

UMATILLA COUNTY, OREGON

Financial Statements and
Independent Auditors' Report

June 30, 2016

UMATILLA COUNTY, OREGON

List of Officials

June 30, 2016

COMMISSIONERS

George Murdock, Board Chair

Larry Givens

Bill Elfering

TITLE

Commissioner - Position #1

Commissioner - Position #2

Commissioner - Position #3

CHIEF FINANCIAL OFFICER

Robert Pahl

ADDRESS

Umatilla County Courthouse
216 SE Fourth Street
Pendleton, OR 97801

Telephone: 541-276-7111

UMATILLA COUNTY, OREGON

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Independent Auditors' Report

Board of Commissioners
Umatilla County
Pendleton, Oregon

Report on the Financial Statements

We have audited the accompanying modified cash-basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon, as of and for the year ended June 30, 2016, 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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the 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.

Board of Commissioners
Umatilla County
Page two

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 modified cash-basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon, as of June 30, 2016, and the respective changes in modified cash-basis financial position, and where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund, Public Works Fund, and PERS Reserve Fund for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to that matter.

Other Matters

Report on Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise Umatilla County, Oregon's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, and other schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the financial statements.

The combining and individual nonmajor fund financial statements and schedules, other schedules, and the schedule of expenditures of federal awards are the responsibility of management and were derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, other schedules, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

Management's discussion and analysis on pages 50-60 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on such information.

Reports on Other Legal and Regulatory Requirements

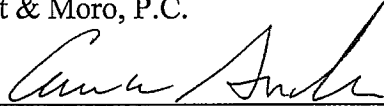
Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2016, on our consideration of Umatilla County, Oregon's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Umatilla County, Oregon's internal control over financial reporting and compliance.

Other Reporting Required by Oregon Minimum Standards

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have also issued our report dated December 20, 2016, on our consideration of the Umatilla County, Oregon's 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.

Barnett & Moro, P.C.

By: 
Cameron W. Anderson, Shareholder
December 20, 2016

BASIC FINANCIAL STATEMENTS

UMATILLA COUNTY, OREGON

Statement of Net Position - Modified Cash Basis

June 30, 2016

	<u>Governmental Activities</u>
<u>ASSETS:</u>	
Cash and investments	\$ 22,427,696
Receivables:	
Property taxes	897,374
Assessments	17,994
Capital assets:	
Land and construction in progress	1,311,575
Other capital assets (net of accumulated depreciation)	70,143,286
Total assets	<u>94,797,925</u>
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>	
Prepaid pension asset	<u>12,115,000</u>
Total deferred outflows of resources	<u>12,115,000</u>
<u>LIABILITIES:</u>	
Noncurrent liabilities:	
Due within one year	1,923,322
Due in more than one year	12,806,004
Total liabilities	<u>14,729,326</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>	
Deferred property taxes	897,374
Deferred assessments	17,994
Total deferred inflows of resources	<u>915,368</u>
<u>NET POSITION:</u>	
Net investment in capital assets	68,840,535
Restricted for:	
Debt service	945,061
Public safety	1,594,266
Highways and streets	5,057,764
Culture and recreation	99,084
Education	87,336
Health	1,361,384
Other purposes	627,380
Unrestricted	<u>12,655,421</u>
Total net position	<u>\$ 91,268,231</u>

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

UMATILLA COUNTY, OREGON

Statement of Activities - Modified Cash Basis
Year Ended June 30, 2016

<u>Functions/Programs</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Change in Net Position</u>	
	<u>Expenses</u>	<u>Fees, Fines, and Charges for Services</u>	<u>Operating Grants and Contributions</u>		<u>Capital Grants and Contributions</u>
General government	\$ 10,656,716	\$ 2,317,128	\$ 5,447,010	\$ -	\$ (2,892,578)
Public safety	18,440,650	1,597,861	5,936,348	-	(10,906,441)
Highways and streets	9,254,068	31,002	6,085,607	-	(3,137,459)
Cultural and recreation	2,933,349	1,168,594	187,342	441,000	(1,136,413)
Education	694,651	62,319	344,652	-	(287,680)
Health	5,863,640	657,393	5,258,452	-	52,205
Interest on long-term debt	729,540	-	-	-	(729,540)
Total governmental activities	\$ 48,572,614	\$ 5,834,297	\$ 23,259,411	\$ 441,000	(19,037,906)

General revenues:

Taxes:

Property taxes, levied for general purposes	15,085,366
Property taxes, levied for debt service	949,837
Fines & forfeitures	269,546
Interest and investment earnings	146,813
Refunds, reimbursements, & miscellaneous	1,168,764
Gain on sale of assets	83,673

Total general revenues

Change in net position

Net position--beginning

Net position--ending

	17,703,999
	(1,333,907)
	92,602,138
	\$ 91,268,231

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

UMATILLA COUNTY, OREGON

Balance Sheet - Modified Cash Basis

Governmental Funds

June 30, 2016

	<u>General</u>	<u>Public Works</u>	<u>PERS Reserve</u>	<u>Other Governmental</u>	<u>Total</u>
<u>ASSETS:</u>					
Cash and investments	\$4,390,091	\$4,783,144	\$2,664,397	\$ 10,099,687	\$21,937,319
Receivables:					
Property taxes	839,482	-	-	57,892	897,374
Assessments	-	-	-	17,994	17,994
Total assets	<u>\$5,229,573</u>	<u>\$4,783,144</u>	<u>\$2,664,397</u>	<u>\$ 10,175,573</u>	<u>\$22,852,687</u>
<u>LIABILITIES</u>					
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>					
Deferred property taxes	839,482	-	-	57,892	897,374
Deferred assessments	-	-	-	17,994	17,994
Total deferred inflows of resources	<u>839,482</u>	<u>-</u>	<u>-</u>	<u>75,886</u>	<u>915,368</u>
<u>FUND BALANCES:</u>					
Restricted	-	4,783,144	-	4,989,131	9,772,275
Committed	-	-	2,664,397	4,575,585	7,239,982
Assigned	-	-	-	534,971	534,971
Unassigned	4,390,091	-	-	-	4,390,091
Total fund balances	<u>4,390,091</u>	<u>4,783,144</u>	<u>2,664,397</u>	<u>10,099,687</u>	<u>21,937,319</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$5,229,573</u>	<u>\$4,783,144</u>	<u>\$2,664,397</u>	<u>\$ 10,175,573</u>	<u>\$22,852,687</u>

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

UMATILLA COUNTY, OREGON

Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Position - Modified Cash Basis
June 30, 2016

Fund balances - governmental funds		\$ 21,937,319
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Land	\$ 1,311,575	
Equipment, net of \$12,704,363 accumulated depreciation	3,244,151	
Buildings and improvements, net of \$10,382,524 accumulated depreciation	15,472,612	
Infrastructure, net of \$76,732,906 accumulated depreciation	<u>51,426,523</u>	
		71,454,861
Prepaid pension assets are not reported in the governmental funds.		
		12,115,000
Internal service funds are used by management to charge the costs of industrial insurance, printing and warehouse services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		
		490,377
Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds as liabilities. All liabilities, both current and long-term, are reported in the statement of net position.		
Bonds payable	(13,040,000)	
Notes payable	(1,490,683)	
Capital leases payable	<u>(198,643)</u>	
		<u>(14,729,326)</u>
Net position of governmental activities		<u>\$ 91,268,231</u>

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

UMATILLA COUNTY, OREGON

Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis

Governmental Funds

Year Ended June 30, 2016

	General	Public Works	PERS Reserve	Other Governmental	Total
<u>REVENUES:</u>					
Taxes	\$ 14,879,685	\$ -	\$ -	\$ 1,155,518	\$ 16,035,203
Intergovernmental	3,668,101	6,032,728	1,118,139	12,881,443	23,700,411
Charges for services	2,178,063	31,002	-	3,625,232	5,834,297
Fines & forfeitures	33,445	-	-	236,101	269,546
Interest	41,708	26,726	11,991	63,378	143,803
Miscellaneous & reimbursements	589,166	10,701	-	568,897	1,168,764
Total revenues	<u>21,390,168</u>	<u>6,101,157</u>	<u>1,130,130</u>	<u>18,530,569</u>	<u>47,152,024</u>
<u>EXPENDITURES:</u>					
Current:					
General government	6,642,188	-	15,800	2,747,232	9,405,220
Public safety	11,961,501	-	-	6,150,148	18,111,649
Highways and streets	-	5,216,443	-	152,267	5,368,710
Cultural and recreation	-	-	-	2,928,988	2,928,988
Education	307,906	-	-	386,745	694,651
Health	1,692,066	-	-	4,135,581	5,827,647
Capital outlay	8,000	447,802	-	268,507	724,309
Debt service:					
Principal	-	19,947	-	1,677,451	1,697,398
Interest	-	6,995	-	722,545	729,540
Total expenditures	<u>20,611,661</u>	<u>5,691,187</u>	<u>15,800</u>	<u>19,169,464</u>	<u>45,488,112</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>778,507</u>	<u>409,970</u>	<u>1,114,330</u>	<u>(638,895)</u>	<u>1,663,912</u>
<u>OTHER FINANCING SOURCES (USES):</u>					
Proceeds from trade in of asset	-	140,000	-	-	140,000
Operating transfers in	695,655	172,025	-	2,430,000	3,297,680
Operating transfers out	(2,002,939)	-	(392,719)	(1,084,376)	(3,480,034)
Total other financing sources (uses)	<u>(1,307,284)</u>	<u>312,025</u>	<u>(392,719)</u>	<u>1,345,624</u>	<u>(42,354)</u>
<u>NET CHANGE IN FUND BALANCES</u>	<u>(528,777)</u>	<u>721,995</u>	<u>721,611</u>	<u>706,729</u>	<u>1,621,558</u>
<u>FUND BALANCES, BEGINNING OF YEAR</u>	<u>4,918,868</u>	<u>4,061,149</u>	<u>1,942,786</u>	<u>9,392,958</u>	<u>20,315,761</u>
<u>FUND BALANCES, END OF YEAR</u>	<u>\$ 4,390,091</u>	<u>\$ 4,783,144</u>	<u>\$ 2,664,397</u>	<u>\$ 10,099,687</u>	<u>\$ 21,937,319</u>

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

UMATILLA COUNTY, OREGON

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of the Governmental Funds to the
Statement of Activities - Modified Cash Basis
Year Ended June 30, 2016

Net change in fund balances - governmental funds		\$ 1,621,558
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 cost of those assets is depreciated over their estimated useful lives.		
Expenditures for capital assets	\$ 893,243	
Adjustment to gain on disposal of assets	(56,327)	
Less current year depreciation	<u>(5,066,209)</u>	(4,229,293)
Internal service funds are used by the County to charge the costs of vehicle maintenance and other costs to individual funds. The net revenue of the internal service funds is reported with governmental activities.		
		16,430
Governmental funds reported the prepayment of the PERS unfunded actuarial liability as an Other Financing Use in prior years. However, in the Statement of Activities the expense is the amortization of the prepaid asset.		
		(440,000)
The repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Principal payments:		
Bonded debt	1,405,000	
Notes payable	272,451	
Capital leases	<u>19,947</u>	<u>1,697,398</u>
Change in net position of governmental activities		<u>\$ (1,333,907)</u>

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

UMATILLA COUNTY, OREGON

General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Property taxes	\$ 14,324,112	\$ 14,364,112	\$ 14,879,685	\$ 515,573
Intergovernmental	3,947,649	3,947,262	3,668,101	(279,161)
Charges for services	2,076,431	2,100,431	2,178,063	77,632
Fine & forfeitures	14,500	14,500	33,445	18,945
Investment revenue	35,000	35,000	41,708	6,708
Miscellaneous & reimbursements	489,348	510,129	589,166	79,037
Total revenues	<u>20,887,040</u>	<u>20,971,434</u>	<u>21,390,168</u>	<u>418,734</u>
<u>EXPENDITURES:</u>				
General government	7,050,629	7,145,950	6,642,188	503,762
Public safety	12,838,317	12,729,047	11,969,501	759,546
Education	356,218	356,218	307,906	48,312
Health	1,842,533	1,821,800	1,692,066	129,734
Operating contingency	544,838	349,817	-	349,817
Total expenditures	<u>22,632,535</u>	<u>22,402,832</u>	<u>20,611,661</u>	<u>1,791,171</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	<u>(1,745,495)</u>	<u>(1,431,398)</u>	<u>778,507</u>	<u>2,209,905</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating transfers in	681,719	699,798	695,655	(4,143)
Operating transfers out	(1,886,224)	(2,137,268)	(2,002,939)	134,329
Total other financing sources (uses)	<u>(1,204,505)</u>	<u>(1,437,470)</u>	<u>(1,307,284)</u>	<u>130,186</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	<u>(2,950,000)</u>	<u>(2,868,868)</u>	<u>(528,777)</u>	<u>2,340,091</u>
<u>FUND BALANCES, BEGINNING</u>				
	<u>5,000,000</u>	<u>4,918,868</u>	<u>4,918,868</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ 2,050,000</u>	<u>\$ 2,050,000</u>	<u>\$ 4,390,091</u>	<u>\$ 2,340,091</u>

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

UMATILLA COUNTY, OREGON

Public Works Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<u>REVENUES:</u>				
Intergovernmental:				
Federal revenues	\$ 41,500	\$ 41,500	\$ 29,118	\$ (12,382)
State revenues	664,000	664,000	563,189	(100,811)
Local revenues	76,600	76,600	148,439	71,839
Federal forest service rentals	75,000	75,000	56,996	(18,004)
State gas tax & vehicle licensing	5,200,000	5,200,000	5,234,986	34,986
Charges for services:				
Fees	-	-	946	946
Sale and rental of supplies	10,000	10,000	4,298	(5,702)
Sales of vehicles & equipment	-	-	25,758	25,758
Interest	25,000	25,000	26,726	1,726
Reimbursements and other revenues	10,000	10,000	10,701	701
Total revenues	<u>6,102,100</u>	<u>6,102,100</u>	<u>6,101,157</u>	<u>(943)</u>
<u>EXPENDITURES:</u>				
Weed control:				
Personal services	211,762	211,762	185,408	26,354
Materials & services	64,276	64,276	51,310	12,966
Total weed control	<u>276,038</u>	<u>276,038</u>	<u>236,718</u>	<u>39,320</u>
Non-departmental:				
Personal services	3,298,769	3,298,769	3,059,927	238,842
Materials & services	2,338,530	2,413,530	1,945,050	468,480
Capital outlay	527,000	452,000	309,492	142,508
Contingency	2,058,698	2,058,698	-	2,058,698
Total non-departmental	<u>8,222,997</u>	<u>8,222,997</u>	<u>5,314,469</u>	<u>2,908,528</u>
Total expenditures	<u>8,499,035</u>	<u>8,499,035</u>	<u>5,551,187</u>	<u>2,947,848</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(2,396,935)</u>	<u>(2,396,935)</u>	<u>549,970</u>	<u>2,946,905</u>
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	203,938	203,938	172,025	(31,913)
Total other financing sources	<u>203,938</u>	<u>203,938</u>	<u>172,025</u>	<u>(31,913)</u>
<u>NET CHANGE IN FUND BALANCES</u>	<u>(2,192,997)</u>	<u>(2,192,997)</u>	<u>721,995</u>	<u>2,914,992</u>
<u>FUND BALANCES, BEGINNING</u>	<u>4,239,846</u>	<u>4,239,846</u>	<u>4,061,149</u>	<u>(178,697)</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ 2,046,849</u>	<u>\$ 2,046,849</u>	<u>\$ 4,783,144</u>	<u>\$ 2,736,295</u>

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

UMATILLA COUNTY, OREGON

PERS Reserve Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Payments in-lieu of taxes	\$ 1,000,000	\$ 1,000,000	\$ 1,118,139	\$ 118,139
Interest	5,000	5,000	11,991	6,991
Total revenues	<u>1,005,000</u>	<u>1,005,000</u>	<u>1,130,130</u>	<u>125,130</u>
<u>EXPENDITURES</u>				
Materials & services	-	15,800	15,800	-
Contingency	<u>1,620,281</u>	<u>1,604,481</u>	<u>-</u>	<u>1,604,481</u>
Total expenditures	<u>1,620,281</u>	<u>1,620,281</u>	<u>15,800</u>	<u>1,604,481</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(615,281)	(615,281)	1,114,330	1,729,611
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating transfers out	<u>(392,719)</u>	<u>(392,719)</u>	<u>(392,719)</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>	(1,008,000)	(1,008,000)	721,611	1,729,611
<u>FUND BALANCES, BEGINNING</u>	<u>1,008,000</u>	<u>1,008,000</u>	<u>1,942,786</u>	<u>934,786</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,664,397</u>	<u>\$ 2,664,397</u>

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

UMATILLA COUNTY, OREGON

Statement of Net Position - Modified Cash Basis

Proprietary Funds

June 30, 2016

	<u>Governmental Activities Internal Service Fund - Fleet Management</u>
<u>ASSETS:</u>	
Cash and investments	\$ 490,377
Total assets	<u>490,377</u>
<u>LIABILITIES:</u>	<u>-</u>
<u>NET POSITION:</u>	
Unrestricted	<u>\$ 490,377</u>

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

UMATILLA COUNTY, OREGON

Statement of Revenues, Expenses, and Changes in Net Position -
Modified Cash Basis
Proprietary Funds
Year Ended June 30, 2016

	Governmental Activities Internal Service Fund - Fleet Management
<u>OPERATING REVENUES:</u>	
Charges for services	\$ -
<u>OPERATING EXPENSES:</u>	
Capital outlay	168,934
Total operating expenses	<u>168,934</u>
Operating income (loss)	<u>(168,934)</u>
<u>NONOPERATING REVENUES:</u>	
Interest revenues	3,010
Operating transfers in	182,354
Total nonoperating revenues	<u>185,364</u>
<u>CHANGE IN NET POSITION</u>	16,430
<u>TOTAL NET POSITION, BEGINNING</u>	<u>473,947</u>
<u>TOTAL NET POSITION, ENDING</u>	<u>\$ 490,377</u>

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

UMATILLA COUNTY, OREGON

Statement of Cash Flows -
Modified Cash Basis
Proprietary Funds
Year Ended June 30, 2016

	Governmental Activities Internal Service Fund - Fleet Management
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	
Payments to suppliers	\$ (168,934)
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u>	
Transfers from other funds	182,354
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>	
Interest revenues	3,010
<u>NET INCREASE IN CASH AND INVESTMENTS</u>	16,430
<u>CASH AND INVESTMENTS, BEGINNING OF YEAR</u>	473,947
<u>CASH AND INVESTMENTS, ENDING OF YEAR</u>	\$ 490,377

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

UMATILLA COUNTY, OREGON

Agency Funds

Statement of Fiduciary Net Position - Modified Cash Basis

June 30, 2016

	<u>Agency Funds</u>
<u>ASSETS:</u>	
Cash and investments	\$ 470,776
Taxes receivable	3,908,961
Total assets	<u>4,379,737</u>
<u>LIABILITIES:</u>	
Taxes due to other agencies	3,908,961
Payable to other entities - sheriff accounts	111,045
Payable to other entities - finance department accounts	359,731
Total liabilities	<u>4,379,737</u>
<u>NET POSITION:</u>	<u>\$ -</u>

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

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of Umatilla County, Oregon (the County) have been prepared in accordance with the modified cash basis of reporting as applicable to municipal governments. This modified basis of accounting differs from accounting principles generally accepted in the United States of America. To the extent they are applicable to the modified basis of reporting, the County applies all relevant Governmental Accounting Standards Board (GASB) pronouncements.

The more significant of the County's accounting policies are described below.

Reporting Entity:

Umatilla County, Oregon, was organized under statutory provisions of Oregon law on September 27, 1862. The County elected to be governed under Home Rule in 1992. The government of Umatilla County is vested in three county commissioners. Each commissioner is elected at large for a term of four years. The three commissioners exercise governance responsibilities over all activities related to county operations within the jurisdiction set by the State of Oregon. The commissioners, on behalf of the County, receive funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. However, the commissioners are not included in any other governmental "reporting entity" as defined in Section 2100, codification of governmental accounting and financial reporting standards, since they are elected by the public and have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. No other entities met requirements for inclusion as a component unit in the financial statements.

Description of Government-Wide Financial Statements:

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County had no business-type activities for the year ended June 30, 2016.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Description of Government-Wide Financial Statements (continued):

The government-wide financial statements are presented on the modified cash basis of accounting, as are the proprietary and fiduciary fund financial statements. The modified cash basis of accounting is based on the recording of cash and cash equivalents and changes therein, and only recognizes revenues, expenses, assets, and liabilities resulting from cash transactions, adjusted for modifications that have substantial support in generally accepted accounting principles. Only cash (and cash equivalents) and items that involve the receipt or disbursement of cash (or cash equivalents) during the period are recognized, except for the following modifications: 1) fixed assets with an original cost over \$5,000 and an estimated useful life longer than one year are capitalized and depreciated; 2) long-term debts have been recorded in the statement of net position; 3) property tax and assessment receivables are reported and have offsetting contra accounts. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between County proprietary funds and various other function of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

As a result of the use of this modified cash basis of accounting, certain transactions are not recorded in the financial statements. For example, accounts receivables, accounts payables, and accrued expenses are not reported. Additionally, equity investments in joint ventures are also not reported.

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

Description of Fund Financial Statements:

The fund financial statements provide information about the government's funds. Separate statements for each fund category, governmental, proprietary, and fiduciary funds are presented. Fiduciary funds are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major funds, each displayed in a separate column. All remaining funds are aggregated and reported as nonmajor funds. The fund financial statements are presented on the modified cash basis of accounting.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally results 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.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Description of Fund Financial Statements (continued):

Since the governmental fund statements are presented on a different measurement focus than the government-wide statements column, a reconciliation is necessary to explain the adjustments needed to transform the fund based financial statements into the governmental column of the government-wide presentation. This reconciliation is part of the financial statements.

The County may fund certain programs by a combination of specific cost-reimbursement grants, restricted federal funds that are payments in lieu of taxes, limited categorical block grants, and general revenues. When program expenses are incurred for which both restricted and unrestricted net position are available to finance the program, it is the County's policy to first apply restricted resources to such programs, followed by general resources.

The financial activities of the County are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. The various funds are reported by generic classification within the financial statements. There are stated minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. Non-major funds are combined in a column in the fund financial statements and detailed in the combining section. The County reports the following major governmental funds:

- The General Fund -- This is the County's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund.
- The Public Works Fund -- Accounts for the expenditures for construction, reconstruction, improvement, repair, maintenance, operations and use of public highways, roads and streets within the County.
- The PERS Reserve Fund -- Accounts for potential costs associated with increases or court decisions related to PERS

Additionally, the County reports the following fund types:

Special Revenue Funds are primarily operating funds that account for revenue derived from specific taxes or other revenue sources, which are legally restricted to finance particular functions or activities. When a special revenue fund is not an operating fund, transfers are made from the special revenue fund to the operating funds authorized to make expenditures.

Debt Service Funds account for the accumulation of resources and payment of principal and interest on general obligations and other long-term debt.

Capital Project Funds account for expenditures on major construction projects or equipment acquisition.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements
June 30, 2016

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Description of Fund Financial Statements (continued):

Internal Service Funds account for the printing, communication and information, and vehicle services provided by one department to other departments of the County on a cost-reimbursement basis.

Fiduciary Funds account for assets held by the County for other governmental units. These funds are custodial in nature (assets equal liabilities) and do not measure the results of operations.

Assets, liabilities, and net position/fund balance:

Cash and investments:

Cash includes demand deposits, short-term cash investments, and deposits in the Oregon Local Government Investment Pool (LGIP). The County Treasurer combines each fund's cash in a cash pool which is accounted for monthly.

Oregon Revised Statutes authorize counties to invest in obligations of the U.S. Treasury, agencies and instrumentalities of the United States, bankers acceptances guaranteed by a qualified financial institution, repurchase agreements, interest bearing bonds of any city, county, or port, among others.

