

COLUMBIA COUNTY, OREGON

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2015

Prepared by:

Finance and Taxation Department

Jennifer Cuellar, MBA
Treasurer and Director, Finance and Taxation

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COLUMBIA COUNTY, OREGON

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COLUMBIA COUNTY, OREGON

INTRODUCTORY SECTION

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COLUMBIA COUNTY

Department of Finance and Taxation

230 Strand Street • St. Helens, Oregon 97051
Phone 503-397-7252 • Fax 503-397-7251 • Email: Jennifer.Cuellar@co.columbia.or.us

December 17, 2015

To the Honorable Members of the Board of Commissioners and the Citizens of Columbia County:

The Finance and Taxation Department of Columbia County, Oregon is pleased to submit the County's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2015, together with the report thereon of Columbia County's independent auditors. This report is published to provide the Board of County Commissioners, our citizens, County staff, and other readers with detailed information about the financial position and results of operations of the County, and to demonstrate fiscal and operational accountability in the use of County resources. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with Columbia County management. To provide a reasonable basis for making these representations, management has established an internal control structure designed to safeguard County assets against loss, theft, or misappropriation, and to compile sufficient, reliable information for the preparation of the County's financial statements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

THE REPORT

In accordance with Oregon law, Pauly Rogers and Co. PC has audited the County's basic financial statements. The objective of the audit is to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2015, are free of material misstatement. The audit was conducted in accordance with auditing standards generally accepted in the United States of America (GAAS) and Minimum Standards for Audits of Oregon Municipal Corporations as prescribed by the Secretary of State, State of Oregon. The unmodified opinion rendered in this report indicates that the financial statements were prepared in accordance with generally accepted accounting principles (GAAP) accepted in the United States of America and meet the standards prescribed by the Secretary of State. The auditor's report on these financial statements is located prior to the financial section of this report.

The independent audit of the financial statements was part of a broader, federally mandated "Single Audit." The Single Audit standards require that the independent auditor report not only on the fair presentation of the basic financial statements, but also on the County's internal controls and legal requirements involving the administration of federal grant awards. Those reports are included at the end of this report in the Grant Compliance section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditor.

COUNTY PROFILE

Columbia County, named for the Columbia River, was created in 1854 from the northern half of Washington County. It covers 687 square miles and is bounded on the north and east by the Columbia River, on the west by Clatsop County and on the south by Washington and Multnomah counties. Columbia County was the sixteenth county created in Oregon and is the third smallest county in Oregon after Multnomah and Hood River counties.

Lewis and Clark explored this area in 1805-1806. Early settlements were established by fur traders as early as 1810. As American immigration increased in the mid-1840s, lasting settlements began to appear. The Yakima Indian War (1855-1859) drove many Washington Territory residents south of the Columbia River and helped boost the populations of St. Helens and Columbia City.

The first district court met in 1854 in Milton, which served as the county seat until 1857 when it was moved to St. Helens. St. Helens was founded in 1848 and took its name from the nearby Mt. St. Helens. The present courthouse was built in 1906, and an annex was constructed in 1968. Most county offices are now housed in the annex. The sheriff's office and jail facility operate at a separate location.

Columbia County had a county court form of government until 1971 when a board of commissioners was elected and it became a General Law County with a three-member Board of Commissioners. Other elected officials are the Sheriff, District Attorney, Clerk, Treasurer, Assessor, and Justice of the Peace. The County does not have a county manager or administrative officer.

Services provided to the community include Sheriff, County Jail, District Attorney, Adult Parole and Probation, Juvenile Justice, road and street maintenance, recording activities, elections, property assessment, tax collection, park facilities and maintenance, emergency management, and various community development activities including building inspection, surveyor's services, land use planning and public transit. Both mental health and public health services are provided by local non-profits which partner with the State and County to assure that public assistance in these areas are available to those who need them. The County offers the only two marine parks in Oregon: Sand Island on the Columbia River and J.J. Collins Memorial Marine Park on the Multnomah Channel.

As the foundation of the County's annual financial planning and control, the budget is prepared and adopted for all County funds as required by Oregon Local Budget Law (ORS Chapters 294.305-94.565). Departmental Directors and Elected Officials are actively involved in the budget development process each year which includes reviewing on-going budget to actual status.

In accordance with Local Budget Law, the County utilizes a budget committee consisting of the Commissioners and an equal number of citizens to review the departmental budgets for each fiscal year. The Board appoints many other volunteers to citizen advisory and review committees to assist the County in providing needed and desired services. Compensation for elected officials is recommended by the Compensation Board for Elected Officials as part of the annual budget process. The Budget Committee

takes into consideration the recommendation of the Compensation Board and approves a level of compensation to be included in the budget and documented in the County's personnel management system. The Commissioners act on those recommendations to set elected officials' salary compensation as they adopt the County budget.

REPORTING ENTITY

For financial reporting purposes, the County is a primary government under the provisions of Governmental Accounting Standards Board Statement No. 14, as amended by GASB 61. This report also includes all organizations and activities for which the elected officials exercise financial control as governing body: the Columbia County Development Agency (CCDA), the Meadowview Lighting District and the Extension and 4H Service District.

LOCAL ECONOMIC CONDITION AND OUTLOOK

The primary industries of Columbia County are timber, fishing, water transportation, dairying, horticulture and recreation. The extensive stands of old growth timber, which had attracted many of the early settlers to the area, were completely logged by the 1950s. Second growth timber provides the raw material for local lumber and paper mills.

As is true in many parts of the State of Oregon, the recovery from the recent recession and housing market crisis has not yet been a full one in Columbia County for the local economy, employment levels and local public

revenue. Columbia

County's

unemployment rate

continues to come

down from its high

during the recession

that began in FY09.

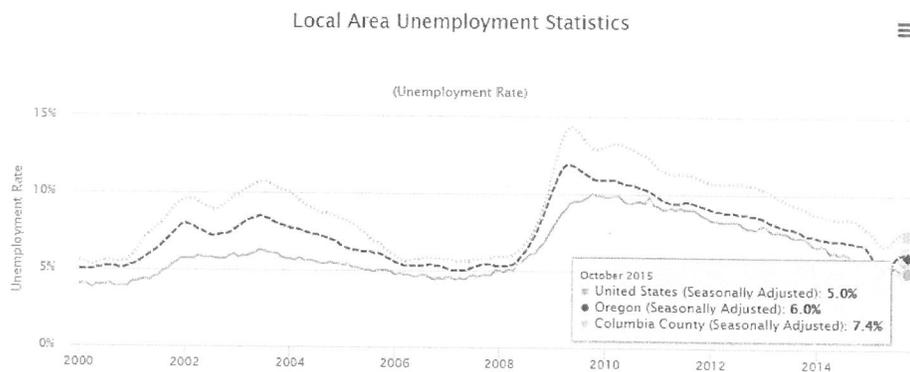
In October 2015

County residents

faced an

unemployment rate of 7.4%, higher than the national average by 2.4% for the same month but improving relative to last year at the same time at 7.7%. Compared to the other counties in Oregon our October 2015 unemployment rate is in the middle third of the range which varies from 4.8% to 8.8%. (Data from Oregon Employment Department)

The 2010 population of 48,620 represents an 11.62 percent increase since 1990. The State of Oregon has estimated the 2015 Columbia County population to be 51,319.



COUNTY FUNDING

While the County has recovered from the lows of this recent period, it is a “timber county” and, as such, the uncertainty with respect to Secure Rural School (SRS) funding at the federal level has had a significant impact on the County General Fund and the service levels it is responsible for providing to its citizens. From 2000 to 2012, the General Fund’s second largest source of unrestricted funds was the federal SRS program. SRS was put into place by congress to offset the loss of federal revenues that since 1908 had come to counties from the US Forest Service out of proceeds from US Forest Service timber sales. In the last four fiscal years 2014-15, 2013-14, 2012-13 and 2011-12, Columbia County could not budget for these revenues and service level reductions have been required. Columbia County is not the most adversely affected timber county in Oregon, but the lack of a long term and equitable solution will continue to have a significant negative impact on County operations and its ability to make financial plans.

Columbia County Secure Rural Schools Funding

	FY16*	FY15**	FY14**	FY13**	FY12**	FY11	FY10	FY09	FY08
Title I (unrestricted)	0	626,321	624,370	605,717	652,111	1,483,931	1,646,553	1,829,504	2,028,610
Title III (restricted)	0	51,579	51,419	49,883	53,703	122,206	135,599	150,665	239,853
Total SRS Act	0	677,900	675,789	655,600	705,815	1,606,137	1,782,152	1,980,169	2,268,463
Unrestricted General Fund***	6,520,240	7,217,824	7,403,808	7,387,684	7,114,895	9,393,854	9,522,145	10,538,431	11,333,689
Unrestricted Contribution	0.00%	9.39%	9.13%	8.87%	9.92%	15.80%	17.29% [†]	17.36% [†]	17.90%

* FY16 Unrestricted General Fund is budgeted data; unlike in past years, we have no indication of a short or long term solution.

** FY15, FY14, FY13 and FY12 revenue was unbudgeted because one-year extensions were enacted after the County budget appropriation process for the year.

*** Reflects unrestricted collections in the year and excludes departmental fees that cover cost of services and the beginning unrestricted balance from prior years. Prior years data is slightly different than that presented in FY2009-10 financials in order to reflect consistent definition over time.

Property tax, the largest source of unrestricted revenues, is typically a stable funding source for a government. In Oregon, a maximum increase of 3% year over year may be made for property tax assessed values. However, in the case of Columbia County’s government-wide picture, the CCDA urban renewal district is included as a component unit. Urban renewal districts are subject to annual swings in property tax receipts due to how tax increment revenue is calculated and the existence of tax payers with enterprise zone tax exemptions within them. This volatility can be seen over the years. The CCDA experienced a 24.5% increase in property tax revenue in FY15 while the County’s unrestricted property tax saw a 3.4% increase.

Complicating the government-wide revenue picture in the category of property tax is the three-year local option levy for jail operations over FY15, FY16 and FY 17. Finally, in FY18 the levy to pay for the construction of the justice facility will be ending, at which time the property tax for this purpose will no longer be levied and property tax revenue will decline accordingly. Over the last four years, the bond levy has ranged from 1.24 million to 1.11 million annually.

In FY15, property tax grew by \$3,114,653 while total revenue for governmental activities declined by \$1,156,579. Charges for services also saw increases of over \$1.097 million. Operating grants declined by \$3,931,800. The table on the next page gives more details as to the revenue swings of the last four years.

Governmental Activities Revenue Comparison

	FY2014-15		FY2013-14		FY2012-13		FY2011-12	
Charges for services	8,724,963	27.1%	7,627,277	22.9%	3,862,258	12.3%	5,617,127	11.3%
Operating grants & contrib'ns	9,812,491	30.5%	13,744,291	41.2%	12,885,441	41.1%	27,176,712	54.8%
Capital grants & contributions	263,997	0.8%	993,004	3.0%	1,065,840	3.4%	2,805,314	5.7%
Property taxes - General Fund	5,959,251	18.5%	5,764,798	17.3%	5,741,377	18.3%	5,734,354	11.6%
Property taxes - Jail Levy	2,309,368	7.2%	-	0.0%	-	0.0%	-	0.0%
Property taxes - Component Units	3,127,829	9.7%	2,511,608	7.5%	13,227	0.0%	38,449	0.1%
Property taxes - Jail Bond	1,110,800	3.5%	1,116,189	3.3%	1,179,779	3.8%	1,237,675	2.5%
Franchise & public service tax	497,342	1.5%	501,321	1.5%	432,489	1.4%	436,042	0.9%
Mineral, royalties & timber	101,691	0.3%	525,882	1.6%	47,178	0.2%	81,378	0.2%
Intergovernmental*		0.0%	-	0.0%	3,418,755	10.9%	3,497,531	7.0%
Interest	66,375	0.2%	55,360	0.2%	48,780	0.2%	44,223	0.1%
Fees*, Fines* and Other	191,137	0.6%	482,095	1.4%	2,678,281	8.5%	2,956,004	6.0%
Total revenues	32,165,245	100%	33,321,825	100%	31,373,405	100%	49,624,810	100%

* The GFOA recommended that these Intergovernmental revenues are more properly Charges for Services or Operating Contribution category funds.

Public safety revenues have been of particular concern. During the FY15 budget process it became clear that the County funding picture was no longer sufficient to maintain a safely run county jail and the process of winding down operations began in late FY14. Then, in May 2014, voters passed a local measure to fund jail operations for three years. The Sheriff's office reversed course during FY15 and has been adding staff unseen since the onset of the recession. This turn around has allowed the Sheriff to phase out the use of the arrest and matrix out policy over the course of this fiscal year and safely house and care for a larger population of inmates. The ballot measure will mean three-years of property tax inflows of more than \$2 million dollars annually exclusively for jail operations.

Because of the particularly tight financial margin that Columbia County is facing, and has faced for the last several years, management is focused on watching the ending fund balance. In half of the last ten years, including this report's focus year of FY15, the total governmental fund balance has been positive for the year. In fact, the FY15 fund balance level is higher than it's been during the last decade.

Governmental Fund Revenue and Expenditure

	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
Revenue*	32,954,399	32,624,767	31,452,751	49,936,984	35,032,571	32,132,707	35,353,206	37,707,970	42,327,364	34,019,957
Expenditure	<u>30,404,885</u>	<u>30,265,677</u>	<u>31,782,991</u>	<u>49,897,485</u>	<u>36,439,165</u>	<u>33,476,958</u>	<u>36,028,781</u>	<u>35,914,541</u>	<u>45,378,358</u>	<u>32,321,561</u>
Net Change in Fund Balance	2,549,514	2,359,090	(330,240)	39,499	(1,406,594)	(1,344,251)	(675,575)	1,793,429	(1,050,994)	1,698,396
Prior Period Adj					4,331	(164,639)				
Beginning Balance	<u>10,758,191</u>	<u>8,399,101</u>	<u>8,729,341</u>	<u>8,689,842</u>	<u>10,092,105</u>	<u>11,600,995</u>	<u>12,276,570</u>	<u>10,483,141</u>	<u>11,534,135</u>	<u>9,835,739</u>
Ending Balance	13,307,705	10,758,191	8,399,101	8,729,341	8,689,842	10,092,105	11,600,995	12,276,570	10,483,141	11,534,135

* Includes net proceeds from Other Financing Sources

While this is certainly good news, the proportion of the unassigned fund balance has declined by \$300,000 compared to FY14 and is, at the end of FY15, 27% of total fund balance compared to 36% last year.

