventory and Prepaid Items

Inventories consist of expendable supplies held for maintenance and improvements and are valued at cost on a first-in/first-out basis. The cost of purchased inventory is recorded as a disbursement at the time of purchase.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

3. 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 funds. Property taxes received within approximately 60 days of fiscal year-end are recognized as revenue, while the remaining amount of taxes receivable are recorded as unavailable revenue because they are not deemed available to finance operations of the current period.

The permanent tax rates per \$1,000 of assessed value for the County and its component units are as follows:

Entity	Rate
Clatsop County	1.5338
Clatsop County 4-H and Extension Service District	0.0534
Clatsop County Road District No. 1	1.0175
Clatsop County Rural Law Enforcement District	0.7195

In addition, the County voters approved a five-year local option levy for operations and maintenance of the County fairgrounds. The tax rate is 0.05 per \$1,000 of assessed value.

4. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life 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 acquisition value.

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.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

4. Capital Assets (Continued)

Depreciation of capital assets is computed on the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Vehicles and heavy equipment	5
Office furniture and equipment	5
Land improvements	25
Infrastructure	25-40
Building improvements	40

5. Compensated Absences

Amounts of vested or accumulated vacation leave that are expected to be liquidated with expendable available financial resources are reported as expenditures when paid. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported as liabilities on the statement of net position. In accordance with the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

6. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net position. Premiums and discounts are deferred and amortized over the life of the obligations using the effective interest method. Long-term liabilities are reported net of the applicable premium or discount.

In the fund financial statements, governmental fund types recognize premiums, discounts, and issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources, while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

7. Retirement Plans

Most of the County's employees participate in Oregon's Public Employees Retirement System (PERS). Contributions are made on a current basis as required by the plan and are recorded as expenses or expenditures.

8. 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 so will not be recognized as an outflow of resources until then. The County has three items that qualify for reporting in this category, which are deferred amounts related to pensions and other postemployment benefits and repayment of property tax appeal. These amounts are deferred and recognized as outflows of resources when the County recognizes pension expenses/expenditures and payment on the obligation. Deferred outflows of amounts related to pensions and other postemployment benefits and repayment of property tax appeal are included in the government-wide statement of net position.

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 County has four items that qualify for reporting in this category, which are unavailable revenue from property taxes, unearned grant revenue, and deferred amounts related to pensions and other postemployment benefits. Unavailable revenue from property taxes and unearned grant revenue are deferred and recognized as inflows of resources in the period that the amounts become available. Unavailable revenue from property taxes is reported in the balance sheet. Unearned grant revenue is reported in the government-wide statement of net position and the balance sheet. Deferred amounts related to pensions and other postemployment benefits are deferred and recognized as inflows of resources in the period when the County recognizes pension or other postemployment benefit income. Deferred inflows of amounts related to pensions and other postemployment benefits are included in the government-wide statement of net position.

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

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

8. Deferred Outflows and Inflows of Resources (Continued)

For purposes of measuring the net other postemployment benefits (OPEB) retirement health insurance account (RHIA) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense information about the net position of OPERS, and additions to/deductions from OPERS' net position have been determined on the same basis as they are reported by OPERS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For purposes of measuring the implicit OPEB liability, the County has relied on actuarial reports. The net OPEB liability, deferred outflows of resources, and deferred inflows of resources are related to changes in assumptions for the covered active and inactive participants.

9. Fund Equity

The County 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.
- Committed fund balance – amounts constrained to specific purposes by the County itself, using its highest level of decision-making authority (i.e., board of county commissioners). To be reported as committed, amounts cannot be used for any other purpose unless the County takes the same highest-level action to remove or change the constraint.
- Assigned fund balance – amounts the County intends to use for a specific purpose. Intent can be expressed by the board of county commissioners or by an official or body to which the board of county commissioners delegates the authority.
- Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

9. Fund Equity (Continued)

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

The County 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 could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The County budgets all funds in accordance with the requirements of state law. Annual appropriated budgets are adopted for the general, special revenue, debt service, capital projects, and enterprise funds. All funds are budgeted on the modified accrual basis of accounting.

The County begins its budgeting process by appointing budget committee members. The budget officer 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 county commissioners by resolution prior to the beginning of the County's fiscal year. The board resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. Total personnel services, support services, enterprise and community services, debt service, facilities acquisition and construction, interfund transfers, and operating contingency are the levels of control for the funds 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 a fund's original budget may be adopted by the board of county commissioners at a regular board meeting. A supplemental budget greater than 10% of a fund's original budget requires hearings before the public, publication in newspapers, and approval by the board of county 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 county commissioners. During the year, there were no supplemental budgets. The County does not use encumbrances and appropriations lapse at year-end.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

Budget amounts shown in the financial statements reflect the original budget amounts and 26 approved appropriation transfers. Of the approved appropriation transfers, 18 transfers were a result of unanticipated revenue and the remaining 8 were within budgeted contingency.

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES

A. Deposits and Investments

Clatsop County maintains a cash and cash equivalents pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the fund financial statements as cash and cash equivalents. Additionally, several funds held separate cash accounts. 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. Fair value is determined at the quoted market price, if available; otherwise, the fair value is estimated based on the amount at which the investment could be exchanged in a current transaction between willing parties, other than a forced liquidation sale. 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.

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 an adopted investment policy that was reviewed by the Oregon Short-Term Fund Board and complies with state statutes.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

A. Deposits and Investments (Continued)

Investments

As of June 30, 2018, the County had the following investments:

	<u>Credit Quality Rating</u>	<u>Maturities</u>	<u>Fair Value</u>
Oregon Local Government Investment Pool	Unrated	-	<u>\$ 44,218,659</u>

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. Participants in mutual funds and external investment pools often can liquidate their position on demand. Such a demand provision in no way changes the fact that the earnings of the participant will be affected by the interest rate exposure of the underlying securities in the fund or pool.

Concentration of Credit Risk

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

	<u>Amount</u>
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 US government and US obligation mark to market)	10%

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.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

A. Deposits and Investments (Continued)

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, for which the FDIC provides insurance coverage of \$250,000 for demand deposit accounts and an additional \$250,000 for time and savings accounts. At June 30, 2018, the County's total deposits of \$237,491 were fully insured by the FDIC.

Deposits

The County's deposits and investments at June 30, 2018 are as follows:

Cash on hand	\$ 2,160
Checking accounts	1,071,896
Total investments	<u>44,218,659</u>
 Total deposits and investments	 <u>\$ 45,292,715</u>
 Cash held in fiduciary funds	 <u>\$ 1,628,940</u>

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

A. Deposits and Investments (Continued)

Deposits (Continued)

Deposits and investments by fund:

Governmental activities - unrestricted	
General Fund	\$ 12,528,007
Special Projects Fund	6,155,132
Nonmajor governmental funds	<u>1,841,098</u>
Total governmental activities - unrestricted	<u>20,524,237</u>
Business-type activities - unrestricted	
Westport Sewer Operating Fund	63,705
Westport Sewer Equipment Replacement Fund	<u>43,857</u>
Total business-type activities - unrestricted	<u>107,562</u>
Subtotal unrestricted deposits and investments	<u>20,631,799</u>
Governmental activities - restricted	
General Roads Fund	7,925,346
Road District No. 1 Fund	966,625
Nonmajor governmental funds	<u>15,768,945</u>
Subtotal restricted deposits and investments	<u>24,660,916</u>
Total deposits and investments	<u>\$ 45,292,715</u>
Agency funds	
Other Taxing Districts	\$ 1,331,401
Departmental Trusts	<u>297,539</u>
Total fiduciary deposits and investments	<u>\$ 1,628,940</u>

B. Property Tax Assessment Appeal

The County established a tax reserve trust account with the Clatsop County Tax Department for a petition of property tax assessment refund filed by Georgia Pacific Corporation. During the year, \$30,215 in the reserve was turned over to the County as unsegregated taxes in accordance with provisions of ORS 311.814. As of June 30, 2018, the balance of the reserve was \$254,377. See Note III-G.2iv.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2018 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets not being depreciated				
Land	\$ 6,848,114	\$ -	\$ -	\$ 6,848,114
Construction in progress	30,050	2,613	-	32,663
Infrastructure	<u>66,822,552</u>	<u>-</u>	<u>-</u>	<u>66,822,552</u>
Total capital assets not being depreciated	<u>73,700,716</u>	<u>2,613</u>	<u>-</u>	<u>73,703,329</u>
Capital assets being depreciated				
Buildings and improvements	24,090,179	276,074	-	24,366,253
Equipment and vehicles	9,630,991	823,191	(307,481)	10,146,701
Infrastructure	286,123,997	155,651	-	286,279,648
Computer equipment	1,462,296	96,202	-	1,558,498
Furniture and fixtures	350,004	9,624	-	359,628
Tools and equipment	1,470,208	14,284	-	1,484,492
Intangibles	<u>2,155,532</u>	<u>-</u>	<u>-</u>	<u>2,155,532</u>
Total capital assets being depreciated	<u>325,283,207</u>	<u>1,375,026</u>	<u>(307,481)</u>	<u>326,350,752</u>
Less accumulated depreciation for				
Buildings and improvements	(8,749,091)	(628,616)	-	(9,377,707)
Equipment and vehicles	(7,563,730)	(541,897)	307,481	(7,798,146)
Infrastructure	(218,776,327)	(7,464,687)	-	(226,241,014)
Computer equipment	(1,083,999)	(93,529)	-	(1,177,528)
Furniture and fixtures	(259,917)	(18,806)	-	(278,723)
Tools and equipment	(1,178,858)	(49,017)	-	(1,227,875)
Intangibles	<u>(2,144,777)</u>	<u>(6,023)</u>	<u>-</u>	<u>(2,150,800)</u>
Total accumulated depreciation	<u>(239,756,699)</u>	<u>(8,802,575)</u>	<u>307,481</u>	<u>(248,251,793)</u>
Total capital assets being depreciated, net	<u>85,526,508</u>	<u>(7,427,549)</u>	<u>-</u>	<u>78,098,959</u>
Governmental activities capital assets, net	<u>\$ 159,227,224</u>	<u>\$ (7,424,936)</u>	<u>\$ -</u>	<u>\$ 151,802,288</u>

(Continued)

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

C. Capital Assets (Continued)

(Continued)	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities				
Capital assets not being depreciated				
Land	\$ 22,039	\$ -	\$ -	\$ 22,039
Capital assets being depreciated				
Buildings and improvements	2,332,747	-	-	2,332,747
Equipment and vehicles	136,024	-	-	136,024
Computer equipment	<u>9,818</u>	<u>-</u>	<u>-</u>	<u>9,818</u>
Total capital assets being depreciated	<u>2,478,589</u>	<u>-</u>	<u>-</u>	<u>2,478,589</u>
Less accumulated depreciation for				
Buildings and improvements	(1,985,537)	(78,606)	-	(2,064,143)
Equipment and vehicles	(136,024)	-	-	(136,024)
Computer equipment	<u>(9,818)</u>	<u>-</u>	<u>-</u>	<u>(9,818)</u>
Total accumulated depreciation	<u>(2,131,379)</u>	<u>(78,606)</u>	<u>-</u>	<u>(2,209,985)</u>
Total capital assets being depreciated, net	<u>347,210</u>	<u>(78,606)</u>	<u>-</u>	<u>268,604</u>
Business-type activities capital assets, net	<u>\$ 369,249</u>	<u>\$ (78,606)</u>	<u>\$ -</u>	<u>\$ 290,643</u>

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

C. Capital Assets (Continued)

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

	Capital Assets	Accumulated Depreciation	Net Capital Assets
Governmental activities			
Land	\$ 6,848,114	\$ -	\$ 6,848,114
Construction in progress	32,663	-	32,663
Infrastructure - non-depreciable	66,822,552	-	66,822,552
Buildings and improvements	24,366,253	(9,377,707)	14,988,546
Equipment and vehicles	10,146,701	(7,798,146)	2,348,555
Infrastructure - depreciable	286,279,648	(226,241,014)	60,038,634
Computer equipment	1,558,498	(1,177,528)	380,970
Furniture and fixtures	359,628	(278,723)	80,905
Tools and equipment	1,484,492	(1,227,875)	256,617
Intangibles	<u>2,155,532</u>	<u>(2,150,800)</u>	<u>4,732</u>
Total governmental activities capital assets	<u>400,054,081</u>	<u>(248,251,793)</u>	<u>151,802,288</u>
Business-type activities			
Land	22,039	-	22,039
Buildings and improvements	2,332,747	(2,064,143)	268,604
Equipment and vehicles	136,024	(136,024)	-
Computer equipment	<u>9,818</u>	<u>(9,818)</u>	<u>-</u>
Total business-type activities capital assets	<u>2,500,628</u>	<u>(2,209,985)</u>	<u>290,643</u>
Total capital assets	<u>\$ 402,554,709</u>	<u>\$ (250,461,778)</u>	<u>\$ 152,092,931</u>

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

C. Capital Assets (Continued)

Depreciation expense is recorded on the statement of activities as follows:

Governmental activities	
General government	\$ 762,475
Public safety	81,062
Land use, housing, and transportation	7,713,777
Parks, culture, and recreation	122,779
Economic development	12,920
Health and human services	<u>109,562</u>
Total governmental activities	<u>\$ 8,802,575</u>
Business-type activities	
Westport sewer	<u>\$ 78,606</u>

D. Interfund Transfers

Interfund transfers during the year consisted of:

	Transfers in:				
	General Fund	Special Projects Fund	Nonmajor Governmental Funds	Westport Sewer Equipment Replacement Fund	Total
Transfers out:					
General Fund	\$ -	\$ 2,917,503	\$ 510,100	\$ -	\$ 3,427,603
General Roads Fund	-	-	476,620	-	476,620
Special Projects Fund	3,000,000	-	482,400	-	3,482,400
Nonmajor governmental funds	435,200	37,812	-	-	473,012
Westport Sewer Operating Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000</u>	<u>2,000</u>
Total	<u>\$ 3,435,200</u>	<u>\$ 2,955,315</u>	<u>\$ 1,469,120</u>	<u>\$ 2,000</u>	<u>\$ 7,861,635</u>

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

D. Interfund Transfers (Continued)

The primary purposes of the interfund transfers in are summarized below by fund:

General Fund – This transfer was made per the board policy in conjunction with the recommendation of the Long-Term Financial Plan to contribute excess timber revenues to the cost of capital projects.

Special Projects Fund – To establish a General Fund stabilization account per the recommendation of the Long-Term Financial Plan; additionally, to provide for debt service and to reserve funds for future unfunded liability costs associated with the County's pension liability.

Nonmajor governmental funds – To fund operations to help County facility services.

Westport Sewer Equipment Replacement Fund – To help cover the maintenance and equipment replacement costs for operation of the Westport Sewer.

E. Operating Leases

The County leases buildings and office equipment under non-cancelable operating leases. For the year ended June 30, 2018, total lease payments amounted to \$65,441.

Future minimum payments for the leases are as follows:

Year Ending June 30	Amount
2019	\$ 65,471
2020	5,583
2021	5,701
2022	<u>4,211</u>
	<u>\$ 80,966</u>

F. Changes in Compensated Absences

The following is a summary of compensated absences transactions for the year:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental activities					
Compensated absences	<u>\$ 1,049,334</u>	<u>\$ 28,774</u>	<u>\$ -</u>	<u>\$ 1,078,108</u>	<u>\$ 970,297</u>

Funds that usually liquidate accrued compensated absences include the General Fund, General Roads Fund, and several nonmajor governmental funds.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

G. Long-Term Liabilities

1. Changes in Long-Term Liabilities

The following is a summary of long-term liabilities transactions for the year:

	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities							
Loan - Dell Lease 15-19	3.55%	\$ 164,046	\$ 82,022	\$ -	\$ 41,012	\$ 41,010	\$ 41,010
Solutions Yes Copier Lease	0.00%	20,640	15,480	-	4,128	11,352	4,128
Loan - Columbia State Bank Series 2014	2.87%	2,000,000	1,733,334	-	133,333	1,600,001	133,333
Loan - Bank of America Series 2012	2.18%	<u>2,550,800</u>	<u>1,328,563</u>	<u>-</u>	<u>254,377</u>	<u>1,074,186</u>	<u>259,923</u>
Total governmental activities		<u>\$ 4,735,486</u>	<u>\$ 3,159,399</u>	<u>\$ -</u>	<u>\$ 432,850</u>	<u>\$ 2,726,549</u>	<u>\$ 438,394</u>
Business-type activities							
Loan - Department of Environmental Quality	2.81%	<u>\$ 112,250</u>	<u>\$ 65,131</u>	<u>\$ -</u>	<u>\$ 5,726</u>	<u>\$ 59,405</u>	<u>\$ 5,887</u>

2. Governmental Activities Loans Payable

i. Dell Lease 15-19

On May 15, 2015, the County signed a lease agreement with Dell for the purchase of computer equipment; however the agreement did not take effect until the beginning of the fiscal year ended June 30, 2016. This lease agreement qualifies as a capital lease for accounting purposes and has therefore been recorded at the present value of minimum lease payments as of the inception date. Interest is fixed at 3.55% and payments of \$42,467 are due annually.

ii. Solutions Yes Copier Lease

On April 14, 2016, the County signed a lease agreement with Solutions Yes for the purchase of copiers and printers. This lease agreement qualifies as a capital lease for accounting purposes and has therefore been recorded at the present value of minimum lease payments as of the inception date. Interest is fixed at 0% and payments of \$344 are due monthly.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

G. Long-Term Liabilities (Continued)

2. Governmental Activities Loans Payable (Continued)

iii. Columbia State Bank Series 2014

On July 1, 2014, the County signed an agreement with Columbia State Bank for \$2,000,000 to finance the remodel of the county parole and probation facility. Interest is fixed at 2.87%. Principal payments are to commence in July 2015 and continue to be made semiannually on January 15 and July 15 of each year.

iv. Assessment Taxation 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 has 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 County's and its component units' initial share of the long-term obligation amounted to \$441,899. As of June 30, 2018, the County's commitment toward the long-term obligation amounted to \$179,632. The County has established a reserve account in accordance with ORS 311.814 with the Clatsop County Assessment and Taxation Department in the amount of \$254,377, which will be used to pay down the County's remaining share of the long-term obligation. Any amount of the reserve account not used for the satisfaction of this obligation will be returned to the taxing district as unsegregated taxes. As of June 30, 2018, the total debt outstanding on the long-term obligation amounted to \$1,074,186 and a note receivable balance in the amount of \$894,554 has been recorded from other taxing districts.

CLATSOP COUNTY
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NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

G. Long-Term Liabilities (Continued)

3. Governmental Activities Future Maturities of Long-Term Liabilities

Year Ending June 30	Loans		
	Principal	Interest	Total
2019	\$ 438,394	\$ 69,474	\$ 507,868
2020	403,050	58,473	461,523
2021	407,808	48,910	456,718
2022	410,628	39,007	449,635
2023	666,667	106,679	773,346
2024-2028	<u>400,002</u>	<u>17,433</u>	<u>417,435</u>
Total	<u>\$ 2,726,549</u>	<u>\$ 339,976</u>	<u>\$ 3,066,525</u>

4. Business-Type Activities Loan Payable – Department of Environmental Quality

On August 1, 2005, Westport Sewer Service District signed an agreement with the Oregon Department of Environmental Quality (DEQ) Clean Water State Revolving Fund (CWSRF) to finance wastewater system improvements. Interest is fixed at 2.81%. Payments of \$3,758 are made semiannually on February 1 and August 1.

5. Business-Type Activities Future Maturities of Long-Term Liabilities

Year Ending June 30	Loan		
	Principal	Interest	Total
2019	\$ 5,887	\$ 1,629	\$ 7,516
2020	6,054	1,462	7,516
2021	6,226	1,290	7,516
2022	6,402	1,114	7,516
2023	6,583	933	7,516
2024-2028	<u>28,253</u>	<u>1,815</u>	<u>30,068</u>
Total	<u>\$ 59,405</u>	<u>\$ 8,243</u>	<u>\$ 67,648</u>

CLATSOP COUNTY
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NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT CATEGORIES (Continued)

H. Constraints on Fund Balance

Constraints on fund balances reported on the balance sheet are as follows:

	General Fund	General Roads Fund	Road District No. 1 Fund	Special Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Fund balances:						
Nonspendable:						
Inventory	\$ -	\$ 436,328	\$ -	\$ -	\$ -	\$ 436,328
Prepaid items	-	-	-	-	20,809	20,809
Restricted for:						
Highways and streets	-	7,588,012	988,230	-	433,216	9,009,458
Education	-	-	-	-	375,773	375,773
Economic development	-	-	-	-	5,142,720	5,142,720
Health and human services	-	-	-	-	1,062,983	1,062,983
Public safety	-	-	-	-	6,281,201	6,281,201
County fair	-	-	-	-	699,588	699,588
Land corner preservation	-	-	-	-	289,172	289,172
Parks	-	-	-	-	995,704	995,704
Animal shelter	-	-	-	-	351,114	351,114
Other	-	-	-	-	2,859	2,859
Committed to:						
Capital projects	-	-	-	5,905,822	36,064	5,941,886
Assigned to:						
Insurance reserve	-	-	-	-	388,720	388,720
Debt service	-	-	-	-	1,415,335	1,415,335
Unassigned	<u>11,785,627</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,785,627</u>
Total fund balances	<u>\$ 11,785,627</u>	<u>\$ 8,024,340</u>	<u>\$ 988,230</u>	<u>\$ 5,905,822</u>	<u>\$ 17,495,258</u>	<u>\$ 44,199,277</u>

IV. PENSION PLAN

A. Plan Description

Employees of the County are provided with pensions through the Oregon Public Employees Retirement System (OPERS), a cost-sharing, multiple-employer, defined benefit pension plan. The Oregon Legislature has delegated authority to the Public Employees Retirement System Board to administer and manage the system. All benefits of the system are established by the legislature, pursuant to Oregon Revised Statutes (ORS) Chapters 238 and 238A. Tier One/Tier Two Retirement Benefit plan, established by ORS Chapter 238, is closed to new members hired on or after August 29, 2003. The Pension Program, established by ORS Chapter 238A, provides benefits to members hired on or after August 29, 2003. OPERS issues a publicly available comprehensive annual financial report and actuarial valuation, both of which can be obtained at: <http://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

B. Benefits Provided

1. Tier One/Tier Two Retirement Benefit (ORS Chapter 238)

Pension Benefits

The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0% for police and fire employees, 1.67% for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

Death Benefits

Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following conditions are met:

- the member was employed by a PERS employer at the time of death,
- the member died within 120 days after termination of PERS-covered employment,
- the member died as a result of injury sustained while employed in a PERS-covered job, or
- the member was on an official leave of absence from a PERS-covered job at the time of death.

CLATSOP COUNTY
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NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

B. Benefits Provided (Continued)

1. Tier One/Tier Two Retirement Benefit (ORS Chapter 238) (Continued)

Disability Benefits

A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

Benefit Changes after Retirement

Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments. Under ORS 238.630, monthly benefits are adjusted annually through cost-of-living adjustments (COLA). The COLA is capped at 2.0%.

2. OPSRP Pension Program (Defined Benefit)

Pension Benefits

The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

Police and fire: 1.8% is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

General service: 1.5% is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

A member of the OPSRP Pension Program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

B. Benefits Provided (Continued)

2. OPSRP Pension Program (Defined Benefit) (Continued)

Death Benefits

Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50% of the pension that would otherwise have been paid to the deceased member.

Disability Benefits

A member who has accrued 10 or more years of retirement credit before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45% of the member's salary determined as of the last full month of employment before the disability occurred.

3. OPSRP Individual Account Program (IAP)

Pension Benefits

An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

Upon retirement, a member of the OPSRP IAP may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, or 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

Death Benefits

Upon the death of a non-retired member, the beneficiary receives, in a lump sum, the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

Recordkeeping

OPERS contracts with Voya Financial to maintain IAP participant records.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

C. Contributions

PERS' funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2015 actuarial valuation, which became effective July 1, 2017. Employer contributions for the year ended June 30, 2018 were \$1,239,414, excluding amounts to fund employer-specific liabilities. The rates in effect for the fiscal year ended June 30, 2018 were 16.28% for Tier One/Tier Two general service members, 16.28% for Tier One/Tier Two police and fire members, 7.59% for OPSRP Pension Program general service members, 12.36% for OPSRP Pension Program police and fire members, and 6% for OPSRP IAP.

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

At June 30, 2018, the County reported a liability of \$15,617,412 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension asset/liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015 rolled forward to June 30, 2017. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan, relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2017, the County's proportion was 0.1159%, which decreased from its proportion of 0.1201% measured as of June 30, 2016.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

D. Pension Assets, Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

For the year ended June 30, 2018, the County recognized pension expense (income) of \$1,751,141. At June 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 755,265	\$ -
Changes of assumptions	2,846,776	-
Net difference between projected and actual earnings on investments	160,896	-
Changes in proportion	-	584,904
Differences between employer contributions and proportionate share of contributions	<u>-</u>	<u>507,996</u>
Total (prior to post measurement date contributions)	3,762,937	1,092,900
Contributions subsequent to the measurement date	<u>1,239,414</u>	<u>-</u>
Total	<u>\$ 5,002,351</u>	<u>\$ 1,092,900</u>
Net deferred outflows of resources	<u>\$ 3,909,451</u>	

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

D. Pension Assets, Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Amortization Period Ending June 30</u>	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
2019	\$ 741,638	\$ 357,731
2020	2,008,476	337,855
2021	1,358,027	244,121
2022	(368,278)	125,370
2023	<u>23,074</u>	<u>27,823</u>
	<u>\$ 3,762,937</u>	<u>\$ 1,092,900</u>
Net deferred outflows of resources	<u>\$ 2,670,037</u>	

E. Actuarial Assumptions

The employer contribution rates effective July 1, 2015 through June 30, 2017, and effective July 1, 2017 through June 30, 2019, were set using the projected unit credit actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), and (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), and (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

E. Actuarial Assumptions (Continued)

The total pension liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	December 31, 2015
Measurement Date	June 30, 2017
Experience Study Report	2014, published September 23, 2015
Actuarial Assumptions:	
Actuarial Cost Method	Entry Age Normal
Inflation Rate	2.50%
Long-Term Expected Rate of Return	7.50%
Discount Rate	7.50%
Projected Salary Increases	3.50%
Cost of Living Adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25% / 0.15%) in accordance with <i>Moro</i> decision; blend based on service.
Mortality	<p>Healthy retirees and beneficiaries: RP-2000 Sex-distinct, generational per Scale BB, with collar adjustments and set-backs as described in the valuation.</p> <p>Active members: Mortality rates are a percentage of healthy retiree rates that vary by group, as described in the valuation.</p> <p>Disabled retirees: Mortality rates are a percentage (70% for males, 95% for females) of the RP-2000 Sex-distinct, generational per Scale BB, disabled mortality table.</p>

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even-numbered years. The methods and assumptions shown above are based on the 2014 Experience Study, which reviewed experience for the four-year period ended on December 31, 2014.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

F. Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2015, the Public Employees Retirement System Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors.