The Oregon Short Term Fund (OSTF) is the LGIP for local governments and was established by the State Treasurer. OSTF investments are regulated by the Oregon Short Term Fund Board and approved by the Oregon Investment Council (ORS 294.805 to 294.895). The fair value of the District's position in the pool is the same as the value of its pool shares. Investments are stated at market value. All investments are carried at cost which equals market value. Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date. All of the County's investments are Level 1 assets.

For purposes of the statement of cash flows, proprietary fund types consider all highly liquid debt instruments with a maturity of three months or less when purchased to be cash equivalents.

Inventories:

The Public Works Fund has significant inventories. These inventories are not recorded as assets. Inventory items are recorded as expenditures when purchased and remain constant from year to year.

Net position flow assumptions:

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Fund balance flow assumptions:

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first followed by assigned fund balance. Unassigned fund balance is applied last.

Fund balance policies:

In the fund financial statements, the fund balance for governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Fund balance is reported as nonspendable when the resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Nonspendable items are not expected to be converted to cash and include inventories and prepaid amounts.

Fund balance is reported as restricted when the constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Fund balance is reported as committed when the Board of Commissioners pass a resolution that places specific constraints on how the resources may be used. The Board of Commissioners can modify or rescind the resolution at any time through passage of an additional resolution.

Fund balance is reported as assigned when resources are constrained by the government's intent to use them for a specific purpose, but are neither restricted nor committed. Intent is expressed when the Board of Commissioners approve which resources should be assigned to expenditure for particular purposes during the adoption of the annual budget. The County's Finance Director uses that information to determine whether those resources should be classified as assigned or unassigned for presentation in the County's financial statements.

Unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that has not been restricted, committed, or assigned.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Fund balances by classification for the year ended June 30, 2016 were as follows:

	<u>General</u>	<u>Public Works</u>	<u>PERS Reserve</u>	<u>Other Governmental</u>	<u>Total Governmental Funds</u>
<u>Fund balances</u>					
Restricted:					
Debt service	\$ -	\$ -	\$ -	\$ 945,061	\$ 945,061
Capital projects	-	-	-	402	402
Public safety	-	-	-	1,594,266	1,594,266
Highways and streets	-	4,783,144	-	274,620	5,057,764
Culture and recreation	-	-	-	99,084	99,084
Education	-	-	-	87,336	87,336
Health	-	-	-	1,361,384	1,361,384
General government	-	-	-	626,978	626,978
Total restricted	<u>-</u>	<u>4,783,144</u>	<u>-</u>	<u>4,989,131</u>	<u>9,772,275</u>
Committed:					
Debt service	-	-	-	1,588,157	1,588,157
Highways and streets	-	-	-	334,099	334,099
Culture and recreation	-	-	-	107,124	107,124
Health	-	-	-	566,261	566,261
General government	-	-	2,664,397	1,979,944	4,644,341
Total committed	<u>-</u>	<u>-</u>	<u>2,664,397</u>	<u>4,575,585</u>	<u>7,239,982</u>
Assigned:					
Capital projects	-	-	-	432,317	432,317
Culture and recreation	-	-	-	92,812	92,812
General government	-	-	-	9,842	9,842
Total assigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>534,971</u>	<u>534,971</u>
Unassigned	<u>4,390,091</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,390,091</u>
Ending fund balance	<u>\$ 4,390,091</u>	<u>\$ 4,783,144</u>	<u>\$ 2,664,397</u>	<u>\$ 10,099,687</u>	<u>\$ 21,937,319</u>

The amount of restricted fund balances restricted by enabling legislation is \$5,057,764.

Receivables and payables:

Since the County is using the modified cash basis of accounting for governmental funds, the recorded property taxes receivable is recognized when levied and reported on the Statement of Net Position-Modified Cash as an asset, which is offset with a deferred inflow of resources.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Property taxes:

Umatilla County assesses, collects, and distributes property taxes for all local governments within the County. Property taxes are billed in October of each year. Unpaid personal and real property taxes become liens against the property on July 1. Property taxes are payable in three installments due November 15, February 15, and May 15. A 3% discount is allowed for full payment by November 15. Interest at 16% annually is charged for late payments.

Capital assets:

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are charged to expenditures as purchased in the governmental fund statements for budget comparison as capital outlay. Capital assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated fair market value as of the date of the donation.

Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more, and an estimated useful life of greater than one year. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Other costs for repairs and maintenance are expensed as incurred.

Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads and bridges, are also capitalized in the government-wide financial statements. These fixed assets and the associated accumulated depreciation have been provided for in the government-wide financial statements.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position and is provided on the straight-line basis over the following estimated useful lives:

Street system	40 years
Buildings	50 years
Bridges	20 - 50 years
Furniture and equipment	3 - 20 years

Interest incurred during construction phases of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. During the year, the County incurred no interest expense for capital assets.

Long-term debt:

Long-term debt and other long-term obligations are reported as liabilities in the government-wide financial statements and the fund financial statements of the proprietary funds.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Compensated absences:

Accumulated vested vacation pay is not accrued for governmental funds, since the modified cash basis of accounting is being used. Sick pay, which does not vest, is recognized in all funds when leave is taken.

Income taxes:

The County is a municipal corporation exempt from federal and state income taxes.

Leases:

Leases which meet certain criteria established by the Financial Accounting Standards Board are classified as capital leases, and the assets and related liabilities are recorded at amounts equal to the lesser of the present value of minimum lease payments or the fair value of the leased property at the beginning of the respective lease term. Leases which do not meet the criteria of a capital lease are classified as operating leases.

Short term interfund receivables and payables:

During the course of operation, numerous transactions occur between individual funds for goods provided or services rendered. If any remain at the end of the year, these receivables and payables are classified as "Due from Other Funds" or "Due to Other Funds" on the Balance Sheet - Modified Cash Basis - Governmental Funds.

Interfund transactions:

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as revenue in the fund that is reimbursed.

Use of estimates:

In preparing the County's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues during the reporting period. Actual results could differ from those estimates.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

Budget procedures:

A budget is prepared for each fund in accordance with the modified cash basis of accounting and legal requirements set forth in the Oregon Local Budget Law. Budget amounts shown in the financial statements include the original and supplemental budget amounts and all appropriation transfers approved by the County Commissioners.

The budget for the General Fund includes capital outlay expenditures in each program for capital outlay applicable to that program. Capital outlay expenditures in other funds, which are not a part of an identifiable program, are reported separately.

The County uses the following procedures in establishing the budgetary data reflected in the financial statements:

1. The appointed budget officer develops a proposed budget for submission to the budget committee appointed by the County Commissioners. The operating budget includes proposed expenditures and the means for financing them for the upcoming year, along with estimates for the current year and actual data for the two preceding years.
2. After the proposed budget is prepared, the budget officer publishes a "Notice of Budget Committee Meeting" in at least one newspaper of general circulation. At the budget committee meeting, the budget message is delivered explaining the proposed budget and any significant changes in the County's financial position. The budget committee meets thereafter as many times as necessary until the budget document is completed.
3. After approval by the budget committee and the required public hearing, and prior to July 1, the budget is adopted by the County Commissioners, and appropriations are enacted by resolution. Appropriations control expenditures in broad categories as required by Oregon Local Budget Law. More detailed classifications of budgeted expenditures are adopted for administrative control purposes. Budget appropriations lapse at year end.
4. Management is not allowed to modify the budget without action by the governing body. The governing body is authorized to modify the original budget appropriation ordinance in the following ways:
 - a. Transfer of budget appropriations within a fund are authorized by resolution of the governing body.
 - b. Budget revisions that increase total expenditures in any fund require a supplemental budget to be adopted. If a supplemental budget increases a fund's expenditures by less than 10%, the County can adopt the adoption resolution at a regularly scheduled meeting. If a supplemental budget increases a fund's expenditures by more than 10%, the County can adopt it by publishing a notice five to thirty days before a meeting is held to pass the adoption resolution.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued):

The county adopted numerous supplemental budgets during the fiscal year.

5. The following funds legally adopt annual budgets:

General fund, all special revenue funds, all capital project funds, all debt service funds, and all internal service funds.

6. The agency funds do not adopt annual budgets. These funds are not used to expend funds for County activities or functions.

7. Expenditures may not legally exceed budget appropriations at the departmental level of control in most funds. Appropriations are made at various legal levels of control for each fund.

8. For budget preparation, capital lease proceeds and related capital outlay expenditures are recorded when the capital lease payments are disbursed.

NOTE 3 – CASH AND INVESTMENTS:

The County maintains a cash management pool for its cash and cash equivalents in which each fund participates. Interest earnings are distributed monthly based on average monthly balances.

Cash:

Demand deposits	\$ (585,649)
Money market accounts	<u>746,461</u>
Total cash	<u>160,812</u>

Investments:

		Percentage of Total Investments	Weighted Avg. Maturity (Years)
Oregon Local Government Investment Pool	<u>22,737,660</u>	100%	0.003
Total investments	<u>22,737,660</u>	<u>100%</u>	
Total cash and investments	<u>\$22,898,472</u>		

Total investment portfolio weighted average maturities 0.003

Cash and investments are reflected in the basic financial statements as follows:

Cash and investments - governmental activities	\$22,427,696
Statement of fiduciary net position	<u>470,776</u>
	<u>\$22,898,472</u>

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 3 – CASH AND INVESTMENTS (continued):

Custodial Credit Risk - Deposits

Custodial credit risk on deposits is the risk that in the event of a bank failure, the County's deposits may not be returned to it. Oregon Revised Statutes Chapter 295 governs the collateralization of Oregon public funds and provides the statutory requirements for the Public Funds Collateralization Program (PFCP). ORS 295 requires the qualified depository to pledge collateral against any public funds deposits in excess of deposit insurance amounts set by the FDIC. The County maintains its funds at financial institutions deemed to be qualified depositories by the Office of the State Treasurer; however, the County does not have a formal deposit policy that addresses custodial credit risk. During the fiscal year ended June 30, 2016 the County's bank balances exceeded the \$250,000 FDIC insurance limitation and were therefore exposed to custodial credit risk, to the extent they were not covered by the PFCP. The Local Government Investment Pool is not subject to custodial credit risk because it is not evidenced by securities that exist in physical or book entry form.

Interest Rate Risk - Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County investment policy requires that a minimum of 80% of the County's investment portfolio have maturities of 18 months or less and that the remaining 20% of the County's investments must have maturities of 24 months or less. All of the County's investments on June 30, 2016 have maturities of 18 months or less.

Credit Risk - Investments

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. Oregon Revised Statutes authorizes the County to invest primarily in general obligations of the US Government and its agencies, debt obligations of the state of Oregon, California, Idaho, and Washington and their political subdivisions, banker's acceptances, corporate indebtedness, commercial paper, repurchase agreements, time certificates of deposit, fixed or variable life insurance contracts, the State Treasurer's Local Government Investment Pool, among others. The County's investment policy has been approved by the County Commissioners and specifies the County's investment objectives, required diversification, certain limitations and reporting requirements. As of June 30, 2016, the County's investment in U.S. Government agencies is limited to 75% of the portfolio and 50% in any single government sponsored enterprise. The County's investment in the Oregon State Treasurer's investment pool is not rated and is treated as a cash equivalent on the Statement of Net Position.

The State of Oregon Local Government Investment Pool (LGIP *or* Pool) is not registered with the U.S. Securities and Exchange Commission as an investment company. The Oregon Revised Statutes and the Oregon Investment Council govern the Pool's investment policies. The State Treasurer is the investment officer for the Pool and is responsible for all funds in the Pool. These funds must be invested and the investments managed, as a prudent investor would, exercising reasonable care, skill and caution. Investments in the fund are further governed by portfolio guidelines issued by the Oregon Short-Term Funds Board, which established diversification percentages and specify the types and maturities of investments.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 3 – CASH AND INVESTMENTS (continued):

Concentration Risk - Investments

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's investment policy provides that the maximum that may be invested in any one issuer, as a percentage of the funds total investments, is 100% for U.S. Treasury, 75% for U.S. Government agencies with 50% of this amount in a single government sponsored enterprise, 100% in the State of Oregon Investment Pool or the maximum imposed by state statute, 25% in Certificates of Deposit with 30% of this amount in any single qualified financial institution, 20% for Commercial paper and Commercial notes with 5% of this amount in any one corporation, subsidiaries or affiliates, 25% for State and Local Government Securities, 25% for Repurchase Agreements with 10% of this amount in any single qualified financial institution. On June 30, 2016, the County did not hold investments with any one issuer that exceeded these limits.

Custodial Credit Risk - Investments

Custodial credit risk is the risk that, in the event of the failure of the counterparty to a transaction, the government will not be able to recover the value of an investment or collateral securities in the possession of an outside party. The County's investment policy provides that brokers/dealers and financial institutions meet certain qualifications, which are reviewed annually.

NOTE 4 – SPECIAL ASSESSMENTS RECEIVABLE:

Special assessments receivable is the result of improvements made to the Nelson Lane Road Local Improvement District, Poverty Flats Road Local Improvement District, and Culp Road Local Improvement District.

Changes to special assessments receivable consisted of the following:

Balance, July 1, 2015	\$ 18,579
New assessments	-
Collections	(2,331)
Interest included	1,746
	<hr/>
Balance June 30, 2016	<u>\$ 17,994</u>

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 5 - CAPITAL ASSETS:

Capital asset activity for the year ended June 30, 2016 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1,311,575	\$ -	\$ -	\$ 1,311,575
Total capital assets, not being depreciated	<u>1,311,575</u>	<u>-</u>	<u>-</u>	<u>1,311,575</u>
Capital assets, being depreciated:				
Buildings and improvements	25,937,395	-	(82,259)	25,855,136
Machinery and equipment	15,570,569	893,243	(515,298)	15,948,514
Infrastructure	128,159,429	-	-	128,159,429
Total capital assets being depreciated	<u>169,667,393</u>	<u>893,243</u>	<u>(597,557)</u>	<u>169,963,079</u>
Less accumulated depreciation for:				
Buildings and improvements	(9,667,354)	(743,551)	28,381	(10,382,524)
Machinery and equipment	(11,936,384)	(1,280,828)	512,849	(12,704,363)
Infrastructure	(73,691,076)	(3,041,830)	-	(76,732,906)
Total accumulated depreciation	<u>(95,294,814)</u>	<u>(5,066,209)</u>	<u>541,230</u>	<u>(99,819,793)</u>
Total capital assets being depreciated, net	<u>74,372,579</u>	<u>(4,172,966)</u>	<u>(56,327)</u>	<u>70,143,286</u>
Governmental activities capital assets, net	<u>\$ 75,684,154</u>	<u>\$ (4,172,966)</u>	<u>\$ (56,327)</u>	<u>\$ 71,454,861</u>

Depreciation was charged to functions and programs as follows:

	Governmental Activities
General government	\$ 811,496
Public safety	329,001
Highways and streets	3,885,358
Cultural and recreation	4,361
Health	35,993
	<u>\$ 5,066,209</u>

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements

June 30, 2016

NOTE 6 - LONG TERM DEBT:

The table below presents current year changes in long-term debt, and the current portions for each issue:

<u>Governmental activities:</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in Current Year</u>
Bonded Debt:					
2005 PERS bond issue	\$12,555,000	\$ -	\$ (440,000)	\$ 12,115,000	\$ 515,000
2012 refunding issue	1,890,000	-	(965,000)	925,000	925,000
Total bonded debt	<u>14,445,000</u>	<u>-</u>	<u>(1,405,000)</u>	<u>13,040,000</u>	<u>1,440,000</u>
Notes payable:					
Reith wastewater	263,954	-	(18,266)	245,688	18,721
Boiler replacement	35,330	-	(14,101)	21,229	15,791
EOAF detox center	219,074	-	(12,084)	206,990	12,167
Construction	1,244,776	-	(228,000)	1,016,776	238,000
Total notes payable	<u>1,763,134</u>	<u>-</u>	<u>(272,451)</u>	<u>1,490,683</u>	<u>284,679</u>
Capital leases:					
Wheel loader	218,590	-	(19,947)	198,643	198,643
Total capital leases	<u>218,590</u>	<u>-</u>	<u>(19,947)</u>	<u>198,643</u>	<u>198,643</u>
Total governmental activities	<u>\$16,426,724</u>	<u>\$ -</u>	<u>\$(1,697,398)</u>	<u>\$ 14,729,326</u>	<u>\$ 1,923,322</u>

General obligations bonds:

General obligation bonds are direct obligations and pledge the full faith and credit of the County. The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

Series 2002 General Obligation Refunding Bonds:

These bonds were issued to advance refund a portion of outstanding bonds of the Series 1997 General Obligation Refunding Bonds. These bonds were refunded with the Series 2012 General Obligation Refunding Bonds. The new bond proceeds were placed in escrow for future payments of the Series 2002 bonds. The principal balance remaining on June 30, 2016 was \$925,000. As a result of the refunding, the bonds have been removed as a liability on the County's financial statements.

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements

June 30, 2016

NOTE 6 - LONG TERM DEBT (continued):

Series 2012 General Obligation Refunding Bonds:

These bonds were issued to advance refund the Series 2002 General Obligation Refunding Bonds. This refunding was performed to obtain a more favorable interest rate to the taxpayers of Umatilla County, Oregon. Due to the favorable rates of the 2012 GO Refunding Bonds, it is estimated that the present value savings of refunding the 2002 GO Bonds was \$333,360, discounted using a rate of 1.0125%. The refunding bonds carry a fixed interest rate of 2% and mature October 1, 2012 through October 1, 2016.

Series 2005 Limited Tax Pension Bonds:

On September 23, 2005, the County, through participation in the Local Government Pension Bond Pool, issued Limited Tax Pension Obligation Bonds, Series 2005. The County issued these bonds to satisfy its estimated PERS Unfunded Actuarial Liability. The limited tax pension bonds were issued with the principal amount of the issue being \$13,970,000. The bonds carry fixed interest rates ranging from 2.50% to 5.004% with the first payment due June 1, 2006. Principal amounts of the issue are redeemed annually beginning June 1, 2008, with the final coupon payment on June 1, 2028.

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30,	Principal	Interest	Annual Debt Service
2017	\$ 1,440,000	\$ 611,744	\$ 2,051,744
2018	600,000	577,470	1,177,470
2019	685,000	548,316	1,233,316
2020	780,000	515,032	1,295,032
2021	880,000	477,131	1,357,131
2022-2026	6,230,000	1,608,286	7,838,286
2027-2031	2,425,000	158,877	2,583,877
Totals	<u>\$ 13,040,000</u>	<u>\$ 4,496,856</u>	<u>\$ 17,536,856</u>

Notes payable:

Bank of America - Construction Loan

A note payable to Bank of America in semi-annual payments of interest only from June 15, 2005 through June 15, 2017. These interest only payments are due in semi-annual amounts of \$55,625. Beginning December 15, 2007, the County began to make semi-annual principal and interest payments on December 15 and June 15 of each year. The required payments are scheduled below and carry interest at 4.45%. Principal proceeds of \$2,500,000 were received during the fiscal year ending June 30, 2005, under this note and were used to finance the cost of the construction of the justice facility in Hermiston, Oregon.

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements
June 30, 2016

NOTE 6 - LONG TERM DEBT (continued):

Department of Environmental Quality-Reith Wastewater Project Loan:

The County entered into a contract with the State of Oregon Department of Environmental Quality for a loan in the Clean Water State Revolving Loan Fund during the fiscal year ended June 30, 2005. This revolving loan allows the County to draw funds from the Revolving Loan Fund up to an approved maximum amount for the construction of a new wastewater collection system for the community of Reith, Oregon. Payments will be due semi-annually including interest at 2.47 percent of the outstanding balance for twenty years from the date of the first disbursement. The County's drawn-upon loan balance was \$381,000. The loan is required to have a loan reserve equal to 100% times one-half of the average annual debt service based on the final repayment schedule. At this time, the reserve is estimated to be \$12,306, which is required to be held by the County in segregated loan reserve account.

Oregon Department of Energy-Justice Center Heating & DHW Boilers Loan:

The County entered into a contract with the State of Oregon Department of Energy for a loan in the amount of \$130,000 to replace the boilers in the Justice Center during the year ended June 30, 2008. Monthly payments of \$1,373 will be due including interest at 4.9 percent of the outstanding balance for ten years.

Oregon Public Works Fund-EOAF Detoxification Center Loan:

The County entered into a contract with the State of Oregon Economic Community Development Department for a loan in the Special Public Works Loan Fund during the fiscal year ended June 30, 2008. This loan was for the construction for the Eastern Oregon Alcoholism Foundation's Detoxification Center project. Annual payments of \$22,186 will be due including interest at 3.71 percent of the outstanding balance for twenty five years. The total funds drawn were \$313,908.

Future maturities of notes payable principal and interest consist of the following:

Year Ending June 30,	Principal	Interest	Annual Debt Service
2017	\$ 284,679	\$ 57,436	\$ 342,115
2018	284,878	44,947	329,825
2019	292,007	35,527	327,534
2020	303,370	19,607	322,977
2021	33,205	12,420	45,625
2022-2026	195,831	42,491	238,322
2027-2031	96,713	7,202	103,915
Totals	<u>\$ 1,490,683</u>	<u>\$ 219,630</u>	<u>\$ 1,710,313</u>

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements

June 30, 2016

NOTE 6 - LONG TERM DEBT (continued):

Capital lease obligations:

Lease purchase agreement payable in annual installments of \$26,942, including interest at 3.2%, collateralized by 2011 CAT Model 966H wheel loader. A balloon payment of \$205,000 is due during the 2016-17 fiscal year to pay off the obligation in full. Future minimum lease obligations as of June 30, 2016, are as follows:

<u>Year Ending June 30,</u>	<u>Lease Payments</u>
2017	205,000
Amount representing interest	(6,357)
Present value of minimum lease payments	<u>\$ 198,643</u>

NOTE 7 - COMMITMENTS AND CONTINGENCIES:

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state government. Any unforeseen disallowed claims, including amounts already collected, could become a liability of the General Fund or other applicable funds. Management believes that adjustments, if any, will not materially affect the County's financial position.

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

NOTE 8 - INTERFUND TRANSACTIONS:

During the course of normal operations, the County has numerous transactions between funds including expenditures and transfers of resources primarily to provide services. The governmental and proprietary funds financial statements generally reflect such transactions as transfers. All transfers are routine in nature.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 8 - INTERFUND TRANSACTIONS (continued):

The following are the County's interfund transfers for the year ended June 30, 2016:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Purpose</u>	<u>Amount</u>
General	Emergency 911	To supplement operations	\$ 1,153,209
General	Public Works	To supplement operations	172,025
General	County Fair	To supplement operations	63,851
General	Special Services	To supplement operations	204,594
General	Debt Service	To fund debt service on notes payable.	294,796
General	Assessor Tech Reserve	To fund future purchases	10,000
General	Fleet Management	Installment payments on internal vehicle financing	13,420
General	CARE	To supplement operations	91,044
Corrections Assessment	General	To supplement county jail operations	61,858
Corrections Assessment	Human Services	To supplement operation of A&D	41,239
Corrections Assessment	Comm. Corrections	To supplement Comm. Corrections operations	20,619
Tax Foreclosed Property	General	For allocation of sale proceeds	33,078
Economic Development	Parks	To supplement operations	10,000
Economic Development	County Fair	To supplement operations	10,000
Economic Development	EOTEC Reserve	To fund capital project	197,782
Community Development	School Based Health	To supplement operations	20,000
Community Benefits	Parks	To supplement operations	31,000
Community Benefits	EOTEC Reserve	To supplement future obligations	207,121
Community Benefits	General	To supplement operations	208,000
Community Benefits	2050 Plan	To supplement economic development operations	30,000
Community Benefits	Fleet Management	To supplement operations	168,934
Community Benefits	Capital Purchases	To fund capital purchases	44,745
PERS Reserve	General	To supplement operations	392,719
		Total	<u>\$ 3,480,034</u>

NOTE 9 - DEFERRED OUTFLOWS / INFLOWS OF RESOURCES:

In addition to assets, the statement of financial position 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(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. The County has only one item that qualifies for reporting in this category. It is the prepaid pension asset related to the Limited Tax Pension bonds (See Note 6) reported in the government-wide statement of net position. This amount is deferred and amortized over the life of the bonds.