PLANS FOR THE FUTURE

FY16's budgeted staffing level is up for the second year in a row, due largely to the revitalization of the jail's operational capacity. Nevertheless, General Fund and government-wide employment levels have been on a larger downward trend over the last several years. The total number of employees (as measured by full time equivalents "FTEs where two half time employees = 1 FTE) budgeted in FY16 for the County is down by over 45 positions or almost 25% of the workforce since the recession began in the fall of 2008.

Governmental Budgeted Staffing by Fiscal Year	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09
General Fund	81.53	77.65	94.67	96.85	109.63	119.64	112.65	132.89
Jail Fund (new FY15)	32.28	29.12						
Road Fund	21.5	23	21	23	25.5	25.5	25.5	26.5
Community Corrections	12.43	12.15	13.3	13.58	13.78	14.57	14.77	19.09
Building Services	4.49	4.13	3.8	3.12	4.66	7.3	6.53	9.98
Waste Transfer Station	1.19	0.99	0.91	0.91	2.95	3.7	4.95	3.8
Other Funds	4.02	4.93	7.78	10.8	10.76	10.24	10.49	9.83
Total FTEs	157.44	151.97	141.46	148.26	167.28	180.95	174.89	202.09
Change from prior year	3.6%	7.4%	-4.6%	-11.4%	-7.6%	3.5%	-13.5%	9.2%
Change from seven years ago	-22.1%							

FTE = "full time equivalent."

For FY17 and beyond, we hope to have a stable employee level in the jail and are hopeful to be able to end, or at least further reduce, the furloughs for non-law enforcement general fund staff. If funding levels permit, the county will consider adding staff in the general fund and other funds as prudent, particularly for the functions that experienced the deepest layoffs in the recession. Pressures on program and support staff to meet mandated service levels and compliance requirements from federal, state and professional sources require additional resources.

Although the current financial condition of the County is improving, there is a continuing set of near-term and longer-term financial obligations that will need to be monitored and managed. The County's pension system, PERS, is experiencing increasing cost trends that create growing financial obligations. This is particularly true for the state PERS system, which has seen recent cost-saving legislative reforms overturned by the Oregon Supreme Court. Oregon PERS also requires consistent and high levels of investment returns in order to maintain a high funding status. Recent investment performance results and trends have been below levels necessary to maintain or improve the system's funding status, and serve to underscore this concern. Fortunately, the County has set aside some funding to mitigate the immediate impact of this situation.

MAJOR INITIATIVES

The jail turn around project has been one of the most significant of FY15. The County Commissioners established an advisory committee of concerned community members in late FY14 after the passage of the local ballot measure. The Jail Operating Citizen Advisory Committee (JOCAC) allows citizens to give input into the jail operations and use for the new property tax funding stream.

In FY15 and FY16, the maintenance staff of the Courthouse have worked on re-roofing the building as well as installing a new elevator.

In the urban renewal district, a second PGE facility came on line in FY15. This project takes advantage of an economic development tool established by the state called a “Strategic Investment Program” (SIP) which allows an alternative property tax structure over a finite period of time for the qualifying project. This program also allows more funding to come directly to taxing districts in the urban renewal district boundaries, which include the County. This new revenue stream will slowly decline over the next 15 years but will be important to plugging the gaps in the County’s budget in FY16 and possibly also in FY17 and beyond.

RELEVANT FINANCIAL POLICIES

The County has adopted financial and budget policies to support continuity of operations in the County’s service delivery and to promote the efficient use of public funds. It is Columbia County’s policy to end the fiscal year with at least two month’s worth of operating expenses in hand. These reserves can be observed as part of cash and cash equivalents. In the case of the General Fund, these monies are part of the unrestricted or unassigned fund balance on the balance sheet. In the case of the other governmental major and non-major funds, required operating fund balance is included in the restricted fund balance category.

The County has also established reserve funds for technology and building projects as well as a new reserve established in FY14 for the purposes of future PERS retirement plan costs. These reserves are also part of cash and cash equivalents but are held in the committed and assigned fund balance categories.

The preparation of the City’s budget is governed by Oregon Budget Law, ORS §294.305 to §294.565. Public notice is given for all Budget Committee meetings. The Board of Commissioners is required to adopt a budget no later than June 30, the close of the fiscal year.

This annual budget serves as the foundation for the City’s financial planning and control. The budget is prepared and presented by fund and department. The level of appropriations under Oregon Budget Law is at the fund, departmental and major category of expenditure. The Board conducts amendment actions during the fiscal year to address changing financial needs and conditions.

The internal control structure provides reasonable, but not absolute, assurance that the County’s assets are safeguarded. The concept of reasonable assurance first recognizes that the cost of a control should not exceed the benefits likely to be derived. Secondly, the evaluation of costs and benefits require estimates and judgments by management.

INDEPENDENT AUDIT

An annual audit of the County’s financial records is conducted. These records, as represented in the CAFR, have been audited by the independent Certified Public Accountants: Pauly, Rogers and Co. CPAs. The Independent Auditor’s Report on the County’s financial statements is included in the financial section of this CAFR.

This audit includes the County’s Single Audit for FY15, pursuant to OMB Circular A-133, and is issued as a part of this CAFR at the end of the report.

AWARDS AND ACKNOWLEDGEMENTS

Certificates of Achievement: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Columbia County, Oregon for its comprehensive annual financial report for the fiscal year ended June 30, 2014. This was the second year that the government has applied for and achieved this prestigious award in almost a decade. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the County also applied for and received for the second time the GFOA's Award for Distinguished Budget Presentation for its annual budget for the fiscal year beginning July 1, 2015. In order to qualify for the Award, the budget document is judged for proficiency in several categories as a policy document, financial plan, operations guide, and communications device.

Acknowledgements: The preparation of this CAFR would not have been possible without the dedicated services of the entire staff of the Finance and Taxation Department. Sincere appreciation is extended to all of the financial services staff who contributed to this significant effort.

In addition, dozens County staff – from Department Heads to Elected Officials to administrative professionals - across the government and its jurisdictions provided vital cooperation and assistance and contributed to the information required for a fair presentation of the County's financial information. The creation of this financial report and maintaining strong fiscal operations is a truly collaborative effort that begins at the transactional level, flowing through our internal controls processes up and across the entirety of the organization.

Finally, appreciation is extended to the Board of County Commissioners for their interest and support in managing the financial operations of Columbia County.

Respectfully submitted,

JK Cuellar-Smith

Jennifer Cuellar-Smith
Treasurer and Director, Finance and Taxation Department



Government Finance Officers Association

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

Presented to

**Columbia County
Oregon**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

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COLUMBIA COUNTY, OREGON

Board of Commissioners

<u>Name and Address</u>	<u>Term Expires</u>
Anthony Hyde, Chair	January 2017
Henry Heimuller	January 2019
Earl Fisher	January 2017

Elected Officials

<u>Name</u>	<u>Position</u>	<u>Term Expires</u>
Sue Martin	County Assessor	January 2019
Betty Huser	County Clerk	January 2019
Steve Atchison	County District Attorney	January 2019
Jeff Dickerson	County Sheriff	January 2017
Jennifer Cuellar-Smith	County Treasurer	January 2017
Wally Thompson	Justice of the Peace	January 2021

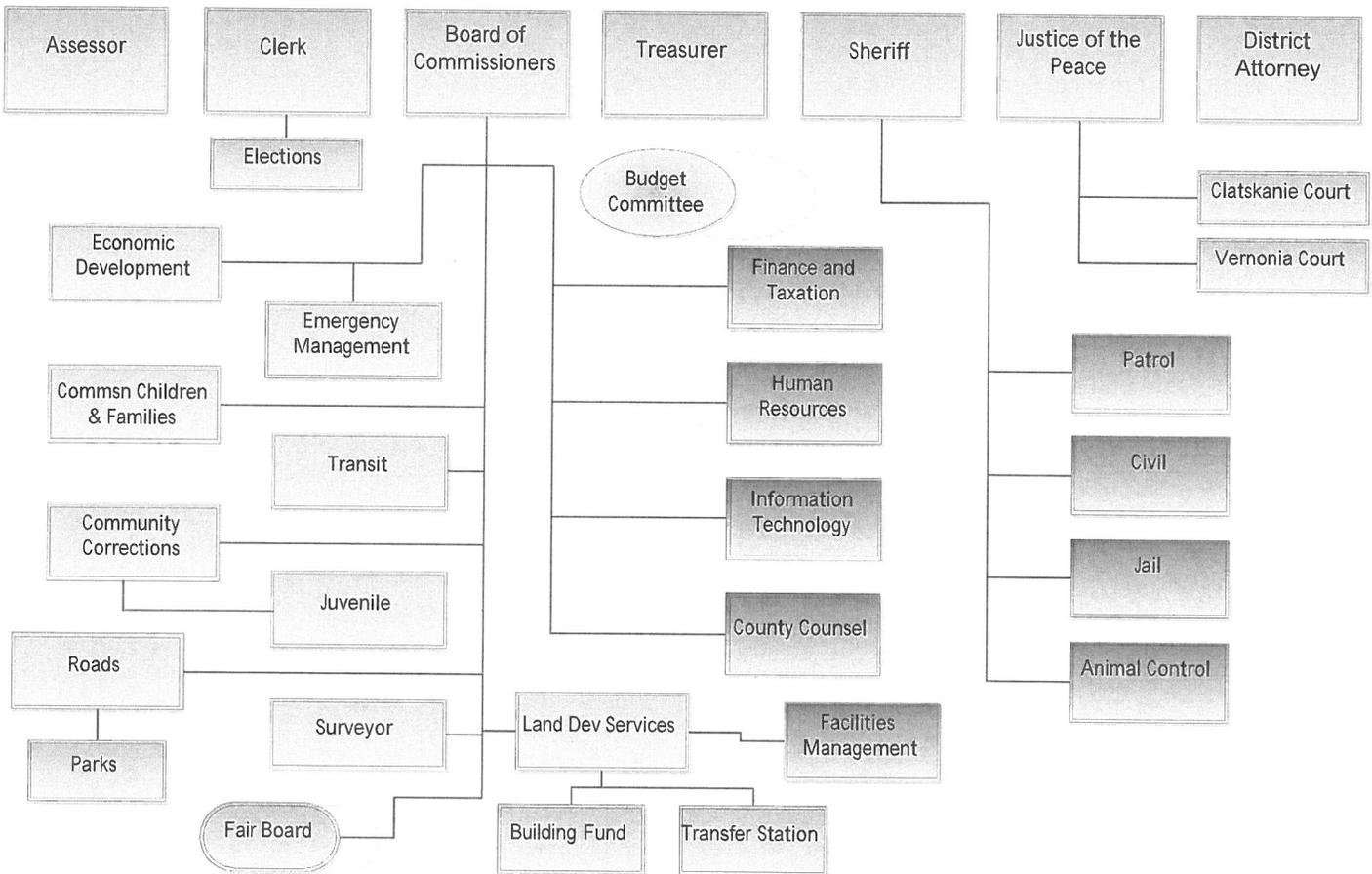
Board Members receive mail at the County address listed below:

230 Strand Street, St. Helens, Oregon 97051

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Columbia County Residents Elect the Following County Officials:

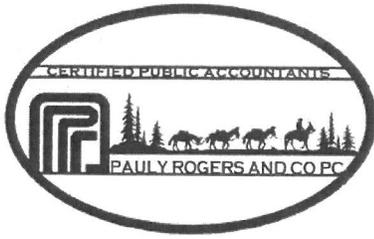


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COLUMBIA COUNTY, OREGON

FINANCIAL SECTION

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PAULY, ROGERS, AND CO., P.C.
12700 SW 72nd Ave. Tigard, OR 97223
(503) 620-2632 (503) 684-7523 FAX
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December 16, 2015

INDEPENDENT AUDITOR'S REPORT

County Commissioners
Columbia County
St Helens, Oregon

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Columbia County, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Columbia County, as of June 30, 2015, and the respective changes in financial position and budgetary comparisons for the General fund, Jail Operations fund, and Road fund, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Columbia County adopted the provisions of GASB Statement No. 68, Accounting and Reporting for Pensions, as well as the provisions of GASB Statement No. 71, Pensions Transition for Contributions Made Subsequent to the Measurement Date, for the year ended June 30, 2015. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary, as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal expenditures is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements

The supplementary information, as listed in the table of contents and the schedule of expenditures of federal expenditures are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 supplementary information, as listed in the table of contents and the schedule of federal expenditures, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory, statistical sections, as listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Reports on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our reports dated December 16, 2015 on our consideration of the internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of these reports 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. These reports are an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance.

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 16, 2015, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Matthew Graves, CPA
PAULY, ROGERS AND CO., P.C.

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**Columbia County, Oregon
Management's Discussion and Analysis
For the Year Ended June 30, 2015**

As management of Columbia County, we offer readers of the County's financial statements this narrative overview and analysis of the County's financial activities for the fiscal year ended June 30, 2015 (FY15). We encourage readers to consider the information presented here in conjunction with the financial statements (starting on page 20) as well as in our letter of transmittal (found earlier in this document, starting on page I).

Financial Highlights

- The assets and deferred outflows of resources of Columbia County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$40,338,785 (*net position*). Of this amount, unrestricted assets are negative this year (\$5,397,505) as shown in the table on page 7. This deficit is attributable to governmental activities and is further discussed in the government-wide financial analysis section of this Management's Discussion and Analysis (MD&A) found on page 7 and 8.
- The County's total net position decreased by \$1.62 million from last year, resulting from the restatement of beginning fund balance in accordance with the implementation of GASB 68 of \$8.6 million and an increase from operations of \$6.9 million. The analysis of the changes in net position for governmental and business activities is discussed starting on page 7.
- County's current assets saw an annual increase of \$3.26 million to end the year at \$16,591,218.
- The value of capital assets net of depreciation declined by \$2.145 million dollars government-wide, further discussed on pages 17, 18, 46 and 47.
- As of the close of the current fiscal year, Columbia County's governmental funds reported combined ending fund balances of \$13,307,705, an increase of 23.7% from last year, or \$2,549,514. Two new funds – the Jail Operations Fund and the PERS Reserve Fund – account for \$2,618,559 in fund balance. Of the remaining 19 funds, 10 equaled or grew in fund balance relative last year. The greatest fund balance increase was in the Road Fund at \$553,881 while the largest fund balance decline was in the General Fund, down \$414,796.
- At the end of FY15, fund balance, as shown on page 22, for the General Fund is \$4,743,395, a decline of 8% relative to last year. Unassigned fund balance is 74.8% of total General Fund balance at \$3.55 million, representing 28% of expense. Half of the overall fund balance decline is due to moving the funds in the "assigned" category for PERS reserve at the end of FY14 to a stand-alone PERS reserve fund in FY15.
- Total government-wide outstanding debt decreased by \$3,152,571 during the year (see page 18), attributable to scheduled debt payments as well as making an unscheduled \$1.25 million debt service payment by the General Fund which was, per agreements, reimbursed by the County's urban renewal organization, the Columbia County Development Agency (CCDA) component unit, all made possible by the availability of surplus Tax Increment Financing (TIF) this year.