The table below displays the OIC approved asset allocation policy for fiscal years beginning in 2014. The previous allocation was amended to reduce debt securities and public equity holdings and to increase private equity, real estate, and alternative equity holdings.

<u>Asset Class</u>	<u>Target Allocation</u>
Cash	0.00 %
Debt Securities	20.00 %
Public Equity	37.50 %
Private Equity	17.50 %
Real Estate	12.50 %
Alternative Equity	12.50 %
Opportunity Portfolio	<u>0.00</u> %
Total	<u>100.00</u> %

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

F. Long-Term Expected Rate of Return (Continued)

The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target allocation. The OIC's description of each asset class was used to map the target asset allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment of the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Compound Annual (Geometric) Return
Core Fixed Income	8.00 %	4.00 %
Short-Term Bonds	8.00 %	3.61 %
Bank/Leveraged Loans	3.00 %	5.42 %
High Yield Bonds	1.00 %	6.20 %
Large/Mid Cap US Equities	15.75 %	6.70 %
Small Cap US Equities	1.31 %	6.99 %
Micro Cap US Equities	1.31 %	7.01 %
Developed Foreign Equities	13.13 %	6.73 %
Emerging Market Equities	4.10 %	7.25 %
Non-US Small Cap Equities	1.88 %	7.22 %
Private Equity	17.50 %	7.97 %
Real Estate (Property)	10.00 %	5.84 %
Real Estate (REITS)	2.50 %	6.69 %
Hedge Fund of Funds - Diversified	2.50 %	4.64 %
Hedge Fund - Event-driven	0.63 %	6.72 %
Timber	1.88 %	5.85 %
Farmland	1.88 %	6.37 %
Infrastructure	3.75 %	7.13 %
Commodities	<u>1.88 %</u>	4.58 %
Total	<u>100.00 %</u>	
Assumed Inflation - Mean		2.50 %

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

G. Depletion Date Projection

GASB Statement No. 68 generally requires that a blended discount rate be used to measure the total pension liability (the actuarial accrued liability calculated using the individual entry age normal cost method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's net position (fair market value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the net position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB Statement No. 68 will often require that the actuary perform complex projections of future benefit payments and pension plan investments. GASB Statement No. 68 (paragraph 67) does allow for alternative evaluations of projected solvency if such evaluation can reliably be made. The Governmental Accounting Standards Board does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgment.

The following circumstances justify an alternative evaluation for sufficiency for OPERS:

- OPERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which means that payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB Statement No. 68 specifies that the projections regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience that might impact the plan's funded position.

Based on these circumstances, it is our independent actuary's opinion that the detailed depletion date projections outlined in GASB Statement No. 68 would clearly indicate that the net position is always projected to be sufficient to cover benefit payments and administrative expenses.

H. Discount Rate

The discount rate used to measure the total pension liability was 7.50% for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. PENSION PLAN (Continued)

I. Sensitivity of the County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.50%) or one percentage point higher (8.50%) than the current rate:

	<u>1% Decrease (6.50%)</u>	<u>Discount Rate (7.50%)</u>	<u>1% Increase (8.50%)</u>
County's proportionate share of the net pension liability (asset)	\$ 26,614,922	\$ 15,617,412	\$ 6,421,458

J. Pension Plan Net Position

Detailed information about the pension plan's net position is available in the separately issued OPERS financial report.

K. Changes in Plan Provisions Subsequent to Measurement Date

The Public Employees Retirement System Board lowered the assumed rate of return from 7.50% to 7.20% on July 28, 2017, effective January 1, 2018.

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

A. Benefit Plans

The other postemployment benefits (OPEB) for the County combines two separate plans. The County provides an implicit rate subsidy for retiree health insurance continuation premiums, and a contribution to the State of Oregon's PERS cost-sharing, multiple-employer, defined health insurance benefit plan.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

B. Financial Statement Presentation

The amounts on the financial statements relate to the plans as follows:

	<u>Implicit Rate Subsidy Plan</u>	<u>PERS RHIA Plan</u>	<u>Total OPEB</u>
Net OPEB asset	\$ -	\$ (51,365)	\$ (51,365)
Deferred outflows of resources			
Contributions after measurement date	95,593	61,275	156,868
Total OPEB liability	965,940	-	965,940
Deferred inflows of resources			
Change in proportionate share	-	(139)	(139)
Change in assumptions	(45,950)	-	(45,950)
Difference in earnings	-	(23,790)	(23,790)
OPEB expense	80,425	225	80,650
(Included in program expenses on statement of activities)			

C. Implicit Rate Subsidy

1. Plan Description

The County's single-employer, defined postemployment healthcare plan is administered by Citycounty Insurance Services (CIS). Benefit provisions are established through negotiations between the County and representatives of collective bargaining units or through resolutions passed by County officials. No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75.

The County's postemployment healthcare plan administrator issues a publicly available financial report that includes financial statements and required supplementary information for CIS. The plan does not issue a separate standalone financial report.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

C. Implicit Rate Subsidy (Continued)

2. Benefits Provided

The plan provides eligible retirees and their dependents under age 65 the same health care coverage at the same premium rates as offered to active employees. The retiree is responsible for the premiums. As of the valuation date of July 1, 2016, the following employees were covered by the benefit terms:

Active employees	192
Inactive employees or beneficiaries receiving benefits	<u>15</u>
Total	<u><u>207</u></u>

3. Total OPEB Liability, OPEB Expense, and Deferred Outflows and Inflows of Resources

The County's total OPEB liability of \$965,940 was measured as of June 30, 2017, and was determined by an actuarial valuation as of July 1, 2016.

For the fiscal year ended June 30, 2018, the County recognized OPEB expense from this plan of \$80,425. At June 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to this OPEB plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Change of assumption	\$ -	\$ 45,950
Contributions subsequent to the measurement date	<u>95,593</u>	<u>-</u>
Total	<u><u>\$ 95,593</u></u>	<u><u>\$ 45,950</u></u>

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

C. Implicit Rate Subsidy (Continued)

3. Total OPEB Liability, OPEB Expense, and Deferred Outflows and Inflows of Resources (Continued)

Deferred outflows of resources related to OPEB of \$95,593 resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Amortization Period Ending June 30</u>	<u>Deferred Inflows</u>
2019	\$ 6,564
2020	6,564
2021	6,564
2022	6,564
2022	6,564
Thereafter	<u>13,130</u>
	<u>\$ 45,950</u>

4. Actuarial Assumptions and Other Inputs

The total OPEB liability in the July 1, 2016 valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation Rate	2.50%
Salary Increases	3.50%
Healthy Mortality	RP-2000 healthy white collar male and female mortality tables, set back one year for males. Mortality is projected on a generational basis using Scale BB for males and females.
Discount Rate	3.58%
Healthcare Cost Trend Rate	Medical and vision: 7.50% per year, decreasing to 5.0% Dental: 4.50% per year

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

C. Implicit Rate Subsidy (Continued)

4. Actuarial Assumptions and Other Inputs (Continued)

The discount rate was based on Bond Buyer 20-Year General Obligation Bond Index.

5. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance as of June 30, 2017	\$ 1,025,925
Changes for the year:	
Service cost	57,449
Interest on total OPEB liability	29,540
Effect of assumption changes or inputs	(52,514)
Benefit payments	<u>(94,460)</u>
Balance as of June 30, 2018	<u>\$ 965,940</u>

Changes in assumptions is the result of the change in the discount rate from 2.85% to 3.58%.

6. Sensitivity of the Total OPEB Liability

The following presents the County's total OPEB liability, as well as what the liability would be if it were calculated using a discount rate that is one percentage point lower (2.58%) or one percentage point higher (4.58%) than the current discount rate. A similar sensitivity analysis is then presented for changes in the healthcare trend assumption.

	<u>Discount Rate</u>		
	1% Decrease (2.58%)	Current Discount Rate (3.58%)	1% Increase (4.58%)
Total OPEB Liability	\$ 1,036,048	\$ 965,940	\$ 901,116

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

C. Implicit Rate Subsidy (Continued)

6. Sensitivity of the Total OPEB Liability (Continued)

	Healthcare Cost Trend		
	1% Decrease (2.58%)	Current Discount Rate (3.58%)	1% Increase (4.58%)
Total OPEB Liability	\$ 878,041	\$ 965,940	\$ 1,069,984

D. PERS Retirement Health Insurance Account (RHIA)

1. Plan Description

The Entity contributes to the PERS Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing, multiple-employer, defined benefit other postemployment benefit plan administered by PERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums for eligible retirees. ORS 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants hired after August 29, 2003. PERS issues publicly available financial statements and required supplementary information. That report may be obtained at:
<http://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>

2. Benefits Provided

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the RHIA established by the employer, and any monthly cost in excess of \$60 shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost, the member must: (1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from PERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

D. PERS Retirement Health Insurance Account (RHIA) (Continued)

3. Contributions

PERS funding policy provides for employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates for the period were based on the December 31, 2015 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2017. The Entity's contribution rates for the period were 0.50% for Tier One/Tier Two members, and 0.43% for OPSRP members. The County's total contributions for the year ended June 30, 2018 amounted to \$61,275.

4. OPEB Assets, Liabilities, and Expense, and Deferred Outflows and Inflows of Resources

At June 30, 2018, the County reported an asset of \$51,365 for its proportionate share of the OPERS net OPEB asset. The net OPEB asset was measured as of June 30, 2017, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2015 rolled forward to June 30, 2017. The County's proportion of the net OPEB asset was based on the County's contributions to the RHIA program during the measurement period relative to contributions from all participating employers. At June 30, 2017, the County's proportionate share was 0.1231%, which is a decrease from its proportion of 0.1238% as of June 30, 2016.

For the year ended June 30, 2018, the County recognized OPEB expense from this plan of \$225. At June 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to this OPEB plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net differences between projected and actual earnings	\$ -	\$ 23,790
Changes of proportionate share	-	139
Contributions subsequent to the measurement date	<u>61,275</u>	<u>-</u>
Total	<u>\$ 61,275</u>	<u>\$ 23,929</u>

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

D. PERS Retirement Health Insurance Account (RHIA) (Continued)

4. OPEB Assets, Liabilities, and Expense, and Deferred Outflows and Inflows of Resources (Continued)

Deferred outflows of resources related to OPEB of \$61,275 resulting from the County's contributions subsequent to the measurement date will be recognized as either a reduction of the net OPEB liability or an increase in the net OPEB asset in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Amortization Period Ending June 30</u>	<u>Deferred Inflows</u>
2019	\$ 5,998
2020	5,998
2021	5,984
2022	<u>5,949</u>
	<u>\$ 23,929</u>

5. Actuarial Methods and Assumptions

The total OPEB liability in the December 31, 2015 actuarial valuation was determined using the following actuarial methods and assumptions:

Healthcare cost trend rate	Ranging from 6.3% in 2016 to 4.4% in 2094
----------------------------	---

All other actuarial methods and assumptions are consistent with those disclosed for the OPERS pension plan. See Notes IV-E, IV-F, and IV-H for additional information on actuarial assumptions and methods, the long-term expected rate of return, and the discount rate.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

V. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

D. PERS Retirement Health Insurance Account (RHIA) (Continued)

6. Sensitivity of the County's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate

The following presents the County's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 7.50%, as well as what the County's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.50%) or one percentage point higher (8.50%) than the current rate:

	<u>1% Decrease (6.50%)</u>	<u>Discount Rate (7.50%)</u>	<u>1% Increase (8.50%)</u>
County's proportionate share of the net OPEB liability (asset)	\$ 7,160	\$ (51,365)	\$ (101,145)

7. OPEB Plan Fiduciary Net Position

Detailed information about the other postemployment benefit plan's fiduciary net position is available in the separately issued OPERS financial report.

8. Changes in Plan Provisions Subsequent to Measurement Date

The Public Employees Retirement System Board lowered the assumed rate of return from 7.50% to 7.20% on July 28, 2017. This change is effective January 1, 2018 and will decrease the net OPEB asset or increase the net OPEB liability in future periods.

VI. OTHER INFORMATION

A. Risk Management

The County 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 County 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.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

VI. OTHER INFORMATION (Continued)

B. Restatement

In implementing GASB Statement No. 75, the County has restated beginning net position in order to recognize the correct total OPEB liability for the County's implicit rate subsidy plan. The restatement also recognizes a deferred outflow of resources related to OPEB for contributions from each plan made after the June 30, 2016 measurement date.

	<u>Governmental Activities</u>
Net position - beginning, as originally reported	\$ 181,605,451
Cumulative effect of change in accounting principle	<u>1,032,803</u>
Net position - beginning, as restated	<u><u>\$ 182,638,254</u></u>

C. Tax Abatements

During the year, the County adopted GASB Statement No. 77, *Tax Abatement Disclosures*. As of June 30, 2018, the County 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 \$282,145.

D. Contingency – Sick Leave

Portions of amounts accumulated at any point in time can be expected to be redeemed before termination of employment; however, such redemptions cannot be reasonably estimated. As of June 30, 2018, employees of the County had accumulated 6,753 days of sick leave.

E. Litigation

The County, in the regular course of business, is named as a defendant in various lawsuits. The likely outcomes of these lawsuits are not determinable at this time and the County does not believe that the ultimate resolutions of these lawsuits will have material, adverse effects on the County's financial position.

F. Construction Commitments

The County continues construction on the Household Hazardous Waste Facility. The estimated cost of this project is approximately \$1.1 million and as of June 30, 2018, the County had spent \$32,663. Funding for this project will come from a combination of grant monies, as well as loans that will be repaid through user fees.

CLATSOP COUNTY
Oregon

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2018

IV. OTHER INFORMATION (Continued)

G. 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. 83, *Certain Asset Retirement Obligations*, will be effective for the County beginning with its fiscal year ending June 30, 2019. This statement addresses accounting and financial reporting for certain asset retirement obligations.

GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*, will be effective for the County beginning with its fiscal year ending June 30, 2019. The objective of this statement is to improve the information that is disclosed in notes to the financial statements related to debt, including direct borrowings and direct placements.

GASB Statement No. 84, *Fiduciary Activities*, will be effective for the County beginning with its fiscal year ending June 30, 2020. This statement improves guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

GASB Statement No. 87, *Leases*, will be effective for the County beginning with its fiscal year ending June 30, 2021. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting of leases by governments.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, will be effective for the County beginning with its fiscal year ending June 30, 2021. The objective of this statement is to simplify accounting for interest cost incurred before the end of a construction period, and enhance the relevance and comparability of capital asset information.

H. Subsequent Events

Management has evaluated subsequent events through December 21, 2018, which was the date that the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

CLATSOP COUNTY
Oregon

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30	(a) County's proportion of the net pension liability (asset)	(b) County's proportionate share of the net pension liability (asset)	(c) County's covered payroll	(b/c) County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2018	0.11585585%	\$ 15,617,412	\$ 13,705,222	113.95%	81.30%
2017	0.12008567%	18,027,647	12,887,515	139.88%	80.50%
2016	0.12629499%	7,251,178	12,311,348	58.90%	91.90%
2015	0.13076724%	(2,694,120)	12,350,491	(21.81)%	103.60%
2014	0.13076724%	6,673,244	12,435,570	53.66%	91.97%

Changes in Benefit Terms

The Oregon Supreme Court decision in *Moro v. State of Oregon* issued on April 30, 2015 reversed a significant portion of the reductions that the 2013 Oregon Legislature made to future COLA through Senate Bills 822 and 861. This reversal increased the proportionate share of the net pension liability (asset) as of June 30, 2015 as compared to June 30, 2014.

Changes of Assumptions

The Public Employees Retirement System Board adopted assumption changes that were used to measure the June 30, 2016 total pension liability. The changes include the lowering of the long-term expected rate of return to 7.50% and the lowering of the assumed inflation to 2.50%. In addition, the healthy mortality assumption was changed to reflect an updated mortality improvement scale for all groups, and assumptions were updated for merit increases, unused sick leave, and vacation pay.

*This schedule is intended to show information for 10 years; additional years' information will be displayed as it becomes available.

CLATSOP COUNTY
Oregon

SCHEDULE OF CONTRIBUTIONS

Year Ended June 30	(a) Statutorily required contribution	(b) Contributions in relation to the statutorily required contribution	(a-b) Contribution deficiency (excess)	(c) County's covered payroll	(b/c) Contributions as a percent of covered payroll
2018	\$ 1,239,414	\$ 1,239,414	\$ -	\$ 14,278,582	8.68%
2017	1,027,146	1,027,146	-	13,705,222	7.49%
2016	995,623	995,623	-	12,887,515	7.73%
2015	921,523	921,523	-	12,311,348	7.49%
2014	928,995	928,995	-	12,350,491	7.52%

Changes in Benefit Terms

The Oregon Supreme Court decision in *Moro v. State of Oregon* issued on April 30, 2015 reversed a significant portion of the reductions that the 2013 Oregon Legislature made to future COLA through Senate Bills 822 and 861. This reversal increased the proportionate share of the net pension liability (asset) as of June 30, 2015 as compared to June 30, 2014.

Changes of Assumptions

The Public Employees Retirement System Board adopted assumption changes that were used to measure the June 30, 2016 total pension liability. The changes include the lowering of the long-term expected rate of return to 7.50% and the lowering of the assumed inflation to 2.50%. In addition, the healthy mortality assumption was changed to reflect an updated mortality improvement scale for all groups, and assumptions were updated for merit increases, unused sick leave, and vacation pay.

*This schedule is intended to show information for 10 years; additional years' information will be displayed as it becomes available.

CLATSOP COUNTY
Oregon

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)

<u>RHIA</u>	<u>2018</u>	<u>2017</u>
Proportion of the OPEB pension liability (asset)	0.12307758%	0.12377558%
Proportionate share of the net OPEB liability (asset)	(51,365)	33,613
Covered payroll	13,705,222	12,887,515
Proportionate share of the OPEB liability (asset) as a percentage of covered employee payroll	-0.37%	0.26%
Plan net position as a percentage of the total OPEB liability	108.9%	94.2%

Changes of Assumptions

There were a number of changes in the demographic and economic actuarial assumptions. Some of these assumption changes have significantly affected the liability of the plan but in an offsetting manner. Key items to note regarding actuarial assumptions include:

- Overall healthcare cost increases were higher than assumed in the prior valuation, resulting in an actuarial loss.
- Assumed healthcare reform excise tax increased from the prior projection to reflect recent plan experience and up-to-date legislation. The increase in assumed excise tax has the effect of increasing the liability.
- Where applicable, demographic assumptions are based on the actuarial valuation assumptions of the Oregon PERS and OPSRP retirement plans. The latest Oregon PERS and OPSRP valuation report available is as of December 31, 2016. Many assumptions changed from the previous valuation including the rates of retirement, termination, disability, salary scale, and mortality.
- Participation rate was changed from 40% to 45% to better reflect actual experience and anticipated future experience.

No assets have been accumulated in a trust to pay for the related benefits.

*This schedule is intended to show information for 10 years; additional years' information will be displayed as it becomes available.

CLATSOP COUNTY
Oregon

SCHEDULE OF CONTRIBUTIONS

OTHER POSTEMPLOYMENT BENEFITS

<u>RHIA</u>	<u>2018</u>	<u>2017</u>
Contractually required contributions	\$ 48,868	\$ 44,436
Contributions in relation to the contractually required contribution	<u>48,868</u>	<u>44,436</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 14,278,582	\$ 13,705,222
Contributions as a percentage of covered employee payroll	0.34%	0.32%

Changes of Assumptions

There were a number of changes in the demographic and economic actuarial assumptions. Some of these assumption changes have significantly affected the liability of the plan but in an offsetting manner. Key items to note regarding actuarial assumptions include:

- Overall healthcare cost increases were higher than assumed in the prior valuation, resulting in an actuarial loss.
- Assumed healthcare reform excise tax increased from the prior projection to reflect recent plan experience and up-to-date legislation. The increase in assumed excise tax has the effect of increasing the liability.
- Where applicable, demographic assumptions are based on the actuarial valuation assumptions of the Oregon PERS and OPSRP retirement plans. The latest Oregon PERS and OPSRP valuation report available is as of December 31, 2016. Many assumptions changed from the previous valuation including the rates of retirement, termination, disability, salary scale, and mortality.
- Participation rate was changed from 40% to 45% to better reflect actual experience and anticipated future experience.

No assets have been accumulated in a trust to pay for the related benefits.

*This schedule is intended to show information for 10 years; additional years' information will be displayed as it becomes available.

CLATSOP COUNTY
Oregon

SCHEDULE OF CHANGES IN THE COUNTY'S TOTAL OPEB LIABILITY AND RELATED RATIOS

<u>Implicit Rate Subsidy</u>	<u>2018</u>
Total OPEB Liability	
Service cost	\$ 57,449
Interest	29,540
Changes of assumptions	(52,514)
Benefit payments	<u>(94,460)</u>
Net change in total OPEB liability	(59,985)
Total OPEB liability - beginning	<u>1,025,925</u>
Total OPEB liability - ending	<u>\$ 965,940</u>
Covered employee payroll	\$ 14,287,775
Total OPEB liability as a percentage of covered employee payroll	7.05%

Changes of Assumptions

There were a number of changes in the demographic and economic actuarial assumptions. Some of these assumption changes have significantly affected the liability of the plan but in an offsetting manner. Key items to note regarding actuarial assumptions include:

- Overall healthcare cost increases were higher than assumed in the prior valuation, resulting in an actuarial loss.
- Assumed healthcare reform excise tax increased from the prior projection to reflect recent plan experience and up-to-date legislation. The increase in assumed excise tax has the effect of increasing the liability.
- Where applicable, demographic assumptions are based on the actuarial valuation assumptions of the Oregon PERS and OPSRP retirement plans. The latest Oregon PERS and OPSRP valuation report available is as of December 31, 2016. Many assumptions changed from the previous valuation including the rates of retirement, termination, disability, salary scale, and mortality.
- Participation rate was changed from 40% to 45% to better reflect actual experience and anticipated future experience.

No assets have been accumulated in a trust to pay for the related benefits.

*This schedule is intended to show information for 10 years; additional years' information will be displayed as it becomes available.

CLATSOP COUNTY
Oregon

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

GENERAL FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Property taxes	\$ 8,775,770	\$ 8,775,770	\$ 208,317
Other taxes	429,000	429,000	174,919
Timber and land sales	3,667,090	3,667,090	3,344,837
Licenses, permits, and fees	461,000	461,000	92,408
Intergovernmental	3,603,240	3,734,766	(129,766)
Charges for services	668,890	668,890	114,505
Fines and forfeitures	25,800	25,800	10,320
Investment earnings	40,000	40,000	142,380
Miscellaneous	<u>1,446,715</u>	<u>1,446,715</u>	<u>93,303</u>
Total revenues	<u>19,117,505</u>	<u>19,249,031</u>	<u>4,051,223</u>
EXPENDITURES			
Board of Commissioners			
Current			
Personnel services	50	50	(50)
Materials and services	<u>91,510</u>	<u>91,510</u>	<u>(6,546)</u>
Total Board of Commissioners	<u>91,560</u>	<u>91,560</u>	<u>(6,596)</u>
Board of Property Tax Appeals			
Current			
Personnel services	26,680	28,680	136
Materials and services	<u>2,180</u>	<u>2,180</u>	<u>(777)</u>
Total Board of Property Tax Appeals	<u>28,860</u>	<u>30,860</u>	<u>(641)</u>
County Manager			
Current			
Personnel services	423,980	423,980	(14,419)
Materials and services	<u>13,690</u>	<u>13,690</u>	<u>(5,456)</u>
Total County Manager	<u>437,670</u>	<u>437,670</u>	<u>(19,875)</u>

Actual		
Modified Accrual Basis	Adjustments	GAAP Basis
\$ 8,984,087	\$ -	\$ 8,984,087
603,919	-	603,919
7,011,927	-	7,011,927
553,408	-	553,408
3,605,000	-	3,605,000
783,395	-	783,395
36,120	-	36,120
182,380	-	182,380
<u>1,540,018</u>	<u>-</u>	<u>1,540,018</u>
<u>23,300,254</u>	<u>-</u>	<u>23,300,254</u>
-	-	-
<u>84,964</u>	<u>-</u>	<u>84,964</u>
<u>84,964</u>	<u>-</u>	<u>84,964</u>
28,816	-	28,816
<u>1,403</u>	<u>-</u>	<u>1,403</u>
<u>30,219</u>	<u>-</u>	<u>30,219</u>
409,561	-	409,561
<u>8,234</u>	<u>-</u>	<u>8,234</u>
<u>417,795</u>	<u>-</u>	<u>417,795</u>

(Continued)

CLATSOP COUNTY
Oregon

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

GENERAL FUND

For the Year Ended June 30, 2018

(Continued)

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
Human Resources			
Current			
Personnel services	\$ 231,470	\$ 231,470	\$ (7,771)
Materials and services	<u>134,830</u>	<u>132,830</u>	<u>(30,624)</u>
Total Human Resources	<u>366,300</u>	<u>364,300</u>	<u>(38,395)</u>
Assessment and Taxation			
Current			
Personnel services	1,521,680	1,523,680	(126,486)
Materials and services	<u>92,490</u>	<u>92,490</u>	<u>(5,610)</u>
Total Assessment and Taxation	<u>1,614,170</u>	<u>1,616,170</u>	<u>(132,096)</u>
Property Management			
Current			
Personnel services	41,650	41,650	(283)
Materials and services	8,970	10,970	(2,638)
Other charges	<u>300</u>	<u>300</u>	<u>(106)</u>
Total Property Management	<u>50,920</u>	<u>52,920</u>	<u>(3,027)</u>
County Counsel			
Current			
Materials and services	<u>110,200</u>	<u>130,200</u>	<u>(12,551)</u>
Clerk - Admin and Elections			
Current			
Personnel services	268,330	292,330	(4,623)
Materials and services	<u>90,380</u>	<u>98,380</u>	<u>(8,987)</u>
Total Clerk - Admin and Elections	<u>358,710</u>	<u>390,710</u>	<u>(13,610)</u>