In addition to liabilities, the statement of financial position 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(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two items which arises only under the modified cash basis of accounting that qualifies for reporting in this category. Accordingly, the items deferred property taxes and deferred assessments, are reported in the governmental funds balance sheet and the statement of financial position.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 10 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM:

Because the financial statements have been prepared on a modified cash basis of accounting, pension liabilities and the related deferred inflows and outflows of resources have not been recorded in the financial statements. Pension expenditures are recorded when the disbursements are made. If the financial statements were prepared in accordance with accounting principles generally accepted in the United States of America, the following information would have been included:

The Oregon Public Employees Retirement System consists of a single cost-sharing multiple employer defined benefit pension plan, which provides pension, death and disability benefits.

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

Tier One/Tier Two Retirement Benefit plan is closed to new members hired on or after August 29, 2003.

Pension Benefits

The PERS retirement allowance is payable monthly for life. The basic benefit is based on years of service and final average salary. Generally, a percentage (2.0 percent for police and fire employees, 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age 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 Two members are eligible for full benefits at age 60.

Death Benefits

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

Disability Benefits

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 238.360 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2015 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 10-PENSION PLAN-OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM (continued):
(continued):

OPSRP Pension Program (ORS Chapter 238A)

Pension Benefits.

The Pension Program 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 based on years of service and final average salary.

For police and fire, 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire member, is age 60 or age 53 with 25 years of retirement credit.

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

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.

Death Benefits

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

Disability Benefits

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

Benefit Changes After Retirement

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2015 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000.

OPSRP Individual Account Program (OPSRP 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.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 10-PENSION PLAN-OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM:

(continued):

Upon retirement, a member of the OPSRP Individual Account Program (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-, 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

PERS contracts with VOYA Financial to maintain IAP participant records.

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. Employer contribution rates during the period were based on the December 31, 2013 actuarial valuation. Covered employees are required to contribute 6.00% of wages and the employer is required to contribute 10.93% of Tier 1/Tier 2 wages, 4.21% of OPSRP general service wages, and 8.32% of OPSRP police and fire wages. The County pays the 6% on behalf of the employee.

Pension Liabilities, Pension Expense, and Deferred Inflows and Outflows of Resources:

At June 30, 2016, the County reported a liability of \$7,603,781 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2013, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. At June 30, 2015, the County's proportion was 0.13243633%, which was lower than its proportionate share measured as of June 30, 2014 which was .13520769%.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 10 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
(continued):

Pension Liabilities, Pension Expense, and Deferred Inflows and Outflows of Resources (continued):

For the year ended June 30, 2016, the County recognized pension expense of \$7,359,053, and reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 410,034	\$ -
Net difference between projected and actual earnings on investments	-	1,593,925
Changes in proportional share		47,582
Differences between employer contributions and employer's proportional share of system contributions		475,327
Contributions subsequent to measurement date	1,112,316	-
	<u>\$ 1,522,350</u>	<u>\$ 2,116,834</u>

Oregon PERS produces an independently audited CAFR which can be found at:
http://www.oregon.gov/pers/Pages/section/financial_reports/financials.aspx

Changes in Plan Provisions:

GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

We are not aware of any changes that meet this disclosure requirement.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 11 - DEFERRED COMPENSATION PLAN:

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees, permits them to defer a portion of their current salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The County funds all amounts of compensation deferred under the plan, at the direction of the covered employee, through investments in fixed and variable rate annuity contracts underwritten by insurance companies. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the County subject only to the claims of general creditors. Participants' rights under the plan are equal to those of general creditors in an amount equal to the fair market value of the deferred amount of each participant.

The County has no liability for losses under the plan, but does have the duty of due care that would be required of an ordinary prudent investor. The County believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

NOTE 12 - POST EMPLOYMENT HEALTH CARE PLAN:

The County operates a single-employer retiree benefit plan which provides medical benefits insurance for retirees and their dependents under the age of 65. There are 281 active employees and 5 eligible retired members in the plan. Eligible retirees pay the same premium for the medical benefit insurance as active employees, which results in an implicit subsidy and an OPEB liability.

The contribution requirements of plan members are established by and may be amended by the County. The County currently finances the retiree benefit plan on a pay-as-you-go basis. The most recent active member monthly premiums for the County and plan members are \$816 for single coverage and \$2,358 for family coverage. The same monthly premiums apply to retirees. For the year ended June 30, 2016, the retired employees contributed \$76,538 to the plan.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 12 - POST EMPLOYMENT HEALTH CARE PLAN (continued):

The County's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the County, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period of 15 years. The following table shows the calculation of the ARC and the net OPEB Obligation assuming the County does not fund its OPEB liability.

	<u>Year Ended</u> <u>June 30, 2016</u>
Normal cost at year end	\$ 168,690
Amortization of UAAL	<u>270,631</u>
Annual required contribution (ARC)	439,321
Interest on prior year net OPEB obligation	83,642
Adjustment to ARC	<u>(287,348)</u>
Annual OPEB cost	235,615
Explicit benefit payments	-
Implicit benefit payments	<u>(112,838)</u>
Increase in net OPEB obligation	122,777
Net OPEB obligation - beginning of year	<u>2,389,760</u>
Net OPEB obligation - end of year	<u><u>\$ 2,512,537</u></u>

The following table shows historical annual OPEB cost and net OPEB obligation:

<u>Fiscal Year</u> <u>Ended</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage</u> <u>of OPEB Cost</u> <u>Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
6/30/2016	\$ 235,615	48%	\$ 2,512,537
6/30/2015	\$ 266,401	31%	\$ 2,389,760
6/30/2014	\$ 251,135	30%	\$ 2,206,678

As of August 1, 2014 the most recent actuarial valuation date, the plan was zero percent funded. The actuarial liability for benefits was \$2,180,861, and the actuarial value of assets was zero, resulting in an unfunded accrued liability of \$2,180,861.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 13 - RETIREMENT HEALTH INSURANCE ACCOUNT (RHIA):

As a member of Oregon Public Employees Retirement System (OPERS) the County contributes to the 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 OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (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 after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, OR 97281-3700.

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 Retirement Health Insurance Account 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 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.

Participating counties are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.53% of annual covered payroll. The OPERS Board of Trustees sets the employer contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The County's contributions to RHIA for the years ended June 30, 2016, 2015 and 2014 were \$73,992, \$69,277, and \$41,501, which equaled the required contributions each year.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2016

NOTE 14 - 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. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage in the prior year.

NOTE 15 - JOINT VENTURE:

In March 2012, the County entered into an intergovernmental agreement with City of Hermiston, Oregon establishing the Eastern Oregon Trade and Event Center Authority to acquire, construct, own, manage and operate the Eastern Oregon Trade and Event Center. The County contributed \$1,485,130 during the year ended June 30, 2016. The entire facility is currently in the planning and constructions stages and is not yet fully operational. The event center portion of the project opened in May 2016.

The intergovernmental agreement with the City of Hermiston establishing the authority calls for the County and the City of Hermiston to each own half of the facility, regardless of the amounts contributed by each. Any funds necessary for operations will be contributed equally by Umatilla County and the City of Hermiston. Either party may contribute unilaterally at its sole discretion. Should the venture dissolve, the highest bidder between Umatilla County and the City of Hermiston will receive all assets and liabilities of the authority. The winning bidder will pay one-half of the purchase price to the other. The County's equity in the Eastern Oregon Trade and Event Center Authority on June 30, 2016 is \$7,220,492. Under the modified cash basis of accounting, the County does not report assets for equity interests in joint ventures.

Separate financial statements for the Authority are available from: Eastern Oregon Trade and Event Center Authority, 915 SE Columbia Drive, Hermiston, OR 97838.

NOTE 16 - SUBSEQUENT EVENTS:

Management has evaluated subsequent events through the date of this report, which is the date the financial statements were available to be issued. Management is not aware of any subsequent events that would materially effect the financial statements.

SUPPLEMENTARY INFORMATION

MANAGEMENT'S DISCUSSION AND ANALYSIS

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

This discussion and analysis is intended to serve as an introduction to Umatilla County's basic financial statements. It offers the reader an overview of the County's financial activities for the fiscal year ended June 30, 2016. The basic financial statements have three components: government-wide financial statements, fund financial statements, and notes to the financial statements. To further assist readers, this report contains supplementary information in addition to the basic financial statements.

This narrative will focus on significant financial issues and will identify changes in financial position, material changes from the adopted budget, and individual fund issues or concerns.

Management's Discussion and Analysis is designed to focus on the current year's activities, resulting changes and current known facts. It should be read in conjunction with the financial statements that precede this discussion and analysis.

Financial Highlights

The assets of Umatilla County primary government exceeded its liabilities at June 30, 2016 by \$91.3 million (Net Position). Of this amount, \$12.7 million (Unrestricted Net Position) may be used to meet the County's ongoing obligations to creditors and citizens of the County in accordance with Umatilla County's fund designation and fiscal policies.

The County's total Net Position decreased by \$1,333,907 during the fiscal year ending June 30, 2016.

Overview of the Basic Financial Statements

Government-Wide Financial Statements—The government-wide statements are designed to provide readers with a broad overview of the County's finances in a presentation similar to a private sector business. The statements in this section are the Statement of Net Position and the Statement of Activities.

The Statement of Net Position presents information on the County primary government assets and liabilities with the difference between the two reported as net position. It uses a modified cash basis of accounting to focus on resources available for future operations.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

As viewed over time, increases or decreases may serve as an indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities focuses on gross and net costs of County activities and the extent to which the activities are self-supporting or require assistance from general revenues including property taxes. This statement also uses a modified cash basis for reporting, which incorporates net fixed assets, including depreciation, and long-term debt.

The Statement of Net Position and the Statement of Activities both distinguish functions of the County that are principally supported by taxes and governmental revenues (governmental activities). The governmental functions of the County include general government, public safety, highways and streets, culture and recreation, education, and health. The County has no business-type activities.

Fund Financial Statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the fund statements is major governmental funds. Of the 50 funds maintained by the County, 49 are characterized as governmental and the remaining fund is considered a proprietary fund. Unlike the government-wide statements, the governmental funds financial statements focus on current sources and uses of spendable resources, as well as spendable resources available at the end of the fiscal year. This information may be useful in evaluating a government's short-term financing decisions.

The governmental funds include the General Fund, forty two special revenue funds, three debt service funds, and three capital project funds.

Governmental Funds - Governmental Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Because the focus of the governmental funds is narrower than that of the government-wide statements, it is useful to compare information presented for governmental funds with similar information presented for governmental activities in the government-wide statements.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

Both the governmental balance sheet-modified cash basis statements of assets, liabilities and equity and the governmental fund statements of revenues, expenditures and changes in fund balance-modified cash basis provide a reconciliation to assist in the comparison between governmental funds and governmental activities.

Of the 49 governmental funds maintained by the County, three are considered to be major funds: the General Fund, the Public Works Fund, and the PERS Reserve Fund. The governmental fund statements focus separately on these major funds presenting each in its own column and combining the remaining funds into a column titled "other governmental funds".

Proprietary Funds—The County maintains one type of proprietary fund, an internal service fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses its internal service fund to account for internal financing activities of its vehicle fleet. As this service predominately benefits governmental services, it has been included within governmental activities in the government-wide financial statements.

Fiduciary Funds—Fiduciary funds are used to account for resources held in trust for the benefit of parties outside the government. Fiduciary funds are not presented in the government-wide financial statements because the resources are not available to support the county's programs.

Notes to the Financial Statements—The notes provide additional information that is essential to a full understanding of the presentation provided in the government-wide and fund financial statements. The notes can be found immediately following the basic financial statements.

Other Supplemental Information—This section will provide the reader with additional information about the non-major governmental funds in the combining schedules of assets, liabilities and equity, and of revenues, expenditures and changes in fund balances. Also included is budgetary information for all funds.

Other supplemental information is available on County compliance and internal controls as required by Oregon statutes.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

Government-Wide Financial Analysis

Exhibit 1

STATEMENT OF NET POSITION

(Dollars in Thousands)

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Cash and investments	\$ 22,428	\$ 20,790	\$ 20,559
Receivables	915	858	970
Land and CIP	1,311	1,311	2,220
Other capital assets (net)	70,144	74,373	76,936
Total assets	<u>94,798</u>	<u>97,332</u>	<u>100,685</u>
Prepaid-pension asset	12,115	12,555	12,925
Total deferred outflow of resources	<u>12,115</u>	<u>12,555</u>	<u>12,925</u>
Non current liabilities due in one year	1,924	1,698	1,657
Non current liabilities due > one year	12,806	14,729	16,426
Total liabilities	<u>14,730</u>	<u>16,427</u>	<u>18,083</u>
Deferred property taxes and assessments	915	858	970
Total deferred outflow of resources	<u>915</u>	<u>858</u>	<u>970</u>
Net position			
Net investment in capital assets	68,841	71,812	73,998
Restricted for			
Debt service	945	983	1,135
Public safety	1,594	802	965
Highways and streets	5,058	4,432	4,477
Culture and recreation	99	66	35
Education	87	86	93
Health	1,361	732	503
Other purposes	627	804	963
Unrestricted	12,656	12,885	12,388
Total net position	<u>\$ 91,268</u>	<u>\$ 92,602</u>	<u>\$ 94,557</u>

Net position may serve over time as a useful indicator of a government's financial position. Umatilla County's assets exceeded liabilities by \$91.3 million as of June 30, 2016. This is a decrease of \$1,333,907 when compared to net position at the end of the previous year.

UMATILLA COUNTY

Management Discussion and Analysis
June 30, 2016

Exhibit 2

STATEMENT OF NET ACTIVITIES
(Dollars in Thousands)

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Revenues:			
Program Revenues:			
Charges for services	\$ 5,834	\$ 5,944	\$ 5,730
Operating grants and contributions	23,259	18,281	17,682
Capital grants and contributions	441	-	803
General receipts			
Property taxes	16,035	16,442	16,244
Fines and forfeitures	270	228	193
Earnings on investments	147	113	119
Refunds and miscellaneous	1,169	1,313	1,115
Sale of fixed assets	84	128	360
Total Revenues	<u>47,239</u>	<u>42,449</u>	<u>42,246</u>
Expenses:			
General government	\$ 10,657	\$ 10,429	\$ 10,279
Public safety	18,441	17,284	16,047
Highways and streets	9,254	9,383	9,281
Culture and recreation	2,933	1,359	1,353
Education	695	689	616
Health	5,864	4,482	3,847
Interest on long-term debt	729	778	824
Total Expenses	<u>48,573</u>	<u>44,404</u>	<u>42,247</u>
Change in net position	(1,334)	(1,955)	(1)
Net position, beginning	92,602	94,557	94,558
Net position, ending	<u>\$ 91,268</u>	<u>\$ 92,602</u>	<u>\$ 94,557</u>

13.8% of the balance of net position or \$12.65 million, is considered unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

The largest portion of the County's net position (75.4%) reflects its investment in capital assets (land, buildings, equipment, improvements, construction in progress and infrastructure), less any related debt. The County uses these assets to provide services to the people of the County; consequently these assets are not available for future spending. Although the investment in its capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided by other sources, since the capital assets themselves cannot be used to liquidate this liability.

A small portion of the County's net assets (1%) is subject to external restrictions and can only be used for debt service as provided by statute and regulation.

Governmental Funds Financial Analysis

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

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

At the end of the fiscal year, Umatilla County's governmental funds reported combined ending fund balances of \$21.9 million, an increase of \$1,621,558 when compared to the previous year. The majority of the combined fund balances is reserved and only available for spending within the designated funds and/or policies.

The General Fund, the Public Works Fund, and the PERS Reserve Fund are considered major funds by the County. These major funds account for 36% of the combined governmental fund

The major funds account for 60.7% of total governmental revenues and 57.9% of total governmental expenditure.

Public Safety and Health programs account for 52.6% of all governmental expenditures.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

General Fund. The General Fund is the chief operating fund for Umatilla County. At the end of the year, the fund balance of the General Fund was \$4.4 million. As a measure of the General Fund's liquidity, it may be useful to compare the fund balance to total fund expenditures. The ending fund balance represents 21.3% of total general fund expenditures for the fiscal year ending 2016 compared to 24.6% the prior year. The net change in the fund balance for the General Fund was a \$529,000 decrease.

Property tax is a significant revenue source for the General Fund. The year's collections represent 69.6% of total General Fund revenues, compared to 68.9% the previous year.

Public Works Fund. The Public Works Fund's primary source of revenue is the gas tax distributed by the State of Oregon. Gas tax receipts were \$5.23 million, compared to \$4.97 million the prior year.

The Public Works Fund revenues exceeded expenditures by \$550,000 in the current year. A reduction in materials and services and an increase in gas tax marked the change.

General Fund Budgetary Highlights

The County made several revisions to the original General Fund appropriations adopted by the Board of Commissioners for the 2015-2016 fiscal year. The adjustments were needed to increase expenditures for the difference in adopted revenue and revised revenue budget. These revisions resulted in a 2.2% increase in General Fund appropriations.

General Fund revenues exceeded the adjusted budget by \$419,000 and expenditures were \$1.8 million under budget.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

Capital Assets. Umatilla County's investment in capital assets for its governmental activities amounts to \$71.5 million (net of accumulated depreciation). The investment in fixed assets includes land, buildings, equipment, infrastructure (roadways and bridges) and construction in progress.

Additional information on Umatilla County's fixed assets can be found in the notes to the financial statements, immediately following the basic statements.

Exhibit 3

FIXED ASSETS AT YEAR END
(Dollars in Thousands)

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Non-depreciable assets:			
Land	\$ 1,312	\$ 1,312	\$ 1,314
Construction in progress	-	-	906
Sub-Total	<u>1,312</u>	<u>1,312</u>	<u>2,220</u>
Depreciable assets:			
Buildings	25,855	25,937	26,935
Equipment	15,949	15,571	12,769
Infrastructure	<u>128,159</u>	<u>128,159</u>	<u>128,159</u>
Sub-total	<u>169,963</u>	<u>169,667</u>	<u>167,863</u>
Accumulated Depreciation	(99,820)	(95,295)	(90,927)
Total general fixed assets	<u>\$ 71,455</u>	<u>\$ 75,684</u>	<u>\$ 79,156</u>

Debt Administration. At the end of the current fiscal year, Umatilla County had total debt outstanding of \$14.7 million. Of this amount \$925,000 is comprised of general obligation bonds issued to finance construction of a new county jail, \$12.1 million is comprised of the Limited Tax Pension Bonds issued in 2005, \$1.49 million is comprised of notes backed by the full faith and credit of the County, and \$198 thousand in a capital lease secured by equipment.

The general obligation bonds originally issued in the fiscal year 1997, were refunded in 2002 and most recently in January of 2012. The latest bond refunding principal saves the taxpayers \$333,359 over the remaining life of the issue which ends in October, 2016. The 2012 series bonds were rated "A+" by Standard & Poor's upon issuance with a stable outlook. The bonds are supported by unlimited ad valorem taxes.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

Limited Tax Pension Bonds. The Pension Bonds were issued to address the County's estimated PERS unfunded actuarial liability in 2005. The 5% of real market value statutory limitation on pension bonds is well in excess of outstanding debt.

In addition to the bonded indebtedness, the County borrowed \$2.5 million in 2005 to finance the construction of a new justice center in Hermiston, Oregon.

Exhibit 3

OUTSTANDING DEBT AT YEAR END
(Dollars in Thousands)

	<u>2016</u>	<u>2015</u>	<u>2014</u>
General obligations	\$ 925	\$ 1,890	\$ 2,895
Limited tax bonds	12,115	12,555	12,925
Notes Payable	1,491	1,763	2,025
Capital leases	198	219	238
Total	<u>\$ 14,729</u>	<u>\$ 16,427</u>	<u>\$ 18,083</u>

The County sponsored a new wastewater collection system for the community of Reith. As part of that project the County entered into a contract for a loan from the Oregon Department of Environmental Quality in the year ended June 30, 2005. The project was completed in 2007-2008. The loan had a limit of \$381 thousand and payments commenced six months after project completion on a semi-annual basis. The Reith Sanitary District will pay the County back on the 20-year loan. Please see notes to basic financial statements for additional information.

Additionally, in 2008 the County constructed a new building with a construction loan of \$314 thousand and replaced two aging boilers at the Justice Center with debt financing of \$130 thousand. Energy savings provide the debt service for the boiler debt.

Total County debt outstanding represents .3% of county real market value.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2016

Economic Factors and Next Year's Budget

Oregon's seasonally adjusted unemployment rate has declined over the last year from 5.8% to 4.8%, slightly lower than the U.S. rate of 4.9%. Oregon has consistently trailed the U.S. rate over the last ten years leading to a shortfall of income taxes in the state and a continuing budget crisis. State programs operated by the County, particularly in areas of health and public safety, are always subject to reduction in the State's budget balancing exercise. The County continues to conservatively budget its resources.

The County's seasonally adjusted unemployment rate also decreased slightly over the past year from 6.7% to 5.3%. The County enjoys certain economic advantages: location on both east-west and north-south major highway systems, available water and rail transportation, natural gas transmission lines, and an electrical transmission grid.

A beginning fund balance of \$5 million was projected for the General Fund in the 2017 budget. The actual beginning fund balance was \$4.39 million.

The certified property tax base continues to grow. The tax base for 2015-2016 grew at a 3.7% rate over the prior year.

Next year's adopted operating budget is \$3.9 million higher than the 2016 operating budget. The General Fund requirements have been projected \$941,000 above that of the previous year.

Contact Information

The County's financial statements are designed to provide the user (citizens, taxpayers, customers, investors, and creditors) with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions about the report or need additional financial information, please contact the County's Finance Office at 216 S.E. 4th St., Pendleton, Oregon 97801.