Management's Discussion and Analysis Continued

Overview of the Financial Statements

The discussion and analysis are intended to serve as introductions to Columbia County's basic financial statements which are comprised of three components:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the financial statements

This report contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements The *government-wide financial statements* are designed to provide readers with a broad overview of Columbia County's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of Columbia County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Columbia County is improving or deteriorating. Note, in prior years, "net position" was expressed as "net assets."

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (government activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Columbia County include general government, public safety, roads and bridges, economic development, health and welfare, and culture and recreation. The Solid Waste Transfer Station is the only business-type activity of the County.

The government-wide financial statements include not only the County itself (known as the primary government), but also the legally separate Meadowview Lighting District; the Urban Renewal Agency, the CCDA; and the 4-H & Extension Service District. Though legally separate, the CCDA, Lighting District and the 4-H Extension Service District's governing body is identical to the County's and the County is financially accountable. Because the services of these entities are exclusively for the benefit of the County, their financial data are included as governmental funds and blended component units. Complete financial statements for the CCDA and for the 4-H & Extension Service District may be obtained at the Office of the Finance Director, 230 Strand Street, St. Helens, Oregon 97051.

The government-wide financial statements are found on pages 20 and 21.

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. Columbia County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related

Management's Discussion and Analysis Continued

legal requirements. All of the funds of Columbia County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Ending fund balance is expressed in the categories of nonspendable (prepaid expenditure and inventory), restricted (determined by law or contractual terms), committed (reserved by the governing body for a specific purpose), assigned (reserved by governing body for specific purpose) and unassigned (unrestricted funds). This reporting structure presumes that proprietary and special revenue funds' ending fund balances will never have unassigned balances as their assets are all restricted for the special purpose of the respective fund.

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

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

Columbia County maintains 21 individual funds that combine to make up governmental activity. Information is presented separately in the governmental fund balance sheet and in the government fund statement of revenues, expenditures, and changes in fund balances for the General Fund, two special revenue funds (the Road Fund and Jail Operations Fund), with the data from the other 18 governmental funds combined into a single, aggregated presentation (Other Governmental). Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for each major fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 22 – 28 of this report.

Proprietary fund Since the opening of the Solid Waste Transfer Station in 2006, the County maintains an *enterprise* fund. Enterprise funds are used to report the same functions presented as *business-type* activities in the government-wide financial statements. The County uses this fund to account for all activity related to the transfer station and solid waste services to county residents.

The basic proprietary fund financial statements can be found on pages 29 –31 of this report.

Fiduciary funds Fiduciary funds are used to account for resources held for the benefit of parties outside the County government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support County programs.

The basic fiduciary fund financial statement can be found on page 32 of this report.

Management's Discussion and Analysis Continued

Notes to the Basic Financial Statements The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements are found from page 33 – 59.

Required supplementary information In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligations to the citizenry and its employees. Required supplementary information can be found beginning on page 60 of this report.

Other supplementary information The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information for major funds. Combining and individual fund statements and schedules can be found starting on page 62 of this report.

Government-wide Financial Analysis

Government-Wide Net Position Generally, net position serves over time as a useful indicator of a government's financial position. The County's assets exceeded liabilities by \$40,338,785 at the close of the current fiscal year and \$41,963,226 at the close of the prior fiscal year. The \$1.6 million decline is primarily driven by the impact of implementing GASB 68 to report retirement liabilities differently than local governments have reported this information in the past.

Columbia County Net Position	Total Government-Wide		
	2015	2014	Change
Current & Other Assets	16,591,218	13,333,047	3,258,171
Net Pension Asset	2,134,901	4,521,902	(2,387,001)
Capital Assets (net of depreciation)	47,791,312	49,936,775	(2,145,463)
Total Assets	66,517,431	67,791,724	(1,274,293)
Deferred Outflows of Resources	605,374		605,374
Current Liabilities	1,956,473	1,967,803	(11,330)
Long-term Outstanding Liabilities	20,708,053	23,860,697	(3,152,644)
Total Liabilities	22,664,526	25,828,500	(3,163,974)
Deferred Inflows of Resources	4,119,494	-	4,119,494
Net Position			
Net Investment in Capital Assets	36,480,641	28,265,473	8,215,169
Restricted for Prepaid Pension	-	4,521,902	(4,521,902)
Restricted for Debt Service	67,178	74,659	(7,481)
Restricted for System Development	667,361	729,293	(61,932)
Rest'd purpose: grant, contract, fund pol, ORS	8,521,109	5,282,513	3,238,596
Unrestricted Suplus (Deficit)	(5,397,505)	3,089,386	(8,486,891)
Total Net Position	40,338,785	41,963,226	(1,624,441)

Management's Discussion and Analysis Continued

The largest portion of Columbia County's net position at \$36,480,641, representing 90.4% of government-wide net position, is net investment in capital assets (e.g. infrastructure, land, buildings, machinery and equipment, reduced by related debt). Columbia County uses these capital assets to provide services to citizens. These assets are *not* available for future spending.

This year, the value of net investment in capital assets increased \$8,215,169. In FY15 reporting a correction is made for the calculation of that figure. In prior years, all outstanding debt was netted to the value of the capital assets but this year the debt associated with the pension asset was appropriately excluded. If the calculation had been made correctly last year, an increase of \$1,010,915 in net investment in capital assets would have been seen. The year over year increase in the net investment in capital assets is driven by paying down debt, not with outlays for new capital assets.

Details on capital asset investment and debt levels can be found in the Notes to the Financial Statements beginning on page 45.

The other net position category that saw growth this year over last year is the restricted purpose category. The primary driver of the \$3.24 million increase is the creation of the restricted Jail Operations Fund. Previously, operation of the jail was carried out as a department within the General Fund. With the passage of a three-year jail operations levy, the County created a separate fund so that any revenue surpluses associated with the Jail would more easily (and more transparently) be accrued to the Jail for future use. At FY15 close, the Jail Operations Fund had \$2 million in restricted fund balance.

Business Type Activity At the end of the current fiscal year, the County is able to report a positive and increasing net position balance for the government's business-type activity, the solid waste transfer station. Cash holdings have increased due to the positive revenue to expenditure relationship this year. The decline in capital assets is due to depreciation expense with no additional capital asset acquisitions.

Columbia County Net Position	Business-Type Activities		
	2015	2014	Change
Current & Other Assets	1,375,735	853,546	522,189
Net Pension Asset	11,016	-	11,016
Capital Assets (net of depreciation)	4,236,256	4,359,840	(123,584)
Total Assets	5,623,007	5,213,386	409,621
Deferred Outflows of Resources	3,124		3,124
Current Liabilities	203,218	343,489	(140,271)
Long-term Outstanding Liabilities	3,366,911	3,515,834	(148,923)
Total Liabilities	3,570,129	3,859,323	(289,194)
Deferred Inflows of Resources	21,257		21,257
Net Position			
Net Investment in Capital Assets	869,345	844,006	25,339
Rest'd purpose: grant, contract, fund pol, ORS		2,143	(2,143)
Unrestricted Suplus (Deficit)	1,165,400	507,914	657,486
Total Net Position	2,034,745	1,354,063	680,682

Management's Discussion and Analysis Continued

See page 46 in the Notes to the Financial Statements for more details on capital assets specific to the business-type activity Solid Waste Transfer Station Fund.

Long Term debt is also declining as the one loan held by the Transfer Station continues to be paid down according to plan. This issue is further discussed in the Notes to the Financial Statements on page 50.

Governmental Activity The deficit in governmental unrestricted of \$6,562,905 is created due to the correction to the calculation of net investment in capital assets as well as the impacts of the GASB 68 implementation. The decline in this category year to year of over \$9.14 million is also attributable to these factors as well as to operational changes in the same period.

Another impact of the GASB 68 implementation on the reporting of net position is the elimination of the Prepaid Pension restricted fund balance as of FY15.

Columbia County Net Position	Governmental Activities		
	2015	2014	Change
Current & Other Assets	15,215,483	12,479,501	2,735,982
Net Pension Asset	2,123,885	4,521,902	(2,398,017)
Capital Assets (net of depreciation)	43,555,056	45,576,935	(2,021,879)
Total Assets	60,894,424	62,578,338	(1,683,914)
Deferred Outflows of Resources	602,250		602,250
Current Liabilities	1,753,255	1,624,314	128,941
Long-term Outstanding Liabilities	17,341,142	20,344,863	(3,003,721)
Total Liabilities	19,094,397	21,969,177	(2,272,530)
Deferred Inflows of Resources	4,098,237		4,098,237
Net Position			
Net Investment in Capital Assets	35,611,296	27,421,467	8,189,830
Restricted for Prepaid Pension		4,521,902	(4,521,902)
Restricted for Debt Service	67,178	74,659	(7,481)
Restricted for System Development	667,361	729,293	(61,932)
Rest'd purpose: grant, contract, fund pol, ORS	8,521,109	5,280,370	3,240,739
Unrestricted Suplus (Deficit)	(6,562,905)	2,581,472	(9,144,377)
Total Net Position	38,304,040	40,609,163	(2,305,123)

Management's Discussion and Analysis Continued

Statement of Activities The tables on the following three pages detail governmental activities, business-type activities and government-wide activities in the Revenue and Expense Statement perspective. It also clearly shows the change in net position for the year (located near the foot of each table).

The change in reporting prepaid pension net position is one of the drivers that leads to the need for a significant restatement of beginning balance, seen in the Statements of Activities tables in the following pages. The details associated with this restatement are found in the Notes to the Financial Statements on page 57.

Government-wide The decline of \$1,624,441 in governmental-wide activity net position relative last year contrasts with the increase of \$4,675,763 in the change in net position calculation.

Statement of Activities	Total Government-Wide		Total Change Incr/(Decr)	%age Change
	2015	2014		
Revenue				
Program Revenues				
Charges for Services	11,387,967	10,012,278	1,375,689	13.74%
Operating Grants and Contributions	9,812,491	13,744,291	(3,931,800)	-28.61%
Capital Grants and Contributions	263,997	993,004	(729,007)	-73.41%
General Revenues				
Property Taxes	12,507,248	9,392,595	3,114,653	33.16%
Franchise and Public Service Taxes	497,342	501,321	(3,979)	-0.79%
Mineral, Royalties and Timber Rev	101,691	525,882	(424,191)	-80.66%
Investment Earnings	70,544	57,608	12,936	22.46%
Other Revenue	191,137	449,940	(258,803)	-57.52%
Total Revenues	34,832,419	35,676,919	(844,500)	-2.37%
Expenses				
General Government	4,798,143	5,985,721	(1,187,578)	-19.84%
Roads and Bridges	5,026,777	5,597,225	(570,448)	-10.19%
Public Safety	8,124,493	9,631,594	(1,507,101)	-15.65%
Health and Welfare	1,646,918	4,988,883	(3,341,965)	-66.99%
Culture and Recreation	1,359,871	1,245,113	114,758	9.22%
Economic Development	3,069,194	2,609,894	459,299	17.60%
Interest on Long-term Debt	1,938,588	1,219,416	719,172	58.98%
Business-Type Activity	1,892,005	2,098,406	(206,401)	-9.84%
Total Expenses	27,855,988	33,376,251	(5,520,263)	-16.54%
Revenues over/(under) expenses	6,976,431	2,300,668	4,675,763	203.23%
Transfers	-	-	-	
Change in Net Position	6,976,431	2,300,668	4,675,763	203.23%
Net Position, Beginning of Period	41,963,226	40,807,590	1,155,636	2.83%
GASB 68 Implementation Restatement	(8,600,872)	-	(8,600,872)	-100.00%
Prior Period Adjustment	-	(1,145,032)	1,145,032	100.00%
Net Position, End of Period	40,338,785	41,963,226	(1,624,441)	-3.87%

Management's Discussion and Analysis Continued

The current fiscal year results differ from prior years for a number of reasons, reflecting reporting issues as well as new operational situations. These differences have implications for the overall fund balances as well as for the distribution of accrual entries on revenues and expenses in the Government-wide Financial Statements:

- Implementation of GASB 68 retirement reporting in the financial statements
- Correction of the Net Investment in Capital Assets, also impacting the Unrestricted Surplus/Deficit category (as seen in the net position tables in previous pages)
- Addition of the Jail Operations Fund with the advent of a three-year local option levy passed by voters in May of 2015
- Creation of the PERS Reserve Fund
- Unscheduled debt service made on an infrastructure loan funded by TIF revenue from the urban renewal district in Port Westward

All of these circumstances have an effect on the financial statements; two of them – the new Jail Operations fund and PERS Reserve Funds - represent changes that also affect the operational reality of the county, information which is more clearly seen in the fund statements as opposed to these government-wide financial tables.

The PERS Reserve Fund was established in FY15 to hold aside the FY14/FY15 biennial PERS rate decrease passed by the Oregon legislature two years ago. The County has been collecting this 4.4% rate reduction for the past two years. Last year, these funds were held in the “assigned” ending fund balance category in every fund with PERS-eligible payroll expense. The Board of Commissioners opted to create an independent reserve fund to more easily and transparently collect and, at some point in the future, utilize these funds. In October 2015 the Oregon Supreme Court rolled back the majority of these PERS plan changes in its *Moro* decision. When retirement system employer rates that include the impact of the court decision are released for FY18 and beyond, the prudence of establishing this reserve will be underscored.

Management's Discussion and Analysis Continued

Governmental Activity The decline of \$2,305,123 in governmental activity net position relative last year contrasts with the increase of \$4,189,438 in the revenue minus expense surplus calculation.