<u>Modified Accrual Basis</u>	<u>Actual</u>	
	<u>Adjustments</u>	<u>GAAP Basis</u>
\$ 223,699	\$ -	\$ 223,699
<u>102,206</u>	<u>-</u>	<u>102,206</u>
<u>325,905</u>	<u>-</u>	<u>325,905</u>
1,397,194	-	1,397,194
<u>86,880</u>	<u>-</u>	<u>86,880</u>
<u>1,484,074</u>	<u>-</u>	<u>1,484,074</u>
41,367	-	41,367
8,332	-	8,332
<u>194</u>	<u>-</u>	<u>194</u>
<u>49,893</u>	<u>-</u>	<u>49,893</u>
<u>117,649</u>	<u>-</u>	<u>117,649</u>
287,707	-	287,707
<u>89,393</u>	<u>-</u>	<u>89,393</u>
<u>377,100</u>	<u>-</u>	<u>377,100</u>

(Continued)

CLATSOP COUNTY
Oregon

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

GENERAL FUND

For the Year Ended June 30, 2018

(Continued)

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
Clerk - Records			
Current			
Personnel services	\$ 144,800	\$ 166,800	\$ (325)
Materials and services	<u>19,290</u>	<u>19,290</u>	<u>(7,591)</u>
Total Clerk - Records	<u>164,090</u>	<u>186,090</u>	<u>(7,916)</u>
Discretionary Revenue			
Current			
Materials and services	<u>-</u>	<u>-</u>	<u>(3,082)</u>
Budget and Finance			
Current			
Personnel services	361,890	361,890	(27,576)
Materials and services	<u>86,050</u>	<u>86,050</u>	<u>(12,708)</u>
Total Budget and Finance	<u>447,940</u>	<u>447,940</u>	<u>(40,284)</u>
Information Systems			
Current			
Personnel services	779,220	779,220	(41,545)
Materials and services	<u>158,620</u>	<u>158,620</u>	<u>(10,351)</u>
Total Information Systems	<u>937,840</u>	<u>937,840</u>	<u>(51,896)</u>
Building and Grounds			
Current			
Personnel services	531,420	531,420	(10,291)
Materials and services	559,880	559,830	(10,958)
Other charges	<u>650</u>	<u>700</u>	<u>(37)</u>
Total Building and Grounds	<u>1,091,950</u>	<u>1,091,950</u>	<u>(21,286)</u>
Dues and Special Assessment			
Current			
Materials and services	334,810	380,458	(35,346)
Other charges	<u>424,230</u>	<u>486,630</u>	<u>(101,344)</u>
Total Dues and Special Assessment	<u>759,040</u>	<u>867,088</u>	<u>(136,690)</u>

Modified Accrual Basis	Actual	
	Adjustments	GAAP Basis
\$ 166,475	\$ -	\$ 166,475
<u>11,699</u>	<u>-</u>	<u>11,699</u>
<u>178,174</u>	<u>-</u>	<u>178,174</u>
 <u>(3,082)</u>	 <u>-</u>	 <u>(3,082)</u>
 334,314	 -	 334,314
<u>73,342</u>	<u>-</u>	<u>73,342</u>
<u>407,656</u>	<u>-</u>	<u>407,656</u>
 737,675	 -	 737,675
<u>148,269</u>	<u>-</u>	<u>148,269</u>
<u>885,944</u>	<u>-</u>	<u>885,944</u>
 521,129	 -	 521,129
548,872	-	548,872
<u>663</u>	<u>-</u>	<u>663</u>
<u>1,070,664</u>	<u>-</u>	<u>1,070,664</u>
 345,112	 -	 345,112
<u>385,286</u>	<u>-</u>	<u>385,286</u>
<u>730,398</u>	<u>-</u>	<u>730,398</u>

(Continued)

CLATSOP COUNTY
Oregon

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

GENERAL FUND

For the Year Ended June 30, 2018

(Continued)

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
County Tourism			
Current			
Materials and services	\$ 920	\$ 920	\$ (920)
Other charges	<u>176,290</u>	<u>157,290</u>	<u>(80)</u>
Total County Tourism	<u>177,210</u>	<u>158,210</u>	<u>(1,000)</u>
Animal Control			
Current			
Personnel services	240,990	240,990	(9,429)
Materials and services	<u>127,050</u>	<u>135,050</u>	<u>1,301</u>
Total Animal Control	<u>368,040</u>	<u>376,040</u>	<u>(8,128)</u>
District Attorney			
Current			
Personnel services	1,730,640	1,773,555	(107,178)
Materials and services	<u>91,980</u>	<u>98,943</u>	<u>11,694</u>
Total District Attorney	<u>1,822,620</u>	<u>1,872,498</u>	<u>(95,484)</u>
Medical Examiner			
Current			
Personnel services	111,660	111,660	(1,117)
Materials and services	<u>3,000</u>	<u>3,000</u>	<u>(1,339)</u>
Total Medical Examiner	<u>114,660</u>	<u>114,660</u>	<u>(2,456)</u>
Sheriff Support Division			
Current			
Personnel services	422,320	422,320	1,844
Materials and services	<u>51,940</u>	<u>51,940</u>	<u>(11,013)</u>
Total Sheriff Support Division	<u>474,260</u>	<u>474,260</u>	<u>(9,169)</u>

<u>Modified Accrual Basis</u>	<u>Actual</u>	
	<u>Adjustments</u>	<u>GAAP Basis</u>
\$ -	\$ -	\$ -
<u>157,210</u>	<u>-</u>	<u>157,210</u>
<u>157,210</u>	<u>-</u>	<u>157,210</u>
231,561	-	231,561
<u>136,351</u>	<u>-</u>	<u>136,351</u>
<u>367,912</u>	<u>-</u>	<u>367,912</u>
1,666,377	-	1,666,377
<u>110,637</u>	<u>-</u>	<u>110,637</u>
<u>1,777,014</u>	<u>-</u>	<u>1,777,014</u>
110,543	-	110,543
<u>1,661</u>	<u>-</u>	<u>1,661</u>
<u>112,204</u>	<u>-</u>	<u>112,204</u>
424,164	-	424,164
<u>40,927</u>	<u>-</u>	<u>40,927</u>
<u>465,091</u>	<u>-</u>	<u>465,091</u>

(Continued)

CLATSOP COUNTY
Oregon

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

GENERAL FUND

For the Year Ended June 30, 2018

(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance with Final Budget Over (Under)</u>
Sheriff Criminal Division			
Current			
Personnel services	\$ 3,060,770	\$ 3,060,770	\$ (164,462)
Materials and services	746,270	746,270	(40,408)
Other charges	<u>20,000</u>	<u>24,000</u>	<u>(4,658)</u>
Total Sheriff Criminal Division	<u>3,827,040</u>	<u>3,831,040</u>	<u>(209,528)</u>
Corrections			
Current			
Personnel services	2,757,890	2,757,890	(180,640)
Materials and services	<u>306,050</u>	<u>306,050</u>	<u>(23,051)</u>
Total Corrections	<u>3,063,940</u>	<u>3,063,940</u>	<u>(203,691)</u>
Juvenile Department			
Current			
Personnel services	678,560	678,560	(24,075)
Materials and services	170,530	170,530	(817)
Other charges	<u>13,000</u>	<u>13,000</u>	<u>(13,000)</u>
Total Juvenile Department	<u>862,090</u>	<u>862,090</u>	<u>(37,892)</u>
Corrections Work Crew			
Current			
Personnel services	237,850	237,850	(29,652)
Materials and services	<u>24,500</u>	<u>24,500</u>	<u>(19,570)</u>
Total Corrections Work Crew	<u>262,350</u>	<u>262,350</u>	<u>(49,222)</u>
Emergency Services			
Current			
Personnel services	199,250	199,250	(965)
Materials and services	<u>96,960</u>	<u>132,960</u>	<u>(51,049)</u>
Total Emergency Services	<u>296,210</u>	<u>332,210</u>	<u>(52,014)</u>

<u>Modified Accrual Basis</u>	<u>Actual</u>	
	<u>Adjustments</u>	<u>GAAP Basis</u>
\$ 2,896,308	\$ -	\$ 2,896,308
705,862	-	705,862
<u>19,342</u>	<u>-</u>	<u>19,342</u>
<u>3,621,512</u>	<u>-</u>	<u>3,621,512</u>
2,577,250	-	2,577,250
<u>282,999</u>	<u>-</u>	<u>282,999</u>
<u>2,860,249</u>	<u>-</u>	<u>2,860,249</u>
654,485	-	654,485
169,713	-	169,713
<u>-</u>	<u>-</u>	<u>-</u>
<u>824,198</u>	<u>-</u>	<u>824,198</u>
208,198	-	208,198
<u>4,930</u>	<u>-</u>	<u>4,930</u>
<u>213,128</u>	<u>-</u>	<u>213,128</u>
198,285	-	198,285
<u>81,911</u>	<u>-</u>	<u>81,911</u>
<u>280,196</u>	<u>-</u>	<u>280,196</u>

(Continued)

CLATSOP COUNTY
Oregon

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

GENERAL FUND

For the Year Ended June 30, 2018

(Continued)

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
Surveyor			
Current			
Personnel services	\$ 227,630	\$ 227,630	\$ (39,751)
Materials and services	<u>5,700</u>	<u>5,700</u>	<u>(2,380)</u>
Total Surveyor	<u>233,330</u>	<u>233,330</u>	<u>(42,131)</u>
Community Development			
Current			
Personnel services	586,880	581,880	(157,362)
Materials and services	<u>92,970</u>	<u>97,970</u>	<u>(5,321)</u>
Total Community Development	<u>679,850</u>	<u>679,850</u>	<u>(162,683)</u>
Parks Maintenance			
Current			
Personnel services	163,260	163,260	(9,431)
Materials and services	54,930	54,930	(110)
Other charges	<u>640</u>	<u>640</u>	<u>(126)</u>
Total Parks Maintenance	<u>218,830</u>	<u>218,830</u>	<u>(9,667)</u>
Jail Nurse			
Current			
Personnel services	221,960	221,960	(25,230)
Materials and services	<u>191,700</u>	<u>191,700</u>	<u>(51,063)</u>
Total Jail Nurse	<u>413,660</u>	<u>413,660</u>	<u>(76,293)</u>
Contingency	<u>2,122,250</u>	<u>490,850</u>	<u>(490,850)</u>
Total expenditures	<u>21,395,590</u>	<u>20,029,116</u>	<u>(1,938,153)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,278,085)</u>	<u>(780,085)</u>	<u>5,989,376</u>

<u>Modified Accrual Basis</u>	<u>Actual</u>	
	<u>Adjustments</u>	<u>GAAP Basis</u>
\$ 187,879	\$ -	\$ 187,879
<u>3,320</u>	<u>-</u>	<u>3,320</u>
<u>191,199</u>	<u>-</u>	<u>191,199</u>
424,518	-	424,518
<u>92,649</u>	<u>-</u>	<u>92,649</u>
<u>517,167</u>	<u>-</u>	<u>517,167</u>
153,829	-	153,829
54,820	-	54,820
<u>514</u>	<u>-</u>	<u>514</u>
<u>209,163</u>	<u>-</u>	<u>209,163</u>
196,730	-	196,730
<u>140,637</u>	<u>-</u>	<u>140,637</u>
<u>337,367</u>	<u>-</u>	<u>337,367</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>18,090,963</u>	<u>-</u>	<u>18,090,963</u>
<u>5,209,291</u>	<u>-</u>	<u>5,209,291</u>

(Continued)

CLATSOP COUNTY
Oregon

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

GENERAL FUND

For the Year Ended June 30, 2018

(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance with Final Budget Over (Under)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ 3,412,760	\$ 3,412,760	\$ 22,440
Assessment and Taxation Transfers out	(26,000)	(24,000)	(777)
Transfers out	<u>(1,923,180)</u>	<u>(3,423,180)</u>	<u>(18,800)</u>
Total other financing sources (uses)	<u>1,463,580</u>	<u>(34,420)</u>	<u>42,017</u>
Net change in fund balance	(814,505)	(814,505)	6,031,393
Fund balance - beginning	<u>5,190,780</u>	<u>5,190,780</u>	<u>1,377,959</u>
Fund balance - ending	<u>\$ 4,376,275</u>	<u>\$ 4,376,275</u>	<u>\$ 7,409,352</u>

<u>Modified Accrual Basis</u>	<u>Actual</u>	
	<u>Adjustments</u>	<u>GAAP Basis</u>
\$ 3,435,200	\$ -	\$ 3,435,200
(23,223)	-	(23,223)
<u>(3,404,380)</u>	<u>-</u>	<u>(3,404,380)</u>
<u>7,597</u>	<u>-</u>	<u>7,597</u>
5,216,888	-	5,216,888
<u>6,568,739</u>	<u>-</u>	<u>6,568,739</u>
<u>\$ 11,785,627</u>	<u>\$ -</u>	<u>\$ 11,785,627</u>

CLATSOP COUNTY
Oregon

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

GENERAL ROADS FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Intergovernmental	\$ 6,982,970	\$ 293,577	\$ 7,276,547	\$ -	\$ 7,276,547
Charges for services	218,000	37,503	255,503	-	255,503
Investment earnings	50,000	72,338	122,338	-	122,338
Miscellaneous	<u>21,180</u>	<u>23,420</u>	<u>44,600</u>	<u>-</u>	<u>44,600</u>
Total revenues	<u>7,272,150</u>	<u>426,838</u>	<u>7,698,988</u>	<u>-</u>	<u>7,698,988</u>
EXPENDITURES					
Administration and Support					
Current					
Personnel services	553,500	(10,331)	543,169	-	543,169
Materials and services	238,530	(18,750)	219,780	-	219,780
Debt service	<u>2,900</u>	<u>(302)</u>	<u>2,598</u>	<u>-</u>	<u>2,598</u>
Total Administration and Support	<u>794,930</u>	<u>(29,383)</u>	<u>765,547</u>	<u>-</u>	<u>765,547</u>
Maintenance and Construction					
Current					
Personnel services	2,184,830	(112,171)	2,072,659	-	2,072,659
Materials and services	3,884,300	(1,226,526)	2,657,774	(155,383)	2,502,391
Other charges	43,150	(41,020)	2,130	-	2,130
Capital outlay	<u>65,350</u>	<u>(47,241)</u>	<u>18,109</u>	<u>-</u>	<u>18,109</u>
Total Maintenance and Construction	<u>6,177,630</u>	<u>(1,426,958)</u>	<u>4,750,672</u>	<u>(155,383)</u>	<u>4,595,289</u>
Contingency	<u>5,573,610</u>	<u>(5,573,610)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>12,546,170</u>	<u>(7,029,951)</u>	<u>5,516,219</u>	<u>(155,383)</u>	<u>5,360,836</u>
Excess (deficiency) of revenues over (under) expenditures	(5,274,020)	7,456,789	2,182,769	155,383	2,338,152
OTHER FINANCING SOURCES (USES)					
Transfers out	<u>(476,620)</u>	<u>-</u>	<u>(476,620)</u>	<u>-</u>	<u>(476,620)</u>
Net change in fund balance	(5,750,640)	7,456,789	1,706,149	155,383	1,861,532
Fund balance - beginning	<u>5,750,640</u>	<u>131,223</u>	<u>5,881,863</u>	<u>280,945</u>	<u>6,162,808</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 7,588,012</u>	<u>\$ 7,588,012</u>	<u>\$ 436,328</u>	<u>\$ 8,024,340</u>

CLATSOP COUNTY
Oregon

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

ROAD DISTRICT NO. 1 FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Property taxes	\$ 2,006,350	\$ 2,006,350	\$ 27,771
Other taxes	128,000	128,000	31,418
Timber and land sales	1,567,250	1,567,250	863,453
Investment earnings	<u>6,700</u>	<u>6,700</u>	<u>6,112</u>
Total revenues	<u>3,708,300</u>	<u>3,708,300</u>	<u>928,754</u>
EXPENDITURES			
Road District No. 1			
Current			
Materials and services	3,960	4,190	(10)
Other charges	<u>4,520,310</u>	<u>4,520,080</u>	<u>-</u>
Total expenditures	<u>4,524,270</u>	<u>4,524,270</u>	<u>(10)</u>
Excess (deficiency) of revenues over (under) expenditures	(815,970)	(815,970)	928,764
Fund balance - beginning	<u>815,970</u>	<u>815,970</u>	<u>59,466</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 988,230</u>

Modified Accrual Basis	Actual	
	Adjustments	GAAP Basis
\$ 2,034,121	\$ -	\$ 2,034,121
159,418	-	159,418
2,430,703	-	2,430,703
<u>12,812</u>	<u>-</u>	<u>12,812</u>
<u>4,637,054</u>	<u>-</u>	<u>4,637,054</u>
4,180	-	4,180
<u>4,520,080</u>	<u>-</u>	<u>4,520,080</u>
<u>4,524,260</u>	<u>-</u>	<u>4,524,260</u>
112,794	-	112,794
<u>875,436</u>	<u>-</u>	<u>875,436</u>
<u>\$ 988,230</u>	<u>\$ -</u>	<u>\$ 988,230</u>

OTHER SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES

CLATSOP COUNTY
Oregon

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2018

	Special Revenue Funds		
	General Government		
	County Clerk Records	Animal Shelter Donations	Insurance Reserve
ASSETS			
Cash and cash equivalents	\$ 2,814	\$ 357,398	\$ 389,699
Accounts receivable	45	120	-
Property taxes receivable	-	-	-
Employee advances	-	-	-
Prepaid items	-	-	-
Total assets	<u>\$ 2,859</u>	<u>\$ 357,518</u>	<u>\$ 389,699</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities			
Accounts payable and accrued expenditures	\$ -	\$ 6,404	\$ 979
Accrued payroll and liabilities	-	-	-
Total liabilities	-	<u>6,404</u>	<u>979</u>
Deferred inflows of resources			
Unavailable revenue - property taxes	-	-	-
Unearned revenue - grants	-	-	-
Total deferred inflows of resources	-	-	-
Fund balances			
Nonspendable for prepaid items	-	-	-
Restricted for:			
Highways and streets	-	-	-
Education	-	-	-
Economic development	-	-	-
Health and human services	-	-	-
Public safety	-	-	-
County fair	-	-	-
Land corner preservation	-	-	-
Parks	-	-	-
Animal shelter	-	351,114	-
Other	2,859	-	-
Committed to capital projects	-	-	-
Assigned to:			
Insurance reserve	-	-	388,720
Debt service	-	-	-
Total fund balances	<u>2,859</u>	<u>351,114</u>	<u>388,720</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,859</u>	<u>\$ 357,518</u>	<u>\$ 389,699</u>

Special Revenue Funds

Public Safety						
Rural Law Enforcement	Child Support	Juvenile Crime Prevention	Parole & Probation Division	Marine Patrol	Child Custody Mediation and Drug Project	Courthouse Security
\$ 2,900,114	\$ 10,002	\$ 44,866	\$ 2,246,031	\$ 66,696	\$ 81,257	\$ 163,330
-	34,274	17,870	70,408	50,534	-	3,856
92,256	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 2,992,370</u>	<u>\$ 44,276</u>	<u>\$ 62,736</u>	<u>\$ 2,316,439</u>	<u>\$ 117,230</u>	<u>\$ 81,257</u>	<u>\$ 167,186</u>
\$ 4,716	\$ 2,683	\$ 244	\$ 37,499	\$ 3,151	\$ 5,059	\$ -
-	7,301	1,080	38,399	11,230	435	-
<u>4,716</u>	<u>9,984</u>	<u>1,324</u>	<u>75,898</u>	<u>14,381</u>	<u>5,494</u>	<u>-</u>
76,979	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>76,979</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,910,675	34,292	61,412	2,240,541	102,849	75,763	167,186
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>2,910,675</u>	<u>34,292</u>	<u>61,412</u>	<u>2,240,541</u>	<u>102,849</u>	<u>75,763</u>	<u>167,186</u>
<u>\$ 2,992,370</u>	<u>\$ 44,276</u>	<u>\$ 62,736</u>	<u>\$ 2,316,439</u>	<u>\$ 117,230</u>	<u>\$ 81,257</u>	<u>\$ 167,186</u>

(Continued)

CLATSOP COUNTY
Oregon

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2018

(Continued)

	<u>Special Revenue Funds</u>			
	<u>Public Safety</u>	<u>Land Use, Housing, and Transportation</u>		
	<u>State Timber Enforcement</u>	<u>Building Codes</u>	<u>Land Corner Preservation</u>	<u>Bike Paths</u>
ASSETS				
Cash and cash equivalents	\$ 688,483	\$ 1,092,694	\$ 291,351	\$ 430,586
Accounts receivable	-	6,405	190	2,630
Property taxes receivable	-	-	-	-
Employee advances	-	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 688,483</u>	<u>\$ 1,099,099</u>	<u>\$ 291,541</u>	<u>\$ 433,216</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts payable and accrued expenditures	\$ -	\$ 7,438	\$ 723	\$ -
Accrued payroll and liabilities	-	18,093	1,646	-
Total liabilities	-	25,531	2,369	-
Deferred inflows of resources				
Unavailable revenue - property taxes	-	-	-	-
Unearned revenue - grants	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Nonspendable for prepaid items	-	-	-	-
Restricted for:				
Highways and streets	-	-	-	433,216
Education	-	-	-	-
Economic development	-	1,073,568	-	-
Health and human services	-	-	-	-
Public safety	688,483	-	-	-
County fair	-	-	-	-
Land corner preservation	-	-	289,172	-
Parks	-	-	-	-
Animal shelter	-	-	-	-
Other	-	-	-	-
Committed to capital projects	-	-	-	-
Assigned to:				
Insurance reserve	-	-	-	-
Debt service	-	-	-	-
Total fund balances	<u>688,483</u>	<u>1,073,568</u>	<u>289,172</u>	<u>433,216</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 688,483</u>	<u>\$ 1,099,099</u>	<u>\$ 291,541</u>	<u>\$ 433,216</u>

Special Revenue Funds					
Culture and Recreation - Fair Board	Economic Development			Health and Human Services	
	Clatsop County Fisheries	Industrial Development Revolving	Video Lottery	Public Health	Mental Health Grants
\$ 743,932	\$ 220,716	\$ 3,773,933	\$ 58,766	\$ 802,901	\$ 399,148
9,479	46,846	-	-	77,019	35,378
18,740	-	-	-	-	-
-	-	-	-	1,000	-
<u>20,809</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 792,960</u>	<u>\$ 267,562</u>	<u>\$ 3,773,933</u>	<u>\$ 58,766</u>	<u>\$ 880,920</u>	<u>\$ 434,526</u>
\$ 16,925	\$ 14,134	\$ -	\$ 680	\$ 24,078	\$ 133,806
<u>40,161</u>	<u>16,295</u>	<u>-</u>	<u>-</u>	<u>28,734</u>	<u>2,458</u>
<u>57,086</u>	<u>30,429</u>	<u>-</u>	<u>680</u>	<u>52,812</u>	<u>136,264</u>
15,477	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,075</u>	<u>15,312</u>
<u>15,477</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,075</u>	<u>15,312</u>
20,809	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	237,133	3,773,933	58,086	-	-
-	-	-	-	780,033	282,950
-	-	-	-	-	-
699,588	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>720,397</u>	<u>237,133</u>	<u>3,773,933</u>	<u>58,086</u>	<u>780,033</u>	<u>282,950</u>
<u>\$ 792,960</u>	<u>\$ 267,562</u>	<u>\$ 3,773,933</u>	<u>\$ 58,766</u>	<u>\$ 880,920</u>	<u>\$ 434,526</u>

(Continued)

CLATSOP COUNTY
Oregon

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2018

(Continued)

	<u>Special Revenue Funds</u>	
	<u>Education Funds</u>	
	<u>Law Library</u>	<u>4-H and Extension</u>
ASSETS		
Cash and cash equivalents	\$ 21,503	\$ 376,720
Accounts receivable	-	-
Property taxes receivable	-	19,214
Employee advances	-	-
Prepaid items	-	-
Total assets	<u>\$ 21,503</u>	<u>\$ 395,934</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities		
Accounts payable and accrued expenditures	\$ 2,743	\$ 22,242
Accrued payroll and liabilities	<u>600</u>	<u>16</u>
Total liabilities	<u>3,343</u>	<u>22,258</u>
Deferred inflows of resources		
Unavailable revenue - property taxes	-	16,063
Unearned revenue - grants	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>16,063</u>
Fund balances		
Nonspendable for prepaid items	-	-
Restricted for:		
Highways and streets	-	-
Education	18,160	357,613
Economic development	-	-
Health and human services	-	-
Public safety	-	-
County fair	-	-
Land corner preservation	-	-
Parks	-	-
Animal shelter	-	-
Other	-	-
Committed to capital projects	-	-
Assigned to:		
Insurance reserve	-	-
Debt service	<u>-</u>	<u>-</u>
Total fund balances	<u>18,160</u>	<u>357,613</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 21,503</u>	<u>\$ 395,934</u>

<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		<u>Total</u>
<u>Debt Service</u>	<u>Bond and UAL Reserve</u>	<u>General Roads Equipment Replacement</u>	<u>Park and Land Acquisition and Maintenance</u>	<u>Nonmajor Governmental Funds</u>
\$ 183,874	\$ 1,231,461	\$ 36,064	\$ 995,704	\$ 17,610,043
-	-	-	-	355,054
-	-	-	-	130,210
-	-	-	-	1,000
-	-	-	-	20,809
<u>\$ 183,874</u>	<u>\$ 1,231,461</u>	<u>\$ 36,064</u>	<u>\$ 995,704</u>	<u>\$ 18,117,116</u>
\$ -	\$ -	\$ -	\$ -	\$ 283,504
-	-	-	-	166,448
-	-	-	-	449,952
-	-	-	-	108,519
-	-	-	-	63,387
-	-	-	-	171,906
-	-	-	-	20,809
-	-	-	-	433,216
-	-	-	-	375,773
-	-	-	-	5,142,720
-	-	-	-	1,062,983
-	-	-	-	6,281,201
-	-	-	-	699,588
-	-	-	-	289,172
-	-	-	995,704	995,704
-	-	-	-	351,114
-	-	-	-	2,859
-	-	36,064	-	36,064
-	-	-	-	388,720
<u>183,874</u>	<u>1,231,461</u>	<u>-</u>	<u>-</u>	<u>1,415,335</u>
<u>183,874</u>	<u>1,231,461</u>	<u>36,064</u>	<u>995,704</u>	<u>17,495,258</u>
<u>\$ 183,874</u>	<u>\$ 1,231,461</u>	<u>\$ 36,064</u>	<u>\$ 995,704</u>	<u>\$ 18,117,116</u>