UMATILLA COUNTY, OREGON

General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual - Detail
Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Property taxes:				
Current year taxes	\$ 13,235,112	\$ 13,235,112	\$ 13,798,620	\$ 563,508
Prior year taxes	600,000	600,000	458,381	(141,619)
In-lieu of taxes	489,000	529,000	622,684	93,684
Intergovernmental:				
Federal revenues	249,424	243,923	215,540	(28,383)
State revenues	398,109	433,097	443,350	10,253
Local revenues	126,516	126,516	111,717	(14,799)
Salary supplements	115,000	115,000	103,806	(11,194)
Amusement tax	15,000	15,000	15,419	419
Liquor tax	380,000	380,000	392,136	12,136
Cigarette tax	70,000	70,000	66,641	(3,359)
Railcar taxes	20,000	20,000	19,935	(65)
CAFFA grant	468,500	468,500	392,755	(75,745)
Emergency services grants	70,790	76,190	61,429	(14,761)
Nurse family partnership grants	362,100	232,828	226,518	(6,310)
Family planning grants and other	228,052	184,063	185,520	1,457
Health department grants	307,521	445,508	343,406	(102,102)
Juvenile court/detention grants	176,000	176,000	149,515	(26,485)
Management services	960,637	960,637	940,414	(20,223)
Charges for services:				
Miscellaneous fees	465,034	483,034	506,682	23,648
Clerk and recorder fees	380,600	380,600	405,127	24,527
Marriage, court, and mediation fees	12,550	12,550	13,700	1,150
Jail fees	814,072	814,072	785,259	(28,813)
Civil fees	160,000	160,000	174,184	14,184
District attorney fees	43,000	43,000	44,466	1,466
Election fees	34,500	34,500	46,768	12,268
Planning fees	95,200	95,200	124,117	28,917
Surveyor fees and other	2,500	2,500	2,454	(46)
Tax collector fees and other	30,975	30,975	24,120	(6,855)
Health department fees	38,000	44,000	51,186	7,186
Fines and forfeitures	14,500	14,500	33,445	18,945
Investment revenue	35,000	35,000	41,708	6,708
Other revenues:				
Refunds and reimbursements	434,459	413,744	460,656	46,912
Rent received	13,500	13,500	23,399	9,899
Donations	3,289	39,465	50,953	11,488
Landfill	38,000	38,000	45,367	7,367
Miscellaneous	100	5,420	8,791	3,371
Total revenues	20,887,040	20,971,434	21,390,168	418,734

UMATILLA COUNTY, OREGON

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual - Detail

Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
EXPENDITURES (by department):				
General government:				
Assessor:				
Personal services	1,264,709	1,254,709	1,177,924	76,785
Materials & services	62,200	62,200	36,086	26,114
Total assessor	<u>1,326,909</u>	<u>1,316,909</u>	<u>1,214,010</u>	<u>102,899</u>
Board of commissioners:				
Personal services	506,550	506,550	501,241	5,309
Materials & services	120,720	120,720	95,857	24,863
Total board of commissioners	<u>627,270</u>	<u>627,270</u>	<u>597,098</u>	<u>30,172</u>
Human resources:				
Personal services	195,741	195,741	186,961	8,780
Materials & services	45,198	45,198	42,114	3,084
Total human resources	<u>240,939</u>	<u>240,939</u>	<u>229,075</u>	<u>11,864</u>
Support enforcement:				
Personal services	158,517	158,517	132,563	25,954
Materials & services	16,910	16,910	12,276	4,634
Total support enforcement	<u>175,427</u>	<u>175,427</u>	<u>144,839</u>	<u>30,588</u>
Finance:				
Personal services	330,707	330,707	294,256	36,451
Materials & services	40,650	40,650	38,066	2,584
Total finance	<u>371,357</u>	<u>371,357</u>	<u>332,322</u>	<u>39,035</u>
County records:				
Personal services	193,048	193,048	188,927	4,121
Materials & services	24,100	24,100	22,931	1,169
Total county records	<u>217,148</u>	<u>217,148</u>	<u>211,858</u>	<u>5,290</u>
Elections:				
Personal services	177,319	177,319	164,810	12,509
Materials & services	129,653	129,653	121,750	7,903
Total elections	<u>306,972</u>	<u>306,972</u>	<u>286,560</u>	<u>20,412</u>
Planning:				
Personal services	518,439	518,439	499,827	18,612
Materials & services	84,600	107,921	105,966	1,955
Total planning	<u>603,039</u>	<u>626,360</u>	<u>605,793</u>	<u>20,567</u>

UMATILLA COUNTY, OREGON

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual - Detail

Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Surveyor:				
Personal services	33,071	31,071	25,388	5,683
Materials & services	9,110	11,110	9,117	1,993
Total surveyor	42,181	42,181	34,505	7,676
Tax collector:				
Personal services	243,647	243,647	237,310	6,337
Materials & services	56,300	56,300	47,013	9,287
Total tax collector	299,947	299,947	284,323	15,624
Veterans service:				
Personal services	135,435	135,435	131,048	4,387
Materials & services	35,320	35,320	17,235	18,085
Total veterans service	170,755	170,755	148,283	22,472
Administration:				
Personal services	202,777	202,777	198,984	3,793
Materials & services	9,675	9,675	7,497	2,178
Total administration	212,452	212,452	206,481	5,971
Building maintenance:				
Personal services	366,198	366,198	336,946	29,252
Materials & services	263,650	263,650	262,514	1,136
Total building maintenance	629,848	629,848	599,460	30,388
Computer information services:				
Personal services	456,325	456,325	446,779	9,546
Materials & services	197,500	197,500	167,769	29,731
Total computer information services	653,825	653,825	614,548	39,277
Communication:				
Personal services	60,073	60,073	58,788	1,285
Materials & services	88,600	90,600	90,447	153
Total communication	148,673	150,673	149,235	1,438
Printing:				
Personal services	78,919	78,919	77,157	1,762
Materials & services	93,425	93,425	77,966	15,459
Total printing	172,344	172,344	155,123	17,221
Code enforcement:				
Personal services	79,015	79,015	76,225	2,790
Materials & services	25,375	25,375	23,699	1,676
Total code enforcement	104,390	104,390	99,924	4,466

UMATILLA COUNTY, OREGON

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual - Detail

Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
West County facility maintenance:				
Materials & services	112,683	122,683	114,824	7,859
Total West County facility maintenance	112,683	122,683	114,824	7,859
Geographical information director:				
Personal services	202,222	202,222	151,212	51,010
Materials & services	17,150	17,150	11,182	5,968
Total geographical information director	219,372	219,372	162,394	56,978
Nondepartmental:				
Personal services	1,700	1,700	-	1,700
Materials & services	413,398	483,398	451,533	31,865
Total nondepartmental	415,098	485,098	451,533	33,565
Total general government	7,050,629	7,145,950	6,642,188	503,762
Public safety:				
District attorney:				
Personal services	1,615,083	1,615,083	1,518,185	96,898
Materials & services	170,850	170,850	134,245	36,605
Total district attorney	1,785,933	1,785,933	1,652,430	133,503
Victim Witness:				
Personal services	167,703	167,703	158,334	9,369
Materials & services	-	26,374	24,866	1,508
Total victim witness	167,703	194,077	183,200	10,877
Emergency services:				
Personal services	78,333	78,333	69,893	9,369
Materials & services	36,197	41,597	28,579	13,018
Total emergency services	114,530	119,930	98,472	22,387
Jail:				
Personal services	3,480,477	3,430,477	3,247,825	182,652
Materials & services	2,279,643	2,279,643	2,261,324	18,319
Capital outlay	50,000	50,000	-	50,000
Total jail	5,810,120	5,760,120	5,509,149	250,971
Juvenile:				
Personal services	935,166	844,122	821,527	22,595
Materials & services	450,475	450,475	328,408	122,067
Total juvenile	1,385,641	1,294,597	1,149,935	144,662

UMATILLA COUNTY, OREGON

General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual - Detail
Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Sheriff - civil:				
Personal services	499,723	499,723	479,484	20,239
Materials & services	64,172	64,172	57,223	6,949
Total sheriff - civil	563,895	563,895	536,707	27,188
Sheriff - criminal:				
Personal services	2,194,660	2,194,660	2,067,748	126,912
Materials & services	403,528	395,528	367,951	27,577
Capital outlay	-	8,000	8,000	-
Total sheriff - criminal	2,598,188	2,598,188	2,443,699	154,489
Watermaster:				
Personal services	367,661	367,661	357,980	9,681
Materials & services	44,646	44,646	37,929	6,717
Total watermaster	412,307	412,307	395,909	16,398
Total public safety	12,838,317	12,729,047	11,969,501	760,475
Education:				
Cooperative extension service:				
Personal services	229,389	223,389	192,245	31,144
Materials & services	126,829	132,829	115,661	17,168
Total education	356,218	356,218	307,906	48,312
Health:				
Nurse Family Partnership				
Personal services	239,160	195,160	184,344	10,816
Materials & services	180,215	83,813	79,178	4,635
Total communicable disease	419,375	278,973	263,522	15,451
Communicable disease:				
Personal services	177,156	177,156	141,873	35,283
Materials & services	67,570	79,964	76,583	3,381
Total communicable disease	244,726	257,120	218,456	38,664
Family planning:				
Personal services	272,265	277,265	272,014	5,251
Materials & services	132,711	119,841	112,107	7,734
Total family planning	404,976	397,106	384,121	12,985
Health department:				
Personal services	317,182	327,773	326,153	1,620
Materials & services	107,488	199,893	172,519	27,374
Total health department	424,670	527,666	498,672	28,994

UMATILLA COUNTY, OREGON

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual - Detail

Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Maternal and child health care:				
Personal services	192,643	205,643	196,102	9,541
Materials & services	156,143	155,292	131,193	24,099
Total maternal and child health care	348,786	360,935	327,295	33,640
Total health	1,842,533	1,821,800	1,692,066	129,734
Operating contingency	544,838	349,817	-	349,817
Total expenditures	22,632,535	22,402,832	20,611,661	1,792,100
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,745,495)	(1,431,398)	778,507	2,210,834
OTHER FINANCING SOURCES (USES):				
Operating transfers in	681,719	699,798	695,655	(4,143)
Operating transfers out	(1,886,224)	(2,137,268)	(2,002,939)	134,329
Total other financing sources (uses)	(1,204,505)	(1,437,470)	(1,307,284)	130,186
NET CHANGE IN FUND BALANCES	(2,950,000)	(2,868,868)	(528,777)	2,341,020
FUND BALANCES, BEGINNING	5,000,000	4,918,868	4,918,868	-
FUND BALANCES, ENDING	\$ 2,050,000	\$ 2,050,000	\$ 4,390,091	\$ 2,341,020

UMATILLA COUNTY, OREGON

Non-Major Governmental Funds

June 30, 2016

Special revenue funds:

- Bicycle path fund
- Parks fund
- Emergency 911 telephone system fund
- Corrections assessment fund
- Special transportation fund
- Law library fund
- Records archiving fund
- Tax foreclosed property fund
- Human services fund
- Public land corner preservation fund
- Fair improvement fund
- EOTEC reserve fund
- Community corrections fund
- Economic development fund
- County road improvement fund
- Sheriff - corp of engineers fund
- Sheriff - marine fund
- Children and youth services fund
- School based health center fund
- Nuisance abatement fund
- Extension special equipment fund
- County fair fund
- County school fund
- Unitary assessment fund
- Community services development fund
- Youth services development fund
- Mediation services fund
- Assessment and taxation fund
- CARES program fund
- Environment health fund
- Coalitions of Umatilla County fund
- Community benefit plans fund
- Special services fund
- 2050 plan fund
- Veterans expanded services fund
- GIS equipment reserve fund
- Assessor technology reserve fund
- Dispatch reserve fund
- NAIFA reserve fund

Debt service funds:

- Debt service fund
- PERS bond fund
- Reith wastewater fund

Capital projects funds:

- Facilities improvement fund
- Milton-Freewater Head Start building fund
- Capital purchases management fund

UMATILLA COUNTY, OREGON

Nonmajor Governmental Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2016

	<u>Total Nonmajor Special Revenue Funds</u>	<u>Total Nonmajor Debt Service Funds</u>	<u>Total Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<u>ASSETS:</u>				
Cash	\$ 7,133,750	\$ 2,533,218	\$ 432,719	\$ 10,099,687
Property taxes receivable	-	57,892	-	57,892
Assessments receivable	17,994	-	-	17,994
Total assets	<u>\$ 7,151,744</u>	<u>\$ 2,591,110</u>	<u>\$ 432,719</u>	<u>\$ 10,175,573</u>
<u>LIABILITIES:</u>				
	\$ -	\$ -	\$ -	\$ -
<u>DEFERRED INFLOWS OF RESOURCES:</u>				
Deferred property taxes revenue	-	57,892	-	57,892
Deferred assessments	17,994	-	-	17,994
Total deferred inflows of resources	<u>17,994</u>	<u>57,892</u>	<u>-</u>	<u>75,886</u>
<u>FUND BALANCES:</u>				
Restricted	4,043,668	945,061	402	4,989,131
Committed	2,987,428	1,588,157	-	4,575,585
Assigned	102,654	-	432,317	534,971
Unassigned	-	-	-	-
Total fund balances	<u>7,133,750</u>	<u>2,533,218</u>	<u>432,719</u>	<u>10,099,687</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 7,151,744</u>	<u>\$ 2,591,110</u>	<u>\$ 432,719</u>	<u>\$ 10,175,573</u>

UMATILLA COUNTY, OREGON

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
Year Ended June 30, 2016

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>REVENUES:</u>				
Taxes	\$ 205,681	\$ 949,837	\$ -	\$ 1,155,518
Intergovernmental	11,626,732	1,254,711	-	12,881,443
Charges for services	3,625,232	-	-	3,625,232
Fines & forfeitures	236,101	-	-	236,101
Interest	43,709	16,967	2,702	63,378
Miscellaneous & reimbursements	568,897	-	-	568,897
Total revenues	<u>16,306,352</u>	<u>2,221,515</u>	<u>2,702</u>	<u>18,530,569</u>
<u>EXPENDITURES:</u>				
General government	2,731,153	-	16,079	2,747,232
Public safety	6,150,148	-	-	6,150,148
Highways and streets	152,267	-	-	152,267
Culture and recreation	2,928,988	-	-	2,928,988
Education	386,745	-	-	386,745
Health	4,135,581	-	-	4,135,581
Capital outlay	239,841	-	28,666	268,507
Debt Service:				
Principal	-	1,677,451	-	1,677,451
Interest	-	722,545	-	722,545
Total expenditures	<u>16,724,723</u>	<u>2,399,996</u>	<u>44,745</u>	<u>19,169,464</u>
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	<u>(418,371)</u>	<u>(178,481)</u>	<u>(42,043)</u>	<u>(638,895)</u>
<u>OTHER FINANCING SOURCES</u>				
<u>(USES):</u>				
Operating transfers in	2,090,459	294,796	44,745	2,430,000
Operating transfers out	(1,084,376)	-	-	(1,084,376)
Total other financing sources (uses)	<u>1,006,083</u>	<u>294,796</u>	<u>44,745</u>	<u>1,345,624</u>
<u>NET CHANGE IN FUND</u>				
<u>BALANCES</u>				
	587,712	116,315	2,702	706,729
<u>FUND BALANCE, BEGINNING</u>				
<u>OF YEAR</u>				
	<u>6,546,038</u>	<u>2,416,903</u>	<u>430,017</u>	<u>9,392,958</u>
<u>FUND BALANCE, END OF YEAR</u>				
	<u>\$ 7,133,750</u>	<u>\$ 2,533,218</u>	<u>\$ 432,719</u>	<u>\$ 10,099,687</u>

UMATILLA COUNTY, OREGON

Non-Major Special Revenue Governmental Funds

June 30, 2016

These funds account for revenue derived from specific taxes or other earmarked revenue sources which are legally restricted or committed to finance particular functions or activities. Funds included are:

- **Bicycle path fund** - accounts for one percent of State Motor Vehicle fees collected pursuant to ORS 366.514.
- **Parks fund** - accounts for county recreational vehicle registration fees from the State.
- **Tax anticipation notes** - budgeted each year in anticipation of a shortfall in resources before the property tax revenues come in as provided by ORS 278A.180.
- **Emergency 911 telephone system fund** - accounts for revenues from the State telephone excise tax and committed revenues from the General Fund and City of Pendleton under an intergovernmental agreement for dispatch of emergency communication services.
- **Corrections assessment fund** - accounts for assessments imposed by a circuit or municipal court or justice court.
- **Special transportation fund** - accounts for grant monies received from the State elderly and disabled special transportation fund.
- **Law library fund** - accounts for law library fees received from the State.
- **Records archiving fund** - accounts for clerk's record fees pursuant to ORS 205.320 for acquiring storage and retrieval systems.
- **Tax foreclosed property fund** - accounts for the receipt and sale of foreclosed properties for delinquent property taxes.
- **Human services fund** - accounts for revenues from the delivery of alcohol, drug, and gambling services.
- **Public land corner preservation fund** - accounts for the collection of recording fees on real property transactions and surveying activities.
- **Fairground improvement fund** - accounts for receipts to be applied to the County's obligation for construction of EOTEC.
- **EOTEC reserve fund** - accounts for the accumulated and expending funds deemed necessary for the operation of EOTEC.
- **Community corrections fund** - accounts for grant activities under intergovernmental agreements between the State of Oregon and the County.
- **Economic development fund** - accounts for the receipt of video lottery monies distributed by the State of Oregon.
- **County road improvement fund** - accounts for activities of local improvement districts created by the County under Oregon
- **Sheriff - Corp of Engineers fund** - accounts for proceeds under federal grant with the Corps of Engineers.
- **Sheriff - marine fund** - accounts for activities under state grant with Oregon State Marine Board.
- **Children and youth services fund** - accounts for grant activity under various state grants.
- **School based health center fund** - accounts for health care activity at specified school locations within the County.
- **Nuisance abatement fund** - accounts for nuisance abatement activities.
- **Extension special equipment fund** - accounts for the activities of a soil probe truck.

UMATILLA COUNTY, OREGON

Non-Major Special Revenue Governmental Funds (Continued)

June 30, 2016

These funds account for revenue derived from specific taxes or other earmarked revenue sources which are legally restricted or committed to finance particular functions or activities. Funds included are:

- **County fair fund** - accounts for fair and fairgrounds activities.
- **County school fund** - accounts for federal forest reserve revenues.
- **Unitary assessment fund** - accounts for grant activity that supports the Victim/Witness Program.
- **Community services development fund** - accounts for grant activity associated with services to the community and staff development.
- **Youth services development fund** - accounts for grant activity associated with services to the youth of Umatilla County.
- **Mediation services fund** - accounts for mediation services fees.
- **Assessment and taxation fund** - accounts for the collection of recording fees and interest, pursuant to state law.
- **CARES program fund** - accounts for activity under a Memorandum of Agreement between several school districts, the ESD, Head Start, and the County.
- **Environment health fund** - accounts for economic activities for environmental health program under an intergovernmental agreement with the Oregon Public Health Foodborne Illness Program.
- **Coalitions of Umatilla County fund** - accounts for grant activities associated with youth and children services.
- **Community benefit plans fund** - accounts for revenue streams under Strategic Investment Program plans.
- **Special services fund** - accounts for costs associated with physical security of the Courts.
- **2050 PLAN fund** - accounts for costs associated economic development, especially in critical groundwater areas.
- **Veterans expanded services fund** - accounts for expanded and enhanced services provided to veterans.
- **GIS equipment reserve fund** - accounts for costs associated with acquiring needed equipment or other specific purposes in support of the GIS program.
- **Assessor technology reserve fund** - accounts for costs associated with acquiring needed equipment or other specific purposes in support of the assessor's office.
- **Dispatch reserve fund** - accounts for costs associated with acquiring needed equipment or other specific purposes in support of the dispatch center.
- **NAIFA reserve fund** - accounts for usage of funds donated by NAIFA.

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2016

	Bicycle Path	Parks	Emergency 911 Telephone	Corrections Assessment	Special Transport	Law Library	Records Archiving
<u>ASSETS:</u>							
Cash	\$ 274,620	\$ 99,084	\$ -	\$ 34,065	\$ 220,950	\$ 68,044	\$ 46,220
Assessments receivable	-	-	-	-	-	-	-
Total assets	<u>\$ 274,620</u>	<u>\$ 99,084</u>	<u>\$ -</u>	<u>\$ 34,065</u>	<u>\$ 220,950</u>	<u>\$ 68,044</u>	<u>\$ 46,220</u>
<u>LIABILITIES</u>							
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>DEFERRED INFLOWS OF RESOURCES</u>							
Deferred assessments	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
<u>FUND BALANCES:</u>							
Restricted	274,620	99,084	-	34,065	220,950	68,044	46,220
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Total fund balances	<u>274,620</u>	<u>99,084</u>	<u>-</u>	<u>34,065</u>	<u>220,950</u>	<u>68,044</u>	<u>46,220</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 274,620</u>	<u>\$ 99,084</u>	<u>\$ -</u>	<u>\$ 34,065</u>	<u>\$ 220,950</u>	<u>\$ 68,044</u>	<u>\$ 46,220</u>

Continued on next page.

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2016

Continued from previous page.

	Tax Foreclosed Property	Human Services	Public Land Corner Preservation	Fair Improvement	EOTEC Reserve	Community Corrections	Economic Development
ASSETS:							
Cash	\$ 5,000	\$ 987,716	\$ 73,356	\$ 92,812	\$ 2,443	\$ 1,527,066	\$ 1,418
Assessments receivable	-	-	-	-	-	-	-
Total assets	\$ 5,000	\$ 987,716	\$ 73,356	\$ 92,812	\$ 2,443	\$ 1,527,066	\$ 1,418
LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DEFERRED INFLOWS OF RESOURCES							
Deferred assessments	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
FUND BALANCES:							
Restricted	5,000	987,716	73,356	-	-	1,527,066	1,418
Committed	-	-	-	-	2,443	-	-
Assigned	-	-	-	92,812	-	-	-
Total fund balances	5,000	987,716	73,356	92,812	2,443	1,527,066	1,418
Total liabilities, deferred inflows of resources, and fund balances	\$ 5,000	\$ 987,716	\$ 73,356	\$ 92,812	\$ 2,443	\$ 1,527,066	\$ 1,418

Continued on next page.

UMATILLA COUNTY, OREGON

**Nonmajor Special Revenue Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2016**

Continued from previous page.

	County Road Improvement	Sheriff Corp of Engineers	Sheriff Marine	Children & Youth Services	School Based Health Center	Nuisance Abatement	Extension Special Equipment
ASSETS:							
Cash	\$ 334,099	\$ 13,389	\$ 19,746	\$ -	\$ 259,860	\$ 71,092	\$ 31,767
Assessments receivable	17,994	-	-	-	-	-	-
Total assets	\$ 352,093	\$ 13,389	\$ 19,746	\$ -	\$ 259,860	\$ 71,092	\$ 31,767
LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DEFERRED INFLOWS OF RESOURCES							
Deferred assessments	17,994	-	-	-	-	-	-
Total deferred inflows of resources	17,994	-	-	-	-	-	-
FUND BALANCES:							
Restricted	-	13,389	19,746	-	-	-	-
Committed	334,099	-	-	-	259,860	71,092	31,767
Assigned	-	-	-	-	-	-	-
Total fund balances	334,099	13,389	19,746	-	259,860	71,092	31,767
Total liabilities, deferred inflows of resources, and fund balances	\$ 352,093	\$ 13,389	\$ 19,746	\$ -	\$ 259,860	\$ 71,092	\$ 31,767

Continued on next page.

UMATILLA COUNTY, OREGON

**Nonmajor Special Revenue Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2016**

Continued from previous page.

	County Fair	County School	Unitary Assessment	Comm. Serv. Develop.	Youth Serv. Develop.	Mediation Services	Assessment & Taxation
ASSETS:							
Cash	\$ 104,681	\$ 19,292	\$ 14,656	\$ 273,579	\$ 282,652	\$ 140,519	\$ 121,072
Assessments receivable	-	-	-	-	-	-	-
Total assets	<u>\$ 104,681</u>	<u>\$ 19,292</u>	<u>\$ 14,656</u>	<u>\$ 273,579</u>	<u>\$ 282,652</u>	<u>\$ 140,519</u>	<u>\$ 121,072</u>
LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DEFERRED INFLOWS OF RESOURCES							
Deferred assessments	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
FUND BALANCES:							
Restricted	-	19,292	14,656	-	-	140,519	121,072
Committed	104,681	-	-	273,579	282,652	-	-
Assigned	-	-	-	-	-	-	-
Total fund balances	<u>104,681</u>	<u>19,292</u>	<u>14,656</u>	<u>273,579</u>	<u>282,652</u>	<u>140,519</u>	<u>121,072</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 104,681</u>	<u>\$ 19,292</u>	<u>\$ 14,656</u>	<u>\$ 273,579</u>	<u>\$ 282,652</u>	<u>\$ 140,519</u>	<u>\$ 121,072</u>

Continued on next page.

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2016

Continued from previous page.

	CARES Program	Environment Health	Coalitions of Umatilla Cty.	Community Benefit Plans	Special Services	2050 Plan
<u>ASSETS:</u>						
Cash	\$ 306,401	\$ 359,012	\$ 9,842	\$ 1,167,914	\$ -	\$ 36,685
Assessments receivable	-	-	-	-	-	-
Total assets	<u>\$ 306,401</u>	<u>\$ 359,012</u>	<u>\$ 9,842</u>	<u>\$ 1,167,914</u>	<u>\$ -</u>	<u>\$ 36,685</u>
<u>LIABILITIES</u>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred assessments	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-
<u>FUND BALANCES:</u>						
Restricted	-	359,012	-	-	-	-
Committed	306,401	-	-	1,167,914	-	36,685
Assigned	-	-	9,842	-	-	-
Total fund balances	<u>306,401</u>	<u>359,012</u>	<u>9,842</u>	<u>1,167,914</u>	<u>-</u>	<u>36,685</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 306,401</u>	<u>\$ 359,012</u>	<u>\$ 9,842</u>	<u>\$ 1,167,914</u>	<u>\$ -</u>	<u>\$ 36,685</u>

Continued on next page.

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2016

Continued from previous page.