Statement of Activities	Governmental Activities		Total Change Incr/(Decr)	%age Change
	2015	2014		
Revenue				
Program Revenues				
Charges for Services	8,724,963	7,627,277	1,097,686	14.39%
Operating Grants and Contributions	9,812,491	13,744,291	(3,931,800)	-28.61%
Capital Grants and Contributions	263,997	993,004	(729,007)	-73.41%
General Revenues				
Property Taxes	12,507,248	9,392,595	3,114,653	33.16%
Franchise and Public Service Taxes	497,342	501,321	(3,979)	-0.79%
Mineral, Royalties and Timber Rev	101,691	525,882	(424,191)	-80.66%
Investment Earnings	66,375	55,360	11,015	19.90%
Other Revenue	191,137	449,940	(258,803)	-57.52%
Total Revenues	32,165,246	33,289,670	(1,124,424)	-3.38%
Expenses				
General Government	4,798,143	5,985,721	(1,187,578)	-19.84%
Roads and Bridges	5,026,777	5,597,225	(570,448)	-10.19%
Public Safety	8,124,493	9,631,594	(1,507,101)	-15.65%
Health and Welfare	1,646,918	4,988,883	(3,341,965)	-66.99%
Culture and Recreation	1,359,871	1,245,113	114,758	9.22%
Economic Development	3,069,194	2,609,894	459,299	17.60%
Interest on Long-term Debt	1,938,588	1,219,416	719,172	58.98%
Total Expenses	25,963,983	31,277,845	(5,313,862)	-16.99%
Revenues over/(under) expenses	6,201,263	2,011,825	4,189,438	208.24%
Transfers	50,105	32,155	17,950	55.82%
Change in Net Position	6,251,368	2,043,980	4,207,388	205.84%
Net Position, Beginning of Period	40,609,163	39,710,215	898,948	2.26%
GASB 68 Implementation Restatement	(8,556,491)		(8,556,491)	-100.00%
Prior Period Adjustment		(1,145,032)	1,145,032	100.00%
Net Position, End of Period	38,304,040	40,609,163	(2,305,123)	-5.68%

Discussion of the revenue and expense implications for governmental activity due to the reporting and operational changes mentioned on the previous page is found on pages 14 - 16.

Management's Discussion and Analysis Continued

Business Type Activity The change in net position for the Transfer Station, the County's only business-type enterprise fund, was positive for the fourth year running. This represents a turnaround relative the three years prior to this four-year growth period. At that time, negative net revenues of approximately \$200,000 each year were experienced. At \$725,063, the FY15 contribution to net position is almost three times the contribution made in FY14.

Statement of Activities	Business-Type		Total Change Incr/(Decr)	%age Change
	2015	2014		
Revenue				
Program Revenues				
Charges for Services	2,663,004	2,385,001	278,003	11.66%
General Revenues				
Investment Earnings	4,169	2,248	1,921	85.45%
Total Revenues	2,667,173	2,387,249	279,924	11.73%
Expenses				
Business-Type Activity	1,892,005	2,098,406	(206,401)	-9.84%
Total Expenses	1,892,005	2,098,406	(206,401)	-9.84%
Revenues over/(under) expenses	775,168	288,843	486,325	168.37%
Transfers	(50,105)	(32,155)	(17,950)	55.82%
Change in Net Position	725,063	256,688	468,375	182.47%
Net Position, Beginning of Period	1,354,063	1,097,375	256,688	23.39%
GASB 68 Implementation Restatement	(44,381)		(44,381)	-100.00%
Net Position, End of Period	2,034,745	1,354,063	680,682	50.27%

Increased revenues are due to cost of living dumping rate increases and are an indication of the generalized economic recovery that is being felt now in our more rural section of the greater Portland metro area. The reduction in expense is primarily due to a full year under the new facility operations contracts negotiated two years ago.

Fund balance change and make up

County major funds in FY15 include the General Fund, Road Fund and Jail Operations Fund (the funds with the largest expenditure totals for the year). Information on these funds can be found in the Fund Financial statements as well as in their individual Major Funds statements in the Financial Section of the Comprehensive Annual Financial Report (CAFR). The make-up of the major funds changes most years in Columbia County. Last fiscal year, Direct Pass-Through Grants Fund was classified as major and, the prior year, it was the Unmet Needs Fund and Transit Funds that met the standard. These last two funds dropped off the major funds list are characterized by significant annual swings in grant revenue, predominantly federal grants that fund non-recurring projects such as investments in capital assets or recovery from federally declared disasters.

The three FY15 major funds experienced mixed changes in ending fund balance. The Road Fund's total increase is over \$550,000. The Jail Operations Fund started from \$0 (as it did not exist in FY14) and carries forward \$2 million in fund balance on June 30, 2015. The General Fund's fund balance declined

Management's Discussion and Analysis Continued

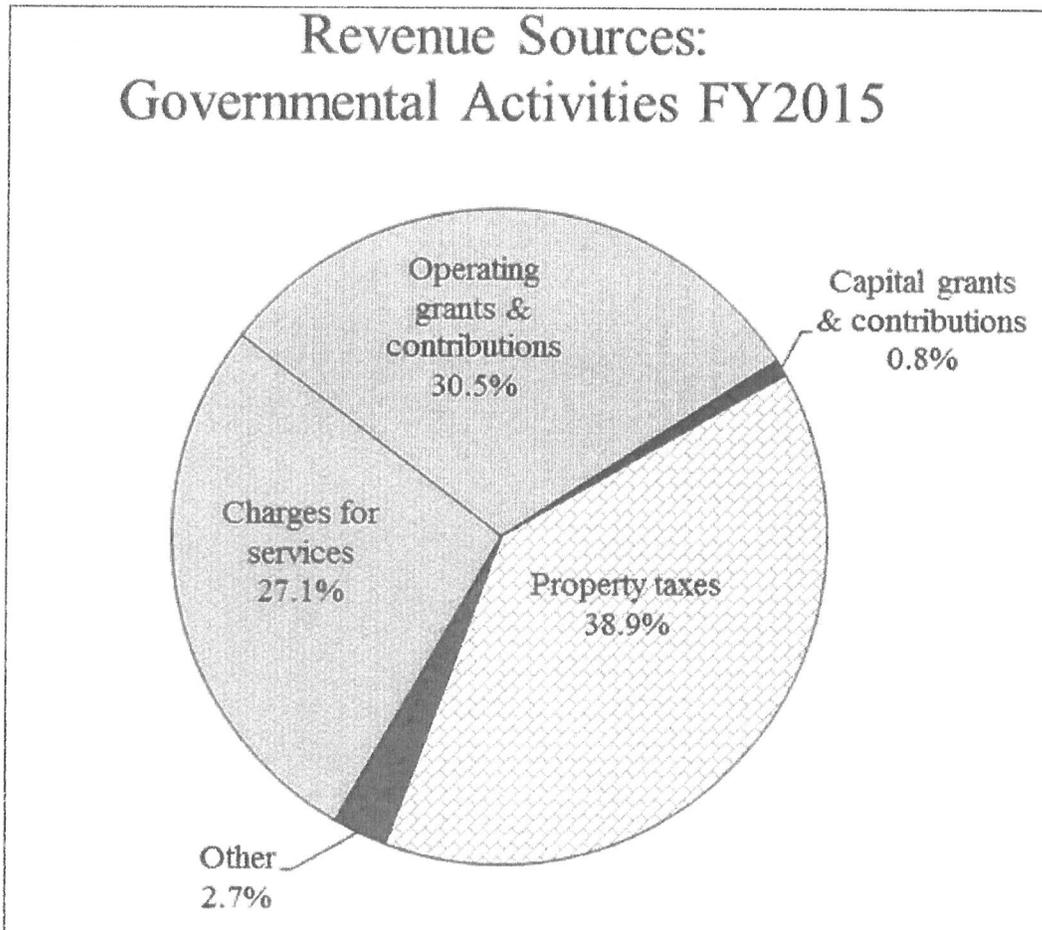
this year. Over half of this decline was attributed to moving the \$230,000 in assigned funds held at the end of FY14 within the General Fund for the PERS reserve to the separate PERS Reserve Fund.

Five non-major government funds contribute more than \$350,000 each in ending fund balance: the CCDA component unit (\$970,000), the PERS Reserve Fund (\$699,000), the 4H component unit (\$453,000), the Transit Fund (\$400,000) and the Bike Trails Fund (\$398,000). Details on all fund balances can be found in the Notes to the Financial Statements on page 59.

Further details on the non-major funds can be found in the Supplementary Information section of the CAFR beginning on page 62.

FY15 Revenue Relative last fiscal year, revenue declined for the government-wide entity by 2.37% to \$34,832,419 (\$844,500 less than FY14). Governmental activity revenue declined by almost \$1,125,000 and business-type revenue was up over \$275,000.

The pie graph focuses on the governmental activities portion of the Statement of Activities by revenue source.



The largest change in governmental activity revenue was in the area of property tax with an increase of over \$3.1 million. The typical tax base saw an increase in unrestricted property tax of 3.4% (less than

Management's Discussion and Analysis Continued

\$200,000). An increase of over \$600,000 in restricted property tax for component units (25% higher than last year) and new property tax to fund jail operations was over \$2.3 million for FY15. Property tax needed to pay debt service on the Jail bond went down by just over \$5,000.

Charges for services had the next largest increase of \$1.1 million – a 14.4% increase over the prior year. The increase in special payment reimbursement from the component unit to cover higher debt service in FY15 as compared to FY14 is the driver of this difference.

The mix of revenue sources supporting governmental activities also experienced some significant shifts from last fiscal year to the current fiscal year.

Revenue Categories	FY15	FY14
Charges for Services	27%	23%
Operating Grants	31%	41%
Property Tax	39%	28%
All Other	3%	8%

The largest category decline in actual dollars is in operating grants and contributions. The change of \$3.93 million is almost entirely explained by a structural funding change made since the close of FY14. Pass through grants were \$3.85 million last year and this year the tail end of activity totaled less than \$300,000. State and federal funding for service delivery to developmentally disabled persons and citizens struggling with addiction and mental health concerns programs no longer flows through the County to partner local agencies via the Direct Pass Through Grants Fund but now is disbursed to the same partner agencies directly. This change removes a logistical step in the funding process which ultimately means more resources are available more quickly for service delivery.

The largest percentage declines were in the categories of Mineral, Royalties and Timber Revenue (80.7%) and Capital Grants and Contributions (73.4%). The decline in the first is largely attributable to the timber harvest plan that supports the Park Fund; in FY14 there was a timber sale of \$370,000 and in FY15 no sale was conducted. The decline in capital grants is explained by the highly variable capital grant activity that the Transit Fund experiences. In FY14, \$944,000 in capital grants was expended to finish the construction and outfitting of security equipment in the St Helens Transit Center. In FY15, no further capital grant dollars were utilized for the Transit Center.

FY15 Expenses The chart below graphs the County's expenses by public services activities. Only governmental activities are considered. Three public service areas – Culture and Recreation, Economic Development and Interest on Long-term Debt – experienced increases relative last year whereas the remaining four saw declines in expenditure levels.

Larger expenditures in economic development over last year's level is tied to the planned annual increase in debt service for the infrastructure that is part of the CCDA's urban renewal efforts in Port Westward for FY15 as well as the payment of unscheduled debt service of \$1.25 million in FY15. These larger outlays also explain the increase in interest expense. As these categories have little and no payroll cost respectively, their comparative year to year changes are barely affected by the GASB 68 implementation.

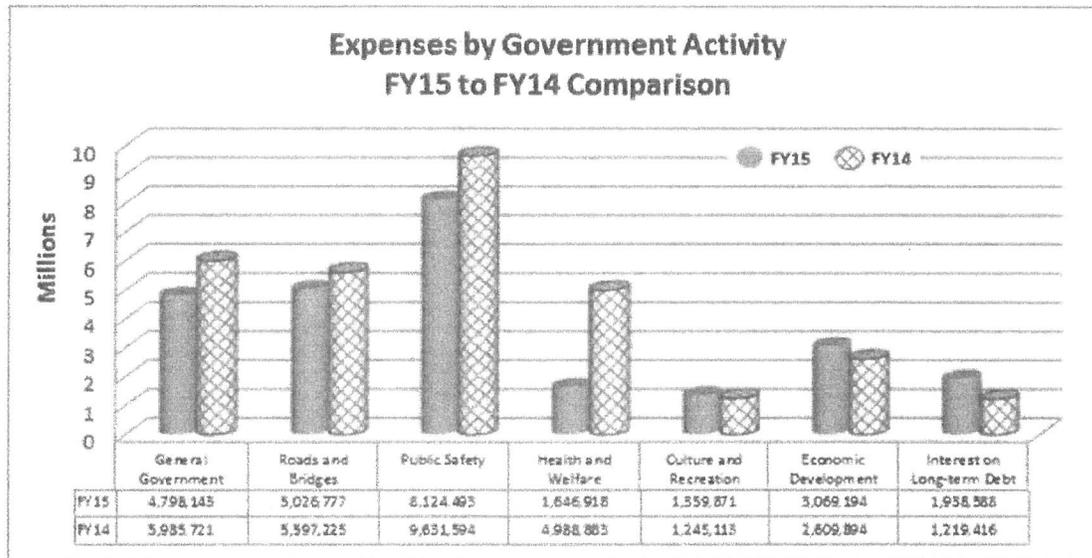
The increase in Culture and Recreation is due to one-time expenses in FY15 associated with the transition of moving from a year-round, part-time park host operation to a seasonal contract-based park host approach.

The largest percent decline is in the area of Health and Welfare. This change is due to the previously discussed change in funding for critical health and social services that no longer flows through the

Management's Discussion and Analysis Continued

County. In addition, as no county staff is or has been a part of this service delivery – local non-governmental agency partners have been and continue to be the service providers – the GASB 68 implementation does not impact the comparative data presented.

The declines in General Government, Roads and Bridges and Public Safety are largely to do with the



impacts of GASB 68 implementation. These are the three categories with the largest personnel expenditures and, accordingly, they are the ones experiencing the most impact of this significant financial reporting change.

Information about the operating expense levels in these areas can be understood by reading the fund financial statements included in this document. Major funds are found on pages 22-24 and other special revenue fund schedules are located on pages 62 – 82.

Budgetary Highlights

The General Fund is the chief operating fund of the County. At the end of the current fiscal year unassigned fund balance in the General Fund was \$3,548,781 as compared with \$3,856,674 at the end of FY14. While it is an 8% decline, the fund balance continues to exceed the two month operating expense policy for unrestricted ending fund balance based on FY15 actual Personnel plus Materials and Services expenditures (3.37 months annual expense were on hand on June 30, 2015). Meeting the County's ending fund balance mark was achieved through the continuing efforts to contain costs in the face of ongoing economic difficulties, upward pressure on payroll expense largely due to retirement and health insurance costs that exceed the inflation rate and continuing revenue uncertainty in future years.