CLATSOP COUNTY
Oregon

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2018

	Special Revenue Funds		
	General Government		
	County Clerk Records	Animal Shelter Donations	Insurance Reserve
REVENUES			
Property taxes	\$ -	\$ -	\$ -
Other taxes	-	-	-
Timber and land sales	-	-	-
Licenses, permits, and fees	-	-	-
Intergovernmental	-	-	-
Charges for services	9,107	11,444	-
Fines and forfeitures	-	-	-
Investment earnings	33	5,707	6,633
Miscellaneous	-	57,233	46,491
Total revenues	9,140	74,384	53,124
EXPENDITURES			
Current			
General government	7,737	50,100	30,851
Public safety	-	-	-
Land use, housing, and transportation	-	-	-
Parks, culture, and recreation	-	-	-
Economic development	-	-	-
Health and human services	-	-	-
Education	-	-	-
Debt service	-	-	-
Capital outlay	-	-	-
Total expenditures	7,737	50,100	30,851
Excess (deficiency) of revenues over (under) expenditures	1,403	24,284	22,273
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	1,403	24,284	22,273
Fund balances - beginning	1,456	326,830	366,447
Fund balances - ending	\$ 2,859	\$ 351,114	\$ 388,720

Special Revenue Funds

Public Safety						
Rural Law Enforcement	Child Support	Juvenile Crime Prevention	Parole & Probation Division	Marine Patrol	Child Custody Mediation and Drug Project	Courthouse Security
\$ 1,438,367	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
112,714	-	-	-	-	-	-
1,718,812	-	-	-	-	-	-
-	-	-	-	-	-	-
-	140,492	43,665	2,314,182	244,964	32,859	46,438
-	-	-	32,220	-	-	-
-	-	-	-	-	-	-
53,518	293	694	34,082	1,088	1,751	2,918
<u>117</u>	<u>15,748</u>	<u>71</u>	<u>642</u>	<u>5,158</u>	<u>300</u>	<u>-</u>
<u>3,323,528</u>	<u>156,533</u>	<u>44,430</u>	<u>2,381,126</u>	<u>251,210</u>	<u>34,910</u>	<u>49,356</u>
-	-	-	-	-	-	-
2,650,917	206,645	23,258	1,846,215	274,826	55,912	58,637
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>91,940</u>	<u>-</u>	<u>-</u>	<u>59,892</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>2,742,857</u>	<u>206,645</u>	<u>23,258</u>	<u>1,906,107</u>	<u>274,826</u>	<u>55,912</u>	<u>58,637</u>
<u>580,671</u>	<u>(50,112)</u>	<u>21,172</u>	<u>475,019</u>	<u>(23,616)</u>	<u>(21,002)</u>	<u>(9,281)</u>
-	40,700	-	-	27,200	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>(127,000)</u>	<u>-</u>	<u>-</u>	<u>(4,000)</u>
<u>-</u>	<u>40,700</u>	<u>-</u>	<u>(127,000)</u>	<u>27,200</u>	<u>-</u>	<u>(4,000)</u>
580,671	(9,412)	21,172	348,019	3,584	(21,002)	(13,281)
<u>2,330,004</u>	<u>43,704</u>	<u>40,240</u>	<u>1,892,522</u>	<u>99,265</u>	<u>96,765</u>	<u>180,467</u>
<u>\$ 2,910,675</u>	<u>\$ 34,292</u>	<u>\$ 61,412</u>	<u>\$ 2,240,541</u>	<u>\$ 102,849</u>	<u>\$ 75,763</u>	<u>\$ 167,186</u>

(Continued)

CLATSOP COUNTY
Oregon

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2018

(Continued)

	Special Revenue Funds			
	Public Safety	Land Use, Housing, and Transportation		
	State Timber Enforcement	Building Codes	Land Corner Preservation	Bike Paths
REVENUES				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Timber and land sales	283,467	-	-	-
Licenses, permits, and fees	-	875,203	-	-
Intergovernmental	-	-	-	27,748
Charges for services	-	10,373	81,910	-
Fines and forfeitures	-	-	-	-
Investment earnings	9,743	15,760	4,826	7,045
Miscellaneous	-	2,094	190	-
Total revenues	<u>293,210</u>	<u>903,430</u>	<u>86,926</u>	<u>34,793</u>
EXPENDITURES				
Current				
General government	-	-	-	-
Public safety	80,960	-	-	-
Land use, housing, and transportation	-	-	-	-
Parks, culture, and recreation	-	565,336	50,286	100
Economic development	-	-	-	-
Health and human services	-	8,125	-	-
Education	-	-	-	-
Debt service	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>80,960</u>	<u>573,461</u>	<u>50,286</u>	<u>100</u>
Excess (deficiency) of revenues over (under) expenditures	<u>212,250</u>	<u>329,969</u>	<u>36,640</u>	<u>34,693</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	(33,200)	-	-
Total other financing sources (uses)	-	(33,200)	-	-
Net change in fund balances	212,250	296,769	36,640	34,693
Fund balances - beginning	<u>476,233</u>	<u>776,799</u>	<u>252,532</u>	<u>398,523</u>
Fund balances - ending	<u>\$ 688,483</u>	<u>\$ 1,073,568</u>	<u>\$ 289,172</u>	<u>\$ 433,216</u>

Special Revenue Funds					
Culture and Recreation - Fair Board	Economic Development			Health and Human Services	
	Clatsop County Fisheries	Industrial Development Revolving	Video Lottery	Public Health	Mental Health Grants
\$ 294,092	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	95,183
118,740	-	-	-	-	-
-	-	-	-	-	-
53,167	677,169	-	348,787	560,359	1,843,853
-	14,573	-	-	757,519	65,916
-	-	-	-	-	-
13,135	3,041	65,239	924	13,810	5,012
<u>261,482</u>	<u>381</u>	<u>-</u>	<u>-</u>	<u>205,638</u>	<u>40,488</u>
<u>740,616</u>	<u>695,164</u>	<u>65,239</u>	<u>349,711</u>	<u>1,537,326</u>	<u>2,050,452</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
797,342	-	-	-	-	-
-	682,582	85,928	80,121	-	-
-	-	-	-	1,858,386	1,867,731
-	-	-	-	-	-
-	-	-	-	-	-
<u>145,634</u>	<u>-</u>	<u>147,201</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>942,976</u>	<u>682,582</u>	<u>233,129</u>	<u>80,121</u>	<u>1,858,386</u>	<u>1,867,731</u>
<u>(202,360)</u>	<u>12,582</u>	<u>(167,890)</u>	<u>269,590</u>	<u>(321,060)</u>	<u>182,721</u>
-	-	-	-	442,200	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>(261,200)</u>	<u>(2,612)</u>	<u>-</u>
-	-	-	(261,200)	439,588	-
(202,360)	12,582	(167,890)	8,390	118,528	182,721
<u>922,757</u>	<u>224,551</u>	<u>3,941,823</u>	<u>49,696</u>	<u>661,505</u>	<u>100,229</u>
<u>\$ 720,397</u>	<u>\$ 237,133</u>	<u>\$ 3,773,933</u>	<u>\$ 58,086</u>	<u>\$ 780,033</u>	<u>\$ 282,950</u>

(Continued)

CLATSOP COUNTY
Oregon

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2018

(Continued)

	Special Revenue Funds	
	Education Funds	
	Law Library	4-H and Extension
REVENUES		
Property taxes	\$ -	\$ 310,014
Other taxes	-	8,095
Timber and land sales	-	129,006
Licenses, permits, and fees	-	-
Intergovernmental	-	-
Charges for services	-	-
Fines and forfeitures	45,583	-
Investment earnings	653	7,101
Miscellaneous	<u>115</u>	<u>-</u>
Total revenues	<u>46,351</u>	<u>454,216</u>
EXPENDITURES		
Current		
General government	-	-
Public safety	-	-
Land use, housing, and transportation	-	-
Parks, culture, and recreation	-	-
Economic development	-	-
Health and human services	-	-
Education	46,435	414,041
Debt service	-	-
Capital outlay	<u>-</u>	<u>-</u>
Total expenditures	<u>46,435</u>	<u>414,041</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(84)</u>	<u>40,175</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	-	-
Transfers out	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>
Net change in fund balances	(84)	40,175
Fund balances - beginning	<u>18,244</u>	<u>317,438</u>
Fund balances - ending	<u>\$ 18,160</u>	<u>\$ 357,613</u>

<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>		<u>Total Nonmajor Governmental Funds</u>
<u>Debt Service</u>	<u>Bond and UAL Reserve</u>	<u>General Roads Equipment Replacement</u>	<u>Park and Land Acquisition and Maintenance</u>	
\$ -	\$ -	\$ -	\$ -	\$ 2,042,473
-	-	-	-	215,992
-	-	-	-	2,250,025
-	-	-	-	875,203
-	-	-	21,498	6,355,181
-	-	-	-	983,062
-	-	-	-	45,583
2,145	18,874	2,764	17,064	293,853
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,350</u>	<u>637,498</u>
<u>2,145</u>	<u>18,874</u>	<u>2,764</u>	<u>39,912</u>	<u>13,698,870</u>
-	-	-	-	88,688
-	-	-	-	5,197,370
-	-	700	-	700
-	-	-	12,572	1,425,636
-	-	-	-	848,631
-	-	-	-	3,734,242
-	-	-	-	460,476
181,294	-	-	-	181,294
<u>-</u>	<u>-</u>	<u>456,680</u>	<u>35,403</u>	<u>936,750</u>
<u>181,294</u>	<u>-</u>	<u>457,380</u>	<u>47,975</u>	<u>12,873,787</u>
<u>(179,149)</u>	<u>18,874</u>	<u>(454,616)</u>	<u>(8,063)</u>	<u>825,083</u>
182,400	300,000	476,620	-	1,469,120
<u>-</u>	<u>-</u>	<u>-</u>	<u>(45,000)</u>	<u>(473,012)</u>
<u>182,400</u>	<u>300,000</u>	<u>476,620</u>	<u>(45,000)</u>	<u>996,108</u>
3,251	318,874	22,004	(53,063)	1,821,191
<u>180,623</u>	<u>912,587</u>	<u>14,060</u>	<u>1,048,767</u>	<u>15,674,067</u>
<u>\$ 183,874</u>	<u>\$ 1,231,461</u>	<u>\$ 36,064</u>	<u>\$ 995,704</u>	<u>\$ 17,495,258</u>

CLATSOP COUNTY
Oregon

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

COUNTY CLERK RECORDS FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Charges for services	\$ 8,500	\$ 607	\$ 9,107	\$ -	\$ 9,107
Investment earnings	<u>-</u>	<u>33</u>	<u>33</u>	<u>-</u>	<u>33</u>
Total revenues	<u>8,500</u>	<u>640</u>	<u>9,140</u>	<u>-</u>	<u>9,140</u>
EXPENDITURES					
County Clerk Records					
Current					
Materials and services	7,800	(63)	7,737	-	7,737
Contingency	<u>1,340</u>	<u>(1,340)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>9,140</u>	<u>(1,403)</u>	<u>7,737</u>	<u>-</u>	<u>7,737</u>
Excess (deficiency) of revenues over (under) expenditures	(640)	2,043	1,403	-	1,403
Fund balance - beginning	<u>640</u>	<u>816</u>	<u>1,456</u>	<u>-</u>	<u>1,456</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 2,859</u>	<u>\$ 2,859</u>	<u>\$ -</u>	<u>\$ 2,859</u>

CLATSOP COUNTY
Oregon

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

ANIMAL SHELTER DONATIONS FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Charges for services	\$ 10,350	\$ 1,094	\$ 11,444	\$ -	\$ 11,444
Investment earnings	1,000	4,707	5,707	-	5,707
Miscellaneous	<u>16,000</u>	<u>41,233</u>	<u>57,233</u>	<u>-</u>	<u>57,233</u>
Total revenues	<u>27,350</u>	<u>47,034</u>	<u>74,384</u>	<u>-</u>	<u>74,384</u>
EXPENDITURES					
Animal Shelter Enhancement					
Current					
Materials and services	57,000	(6,900)	50,100	-	50,100
Contingency	<u>153,220</u>	<u>(153,220)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>210,220</u>	<u>(160,120)</u>	<u>50,100</u>	<u>-</u>	<u>50,100</u>
Excess (deficiency) of revenues over (under) expenditures	(182,870)	207,154	24,284	-	24,284
Fund balance - beginning	<u>182,870</u>	<u>143,960</u>	<u>326,830</u>	<u>-</u>	<u>326,830</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 351,114</u>	<u>\$ 351,114</u>	<u>\$ -</u>	<u>\$ 351,114</u>

CLATSOP COUNTY
Oregon

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

INSURANCE RESERVE FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Investment earnings	\$ 2,100	\$ 4,533	\$ 6,633	\$ -	\$ 6,633
Miscellaneous	<u>-</u>	<u>46,491</u>	<u>46,491</u>	<u>-</u>	<u>46,491</u>
Total revenues	2,100	51,024	53,124	-	53,124
EXPENDITURES					
Insurance Reserve					
Current					
Materials and services	<u>334,340</u>	<u>(303,489)</u>	<u>30,851</u>	<u>-</u>	<u>30,851</u>
Excess (deficiency) of revenues over (under) expenditures	(332,240)	354,513	22,273	-	22,273
Fund balance - beginning	<u>332,240</u>	<u>34,207</u>	<u>366,447</u>	<u>-</u>	<u>366,447</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 388,720</u>	<u>\$ 388,720</u>	<u>\$ -</u>	<u>\$ 388,720</u>

CLATSOP COUNTY
Oregon

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

RURAL LAW ENFORCEMENT FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Property taxes	\$ 1,424,850	\$ 1,424,850	\$ 13,517
Other taxes	111,250	111,250	1,464
Timber and land sales	1,108,200	1,108,200	610,612
Investment earnings	21,000	21,000	32,518
Miscellaneous	<u>-</u>	<u>-</u>	<u>117</u>
Total revenues	<u>2,665,300</u>	<u>2,665,300</u>	<u>658,228</u>
EXPENDITURES			
Sheriff Rural Law Enforcement District			
Current			
Personnel services	2,110,010	2,110,010	(125,004)
Materials and services	691,640	691,640	(56,529)
Other charges	26,000	30,800	-
Capital outlay	142,500	142,500	(50,560)
Contingency	<u>281,840</u>	<u>281,840</u>	<u>(281,840)</u>
Total expenditures	<u>3,251,990</u>	<u>3,256,790</u>	<u>(513,933)</u>
Excess (deficiency) of revenues over (under) expenditures	(586,690)	(591,490)	1,172,161
OTHER FINANCING SOURCES (USES)			
Transfers out	<u>(4,800)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(591,490)	(591,490)	1,172,161
Fund balance - beginning	<u>2,061,230</u>	<u>2,061,230</u>	<u>268,774</u>
Fund balance - ending	<u>\$ 1,469,740</u>	<u>\$ 1,469,740</u>	<u>\$ 1,440,935</u>

Modified Accrual Basis	Actual	
	Adjustments	GAAP Basis
\$ 1,438,367	\$ -	\$ 1,438,367
112,714	-	112,714
1,718,812	-	1,718,812
53,518	-	53,518
117	-	117
<u>3,323,528</u>	<u>-</u>	<u>3,323,528</u>
1,985,006	-	1,985,006
635,111	-	635,111
30,800	-	30,800
91,940	-	91,940
<u>-</u>	<u>-</u>	<u>-</u>
<u>2,742,857</u>	<u>-</u>	<u>2,742,857</u>
580,671	-	580,671
<u>-</u>	<u>-</u>	<u>-</u>
580,671	-	580,671
<u>2,330,004</u>	<u>-</u>	<u>2,330,004</u>
<u>\$ 2,910,675</u>	<u>\$ -</u>	<u>\$ 2,910,675</u>

CLATSOP COUNTY
Oregon

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

CHILD SUPPORT FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Intergovernmental	\$ 146,040	\$ (5,548)	\$ 140,492	\$ -	\$ 140,492
Investment earnings	-	293	293	-	293
Miscellaneous	<u>14,280</u>	<u>1,468</u>	<u>15,748</u>	<u>-</u>	<u>15,748</u>
Total revenues	<u>160,320</u>	<u>(3,787)</u>	<u>156,533</u>	<u>-</u>	<u>156,533</u>
EXPENDITURES					
Child Support					
Current					
Personnel services	172,710	(1,986)	170,724	-	170,724
Materials and services	37,890	(1,969)	35,921	-	35,921
Contingency	<u>1,840</u>	<u>(1,840)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>212,440</u>	<u>(5,795)</u>	<u>206,645</u>	<u>-</u>	<u>206,645</u>
Excess (deficiency) of revenues over (under) expenditures	(52,120)	2,008	(50,112)	-	(50,112)
OTHER FINANCING SOURCES (USES)					
Transfers in	<u>40,700</u>	<u>-</u>	<u>40,700</u>	<u>-</u>	<u>40,700</u>
Net change in fund balance	(11,420)	2,008	(9,412)	-	(9,412)
Fund balance - beginning	<u>11,420</u>	<u>32,284</u>	<u>43,704</u>	<u>-</u>	<u>43,704</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 34,292</u>	<u>\$ 34,292</u>	<u>\$ -</u>	<u>\$ 34,292</u>

CLATSOP COUNTY
Oregon

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

JUVENILE CRIME PREVENTION FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Intergovernmental	\$ 89,560	\$ 102,524	\$ (58,859)
Investment earnings	-	-	694
Miscellaneous	-	-	71
Total revenues	<u>89,560</u>	<u>102,524</u>	<u>(58,094)</u>
EXPENDITURES			
Juvenile Crime Prevention			
Current			
Personnel services	16,940	22,600	(4,239)
Materials and services	70,610	77,914	(73,017)
Contingency	<u>40,230</u>	<u>40,230</u>	<u>(40,230)</u>
Total expenditures	<u>127,780</u>	<u>140,744</u>	<u>(117,486)</u>
Excess (deficiency) of revenues over (under) expenditures	(38,220)	(38,220)	59,392
Fund balance - beginning	<u>38,220</u>	<u>38,220</u>	<u>2,020</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,412</u>

Actual		
Modified Accrual Basis	Adjustments	GAAP Basis
\$ 43,665	\$ -	\$ 43,665
694	-	694
<u>71</u>	<u>-</u>	<u>71</u>
<u>44,430</u>	<u>-</u>	<u>44,430</u>
18,361	-	18,361
4,897	-	4,897
<u>-</u>	<u>-</u>	<u>-</u>
<u>23,258</u>	<u>-</u>	<u>23,258</u>
21,172	-	21,172
<u>40,240</u>	<u>-</u>	<u>40,240</u>
<u>\$ 61,412</u>	<u>\$ -</u>	<u>\$ 61,412</u>

CLATSOP COUNTY
Oregon

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

PAROLE & PROBATION DIVISION FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Intergovernmental	\$ 2,115,380	\$ 2,255,053	\$ 59,129
Charges for services	36,550	36,550	(4,330)
Investment earnings	16,000	16,000	18,082
Miscellaneous	<u>2,720</u>	<u>2,720</u>	<u>(2,078)</u>
Total revenues	<u>2,170,650</u>	<u>2,310,323</u>	<u>70,803</u>
EXPENDITURES			
Parole and Probation Division			
Current			
Personnel services	1,271,830	1,271,830	(93,985)
Materials and services	405,350	432,176	(110,939)
Other charges	423,250	437,250	(90,117)
Capital outlay	68,800	68,800	(8,908)
Contingency	<u>1,533,620</u>	<u>1,632,467</u>	<u>(1,632,467)</u>
Total expenditures	<u>3,702,850</u>	<u>3,842,523</u>	<u>(1,936,416)</u>
Excess (deficiency) of revenues over (under) expenditures	(1,532,200)	(1,532,200)	2,007,219
OTHER FINANCING SOURCES (USES)			
Transfers out	<u>(127,000)</u>	<u>(127,000)</u>	<u>-</u>
Net change in fund balance	(1,659,200)	(1,659,200)	2,007,219
Fund balance - beginning	<u>1,659,200</u>	<u>1,659,200</u>	<u>233,322</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,240,541</u>

Modified Accrual Basis	Actual	
	Adjustments	GAAP Basis
\$ 2,314,182	\$ -	\$ 2,314,182
32,220	-	32,220
34,082	-	34,082
<u>642</u>	<u>-</u>	<u>642</u>
<u>2,381,126</u>	<u>-</u>	<u>2,381,126</u>
1,177,845	-	1,177,845
321,237	-	321,237
347,133	-	347,133
59,892	-	59,892
<u>-</u>	<u>-</u>	<u>-</u>
<u>1,906,107</u>	<u>-</u>	<u>1,906,107</u>
475,019	-	475,019
<u>(127,000)</u>	<u>-</u>	<u>(127,000)</u>
348,019	-	348,019
<u>1,892,522</u>	<u>-</u>	<u>1,892,522</u>
<u>\$ 2,240,541</u>	<u>\$ -</u>	<u>\$ 2,240,541</u>

CLATSOP COUNTY
Oregon

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

MARINE PATROL FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Intergovernmental	\$ 245,170	\$ (206)	\$ 244,964	\$ -	\$ 244,964
Investment earnings	400	688	1,088	-	1,088
Miscellaneous	<u>-</u>	<u>5,158</u>	<u>5,158</u>	<u>-</u>	<u>5,158</u>
Total revenues	<u>245,570</u>	<u>5,640</u>	<u>251,210</u>	<u>-</u>	<u>251,210</u>
EXPENDITURES					
Marine Patrol					
Current					
Personnel services	228,190	4,167	232,357	-	232,357
Materials and services	51,700	(9,231)	42,469	-	42,469
Contingency	<u>79,130</u>	<u>(79,130)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>359,020</u>	<u>(84,194)</u>	<u>274,826</u>	<u>-</u>	<u>274,826</u>
Excess (deficiency) of revenues over (under) expenditures	(113,450)	89,834	(23,616)	-	(23,616)
OTHER FINANCING SOURCES (USES)					
Transfers in	<u>27,200</u>	<u>-</u>	<u>27,200</u>	<u>-</u>	<u>27,200</u>
Net change in fund balance	(86,250)	89,834	3,584	-	3,584
Fund balance - beginning	<u>86,250</u>	<u>13,015</u>	<u>99,265</u>	<u>-</u>	<u>99,265</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 102,849</u>	<u>\$ 102,849</u>	<u>\$ -</u>	<u>\$ 102,849</u>

CLATSOP COUNTY
Oregon

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

CHILD CUSTODY MEDIATION AND DRUG PROJECT FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Intergovernmental	\$ 31,200	\$ 1,659	\$ 32,859	\$ -	\$ 32,859
Investment earnings	700	1,051	1,751	-	1,751
Miscellaneous	<u>-</u>	<u>300</u>	<u>300</u>	<u>-</u>	<u>300</u>
Total revenues	<u>31,900</u>	<u>3,010</u>	<u>34,910</u>	<u>-</u>	<u>34,910</u>
EXPENDITURES					
Child Custody Mediation					
Current					
Personnel services	7,830	14	7,844	-	7,844
Materials and services	68,400	(20,332)	48,068	-	48,068
Contingency	<u>48,300</u>	<u>(48,300)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>124,530</u>	<u>(68,618)</u>	<u>55,912</u>	<u>-</u>	<u>55,912</u>
Excess (deficiency) of revenues over (under) expenditures	(92,630)	71,628	(21,002)	-	(21,002)
Fund balance - beginning	<u>92,630</u>	<u>4,135</u>	<u>96,765</u>	<u>-</u>	<u>96,765</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 75,763</u>	<u>\$ 75,763</u>	<u>\$ -</u>	<u>\$ 75,763</u>

CLATSOP COUNTY
Oregon

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

COURTHOUSE SECURITY FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Intergovernmental	\$ 48,000	\$ (1,562)	\$ 46,438	\$ -	\$ 46,438
Investment earnings	<u>1,300</u>	<u>1,618</u>	<u>2,918</u>	<u>-</u>	<u>2,918</u>
Total revenues	<u>49,300</u>	<u>56</u>	<u>49,356</u>	<u>-</u>	<u>49,356</u>
EXPENDITURES					
Courthouse Security					
Current					
Personnel services	58,010	-	58,010	-	58,010
Materials and services	10,400	(9,773)	627	-	627
Capital outlay	10,000	(10,000)	-	-	-
Contingency	<u>136,280</u>	<u>(136,280)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>214,690</u>	<u>(156,053)</u>	<u>58,637</u>	<u>-</u>	<u>58,637</u>
Excess (deficiency) of revenues over (under) expenditures	(165,390)	156,109	(9,281)	-	(9,281)
OTHER FINANCING SOURCES (USES)					
Transfers out	<u>(4,000)</u>	<u>-</u>	<u>(4,000)</u>	<u>-</u>	<u>(4,000)</u>
Net change in fund balance	(169,390)	156,109	(13,281)	-	(13,281)
Fund balance - beginning	<u>169,390</u>	<u>11,077</u>	<u>180,467</u>	<u>-</u>	<u>180,467</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 167,186</u>	<u>\$ 167,186</u>	<u>\$ -</u>	<u>\$ 167,186</u>

CLATSOP COUNTY
Oregon

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

STATE TIMBER ENFORCEMENT FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Timber and land sales	\$ 149,680	\$ 133,787	\$ 283,467	\$ -	\$ 283,467
Investment earnings	<u>2,200</u>	<u>7,543</u>	<u>9,743</u>	<u>-</u>	<u>9,743</u>
Total revenues	<u>151,880</u>	<u>141,330</u>	<u>293,210</u>	<u>-</u>	<u>293,210</u>
EXPENDITURES					
State Timber Enforcement					
Current					
Personnel services	74,160	-	74,160	-	74,160
Materials and services	30,900	(24,100)	6,800	-	6,800
Contingency	<u>487,150</u>	<u>(487,150)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>592,210</u>	<u>(511,250)</u>	<u>80,960</u>	<u>-</u>	<u>80,960</u>
Excess (deficiency) of revenues over (under) expenditures	(440,330)	652,580	212,250	-	212,250
Fund balance - beginning	<u>440,330</u>	<u>35,903</u>	<u>476,233</u>	<u>-</u>	<u>476,233</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 688,483</u>	<u>\$ 688,483</u>	<u>\$ -</u>	<u>\$ 688,483</u>