	Veterans Expanded Services	GIS Equipment Reserve	Assessor Technology Reserve	Dispatch Reserve	NAIFA Reserve	Totals
ASSETS:						
Cash	\$ 18,443	\$ 87,410	\$ 20,560	\$ -	\$ 8,285	\$ 7,133,750
Assessments receivable	-	-	-	-	-	17,994
Total assets	\$ 18,443	\$ 87,410	\$ 20,560	\$ -	\$ 8,285	\$ 7,151,744
LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred assessments	-	-	-	-	-	17,994
Total deferred inflows of resources	-	-	-	-	-	17,994
<u>FUND BALANCES:</u>						
Restricted	18,443	-	-	-	-	4,043,668
Committed	-	87,410	20,560	-	8,285	2,987,428
Assigned	-	-	-	-	-	102,654
Total fund balances	18,443	87,410	20,560	-	8,285	7,133,750
Total liabilities, deferred inflows of resources, and fund balances	\$ 18,443	\$ 87,410	\$ 20,560	\$ -	\$ 8,285	\$ 7,151,744

UMATILLA COUNTY, OREGON

**Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
Year Ended June 30, 2016**

	Bicycle Path	Parks	Emergency 911 Telephone	Corrections Assessment	Special Transport	Law Library	Records Archiving
REVENUES:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	52,879	102,805	974,406	-	235,544	-	-
Charges for services	-	40,438	-	-	-	62,319	14,096
Fines & forfeitures	-	-	-	130,339	-	-	-
Interest	2,247	416	-	111	1,549	564	245
Miscellaneous & reimbursements	-	461	83,394	-	-	-	-
Total revenues	55,126	144,120	1,057,800	130,450	237,093	62,883	14,341
EXPENDITURES:							
General government	-	-	-	-	252,871	-	-
Public safety	-	-	2,211,009	1,083	-	-	-
Highways and streets	151,681	-	-	-	-	-	-
Culture and recreation	-	145,760	-	-	-	-	-
Education	-	-	-	-	-	61,920	-
Health	-	-	-	-	-	-	-
Capital outlay	-	6,359	-	-	-	-	-
Total expenditures	151,681	152,119	2,211,009	1,083	252,871	61,920	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(96,555)	(7,999)	(1,153,209)	129,367	(15,778)	963	14,341
OTHER FINANCING SOURCES (USES):							
Operating transfers in	-	41,000	1,153,209	-	-	-	-
Operating transfers out	-	-	-	(123,716)	-	-	-
Total other financing sources (uses)	-	41,000	1,153,209	(123,716)	-	-	-
NET CHANGE IN FUND BALANCES:	(96,555)	33,001	-	5,651	(15,778)	963	14,341
FUND BALANCE, BEGINNING OF YEAR	371,175	66,083	-	28,414	236,728	67,081	31,879
FUND BALANCE, END OF YEAR	\$ 274,620	\$ 99,084	\$ -	\$ 34,065	\$ 220,950	\$ 68,044	\$ 46,220

UMATILLA COUNTY, OREGON

**Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
Year Ended June 30, 2016**

Continued from previous page.

	Tax Foreclosed Property	Human Services	Public Land Corner Preservation	Fairground Improvement	EOTEC Reserve	Community Corrections	Economic Development
REVENUES:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	3,716,553	-	471,870	-	4,320,924	325,605
Charges for services	-	40,037	89,851	-	-	230,148	-
Fines & forfeitures	-	-	-	-	-	-	-
Interest	201	3,641	212	2,284	1,957	8,796	1,022
Miscellaneous & reimbursements	68,033	34,797	-	-	-	60,788	25
Total revenues	68,234	3,795,028	90,063	474,154	1,957	4,620,656	326,652
EXPENDITURES:							
General government	35,156	-	23,886	-	-	-	334,938
Public safety	-	-	-	-	-	3,822,754	-
Highways and streets	-	-	-	-	-	-	-
Culture and recreation	-	-	-	891,000	625,514	-	-
Education	-	-	-	-	-	-	-
Health	-	3,068,038	-	-	-	-	-
Capital outlay	-	91,281	-	-	-	28,885	-
Total expenditures	35,156	3,159,319	23,886	891,000	625,514	3,851,639	334,938
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	33,078	635,709	66,177	(416,846)	(623,557)	769,017	(8,286)
OTHER FINANCING SOURCES (USES):							
Operating transfers in	-	41,239	-	-	404,903	20,619	-
Operating transfers out	(33,078)	-	-	-	-	-	(217,782)
Total other financing sources (uses)	(33,078)	41,239	-	-	404,903	20,619	(217,782)
NET CHANGE IN FUND BALANCES:							
FUND BALANCE, BEGINNING OF YEAR	-	676,948	66,177	(416,846)	(218,654)	789,636	(226,068)
FUND BALANCE, END OF YEAR	5,000	310,768	7,179	509,658	221,097	737,430	227,486
	\$ 5,000	\$ 987,716	\$ 73,356	\$ 92,812	\$ 2,443	\$ 1,527,066	\$ 1,418

UMATILLA COUNTY, OREGON

**Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
Year Ended June 30, 2016**

Continued from previous page.

	County Road Improvement	Sheriff Corp of Engineers	Sheriff Marine	Children & Youth Services	School Based Health Center	Nuisance Abatement	Extension Special Equipment
REVENUES:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	40,628	67,876	80,472	331,761	-	-
Charges for services	-	-	-	-	13,828	-	-
Fines & forfeitures	-	-	-	-	-	14,000	2,966
Interest	2,084	115	117	-	1,607	413	194
Miscellaneous & reimbursements	2,331	-	3,213	-	18,164	-	-
Total revenues	4,415	40,743	71,206	80,472	365,360	14,413	3,160
EXPENDITURES:							
General government	-	-	-	80,472	-	3,622	911
Public safety	-	43,376	71,926	-	-	-	-
Highways and streets	586	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Health	-	-	-	-	305,031	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	586	43,376	71,926	80,472	305,031	3,622	911
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,829	(2,633)	(720)	-	60,329	10,791	2,249
OTHER FINANCING SOURCES (USES):							
Operating transfers in	-	-	-	-	20,000	-	-
Operating transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	20,000	-	-
NET CHANGE IN FUND BALANCES:	3,829	(2,633)	(720)	-	80,329	10,791	2,249
FUND BALANCE, BEGINNING OF YEAR	330,270	16,022	20,466	-	179,531	60,301	29,518
FUND BALANCE, END OF YEAR	\$ 334,099	\$ 13,389	\$ 19,746	\$ -	\$ 259,860	\$ 71,092	\$ 31,767

UMATILLA COUNTY, OREGON

**Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
Year Ended June 30, 2016**

Continued from previous page.

	County Fair	County School	Unitary Assessment	Community Services Development	Youth Services Development	Mediation Services	Assessment & Taxation
REVENUES:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 205,681
Intergovernmental	53,667	324,652	44,960	-	58,000	-	-
Charges for services	1,128,156	-	-	-	-	43,608	309,040
Fines & forfeitures	-	-	-	-	-	-	-
Interest	548	691	191	2,138	1,809	1,008	548
Miscellaneous & reimbursements	107,345	-	-	-	(25)	-	-
Total revenues	<u>1,289,716</u>	<u>325,343</u>	<u>45,151</u>	<u>2,138</u>	<u>59,784</u>	<u>44,616</u>	<u>515,269</u>
EXPENDITURES:							
General government	-	-	-	91,735	74,108	56,989	532,965
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Culture and recreation	1,266,714	-	-	-	-	-	-
Education	-	324,825	-	-	-	-	-
Health	-	-	80,440	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>1,266,714</u>	<u>324,825</u>	<u>80,440</u>	<u>91,735</u>	<u>74,108</u>	<u>56,989</u>	<u>532,965</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>23,002</u>	<u>518</u>	<u>(35,289)</u>	<u>(89,597)</u>	<u>(14,324)</u>	<u>(12,373)</u>	<u>(17,696)</u>
OTHER FINANCING SOURCES (USES):							
Operating transfers in	73,851	-	-	-	-	-	-
Operating transfers out	-	-	-	(20,000)	-	-	-
Total other financing sources (uses)	<u>73,851</u>	<u>-</u>	<u>-</u>	<u>(20,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES:	<u>96,853</u>	<u>518</u>	<u>(35,289)</u>	<u>(109,597)</u>	<u>(14,324)</u>	<u>(12,373)</u>	<u>(17,696)</u>
FUND BALANCE, BEGINNING OF YEAR	<u>7,828</u>	<u>18,774</u>	<u>49,945</u>	<u>383,176</u>	<u>296,976</u>	<u>152,892</u>	<u>138,768</u>
FUND BALANCE, END OF YEAR	<u>\$ 104,681</u>	<u>\$ 19,292</u>	<u>\$ 14,656</u>	<u>\$ 273,579</u>	<u>\$ 282,652</u>	<u>\$ 140,519</u>	<u>\$ 121,072</u>

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UMATILLA COUNTY, OREGON

**Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
Year Ended June 30, 2016**

Continued from previous page.

	CARES Program	Environment Health	Coalitions of Umatilla County	Community Benefit Plans	Special Services	2050 Plan
REVENUES:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	257,667	-	-	-	31,000	25,908
Charges for services	246,483	256,583	-	1,133,162	4,465	-
Fines & forfeitures	-	-	-	-	91,762	-
Interest	909	2,425	70	4,488	13	120
Miscellaneous & reimbursements	-	-	-	180,936	-	250
Total revenues	505,059	259,008	70	1,318,586	127,240	26,278
EXPENDITURES:						
General government	-	-	1,535	810,236	307,658	60,200
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education	-	-	-	-	-	-
Health	411,278	270,794	-	-	-	-
Capital outlay	-	-	-	-	24,176	-
Total expenditures	411,278	270,794	1,535	810,236	331,834	60,200
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	93,781	(11,786)	(1,465)	508,350	(204,594)	(33,922)
OTHER FINANCING SOURCES (USES):						
Operating transfers in	91,044	-	-	-	204,594	30,000
Operating transfers out	-	-	-	(689,800)	-	-
Total other financing sources (uses)	91,044	-	-	(689,800)	204,594	30,000
NET CHANGE IN FUND BALANCES:	184,825	(11,786)	(1,465)	(181,450)	-	(3,922)
FUND BALANCE, BEGINNING OF YEAR	121,576	370,798	11,307	1,349,364	-	40,607
FUND BALANCE, END OF YEAR	\$ 306,401	\$ 359,012	\$ 9,842	\$ 1,167,914	\$ -	\$ 36,685

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UMATILLA COUNTY, OREGON

**Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis
Year Ended June 30, 2016**

Continued from previous page.

	Veterans Expanded Services	GIS Equipment Reserve	Assessor Technology Reserve	Dispatch Reserve	NAIFA Reserve	Totals
REVENUES:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 205,681
Intergovernmental	43,492	-	-	66,063	-	11,626,732
Charges for services	-	10,052	-	-	-	3,625,232
Fines & forfeitures	-	-	-	-	-	236,101
Interest	43	518	76	309	30	43,709
Miscellaneous & reimbursements	3,125	-	-	-	6,060	568,897
Total revenues	46,660	10,570	76	66,372	6,090	16,306,552
EXPENDITURES:						
General government	31,933	4,215	-	24,915	2,808	2,731,153
Public safety	-	-	-	-	-	6,150,148
Highways and streets	-	-	-	-	-	152,267
Culture and recreation	-	-	-	-	-	2,928,988
Education	-	-	-	-	-	386,745
Health	-	-	-	-	-	4,135,581
Capital outlay	-	-	-	89,140	-	239,841
Total expenditures	31,933	4,215	-	114,055	2,808	16,724,723
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	14,727	6,355	76	(47,683)	3,282	(418,371)
OTHER FINANCING SOURCES (USES):						
Operating transfers in	-	-	10,000	-	-	2,090,459
Operating transfers out	-	-	-	-	-	(1,084,376)
Total other financing sources (uses)	-	-	10,000	-	-	1,006,083
NET CHANGE IN FUND BALANCES:	14,727	6,355	10,076	(47,683)	3,282	587,712
FUND BALANCE, BEGINNING OF YEAR	3,716	81,055	10,484	47,683	5,003	6,546,038
FUND BALANCE, END OF YEAR	\$ 18,443	\$ 87,410	\$ 20,560	\$ -	\$ 8,285	\$ 7,133,750

UMATILLA COUNTY, OREGON

Bicycle Path Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
DMV license and gas tax	\$ 52,000	\$ 52,000	\$ 52,879	\$ 879
Interest	2,000	2,000	2,247	247
Total revenues	<u>54,000</u>	<u>54,000</u>	<u>55,126</u>	<u>1,126</u>
<u>EXPENDITURES:</u>				
Materials & services	<u>151,681</u>	<u>151,681</u>	<u>151,681</u>	<u>-</u>
Total expenditures	<u>151,681</u>	<u>151,681</u>	<u>151,681</u>	<u>-</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(97,681)	(97,681)	(96,555)	1,126
<u>FUND BALANCES, BEGINNING</u>				
	<u>371,044</u>	<u>371,044</u>	<u>371,175</u>	<u>131</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ 273,363</u>	<u>\$ 273,363</u>	<u>\$ 274,620</u>	<u>\$ 1,257</u>

UMATILLA COUNTY, OREGON

Parks Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
State vehicle fees	\$ 75,000	\$ 75,000	\$ 102,805	\$ 27,805
Charges for services:				
Park user fees	25,000	28,000	40,438	12,438
Interest	200	200	416	216
Reimbursements	-	-	461	461
Total revenues	<u>100,200</u>	<u>103,200</u>	<u>144,120</u>	<u>40,920</u>
<u>EXPENDITURES:</u>				
Personal services	96,603	109,603	92,660	16,943
Materials & services	39,605	56,605	52,529	4,076
Capital outlay	20,000	14,083	6,930	7,153
Operating contingency	19,992	29,992	-	29,992
Total expenditures	<u>176,200</u>	<u>210,283</u>	<u>152,119</u>	<u>58,164</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(76,000)	(107,083)	(7,999)	99,084
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	<u>41,000</u>	<u>41,000</u>	<u>41,000</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	(35,000)	(66,083)	33,001	99,084
<u>FUND BALANCES, BEGINNING</u>				
	<u>35,000</u>	<u>66,083</u>	<u>66,083</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 99,084</u>	<u>\$ 99,084</u>

UMATILLA COUNTY, OREGON

Tax Anticipation Notes
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest	\$ 20,000	\$ 20,000	\$ -	\$ (20,000)
Total revenues	20,000	20,000	-	(20,000)
<u>EXPENDITURES:</u>				
Interest expense	15,000	15,000	-	15,000
Materials & services	5,000	5,000	-	5,000
Total expenditures	20,000	20,000	-	20,000
<u>EXCESS OF REVENUES OVER EXPENDITURES</u>				
	-	-	-	-
<u>OTHER FINANCING SOURCES (USES):</u>				
Tax anticipation note proceeds	2,000,000	2,000,000	-	2,000,000
Repayment of tax anticipation notes	(2,000,000)	(2,000,000)	-	(2,000,000)
<u>NET CHANGE IN FUND BALANCES</u>				
	-	-	-	-
<u>FUND BALANCES, BEGINNING</u>				
	-	-	-	-
<u>FUND BALANCES, ENDING</u>				
	\$ -	\$ -	\$ -	\$ -

UMATILLA COUNTY, OREGON

Emergency 911 Telephone System Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
911 apportionment	\$ 452,700	\$ 452,700	\$ 470,935	\$ 18,235
State apportionments	12,000	12,000	-	(12,000)
Local apportionments	543,647	543,647	503,471	(40,176)
National Forest rental	5,000	5,000	-	(5,000)
Refunds and reimbursements	42,212	76,712	83,394	6,682
Total revenues	<u>1,055,559</u>	<u>1,090,059</u>	<u>1,057,800</u>	<u>(32,259)</u>
<u>EXPENDITURES:</u>				
Personal services	2,054,515	2,134,515	2,069,529	64,986
Materials & services	112,574	167,074	141,480	25,594
Total expenditures	<u>2,167,089</u>	<u>2,301,589</u>	<u>2,211,009</u>	<u>90,580</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(1,111,530)	(1,211,530)	(1,153,209)	58,321
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	1,111,530	1,211,530	1,153,209	(58,321)
<u>NET CHANGE IN FUND BALANCES</u>				
	-	-	-	-
<u>FUND BALANCES, BEGINNING</u>				
	-	-	-	-
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY, OREGON

Corrections Assessment Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Fines & impound fees	\$ 100,000	\$ 132,000	\$ 130,339	\$ (1,661)
Interest	100	100	111	11
Total revenues	<u>100,100</u>	<u>132,100</u>	<u>130,450</u>	<u>(1,650)</u>
<u>EXPENDITURES:</u>				
Materials & services	1,083	1,083	1,083	-
Contingency	23,017	23,017	-	23,017
Total expenditures	<u>24,100</u>	<u>24,100</u>	<u>1,083</u>	<u>23,017</u>
<u>EXCESS OF REVENUES OVER EXPENDITURES</u>				
	76,000	108,000	129,367	21,367
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating transfers out	<u>(100,000)</u>	<u>(132,000)</u>	<u>(123,716)</u>	<u>8,284</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	(24,000)	(24,000)	5,651	29,651
<u>FUND BALANCES, BEGINNING</u>				
	<u>24,000</u>	<u>24,000</u>	<u>28,414</u>	<u>4,414</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,065</u>	<u>\$ 34,065</u>

UMATILLA COUNTY, OREGON

Special Transportation Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
State grant	\$ 240,000	\$ 240,000	\$ 235,544	\$ (4,456)
Interest	1,000	1,000	1,549	549
Total revenues	<u>241,000</u>	<u>241,000</u>	<u>237,093</u>	<u>(3,907)</u>
<u>EXPENDITURES:</u>				
Materials & services	398,000	398,000	252,871	145,129
Operating contingency	50,000	79,728	-	79,728
Total expenditures	<u>448,000</u>	<u>477,728</u>	<u>252,871</u>	<u>224,857</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(207,000)	(236,728)	(15,778)	220,950
<u>FUND BALANCES, BEGINNING</u>				
	<u>207,000</u>	<u>236,728</u>	<u>236,728</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 220,950</u>	<u>\$ 220,950</u>

UMATILLA COUNTY, OREGON

Law Library Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Fines & forfeitures:				
Court fees	\$ 55,860	\$ 55,860	\$ 62,319	\$ 6,459
Interest	200	200	564	364
Total revenues	<u>56,060</u>	<u>56,060</u>	<u>62,883</u>	<u>6,823</u>
<u>EXPENDITURES:</u>				
Personal services	31,918	31,918	30,935	983
Materials & services	35,275	35,275	30,985	4,290
Contingency	<u>66,867</u>	<u>66,867</u>	-	<u>66,867</u>
Total expenditures	<u>134,060</u>	<u>134,060</u>	<u>61,920</u>	<u>72,140</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(78,000)	(78,000)	963	78,963
<u>FUND BALANCES, BEGINNING</u>				
	<u>78,000</u>	<u>78,000</u>	<u>67,081</u>	<u>(10,919)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 68,044</u>	<u>\$ 68,044</u>

UMATILLA COUNTY, OREGON

Records Archiving

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Charges for services:				
Land transaction fees	\$ 14,000	\$ 14,000	\$ 14,096	\$ 96
Interest	300	300	245	(55)
Total revenues	<u>14,300</u>	<u>14,300</u>	<u>14,341</u>	<u>41</u>
<u>EXPENDITURES:</u>				
Contingency	<u>51,300</u>	<u>51,300</u>	-	<u>51,300</u>
Total expenditures	<u>51,300</u>	<u>51,300</u>	-	<u>51,300</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(37,000)	(37,000)	14,341	51,341
<u>FUND BALANCES, BEGINNING</u>				
	<u>37,000</u>	<u>37,000</u>	<u>31,879</u>	<u>(5,121)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,220</u>	<u>\$ 46,220</u>

UMATILLA COUNTY, OREGON

Tax Foreclosed Property Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest	\$ 500	\$ 202	\$ 201	\$ (1)
Sale of public lands	50,000	68,033	68,033	-
Total revenues	50,500	68,235	68,234	(1)
<u>EXPENDITURES:</u>				
Materials & services	26,000	40,156	35,156	5,000
Total expenditures	26,000	40,156	35,156	5,000
<u>EXCESS OF REVENUES OVER EXPENDITURES</u>	24,500	28,079	33,078	4,999
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating transfers out	(31,000)	(33,079)	(33,078)	1
<u>NET CHANGE IN FUND BALANCES</u>	(6,500)	(5,000)	-	5,000
<u>FUND BALANCES, BEGINNING</u>	6,500	5,000	5,000	-
<u>FUND BALANCES, ENDING</u>	\$ -	\$ -	\$ 5,000	\$ 5,000

UMATILLA COUNTY, OREGON

Human Services Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
State grants & contracts	\$ 2,468,917	\$ 3,289,564	\$ 3,324,827	\$ 35,263
Charges for services:				
Customer services	432,000	387,796	431,763	\$ 43,967
Interest	600	600	3,641	3,041
Insurance reimbursements and other	21,200	33,700	34,797	1,097
Total revenues	<u>2,922,717</u>	<u>3,711,660</u>	<u>3,795,028</u>	<u>83,368</u>
<u>EXPENDITURES:</u>				
Personal services	2,378,160	1,983,969	1,731,065	252,904
Materials & services	376,354	1,437,262	1,336,963	100,299
Capital outlay	-	92,300	91,291	1,009
Contingency	265,401	557,897	-	557,897
Total expenditures	<u>3,019,915</u>	<u>4,071,428</u>	<u>3,159,319</u>	<u>912,109</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(97,198)	(359,768)	635,709	995,477
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	<u>33,334</u>	<u>44,000</u>	<u>41,239</u>	<u>(2,761)</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	(63,864)	(315,768)	676,948	992,716
<u>FUND BALANCES, BEGINNING</u>				
	<u>63,864</u>	<u>315,768</u>	<u>310,768</u>	<u>(5,000)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 987,716</u>	<u>\$ 987,716</u>

UMATILLA COUNTY, OREGON

Public Land Corner Preservation Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Charges for services:				
Public corner fees	\$ 95,000	\$ 95,000	\$ 89,851	\$ (5,149)
Interest	500	500	212	(288)
Total revenues	<u>95,500</u>	<u>95,500</u>	<u>90,063</u>	<u>(5,437)</u>
<u>EXPENDITURES:</u>				
Materials & services	165,500	82,679	23,886	58,793
Capital outlay	<u>20,000</u>	<u>20,000</u>	-	<u>20,000</u>
Total expenditures	<u>185,500</u>	<u>102,679</u>	<u>23,886</u>	<u>78,793</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(90,000)	(7,179)	66,177	73,356
<u>FUND BALANCES, BEGINNING</u>				
	<u>90,000</u>	<u>7,179</u>	<u>7,179</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 73,356</u>	<u>\$ 73,356</u>

UMATILLA COUNTY, OREGON

Fair Improvement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<u>REVENUES:</u>				
Intergovernmental:				
Federal grant	\$ -	\$ 471,870	\$ 471,870	\$ -
Interest	3,000	3,000	2,284	(716)
Total revenues	<u>3,000</u>	<u>474,870</u>	<u>474,154</u>	<u>(716)</u>
<u>EXPENDITURES:</u>				
Materials & services	512,000	953,000	891,000	62,000
Operating contingency	-	30,870	-	30,870
Total expenditures	<u>512,000</u>	<u>983,870</u>	<u>891,000</u>	<u>92,870</u>
<u>EXCESS (DEFICIENCY) OF REVENUES</u>				
<u>OVER (UNDER) EXPENDITURES</u>				
	(509,000)	(509,000)	(416,846)	92,154
<u>FUND BALANCES, BEGINNING</u>				
	<u>509,000</u>	<u>509,000</u>	<u>509,658</u>	<u>658</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 92,812</u>	<u>\$ 92,812</u>