One of the measures taken to reduce General Fund costs is a furlough program. In FY15, most county workers funded by General Fund dollars had twelve furlough days. The prior three years, budgeted furloughs were at the level of 26 unpaid leave days. Elected Officials and department managers took an

Management's Discussion and Analysis Continued

equivalent salary cut in each of these years.

Four supplemental budgets were enacted during FY15. The first supplemental budget passed in September of 2014, appropriating funds to the newly created Jail Operations Fund (and removing this budget operation from the General Fund). It also more precisely delineates the impact on related special revenue funds of the County's change of plans from closing the jail in FY15 to not only keeping it open but also adding capacity to better meet the needs of the community. This was made possible by the passage of the three-year local option levy supporting jail operations.

The second supplemental budget was appropriated in May in order to authorize the payment of an additional debt payment described on page 4.

The third and fourth supplemental budgets also came at the end of the fiscal year to make relatively small adjustments to accommodate timing issues for capital purchases, staff retirements and minor programmatic changes in a handful of funds.

Capital Asset and Debt Administration

Capital Assets Columbia County's FY15 investment in capital assets government-wide amounts to \$47,791,310 (net of accumulated depreciation). Net capital assets declined by 4.3% for the County relative the prior fiscal year. This investment in capital assets includes land, buildings, infrastructure, machinery and equipment. The decline in this value is an expression of the County's funding constraints and inability to fully replace aging infrastructure.

Columbia County Capital Assets (Net of Depreciation)	Governmental Activities	Governmental Activities	Business-Type	Business-Type	Total	Total
	2015	2014	2015	2014	2015	2014
Land and land improvements	6,215,332	6,215,333	637,483	637,483	6,852,815	6,852,816
Construction in progress	84,808	-			84,808	-
Buildings	15,261,266	15,810,326	3,589,015	3,708,864	18,850,281	19,519,190
Infrastructure	20,885,959	22,411,452			20,885,959	22,411,452
Furniture and equipment	1,107,691	1,139,825	9,756	13,491	1,117,447	1,153,316
	<u>43,555,056</u>	<u>45,576,936</u>	<u>4,236,254</u>	<u>4,359,838</u>	<u>47,791,310</u>	<u>49,936,774</u>

Among the additions and improvements to County infrastructure which took place in FY15 are the following:

- Shower extension in Camp Wilkerson
- Six vehicles for Sheriff's office fleet
- Annual technology investments in Assessor's system and county-wide IT assets
- Heavy equipment for the Road Department valued at \$30,000
- A shuttle bus for the Transit Department

No capital asset additions were made for business-type activity.

Management's Discussion and Analysis Continued

Additional details on capital assets for governmental and business type activities can be found in the Notes to the Financial Statements on pages 46 and 47.

Long-term debt At the end of the current fiscal year, Columbia County had total long-term debt outstanding of \$20,708,088 while in the prior year the balance was \$23,860,659, a decline of 13.2%. No new debt other than lease agreements for office business equipment was incurred in FY15.

Columbia County's Outstanding Debt	FY2015	FY2014	Total Change	%age change
General Obligation Bonds Refunded 2006, prem & def charges	3,135,000	4,090,000	(955,000)	-23.3%
Limited Tax Bond - PERS UAL Bond	7,308,605	7,475,976	(167,371)	-2.2%
Road Improvement Loan - Rainier	229,223	247,106	(17,883)	-7.2%
Long Term Notes-OECDD-business type activity	3,366,911	3,515,833	(148,922)	-4.2%
Note-City of St Helens, Transitional Housing	64,660	69,296	(4,636)	-6.7%
Note - Energy Efficiency Courthouse	459,145	526,161	(67,016)	-12.7%
Compensated Absences	1,296,374	1,460,623	(164,249)	-11.2%
Net OPEB obligation	648,723	705,515	(56,792)	-8.0%
Port Westward SPWF Loan	4,055,767	5,746,893	(1,691,126)	-29.4%
Leases Payable	143,680	23,256	120,424	517.8%
Total	20,708,088	23,860,659	(3,152,571)	-13.2%

The County received positive news in October 2014 when Moody's Investor Service made a rating update for the jurisdiction. The rating of Aa3 was affirmed and Moody's removed the negative outlook it had assigned in its prior review of April 2012.

Further information on the County's long-term debt is found in the Notes to the Financial Statements on pages 48 – 51.

Key Economic Factors and Budget Information for the Future

The most significant positive for FY16 is working in year two of the three-year option levy provided by the county voters to support the operation of the jail. The stabilizing impact of this revenue stream has resulted in an elimination of the pervasive matrix release system the jail had in place in prior years. FY17 will be the final year of this revenue stream.

Budget Information The County remains cautious, though optimistic, about cost trends for FY16 and beyond. At the time of the FY16 budget, no replacement funding for SRS could be counted on and the County opted to continue its furlough program for non-public safety general fund staff, though reducing it from twelve days to eight days in FY16.

Management's Discussion and Analysis Continued

Columbia County continues to confront the budget uncertainty with regard to its funding streams. FY17 budget projections made as part of the FY16 budget process indicate more another challenging budget process ahead.

Looking beyond the FY16 budget year, staff costs will grow with retirement as a significant personnel cost driver. The state legislature made changes to the public employee retirement system which served to reduce the impact of the biennium's rate increase in the FY14 and FY15 budget years and minimize rate increases for the FY16 and FY17 rate cycle. Rate corrections to accommodate the Oregon Supreme Court's Moro decision translates into a retirement rate environment for the FY18/FY19 and FY20/FY21 rate cycles that will likely prove to be difficult to manage.

On the positive side, industrial development in the county's urban renewal district at Port Westward has generated a new revenue stream for the County starting in FY16. It is possible that the coming years may see even more significant industrial investments take place in the northern part of the County.

Columbia County elected leaders and professional staff will continue to balance the revenue available to the service obligations to the community and make the choices necessary to balance its budget and maintain a prudent level of reserves available for future needs.

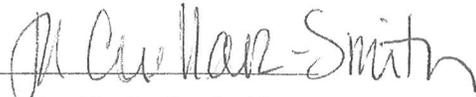
Request for information. This financial report is designed to provide a general overview of Columbia County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 230 Strand Street, St. Helens, OR 97051.

Signature:



Earl Fisher
Commissioner, Columbia County

Signature:



Jennifer Cuellar-Smith
Treasurer and Finance Director

COLUMBIA COUNTY, OREGON

STATEMENT OF NET POSITION
June 30, 2015

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 12,734,603	\$ 1,154,712	\$ 13,889,315
Receivables:			
Accounts receivable	175,102	221,023	396,125
Property taxes receivable	752,957	-	752,957
Due from other governments	1,329,803	-	1,329,803
Prepays	84,052	-	84,052
Inventories	138,966	-	138,966
Total current assets	<u>15,215,483</u>	<u>1,375,735</u>	<u>16,591,218</u>
Noncurrent assets:			
Proportionate share of net pension asse	2,123,885	11,016	2,134,901
Capital Assets			
Nondepreciable	6,300,140	-	6,300,140
Depreciable, net	37,254,916	4,236,256	41,491,172
Total noncurrent assets	<u>45,678,941</u>	<u>4,247,272</u>	<u>49,926,213</u>
Total Assets	<u>60,894,424</u>	<u>5,623,007</u>	<u>66,517,431</u>
DEFERRED OUTFLOWS OF RESOURCES			
Contributions After Pension Measurement Date	602,250	3,124	605,374
LIABILITIES			
Current liabilities			
Accounts payable and payroll liabilities	1,146,458	105,606	1,252,064
Interest payable	598,434	97,612	696,046
Deposits	8,363	-	8,363
Total current liabilities	<u>1,753,255</u>	<u>203,218</u>	<u>1,956,473</u>
Noncurrent liabilities			
Accrued Compensated Absence:	1,296,374	-	1,296,374
Net OPEB obligation	648,723	-	648,723
Current portion of long-term obligations	1,978,915	156,325	2,135,240
Noncurrent portion of long-term obligation	13,273,450	3,210,586	16,484,036
Capital Leases Payable	143,680	-	143,680
Total noncurrent liabilities	<u>17,341,142</u>	<u>3,366,911</u>	<u>20,708,053</u>
Total Liabilities:	<u>19,094,397</u>	<u>3,570,129</u>	<u>22,664,526</u>
DEFERRED INFLOWS OF RESOURCES			
Net Pension Related Deferred Inflow:	4,098,237	21,257	4,119,494
NET POSITION			
Net Investment in Capital Asset	35,611,296	869,345	36,480,641
Restricted for Debt Service	67,178	-	67,178
Restricted for System Development	667,361	-	667,361
Restricted special purposes: grant, contract fund policy, ORS	8,521,109	-	8,521,109
Unrestricted	(6,562,904)	1,165,400	(5,397,504)
Total Net Position:	<u>\$ 38,304,040</u>	<u>\$ 2,034,745</u>	<u>\$ 40,338,785</u>

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

**STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2015**

	Program Revenues			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<u>Functions/Programs</u>				
Governmental Activities				
General government	\$ 4,798,143	\$ 2,639,778	\$ 1,029,262	\$ -
Roads and bridges	5,026,777	449,983	4,288,043	-
Public safety	8,124,493	3,496,260	2,020,913	205,000
Health and welfare	1,646,918	244,932	1,289,891	-
Culture and recreation	1,359,871	740,682	131,226	-
Economic development	3,069,194	1,153,328	1,053,157	58,997
Interest on long-term debt	1,938,588	-	-	-
Total governmental activities	<u>25,963,983</u>	<u>8,724,963</u>	<u>9,812,491</u>	<u>263,997</u>
Business-Type Activities				
Transfer station	1,892,005	2,663,004	-	-
Total Business-Type Activities	<u>1,892,005</u>	<u>2,663,004</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 27,855,988</u>	<u>\$ 11,387,967</u>	<u>\$ 9,812,491</u>	<u>\$ 263,997</u>

General Revenues

Property taxes
 Payments in lieu of taxes
 Public service tax collected by State
 Franchise fess
 Mineral royalties and timber
 Insurance recovery
 Interest and investment earnings
 Gain (loss) on disposal of assets
 Miscellaneous income

Total General Revenues

Transfers

Change in Net Position

Net Position - beginning of year RESTATED

Net Position - end of year

The accompanying notes are an integral part of this statement.

**Net Revenue (Expenses) and
Changes in Net Position**

Governmental Activities	Business-Type Activities	Total
\$ (1,129,103)	\$ -	\$ (1,129,103)
(288,751)	-	(288,751)
(2,402,320)	-	(2,402,320)
(112,095)	-	(112,095)
(487,963)	-	(487,963)
(803,711)	-	(803,711)
(1,938,588)	-	(1,938,588)
<u>(7,162,532)</u>	<u>-</u>	<u>(7,162,532)</u>
-	770,999	770,999
<u>-</u>	<u>770,999</u>	<u>770,999</u>
(7,162,532)	770,999	(6,391,533)
12,507,248	-	12,507,248
25,734	-	25,734
390,476	-	390,476
106,866	-	106,866
101,691	-	101,691
54,918	-	54,918
66,375	4,169	70,544
2,010	-	2,010
108,476	-	108,476
<u>13,363,794</u>	<u>4,169</u>	<u>13,367,963</u>
50,105	(50,105)	-
6,251,368	725,063	6,976,431
<u>32,052,672</u>	<u>1,309,682</u>	<u>33,362,354</u>
<u>\$ 38,304,040</u>	<u>\$ 2,034,745</u>	<u>\$ 40,338,785</u>

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2015**

	GENERAL FUND	JAIL OPERATIONS FUND	ROAD FUND	OTHER GOVERNMENTAL	TOTAL
ASSETS:					
Cash and cash equivalents	\$ 4,767,620	\$ 1,766,498	\$ 1,956,321	\$ 4,244,164	\$ 12,734,603
Receivables		-			
Accounts receivable	163,143	-	2,149	9,810	175,102
Property taxes receivable	420,829	84,021	-	248,107	752,957
Due from other governments	340,359	181,113	327,350	480,981	1,329,803
Prepays	47,453	1,400	-	35,199	84,052
Inventories	-	-	138,966	-	138,966
Total assets	<u>\$ 5,739,404</u>	<u>\$ 2,033,032</u>	<u>\$ 2,424,786</u>	<u>\$ 5,018,261</u>	<u>\$ 15,215,483</u>
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES:					
Liabilities:					
Accounts payable	\$ 292,172	\$ 29,459	\$ 153,323	\$ 368,671	\$ 843,625
Other liabilities	281,508	-	20,000	1,325	302,833
Deposits and bail	1,500	-	-	6,863	8,363
Total liabilities	<u>575,180</u>	<u>29,459</u>	<u>173,323</u>	<u>376,859</u>	<u>1,154,821</u>
Deferred inflows of resources:					
Unavailable revenue - property taxes	420,829	84,021	-	248,107	752,957
Total deferred inflows of resources	<u>420,829</u>	<u>84,021</u>	<u>-</u>	<u>248,107</u>	<u>752,957</u>
Fund balances:					
Nonspendable	47,453	1,400	138,966	129,312	317,131
Restricted	893,838	1,918,152	2,112,497	3,564,976	8,489,463
Committed	226,823	-	-	-	226,823
Assigned	26,500	-	-	699,007	725,507
Unassigned	3,548,781	-	-	-	3,548,781
Total fund balances	<u>4,743,395</u>	<u>1,919,552</u>	<u>2,251,463</u>	<u>4,393,295</u>	<u>13,307,705</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,739,404</u>	<u>\$ 2,033,032</u>	<u>\$ 2,424,786</u>	<u>\$ 5,018,261</u>	<u>\$ 15,215,483</u>

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

**RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL FUNDS
TO STATEMENT OF NET POSITION
June 30, 2015**

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position.

Fund Balances-Governmental Funds \$ 13,307,705

The net pension asset (liability) is the difference between the total pension liability and the assets set aside to pay benefits earned to past and current employees and beneficiaries.

Deferred inflows and outflows of resources related to the pension plan include differences between expected and actual experience, changes of assumptions, differences between projects and actual earning, and contributions subsequent to the measurement date.

Deferred Inflows	(4,098,237)	
Deferred Outflows	602,250	
Net Pension Related Deferrals	(3,495,987)	(3,495,987)

The Net Pension Asset (Liability) is the difference between the total pension liability and the assets set aside to pay benefits earned to past and current employees and beneficiaries.

Pension Asset 2,123,885

The cost of capital assets (land, buildings, improvements, machinery and equipment, infrastructure, and construction in progress) is reported as an expenditure in governmental funds. The statement of net position includes those capital assets among the assets of the net position includes those capital assets among the assets of the County as a whole.