CLATSOP COUNTY
Oregon

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

BUILDING CODES FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Licenses, permits, and fees	\$ 600,000	\$ 275,203	\$ 875,203	\$ -	\$ 875,203
Charges for services	11,500	(1,127)	10,373	-	10,373
Investment earnings	2,800	12,960	15,760	-	15,760
Miscellaneous	<u>1,450</u>	<u>644</u>	<u>2,094</u>	<u>-</u>	<u>2,094</u>
Total revenues	<u>615,750</u>	<u>287,680</u>	<u>903,430</u>	<u>-</u>	<u>903,430</u>
EXPENDITURES					
Building Codes					
Current					
Personnel services	547,340	(62,048)	485,292	-	485,292
Materials and services	120,740	(32,571)	88,169	-	88,169
Contingency	<u>594,510</u>	<u>(594,510)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,262,590</u>	<u>(689,129)</u>	<u>573,461</u>	<u>-</u>	<u>573,461</u>
Excess (deficiency) of revenues over (under) expenditures	(646,840)	976,809	329,969	-	329,969
OTHER FINANCING SOURCES (USES)					
Transfers out	<u>(33,200)</u>	<u>-</u>	<u>(33,200)</u>	<u>-</u>	<u>(33,200)</u>
Net change in fund balance	(680,040)	976,809	296,769	-	296,769
Fund balance - beginning	<u>680,040</u>	<u>96,759</u>	<u>776,799</u>	<u>-</u>	<u>776,799</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 1,073,568</u>	<u>\$ 1,073,568</u>	<u>\$ -</u>	<u>\$ 1,073,568</u>

CLATSOP COUNTY
Oregon

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

LAND CORNER PRESERVATION FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Charges for services	\$ 81,900	\$ 10	\$ 81,910	\$ -	\$ 81,910
Investment earnings	2,030	2,796	4,826	-	4,826
Miscellaneous	<u>190</u>	<u>-</u>	<u>190</u>	<u>-</u>	<u>190</u>
Total revenues	<u>84,120</u>	<u>2,806</u>	<u>86,926</u>	<u>-</u>	<u>86,926</u>
EXPENDITURES					
Surveyor - Land Corner 120					
Current					
Personnel services	36,150	(1,480)	34,670	-	34,670
Materials and services	47,110	(31,494)	15,616	-	15,616
Contingency	<u>246,350</u>	<u>(246,350)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>329,610</u>	<u>(279,324)</u>	<u>50,286</u>	<u>-</u>	<u>50,286</u>
Excess (deficiency) of revenues over (under) expenditures	(245,490)	282,130	36,640	-	36,640
Fund balance - beginning	<u>245,490</u>	<u>7,042</u>	<u>252,532</u>	<u>-</u>	<u>252,532</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 289,172</u>	<u>\$ 289,172</u>	<u>\$ -</u>	<u>\$ 289,172</u>

CLATSOP COUNTY
Oregon

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

BIKE PATHS FUND

For the Year Ended June 30, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance with Final Budget Over (Under)</u>
REVENUES			
Intergovernmental	\$ 24,900	\$ 24,900	\$ 2,848
Investment earnings	<u>4,000</u>	<u>4,000</u>	<u>3,045</u>
Total revenues	<u>28,900</u>	<u>28,900</u>	<u>5,893</u>
EXPENDITURES			
Bike Paths			
Current			
Materials and services	100	427,100	(427,000)
Contingency	<u>427,130</u>	<u>130</u>	<u>(130)</u>
Total expenditures	<u>427,230</u>	<u>427,230</u>	<u>(427,130)</u>
Excess (deficiency) of revenues over (under) expenditures	(398,330)	(398,330)	433,023
Fund balance - beginning	<u>398,330</u>	<u>398,330</u>	<u>193</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 433,216</u>

Actual		
Modified Accrual Basis	Adjustments	GAAP Basis
\$ 27,748	\$ -	\$ 27,748
<u>7,045</u>	<u>-</u>	<u>7,045</u>
<u>34,793</u>	<u>-</u>	<u>34,793</u>
100	-	100
<u>-</u>	<u>-</u>	<u>-</u>
<u>100</u>	<u>-</u>	<u>100</u>
34,693	-	34,693
<u>398,523</u>	<u>-</u>	<u>398,523</u>
<u>\$ 433,216</u>	<u>\$ -</u>	<u>\$ 433,216</u>

CLATSOP COUNTY
Oregon

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

CULTURE AND RECREATION - FAIR BOARD FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Property taxes	\$ 291,150	\$ 291,150	\$ 2,942
Timber and land sales	76,000	76,000	42,740
Intergovernmental	50,000	50,000	3,167
Investment earnings	5,000	5,000	8,135
Miscellaneous	<u>189,850</u>	<u>189,850</u>	<u>71,632</u>
Total revenues	<u>612,000</u>	<u>612,000</u>	<u>128,616</u>
EXPENDITURES			
Fair General Operation			
Current			
Personnel services	224,830	274,830	(32,456)
Materials and services	438,040	578,040	(23,072)
Capital outlay	340,000	250,000	(104,366)
Contingency	<u>393,770</u>	<u>293,770</u>	<u>(293,770)</u>
Total expenditures	<u>1,396,640</u>	<u>1,396,640</u>	<u>(453,664)</u>
Excess (deficiency) of revenues over (under) expenditures	(784,640)	(784,640)	582,280
Fund balance - beginning	<u>784,640</u>	<u>784,640</u>	<u>138,117</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 720,397</u>

Actual		
Modified Accrual Basis	Adjustments	GAAP Basis
\$ 294,092	\$ -	\$ 294,092
118,740	-	118,740
53,167	-	53,167
13,135	-	13,135
<u>261,482</u>	<u>-</u>	<u>261,482</u>
<u>740,616</u>	<u>-</u>	<u>740,616</u>
242,374	-	242,374
554,968	-	554,968
145,634	-	145,634
<u>-</u>	<u>-</u>	<u>-</u>
<u>942,976</u>	<u>-</u>	<u>942,976</u>
(202,360)	-	(202,360)
<u>922,757</u>	<u>-</u>	<u>922,757</u>
<u>\$ 720,397</u>	<u>\$ -</u>	<u>\$ 720,397</u>

CLATSOP COUNTY
Oregon

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

CLATSOP COUNTY FISHERIES FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Intergovernmental	\$ 860,780	\$ (183,611)	\$ 677,169	\$ -	\$ 677,169
Charges for services	20,000	(5,427)	14,573	-	14,573
Investment earnings	800	2,241	3,041	-	3,041
Miscellaneous	<u>420</u>	<u>(39)</u>	<u>381</u>	<u>-</u>	<u>381</u>
Total revenues	<u>882,000</u>	<u>(186,836)</u>	<u>695,164</u>	<u>-</u>	<u>695,164</u>
EXPENDITURES					
Clatsop County Fisheries					
Current					
Personnel services	598,380	(97,678)	500,702	-	500,702
Materials and services	313,260	(131,380)	181,880	-	181,880
Contingency	<u>201,240</u>	<u>(201,240)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,112,880</u>	<u>(430,298)</u>	<u>682,582</u>	<u>-</u>	<u>682,582</u>
Excess (deficiency) of revenues over (under) expenditures	(230,880)	243,462	12,582	-	12,582
Fund balance - beginning	<u>230,880</u>	<u>(6,329)</u>	<u>224,551</u>	<u>-</u>	<u>224,551</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 237,133</u>	<u>\$ 237,133</u>	<u>\$ -</u>	<u>\$ 237,133</u>

CLATSOP COUNTY
Oregon

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

INDUSTRIAL DEVELOPMENT REVOLVING FUND

For the Year Ended June 30, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance with Final Budget Over (Under)</u>
REVENUES			
Investment earnings	\$ 35,000	\$ 35,000	\$ 30,239
Miscellaneous	<u>87,600</u>	<u>87,600</u>	<u>(87,600)</u>
 Total revenues	 <u>122,600</u>	 <u>122,600</u>	 <u>(57,361)</u>
EXPENDITURES			
Industrial Development Revolving Fund			
Current			
Materials and services	36,400	86,400	(472)
Capital outlay	1,200,000	1,200,000	(1,052,799)
Contingency	<u>3,398,260</u>	<u>3,348,260</u>	<u>(3,348,260)</u>
 Total expenditures	 <u>4,634,660</u>	 <u>4,634,660</u>	 <u>(4,401,531)</u>
 Excess (deficiency) of revenues over (under) expenditures	 (4,512,060)	 (4,512,060)	 4,344,170
 Fund balance - beginning	 <u>4,512,060</u>	 <u>4,512,060</u>	 <u>(570,237)</u>
 Fund balance - ending	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 3,773,933</u>

Actual		
Modified Accrual Basis	Adjustments	GAAP Basis
\$ 65,239	\$ -	\$ 65,239
<u>-</u>	<u>-</u>	<u>-</u>
65,239	-	65,239
85,928	-	85,928
147,201	-	147,201
<u>-</u>	<u>-</u>	<u>-</u>
233,129	-	233,129
(167,890)	-	(167,890)
3,941,823	-	3,941,823
<u>\$ 3,773,933</u>	<u>\$ -</u>	<u>\$ 3,773,933</u>

CLATSOP COUNTY
Oregon

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

VIDEO LOTTERY FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Intergovernmental	\$ 300,000	\$ 48,787	\$ 348,787	\$ -	\$ 348,787
Investment earnings	<u>200</u>	<u>724</u>	<u>924</u>	<u>-</u>	<u>924</u>
Total revenues	<u>300,200</u>	<u>49,511</u>	<u>349,711</u>	<u>-</u>	<u>349,711</u>
EXPENDITURES					
Video Lottery					
Current					
Materials and services	18,640	(8,519)	10,121	-	10,121
Other charges	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>-</u>	<u>70,000</u>
Total expenditures	<u>88,640</u>	<u>(8,519)</u>	<u>80,121</u>	<u>-</u>	<u>80,121</u>
Excess (deficiency) of revenues over (under) expenditures	211,560	58,030	269,590	-	269,590
OTHER FINANCING SOURCES (USES)					
Transfers out	<u>(261,200)</u>	<u>-</u>	<u>(261,200)</u>	<u>-</u>	<u>(261,200)</u>
Net change in fund balance	(49,640)	58,030	8,390	-	8,390
Fund balance - beginning	<u>49,640</u>	<u>56</u>	<u>49,696</u>	<u>-</u>	<u>49,696</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 58,086</u>	<u>\$ 58,086</u>	<u>\$ -</u>	<u>\$ 58,086</u>

CLATSOP COUNTY
Oregon

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

PUBLIC HEALTH FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Intergovernmental	\$ 583,640	\$ 624,487	\$ (64,128)
Charges for services	703,200	789,323	(31,804)
Investment earnings	3,500	3,500	10,310
Miscellaneous	<u>188,800</u>	<u>203,825</u>	<u>1,813</u>
Total revenues	<u>1,479,140</u>	<u>1,621,135</u>	<u>(83,809)</u>
EXPENDITURES			
HHS Community Health			
Current			
Personnel services	345,020	454,933	(23,931)
Materials and services	143,410	204,435	(19,524)
Capital outlay	<u>22,270</u>	<u>39,770</u>	<u>(5,204)</u>
Total HHS Community Health	<u>510,700</u>	<u>699,138</u>	<u>(48,659)</u>
Tobacco Prevention			
Current			
Personnel services	48,220	48,220	(3,674)
Materials and services	<u>16,120</u>	<u>16,120</u>	<u>(1,697)</u>
Total Tobacco Prevention	<u>64,340</u>	<u>64,340</u>	<u>(5,371)</u>
Immunization			
Current			
Personnel services	11,140	11,140	(1,137)
Materials and services	<u>2,900</u>	<u>2,900</u>	<u>(1,071)</u>
Total Immunization	<u>14,040</u>	<u>14,040</u>	<u>(2,208)</u>
Maternal and Child Health			
Current			
Personnel services	49,590	32,590	(10,703)
Materials and services	<u>8,910</u>	<u>8,910</u>	<u>(1,005)</u>
Total Maternal and Child Health	<u>58,500</u>	<u>41,500</u>	<u>(11,708)</u>

Actual		
Modified Accrual Basis	Adjustments	GAAP Basis
\$ 560,359	\$ -	\$ 560,359
757,519	-	757,519
13,810	-	13,810
<u>205,638</u>	<u>-</u>	<u>205,638</u>
<u>1,537,326</u>	<u>-</u>	<u>1,537,326</u>
431,002	-	431,002
184,911	-	184,911
<u>34,566</u>	<u>-</u>	<u>34,566</u>
<u>650,479</u>	<u>-</u>	<u>650,479</u>
44,546	-	44,546
<u>14,423</u>	<u>-</u>	<u>14,423</u>
<u>58,969</u>	<u>-</u>	<u>58,969</u>
10,003	-	10,003
<u>1,829</u>	<u>-</u>	<u>1,829</u>
<u>11,832</u>	<u>-</u>	<u>11,832</u>
21,887	-	21,887
<u>7,905</u>	<u>-</u>	<u>7,905</u>
<u>29,792</u>	<u>-</u>	<u>29,792</u>

(Continued)

CLATSOP COUNTY
Oregon

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

PUBLIC HEALTH FUND

For the Year Ended June 30, 2018

(Continued)

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
Babies First			
Current			
Personnel services	\$ 83,550	\$ 100,550	\$ 12,788
Materials and services	<u>29,450</u>	<u>29,450</u>	<u>(12,884)</u>
Total Babies First	<u>113,000</u>	<u>130,000</u>	<u>(96)</u>
WIC Program			
Current			
Personnel services	177,730	177,730	(2,417)
Materials and services	<u>75,650</u>	<u>82,924</u>	<u>(6,718)</u>
Total WIC Program	<u>253,380</u>	<u>260,654</u>	<u>(9,135)</u>
Family Planning			
Current			
Personnel services	147,680	127,680	(23,380)
Materials and services	<u>150,220</u>	<u>154,720</u>	<u>(47,439)</u>
Total Family Planning	<u>297,900</u>	<u>282,400</u>	<u>(70,819)</u>
Emergency Preparedness			
Current			
Personnel services	18,490	18,490	(4,902)
Materials and services	46,510	48,310	11,820
Capital outlay	<u>7,000</u>	<u>7,000</u>	<u>(7,000)</u>
Total Emergency Preparedness	<u>72,000</u>	<u>73,800</u>	<u>(82)</u>
Environmental Health			
Current			
Personnel services	180,040	180,040	(10,756)
Materials and services	53,660	53,660	(243)
Capital outlay	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Total Environmental Health	<u>248,700</u>	<u>248,700</u>	<u>(10,999)</u>

Budget Basis	Actual	
	Adjustments	GAAP Basis
\$ 113,338	\$ -	\$ 113,338
<u>16,566</u>	<u>-</u>	<u>16,566</u>
<u>129,904</u>	<u>-</u>	<u>129,904</u>
175,313	-	175,313
<u>76,206</u>	<u>-</u>	<u>76,206</u>
<u>251,519</u>	<u>-</u>	<u>251,519</u>
104,300	-	104,300
<u>107,281</u>	<u>-</u>	<u>107,281</u>
<u>211,581</u>	<u>-</u>	<u>211,581</u>
13,588	-	13,588
60,130	-	60,130
<u>-</u>	<u>-</u>	<u>-</u>
<u>73,718</u>	<u>-</u>	<u>73,718</u>
169,284	-	169,284
53,417	-	53,417
<u>15,000</u>	<u>-</u>	<u>15,000</u>
<u>237,701</u>	<u>-</u>	<u>237,701</u>

(Continued)

CLATSOP COUNTY
Oregon

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

PUBLIC HEALTH FUND

For the Year Ended June 30, 2018

(Continued)

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
Household Hazardous Waste			
Current			
Personnel services	\$ 22,520	\$ 22,520	\$ 2,808
Materials and services	291,500	291,500	(287,885)
Other charges	<u>3,900</u>	<u>3,900</u>	<u>(2,500)</u>
Total Household Hazardous Waste	<u>317,920</u>	<u>317,920</u>	<u>(287,577)</u>
Onsite Wastewater Management			
Current			
Personnel services	139,010	139,010	(997)
Materials and services	<u>51,590</u>	<u>51,590</u>	<u>(17,055)</u>
Total Online Wastewater Management	<u>190,600</u>	<u>190,600</u>	<u>(18,052)</u>
Contingency	<u>35,590</u>	<u>35,590</u>	<u>(35,590)</u>
Total expenditures	<u>2,176,670</u>	<u>2,358,682</u>	<u>(500,296)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(697,530)</u>	<u>(737,547)</u>	<u>416,487</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	461,000	461,000	(18,800)
Transfers out	<u>(260,000)</u>	<u>(260,000)</u>	<u>(257,388)</u>
Total other financing sources (uses)	<u>201,000</u>	<u>201,000</u>	<u>238,588</u>
Net change in fund balance	(496,530)	(536,547)	655,075
Fund balance - beginning	<u>496,530</u>	<u>496,530</u>	<u>164,975</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ (40,017)</u>	<u>\$ 820,050</u>

Budget Basis	Actual	
	Adjustments	GAAP Basis
\$ 25,328	\$ -	\$ 25,328
3,615	-	3,615
<u>1,400</u>	<u>-</u>	<u>1,400</u>
<u>30,343</u>	<u>-</u>	<u>30,343</u>
138,013	-	138,013
<u>34,535</u>	<u>-</u>	<u>34,535</u>
<u>172,548</u>	<u>-</u>	<u>172,548</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>1,858,386</u>	<u>-</u>	<u>1,858,386</u>
<u>(321,060)</u>	<u>-</u>	<u>(321,060)</u>
442,200	-	442,200
<u>(2,612)</u>	<u>-</u>	<u>(2,612)</u>
<u>439,588</u>	<u>-</u>	<u>439,588</u>
118,528	-	118,528
<u>661,505</u>	<u>-</u>	<u>661,505</u>
<u>\$ 780,033</u>	<u>\$ -</u>	<u>\$ 780,033</u>

CLATSOP COUNTY
Oregon

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

MENTAL HEALTH GRANTS FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Other taxes	\$ -	\$ -	\$ 95,183
Intergovernmental	1,607,300	2,197,337	(353,484)
Charges for services	30,000	30,000	35,916
Investment earnings	1,360	1,360	3,652
Miscellaneous	<u>280</u>	<u>280</u>	<u>40,208</u>
Total revenues	<u>1,638,940</u>	<u>2,228,977</u>	<u>(178,525)</u>
EXPENDITURES			
Developmental Disabilities			
Current			
Other charges	<u>644,860</u>	<u>904,833</u>	<u>(172,214)</u>
Mental Health			
Current			
Personnel services	45,470	43,470	(7,482)
Materials and services	2,920	4,920	(1,022)
Other charges	768,950	1,099,014	(193,128)
Contingency	<u>37,380</u>	<u>37,380</u>	<u>(37,380)</u>
Total Mental Health	<u>854,720</u>	<u>1,184,784</u>	<u>(239,012)</u>
Drug and Alcohol Prevention			
Current			
Personnel services	171,570	171,570	(60,478)
Materials and services	<u>102,020</u>	<u>102,020</u>	<u>(23,772)</u>
Total Drug and Alcohol Prevention	<u>273,590</u>	<u>273,590</u>	<u>(84,250)</u>
Total expenditures	<u>1,773,170</u>	<u>2,363,207</u>	<u>(495,476)</u>
Excess (deficiency) of revenues over (under) expenditures	(134,230)	(134,230)	316,951
Fund balance - beginning	<u>134,230</u>	<u>134,230</u>	<u>(34,001)</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 282,950</u>

Modified Accrual Basis	Actual	
	Adjustments	GAAP Basis
\$ 95,183	\$ -	\$ 95,183
1,843,853	-	1,843,853
65,916	-	65,916
5,012	-	5,012
<u>40,488</u>	<u>-</u>	<u>40,488</u>
<u>2,050,452</u>	<u>-</u>	<u>2,050,452</u>
 <u>732,619</u>	 <u>-</u>	 <u>732,619</u>
 35,988	 -	 35,988
3,898	-	3,898
905,886	-	905,886
<u>-</u>	<u>-</u>	<u>-</u>
<u>945,772</u>	<u>-</u>	<u>945,772</u>
 111,092	 -	 111,092
<u>78,248</u>	<u>-</u>	<u>78,248</u>
<u>189,340</u>	<u>-</u>	<u>189,340</u>
<u>1,867,731</u>	<u>-</u>	<u>1,867,731</u>
182,721	-	182,721
<u>100,229</u>	<u>-</u>	<u>100,229</u>
<u>\$ 282,950</u>	<u>\$ -</u>	<u>\$ 282,950</u>

CLATSOP COUNTY
Oregon

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

LAW LIBRARY FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Charges for services	\$ 50	\$ (50)	\$ -	\$ -	\$ -
Fines and forfeitures	48,240	(2,657)	45,583	-	45,583
Investment earnings	400	253	653	-	653
Miscellaneous	<u>90</u>	<u>25</u>	<u>115</u>	<u>-</u>	<u>115</u>
Total revenues	<u>48,780</u>	<u>(2,429)</u>	<u>46,351</u>	<u>-</u>	<u>46,351</u>
EXPENDITURES					
Law Library					
Current					
Personnel services	12,120	(1,455)	10,665	-	10,665
Materials and services	36,850	(1,080)	35,770	-	35,770
Contingency	<u>23,290</u>	<u>(23,290)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>72,260</u>	<u>(25,825)</u>	<u>46,435</u>	<u>-</u>	<u>46,435</u>
Excess (deficiency) of revenues over (under) expenditures	(23,480)	23,396	(84)	-	(84)
Fund balance - beginning	<u>23,480</u>	<u>(5,236)</u>	<u>18,244</u>	<u>-</u>	<u>18,244</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 18,160</u>	<u>\$ 18,160</u>	<u>\$ -</u>	<u>\$ 18,160</u>

CLATSOP COUNTY
Oregon

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

4-H AND EXTENSION FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Property taxes	\$ 301,080	\$ 8,934	\$ 310,014	\$ -	\$ 310,014
Other taxes	6,500	1,595	8,095	-	8,095
Timber and land sales	82,240	46,766	129,006	-	129,006
Investment earnings	1,500	5,601	7,101	-	7,101
Miscellaneous	<u>44,000</u>	<u>(44,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>435,320</u>	<u>18,896</u>	<u>454,216</u>	<u>-</u>	<u>454,216</u>
EXPENDITURES					
4-H and Extension					
Current					
Materials and services	492,400	(78,359)	414,041	-	414,041
Capital outlay	45,000	(45,000)	-	-	-
Contingency	<u>189,200</u>	<u>(189,200)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>726,600</u>	<u>(312,559)</u>	<u>414,041</u>	<u>-</u>	<u>414,041</u>
Excess (deficiency) of revenues over (under) expenditures	(291,280)	331,455	40,175	-	40,175
Fund balance - beginning	<u>291,280</u>	<u>26,158</u>	<u>317,438</u>	<u>-</u>	<u>317,438</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 357,613</u>	<u>\$ 357,613</u>	<u>\$ -</u>	<u>\$ 357,613</u>

CLATSOP COUNTY
Oregon

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

DEBT SERVICE FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Investment earnings	\$ 800	\$ 1,345	\$ 2,145	\$ -	\$ 2,145
EXPENDITURES					
Debt Service					
Debt service	182,400	(1,106)	181,294	-	181,294
Contingency	<u>180,760</u>	<u>(180,760)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>363,160</u>	<u>(181,866)</u>	<u>181,294</u>	<u>-</u>	<u>181,294</u>
Excess (deficiency) of revenues over (under) expenditures	(362,360)	183,211	(179,149)	-	(179,149)
OTHER FINANCING SOURCES (USES)					
Transfers in	<u>182,400</u>	<u>-</u>	<u>182,400</u>	<u>-</u>	<u>182,400</u>
Net change in fund balance	(179,960)	183,211	3,251	-	3,251
Fund balance - beginning	<u>179,960</u>	<u>663</u>	<u>180,623</u>	<u>-</u>	<u>180,623</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 183,874</u>	<u>\$ 183,874</u>	<u>\$ -</u>	<u>\$ 183,874</u>

CLATSOP COUNTY
Oregon

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

BOND AND UAL RESERVE FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Investment earnings	\$ 3,500	\$ 15,374	\$ 18,874	\$ -	\$ 18,874
EXPENDITURES					
Bond and UAL Reserve Contingency	<u>1,213,560</u>	<u>(1,213,560)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(1,210,060)	1,228,934	18,874	-	18,874
OTHER FINANCING SOURCES (USES)					
Transfers in	<u>300,000</u>	<u>-</u>	<u>300,000</u>	<u>-</u>	<u>300,000</u>
Net change in fund balance	(910,060)	1,228,934	318,874	-	318,874
Fund balance - beginning	<u>910,060</u>	<u>2,527</u>	<u>912,587</u>	<u>-</u>	<u>912,587</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 1,231,461</u>	<u>\$ 1,231,461</u>	<u>\$ -</u>	<u>\$ 1,231,461</u>

CLATSOP COUNTY
Oregon

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

SPECIAL PROJECTS FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Timber and land sales	\$ 10,000	\$ 10,000	\$ (10,000)
Intergovernmental	150,000	150,000	(100,000)
Investment earnings	55,000	55,000	42,350
Miscellaneous	<u>26,720</u>	<u>26,720</u>	<u>2,173</u>
Total revenues	<u>241,720</u>	<u>241,720</u>	<u>(65,477)</u>
EXPENDITURES			
Special Projects			
Current			
Materials and services	85,500	135,500	3,027
Capital outlay	1,731,700	1,681,700	(1,100,808)
Contingency	<u>2,946,170</u>	<u>2,946,170</u>	<u>(2,946,170)</u>
Total expenditures	<u>4,763,370</u>	<u>4,763,370</u>	<u>(4,043,951)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,521,650)</u>	<u>(4,521,650)</u>	<u>3,978,474</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,720,280	1,720,280	1,235,035
Transfers out	<u>(3,482,400)</u>	<u>(3,482,400)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,762,120)</u>	<u>(1,762,120)</u>	<u>1,235,035</u>
Net change in fund balance	(6,283,770)	(6,283,770)	5,213,509
Fund balance - beginning	<u>6,283,770</u>	<u>6,283,770</u>	<u>692,313</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,905,822</u>

Modified Accrual Basis	Actual	
	Adjustments	GAAP Basis
\$ -	\$ -	\$ -
50,000	-	50,000
97,350	-	97,350
<u>28,893</u>	<u>-</u>	<u>28,893</u>
<u>176,243</u>	<u>-</u>	<u>176,243</u>
138,527	-	138,527
580,892	-	580,892
<u>-</u>	<u>-</u>	<u>-</u>
<u>719,419</u>	<u>-</u>	<u>719,419</u>
<u>(543,176)</u>	<u>-</u>	<u>(543,176)</u>
2,955,315	-	2,955,315
<u>(3,482,400)</u>	<u>-</u>	<u>(3,482,400)</u>
<u>(527,085)</u>	<u>-</u>	<u>(527,085)</u>
(1,070,261)	-	(1,070,261)
<u>6,976,083</u>	<u>-</u>	<u>6,976,083</u>
<u>\$ 5,905,822</u>	<u>\$ -</u>	<u>\$ 5,905,822</u>