UMATILLA COUNTY, OREGON

Eastern Oregon Trade and Event Center
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest	\$ 1,200	\$ 1,200	\$ 1,957	\$ 757
Total revenues	<u>1,200</u>	<u>1,200</u>	<u>1,957</u>	<u>757</u>
<u>EXPENDITURES:</u>				
Materials & services	<u>314,200</u>	<u>627,200</u>	<u>625,514</u>	<u>1,686</u>
Total expenditures	<u>314,200</u>	<u>627,200</u>	<u>625,514</u>	<u>1,686</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(313,000)	(626,000)	(623,557)	2,443
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	<u>80,000</u>	<u>404,903</u>	<u>404,903</u>	
<u>NET CHANGE IN FUND BALANCES</u>	(233,000)	(221,097)	(218,654)	2,443
<u>FUND BALANCES, BEGINNING</u>	<u>233,000</u>	<u>221,097</u>	<u>221,097</u>	-
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,443</u>	<u>\$ 2,443</u>

UMATILLA COUNTY, OREGON

Community Corrections Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental:				
State grants	\$ 832,553	\$ 1,182,135	\$ 1,248,884	\$ 66,749
Corrections allocation grant	2,867,400	2,952,463	2,943,883	(8,580)
Local grants	256,885	241,491	120,000	(121,491)
Inmate welfare	8,500	8,580	8,580	-
Charges for services:				
Supervision fees	145,000	169,000	189,406	20,406
Client fees	24,922	33,400	40,319	6,919
Interest	5,050	4,050	8,796	4,746
Rent	10,000	10,000	22,679	12,679
Refunds and reimbursements	42,000	56,700	38,109	(18,591)
Total revenues	<u>4,192,310</u>	<u>4,657,819</u>	<u>4,620,656</u>	<u>(37,163)</u>
EXPENDITURES:				
Community corrections:				
Personal services	2,429,615	2,296,106	2,141,257	154,849
Materials & services	820,781	908,114	728,745	179,369
Capital outlay	50,000	39,620	28,885	10,735
Total community corrections	<u>3,300,396</u>	<u>3,243,840</u>	<u>2,898,887</u>	<u>344,953</u>
Drug court:				
Personal services	163,438	171,619	147,494	24,125
Material & services	570,000	570,000	535,118	34,882
Total drug court	<u>733,438</u>	<u>741,619</u>	<u>682,612</u>	<u>59,007</u>
Transitional housing:				
Material & services	20,550	20,550	14,049	6,501
Total transitional housing	<u>20,550</u>	<u>20,550</u>	<u>14,049</u>	<u>6,501</u>
Justice reinvestment:				
Personal services	-	254,104	217,277	36,827
Materials & services	-	198,308	38,814	159,494
Total justice reinvestment	<u>-</u>	<u>452,412</u>	<u>256,091</u>	<u>196,321</u>
Operating contingency	466,092	959,459	-	959,459
Total expenditures	<u>4,520,476</u>	<u>5,417,880</u>	<u>3,851,639</u>	<u>1,369,920</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(328,166)</u>	<u>(760,061)</u>	<u>769,017</u>	<u>1,332,757</u>
OTHER FINANCING SOURCES:				
Operating transfers in	16,666	22,000	20,619	(1,381)
NET CHANGE IN FUND BALANCES	<u>(311,500)</u>	<u>(738,061)</u>	<u>789,636</u>	<u>1,331,376</u>
FUND BALANCES, BEGINNING	<u>311,500</u>	<u>738,061</u>	<u>737,430</u>	<u>(631)</u>
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,527,066</u>	<u>\$ 1,330,745</u>

UMATILLA COUNTY, OREGON

Economic Development Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
Video lottery	\$ 290,000	\$ 325,600	\$ 325,605	\$ 5
Interest	1,000	1,000	1,022	22
Reimbursements	-	-	25	25
Total revenues	<u>291,000</u>	<u>326,600</u>	<u>326,652</u>	<u>52</u>
<u>EXPENDITURES:</u>				
Personal services	95,215	96,215	95,333	882
Materials & services	314,789	240,089	239,605	484
Operating contingency	<u>220,996</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>631,000</u>	<u>336,304</u>	<u>334,938</u>	<u>1,366</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(340,000)	(9,704)	(8,286)	1,418
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(20,000)</u>	<u>(217,782)</u>	<u>(217,782)</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	(360,000)	(227,486)	(226,068)	1,418
<u>FUND BALANCES, BEGINNING</u>				
	<u>360,000</u>	<u>227,486</u>	<u>227,486</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,418</u>	<u>\$ 1,418</u>

UMATILLA COUNTY, OREGON

County Road Improvement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest	\$ 1,500	\$ 1,500	\$ 2,084	\$ 584
Road improvement loan payments	2,000	2,000	2,331	331
Total revenues	<u>3,500</u>	<u>3,500</u>	<u>4,415</u>	<u>915</u>
<u>EXPENDITURES:</u>				
Materials & services	586	586	586	-
Capital outlay	150,000	150,000	-	150,000
Operating contingency	<u>182,914</u>	<u>182,914</u>	<u>-</u>	<u>182,914</u>
Total expenditures	<u>333,500</u>	<u>333,500</u>	<u>586</u>	<u>332,914</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	(330,000)	(330,000)	3,829	333,829
<u>FUND BALANCES, BEGINNING</u>	<u>330,000</u>	<u>330,000</u>	<u>330,270</u>	<u>270</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 334,099</u>	<u>\$ 334,099</u>

UMATILLA COUNTY, OREGON

Sheriff - Corp of Engineers Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
Corps of Engineers grant	\$ 44,583	\$ 44,583	\$ 40,628	\$ (3,955)
Interest	1,234	1,234	115	(1,119)
Total revenues	<u>45,817</u>	<u>45,817</u>	<u>40,743</u>	<u>(5,074)</u>
<u>EXPENDITURES:</u>				
Personal services	78,269	78,269	41,119	37,150
Materials & services	9,740	9,740	2,257	7,483
Operating contingency	9,566	9,566	-	9,566
Total expenditures	<u>97,575</u>	<u>97,575</u>	<u>43,376</u>	<u>54,199</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(51,758)	(51,758)	(2,633)	49,125
<u>FUND BALANCES, BEGINNING</u>				
	<u>51,758</u>	<u>51,758</u>	<u>16,022</u>	<u>(35,736)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,389</u>	<u>\$ 13,389</u>

UMATILLA COUNTY, OREGON

Sheriff - Marine Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
State Marine Board	\$ 66,960	\$ 66,960	\$ 67,876	\$ 916
Interest	-	-	117	117
Reimbursements	-	-	3,213	3,213
Total revenues	<u>66,960</u>	<u>66,960</u>	<u>71,206</u>	<u>4,246</u>
<u>EXPENDITURES:</u>				
Personal services	62,909	62,909	59,403	3,506
Materials & services	24,200	24,200	12,523	11,677
Operating contingency	6,142	317	-	317
Total expenditures	<u>93,251</u>	<u>87,426</u>	<u>71,926</u>	<u>15,500</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(26,291)	(20,466)	(720)	19,746
<u>FUND BALANCES, BEGINNING</u>				
	<u>26,291</u>	<u>20,466</u>	<u>20,466</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,746</u>	<u>\$ 19,746</u>

UMATILLA COUNTY, OREGON

Children and Youth Services Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
Home visit grant	<u>\$ 151,000</u>	<u>\$ 151,000</u>	<u>\$ 80,472</u>	<u>\$ (70,528)</u>
Total revenues	<u>151,000</u>	<u>151,000</u>	<u>80,472</u>	<u>(70,528)</u>
<u>EXPENDITURES:</u>				
General government:				
Material & services	<u>151,000</u>	<u>151,000</u>	<u>80,472</u>	<u>70,528</u>
Total expenditures	<u>151,000</u>	<u>151,000</u>	<u>80,472</u>	<u>70,528</u>
<u>EXCESS OF REVENUES OVER EXPENDITURES</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY, OREGON

School Based Health Center Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		Actual	Variance with
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<u>REVENUES:</u>				
Intergovernmental:				
Grants	\$ 428,390	\$ 287,800	\$ 331,761	\$ 43,961
Charges for services:				
Fees	14,000	15,000	13,828	(1,172)
Donations	-	9,300	10,447	1,147
Interest	-	1,000	1,607	607
Reimbursements	-	4,000	7,717	3,717
Total revenues	<u>442,390</u>	<u>317,100</u>	<u>365,360</u>	<u>48,260</u>
<u>EXPENDITURES:</u>				
Personal services	538,057	313,057	156,493	156,564
Materials & services	117,300	180,300	148,538	31,762
Operating contingency	65,133	101,843	-	101,843
Total expenditures	<u>720,490</u>	<u>595,200</u>	<u>305,031</u>	<u>290,169</u>
<u>EXCESS (DEFICIENCY) OF REVENUES</u>				
<u>OVER (UNDER) EXPENDITURES</u>				
	(278,100)	(278,100)	60,329	338,429
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	20,000	20,000	20,000	-
<u>NET CHANGE IN FUND BALANCES</u>				
	(258,100)	(258,100)	80,329	338,429
<u>FUND BALANCES, BEGINNING</u>				
	258,100	258,100	179,531	(78,569)
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 259,860</u>	<u>\$ 259,860</u>

UMATILLA COUNTY, OREGON

Nuisance Abatement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Charges for services:				
Customer fees	\$ 500	\$ 500	\$ -	\$ (500)
Fines & forfeitures	100	100	14,000	13,900
Interest	300	300	413	113
Refund and reimbursements	100	100	-	(100)
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>14,413</u>	<u>13,413</u>
<u>EXPENDITURES:</u>				
Materials & services	45,800	45,800	3,622	42,178
Capital outlay	200	200	-	200
Total expenditures	<u>46,000</u>	<u>46,000</u>	<u>3,622</u>	<u>42,378</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(45,000)	(45,000)	10,791	55,791
<u>FUND BALANCES, BEGINNING</u>				
	<u>60,000</u>	<u>60,000</u>	<u>60,301</u>	<u>301</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 71,092</u>	<u>\$ 56,092</u>

UMATILLA COUNTY, OREGON

Extension Special Equipment Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Charges for services:				
Rent received/equipment	\$ 3,000	\$ 3,000	\$ 2,966	\$ (34)
Interest	-	-	194	194
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>3,160</u>	<u>160</u>
<u>EXPENDITURES:</u>				
Material & services	28,000	28,000	911	27,089
Operating contingency	3,000	3,000	-	3,000
Total expenditures	<u>31,000</u>	<u>31,000</u>	<u>911</u>	<u>30,089</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	<u>(28,000)</u>	<u>(28,000)</u>	<u>2,249</u>	<u>30,249</u>
<u>FUND BALANCES, BEGINNING</u>				
	<u>28,000</u>	<u>28,000</u>	<u>29,518</u>	<u>1,518</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,767</u>	<u>\$ 31,767</u>

UMATILLA COUNTY, OREGON

County Fair Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
State grants	\$ 50,000	\$ 50,000	\$ 53,667	\$ 3,667
Charges for services:				
Admissions	192,000	192,000	206,274	14,274
Local shared revenues	11,584	16,584	16,573	(11)
Refunds and reimbursements	30,050	40,050	41,132	1,082
Concessions and commercial space	61,000	61,000	73,323	12,323
Carnival	77,000	77,000	75,915	(1,085)
Rodeo revenues	39,682	39,682	44,270	4,588
Livestock sales	426,000	500,000	497,323	(2,677)
Rentals	75,667	75,667	78,443	2,776
Concert	20,600	20,600	21,204	604
Fair-sponsorships	100,000	100,000	110,752	10,752
Fair-parking	18,000	18,000	16,175	(1,825)
Fair-concessions & merchandise	22,350	22,350	21,506	(844)
Fair-other	6,000	6,000	8,150	2,150
Sign and bench sales	3,850	3,850	6,450	2,600
Interest	600	600	548	(52)
Donations	1,500	1,500	4,923	3,423
Miscellaneous	12,100	12,100	13,088	988
Total revenues	<u>1,147,983</u>	<u>1,236,983</u>	<u>1,289,716</u>	<u>52,733</u>
<u>EXPENDITURES:</u>				
Personal services	227,020	227,020	199,812	27,208
Materials & services	992,482	1,081,482	1,066,902	14,580
Operating contingency	10,313	10,313	-	10,313
Total expenditures	<u>1,229,815</u>	<u>1,318,815</u>	<u>1,266,714</u>	<u>52,101</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	<u>(81,832)</u>	<u>(81,832)</u>	<u>23,002</u>	<u>104,834</u>
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	<u>81,832</u>	<u>81,832</u>	<u>73,851</u>	<u>(7,981)</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	<u>-</u>	<u>-</u>	<u>96,853</u>	<u>96,853</u>
<u>FUND BALANCES, BEGINNING</u>				
	<u>-</u>	<u>-</u>	<u>7,828</u>	<u>7,828</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 104,681</u>	<u>\$ 104,681</u>

UMATILLA COUNTY, OREGON

County School Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
State apportionment	\$ 286,000	\$ 296,000	\$ 305,653	\$ 9,653
Federal revenues	25,600	25,600	18,999	(6,601)
Mineral leasing	4,000	4,000	-	(4,000)
Fines & impound fees	200	200	-	(200)
Interest	800	800	691	(109)
Total revenues	<u>316,600</u>	<u>326,600</u>	<u>325,343</u>	<u>(1,257)</u>
<u>EXPENDITURES:</u>				
Materials & services	<u>316,600</u>	<u>326,600</u>	<u>324,825</u>	<u>1,775</u>
Total expenditures	<u>316,600</u>	<u>326,600</u>	<u>324,825</u>	<u>1,775</u>
<u>EXCESS OF REVENUES OVER EXPENDITURES</u>				
	-	-	518	518
<u>FUND BALANCES, BEGINNING</u>				
	<u>15,000</u>	<u>15,000</u>	<u>18,774</u>	<u>3,774</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 19,292</u>	<u>\$ 4,292</u>

UMATILLA COUNTY, OREGON

Unitary Assessment Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
State apportionment	\$ 58,500	\$ 58,500	\$ 44,960	\$ (13,540)
Interest	-	-	191	191
Total revenues	<u>58,500</u>	<u>58,500</u>	<u>45,151</u>	<u>(13,349)</u>
<u>EXPENDITURES:</u>				
Materials & services	<u>67,144</u>	<u>108,445</u>	<u>80,440</u>	<u>28,005</u>
Total expenditures	<u>67,144</u>	<u>108,445</u>	<u>80,440</u>	<u>28,005</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	(8,644)	(49,945)	(35,289)	14,656
<u>FUND BALANCES, BEGINNING</u>	<u>8,644</u>	<u>49,945</u>	<u>49,945</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,656</u>	<u>\$ 14,656</u>

UMATILLA COUNTY, OREGON

Community Services Development Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest	<u>\$ 1,500</u>	<u>\$ 1,500</u>	<u>\$ 2,138</u>	<u>\$ 638</u>
Total revenues	<u>1,500</u>	<u>1,500</u>	<u>2,138</u>	<u>638</u>
<u>EXPENDITURES:</u>				
Materials & services	<u>381,500</u>	<u>381,500</u>	<u>91,735</u>	<u>289,765</u>
Total expenditures	<u>381,500</u>	<u>381,500</u>	<u>91,735</u>	<u>289,765</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	<u>(380,000)</u>	<u>(380,000)</u>	<u>(89,597)</u>	<u>290,403</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating transfers out	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	<u>(400,000)</u>	<u>(400,000)</u>	<u>(109,597)</u>	<u>290,403</u>
<u>FUND BALANCES, BEGINNING</u>				
	<u>400,000</u>	<u>400,000</u>	<u>383,176</u>	<u>(16,824)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 273,579</u>	<u>\$ 273,579</u>

UMATILLA COUNTY, OREGON

Youth Services Development Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
Grants	\$ -	\$ -	\$ 57,975	\$ 57,975
Interest	800	800	1,809	1,009
Total revenues	<u>800</u>	<u>800</u>	<u>59,784</u>	<u>58,984</u>
<u>EXPENDITURES:</u>				
Materials & services	<u>303,275</u>	<u>303,275</u>	<u>74,108</u>	<u>229,167</u>
Total expenditures	<u>303,275</u>	<u>303,275</u>	<u>74,108</u>	<u>229,167</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(302,475)	(302,475)	(14,324)	288,151
<u>FUND BALANCES, BEGINNING</u>				
	<u>302,475</u>	<u>302,475</u>	<u>296,976</u>	<u>(5,499)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 282,652</u>	<u>\$ 282,652</u>

UMATILLA COUNTY, OREGON

Mediation Services Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Charges for services:				
Marriage fees	\$ 5,520	\$ 5,520	\$ 5,035	\$ (485)
Mediation services	70,799	70,799	38,573	(32,226)
Interest	-	-	1,008	1,008
Total revenues	<u>76,319</u>	<u>76,319</u>	<u>44,616</u>	<u>(31,703)</u>
<u>EXPENDITURES:</u>				
Materials & services	103,797	103,797	56,989	46,808
Operating contingency	<u>78,852</u>	<u>78,852</u>	-	<u>78,852</u>
Total expenditures	<u>182,649</u>	<u>182,649</u>	<u>56,989</u>	<u>125,660</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(106,330)	(106,330)	(12,373)	93,957
<u>FUND BALANCES, BEGINNING</u>				
	<u>106,330</u>	<u>106,330</u>	<u>152,892</u>	<u>46,562</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 140,519</u>	<u>\$ 140,519</u>

UMATILLA COUNTY, OREGON

Assessment and Taxation Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Taxes:				
Current year taxes	\$ 290,000	\$ 290,000	\$ 205,681	\$ (84,319)
Charges for services:				
Clerk recording fees	313,000	313,000	309,040	(3,960)
Interest	1,000	1,000	548	(452)
Total revenues	<u>604,000</u>	<u>604,000</u>	<u>515,269</u>	<u>(88,731)</u>
<u>EXPENDITURES:</u>				
Operating transfers to State of Oregon	604,000	604,000	532,965	71,035
Operating contingency	150,000	150,000	-	150,000
Total expenditures	<u>754,000</u>	<u>754,000</u>	<u>532,965</u>	<u>221,035</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(150,000)	(150,000)	(17,696)	132,304
<u>FUND BALANCES, BEGINNING</u>				
	<u>150,000</u>	<u>150,000</u>	<u>138,768</u>	<u>(11,232)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121,072</u>	<u>\$ 121,072</u>

UMATILLA COUNTY, OREGON

CARES Program Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
Grants	\$ 62,500	\$ 222,500	\$ 257,667	\$ 35,167
Fees	195,000	195,000	246,483	51,483
Donations and other	40,000	-	-	-
Interest	500	500	909	409
Total revenues	<u>298,000</u>	<u>418,000</u>	<u>505,059</u>	<u>87,059</u>
<u>EXPENDITURES:</u>				
Personal services	328,376	409,420	333,300	76,120
Materials & services	18,175	88,175	77,978	10,197
Operating contingency	71,449	131,449	-	131,449
Total expenditures	<u>418,000</u>	<u>629,044</u>	<u>411,278</u>	<u>217,766</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(120,000)	(211,044)	93,781	304,825
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	-	91,044	91,044	-
<u>NET CHANGE IN FUND BALANCES</u>				
	(120,000)	(120,000)	184,825	304,825
<u>FUND BALANCES, BEGINNING</u>				
	120,000	120,000	121,576	1,576
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 306,401</u>	<u>\$ 306,401</u>

UMATILLA COUNTY, OREGON

Environment Health Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Charges for services:				
Fees	\$ 194,840	\$ 214,140	\$ 256,583	\$ 42,443
Interest	1,700	1,700	2,425	725
Total revenues	<u>196,540</u>	<u>215,840</u>	<u>259,008</u>	<u>43,168</u>
<u>EXPENDITURES:</u>				
Personal services	250,617	250,617	214,271	36,346
Materials & services	79,991	84,701	56,523	28,178
Operating contingency	301,112	251,320	-	251,320
Total expenditures	<u>631,720</u>	<u>586,638</u>	<u>270,794</u>	<u>315,844</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(435,180)	(370,798)	(11,786)	359,012
<u>FUND BALANCES, BEGINNING</u>				
	<u>435,180</u>	<u>370,798</u>	<u>370,798</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 359,012</u>	<u>\$ 359,012</u>

UMATILLA COUNTY, OREGON

Coalitions of Umatilla County Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest	\$ 16	\$ 16	\$ 70	\$ 54
Total revenues	16	16	70	54
<u>EXPENDITURES:</u>				
Materials & services	3,166	3,166	1,535	1,631
Total expenditures	3,166	3,166	1,535	1,631
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	(3,150)	(3,150)	(1,465)	1,685
<u>FUND BALANCES, BEGINNING</u>	3,150	3,150	11,307	8,157
<u>FUND BALANCES, ENDING</u>	\$ -	\$ -	\$ 9,842	\$ 9,842

UMATILLA COUNTY, OREGON

Community Benefit Plans Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Wind/SIP agreements	\$ 1,108,000	\$ 1,108,000	\$ 1,133,162	\$ 25,162
Interest	4,000	4,000	4,488	488
Donations	109,000	109,000	175,000	66,000
Refunds & reimbursements	-	-	5,936	5,936
Total revenues	<u>1,221,000</u>	<u>1,221,000</u>	<u>1,318,586</u>	<u>97,586</u>
<u>EXPENDITURES:</u>				
Materials & services	1,573,000	1,573,000	810,236	762,764
Operating contingency	559,000	428,863	-	428,863
Total expenditures	<u>2,132,000</u>	<u>2,001,863</u>	<u>810,236</u>	<u>1,191,627</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(911,000)	(780,863)	508,350	1,289,213
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating transfers out	<u>(609,000)</u>	<u>(736,121)</u>	<u>(689,800)</u>	<u>46,321</u>
<u>NET CHANGE IN FUND BALANCES</u>	<u>(1,520,000)</u>	<u>(1,516,984)</u>	<u>(181,450)</u>	<u>1,335,534</u>
<u>FUND BALANCES, BEGINNING</u>	<u>1,520,000</u>	<u>1,516,984</u>	<u>1,349,364</u>	<u>(167,620)</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,167,914</u>	<u>\$ 1,167,914</u>

UMATILLA COUNTY, OREGON

Special Services Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
State grants	\$ -	\$ 31,000	\$ 31,000	\$ -
Charges for services:				
Fingerprinting fees	4,000	4,000	4,465	465
Fines and forfeitures	90,000	90,000	91,762	1,762
Interest	-	-	13	13
Total revenues	<u>94,000</u>	<u>125,000</u>	<u>127,240</u>	<u>2,240</u>
<u>EXPENDITURES:</u>				
Personal services	239,621	289,621	285,122	4,499
Materials & services	24,883	24,883	22,536	2,347
Capital outlay	-	31,000	24,176	6,824
Total expenditures	<u>264,504</u>	<u>345,504</u>	<u>331,834</u>	<u>13,670</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(170,504)	(220,504)	(204,594)	15,910
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	<u>170,504</u>	<u>220,504</u>	<u>204,594</u>	<u>(15,910)</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	-	-	-	-
<u>FUND BALANCES, BEGINNING</u>				
	-	-	-	-
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY, OREGON

2050 Plan Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
Local	\$ -	\$ 25,000	\$ 25,908	\$ 908
Interest	200	200	120	(80)
Miscellaneous	-	-	250	250
Total revenues	<u>200</u>	<u>25,200</u>	<u>26,278</u>	<u>1,078</u>
<u>EXPENDITURES:</u>				
Materials & services	60,000	65,000	60,200	4,800
Operating contingency	-	20,000	-	20,000
Total expenditures	<u>60,000</u>	<u>85,000</u>	<u>60,200</u>	<u>24,800</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(59,800)	(59,800)	(33,922)	25,878
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	<u>50,000</u>	<u>50,000</u>	<u>30,000</u>	<u>(20,000)</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	(9,800)	(9,800)	(3,922)	5,878
<u>FUND BALANCES, BEGINNING</u>				
	<u>40,000</u>	<u>40,000</u>	<u>40,607</u>	<u>607</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ 30,200</u>	<u>\$ 30,200</u>	<u>\$ 36,685</u>	<u>\$ 6,485</u>