Governmental Capital Assets	\$ 285,648,292	
Less Accumulated Depreciation	(242,093,236)	
	43,555,056	43,555,056

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position.

Accrued Compensated Absences	\$ (1,296,374)	
Interest Payable	(598,434)	
Bonds Payable	(10,443,604)	
Leases Payable	(143,680)	
Notes Payable	(4,808,761)	
	(17,290,853)	(17,290,853)

The net OPEB obligation is not reported as a liability in the governmental funds. (648,723)

Deferred Revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds. 752,957

Total Net Position \$ 38,304,040

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

**STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2015**

	GENERAL FUND	JAIL OPERATIONS FUND	ROAD FUND	OTHER GOVERNMENTAL	TOTAL
REVENUES					
Property tax collected by County	\$ 5,925,773	\$ 2,306,858	\$ -	\$ 4,234,022	\$ 12,466,653
Public service tax collected by State	390,476			-	390,476
Intergovernmental grants	2,318,094	30,250	757,433	3,846,246	6,952,023
Intergovernmental shared state revenue			3,530,610	148,937	3,679,547
Intergov special paymts from component un	2,298,244	-			2,298,244
Licenses and permits	208,708		37,940	188,788	435,436
Charges for services	268,966	2,031,664		521,778	2,822,408
Fines, fees and forfeitures	1,516,493	12,810	261,148	1,402,521	3,192,971
Franchise fees	106,866				106,866
Interest on investments	24,536	7,448	6,502	27,889	66,375
Mineral royalties & timber revenue	57,489	20,731	-	23,471	101,691
Payments in lieu of taxes	25,734				25,734
Miscellaneous	64,544	59,955	154,231	30,212	308,942
Total revenues	13,205,923	4,469,716	4,747,864	10,423,864	32,847,367
EXPENDITURES					
Current:					
General government	4,942,929	-		527,958	5,470,887
Roads and bridges	-	-	3,887,440	-	3,887,440
Public safety	4,039,850	3,932,208	-	1,221,931	9,193,989
Health and welfare	196,815	-	-	1,458,344	1,655,159
Culture and recreation	-	-	-	1,241,376	1,241,376
Economic development	141,723	-	-	1,076,818	1,218,541
Special payments	-	-	-	2,298,244	2,298,244
Capital outlay	287,078	31,754	30,187	178,506	527,525
Contingency	-	-	-	-	-
Debt service	3,028,302	-	-	1,883,422	4,911,724
Total expenditures	12,636,697	3,963,962	3,917,627	9,886,599	30,404,885
Excess of Revenues					
Over (Under) Expenditures	569,226	505,754	830,237	537,265	2,442,482
Other Financing Sources, (Uses)					
Insurance Recovery	-	-	-	54,918	54,918
Sale of Assets	-	-	-	2,010	2,010
Transfer in from Business-Type Fund	50,105	-	-	-	50,105
Transfer Out to Business-Type Fund	-	-	-	-	-
Transfers In	2,816,846	1,768,213	119,420	769,131	5,473,610
Transfers Out	(3,850,973)	(354,415)	(395,775)	(872,444)	(5,473,607)
Total Other Financing Sources, (Uses)	(984,022)	1,413,798	(276,355)	(46,385)	107,036
Net Change in Fund Balance	(414,796)	1,919,552	553,882	490,880	2,549,518
FUND BALANCE - BEGINNING	5,158,191	-	1,697,581	3,902,415	10,758,187
FUND BALANCE - ENDING	\$ 4,743,395	\$ 1,919,552	\$ 2,251,463	\$ 4,393,295	\$ 13,307,705

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

**RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS - TO
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2015**

Explanation of certain differences between the governmental fund statement of revenues, expenditures,
and changes in fund balance and the government-wide statement of activities

Excess of Revenues over Expenditures \$ 2,549,518

The pension expense represents the changes in net pension asset (liability) from year to year due to changes in total pension liability and the fair value of pension plan net position available to pay pension benefits.

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital Asset additions	\$	419,350	
Gain/loss on disposal of assets		-	
Less current year depreciation		<u>(2,441,230)</u>	
			(2,021,880)

In the Statement of Activities, the contributions to the Post Retirement Health Benefits Program in excess of the actuarially determined contribution amount increased the net OPEB obligation. In the governmental funds, the entire contribution is recognized as an expenditure. This is the amount by which the net OPEB obligation is increased.

56,792

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Change in deferred revenue 40,595

Repayment of long-term debt is an expenditure in the governmental funds, however repayment reduces long-term liabilities in the statement of net position.

Change in Accrued Compensated Absences		164,249	
Change in Interest Payable		16,930	
New Debt Issuance		-	
Change in Bonds Payable		1,122,371	
Change in Notes Payable		1,780,733	
Change in Leases Payable		<u>(120,424)</u>	
			2,963,859

The Pension Expense represents the changes in Net Pension Asset (Liability) from year to year due to changes in total pension liability and the fair value of pension plan net position available to pay pension benefits.

2,662,484

Change in Net Position \$ 6,251,368

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Property tax collected by County	\$ 8,020,080	\$ 5,732,508	\$ 5,925,773	\$ 193,265
Public service tax collected by State	378,320	378,320	390,476	12,156
Intergovernmental grants	1,470,852	1,485,352	2,318,094	832,742
Intergovernmental special payments from component units	1,125,683	2,375,362	2,298,244	(77,119)
Licenses and permits	185,400	190,400	208,708	18,308
Charges for services	142,325	141,325	268,966	127,641
Fines, fees and forfeitures	1,339,679	1,462,679	1,516,493	53,814
Franchise fees	80,000	80,000	106,866	26,866
Interest on investments	17,950	17,950	24,536	6,586
Mineral royalties & timber revenue	217,040	217,040	57,489	(159,551)
Payments in lieu of taxes		-	25,734	
Miscellaneous	20,300	67,800	64,544	(3,256)
Total revenue	<u>12,997,629</u>	<u>12,148,736</u>	<u>13,205,923</u>	<u>1,057,186</u>
EXPENDITURES				
General government	5,403,966	5,479,517	4,942,929	536,588
Public safety	7,740,694	4,341,247	4,039,850	301,397
Health and welfare	201,223	201,223	196,815	4,408
Economic development	197,371	197,371	141,723	55,648
Capital outlay	723,783	811,283	287,078	524,205
Debt service	1,778,306	3,028,306	3,028,302	4
Contingency	654,853	349,024	-	349,024
Total expenditures	<u>16,700,196</u>	<u>14,407,971</u>	<u>12,636,697</u>	<u>1,771,274</u>
Excess of Revenues Over (Under) Expenditures	(3,702,567)	(2,259,235)	569,226	2,828,460
Other Financing Sources (Uses)				
Transfers In	3,085,765	2,917,409	2,816,846	(100,563)
Transfers Out	(2,381,056)	(3,620,069) (1)	(3,800,868)	(180,799)
Total Other Financing Sources (Uses)	<u>704,709</u>	<u>(702,660)</u>	<u>(984,022)</u>	<u>(281,362)</u>
Net Change in Fund Balance	(2,997,858)	(2,961,895)	(414,796)	2,547,098
FUND BALANCE - BEGINNING OF YEAR	<u>4,688,026</u>	<u>4,466,895</u>	<u>5,158,191</u>	<u>691,296</u>
FUND BALANCE - END OF YEAR	<u>\$ 1,690,168</u>	<u>\$ 1,505,000</u>	<u>\$ 4,743,395</u>	<u>\$ 3,238,394</u>

(1) Appropriation Level - Shown on page 87.

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

**JAIL OPERATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Property tax collected by County	\$ -	\$ 2,116,004	\$ 2,306,858	\$ 190,854
Intergovernmental grants	-	32,250	30,250	(2,000)
Charges for services	-	1,659,700	2,031,664	371,964
Fines, fees and forfeitures	-	45,000	12,810	(32,190)
Intergovernmental shared state revenue	-	-	-	-
Interest on investments	-	-	7,448	7,448
Mineral royalties & timber revenue	-	-	20,731	20,731
Miscellaneous	-	-	59,955	59,955
Total revenue	<u>-</u>	<u>3,852,954</u>	<u>4,469,716</u>	<u>616,762</u>
EXPENDITURES				
Personal services	-	2,593,671 (1)	2,342,320	251,351
Materials and services	-	1,719,549 (1)	1,589,888	129,661
Capital outlay	-	255,000 (1)	31,754	223,246
Contingency	-	710,165 (1)	-	710,165
Total expenditures	<u>-</u>	<u>5,278,385</u>	<u>3,963,962</u>	<u>1,314,423</u>
Excess of Revenues Over (Under) Expenditures	-	(1,425,431)	505,754	1,931,185
Other Financing Sources (Uses)				
Transfers out	-	(376,761) (1)	(354,415)	22,346
Transfers in	-	1,802,192	1,768,213	(33,979)
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,425,431</u>	<u>1,413,798</u>	<u>(11,633)</u>
Net Change in Fund Balance	-	-	1,919,552	1,919,552
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,919,552</u>	<u>\$ 1,919,552</u>

(1) Appropriation Level

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

**ROAD FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Intergovernmental grants	\$ 702,808	\$ 702,808	\$ 757,433	\$ 54,625
Intergovernmental shared state revenue	3,650,000	3,650,000	3,530,610	(119,390)
Interest on investments	3,200	3,200	6,502	3,302
Licenses and permits	28,000	28,000	37,940	9,940
Fines and fees	280,000	280,000	261,148	(18,852)
Miscellaneous	73,000	73,000	154,231	81,231
Total revenue	<u>4,737,008</u>	<u>4,737,008</u>	<u>4,747,864</u>	<u>10,856</u>
EXPENDITURES				
Personal services	2,240,964	2,240,964 (1)	2,026,993	213,971
Materials and services	2,394,607	2,394,607 (1)	1,860,447	534,160
Capital outlay	100,000	100,000 (1)	30,187	69,813
Contingency	1,457,540	1,457,540 (1)	-	1,457,540
Total expenditures	<u>6,193,111</u>	<u>6,193,111</u>	<u>3,917,627</u>	<u>2,275,484</u>
Excess of Revenues Over (Under) Expenditures	(1,456,103)	(1,456,103)	830,237	2,286,340
Other Financing Sources (Uses)				
Transfers out	(372,352)	(372,352) (1)	(395,775)	(23,423)
Transfers in	182,331	182,331	119,420	(62,911)
Total Other Financing Sources (Uses)	<u>(190,021)</u>	<u>(190,021)</u>	<u>(276,355)</u>	<u>(86,334)</u>
Net Change in Fund Balance	(1,646,124)	(1,646,124)	553,882	2,200,006
FUND BALANCE - BEGINNING	<u>1,846,124</u>	<u>1,846,124</u>	<u>1,697,581</u>	<u>(148,543)</u>
FUND BALANCE - ENDING	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ 2,251,463</u>	<u>\$ 2,051,463</u>

(1) Appropriation Level

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2015

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS
	TRANSFER STATION FUND
ASSETS	
Cash and cash equivalents	\$ 1,154,712
Accounts receivable, net	221,023
Total current assets	1,375,735
Proportionate share of net pension asset	11,016
Capital assets, net	4,236,256
Total non-current assets	4,247,272
Total assets	5,623,007
DEFERRED OUTFLOWS OF RESOURCES	
Net pension related deferred outflows	3,124
Total assets and deferred outflow:	\$ 5,626,131
LIABILITIES	
Accounts payable	\$ 105,606
Interest payable	97,612
Current portion of long-term obligations	156,325
Total current liabilities	359,543
Non current portion of long term liabilities	3,210,586
Total liabilities	3,570,129
DEFERRED INFLOWS OF RESOURCES	
Net pension related deferred inflows	21,257
Net Position	
Net Investment in Capital Assets	869,345
Restricted for special purposes by fund policy (PERS reserve)	-
Unrestricted	1,165,400
Total net position	2,034,745
Total liabilities, deferred inflows and net positic	\$ 5,626,131

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2015

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS
	TRANSFER STATION FUND
OPERATING REVENUES	
Tipping fees	\$ 2,620,275
Miscellaneous	42,729
Total operating revenues	<u>2,663,004</u>
OPERATING EXPENSES	
Payroll cost	22,745
Operating expenses	1,570,939
Depreciation	123,584
Total operating expenses	<u>1,717,268</u>
Income, (Loss) From Operations	945,736
NON-OPERATING REVENUES (EXPENSES)	
Interest income	4,169
Interest expense	(174,737)
Transfers Out	(50,105)
Total non-operating Revenues	<u>(220,673)</u>
Change in Net Position	725,063
Beginning Net Position (RESTATED)	<u>1,309,682</u>
Ending Net Position	<u><u>\$ 2,034,745</u></u>

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended June 30, 2015

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS
	TRANSFER STATION FUND
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 2,629,920
Cash paid to suppliers and others	(1,705,743)
Interes paid on note payable	(4,318)
Cash paid to employees and others for salaries and benefits	(110,114)
	<hr/>
Net cash provided (used) by operating activities	809,745
	<hr/>
Loan payments	(148,923)
Interest expense	(174,737)
	<hr/>
Net cash provided (used) by capital and related financing activities	(323,660)
	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	4,169
	<hr/>
Net cash provided by investing activities	4,169
	<hr/>
Net change in cash and cash equivalents	490,254
	<hr/>
CASH AND CASH EQUIVALENTS - BEGINNING	664,458
	<hr/>
CASH AND CASH EQUIVALENTS - ENDING	<u>\$ 1,154,712</u>
	<hr/>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (loss)	\$ 945,736
Adjustments to Reconcile Operating Income (loss) to net	
Depreciation/Amortization	123,584
Pension Expense	(37,264)
Transfers out related to operating activities	(50,105)
(Increase), Decrease in Accounts Receivable	(33,085)
Increase, (Decrease) in Accounts Payable/Accrued Liabilities	(140,271)
(Increase), Decrease in Prepaid Expense	1,150
	<hr/>
Net cash provided (used) by operating activitie	<u>\$ 809,745</u>
	<hr/>

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON
FIDUCIARY FUNDS
STATEMENT OF NET POSITION
June 30, 2015

AGENCY FUNDS

ASSETS

Cash and cash equivalents	\$ 936,163
Property tax receivable	4,528,948
Other assets	<u>(61)</u>
Total assets	<u>\$ 5,465,050</u>

LIABILITIES

Due to other governments	<u>\$ 5,465,050</u>
Total liability:	<u>\$ 5,465,050</u>

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

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COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

(1) **Summary of Significant Accounting Policies**

A. Description of Reporting Entity

The County was incorporated in 1854 under the name of "Columbia County." County voters elect the Management, composed of a three-member Board of Commissioners. Other elected officials providing services for the County include Sheriff, Clerk, Assessor, Treasurer, District Attorney, and Justice of the Peace.