CLATSOP COUNTY
Oregon

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

GENERAL ROADS EQUIPMENT REPLACEMENT FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Modified Accrual Basis	Actual Adjustments	GAAP Basis
REVENUES					
Investment earnings	\$ 1,000	\$ 1,764	\$ 2,764	\$ -	\$ 2,764
EXPENDITURES					
Equipment Replacement					
Current					
Materials and services	700	-	700	-	700
Capital outlay	<u>490,000</u>	<u>(33,320)</u>	<u>456,680</u>	<u>-</u>	<u>456,680</u>
Total expenditures	<u>490,700</u>	<u>(33,320)</u>	<u>457,380</u>	<u>-</u>	<u>457,380</u>
Excess (deficiency) of revenues over (under) expenditures	(489,700)	35,084	(454,616)	-	(454,616)
OTHER FINANCING SOURCES (USES)					
Transfers in	<u>476,620</u>	<u>-</u>	<u>476,620</u>	<u>-</u>	<u>476,620</u>
Net change in fund balance	(13,080)	35,084	22,004	-	22,004
Fund balance - beginning	<u>13,080</u>	<u>980</u>	<u>14,060</u>	<u>-</u>	<u>14,060</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 36,064</u>	<u>\$ 36,064</u>	<u>\$ -</u>	<u>\$ 36,064</u>

CLATSOP COUNTY
Oregon

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

PARK AND LAND ACQUISITION AND MAINTENANCE FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Intergovernmental	\$ 19,600	\$ 1,898	\$ 21,498	\$ -	\$ 21,498
Investment earnings	7,500	9,564	17,064	-	17,064
Miscellaneous	-	1,350	1,350	-	1,350
Total revenues	<u>27,100</u>	<u>12,812</u>	<u>39,912</u>	<u>-</u>	<u>39,912</u>
EXPENDITURES					
Parks and Land Acquisition Maintenance					
Current					
Materials and services	61,540	(48,968)	12,572	-	12,572
Capital outlay	40,000	(4,597)	35,403	-	35,403
Contingency	<u>914,820</u>	<u>(914,820)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,016,360</u>	<u>(968,385)</u>	<u>47,975</u>	<u>-</u>	<u>47,975</u>
Excess (deficiency) of revenues over (under) expenditures	(989,260)	981,197	(8,063)	-	(8,063)
OTHER FINANCING SOURCES (USES)					
Transfers out	<u>(45,000)</u>	<u>-</u>	<u>(45,000)</u>	<u>-</u>	<u>(45,000)</u>
Net change in fund balance	(1,034,260)	981,197	(53,063)	-	(53,063)
Fund balance - beginning	<u>1,034,260</u>	<u>14,507</u>	<u>1,048,767</u>	<u>-</u>	<u>1,048,767</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 995,704</u>	<u>\$ 995,704</u>	<u>\$ -</u>	<u>\$ 995,704</u>

CLATSOP COUNTY
Oregon

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION -
BUDGET AND ACTUAL

WESTPORT SEWER OPERATING FUND

For the Year Ended June 30, 2018

	Original Budget	Final Budget	Variance with Final Budget Over (Under)
REVENUES			
Charges for services	\$ 72,000	\$ 72,000	\$ 2,751
Investment earnings	460	460	563
Miscellaneous	<u>-</u>	<u>-</u>	<u>253</u>
Total revenues	<u>72,460</u>	<u>72,460</u>	<u>3,567</u>
EXPENSES			
Westport Sewer Service			
Current			
Personnel services	13,530	13,530	(3,067)
Materials and services	48,190	48,190	3,529
Other charges	100	3,240	(61)
Depreciation	-	-	-
Debt service	7,520	7,520	(4)
Contingency	<u>72,070</u>	<u>68,930</u>	<u>(68,930)</u>
Total expenses	<u>141,410</u>	<u>141,410</u>	<u>(68,533)</u>
Excess (deficiency) of revenues over (under) expenses	<u>(68,950)</u>	<u>(68,950)</u>	<u>72,100</u>
OTHER FINANCING SOURCES (USES)			
Capital contributions	-	-	-
Transfers out	<u>(2,000)</u>	<u>(2,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,000)</u>	<u>(2,000)</u>	<u>-</u>
Change in net position	(70,950)	(70,950)	72,100
Net position - beginning	<u>70,950</u>	<u>70,950</u>	<u>(6,171)</u>
Net position - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,929</u>

Actual		
Modified Accrual Basis	Adjustments	GAAP Basis
\$ 74,751	\$ -	\$ 74,751
1,023	-	1,023
<u>253</u>	<u>-</u>	<u>253</u>
<u>76,027</u>	<u>-</u>	<u>76,027</u>
10,463	-	10,463
51,719	-	51,719
3,179	-	3,179
-	78,606	78,606
7,516	(5,726)	1,790
<u>-</u>	<u>-</u>	<u>-</u>
<u>72,877</u>	<u>72,880</u>	<u>145,757</u>
<u>3,150</u>	<u>(72,880)</u>	<u>(69,730)</u>
-	(5,726)	(5,726)
<u>(2,000)</u>	<u>-</u>	<u>(2,000)</u>
<u>(2,000)</u>	<u>(5,726)</u>	<u>(7,726)</u>
1,150	(78,606)	(77,456)
<u>64,779</u>	<u>369,249</u>	<u>434,028</u>
<u>\$ 65,929</u>	<u>\$ 290,643</u>	<u>\$ 356,572</u>

CLATSOP COUNTY
Oregon

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION -
BUDGET AND ACTUAL

WESTPORT SEWER EQUIPMENT REPLACEMENT FUND

For the Year Ended June 30, 2018

	Original and Final Budget	Variance with Final Budget Over (Under)	Actual		
			Modified Accrual Basis	Adjustments	GAAP Basis
REVENUES					
Investment earnings	\$ 500	\$ 274	\$ 774	\$ -	\$ 774
EXPENSES					
Westport Sewer Equipment					
Current					
Materials and services	22,100	(15,239)	6,861	-	6,861
Contingency	<u>31,870</u>	<u>(31,870)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>53,970</u>	<u>(47,109)</u>	<u>6,861</u>	<u>-</u>	<u>6,861</u>
Excess (deficiency) of revenues over (under) expenses	<u>(53,470)</u>	<u>47,383</u>	<u>(6,087)</u>	<u>-</u>	<u>(6,087)</u>
OTHER FINANCING SOURCES (USES)					
Capital contributions	-	-	-	5,726	5,726
Transfers in	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Total other financing sources (uses)	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>5,726</u>	<u>7,726</u>
Change in net position	(51,470)	47,383	(4,087)	5,726	1,639
Net position - beginning	<u>51,470</u>	<u>(3,622)</u>	<u>47,848</u>	<u>(65,893)</u>	<u>(18,045)</u>
Net position - ending	<u>\$ -</u>	<u>\$ 43,761</u>	<u>\$ 43,761</u>	<u>\$ (60,167)</u>	<u>\$ (16,406)</u>

OTHER FINANCIAL SCHEDULES

CLATSOP COUNTY
Oregon

SCHEDULE OF PROPERTY TAX TRANSACTIONS - TAXING DISTRICT

For the Year Ended June 30, 2018

<u>Tax Year</u>	<u>Taxes Receivable July 1, 2017</u>	<u>2017-2018 Levy</u>	<u>Adjustments</u>	<u>Collections</u>	<u>Taxes Receivable June 30, 2018</u>
2017-2018	\$ -	\$ 13,360,113	\$ (355,111)	\$ 12,586,297	\$ 418,705
2016-2017	408,345	-	(4,551)	222,526	181,268
2015-2016	205,272	-	(3,892)	90,125	111,255
2014-2015	115,095	-	(2,629)	64,867	47,599
2013-2014	53,108	-	(2,038)	30,622	20,448
2012-2013	22,191	-	(1,989)	6,520	13,682
2011-2012	17,954	-	(3,762)	3,363	10,829
Prior	<u>33,223</u>	<u>-</u>	<u>(4,268)</u>	<u>1,772</u>	<u>27,183</u>
Subtotal - Prior	<u>855,188</u>	<u>-</u>	<u>(23,129)</u>	<u>419,795</u>	<u>412,264</u>
Total	<u>\$ 855,188</u>	<u>\$ 13,360,113</u>	<u>\$ (378,240)</u>	<u>\$ 13,006,092</u>	<u>\$ 830,969</u>

CLATSOP COUNTY
Oregon

SCHEDULE OF PROPERTY TAX TRANSACTIONS - COUNTY-WIDE

For the Year Ended June 30, 2018

<u>Tax Year</u>	<u>Taxes Receivable July 1, 2017</u>	<u>2017-2018 Levy</u>	<u>Adjustments</u>	<u>Collections</u>	<u>Taxes Receivable June 30, 2018</u>
2017-2018	\$ -	\$ 79,938,707	\$ (2,124,775)	\$ 75,308,666	\$ 2,505,266
2016-2017	2,294,910	-	(25,572)	1,250,611	1,018,727
2015-2016	1,141,441	-	(21,649)	501,154	618,638
2014-2015	647,728	-	(14,800)	365,062	267,866
2013-2014	300,275	-	(11,528)	173,134	115,613
2012-2013	127,460	-	(11,422)	37,456	78,582
2011-2012	103,696	-	(21,728)	19,424	62,544
Prior	<u>188,509</u>	<u>-</u>	<u>(24,222)</u>	<u>10,053</u>	<u>154,234</u>
Subtotal - Prior	<u>4,804,019</u>	<u>-</u>	<u>(130,921)</u>	<u>2,356,894</u>	<u>2,316,204</u>
Total	<u>\$ 4,804,019</u>	<u>\$ 79,938,707</u>	<u>\$ (2,255,696)</u>	<u>\$ 77,665,560</u>	<u>\$ 4,821,470</u>

CLATSOP COUNTY
Oregon

SCHEDULE OF FUTURE REQUIREMENTS FOR RETIREMENT OF LONG-TERM DEBT

For the Year Ended June 30, 2018

Fiscal Year	Total Requirement All Issues			Bank of America Series 2012		
	Principal	Interest and Fees	Total	Principal	Interest	Total
2018-2019	\$ 444,281	\$ 71,103	\$ 515,384	\$ 259,923	\$ 23,417	\$ 283,340
2019-2020	409,104	59,935	469,039	265,589	17,751	283,340
2020-2021	414,034	50,200	464,234	271,379	11,961	283,340
2021-2022	417,030	40,121	457,151	277,295	6,045	283,340
2022-2023	139,916	30,016	169,932	-	-	-
2023-2024	140,102	25,950	166,052	-	-	-
2024-2025	140,294	21,942	162,236	-	-	-
2025-2026	140,491	17,801	158,292	-	-	-
2026-2027	140,698	13,718	154,416	-	-	-
2027-2028	133,333	9,684	143,017	-	-	-
Thereafter	266,671	7,749	274,420	-	-	-
Total	<u>\$ 2,785,954</u>	<u>\$ 348,219</u>	<u>\$ 3,134,173</u>	<u>\$ 1,074,186</u>	<u>\$ 59,174</u>	<u>\$ 1,133,360</u>

Fiscal Year	Columbia State Bank Series 2014			DEQ Loan		
	Principal	Interest and Fees	Total	Principal	Interest and Fees	Total
2018-2019	\$ 133,333	\$ 44,602	\$ 177,935	\$ 5,887	\$ 1,629	\$ 7,516
2019-2020	133,333	40,722	174,055	6,054	1,462	7,516
2020-2021	133,333	36,949	170,282	6,226	1,290	7,516
2021-2022	133,333	32,962	166,295	6,402	1,114	7,516
2022-2023	133,333	29,083	162,416	6,583	933	7,516
2023-2024	133,333	25,203	158,536	6,769	747	7,516
2024-2025	133,333	21,387	154,720	6,961	555	7,516
2025-2026	133,333	17,443	150,776	7,158	358	7,516
2026-2027	133,333	13,563	146,896	7,365	155	7,520
2027-2028	133,333	9,684	143,017	-	-	-
Thereafter	266,671	7,749	274,420	-	-	-
Total	<u>\$ 1,600,001</u>	<u>\$ 279,347</u>	<u>\$ 1,879,348</u>	<u>\$ 59,405</u>	<u>\$ 8,243</u>	<u>\$ 67,648</u>

Fiscal Year	Dell Lease 15-19			Solutions Yes Copier Lease		
	Principal	Interest	Total	Principal	Interest and Fees	Total
2018-2019	\$ 41,010	\$ 1,455	\$ 42,465	\$ 4,128	\$ -	\$ 4,128
2019-2020	-	-	-	4,128	-	4,128
2020-2021	-	-	-	3,096	-	3,096
Total	<u>\$ 41,010</u>	<u>\$ 1,455</u>	<u>\$ 42,465</u>	<u>\$ 11,352</u>	<u>\$ -</u>	<u>\$ 11,352</u>

CLATSOP COUNTY
Oregon

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUNDS

For the Year Ended June 30, 2018

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<u>Other Taxing Districts</u>				
ASSETS				
Cash	\$ 1,584,835	\$ 192,298,718	\$ 192,552,152	\$ 1,331,401
Accounts receivable	24,925	85,689	83,289	27,325
Property taxes receivable	<u>3,948,831</u>	<u>4,075,362</u>	<u>4,033,692</u>	<u>3,990,501</u>
Total assets	<u>\$ 5,558,591</u>	<u>\$ 196,459,769</u>	<u>\$ 196,669,133</u>	<u>\$ 5,349,227</u>
LIABILITIES				
Accounts payable	\$ 37,928	\$ 2,619,127	\$ 2,616,836	\$ 40,219
Due to other taxing districts/agencies	<u>5,520,663</u>	<u>211,216,885</u>	<u>211,428,540</u>	<u>5,309,008</u>
Total liabilities	<u>\$ 5,558,591</u>	<u>\$ 213,836,012</u>	<u>\$ 214,045,376</u>	<u>\$ 5,349,227</u>
<u>Departmental Trusts</u>				
ASSETS				
Cash	\$ 225,186	\$ 2,855,368	\$ 2,783,015	\$ 297,539
Accounts receivable	<u>515</u>	<u>1,830</u>	<u>855</u>	<u>1,490</u>
Total assets	<u>\$ 225,701</u>	<u>\$ 2,857,198</u>	<u>\$ 2,783,870</u>	<u>\$ 299,029</u>
LIABILITIES				
Accounts payable	\$ 25,273	\$ 963,986	\$ 984,078	\$ 5,181
Amounts held in trust	<u>200,428</u>	<u>1,562,945</u>	<u>1,469,525</u>	<u>293,848</u>
Total liabilities	<u>\$ 225,701</u>	<u>\$ 2,526,931</u>	<u>\$ 2,453,603</u>	<u>\$ 299,029</u>
<u>Total - All Agency Funds</u>				
ASSETS				
Cash	\$ 1,810,021	\$ 195,154,086	\$ 195,335,167	\$ 1,628,940
Accounts receivable	25,440	87,519	84,144	28,815
Property taxes receivable	<u>3,948,831</u>	<u>4,075,362</u>	<u>4,033,692</u>	<u>3,990,501</u>
Total assets	<u>\$ 5,784,292</u>	<u>\$ 199,316,967</u>	<u>\$ 199,453,003</u>	<u>\$ 5,648,256</u>
LIABILITIES				
Accounts payable	\$ 63,201	\$ 3,583,113	\$ 3,600,914	\$ 45,400
Due to other taxing districts/agencies	5,520,663	211,216,885	211,428,540	5,309,008
Amounts held in trust	<u>200,428</u>	<u>1,562,945</u>	<u>1,469,525</u>	<u>293,848</u>
Total liabilities	<u>\$ 5,784,292</u>	<u>\$ 216,362,943</u>	<u>\$ 216,498,979</u>	<u>\$ 5,648,256</u>

STATISTICAL SECTION

This part of Clatsop County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health. This section contains the following tables and information:

- **Financial Trends** – These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.
- **Revenue Capacity** – These schedules contain information to help the reader assess the County's most significant local revenue sources.
- **Debt Capacity** – These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.
- **Economic and Demographic Information** – These schedules offer economic and demographic indicators to help the reader understand the environment wherein the County's financial activities take place.
- **Operating Information** – These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant year.

CLATSOP COUNTY
Oregon

SCHEDULE OF GOVERNMENTAL LONG-TERM OBLIGATIONS
PRINCIPAL AND INTEREST TRANSACTIONS

For the Year Ended June 30, 2018

Obligation	Interest Rates	Date of Issue	Principal				Interest Matured and Paid
			Outstanding June 30, 2017	Additions	Matured and Paid	Outstanding June 30, 2018	
Loans							
DEQ Loan	2.81%	August 2005	\$ 65,131	\$ -	\$ 5,726	\$ 59,405	\$ 28,447
Bank of America Series 2012	2.18%	July 2012	1,328,563	-	254,377	1,074,186	222,515
Columbia State Bank Series 2014	2.87%	August 2014	<u>1,733,334</u>	<u>-</u>	<u>133,333</u>	<u>1,600,001</u>	<u>222,036</u>
			<u>3,127,028</u>	<u>-</u>	<u>393,436</u>	<u>2,733,592</u>	<u>472,998</u>
Capital leases							
Dell Lease 15-19	3.55%	May 2015	82,022	-	41,012	41,010	4,365
Solutions Yes Copier Lease	0.00%	April 2016	<u>15,480</u>	<u>-</u>	<u>4,128</u>	<u>11,352</u>	<u>-</u>
			<u>97,502</u>	<u>-</u>	<u>45,140</u>	<u>52,362</u>	<u>4,365</u>
Total			\$ 3,224,530	\$ -	\$ 438,576	\$ 2,785,954	\$ 477,363

CLATSOP COUNTY
Oregon

FUTURE DEBT SERVICE REQUIREMENTS

For the Year Ended June 30, 2018

	Loans					
	Columbia State Bank Series 2014		DEQ Loan		Bank of America Series 2012	
	Principal	Interest	Principal	Interest	Principal	Interest
2018-19	\$ 133,333	\$ 44,602	\$ 5,887	\$ 1,629	\$ 259,923	\$ 23,417
2019-20	133,333	40,722	6,054	1,462	265,589	17,751
2020-21	133,333	36,949	6,226	1,290	271,379	11,961
2021-22	133,333	32,962	6,402	1,114	277,295	6,045
2022-23	133,333	29,083	6,583	933	-	-
2023-24	133,333	25,203	6,769	747	-	-
2024-25	133,333	21,387	6,961	555	-	-
2025-26	133,333	17,443	7,158	358	-	-
2026-27	133,334	13,563	7,365	155	-	-
2027-28	133,334	9,684	-	-	-	-
2028-29	133,334	5,825	-	-	-	-
2029-30	<u>133,335</u>	<u>1,924</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,600,001</u>	<u>\$ 279,347</u>	<u>\$ 59,405</u>	<u>\$ 8,243</u>	<u>\$ 1,074,186</u>	<u>\$ 59,174</u>

Capital Leases					
Dell Lease 15-19		Solutions Yes Copier Lease		Totals	
Principal	Interest	Principal	Interest	Principal	Interest
\$ 41,010	\$ 1,455	\$ 4,128	\$ -	\$ 444,281	\$ 71,103
-	-	4,128	-	409,104	59,935
-	-	3,096	-	414,034	50,200
-	-	-	-	417,030	40,121
-	-	-	-	139,916	30,016
-	-	-	-	140,102	25,950
-	-	-	-	140,294	21,942
-	-	-	-	140,491	17,801
-	-	-	-	140,699	13,718
-	-	-	-	133,334	9,684
-	-	-	-	133,334	5,825
-	-	-	-	133,335	1,924
<u>\$ 41,010</u>	<u>\$ 1,455</u>	<u>\$ 11,352</u>	<u>\$ -</u>	<u>\$ 2,785,954</u>	<u>\$ 348,219</u>

CLATSOP COUNTY
Oregon

NET POSITION BY COMPONENT

Last Ten Fiscal Years

	Fiscal Year Ended June 30			
	2018	2017	2016	2015
Governmental activities				
Net investment in capital assets	\$ 150,149,925	\$ 157,396,388	\$ 164,493,924	\$ 170,255,581
Restricted	24,210,572	20,952,350	18,435,155	15,599,563
Unrestricted	<u>7,074,795</u>	<u>3,256,713</u>	<u>3,325,247</u>	<u>7,689,563</u>
Total governmental activities net position	<u>\$ 181,435,292</u>	<u>\$ 181,605,451</u>	<u>\$ 186,254,326</u>	<u>\$ 193,544,707</u>
Business-type activities				
Net investment in capital assets	\$ 231,238	\$ 304,118	\$ 377,156	\$ 529,958
Restricted	-	-	-	-
Unrestricted	<u>108,928</u>	<u>111,865</u>	<u>131,903</u>	<u>60,729</u>
Total business-type activities net position	<u>\$ 340,166</u>	<u>\$ 415,983</u>	<u>\$ 509,059</u>	<u>\$ 590,687</u>
Totals - all activities				
Net investment in capital assets	\$ 150,381,163	\$ 157,700,506	\$ 164,871,080	\$ 170,785,539
Restricted	24,210,572	20,952,350	18,435,155	15,599,563
Unrestricted	<u>7,183,723</u>	<u>3,368,578</u>	<u>3,457,150</u>	<u>7,750,292</u>
Total net position	<u>\$ 181,775,458</u>	<u>\$ 182,021,434</u>	<u>\$ 186,763,385</u>	<u>\$ 194,135,394</u>

Fiscal Year Ended June 30					
2014	2013	2012	2011	2010	2009
\$ 179,852,178	\$ 185,526,479	\$ 192,525,725	\$ 198,894,569	\$ 207,091,000	\$ 215,625,000
14,213,321	15,972,394	16,454,348	19,259,564	3,156,000	-
<u>1,581,518</u>	<u>7,083,056</u>	<u>7,546,836</u>	<u>8,184,438</u>	<u>25,605,000</u>	<u>29,911,000</u>
<u>\$ 195,647,017</u>	<u>\$ 208,581,929</u>	<u>\$ 216,526,909</u>	<u>\$ 226,338,571</u>	<u>\$ 235,852,000</u>	<u>\$ 245,536,000</u>
\$ 575,656	\$ 661,045	\$ 761,876	\$ 862,844	\$ 921,000	\$ 1,044,000
-	-	-	-	4,000	4,000
<u>82,873</u>	<u>123,128</u>	<u>105,164</u>	<u>99,664</u>	<u>73,000</u>	<u>75,000</u>
<u>\$ 658,529</u>	<u>\$ 784,173</u>	<u>\$ 867,040</u>	<u>\$ 962,508</u>	<u>\$ 998,000</u>	<u>\$ 1,123,000</u>
\$ 180,427,834	\$ 186,187,524	\$ 193,287,601	\$ 199,757,413	\$ 208,012,000	\$ 216,669,000
14,213,321	15,972,394	16,454,348	19,259,564	3,160,000	4,000
<u>1,664,391</u>	<u>7,206,184</u>	<u>7,652,000</u>	<u>8,284,102</u>	<u>25,678,000</u>	<u>29,986,000</u>
<u>\$ 196,305,546</u>	<u>\$ 209,366,102</u>	<u>\$ 217,393,949</u>	<u>\$ 227,301,079</u>	<u>\$ 236,850,000</u>	<u>\$ 246,659,000</u>

CLATSOP COUNTY
Oregon

CHANGES IN NET POSITION

Last Ten Fiscal Years

	Fiscal Year Ended June 30			
	2018	2017	2016	2015
Expenses				
Governmental activities				
General government	\$ 7,921,750	\$ 6,886,565	\$ 10,096,185	\$ 12,022,585
Public safety	22,530,183	21,646,621	20,623,170	17,578,210
Land use, housing, and transportation	13,631,997	12,845,855	12,609,063	4,192,872
Parks, culture, and recreation	1,163,978	1,066,791	958,472	886,151
Economic development	1,004,915	1,042,096	1,579,125	1,761,864
Health and human services	3,916,395	3,629,205	3,948,167	3,197,120
Education	461,788	505,040	504,665	489,224
Depreciation	-	-	-	-
Interest on long-term debt	49,415	53,242	57,260	28,540
Total governmental activities expenses	<u>50,680,421</u>	<u>47,675,415</u>	<u>50,376,107</u>	<u>40,156,566</u>
Business-type activities				
Westport Sewer Service District	152,618	143,243	139,683	135,660
Jail Commissary Fund	-	19,902	85,463	82,942
Total business-type activities expenses	<u>152,618</u>	<u>163,145</u>	<u>225,146</u>	<u>218,602</u>
Total expenses	<u>\$ 50,833,039</u>	<u>\$ 47,838,560</u>	<u>\$ 50,601,253</u>	<u>\$ 40,375,168</u>
Program revenues				
Governmental activities				
Charges for services				
General government	\$ 1,479,242	\$ 1,327,038	\$ 1,312,641	\$ 1,218,873
Public safety	422,758	470,321	423,541	506,317
Land use, housing, and transportation	1,327,656	1,221,010	1,202,745	1,006,126
Parks, culture, and recreation	51,874	48,396	44,187	32,926
Economic development	14,573	16,639	22,485	64,158
Health and human services	820,066	736,766	654,458	697,924
Education	-	-	-	-
Operating grants and contributions	16,935,666	15,074,727	15,257,679	14,046,903
Capital grants and contributions	-	-	-	-
Total governmental activities program revenue:	<u>21,051,835</u>	<u>18,894,897</u>	<u>18,917,736</u>	<u>17,573,227</u>
Business-type activities				
Charges for services	74,751	68,618	114,314	122,778
Operating grants	-	-	-	-
Total business-type activities program revenue:	<u>74,751</u>	<u>68,618</u>	<u>114,314</u>	<u>122,778</u>
Total program revenues	<u>\$ 21,126,586</u>	<u>\$ 18,963,515</u>	<u>\$ 19,032,050</u>	<u>\$ 17,696,005</u>
Net (expense) / revenue				
Governmental activities	\$ (29,628,586)	\$ (28,780,518)	\$ (31,458,371)	\$ (22,583,339)
Business-type activities	<u>(77,867)</u>	<u>(94,527)</u>	<u>(110,832)</u>	<u>(95,824)</u>
Total net (expense) / revenue	<u>\$ (29,706,453)</u>	<u>\$ (28,875,045)</u>	<u>\$ (31,569,203)</u>	<u>\$ (22,679,163)</u>