UMATILLA COUNTY, OREGON

Veterans Expanded Services Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
Local revenues	\$ 32,500	\$ 32,500	\$ 43,492	\$ 10,992
Interest	-	-	43	43
Donations	-	-	3,125	3,125
Total revenues	<u>32,500</u>	<u>32,500</u>	<u>46,660</u>	<u>14,160</u>
<u>EXPENDITURES:</u>				
Personal services	22,878	22,878	22,758	120
Materials & services	35,678	12,535	9,175	3,360
Contingency	1,944	804	-	804
Total expenditures	<u>60,500</u>	<u>36,217</u>	<u>31,933</u>	<u>4,284</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(28,000)	(3,717)	14,727	18,444
<u>FUND BALANCES, BEGINNING</u>				
	<u>28,000</u>	<u>3,717</u>	<u>3,716</u>	<u>(1)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,443</u>	<u>\$ 18,443</u>

UMATILLA COUNTY, OREGON

GIS Equipment Reserve Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<u>REVENUES:</u>				
Charges for services	\$ 5,000	\$ 5,000	\$ 10,052	\$ 5,052
Interest	300	300	518	218
Total revenues	<u>5,300</u>	<u>5,300</u>	<u>10,570</u>	<u>5,270</u>
<u>EXPENDITURES:</u>				
Materials & services	6,000	6,000	4,215	1,785
Contingency	65,900	65,900	-	65,900
Total expenditures	<u>71,900</u>	<u>71,900</u>	<u>4,215</u>	<u>67,685</u>
<u>EXCESS (DEFICIENCY) OF REVENUES</u>				
<u>OVER (UNDER) EXPENDITURES</u>	(66,600)	(66,600)	6,355	72,955
<u>FUND BALANCES, BEGINNING</u>	<u>66,600</u>	<u>66,600</u>	<u>81,055</u>	<u>14,455</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 87,410</u>	<u>\$ 87,410</u>

UMATILLA COUNTY, OREGON

Assessor Technology Reserve Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget-</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest	\$ -	\$ -	\$ 76	\$ 76
Total revenues	-	-	76	76
<u>EXPENDITURES:</u>				
Materials & services	11,000	21,000	-	21,000
Total expenditures	11,000	21,000	-	21,000
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	(11,000)	(21,000)	76	21,076
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	-	10,000	10,000	-
Total other financing sources	-	10,000	10,000	-
<u>NET CHANGE IN FUND BALANCES</u>	(11,000)	(11,000)	10,076	21,076
<u>FUND BALANCES, BEGINNING</u>	11,000	11,000	10,484	(516)
<u>FUND BALANCES, ENDING</u>	\$ -	\$ -	\$ 20,560	\$ 20,560

UMATILLA COUNTY, OREGON

Dispatch Reserve Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental - Local	\$ 60,000	\$ 66,778	\$ 66,063	\$ (715)
Interest	100	200	309	109
Total revenues	<u>60,100</u>	<u>66,978</u>	<u>66,372</u>	<u>(606)</u>
<u>EXPENDITURES:</u>				
Materials & services	29,910	12,658	12,658	-
Capital outlay	-	102,000	101,397	603
Operating contingency	<u>60,280</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>90,190</u>	<u>114,658</u>	<u>114,055</u>	<u>603</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(30,090)	(47,680)	(47,683)	(3)
<u>FUND BALANCES, BEGINNING</u>				
	<u>30,090</u>	<u>47,680</u>	<u>47,683</u>	<u>3</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY, OREGON

NAIFA Reserve Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<u>REVENUES:</u>				
Donations	\$ -	\$ -	\$ 6,000	\$ 6,000
Interest	-	-	30	30
Refunds & reimbursements	-	-	60	60
Total revenues	<u>-</u>	<u>-</u>	<u>6,090</u>	<u>6,090</u>
<u>EXPENDITURES:</u>				
Materials & services	<u>5,000</u>	<u>5,000</u>	<u>2,808</u>	<u>2,192</u>
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>2,808</u>	<u>2,192</u>
<u>EXCESS (DEFICIENCY) OF REVENUES</u>				
<u>OVER (UNDER) EXPENDITURES</u>	(5,000)	(5,000)	3,282	8,282
<u>FUND BALANCES, BEGINNING</u>	<u>5,000</u>	<u>5,000</u>	<u>5,003</u>	<u>3</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,285</u>	<u>\$ 8,285</u>

UMATILLA COUNTY, OREGON

Non-Major Governmental Funds

Debt Service Funds

June 30, 2016

DEBT SERVICE FUNDS:

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal or interest. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. After repayment of the principal and interest, any receipts remaining are returned to the originating jurisdiction or County General Fund. Funds included are:

- **Debt service fund** - accounts for payment of principal and interest on Series 2002 General Obligation Refunding Bonds for which proceeds are derived from property taxes and interest. Also includes four notes: (1) Bank of America note for which proceeds are derived from a transfer from the General Fund; (2) City of Pendleton note for which proceeds are derived from the General Fund; (3) EOAF note for which proceeds are derived from a payment each year from GEODC; and (4) Oregon Department of Energy loan for which proceeds are derived from the General Fund.
- **PERS bond fund** - accounts for the principal and interest payments on the 2005 Limited Tax Pension Bonds issued to retire the County's PERS unfunded actuarial accrued liability. Revenues are derived from charge backs to departments based on their departmental payroll costs.
- **Reith Wastewater fund** - accounts for the principal and interest payments on the Department of Environmental Quality loan for the Reith Wastewater project.

UMATILLA COUNTY, OREGON
Nonmajor Debt Service Funds
Combining Balance Sheet - Modified Cash Basis
June 30, 2016

	<u>Debt Service</u>	<u>PERS Bond Fund</u>	<u>Reith Wastewater</u>	<u>Totals</u>
<u>ASSETS:</u>				
Cash	\$ 931,716	\$ 1,588,157	\$ 13,345	\$ 2,533,218
Taxes receivable	57,892	-	-	57,892
Total assets	<u>\$ 989,608</u>	<u>\$ 1,588,157</u>	<u>\$ 13,345</u>	<u>\$ 2,591,110</u>
<u>LIABILITIES</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>				
Deferred property taxes	57,892	-	-	57,892
<u>FUND BALANCES:</u>				
Restricted	931,716	-	13,345	945,061
Committed	-	1,588,157	-	1,588,157
Total fund balance	<u>931,716</u>	<u>1,588,157</u>	<u>13,345</u>	<u>2,533,218</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 989,608</u>	<u>\$ 1,588,157</u>	<u>\$ 13,345</u>	<u>\$ 2,591,110</u>

UMATILLA COUNTY, OREGON

Nonmajor Debt Service Funds

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

- Modified Cash Basis

Year Ended June 30, 2016

	<u>Debt Service</u>	<u>PERS Bond Fund</u>	<u>Reith Wastewater</u>	<u>Totals</u>
<u>REVENUES:</u>				
Taxes	\$ 949,837	\$ -	\$ -	\$ 949,837
Intergovernmental	22,186	1,206,531	25,994	1,254,711
Interest	5,334	11,549	84	16,967
Total revenues	<u>977,357</u>	<u>1,218,080</u>	<u>26,078</u>	<u>2,221,515</u>
<u>EXPENDITURES:</u>				
Principal	1,219,185	440,000	18,266	1,677,451
Interest	90,947	623,870	7,728	722,545
Total expenditures	<u>1,310,132</u>	<u>1,063,870</u>	<u>25,994</u>	<u>2,399,996</u>
<u>EXCESS (DEFICIENCY) OF REVENUES, OVER (UNDER) EXPENDITURES</u>				
	(332,775)	154,210	84	(178,481)
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	294,796	-	-	294,796
<u>NET CHANGE IN FUND BALANCES</u>				
	(37,979)	154,210	84	116,315
<u>FUND BALANCES, BEGINNING</u>				
	969,695	1,433,947	13,261	2,416,903
<u>FUND BALANCES, ENDING</u>				
	<u>\$ 931,716</u>	<u>\$ 1,588,157</u>	<u>\$ 13,345</u>	<u>\$ 2,533,218</u>

UMATILLA COUNTY, OREGON

Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<u>REVENUES:</u>				
Taxes:				
Current year taxes	\$ 845,574	\$ 845,574	\$ 916,138	\$ 70,564
Prior year taxes	60,000	60,000	33,699	(26,301)
Intergovernmental:				
Local revenues	22,700	22,700	22,186	(514)
Interest	4,000	4,000	5,334	1,334
Total revenues	<u>932,274</u>	<u>932,274</u>	<u>977,357</u>	<u>45,083</u>
<u>EXPENDITURES:</u>				
Principal	1,219,024	1,219,024	1,219,185	(161) *
Interest	91,826	91,826	90,947	879
Total expenditures	<u>1,310,850</u>	<u>1,310,850</u>	<u>1,310,132</u>	<u>718</u>
<u>EXCESS (DEFICIENCY) OF REVENUES</u>				
<u>OVER (UNDER) EXPENDITURES</u>	(378,576)	(378,576)	(332,775)	45,801
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	295,000	295,000	294,796	(204)
<u>NET CHANGE IN FUND BALANCES</u>	(83,576)	(83,576)	(37,979)	45,597
<u>FUND BALANCES, BEGINNING</u>	<u>970,000</u>	<u>970,000</u>	<u>969,695</u>	<u>(305)</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ 886,424</u>	<u>\$ 886,424</u>	<u>\$ 931,716</u>	<u>\$ 45,292</u>

* - Not a budget overexpenditure. Appropriations budgeted for total debt service payments

UMATILLA COUNTY, OREGON

PERS Bond Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<u>REVENUES:</u>				
County apportionment	\$ 1,090,000	\$ 1,090,000	\$ 1,206,531	\$ 116,531
Interest	8,000	8,000	11,549	3,549
Total revenues	<u>1,098,000</u>	<u>1,098,000</u>	<u>1,218,080</u>	<u>120,080</u>
<u>EXPENDITURES:</u>				
Debt service:				
Principal	440,000	440,000	440,000	-
Interest	624,000	624,000	623,870	130
Total expenditures	<u>1,064,000</u>	<u>1,064,000</u>	<u>1,063,870</u>	<u>130</u>
<u>EXCESS OF REVENUES</u>				
<u>OVER EXPENDITURES</u>	34,000	34,000	154,210	120,210
<u>FUND BALANCES, BEGINNING</u>	<u>1,400,000</u>	<u>1,400,000</u>	<u>1,433,947</u>	<u>33,947</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ 1,434,000</u>	<u>\$ 1,434,000</u>	<u>\$ 1,588,157</u>	<u>\$ 154,157</u>

UMATILLA COUNTY, OREGON

Reith Wastewater Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Intergovernmental:				
Loan receipts	\$ 25,379	\$ 25,994	\$ 25,994	\$ -
Interest	100	100	84	(16)
Total revenues	<u>25,479</u>	<u>26,094</u>	<u>26,078</u>	<u>(16)</u>
<u>EXPENDITURES:</u>				
Principal retirements	31,123	31,738	18,266	13,472
Interest	7,556	7,556	7,728	(172) *
Total expenditures	<u>38,679</u>	<u>39,294</u>	<u>25,994</u>	<u>13,300</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(13,200)	(13,200)	84	13,284
<u>FUND BALANCES, BEGINNING</u>				
	<u>13,200</u>	<u>13,200</u>	<u>13,261</u>	<u>61</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,345</u>	<u>\$ 13,345</u>

* - Not a budget overexpenditure. Appropriations budgeted for total debt service payments

UMATILLA COUNTY, OREGON

Non-Major Capital Projects Governmental Funds

June 30, 2016

These funds account for the purchase and construction of the capital assets of the County. The majority of the funds used to purchase capital assets are transfers from other funds. Funds included are:

- **Facilities improvements fund** - accounts for acquisition, remodeling, or construction of county facilities other than fairgrounds and juvenile facilities.
- **Milton-Freewater Head Start building fund** - accounts for acquisition of a new building for Umatilla-Morrow County Head Start, Inc.
- **Capital purchases management fund** - accounts for the acquisition of capital equipment

UMATILLA COUNTY, OREGON
Nonmajor Capital Projects Funds
Combining Balance Sheet- Modified Cash Basis

June 30, 2016

	<u>Facilities Improvements</u>	<u>Milton- Freewater Head Start Building</u>	<u>Capital Purchases Management</u>	<u>Totals</u>
<u>ASSETS:</u>				
Cash	\$ 432,317	\$ 402	\$ -	\$ 432,719
Total assets	<u>\$ 432,317</u>	<u>\$ 402</u>	<u>\$ -</u>	<u>\$ 432,719</u>
<u>LIABILITIES AND FUND BALANCES:</u>				
<u>LIABILITIES:</u>	\$ -	\$ -	\$ -	\$ -
<u>FUND BALANCES:</u>				
Restricted	-	402	-	402
Assigned	432,317	-	-	432,317
Total fund balances	<u>432,317</u>	<u>402</u>	<u>-</u>	<u>432,719</u>
Total liabilities and fund balances	<u>\$ 432,317</u>	<u>\$ 402</u>	<u>\$ -</u>	<u>\$ 432,719</u>

UMATILLA COUNTY, OREGON

Nonmajor Capital Projects Funds

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

- Modified Cash Basis

Year Ended June 30, 2016

	<u>Facilities Improvements</u>	<u>Milton- Freewater Head Start Building</u>	<u>Capital Purchases Management</u>	<u>Totals</u>
<u>REVENUES:</u>				
Interest	\$ 2,702	\$ -	\$ -	\$ 2,702
Total revenues	<u>2,702</u>	<u>-</u>	<u>-</u>	<u>2,702</u>
<u>EXPENDITURES:</u>				
Materials & services	-	-	16,079	16,079
Capital outlay	-	-	28,666	28,666
Total expenditures	<u>-</u>	<u>-</u>	<u>44,745</u>	<u>44,745</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	<u>2,702</u>	<u>-</u>	<u>(44,745)</u>	<u>(42,043)</u>
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	-	-	44,745	44,745
Total other financing sources	<u>-</u>	<u>-</u>	<u>44,745</u>	<u>44,745</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	<u>2,702</u>	<u>-</u>	<u>-</u>	<u>2,702</u>
<u>FUND BALANCES, BEGINNING</u>				
	<u>429,615</u>	<u>402</u>	<u>-</u>	<u>430,017</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ 432,317</u>	<u>\$ 402</u>	<u>\$ -</u>	<u>\$ 432,719</u>

UMATILLA COUNTY, OREGON

Facilities Improvements Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Donations	\$ -	\$ -	\$ -	\$ -
Interest	2,100	2,100	2,702	602
Total revenues	<u>2,100</u>	<u>2,100</u>	<u>2,702</u>	<u>602</u>
<u>EXPENDITURES:</u>				
Materials & services	51,500	51,500	-	51,500
Capital outlay	316,000	316,000	-	316,000
Operating contingency	80,600	64,425	-	64,425
Total expenditures	<u>448,100</u>	<u>431,925</u>	<u>-</u>	<u>367,500</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(446,000)	(429,825)	2,702	368,102
<u>FUND BALANCES, BEGINNING</u>				
	<u>446,000</u>	<u>429,825</u>	<u>429,615</u>	<u>(210)</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 432,317</u>	<u>\$ 367,892</u>

UMATILLA COUNTY, OREGON

Milton-Freewater Head Start Building
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Governmental	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>EXPENDITURES:</u>				
Personnel services	<u>402</u>	<u>402</u>	<u>-</u>	<u>402</u>
Total expenditures	<u>402</u>	<u>402</u>	<u>-</u>	<u>402</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(402)</u>	<u>(402)</u>	<u>-</u>	<u>402</u>
<u>FUND BALANCES, BEGINNING</u>	<u>402</u>	<u>402</u>	<u>402</u>	<u>-</u>
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 402</u>	<u>\$ 402</u>

UMATILLA COUNTY, OREGON

Capital Purchases Management Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Governmental	-	-	-	-
<u>EXPENDITURES:</u>				
Materials & services	-	16,079	16,079	-
Capital outlay	50,000	33,921	28,666	5,255
Total expenditures	50,000	50,000	44,745	5,255
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	(50,000)	(50,000)	(44,745)	5,255
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	50,000	50,000	44,745	(5,255)
Total other financing sources	50,000	50,000	44,745	(5,255)
<u>NET CHANGE IN FUND BALANCES</u>	-	-	-	-
<u>FUND BALANCES, BEGINNING</u>	-	-	-	-
<u>FUND BALANCES, ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY, OREGON

INTERNAL SERVICE FUNDS

June 30, 2016

Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the various functions of the government. Fund included is:

- **Fleet management fund** - the County uses its internal service fund to account for internal financing of its vehicle fleet.

UMATILLA COUNTY, OREGON

Fleet Management Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Modified Cash Basis - Budget to Actual
Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest	<u>\$ 2,750</u>	<u>\$ 2,750</u>	<u>\$ 3,010</u>	<u>\$ 260</u>
Total revenue	<u>2,750</u>	<u>2,750</u>	<u>3,010</u>	<u>260</u>
<u>EXPENDITURES:</u>				
Materials & services	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Capital outlay	<u>240,000</u>	<u>240,000</u>	<u>168,934</u>	<u>71,066</u>
Operating contingency	<u>43,170</u>	<u>43,170</u>	<u>-</u>	<u>43,170</u>
Total expenditures	<u>293,170</u>	<u>293,170</u>	<u>168,934</u>	<u>124,236</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	<u>(290,420)</u>	<u>(290,420)</u>	<u>(165,924)</u>	<u>124,496</u>
<u>OTHER FINANCING SOURCES:</u>				
Operating transfers in	<u>223,420</u>	<u>223,420</u>	<u>182,354</u>	<u>(41,066)</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	<u>(67,000)</u>	<u>(67,000)</u>	<u>16,430</u>	<u>83,430</u>
<u>FUND BALANCES, BEGINNING</u>				
	<u>377,000</u>	<u>377,000</u>	<u>473,947</u>	<u>96,947</u>
<u>FUND BALANCES, ENDING</u>				
	<u>\$ 310,000</u>	<u>\$ 310,000</u>	<u>\$ 490,377</u>	<u>\$ 180,377</u>

UMATILLA COUNTY, OREGON

Other Schedules
June 30, 2016

Property taxes:

- Schedule of property tax transactions and outstanding balances
- Schedule of property taxes receivable -- by fund

Schedule of accountabilities:

- Other elected officials

UMATILLA COUNTY, OREGON

Schedule of Property Tax Transactions and Outstanding Balances
Year Ended June 30, 2016

Fiscal Year	Property Taxes Receivable July 1, 2015	Current Levy as Extended by Assessor	Discounts Allowed	Corrections and Adjustments	Interest Collected	Cash Collections	Property Taxes Receivable June 30, 2016
2015-16	\$ -	\$ 83,831,837	\$ (2,153,611)	\$ (140,793)	\$ 43,203	\$ (79,089,776)	\$ 2,490,860
2014-15	2,203,570	-	-	(1,597)	81,556	(1,136,018)	1,147,511
2013-14	1,210,579	-	-	(8,602)	91,278	(572,986)	720,269
2012-13	676,526	-	-	(9,248)	108,608	(463,466)	312,420
2011-12	289,457	-	-	(2,997)	77,555	(286,318)	77,697
2010-11	36,091	-	-	(8,108)	4,719	(13,795)	18,907
Prior years	61,546	-	-	(11,173)	11,665	(23,367)	38,671
	<u>\$ 4,477,769</u>	<u>\$ 83,831,837</u>	<u>\$ (2,153,611)</u>	<u>\$ (182,518)</u>	<u>\$ 418,584</u>	<u>\$ (81,585,726)</u>	<u>\$ 4,806,335</u>

Summary by Fund:

County Operations *	\$ 839,357	\$ 15,596,063	\$ (400,657)	\$ (33,780)	\$ 86,729	\$ (15,190,338)	\$ 897,374
Agency Funds	3,638,412	68,235,774	(1,752,954)	(148,738)	331,855	(66,395,388)	3,908,961
	<u>\$ 4,477,769</u>	<u>\$ 83,831,837</u>	<u>\$ (2,153,611)</u>	<u>\$ (182,518)</u>	<u>\$ 418,584</u>	<u>\$ (81,585,726)</u>	<u>\$ 4,806,335</u>

* Includes Debt Service

UMATILLA COUNTY, OREGON

Schedule of Property Taxes Receivable -- By Fund
June 30, 2016

General fund	\$ 839,482
Debt service fund	<u>57,892</u>
Sub-total	897,374
Agency funds	<u>3,908,961</u>
Total	<u>\$ 4,806,335</u>

UMATILLA COUNTY, OREGON

Schedule of Accountability -- Other Elected Officials

Cash Transactions

Year Ended June 30, 2016

Accountability for independently elected officials:

The Sheriff's department collects funds from inmates (Trust Fund) and outside source (Commissary Fund). Trust funds are used to pay for damages, with any balance remaining returned to the inmate upon release. The commissary funds are used by inmates and by the County to pay for commissary items. These funds are included as part of the fiduciary statement amounts.

	<u>Sheriff</u>
<u>CASH BALANCE, JUNE 30, 2015</u>	\$ 63,368
<u>CASH RECEIPTS</u>	807,867
<u>CASH DISBURSEMENTS</u>	<u>(760,190)</u>
<u>CASH BALANCE, JUNE 30, 2016</u>	<u>\$ 111,045</u>

AUDIT REPORTS, COMMENTS AND DISCLOSURES
REQUIRED BY GOVERNMENT AUDITING STANDARDS
AND STATE REGULATIONS

BARNETT & MORO, P.C.
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**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 Commissioners
Umatilla County
Pendleton, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Umatilla County, Oregon's basic financial statements, and have issued our report thereon dated December 20, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Umatilla County, Oregon'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 Umatilla County, Oregon's internal control. Accordingly, we do not express an opinion on the effectiveness of Umatilla County, Oregon's internal control.

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

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

Board of Commissioners
Umatilla County
Page two

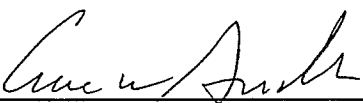
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Umatilla County, Oregon's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

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

Barnett & Moro, P.C.

By 
Cameron W. Anderson, Shareholder
December 20, 2016

AUDIT COMMENTS AND DISCLOSURES
REQUIRED BY STATE REGULATIONS

Oregon Administrative Rules 162-010-0000 through 162-010-0330 of the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments, and disclosures as set forth in the preceding sections of this report. Required comments and disclosures related to the audit of such statements and schedules are set forth following.

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INDEPENDENT AUDITOR'S REPORT
REQUIRED BY OREGON STATE REGULATIONS

Board of Commissioners
Umatilla County
Pendleton, Oregon

We have audited the basic financial statements of Umatilla County, Oregon as of and for the year ended June 30, 2016, and have issued our report thereon dated December 20, 2016. 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.

Compliance

As part of obtaining reasonable assurance about whether Umatilla County, Oregon'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 162-10-0320 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 statements 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:

- 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).

Board of Commissioners
Umatilla County
Page two

In connection with our testing nothing came to our attention that caused us to believe that Umatilla County, Oregon was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

OAR 162-10-0230 Internal Control

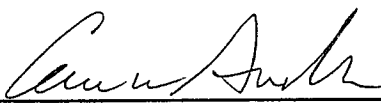
In planning and performing our audit, we considered Umatilla County, Oregon's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness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

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.

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 that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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

Barnett & Moro, P.C.