Columbia County is a primary government. A primary government is a financial reporting entity, which has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments. As required by GAAP, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the County's operations and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statement to emphasize it is legally separate from the government. The County has no discretely presented component units and has three blended component units described below. The blended component units are reported as special revenue funds.

Blended Component Units

Meadowview Service District - The District provides street lighting for the Meadowview District. The County Board of Commissioners is the governing board for the District.

Columbia County 4-H & Extension Service District - The District provides educational services primarily in agriculture and home economics for County residents. In addition, the District oversees the 4-H program. The County Board of Commissioners is the governing board for the District.

Columbia County Development Agency - The Agency was formed to plan, direct, and manage the Port Westward Urban Renewal Agency. The County Board has been appointed governing body of the Agency.

Complete financial statements for each component unit may be obtained at the Office of the Finance Director, 230 Strand Street, St. Helens, Oregon 97051-0100.

B. Government-Wide and Fund Financial Statements

Government-Wide Statements

The statement of net position and the statement of activities display information about the County as a whole. These statements include all the financial activities, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. The statement of activities presents a comparison between direct expenses and program revenues for each function of the governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

B. Government-Wide and Fund Financial Statements (continued)

Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and (c) Pension expense derived from the implementation of GASB 68. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements

These statements display information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified and summarized as governmental, proprietary, or fiduciary. Major individual governmental funds are reported as separate columns in the fund financial statements. The County reports the following major governmental funds: General Fund, Road Fund and Jail Operations Fund. Non-major funds are consolidated into a single column in the financial section of the basic financial statements and are detailed in the supplemental information.

GOVERNMENTAL FUNDS

General Fund

This fund accounts for the financial resources of the County that are not accounted for in any other fund. Principal sources of revenue are property taxes, franchise fees, grants, and state shared revenues. Primary expenditures are for public safety, corrections, judicial, economic development, and general administration.

Special Revenue Funds

These funds account for revenues derived from specific taxes or other earmarked revenue sources, including state gas tax and state revenue sharing entitlements, which are legally restricted to expenditures for specified purposes. Funds included in this fund category are:

Jail Operations Fund

This fund was established in fiscal year 2014-15, the first year for the local option levy to support jail operations. Revenues for the fund come from property tax, jail rental fees, general fund transfers and other miscellaneous fees and grants. The monies are used to operate the Columbia County Jail.

Road Fund

This fund was established as a requirement of ORS 366.542(4). Monies received from the State of Oregon (State Highway funds, gasoline tax apportionment and grants) make up the majority of the fund's revenue base with small additional contributions from fees charged to the public, federal grants and transfers from other funds for goods and services. These monies are to be used for the construction and expansion, operations and maintenance, repair and preservation of County roads, streets and bridges.

Additionally, there are the following non-major funds:

Special Revenue Funds

County Unmet Needs Fund

This fund was established solely by donations from the public for the Columbia County victims of the flood of December 2007. It currently also includes all related grant funded recovery efforts as the Unmet Needs Committee makes recommendations to the Board of Commissioners regarding these activities as well. The Board of Commissioners has assumed supervisory responsibility for the actions of the board of the Unmet Needs Committee.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

B. Government-Wide and Fund Financial Statements (continued)

Special Revenue Funds (continued)

Fair Board Fund

This fund was established as a requirement of ORS 565-325. This fund receives monies from state lottery, rentals and concessions. Admission fees from the county fair augment these revenues. The fair board is charged with the responsibility to maintain, repair and preserve the county fair grounds and buildings and support agriculture-oriented programs such as the 4-H and hold one annual county fair.

Children and Youth Services Fund

This fund was established to account for the activities of the commission for children and families program for the County according to ORS 417.760. The fund receives its revenue from state programs and grants.

Direct Pass Through Grant Fund

This fund was set up to receive, control and disburse funds that the County receives for other entities under contract with the State of Oregon. The County has an oversight and fiduciary responsibility to the State.

Corner Preservation Fund

The Public Land Corner Preservation Fund was established under County Ordinance No. 89-16. Revenues are derived from fees charged by the County Clerk when recording instruments under ORS 205.130(2) and ORS 203.148. These fees were established to pay expenses incurred in the establishment and maintenance of corners of government survey under ORS 209.070 (5 and 6).

Inmate Benefits Expense Fund

This fund was established to account for profits generated from products and services sold and supplied to inmates of the County jail. These revenues are to be used exclusively in a manner benefiting the population of the jail.

Courthouse Security Fund

This fund accounts for revenues received from cities and courts that are a percentage of fines paid to the cities and courts. The disbursement of the funds is determined by the courthouse security committee, which is made up of the presiding Judge, Sheriff, Jail manager, Commissioner and manager of building services.

Community Corrections Fund

This fund was established under the Senate Bill 1145 and 156 in 1995 to account for the activities of the adult parole and probation program for the County. The fund receives its revenue from state programs and from supervision fees.

Law Library Fund

This fund was established under authority of ORS 9.840 and 9.850. Revenues are received per schedule detailed in ORS 21.350 from the state court administrator. The revenue is to be used exclusively to maintain a law library at the county seat, and be available for use by litigants and attorneys without additional fees.

Footpath and Bicycle Trail Fund

This fund was established to provide for the operations and capital improvement needs of the County's bike paths. Revenue and other financing sources consist primarily of one percent of the County's state gasoline tax.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

B. Government-Wide and Fund Financial Statements (continued)

County Park Fund

This fund was created by County ordinance No 94-9 in December 1994. It was established to operate and maintain and expand the County Park system. The fund receives monies from the State Highway Fund, from grants, and logging revenue from County forests.

CC Rider Transportation Fund

The Columbia County Rider Transportation Fund was established to provide transportation for Columbia County citizens. It is funded by state and federal grants and by local public entities' support. Additional revenue is generated by rider fares and Medicaid payment for senior transportation.

Building Services Fund

Per ORS 455.210.3C, building fee revenue can only be used for the operations of the building department. In order to accommodate this requirement, the building services fees and expenses are tracked in a stand-alone fund.

PERS Reserve Fund

This fund was established in fiscal year 2014-15 to collect the internal payroll contributions to a PERS Reserve fund. An internal rate of 4.4% percent of PERS-eligible employees began being imposed in FY2013-14. This rate is the amount the County's PERS rate was reduced by the Oregon legislature starting in July 2013. The first year of collection the funds were held in each participating fund. The Board opted to create the reserve fund in the second year to add transparency in the financial statements. Funds collected will be used to address PERS rate increases in future.

Additionally, a budgetary comparison schedule is presented for the following blended component units, which are considered to be nonmajor governmental funds:

Meadowview Service District Fund

This fund is the general fund for this special district. Under ORS 451.490, a local option tax is assessed against the property owners in this lighting district. Revenues received from this local option tax are used to pay the utilities for the street lights and the administration of this fund. The Board of Commissioners is the governing body of this special district.

4-H Extension Service District Fund

The Columbia County 4-H & Extension Service District was formed in May of 1988 under provisions of the ORS 451 and provides agricultural education and other services to County residents. This fund serves to collect the revenue for the district and to distribute the revenue to and for the administration of the district, which is supervised by the Oregon State University agricultural division. The Board of Commissioners is the governing body of the service district.

Columbia County Development Agency Fund

This fund was established to account for the revenues and expenditures of the Urban Renewal District. The fund receives its revenues from tax increments, interest, loan proceeds, and royalties.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

B. Government-Wide and Fund Financial Statements (continued)

DEBT SERVICE FUNDS

These funds are used to account for revenues and expenditures related to the servicing of general long-term debt.

Jail Bond Fund

This fund is used to accumulate tax revenue received from a special tax levy, which was approved by Columbia County's voters as ballot measure 5-49 on November 3, 1998. This bond levy is assessed to all County property owners. Monies received from this bond levy are used for the retirement of principal and interest on the Jail General Obligation Bond for the construction of the County Jail.

PROPRIETARY FUNDS

These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that the cost of providing the services to the general public on a continuing basis be financed primarily through user charges. Funds included in this category are:

County Transfer Station Fund

This fund accounts for the operations of the County's Solid Waste Transfer Station facility in which the County has a long term intergovernmental agreement with its Cities to process all waste generated in the County. It also provides recycling and household hazardous waste services. The fund receives its revenues primarily from tipping fees.

FIDUCIARY FUNDS

Fiduciary Funds reporting focuses on net position and changes in net position. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Fiduciary funds are used to account for assets the County holds in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. The County's only fiduciary funds are agency funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations. The agency funds of the County are:

Treasurer Fund

This fund accounts for assets held by the County Treasurer for the benefit of other districts and governments in the County.

C. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe which transactions are recorded with the various financial statements. Basis of accounting refers to when transactions are recorded regardless of the measurement focus.

The government-wide financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

C. Measurement Focus and Basis of Accounting (continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, long-term compensated absences are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

A deferred revenue liability arises in the Governmental Funds Balance Sheet when potential revenue does not meet both the measurable and available criteria for recognition in the current period. This unavailable deferred revenue consists primarily of uncollected property taxes and assessments not deemed available to finance operations of the current period. In the government-wide Statement of Net Position, with a full accrual basis of accounting, revenue must be recognized as soon as it is earned regardless of its availability. Thus, the liability created on Governmental Fund Balance Sheet for unavailable deferred revenue is eliminated. Note that deferred revenues also arise outside the scope of measurement focus and bases of accounting, such as when the County receives resources before it has a legal claim to them. For instance, when grant monies are received prior to the incurrence of qualifying expenditures.

Similar to the way its revenues are recorded, governmental funds only record those expenditures that affect current financial resources. Principal and interest on general long-term debt are recorded as fund liabilities only when due, or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. Vested compensated absences are recorded as expenditures only to the extent that they are expected to be liquidated with expendable financial resources. In the government-wide financial statements, however, with a full accrual basis of accounting, all expenditures affecting the economic resource status of the government must be recognized. Thus, the expense and related accrued liability for long term portions of debt and compensated absences must be included.

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services, and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Transfer Station Fund are charges to customers for services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and overhead, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

C. Measurement Focus and Basis of Accounting (continued)

The proprietary financial statements have incorporated all applicable Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

D. Cash, Cash Equivalents, and Investments

The cash and investments reported on the balance sheet include petty cash, deposits with financial institutions, and the investment in the Local Government Investment Pool. Assets whose use is restricted to specific purposes by state statute are segregated on the balance sheet.

E. Receivables

Receivables are recorded on the combined balance sheet in accordance with the policies enumerated in paragraph C above. Management believes that any uncollectible accounts included in the receivable balances are not significant, and therefore no provision for uncollectible accounts has been made.

F. Supply Inventories and Prepaids

Inventories are valued at cost using first-in/first-out (FIFO) method. Since the consumption method is used, costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased. Prepaid services are accounted for in the same manner.

G. Capital Assets and Depreciation

Capital assets include property, plant, equipment, and infrastructure assets (e.g. roads, quarries, etc.). Capital assets are reported in the government-wide financial statements. In the governmental funds statements, capital assets are charged to expenditures as purchased.

Capital assets are recorded at historical cost, or estimated historical cost if actual cost is not available. Donated fixed assets are recorded at their estimated fair market value at the time received.

Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more, and having useful lives extending beyond a single reporting period. 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 incurred for repairs and maintenance are expensed as incurred.

Depreciation of 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:

<u>ASSET</u>	<u>YEARS</u>
Buildings & Improvements	7 - 50
Infrastructure	20 - 40
Equipment	5 - 10

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

G. Capital Assets and Depreciation (continued)

Monthly depreciation is taken in the year the assets are acquired or retired. Gains or losses from sales or retirements of capital assets are included in operations of the current period.

H. 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 positions that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has no items that qualify for reporting in the category.

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 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 types of items that qualify for reporting in this category. The item unavailable revenue, which arises only under a modified accrual basis of accounting, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Additionally, Deferred Inflows of resources related to the pension plan include differences between expected and actual experience, changes of assumptions, differences between projects and actual earning, and contributions subsequent to the measurement date.

I. Interfund Transactions

Payments among funds – reimbursements when one fund incurs a cost and then charges the appropriate benefiting fund – are considered transfers in and transfers out respectively.

Payments among county component units are budgeted as Special payments and on the financial statements are treated as a transfer as they are offsetting payments.

J. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are treated as period costs in the year of issue and are shown as other financial uses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as debt service expenditures.

K. Compensated Absences

All vacation pay is accrued when incurred in the government-wide statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, a

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

K. Compensated Absences (Continued)

liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as “terminal leave” prior to retirement.

Funds used to liquidate accrued compensated absences included the general fund, jail operations fund, road fund, county park fund, community corrections fund, children and family services fund, corner preservation fund, inmate benefit fund, 4H extension service fund, CC Rider fund, building services fund, and transfer station fund.

The annual compensated absence cost estimate is based on average of two most current year’s actual payout for compensated absences. In the case of known actions which would skew the number (planned layoffs, for example), appropriate adjustment to the estimate will be made.

L. Retirement Plans

Substantially all of the District's employees are participants in the State of Oregon Public Employees Retirement System (PERS). For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of PERS and additions to/deductions from PERS’s fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. GASB Statements 68 and 71 have been implemented as of July 1, 2014.

M. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires that management make estimates and assumptions which affect the reporting amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimated.

N. Net Position

Net position is comprised of the various net earnings from operations, nonoperating revenues, expenses and contributions of capital. Net position is classified in the following three categories:

Net Investment in Capital Assets – consists of all capital assets, net of accumulated depreciation and reduced by any outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – consists of external constraints placed on asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. A portion of Net Position is restricted for Debt Service and for System Development.

Unrestricted net position – consists of all other assets that are not included in the other categories previously mentioned.

O. Use of Restricted Resources

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

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS

P. Fund Balance

In March 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use of the resources reported in governmental funds. Under this standard, the fund balance classifications of reserved, designated, and unreserved/undesignated were replaced with five new classifications – nonspendable, restricted, committed, assigned, and unassigned.