Fiscal Year Ended June 30

2014	2013	2012	2011	2010	2009
\$ 6,435,161	\$ 6,500,917	\$ 6,817,804	\$ 6,430,841	\$ 7,081,793	\$ 6,501,251
12,686,676	12,667,349	14,365,256	14,184,201	12,004,056	12,769,616
13,474,248	13,332,524	14,293,087	14,318,963	5,803,120	5,065,705
868,554	932,680	935,209	908,025	692,323	631,425
1,480,144	1,483,807	1,304,993	1,598,204	1,450,784	1,434,554
3,223,511	3,307,104	3,463,608	3,252,623	3,656,858	4,046,086
546,688	516,545	533,389	468,802	-	-
-	-	-	-	10,087,133	9,977,095
<u>69,368</u>	<u>144,109</u>	<u>214,797</u>	<u>339,931</u>	<u>396,017</u>	<u>434,317</u>
<u>38,784,350</u>	<u>38,885,035</u>	<u>41,928,143</u>	<u>41,501,590</u>	<u>41,172,084</u>	<u>40,860,049</u>
138,034	138,785	146,619	144,878	189,321	180,427
<u>63,999</u>	<u>52,241</u>	<u>67,395</u>	<u>72,788</u>	<u>66,554</u>	<u>53,471</u>
<u>202,033</u>	<u>191,026</u>	<u>214,014</u>	<u>217,666</u>	<u>255,875</u>	<u>233,898</u>
<u>\$ 38,986,383</u>	<u>\$ 39,076,061</u>	<u>\$ 42,142,157</u>	<u>\$ 41,719,256</u>	<u>\$ 41,427,959</u>	<u>\$ 41,093,947</u>
\$ 1,320,921	\$ 1,600,476	\$ 1,360,572	\$ 1,475,456	\$ 1,046,129	\$ 1,109,196
511,938	704,025	692,984	586,561	288,536	148,529
826,144	721,697	980,540	1,054,670	477,886	88,424
243,480	204,901	197,459	210,077	169,307	-
11,614	31,841	80,581	154,536	171,583	84,353
760,725	999,789	868,685	812,909	860,246	576,678
47,159	48,369	58,726	67,207	-	-
8,297,588	9,058,686	10,838,599	10,451,968	10,545,418	8,095,760
<u>64,312</u>	<u>115,058</u>	<u>103,896</u>	<u>254,255</u>	<u>70,497</u>	<u>76,143</u>
<u>12,083,881</u>	<u>13,484,842</u>	<u>15,182,042</u>	<u>15,067,639</u>	<u>13,629,602</u>	<u>10,179,083</u>
129,023	119,385	129,886	62,368	65,452	70,949
<u>-</u>	<u>-</u>	<u>-</u>	<u>81,076</u>	<u>76,651</u>	<u>25,062</u>
<u>129,023</u>	<u>119,385</u>	<u>129,886</u>	<u>143,444</u>	<u>142,103</u>	<u>96,011</u>
<u>\$ 12,212,904</u>	<u>\$ 13,604,227</u>	<u>\$ 15,311,928</u>	<u>\$ 15,211,083</u>	<u>\$ 13,771,705</u>	<u>\$ 10,275,094</u>
\$ (26,700,469)	\$ (25,400,193)	\$ (26,746,101)	\$ (26,433,951)	\$ (27,542,482)	\$ (30,680,966)
<u>(73,010)</u>	<u>(71,641)</u>	<u>(84,128)</u>	<u>(74,222)</u>	<u>(113,772)</u>	<u>(137,887)</u>
<u>\$ (26,773,479)</u>	<u>\$ (25,471,834)</u>	<u>\$ (26,830,229)</u>	<u>\$ (26,508,173)</u>	<u>\$ (27,656,254)</u>	<u>\$ (30,818,853)</u>

(Continued)

CLATSOP COUNTY
Oregon

CHANGES IN NET POSITION

Last Ten Fiscal Years

(Continued)

	Fiscal Year Ended June 30			
	2018	2017	2016	2015
General revenues and other changes in net position				
Governmental activities				
Property taxes	\$ 13,026,731	\$ 12,648,318	\$ 12,426,728	\$ 11,985,398
Other taxes	2,264,847	1,927,391	1,863,925	1,676,258
Timber and land sales	11,692,655	7,849,809	8,649,784	5,953,559
Investment earnings	708,733	388,854	232,654	171,550
Gain on sale of asset	-	-	309,332	-
Miscellaneous	732,658	1,317,271	685,567	694,809
Transfers	-	-	-	(545)
Total governmental activities	<u>28,425,624</u>	<u>24,131,643</u>	<u>24,167,990</u>	<u>20,481,029</u>
Business-type activities				
Transfers	-	-	-	545
Investment earnings	1,797	1,291	754	572
Miscellaneous	<u>253</u>	<u>160</u>	<u>28,450</u>	<u>26,865</u>
Total business-type activities	<u>2,050</u>	<u>1,451</u>	<u>29,204</u>	<u>27,982</u>
Total general revenues and other changes in net position	<u>\$ 28,427,674</u>	<u>\$ 24,133,094</u>	<u>\$ 24,197,194</u>	<u>\$ 20,509,011</u>
Change in net position				
Governmental activities	\$ (1,202,962)	\$ (4,648,875)	\$ (7,290,381)	\$ (2,102,310)
Business-type activities	<u>(75,817)</u>	<u>(93,076)</u>	<u>(81,628)</u>	<u>(67,842)</u>
Total change in net position	<u>\$ (1,278,779)</u>	<u>\$ (4,741,951)</u>	<u>\$ (7,372,009)</u>	<u>\$ (2,170,152)</u>

Fiscal Year Ended June 30					
2014	2013	2012	2011	2010	2009
\$ 11,721,531	\$ 11,740,619	\$ 11,184,203	\$ 11,086,246	\$ 10,957,185	\$ 11,809,276
1,098,391	1,074,080	962,837	938,359	708,670	2,817,750
6,730,775	4,996,352	4,235,350	4,211,935	3,934,540	15,174,795
177,758	159,433	139,153	411,890	452,340	519,334
8,187	-	32,073	25,512	-	-
273,860	240,780	368,823	330,277	1,794,485	2,363,059
<u>12,000</u>	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>	<u>(13,998)</u>
<u>20,022,502</u>	<u>18,223,264</u>	<u>16,934,439</u>	<u>17,016,219</u>	<u>17,859,220</u>	<u>32,670,216</u>
(12,000)	(12,000)	(12,000)	(12,000)	(12,000)	13,998
176	221	439	443	453	1,506
<u>573</u>	<u>553</u>	<u>221</u>	<u>50,141</u>	<u>-</u>	<u>54,244</u>
<u>(11,251)</u>	<u>(11,226)</u>	<u>(11,340)</u>	<u>38,584</u>	<u>(11,547)</u>	<u>69,748</u>
<u>\$ 20,011,251</u>	<u>\$ 18,212,038</u>	<u>\$ 16,923,099</u>	<u>\$ 17,054,803</u>	<u>\$ 17,847,673</u>	<u>\$ 32,739,964</u>
\$ (6,677,967)	\$ (7,176,929)	\$ (9,811,662)	\$ (9,417,732)	\$ (9,683,262)	\$ 1,989,250
<u>(84,261)</u>	<u>(82,867)</u>	<u>(95,468)</u>	<u>(35,638)</u>	<u>(125,319)</u>	<u>(68,139)</u>
<u>\$ (6,762,228)</u>	<u>\$ (7,259,796)</u>	<u>\$ (9,907,130)</u>	<u>\$ (9,453,370)</u>	<u>\$ (9,808,581)</u>	<u>\$ 1,921,111</u>

CLATSOP COUNTY
Oregon

GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE

Last Ten Fiscal Years

Fiscal Year Ended June 30	Property Taxes	State Fuel Taxes	Other Taxes	Totals
2009	\$ 7,493,396	\$ 1,565,860	\$ 833,697	\$ 9,892,953
2010	7,643,828	1,713,848	855,342	10,213,018
2011	7,731,990	2,015,105	893,423	10,640,518
2012	7,771,616	2,236,727	912,919	10,921,262
2013	8,262,816	2,253,866	920,642	11,437,324
2014	8,309,520	2,356,868	1,027,641	11,694,029
2015	8,529,835	2,420,061	1,065,611	12,015,507
2016	8,833,640	2,505,722	1,057,421	12,396,783
2017	8,963,017	2,541,186	1,084,091	12,588,294
2018	9,269,886	2,781,578	1,423,206	13,474,670

CLATSOP COUNTY
Oregon

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	Fiscal Year Ended June 30				
	2018	2017	2016	2015	2014
General Fund					
Unreserved	\$ -	\$ -	\$ -	\$ -	\$ -
Nonspendable	-	-	-	-	-
Assigned	-	-	-	-	499,999
Unassigned	<u>11,785,627</u>	<u>6,568,739</u>	<u>5,833,017</u>	<u>5,039,867</u>	<u>4,014,382</u>
Total General Fund	<u>11,785,627</u>	<u>6,568,739</u>	<u>5,833,017</u>	<u>5,039,867</u>	<u>4,514,381</u>
All other governmental funds					
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Nonspendable	457,137	286,244	281,295	286,714	289,345
Restricted	24,210,572	20,952,350	18,435,155	15,599,563	14,213,321
Committed	5,941,886	6,990,143	6,205,688	5,251,335	2,928,010
Assigned	<u>1,804,055</u>	<u>1,459,657</u>	<u>1,116,939</u>	<u>781,460</u>	<u>28,322</u>
Total all other governmental fund	<u>32,413,650</u>	<u>29,688,394</u>	<u>26,039,077</u>	<u>21,919,072</u>	<u>17,458,998</u>
Total all governmental funds	<u>\$ 44,199,277</u>	<u>\$ 36,257,133</u>	<u>\$ 31,872,094</u>	<u>\$ 26,958,939</u>	<u>\$ 21,973,379</u>

* The County implemented the provisions of GASB 54 for the year ended June 30, 2011, which requires fund balance to be presented in the categories of nonspendable, restricted, committed, assigned, and unassigned.

Fiscal Year Ended June 30

2013	2012	2011	2010	2009
\$ -	\$ -	\$ -	\$ 4,003,960	\$ 3,114,423
-	10,209	11,686	-	-
456,880	417,273	305,199	3,512	-
<u>3,204,284</u>	<u>3,123,794</u>	<u>3,620,148</u>	<u>-</u>	<u>-</u>
<u>3,661,164</u>	<u>3,551,276</u>	<u>3,937,033</u>	<u>4,007,472</u>	<u>3,114,423</u>
-	-	-	6,380,950	20,078,763
-	-	-	11,187,173	1,828,642
225,114	376,224	308,937	362,559	-
15,972,394	17,084,348	19,253,378	-	-
1,660,851	1,415,146	1,929,046	3,156,036	322,505
<u>1,793,201</u>	<u>2,814,647</u>	<u>3,093,252</u>	<u>-</u>	<u>-</u>
<u>19,651,560</u>	<u>21,690,365</u>	<u>24,584,613</u>	<u>21,086,718</u>	<u>22,229,910</u>
<u>\$ 23,312,724</u>	<u>\$ 25,241,641</u>	<u>\$ 28,521,646</u>	<u>\$ 25,094,190</u>	<u>\$ 25,344,333</u>

CLATSOP COUNTY
Oregon

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	Fiscal Year Ended June 30			
	2018	2017	2016	2015
Revenues				
Property taxes	\$ 13,060,681	\$ 12,647,839	\$ 12,476,209	\$ 12,083,358
Other taxes	979,329	-	-	-
Timber revenues	11,692,655	7,848,809	9,381,187	5,953,559
Charges for services	2,021,960	1,921,957	1,864,338	1,935,118
Licenses and permits	1,428,611	1,311,816	1,177,626	956,330
Fines and forfeitures	81,703	77,160	90,489	79,892
Investment earnings	708,733	388,854	232,775	171,563
Other revenues	2,251,009	3,276,378	2,775,817	2,298,407
Intergovernmental	17,286,728	15,553,248	15,927,423	14,712,470
Land sales	-	-	-	-
Total revenues	<u>49,511,409</u>	<u>43,026,061</u>	<u>43,925,864</u>	<u>38,190,697</u>
Expenditures				
General government	6,583,887	5,828,969	5,266,792	5,591,002
Public safety	21,245,667	20,399,818	19,424,577	18,731,562
Land use, housing, and transportation	5,233,126	4,275,469	4,707,009	3,675,453
Parks, culture, and recreation	1,634,780	1,404,408	1,341,225	1,310,501
Economic development	848,631	955,547	944,724	1,090,398
Health and human services	3,863,762	3,549,749	3,556,253	3,371,104
Education	460,476	503,708	501,401	487,425
Capital outlay	1,517,642	1,538,233	3,081,589	915,407
Debt service				
Principal	133,333	133,333	133,333	-
Interest	47,961	51,788	55,806	28,540
Total expenditures	<u>41,569,265</u>	<u>38,641,022</u>	<u>39,012,709</u>	<u>35,201,392</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,942,144</u>	<u>4,385,039</u>	<u>4,913,155</u>	<u>2,989,305</u>
Other financing sources (uses)				
Transfers in	7,859,635	3,748,407	4,534,955	3,085,472
Transfers (out)	(7,859,635)	(3,748,407)	(4,534,955)	(3,086,017)
Issuance of debt	-	-	-	1,996,800
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,996,255</u>
Net change in fund balances	<u>\$ 7,942,144</u>	<u>\$ 4,385,039</u>	<u>\$ 4,913,155</u>	<u>\$ 4,985,560</u>
Debt service as a percentage of non-capital expenditures	0.45%	0.50%	0.53%	0.08%

Fiscal Year Ended June 30

2014	2013	2012	2011	2010	2009
\$ 11,824,983	\$ 11,783,423	\$ 11,087,339	\$ 11,021,687	\$ 11,386,634	\$ 11,586,908
-	-	-	-	-	-
5,981,208	4,230,701	4,233,605	4,144,854	3,951,081	3,954,895
1,502,098	1,738,413	1,815,955	2,010,531	2,566,802	2,007,180
1,064,104	1,318,346	1,101,796	1,001,519	715,118	850,985
85,926	120,896	111,042	172,668	129,129	91,735
170,048	194,522	199,288	460,771	452,340	519,334
6,066,208	5,520,159	5,491,709	5,527,232	3,203,086	3,368,479
9,441,766	9,662,538	9,107,824	8,717,109	11,202,092	13,510,498
-	-	-	4,326,500	2,260	4,372,555
<u>36,136,341</u>	<u>34,568,998</u>	<u>33,148,558</u>	<u>37,382,871</u>	<u>33,608,542</u>	<u>40,262,569</u>
5,360,116	5,511,251	5,716,500	5,385,382	6,444,512	6,712,750
20,511,278	20,120,194	19,531,171	18,757,678	12,835,022	12,675,659
1,139,835	998,310	1,203,172	1,300,179	6,191,061	5,094,922
789,186	744,926	710,903	798,594	748,258	674,180
3,376,554	3,534,385	3,225,921	3,361,770	1,611,458	1,499,994
1,265,036	1,403,621	1,195,737	1,264,862	4,019,692	4,243,437
591,140	527,286	518,121	455,372	-	-
3,059,026	2,092,844	1,442,291	983,050	813,469	2,364,426
1,395,515	1,577,098	2,830,360	1,177,485	1,098,344	1,026,555
-	-	219,207	339,931	396,017	438,086
<u>37,487,686</u>	<u>36,509,915</u>	<u>36,593,383</u>	<u>33,824,303</u>	<u>34,157,833</u>	<u>34,730,009</u>
<u>(1,351,345)</u>	<u>(1,940,917)</u>	<u>(3,444,825)</u>	<u>3,558,568</u>	<u>(549,291)</u>	<u>5,532,560</u>
7,577,572	6,632,363	6,543,196	5,418,721	6,441,682	5,373,800
(7,565,572)	(6,620,363)	(6,531,196)	5,406,721	(6,429,682)	(5,361,800)
-	-	152,820	-	-	-
<u>12,000</u>	<u>12,000</u>	<u>164,820</u>	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>
<u>\$ (1,339,345)</u>	<u>\$ (1,928,917)</u>	<u>\$ (3,280,005)</u>	<u>\$ 3,570,568</u>	<u>\$ (537,291)</u>	<u>\$ 5,544,560</u>
3.74%	4.34%	9.13%	4.72%	4.52%	4.79%

CLATSOP COUNTY
Oregon

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

For the Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property		Farm/Forest	Personal Property
	Residential	Commercial		
2009	\$ 2,619,275,796	\$ 1,264,802,498	\$ 728,831,889	\$ 136,882,525
2010	2,751,958,506	1,128,961,421	756,925,651	127,670,492
2011	2,849,911,372	1,257,279,519	784,256,321	119,370,841
2012	2,941,596,024	1,270,274,528	811,649,386	112,932,884
2013	3,014,633,053	1,096,671,620	840,751,962	111,769,380
2014	3,113,194,717	1,285,192,001	873,479,462	116,911,711
2015	3,208,993,530	1,209,908,773	999,639,227	115,618,469
2016	3,312,739,003	1,333,703,604	933,579,454	125,248,350
2017	3,432,229,027	1,337,933,925	976,834,912	128,466,470
2018	3,551,269,839	1,367,293,627	1,015,294,097	126,414,392

Source: Clatsop County Department of Assessment and Taxation

<u>Total Taxable Assessed Value</u>	<u>Less Tax Exempt Property</u>	<u>Total Direct Tax Rate Per \$1,000</u>	<u>Estimated True Cash Value</u>	<u>Total Taxable Assessed Value as a Percent of Estimated True Cash Value</u>
\$ 4,749,792,708	\$ -	\$1.53380	\$ 9,733,245,491	48.80%
4,765,516,070	-	1.53380	9,345,562,742	50.99%
5,010,818,053	-	1.53380	8,594,307,163	58.30%
5,136,452,822	-	1.53380	8,158,082,700	62.96%
5,063,826,015	721,951,529	1.53380	7,668,443,648	66.03%
5,388,777,891	963,186,770	1.53380	7,681,357,053	70.15%
5,534,159,999	997,229,623	1.53380	7,711,286,171	71.77%
5,705,270,411	1,029,270,293	1.53380	7,921,799,965	72.02%
5,875,464,334	1,063,858,540	1.53380	8,351,583,284	70.35%
6,060,271,955	1,106,896,229	1.53380	8,741,705,015	69.33%

CLATSOP COUNTY
Oregon

PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
PER \$1,000 OF ASSESSED VALUATION

For the Last Ten Fiscal Years

CLATSOP COUNTY OREGON

	2009	2010	2011	2012	2013	2014
County Direct Rates						
General	1.5338	1.5338	1.5338	1.5338	1.5338	1.5338
Local Option	0.0900	0.0900	0.0700	0.0700	0.0700	0.0700
City Rates						
Astoria	8.6799	8.6717	8.6552	8.3895	8.1738	8.1738
Astor East U/R	0.3192	-	-	-	-	-
Cannon Beach	0.9585	0.9572	1.2373	1.1566	1.1185	1.1053
Gearhart	2.6202	2.6766	3.5672	3.4493	3.1510	2.3707
Seaside	3.6485	3.6708	3.6510	3.6621	3.6813	3.6827
Greater Seaside U/R	0.3501	0.3689	0.3819	0.3913	0.4066	0.4219
Warrenton	4.3528	3.9918	3.7453	3.5920	3.4927	3.4932
School District Rates						
Astoria 1	7.1427	7.1928	7.1982	6.9803	6.9200	6.9415
Clatskanie 6J	5.0842	5.3441	5.2341	5.2576	5.4016	5.4882
Clatsop Community College	0.8364	0.8398	0.8438	0.8431	0.8455	0.8467
Jewell 8	3.7690	3.7690	3.7690	3.7690	3.7690	3.7690
Knappa 4	6.8154	6.8030	6.7648	6.8265	6.8254	6.8219
NW ESD	0.1538	0.1538	0.1538	0.1538	0.1538	0.1538
Seaside 10	5.1762	5.1659	5.0728	4.9305	4.9305	4.9305
Warrenton-Hammond 30	5.4192	5.4083	4.8527	5.2984	5.2774	5.2747
Rural Fire Districts						
Cannon Beach RFPD	0.6926	0.6735	0.6688	0.6595	0.4877	0.5879
Clatskanie RFPD	1.7198	1.7198	1.7198	1.7198	2.9731	2.9731
Elsie-Vinemapple RFPD	1.3009	1.3009	1.3009	1.3009	1.3009	1.3009
Gearhart RFPD	0.3194	0.8154	0.8012	0.7865	0.7724	0.7594
Hamlet RFPD	1.2429	1.2429	1.2429	1.2429	1.2429	1.2429
John Day-Fernhill RFPD	1.1763	1.1763	1.1763	1.1763	1.1763	1.1763
Knappa-Svensen-Burnside RFPD	1.5390	1.5218	1.4984	1.1845	1.5373	1.5341
Lewis & Clark RFPD	1.9928	1.9928	1.9928	1.9928	1.8428	1.8428
Mist-Birkenfeld RFPD	2.0875	2.0875	2.0875	2.0875	2.0875	2.0875
Nehalem Bay Fire & Rescue	1.1500	1.1500	1.1500	1.1500	1.1500	1.1500
Olney-Walluski Fire & Rescue	1.2455	1.2177	0.8900	0.8900	0.8900	0.8900
Seaside RFPD	0.5475	0.5475	0.5475	0.5475	0.5475	0.5475
Warrenton RFPD	0.9516	1.0648	0.9778	0.9751	0.9194	0.9207
Westport-Wauna RFPD	1.9226	1.9226	1.9226	1.9226	1.9226	1.9226

2015	2016	2017	2018
1.5338	1.5338	1.5338	1.5338
0.0700	0.0500	0.0500	0.0500
8.1738	8.1738	8.1738	8.1738
-	-	-	-
1.0714	1.1547	1.0930	1.0930
2.5031	2.5860	2.5496	2.5496
3.6680	3.6692	3.6530	3.6530
-	-	-	-
3.4617	3.4021	3.0722	3.0722
6.6267	6.4801	6.2189	6.2189
5.5140	5.5580	5.5362	5.5362
0.9564	0.9493	0.9373	0.9373
3.7690	3.7690	3.7690	3.7690
7.0302	7.1416	6.0060	6.0060
0.1538	0.1538	0.1538	0.1538
4.9305	4.9305	6.2958	6.2958
5.2564	5.2442	5.2319	5.2319
0.5119	0.5815	0.5749	0.5749
2.9731	2.9731	2.9731	2.9731
1.3009	1.3009	2.0509	2.0509
0.6745	0.6598	0.6506	0.6506
1.2429	1.2429	1.2429	1.2429
1.1763	1.1763	1.1763	1.1763
1.5203	1.4922	1.4721	1.4721
1.8428	1.8428	1.8428	1.8428
2.0875	2.0875	2.0875	2.0875
1.1500	1.1500	1.1500	1.1500
0.8900	0.8900	0.8900	0.8900
0.5475	0.5475	0.5475	0.5475
0.8987	0.8983	0.9310	0.9310
1.9226	1.9226	1.9226	1.9226

(Continued)

CLATSOP COUNTY
Oregon

PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
PER \$1,000 OF ASSESSED VALUATION

For the Last Ten Fiscal Years

(Continued)

	2009	2010	2011	2012	2013	2014
Road District Rates						
Cannon Beach Road	0.2590	0.2590	0.2590	0.2590	0.2590	0.2590
Gearhart Road	0.0602	0.0602	0.0602	0.0602	0.0602	0.0602
Road District 1	1.0175	1.0175	1.0175	1.0175	1.0175	1.0175
Seaside Road	0.3036	0.3036	0.3036	0.3036	0.3036	0.3036
Other Special District Rates						
Arch Cape Sanitary	-	1.2374	1.1964	1.1855	1.1427	1.0955
Clatsop 4-H/Extension Service	0.0534	0.0534	0.0534	0.0534	0.0534	0.0534
Clatsop Care Center	0.1763	0.1763	0.1763	0.1763	0.1763	0.1763
Clatsop Rural Law Enforcement	0.7195	0.7195	0.7195	0.7195	0.7195	0.7195
Falcon Cove Beach Water	0.9166	0.9280	0.7344	0.7344	0.7344	0.7344
Port of Astoria	0.2139	0.2125	0.1256	0.1256	0.1256	0.1256
Shoreline Sanitary	-	-	-	-	-	-
Sunset Park & Recreation	0.9280	0.9280	0.9280	0.9280	0.9280	0.9280
Sunset Empire Transportation	0.1620	0.1620	0.1620	0.1620	0.1620	0.1620
Union Health	0.4353	0.3641	0.3641	0.3781	0.1365	0.0523
Miles Crossing Sanitary Sewer	-	2.6894	2.8832	2.8712	2.9157	2.9244

Source: Clatsop County Department of Assessment and Taxation

Overlapping rates are those of other governments that apply to property owners within Clatsop County. Not all overlapping rates apply to all property owners within the County as rates for cities, schools, and other districts apply only to the proportion of the County's property owners whose property is located within the geographic boundaries of those governments.