By: 
Cameron W. Anderson, Shareholder
December 20, 2016

SINGLE AUDIT SECTION

UMATILLA COUNTY, OREGON

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2016

<u>Federal Grantor/Program Name:</u>	<u>Federal CFDA Number</u>	<u>Major Programs (X)</u>	<u>Amount</u>
<u>U.S. DEPARTMENT OF AGRICULTURE:</u>			
Oregon Department of Administrative Services Schools and Roads - Grants to States	10.665		\$ 75,994
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</u>			
Economic Development Initiative - Special Project Grant	14.251	X	\$ 441,000
<u>U.S. DEPARTMENT OF THE INTERIOR:</u>			
Payments in Lieu of Taxes	15.226	X	\$ 1,038,630
<u>U.S. DEPARTMENT OF HOMELAND SECURITY:</u>			
Oregon Military Department Emergency management performance grants	97.042		\$ 41,832
<u>U.S. DEPARTMENT OF JUSTICE:</u>			
Oregon Department of Justice Crime victim assistance	16.575		\$ 118,008
Violence Against Women grant	16.588		10,844
			\$ 128,852
<u>U.S. DEPARTMENT OF TRANSPORTATION:</u>			
Oregon Department of Transportation Safety belt performance grant	20.609		\$ 1,232
<u>U.S. DEPARTMENT OF ENERGY</u>			
Oregon Department of Transportation Environmental Remediation and Waste Processing and Disposal	81.104		\$ 5,600
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u>			
Oregon Health Authority Public Health Emergency Preparedness	93.069		\$ 77,156
Hosp. Preparedness Prgm (HPP) / Public Health Emerg. Prep (PHEP)	93.074		19,234
Project Grants and Cooperative Agreements for Tuberculosis Control	93.116		1,216
Family Planning Services	93.217		30,160
Affordable Care Act (ACA) Abstinence Education Program	93.235		5,467
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood	93.505		131,085
Medical Assistance Program	93.778		4,991
Block Grants for Community Mental Health Services	93.958	X	165,811
Block Grants for Prevention and Treatment of Substance Abuse	93.959	X	262,581
Maternal and Child Health Services Block Grant to the States	93.994		35,324
			733,025
Oregon Department of Justice: Child support enforcement	93.563		63,018
			\$ 796,043
			\$ 2,529,183

Total expenditures of federal awards

See notes to schedule of
expenditures of federal awards.

UMATILLA COUNTY, OREGON

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2016

NOTE A - BASIS OF PRESENTATION:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Umatilla County, Oregon and is presented on the modified cash basis of accounting as described in note 1 to the basic financial statements. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Expenditures reported on the on the Schedule are reported on the basis of accounting described in Note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

All federal awards received through pass-through agencies with the State of Oregon, with the exception of the Payments in Lieu of Taxes, CFDA #15.226 and Economic Development Initiative - Special Project Grant, CFDA #14.251. These amounts are direct awards from the federal government.

Umatilla County, Oregon has elected to use the 10% de minimis indirect cost rate.

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Commissioners
Umatilla County
Pendleton, Oregon

Report on Compliance for Each Major Federal Program

We have audited Umatilla County, Oregon's compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of Umatilla County, Oregon's major federal programs for the year ended June 30, 2016. Umatilla County, Oregon'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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Umatilla County, Oregon'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 Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Umatilla County, Oregon'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 Umatilla County, Oregon's compliance.

Board of Commissioners
Umatilla County, Oregon
Page two

Opinion on Each Major Federal Program

In our opinion, Umatilla County, Oregon, 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, 2016.

Report on Internal Control Over Compliance

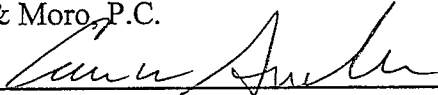
Management of Umatilla County, Oregon, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Umatilla County, Oregon's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the 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 Umatilla County, Oregon's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or 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 report is not suitable for any other purpose.

Barnett & Moro, P.C.

By: 
Cameron W. Anderson, Shareholder
December 20, 2016

UMATILLA COUNTY, OREGON

SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS

Year Ended June 30, 2016

QUESTIONED COSTS:

There were no questioned costs for the year ended June 30, 2015.

FINDINGS:

There were no findings for the year ended June 30, 2015.

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December 20, 2016

To the Board of Commissioners
Umatilla County, Oregon

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon for the year ended June 30, 2016. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable *Government Auditing Standards* and the Uniform Guidance), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 6, 2016. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is the responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Umatilla County, Oregon are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year, with the exception of the prepaid pension asset treatment and land held for resale treatment. We noted no transactions entered into by Umatilla County, Oregon during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were the allocation of expenses by function, and depreciation.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing the audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 20, 2016.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to Umatilla County, Oregon's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Umatilla County, Oregon's auditors. However, these discussions occurred in the normal course of our professional relationship, and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to Management's Discussion and Analysis, which is other supplementary information (OSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the OSI and do not express an opinion or provide any assurance on the OSI.

We were engaged to report on the supplementary information and other schedules accompanying the financial statements but are not required supplementary information (RSI). With respect to supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the modified cash basis of accounting, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information and other schedules to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Commissioners and management of Umatilla County, Oregon and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,



Cameron W. Anderson
Barnett & Moro, P.C.



Oregon State Treasury
 Debt Management Division
 350 Winter Street NE, Suite 100
 Salem, OR 97301
 (503) 378-4930
 DMD@ost.state.or.us

As of 6/30/2017

Printed: 11/30/2017

Umatilla County

This data was last reviewed on 12/31/15

Bond Type: Full Faith & Credit Obligations(S)
Issue Date: 09/23/2005 **Series:** 2005 **Issued Amount:** \$13,790,000.00
Emma Date: 01/31/2017
Project: FINANCE PERS UNFUNDED LIABILITY
Program: Local Government Pension Pool

Calendar Year	Principal	Interest	Total
2017	\$0.00	\$288,734.88	\$288,734.88
2018	\$600,000.00	\$562,892.76	\$1,162,892.76
2019	\$685,000.00	\$531,673.68	\$1,216,673.68
2020	\$780,000.00	\$496,081.50	\$1,276,081.50
2021	\$880,000.00	\$455,113.80	\$1,335,113.80
2022	\$990,000.00	\$408,326.40	\$1,398,326.40
2023	\$1,110,000.00	\$355,784.40	\$1,465,784.40
2024	\$1,235,000.00	\$297,112.50	\$1,532,112.50
2025	\$1,375,000.00	\$231,810.30	\$1,606,810.30
2026	\$1,520,000.00	\$159,377.40	\$1,679,377.40
2027	\$1,675,000.00	\$79,438.50	\$1,754,438.50
2028	\$750,000.00	\$18,765.00	\$768,765.00
Total:	\$11,600,000.00	\$3,885,111.12	\$15,485,111.12

Bond Type: Full Faith & Credit Obligations(N)
Issue Date: 09/07/2007 **Series:** B08001 **Issued Amount:** \$300,173.00
Emma Date:
Project: Special Public Works Fund
Program: Special Public Works Fund (SPWF) Bond

Calendar Year	Principal	Interest	Total
2033	\$219,074.00	\$0.00	\$219,074.00
Total:	\$219,074.00	\$0.00	\$219,074.00

Bond Type: Full Faith & Credit Obligations(N)
Issue Date: 09/25/2007 **Series:** L00750 **Issued Amount:** \$130,000.00
Emma Date:
Project: Municipal District Energy Loan
Program: Small-scale Energy Loan Program (SELP)

Calendar Year	Principal	Interest	Total
2017	\$42,976.37	\$0.00	\$42,976.37
Total:	\$42,976.37	\$0.00	\$42,976.37

Umatilla County

The State of Oregon Office of the Treasurer, acting on behalf of the Municipal Debt Advisory Commission (MDAC), maintains debt information to assist municipalities in debt related matters. The data is based on information obtained from sources believed to be reliable; however, its accuracy cannot be guaranteed. The Office of the State Treasurer does not independently verify the information received from reporting municipalities. The State of Oregon is not responsible for the accuracy, completeness or timeliness of the information obtained and the data presented and disclaims any liability for or obligation to bond owners or others concerning the accuracy, completeness or timeliness of the data and information presented.

Please mark corrections to debt schedules and contact information. If no corrections are needed, please indicate no corrections are required. Then, please sign below and return your verification report by mail, email, or fax to:

Debt Management Division
Oregon State Treasury
350 Winter Street NE, Suite 100
Salem, OR 97301

Email: DMD@ost.state.or.us
Fax: 503-378-2237

Thank you!

I verify to the best of my knowledge the information in this report is correct.

Signature & Title (of person completing this form): *Robert Pahl*

*please refer to attached financial statement notes
for additions and corrections! thank you*

Robert Pahl
Umatilla County
216 SE Fourth
Pendleton OR 97801

541-278-6210
robert.pahl@umatillacounty.net

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements

June 30, 2017

NOTE 6 - LONG TERM DEBT:

The table below presents current year changes in long-term debt, and the current portions for each issue:

<u>Governmental activities:</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in Current Year</u>
Bonded Debt:					
2005 PERS bond issue	\$12,115,000	\$ -	\$ (515,000)	\$ 11,600,000	\$ 600,000
2012 refunding issue	925,000	-	(925,000)	-	-
Total bonded debt	13,040,000	-	(1,440,000)	11,600,000	600,000
Notes payable:					
Reith wastewater	245,688	-	(18,721)	226,967	19,186
Boiler replacement	21,229	-	(15,838)	5,391	5,391
EOAF detox center	206,990	-	(12,167)	194,823	12,254
Construction	1,016,776	-	(1,016,776)	-	-
Total notes payable	1,490,683	-	(1,063,502)	427,181	36,831
Capital leases:					
Wheel loader	-	334,135	(30,200)	303,935	20,626
Wheel loader	198,643	-	(198,643)	-	-
Total capital leases	198,643	334,135	(228,843)	303,935	20,626
Total governmental activities	\$14,729,326	\$ 334,135	\$(2,732,345)	\$ 12,331,116	\$ 657,457

General obligations bonds:

General obligation bonds are direct obligations and pledge the full faith and credit of the County. The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

Series 2002 General Obligation Refunding Bonds:

These bonds were issued to advance refund a portion of outstanding bonds of the Series 1997 General Obligation Refunding Bonds. These bonds were refunded with the Series 2012 General Obligation Refunding Bonds. The new bond proceeds were placed in escrow for future payments of the Series 2002 bonds. The principal balance remaining was paid off during the current year.

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements

June 30, 2017

NOTE 6 - LONG TERM DEBT (continued):

Series 2012 General Obligation Refunding Bonds:

These bonds were issued to advance refund the Series 2002 General Obligation Refunding Bonds. This refunding was performed to obtain a more favorable interest rate to the taxpayers of Umatilla County, Oregon. Due to the favorable rates of the 2012 GO Refunding Bonds, it is estimated that the present value savings of refunding the 2002 GO Bonds was \$333,360, discounted using a rate of 1.0125%. The refunding bonds carry a fixed interest rate of 2% and mature October 1, 2012 through October 1, 2016.

Series 2005 Limited Tax Pension Bonds:

On September 23, 2005, the County, through participation in the Local Government Pension Bond Pool, issued Limited Tax Pension Obligation Bonds, Series 2005. The County issued these bonds to satisfy its estimated PERS Unfunded Actuarial Liability. The limited tax pension bonds were issued with the principal amount of the issue being \$13,970,000. The bonds carry fixed interest rates ranging from 2.50% to 5.004% with the first payment due June 1, 2006. Principal amounts of the issue are redeemed annually beginning June 1, 2008, with the final coupon payment on June 1, 2028.

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30,	Principal	Interest	Annual Debt Service
2018	\$ 600,000	\$ 577,470	\$ 1,177,470
2019	685,000	548,316	1,233,316
2020	780,000	515,032	1,295,032
2021	880,000	477,131	1,357,131
2022	990,000	433,096	1,423,096
2023-2027	6,915,000	1,296,536	8,211,536
2028-2032	750,000	37,530	787,530
Totals	<u>\$ 11,600,000</u>	<u>\$ 3,885,111</u>	<u>\$ 15,485,111</u>

Notes payable:

Bank of America - Construction Loan

A note payable to Bank of America in semi-annual payments of interest only from June 15, 2005 through June 15, 2017. These interest only payments are due in semi-annual amounts of \$55,625. Beginning December 15, 2007, the County began to make semi-annual principal and interest payments on December 15 and June 15 of each year. The required payments are scheduled below and carry interest at 4.45%. Principal proceeds of \$2,500,000 were received during the fiscal year ending June 30, 2005, under this note and were used to finance the cost of the construction of the justice facility in Hermiston, Oregon. This loan was paid off during the current fiscal year.

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements

June 30, 2017

NOTE 6 - LONG TERM DEBT (continued):

Department of Environmental Quality-Reith Wastewater Project Loan:

The County entered into a contract with the State of Oregon Department of Environmental Quality for a loan in the Clean Water State Revolving Loan Fund during the fiscal year ended June 30, 2005. This revolving loan allows the County to draw funds from the Revolving Loan Fund up to an approved maximum amount for the construction of a new wastewater collection system for the community of Reith, Oregon. Payments will be due semi-annually including interest at 2.47 percent of the outstanding balance for twenty years from the date of the first disbursement. The County's drawn-upon loan balance was \$381,000. The loan is required to have a loan reserve equal to 100% times one-half of the average annual debt service based on the final repayment schedule. At this time, the reserve is estimated to be \$12,306, which is required to be held by the County in segregated loan reserve account.

Oregon Department of Energy-Justice Center Heating & DHW Boilers Loan:

The County entered into a contract with the State of Oregon Department of Energy for a loan in the amount of \$130,000 to replace the boilers in the Justice Center during the year ended June 30, 2008. Monthly payments of \$1,373 will be due including interest at 4.9 percent of the outstanding balance for ten years.

Oregon Public Works Fund-EOAF Detoxification Center Loan:

The County entered into a contract with the State of Oregon Economic Community Development Department for a loan in the Special Public Works Loan Fund during the fiscal year ended June 30, 2008. This loan was for the construction for the Eastern Oregon Alcoholism Foundation's Detoxification Center project. Annual payments of \$22,186 will be due including interest at 3.71 percent of the outstanding balance for twenty five years. The total funds drawn were \$313,908.

Future maturities of notes payable principal and interest consist of the following:

Year Ending June 30,	Principal	Interest	Annual Debt Service
2018	\$ 36,831	\$ 15,809	\$ 52,640
2019	32,007	14,692	46,699
2020	32,594	13,582	46,176
2021	33,205	12,420	45,625
2022	33,821	11,300	45,121
2023-2027	204,304	35,075	239,379
2028-2032	54,419	3,319	57,738
Totals	<u>\$ 427,181</u>	<u>\$ 106,197</u>	<u>\$ 533,378</u>

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements

June 30, 2017

NOTE 6 - LONG TERM DEBT (continued):

Capital lease obligations:

Lease purchase agreement payable in annual installments of \$30,200, including interest at 3.15%, collateralized by CAT Model 966M wheel loader. A balloon payment of \$224,300 is due during the 2021-22 fiscal year to pay off the obligation in full. Future minimum lease obligations as of June 30, 2017, are as

<u>Year Ending June 30,</u>	<u>Lease Payments</u>
2018	30,200
2019	30,200
2020	30,200
2021	30,200
2022	224,300
Amount representing interest	(41,165)
Present value of minimum lease payments	<u>\$ 303,935</u>

NOTE 7 - COMMITMENTS AND CONTINGENCIES:

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state government. Any unforeseen disallowed claims, including amounts already collected, could become a liability of the General Fund or other applicable funds. Management believes that adjustments, if any, will not materially affect the County's financial position.

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

NOTE 8 - INTERFUND TRANSACTIONS:

During the course of normal operations, the County has numerous transactions between funds including expenditures and transfers of resources primarily to provide services. The governmental and proprietary funds financial statements generally reflect such transactions as transfers. All transfers are routine in nature.

TOBIAS READ
STATE TREASURER

LAURA LOCKWOOD-McCALL
TREASURER'S DESIGNEE

NANCY BREWER
CHAIR



**MUNICIPAL DEBT
ADVISORY COMMISSION**
350 WINTER STREET NE, SUITE 100
SALEM, OREGON 97301-3896
(503) 378-4930

To: Cities, Counties, and Other Local Jurisdictions

From: Martha Kellams, Debt Analyst

Date: January 4, 2018

Subject: Verification of Local Jurisdiction Debt

State law ORS 287A.634 and 287A.640 directs our division, as staff to the Municipal Debt Advisory Commission (MDAC), to verify the records of local jurisdictions' debt obligations. Please verify and/or correct the enclosed by **Friday, January 26, 2018**. The table below identifies the financial obligations the MDAC keeps information on:

Type of Debt (see page 3 for definitions)	Needed (Principal Only)	Not Needed
Appropriation Credits/Certificates of Participation	√	
Conduit Revenue Bonds	√	
Dedicated Niche Tax Obligations/Urban Renewal Bonds/ Tax Increment Bonds	√	
Full Faith & Credit Obligations	√	
General Obligation Bonds	√	
OSBA, OED & SDAO – Pool Bond/Loan Programs	√	
Other bonded obligation not otherwise identified	√	
Private Activity Bonds (all security types)	√	
Revenue Bonds	√	
Short Term Debt – BAN, RAN, TRAN, Notes (if more than 12 months to maturity)	√	
Swaps associated with a bonded obligation	√	
Bank Loans and Lines of Credit (if drawn on)	√	
Capital Leases, Lease/Installment Purchase Agreements	√	
State Loans (including loans from OBDD, DEQ, ODOE, OTIB)	√	
USDA Loans	√	
Letters or Lines of Credit (not drawn upon)		√
Operating Lease Agreements		√

The enclosed report lists the outstanding obligations on record for your jurisdiction as of June 30, 2017. After reviewing the report, please make notations on the report to:

1. Update contact information;
2. Correct inaccuracies; and
3. Provide missing data. *(If the report is missing data, please send documentation regarding the obligation and discuss the missing information with your bond professionals to ensure all future issues have the appropriate MDAC form entered in the Bond Tracker system at the time of borrowing).*

Please return the notated report (including any missing data) or confirmation of accuracy of our records to Oregon State Treasury – Debt Management Division via methods listed near the signature line in the report. If you have questions, please contact Martha Kellams or Jenny Johnson at DMD@ost.state.or.us or call 503-378-4930.

If your jurisdiction had lines of credit that had an outstanding balance as of June 30, 2017, and it is not listed on your report, please fill out an MDAC 2L form (enclosed). Reporting of operating lease obligations is not part of this debt verification process.

Bank, state, and federal loans, capital leases, and lines of credit represent a growing category of indebtedness for local governments nationwide. The MDAC, along with the Government Finance Officers Association (GFOA), the Governmental Accounting Standards Board, and the Municipal Securities Rulemaking Board (MSRB), believe that reporting these categories of debt is important to both investors and the general citizenry, as it promotes a better understanding of all potential demands on local revenues.

Your assistance is needed both to confirm the accuracy of existing information and to help collect information on your jurisdiction's Federal and private bank loans, capital leases, and lines of credit for incorporation in the statewide MDAC debt database. Expanding the database to include loans will enhance transparency, generate more accurate overlapping debt reports, and provide investors and citizens with pertinent information.

Please fill out an MDAC Loan/Lease Form 2L for each separate Federal USDA loan, private bank loan, lease or other loan not otherwise reported (including drawn-upon lines of credit) that had an outstanding principal balance for your jurisdiction as of **June 30, 2017**. This information should match information found in your FY 2017 annual financial report or annual audited financial statements. Please include information for all fields, including Pledged Source of Repayment (i.e., whether the loan is paid from enterprise revenues, taxes, or both). The enclosed flow chart is included to assist determining the appropriate bond type. The MDAC Loan/Lease Form 2L is also available on our web site at: <http://www.oregon.gov/treasury/Divisions/DebtManagement/LocalGov/Pages/MDAC.aspx>.

GFOA and MSRB supports full disclosure of bank loans to investors; to learn more, please see:

- <http://www.msrb.org/Market-Topics/Municipal-Market-Disclosure.aspx>
- <http://www.gfoa.org/gfoa-alert-bank-loan-disclosure>

The MDAC also encourages jurisdictions to post bank loans and similar debt on the EMMA website; see *Posting Bank Loan Disclosures on EMMA*: <http://msrb.org/msrb1/EMMA/pdfs/CDSubmissions.pdf>.

Definitions of debt types follow; additional definitions are available on MDAC's web site at <http://www.oregon.gov/treasury/Divisions/DebtManagement/Documents/MDAC/MDAC%20Reporting%20Requirements.pdf>. **Bold** items denote debt verification is required.

- ③ **Appropriation Credit / Certificates of Participation**: Financing in which an individual buys a share of the lease revenues of publicly offered agreement made by a municipal or governmental entity.
- ③ **Conduit Revenue Bonds**: "Pass through" obligations of private parties that are secured solely by commitments of private entities. Examples: hospital facility authority revenue bonds or a city conduit revenue bond for nonprofit educational facilities.
- ③ **Dedicated Niche Tax Obligations / Urban Renewal Bonds / Tax Increment Bonds**: Bonds issued to pay for urban renewal improvements. As property values increase in the area due to new investment, the rise in property tax revenues is used to pay off the urban renewal bonds.
- ③ **Full Faith & Credit Obligations**: An unconditional commitment to pay interest and principal on debt, including all legally available funds of the issuer.
- ③ **General Obligation Bonds**: A municipal bond secured by the taxing and borrowing power of the municipality issuing it, as approved by voters.
- ③ **Oregon School Board Association (OSBA), Special District Association of Oregon (SDAO) and Oregon Education District (OED)**: Pooled debt obligation programs helping school districts finance various purchases and projects through non-voted debt capacity.
- ③ **Private Activity Bonds**: Government issued debt instruments issued for the direct benefit of private businesses.
- ③ **Revenue Bonds**: Tax exempt bonds issued by state and local governments. Funds raised by the sale of the bonds are used to finance projects. Revenue generated from the projects is used to repay the bonds.
- ③ **Short Term Debt – Tax Anticipation Notes (TANs), Bond Anticipation Notes (BANs), Revenue Anticipation Notes (RANs), Tax Revenue Anticipation Notes (TRANs)**: Debt instruments used for interim financing. Required if more than 12 months to maturity; less than 12 month maturities are not required.
- ③ **Swap**: Agreement for the Exchange of Interest Rates or other debt related derivatives product.
- ③ **Bank Loans and Lines of Credit**: A loan made by a bank; to be repaid with interest on or before a fixed date. *Report Lines of Credit only if your jurisdiction has an actual outstanding balance as of FYE.*
- ③ **Capital Leases, Lease/Installment Purchase Agreements**: Fixed-term lease that is similar to a loan agreement for purchase of a capital asset on installments.
- ③ **State Loans**: Loans made by Oregon Business Development Department (OBDD) to municipalities through the Special Public Works Fund, the Infrastructure Authority Bond Bank, the Port Revolving Loan Fund, and all others listed at <http://www.oregon4biz.com/How-We-Can-Help/Finance-Programs/>. Includes loans made through Oregon Department of Environmental Quality (DEQ), Department of Energy (ODOE), or the Oregon Transportation Infrastructure Bank (OTIB) and other OBDD loan programs.
- ③ **USDA**: Debt, including loans, issued under the Rural Development or Rural Utilities program.
- ③ **Capital Leases, Lease/Purchase Agreements, Installment Purchase Agreements**: A document granting possession and use of equipment or property for a given period with ownership conferred at the end of the lease term.
- ③ **Letters or Lines of Credit**: An agreement by a commercial bank or other financial institution to extend credit up to a certain amount for a certain time to a specified borrower.
- ③ **Operating Lease Agreements**: A document granting possession and use of equipment or property for a given period without conferring ownership.

MDAC LOAN/LEASE FORM 2[L]

Instructions:

- (1) Duplicate as needed to submit one form per loan/lease; also accessible at MDAC Form - 2L.
- (2) Refer to enclosed decision tree to determine Bond Type.
- (3) To achieve accurate reporting (i.e., Overlapping Debt Report), include the full debt schedule with the loan documentation.

District / Issuer Name:

Bond Type:

Pledged Source of Repayment:
(i.e., enterprise revenues, taxes or both, etc.)

Project Description:

Loan Number:

Initial Loan Amount:

Principal Outstanding as of FYE:

Final Maturity Date of Loan:

Execution Date of Loan:

Purpose of Loan:

Lender:

Bond Counsel (if applicable):

Municipal Advisor (if applicable):

Documentation: Please attach financing terms/agreement
 Please attach amortization/debt service schedule

Submit to:
Office of the State Treasurer
Debt Management Division
350 Winter Street NE, Suite 100
Salem, OR 97301-3896
Phone: (503) 378-4930
Email: DMD@ost.state.or.us

LOAN/LEASE SOURCE OF REPAYMENT DECISION TREE