2015	2016	2017	2018
0.2590	0.2590	0.2590	0.2590
0.0602	0.0602	0.0602	0.0602
1.0175	1.0175	1.0175	1.0175
0.3036	0.3036	0.3036	0.3036
0.9861	0.8864	0.9357	0.9357
0.0534	0.0534	0.0534	0.0534
0.1763	0.1763	0.1763	0.1763
0.7195	0.7195	0.7195	0.7195
0.7344	0.7344	0.7344	0.7344
0.1256	0.1256	0.1256	0.1256
-	1.9903	1.9198	1.9198
0.9280	0.9280	0.9280	0.9280
0.1620	0.1620	0.1620	0.1620
0.0313	0.0168	0.1620	0.1620
2.7165	2.6140	3.3239	3.3239

CLATSOP COUNTY
Oregon

PRINCIPAL TAXPAYERS

June 30, 2018 and 2009

Taxpayer	2017-2018 Assessed Valuation	Rank	Percentage of Total Assessed Value		2008-2009 Assessed Valuation	Rank	Percentage of Total Assessed Value	
Private Enterprises:								
Georgia Pacific Consumer Products	\$ 182,496,338	1	3.106 %	\$	456,422,866	1	9.609 %	
L&C Tree Farms LLC	20,298,515	2	0.345		16,156,533	2	0.340	
WorldMark The Club	9,868,314	3	0.168		9,030,978	3	0.190	
Hampton Lumber Mills Inc.	38,301,728	4	0.652		20,255,315	6	0.426	
Weyerhaeuser Columbia Timberlands LLC	10,315,892	5	0.176		7,678,144	5	0.162	
Port of Astoria	15,379,529	6	0.262		20,862,936	4	0.439	
Kroger Mgmt NMTC Warrenton 1	19,084,166	7	0.325		11,136,448	10	0.234	
Safeway Inc.	13,377,063	8	0.228		10,075,016	8	0.212	
Surfsand Resort LLC	18,312,382	9	0.312		12,590,898	15	0.265	
Agency Creek Management Co	7,162,703	10	0.122		5,330,320	9	0.112	
Hay Family Limited Partnership	18,042,560	11	0.307		13,102,059	12	0.276	
Northwest Capital Investment Group LLC	13,571,459	12	0.231		9,700,590	14	0.204	
Subtotal	366,210,649		6.233		592,342,103		12.471	
Public Utilities:								
PacifiCorp	44,559,000	1	0.758		28,567,000	1	0.601	
Northwest Natural Gas	39,666,000	2	0.675		25,815,800	2	0.544	
Charter Communications	32,583,600	3	0.555		-	N/A	-	
CenturyLink	33,584,000	4	0.572		18,410,643	3	0.388	
Western Generation Agency	28,500,000	5	0.485		26,500,000	5	0.558	
Georgia Pacific Consumer Prod LP	27,046,313	6	0.460		26,145,540	4	0.550	
Subtotal	205,938,913		3.505		125,438,983		2.641	
All other	5,303,314,772		90.262		4,032,011,622		84.888	
Total	\$ 5,875,464,334		100.000 %	\$	4,749,792,708		100.000 %	

Source: Clatsop County Assessor's Department

N/A - not applicable

CLATSOP COUNTY
Oregon

PROPERTY TAX LEVIES AND COLLECTIONS

For the Last Ten Fiscal Years

Fiscal Year Ended June 30	Certified Taxes Levies				Collected Within the Fiscal Year of the Levy	
	General	Special/ Local Option Levies	Debt Service	Totals	Amount	Percent of Levy
2009	\$ 7,861,239	\$ 420,393	\$ -	\$ 8,281,632	\$ 7,917,240	95.00
2010	7,387,204	435,590	-	7,822,794	7,376,895	94.30
2011	7,503,171	2,213,408	-	9,716,579	9,191,884	94.60
2012	7,683,992	352,965	-	8,036,957	7,627,072	94.90
2013	7,839,994	358,824	-	8,198,818	7,797,076	95.10
2014	8,063,326	370,241	-	8,433,567	8,063,334	95.61
2015	8,282,390	377,876	-	8,660,266	8,339,836	96.30
2016	8,608,395	388,536	-	8,996,931	8,691,036	96.60
2017	8,895,041	287,585	-	9,182,626	8,889,046	96.60
2018	9,197,487	297,704	-	9,495,191	8,945,227	96.80

Source: Clatsop County Assessment and Taxation Department

NOTE: This schedule does not include the Clatsop County 4-H and Extension Service District

Collections in Subsequent Years	Total Collections to Date	
	Amount	Percentage of Levy
\$ 358,256	\$ 8,275,496	99.93
440,537	7,817,432	99.93
517,329	9,709,213	99.92
395,449	8,022,521	99.82
380,249	8,177,325	99.74
292,437	8,355,772	99.08
195,394	8,535,230	98.56
39,115	8,730,152	97.03
13,136	8,902,182	96.95
322,114	9,267,341	97.60

CLATSOP COUNTY
Oregon

RATIOS OF OUTSTANDING DEBT BY TYPE

For the Last Ten Years

Fiscal Year Ended June 30	Governmental Activities			Business-Type Activities Loan	Total	Percentage of Personal Income	Debt Per Capita
	Limited Tax Pension Bonds	Loans and Notes	Capital Leases				
2009	\$ 5,025,796	\$ 2,941,383	\$ -	\$ 105,614	\$ 8,072,793	1.58%	\$ 218
2010	4,170,796	2,693,460	-	101,034	6,965,290	1.35%	187.96
2011	3,250,796	2,431,266	-	96,325	5,778,387	1.08%	155.45
2012	2,250,796	596,063	112,775	91,482	3,051,116	0.56%	81.71
2013	1,170,796	2,533,034	76,956	86,502	3,867,288	0.68%	103.84
2014	-	2,140,974	43,180	81,381	2,265,535	0.39%	60.46
2015	-	4,510,156	1,921	76,115	4,588,192	0.74%	121.28
2016	-	3,444,180	142,642	70,700	3,657,522	0.57%	94.68
2017	-	3,061,897	97,502	65,131	3,224,530	0.19%	82.30
2018	-	2,674,187	52,362	59,405	2,785,954	N/A	N/A

Sources: Department of Human Resources, State of Oregon, Clatsop County Assessor's Office, and Comprehensive Annual Financial Reports

Percentage of Personal Income and Per Capita information derived from demographic information presented on page 136.

N/A - Information not yet available

CLATSOP COUNTY
Oregon

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

June 30, 2018

	<u>Debt Outstanding</u>	<u>Estimated Percent Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Governmental Unit			
Arch Cape Domestic Water Supply District	\$ 441,261	100%	\$ 441,261
Arch Cape Sanitary District	2,545,739	100%	2,545,739
City of Astoria	18,920,381	100%	18,920,381
City of Cannon Beach	4,025,000	100%	4,025,000
City of Gearhart	5,985,000	100%	5,985,000
City of Seaside	7,650,703	100%	7,650,703
City of Warrenton	10,507,558	100%	10,507,558
Clatsop Community College	21,288,555	100%	21,288,555
Clatsop County SD 1 (Astoria)	15,109,020	100%	15,109,020
Clatsop County SD 10 (Seaside)	105,323,098	100%	105,323,098
Clatsop County SD 30 (Warrenton-Hammond)	6,737,546	100%	6,737,546
Clatsop County SD 4 (Knappa)	1,510,000	100%	1,510,000
Columbia County SD 6J (Clatskanie)	2,643,735	24.12%	637,537
Falcon Cove Beach Water District	87,189	74.17%	64,666
Knappa-Svensen Burnside RFPD	70,000	100%	70,000
Miles Crossing Sanitary District	3,438,091	100%	3,438,091
Nehalem Bay Fire & Rescue	2,125,000	0.44%	9,448
Northwest Regional ESD	3,928,490	7.22%	283,448
Port of Astoria	14,684,858	100%	14,684,858
Shoreline Sanitary District	1,047,273	100%	1,047,273
Sunset Empire Parks & Recreation District	215,000	100%	215,000
Sunset Empire Transport District	106,864	100%	106,864
Warrenton Urban Renewal District	200,000	100%	200,000
Wickiup Water District	<u>364,596</u>	100%	<u>364,596</u>
 Total overlapping debt	 228,954,957		 221,165,642
 Clatsop County direct debt	 2,674,187	100%	 <u>2,674,186</u>
 Total			 <u>\$ 223,839,828</u>

Source: Oregon State Treasury, Debt Management Division

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those governments that is borne by the residents and businesses of Clatsop County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

CLATSOP COUNTY
Oregon

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Function	2009	2010	2011	2012
Debt limit	\$ 9,733,245,491	\$ 9,345,562,742	\$ 8,594,307,163	\$ 8,158,082,700
Total net debt applicable to limit	<u>7,967,179</u>	<u>6,864,256</u>	<u>5,682,062</u>	<u>2,959,634</u>
Legal debt margin	<u>\$ 9,725,278,312</u>	<u>\$ 9,338,698,486</u>	<u>\$ 8,588,625,101</u>	<u>\$ 8,155,123,066</u>
Total net debt applicable to the limit as a percentage of debt limit	0.08%	0.07%	0.07%	0.04%

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$ 7,668,443,648	\$ 7,681,357,053	\$ 7,711,286,171	\$ 7,921,799,965	\$ 8,351,583,284	\$ 8,741,705,015
<u>3,780,786</u>	<u>2,184,154</u>	<u>4,512,077</u>	<u>3,586,822</u>	<u>3,224,530</u>	<u>2,785,954</u>
<u>\$ 7,664,662,862</u>	<u>\$ 7,679,172,899</u>	<u>\$ 7,706,774,094</u>	<u>\$ 7,918,213,143</u>	<u>\$ 8,348,358,754</u>	<u>\$ 8,738,919,061</u>
0.05%	0.03%	0.06%	0.05%	0.04%	0.03%

CLATSOP COUNTY
Oregon

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income (amounts expressed in thousands)	Per Capita Personal Income	Public School Enrollment	Unemployment Rate
2009	36,972	\$ 511,181	30,878	5,020	8.6%
2010	37,057	517,591	31,341	4,954	8.3%
2011	37,171	533,199	32,427	4,898	8.0%
2012	37,339	548,573	32,845	4,853	7.3%
2013	37,244	568,727	33,702	4,978	7.4%
2014	37,474	582,652	34,207	4,962	6.2%
2015	37,831	617,285	35,117	4,988	5.7%
2016	38,632	640,742	35,854	5,009	4.8%
2017	39,182	1,671,747	41,410	5,355	3.8%
2018	N/A	N/A	N/A	N/A	4.6%

N/A - Information is not currently available

Source: Population, Personal Income and Per Capita Personal Income estimates are from the U.S. Census Bureau. Public School Enrollment is from the Oregon Department of Education.

CLATSOP COUNTY
Oregon

EMPLOYMENT BY INDUSTRY

Calendar Year 2018 and Nine Years Prior

2009				
	Units	Number of Employees	Percent of Total	Wages
Government Employers:				
Federal Government	18	208	1.20%	\$ 10,289,581
State Government	24	424	2.45%	15,143,254
Local Government	50	2,061	11.91%	69,824,413
Private Employers:				
Natural resources and mining	60	475	2.74%	18,177,364
Construction	204	1,051	6.07%	38,848,532
Manufacturing	59	2,123	12.27%	110,706,602
Wholesale trade	37	163	0.94%	7,646,001
Retail trade	271	2,510	14.50%	60,293,733
Utilities	9	51	0.29%	3,455,511
Transportation and warehousing	40	248	1.43%	11,234,556
Information	22	186	1.07%	6,098,860
Financial activities	104	509	2.94%	15,231,920
Professional and business services	146	729	4.21%	21,121,729
Educational services	12	69	0.40%	1,432,533
Health care and social assistance	130	1,880	10.86%	68,862,214
Arts, entertainment, and recreation	28	279	1.61%	5,300,208
Accommodation and food services	250	3,643	21.05%	58,495,171
Other services	172	<u>698</u>	<u>4.03%</u>	12,478,068
Total employment		<u>17,307</u>	<u>100.00%</u>	

Source: State of Oregon Employment Department

Note: Due to confidentiality issues, the names of the ten principal employers are not available.

The categories presented are intended to provide alternative information regarding the concentration of employment in various business sectors.

2018			
Units	Number of Employees	Percent of Total	Wages
15	204	1.11%	\$ 12,711,008
24	427	2.31%	20,193,502
50	2,134	11.57%	85,219,379
43	344	1.86%	15,729,549
158	879	4.76%	37,482,288
63	1,769	9.59%	104,775,806
40	196	1.06%	11,761,581
252	2,805	15.20%	78,841,157
8	47	0.25%	3,964,571
44	273	1.48%	12,932,608
28	150	0.81%	7,030,839
116	586	3.18%	22,795,947
180	969	5.25%	35,130,802
16	65	0.35%	1,716,240
133	2,242	12.15%	112,104,004
25	274	1.49%	6,720,476
276	4,345	23.55%	93,490,753
218	<u>739</u>	<u>4.01%</u>	16,319,823
	<u>18,448</u>	<u>100.00%</u>	

CLATSOP COUNTY
Oregon

FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Function	2009	2010	2011	2012	2013
General government	48.75	47.28	44.13	43.85	41.13
Public safety	109.90	112.31	112.96	105.83	104.58
Land use, housing, and transportation	43.25	40.21	40.21	36.21	38.26
Culture and recreation	3.70	4.70	4.70	4.70	4.70
Public health	18.91	12.50	17.93	16.60	15.83
Economic development	6.55	6.59	6.59	6.59	6.59
County service districts	<u>4.98</u>	<u>6.08</u>	<u>5.48</u>	<u>5.40</u>	<u>5.85</u>
	<u>236.04</u>	<u>229.67</u>	<u>231.99</u>	<u>219.18</u>	<u>216.94</u>

Source: Clatsop County Budget & Finance Dept.

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
39.56	37.56	38.50	40.83	43.30
102.83	98.25	100.16	100.77	105.15
39.00	38.32	38.50	39.50	43.50
4.70	4.72	4.70	4.70	5.70
14.22	15.30	15.82	15.87	19.07
6.40	6.42	6.40	6.40	6.20
<u>0.35</u>	<u>0.26</u>	<u>0.26</u>	<u>0.26</u>	<u>0.26</u>
<u><u>207.06</u></u>	<u><u>200.83</u></u>	<u><u>204.34</u></u>	<u><u>208.33</u></u>	<u><u>223.18</u></u>

CLATSOP COUNTY
Oregon

OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

Function	2009	2010	2011	2012	2013
Public Safety					
Calls for service	13,501	11,427	10,611	11,071	13,078
Bookings	2,310	2,442	2,209	2,641	2,424
Civil papers served	2,767	2,606	1,890	1,670	1,680
Land Use, Housing, and Transportation					
Road resurfacing (miles)	22.5	23.0	27.0	33.9	30.6
Single family dwelling permits	37	41	43	33	25
Culture and Recreation					
County fair attendance	11,200	13,300	13,500	13,730	13,850
Health and Welfare					
Family planning encounters	1,861	1,901	1,834	1,536	1,875
WIC encounters	1,244	1,286	1,265	1,261	1,312
Economic Development					
Fish released	4,519,577	4,117,862	4,446,821	4,493,980	5,417,944

Source: Various County departments and State of Oregon

2014	2015	2016	2017	2018
14,519	15,803	14,006	13,945	14,468
2,337	2,387	2,331	2,411	2,496
1,752	1,710	1,682	1,472	1,612
21.7	23.6	24.8	21.0	21.8
31	50	52	62	56
14,100	12,800	16,100	15,245	13,877
1,630	1,488	898	769	681
1,195	1,230	1,031	1,029	1,002
5,563,342	5,058,127	3,747,299	3,282,098	4,380,168

CLATSOP COUNTY
Oregon

CAPITAL ASSET STATISTICS BY FUNCTION

Last Ten Fiscal Years

Function	2009	2010	2011	2012	2013
Public safety					
Justice centers	3	3	3	3	3
Patrol units	23	23	22	22	21
Inmate beds	60	60	60	60	60
Highways and streets					
Miles of paved roads	187	187	187	187	187
Miles of gravel roads	53	53	53	53	53
Bridges	67	67	67	67	67
Culture and recreation					
Parks acreage	573	573	573	573	573
Fairground acreage	109	109	109	109	109
Health and welfare					
Clinics	1	1	1	1	1

Source: Various County departments

No capital asset indicators are available for the general government function

2014	2015	2016	2017	2018
3	3	3	3	3
20	20	20	20	20
60	60	60	60	60
187	188	188	188	188
53	53	53	53	53
67	67	67	67	67
573	573	573	573	573
109	109	109	109	109
1	1	1	1	1

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



KOONTZ, PERDUE, BLASQUEZ & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT REQUIRED BY OREGON STATE REGULATIONS

Board of County Commissioners
Clatsop County
Astoria, Oregon 97103

We have audited the basic financial statements of Clatsop County as of and for the year ended June 30, 2018, and have issued our report thereon dated December 21, 2018. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*.

Compliance

As part of obtaining reasonable assurance about whether Clatsop County'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)

Indebtedness limitations, restrictions, and repayment

Budgets legally required (ORS Chapter 294)

Insurance and fidelity bonds in force or required by law

Programs funded from outside sources

Highway revenues used for public highways, roads, and streets

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

In connection with our testing, nothing came to our attention that caused us to believe the County was not in substantial compliance with certain provisions of laws, 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, except as follows:

1. State highway funds were not being spent on footpaths and bicycle trails, which is in violation of Oregon Revised Statute (ORS) 366.514.

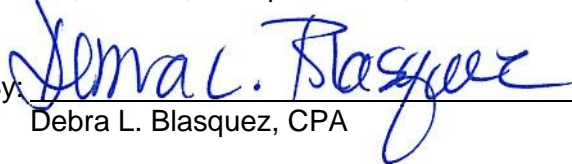
The County does not have any elected officials collecting or receiving money.

OAR 162-010-0230 Internal Control

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements, but not for the purpose of expressing an opinion on the internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting. However, we noted certain matters that we have reported to management of the County in a separate letter dated December 21, 2018.

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

Koontz, Perdue, Blasquez & Co., P.C.

By: 
Debra L. Blasquez, CPA

Albany, Oregon
December 21, 2018

SINGLE AUDIT SECTION

CLATSOP COUNTY
Oregon

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2018

Federal Grantor, Pass through Grantor, Program Title	CFDA	Expenditures
<u>U.S. Department of Agriculture</u>		
Food and Nutrition Service		
Passed through Oregon State Health Division		
Special Supplemental Nutrition Program for Women, Infants, & Children (WIC)	10.557	\$ 169,667
<u>U.S. Department of Education</u>		
Preschool Development Grant	84.419	248,078
<u>U.S. Department of Energy</u>		
Passed through Oregon State Department of Fish and Wildlife		
CWT Recovery Program	11.436	20,634
<u>U.S. Department of the Interior</u>		
Fish and Wildlife Service		
National Wildlife Refuge Fund	15.659	13,260
Bureau of Land Management		
Payments in Lieu of Taxes	15.226	4,072
Total U.S. Department of the Interior		17,332
<u>U.S. Department of Justice</u>		
Office of Victims of Crime		
Passed through Oregon State Criminal Justice Division		
Crime Victims Assistance	16.575	65,085
<u>U.S. Environmental Protection Agency</u>		
Office of Water		
Passed through Oregon Department of Human Services		
State Public Water System - Water Primacy	66.432	3,696
Capitalization Grants for Drinking Water State Revolving Funds	66.468	6,567
Total U.S. Environmental Protection Agency		10,263

(Continued)

CLATSOP COUNTY
Oregon

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2018

(Continued)

Federal Grantor, Pass through Grantor, Program Title	CFDA	Expenditures
<u>U.S. Department of Homeland Security</u>		
Passed through Oregon Military Department		
Emergency Management Performance Grant	97.042	\$ 69,464
<u>U.S. Department of Health and Human Services</u>		
Office of Population Affairs		
Passed through Oregon Department of Human Services and Oregon Health Authority		
Family Planning - Services	93.217	15,334
Administration for Children and Families		
Passed through Oregon Department of Justice		
Child Support Reimbursement Grant	93.563	98,325
Incentive Money	93.563	11,425
Total Administration for Children and Families		109,750
Centers for Disease Control and Prevention		
Passed through Oregon Department of Human Services and Oregon Health Authority		
Public Health Emergency Preparedness	93.069	63,514
Health Resources and Services Administration		
Passed through Oregon Department of Human Services and Oregon Health Authority		
TB Case Management	93.116	5,708
IAP	93.778	5,606
Maternal and Child Health Services Block Grant - Perinatal	93.778	861
Maternal and Child Health Services Block Grant - Title V - CAH	93.778	1,777
Maternal and Child Health Services Block Grant - Title V - CAH	93.994	6,279
Maternal and Child Health Services Block Grant - Title V - Flex Funds	93.994	14,649
Total Health Resources and Services Administration		34,880

(Continued)

CLATSOP COUNTY
Oregon

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2018

(Continued)

Federal Grantor, Pass through Grantor, Program Title	CFDA	Expenditures
Substance Abuse and Mental Health Services Administration		
Passed through Oregon Department of Human Services and Oregon Health Authority		
Block Grants for Prevention and Treatment of Substance Abuse - SE 63	93.959	\$ 7,506
Block Grants for Prevention and Treatment of Substance Abuse - SE 66	93.959	42,749
Block Grants for Prevention and Treatment of Substance Abuse - SE 70	93.959	45,937
Passed through Oregon Department of Human Services and Oregon Health Authority		
Prescription Drug Overdose Prevention	93.136	13,281
Total Substance Abuse and Mental Health Services Administration		109,473
Total U.S. Department of Health and Human Services		332,951
<u>Other Agencies</u>		
Passed through the Bonneville Power Administration		
BPA Select Fisheries Enhancement*	99.999	420,436
Total federal expenditures		\$ 1,353,910

*Major programs

CLATSOP COUNTY
Oregon

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2018

I. PURPOSE OF SCHEDULE

The schedule of expenditures of federal awards is a supplementary schedule to Clatsop County's basic financial statements and is presented for additional analysis. Because the schedule presents only a selected portion of the activities of the County, it is not intended to and does not present the financial position, changes in net position, nor the operating funds' revenues and expenses.

II. SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The information in the schedule of expenditures of federal awards is presented in accordance with the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

B. Federal Financial Assistance

Pursuant to the Uniform Guidance, federal financial assistance is defined as assistance provided by a federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance, or direct appropriations. Accordingly, non-monetary federal assistance, including federal surplus property, is included in federal financial assistance and, therefore, is reported on the schedule of expenditures of federal awards, if applicable. Federal financial assistance does not include direct federal cash assistance to individuals. Solicited contracts between the state and federal government for which the federal government procures tangible goods or services are not considered to be federal financial assistance.

C. Major Programs

The Uniform Guidance establishes criteria to be used in defining major federal financial assistance programs. Major programs for the County are those programs selected for testing by the auditor using a risk assessment model, as well as certain minimum expenditure requirements, as outlined in the Uniform Guidance. Programs with similar requirements may be grouped into a cluster for testing purposes. Major programs include CFDA No. 99.999 *BPA Select Fisheries Enhancement*.

D. Reporting Entity

The reporting entity is fully described in the notes to the County's basic financial statements. Additionally, the schedule of expenditures of federal awards includes all federal programs administered by the County for the year ended June 30, 2018.

E. Revenue and Expenditure Recognition

The receipt and expenditure of federal awards are accounted for under the modified accrual basis of accounting.



KOONTZ, PERDUE, BLASQUEZ & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of County Commissioners
Clatsop County
Astoria, Oregon 97103

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Clatsop County as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Clatsop County's basic financial statements, and have issued our report thereon dated December 21, 2018. Our report includes a reference to other auditors who audited Clatsop County Housing Authority's financial statements. This report does not include the results of other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of Clatsop County Housing Authority were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with Clatsop County Housing Authority.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Clatsop County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of Clatsop County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit, we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a deficiency in internal control described in the accompanying schedule of findings and questioned costs (item 2018-001) as a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Clatsop County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards*, and which is described below:

1. State highway funds were not being spent on footpaths and bicycle trails, which is in violation of Oregon Revised Statute (ORS) 366.514.

Clatsop County's Response to Findings

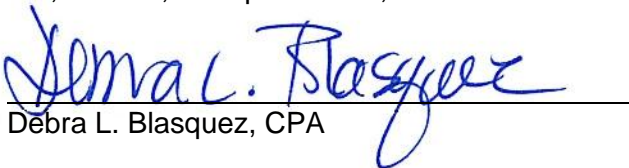
Clatsop County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Koontz, Perdue, Blasquez & Co., P.C.

By:


Debra L. Blasquez, CPA

Albany, Oregon
December 21, 2018



KOONTZ, PERDUE, BLASQUEZ & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH THE UNIFORM GUIDANCE**

Board of County Commissioners
Clatsop County
Astoria, Oregon 97103

Report on Compliance for Each Major Federal Program

We have audited Clatsop County's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2018. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Clatsop County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Clatsop County's compliance.

Opinion on Each Major Federal Program

In our opinion, Clatsop County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Report on Internal Control over Compliance

Management of Clatsop County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program as a basis for designing auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Clatsop County's internal control over compliance.

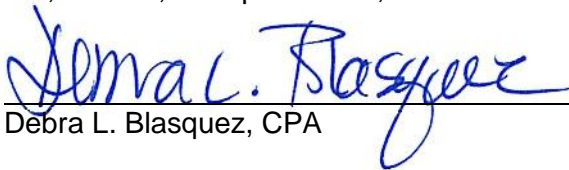
A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this communication is not suitable for any other purpose.

Koontz, Perdue, Blasquez & Co., P.C.

By:


Debra L. Blasquez, CPA

Albany, Oregon
December 21, 2018

CLATSOP COUNTY
Oregon

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2018

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s opinion issued:	Unmodified
Internal control over financial reporting:	
• Material weaknesses identified?	No
• Significant deficiencies identified not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	Yes

Federal Awards

Internal control over major programs:	
• Material weaknesses identified?	No
• Significant deficiencies identified not considered to be material weaknesses?	No
Type of auditor’s report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No
Identification of major programs:	

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
99.999	BPA Select Fisheries Enhancement

Dollar threshold used to distinguish between Type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

SECTION II – FINANCIAL STATEMENT FINDINGS

Finding Number	Finding
2018-001	Noncompliance with regard to expenditure of state highway funds in accordance with Oregon Revised Statutes.
Condition:	It was noted that state highway funds were not being spent on footpaths and bicycle trails as required by Oregon Revised Statutes, nor were there records that funds had been expended as such in the most recent 10-year period.
Prevalence:	Entity-wide
Criteria:	In accordance with ORS 366.514, state highway funds received should be expended as necessary to provide footpaths and bicycle trails. The amount cannot be less than one percent of total amounts of funds received; however the funds can be held in reserve up to ten years.
Questioned costs:	None
Effect:	Noncompliance with Oregon Revised Statutes.
Recommendations:	We recommend that County management take the necessary steps to ensure proper compliance with ORS 366.514 and review such on an annual basis.
Management's response:	Management concurs with the finding.

SECTION III – CORRECTIVE ACTION

Finding Number	Corrective Action
2018-001	The County acknowledges the finding and has taken steps to ensure that state highway funds are expended in accordance with Oregon Revised Statutes.

SECTION IV – PRIOR YEAR FINANCIAL STATEMENT FINDINGS

Finding Number	Finding
2017-001	Requirements for DEQ loan covenants did not take place.
2017-002	Lack of internal controls over contracts for the fair.
2017-003	Lack of internal controls over fairground expenditures and timeliness of cash deposits.
2017-004	Noncompliance with regard to expenditure of state highway funds in accordance with Oregon Revised Statutes.

SECTION V – STATUS OF PRIOR YEAR FINDINGS

Finding Number	Status
2017-001	Corrected this fiscal year.
2017-002	Corrected this fiscal year.
2017-003	Corrected this fiscal year.
2017-004	Repeat finding this year (2018-001).