- Nonspendable fund balance represents amounts that are not in a spendable form. The nonspendable fund balance represents inventories and prepaid items.
- Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The use of committed funds would be approved by resolution.
- Assigned fund balance represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body or by an official to whom that authority has been given by the governing body. To date, the Board has not delegated that authority to any other government officials.
- Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

The governing body vested with the above noted fund balance authorities for Columbia County is the Board of County Commissioners. Columbia County GASB 54 fund balance policy was established by Board Order No. 38-2011.

The governing body has approved the following order of spending regarding fund balance categories: Restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

(2) Stewardship, Compliance, and Accountability

A. Budget Requirements, Compliance, and Accountability

A budget is required to be prepared and legally adopted for each fund in accordance with Oregon Local Budget Law. The budget is prepared using the modified accrual basis of accounting. The budgeting process begins by appointing Budget Committee members in early fall. Budget recommendations are developed by management through spring, with the Budget Committee meeting and approving the budget document in late spring. Public notices of the budget hearing are generally published in May or June, and the hearing is held in June. The budget is adopted, appropriations are made and the tax levy is declared no later than June 30.

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(2) Stewardship, Compliance, and Accountability (Continued)

The County budgets for all funds, except the Fiduciary Funds. Governmental Funds are budgeted on the modified accrual basis of accounting. The board order or resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. Total expenditures by department for the General Fund, and personal services, materials and services, capital outlay and debt service for all other funds, are the levels of control established by the board order or resolution.

Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriation resolution. Supplemental budgets less than 10% of the fund's original budget may be adopted by the Board of Commissioners at a regular meeting. A supplemental budget greater than 10% of the fund's original budget requires hearings before the public, publication in newspapers and approval by the Board. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control (major function levels). Such transfers require approval by the Board. Budget amounts shown in the basic financial statements include the original budget amounts, plus appropriation transfers and appropriation increases. Appropriations lapse at the end of each fiscal year.

The County adopted resolutions for appropriation transfers which adjusted the fiscal year 2014-2015 original budget.

Expenditures of the various funds were within authorized appropriations, except in the following funds: Fair Board fund capital outlay exceeded appropriations by \$192, Inmate Benefit Expense Fund materials and services by \$20,635, Building Services fund transfers out was overexpended by \$969, Community Corrections fund transfers out was overexpended by \$14,276, Inmate Benefit Expense fund transfers out was overexpended by \$1,018, Corner Preservation fund transfers out was overexpended by \$485, Children and Youth Services fund transfers out was overexpended by \$1,041, Road fund transfers out was overexpended by \$23,423, and General fund transfers out was overexpended by \$180,799, and County Park fund materials and services by \$21,884 and capital outlay by \$23,475.

There are no differences, other than those noted in the section above, between the budgetary basis and GAAP basis of accounting.

(3) Cash and Cash Equivalents

Cash management policies are governed by state statutes. A cash pool is maintained that is available for use by all funds. Each fund type's portion of this pool is reported on the combined balance sheet as Cash and Cash Equivalents. Cash and Investments (recorded at cost) consisted of:

Deposits with Financial Institutions:

Cash on hand	\$	3,418
Deposits with financial institutions		437,041
Escrow Accounts		94,113
Investments		14,290,906
Total Cash and Investments	\$	<u>14,825,478</u>
Government-wide Financial Statements	\$	13,889,315
Fiduciary Funds Financial Statements		936,163
Total Cash and Investments	\$	<u>14,825,478</u>

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(3) Cash and Cash Equivalents (continued)

DEPOSITS - Deposits with financial institutions include bank demand deposits. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury.

Credit Risk – In the case of deposits, this is the risk that in the event of a bank failure, the County’s deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. Bank deposits at June 30, 2015 were \$966,980, of which only \$250,000 are covered by FDIC as they are in government agency, no interest-bearing accounts; however, state law requires depository banks to collateralize local government deposits 100%. The rest were held at an approved depository as identified by Oregon State Treasury within the depository limits established.

INVESTMENTS - State statutes authorize investment primarily in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers’

acceptances, certain commercial papers and the State Treasurer’s Investment Pool, among others. Investments are valued at fair value as required by GASB 31. At June 30, 2015, fair value in the State Treasurer’s Local Governmental Investment Pool approximates the value of the pool shares at June 30, 2015.

As of June 30, 2015, the following investments and maturities are reported:

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-17	18-59
State Treasurer's Investment Pool	\$ 14,290,906	\$ 14,290,906	\$ -	\$ -
Total	\$ 14,290,906	\$ 14,290,906	\$ -	\$ -

The State Treasurer’s Local Government Investment Pool (LGIP), is a cash and investment pool available for use by all state funds and local governments and is maintained by the State Treasurer. The LGIP is an open-ended, no-load diversified portfolio offered to eligible participants, including any municipality, political subdivision, or public corporation of the state. Currently, there are more than 1,500 participants in the Pool. Local government pooled assets are reported as an Investment Trust Fund in Oregon’s Comprehensive Annual Financial Report. The Oregon Short-Term Fund Board, established by the Oregon Legislature, advises the Oregon Investment Council and the Oregon State Treasury in the management and investments of the LGIP. The State of Oregon LGIP 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 of the Pool and it 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 establish diversification percentages and specify the types and maturities of investments. The Oregon Audits Division of the Secretary of State’s Office audits the Pool annually.

A. Interest Rate Risk

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. There are no investments that have a maturity date beyond three months.

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(3) Cash and Cash Equivalents (continued)

B. Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the value of the investment will not be able to be recovered by collateral securities that are in the possession of an outside party. The County has no investments subject to this risk. There is no formal investment policy for investment custodial credit risk.

C. Concentration of Credit Risk

To avoid incurring unreasonable risks inherent to over-investing in specific instruments or in individual financial institutions, the LGIP investment policy sets maximum limits on the percentage of the portfolio that can be invested in any one type of security. At June 30, 2015, there was compliance with all percentage restrictions. Amounts in the State Treasurer's Local Government Investment Pool are not required by law to be collateralized.

(4) Property Taxes

Columbia County makes assessments of property value, and levies and collects the taxes for the County and all other taxing districts within the County. Assessments of property values are as of January 1. Taxes levied are a lien on the properties as of July 1 of each year. Taxes are due November 15 and a 3% discount is allowed for payment at this time. Uncollected taxes, including delinquent amounts, are deemed to be substantially collectible or recoverable through liens.

(5) Interfund Transfers

Interfund transfers, including component unit transfers, are used to pay administrative services provided by the general fund, provide funds for debt service, and contribute to the cost of capital projects. Transfers to and from other funds at June 30, 2015, are as follows:

	Transfers In	Transfers Out
General Fund	\$ 2,866,951	\$ 3,850,976
Jail Operations	1,768,213	354,415
Road Fund	119,420	395,775
Non-major Governmental Fund	769,131	872,444
Proprietary Fund	-	50,105
Total All Funds	<u>\$ 5,523,715</u>	<u>\$ 5,523,715</u>

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(6) **Capital Assets**

Capital asset activity for governmental activities for the year ended June 30, 2015 is as follows:

	Beginning Balance	Adjustments	Increases	Decreases	Ending Balance
Non-depreciable:					
Land	\$ 5,996,632	\$ -	\$ -	\$ -	\$ 5,996,632
4-H Land	218,700	-	-	-	218,700
Construction in Progress	-	-	84,808	-	84,808
Non-depreciable capital assets	<u>6,215,332</u>	<u>-</u>	<u>84,808</u>	<u>-</u>	<u>6,300,140</u>
Depreciable:					
Buildings & Improvements	24,992,363	(35,000)	10,512	(8,060)	24,959,815
4-H Buildings & Improvements	362,882	-	-	-	362,882
4-H Equipment	8,663	-	-	-	8,663
Infrastructure	245,178,576	-	-	-	245,178,576
Equipment	8,504,181	35,000	324,030	(24,995)	8,838,216
Depreciable Capital Assets	<u>279,046,665</u>	<u>-</u>	<u>334,542</u>	<u>(33,055)</u>	<u>279,348,152</u>
Accumulated Depreciation:					
Buildings & Improvements	(9,436,691)	-	(537,147)	8,060	(9,965,778)
4-H Buildings & Improvements	(87,811)	-	(7,841)	-	(95,652)
4-H Equipment	(6,932)	-	(1,733)	-	(8,665)
Infrastructure	(222,767,122)	-	(1,525,496)	-	(224,292,618)
Equipment	(7,386,506)	-	(369,012)	24,995	(7,730,523)
Total Accumulated Depreciation	<u>(239,685,062)</u>	<u>-</u>	<u>(2,441,229)</u>	<u>33,055</u>	<u>(242,093,236)</u>
Net Depreciable Capital Assets	<u>39,361,603</u>	<u>-</u>	<u>(2,106,687)</u>	<u>-</u>	<u>37,254,916</u>
Net Capital Assets	<u>\$ 45,576,935</u>	<u>\$ -</u>	<u>\$ (2,021,879)</u>	<u>\$ -</u>	<u>\$ 43,555,056</u>

Depreciation expense for governmental activities is charged to functions as follows:

General Government	\$ 99,567
Highway and Street	1,523,491
Public Safety	479,490
Culture and Recreation	174,076
Health and Welfare	-
Economic Development	164,605
Total Governmental Activities Depreciation	<u>\$ 2,441,229</u>

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(6) Capital Assets (continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Non-depreciable:				
Land	\$ 637,483	\$ -	\$ -	\$ 637,483
Non-depreciable capital assets	637,483	-	-	637,483
Depreciable:				
Buildings & Improvements	4,803,279	-	-	4,803,279
Equipment	160,850	-	-	160,850
Depreciable Capital Assets	4,964,129	-	-	4,964,129
Accumulated Depreciation:				
Buildings & Improvements	(1,094,415)	(119,848)	-	(1,214,263)
Equipment	(147,359)	(3,734)	-	(151,093)
Total Accumulated Depreciation	(1,241,774)	(123,582)	-	(1,365,356)
Net Depreciable Capital Assets	3,722,355	(123,582)	-	3,598,773
Net Capital Assets	\$ 4,359,838	\$ (123,582)	\$ -	\$ 4,236,256

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(7) Long-term Debt

Governmental Activities

A. Changes in long-term liabilities

Long-term liability activity of the governmental activities for the year ended June 30, 2015 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds Payable	\$ 11,565,975	\$ -	\$ (1,122,371)	\$ 10,443,604	\$ 1,189,236
Notes Payable	6,589,457	-	(1,780,696)	4,808,761	946,679
Total	19,645,604	-	(2,903,067)	15,252,365	2,135,915
Leases Payable	23,256	173,563	(53,139)	143,680	65,509
Accrued Compensated Absences	1,460,623	463,666	(627,915)	1,296,374	136,007
Net OPEB obligation	705,515	-	(56,792)	648,723	-
Total Debt	\$ 21,834,998	\$ 637,229	\$ (3,640,913)	\$ 17,341,142	\$ 2,337,431

B. Advanced Refunding

On November 21, 2006, the County advance refunded a portion of the Series 1999 General Obligation Bonds by issuing \$8,365,000 General Obligation Refunding Bonds. These resources were used to purchase U.S. government securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt services payments of the refunded debt. As a result, the refunded portion of the obligations is considered defeased and the liability has been removed from the governmental activities column from the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$120,000. The deferred loss is being netted and amortized over the life of the new debt, which is equal to the life of the refunded debt. This advance refunding was undertaken to reduce total debt service payments over the next 12 years by \$383,560 and resulted in an economic gain of \$312,046.

C. Notes Payable

On April 20, 2011, the County received proceeds of \$713,000 loan from US Bank in order to pay for energy efficiency renovations at the County Courthouse building. The loan has an annual interest rate of 3.75% and a ten year term which may be paid off early without penalty after April 20, 2014. The project is expected to substantially reduce the electric and gas utility needs and cost in the Courthouse.

\$ 459,145

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

C. Notes Payable (continued)

The City of St. Helens loaned \$100,000 to Columbia County for a joint housing project between the Community Action Team (CAT) and Columbia County Community Corrections (CCCC). This housing project will benefit people in transition from detention. CAT and CCCC located grants and this loan to build affordable housing for these citizens. The loan will be repaid over the next twenty years from rent revenue. \$ 64,660

On April 12, 2000, the County received a loan in the amount of \$410,000 from the Oregon Economic Development Special Public Works Fund (SPWF) for the West Rainier project. The loan carries a 5.25% interest rate over 25 years. 229,223

Since April 27, 2004, the County has received proceeds in the amount of \$5,894,818 from the Oregon Economic Development Special Public Works Fund (SPWF) on a note for road construction to be repaid from tax increment financing. The amount due has increased because of near-term zero dollar debt payments has added capitalization of interest cost. 4,055,768

Total notes payable \$ 4,808,761

Annual debt service requirements to maturity for notes payable are as follows:

Year Ending June 30	Principal	Interest	Total Payment
2016	\$ 946,679	\$ 154,497	\$ 1,101,176
2017	691,118	206,816	897,934
2018	723,907	163,222	887,128
2019	458,294	127,508	585,802
2020	484,393	90,090	574,482
2021-2025	1,494,514	129,100	1,623,614
2026-2030	9,858	299	10,157
Total	<u>\$ 4,808,761</u>	<u>\$ 871,531</u>	<u>\$ 5,680,292</u>

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

D. Bonds Payable:

In March 2002, the County issued Limited Tax Pension Obligations, Series 2002A and Series 2002B totaling \$4,394,484. The Series 2002 A are deferred interest obligations, while the Series 2002B are current interest obligations. The 2002A Obligations were issued as deferred interest obligations, with interest payable only at maturity, and compounded semiannually at June 1 and December 1. The 2002B obligations were issued as current interest obligations, with interest payable on December 1 of each year until maturity or earlier prepayment. The bonds carry interest rates varying from 2.0 to 7.41% with an average yield of about 7%. Interest rates are set at different levels throughout the life of the bond. On September 23, 2005, the County issued additional Limited Tax Pension Obligations in the amount of \$3,860,000 with interest rates varying from 4.79 to 5%. Interest rates are set at different levels throughout the life of the bond. These series 2005 bonds were issued as current interest obligations, with interest payable on June 1 and December 1 of each year until maturity. The proceeds from these limited tax bonds were used to finance the estimated unfunded actuarial liability with the Oregon Public Employees Retirement System (PERS).

7,308,604

On November 30, 2006, Columbia County advance refunded a portion of the 1999 General Obligation Bonds. General Obligation Refunding Bonds, Series 2006 were issued in the amount of \$8,365,000 with interest rate varying from 4.0 to 4.25%. Interest rates are set at different levels throughout the life of the bond. Interest is payable on June 1 and December 1 of each year until maturity. These resources were used to purchase U.S. government securities that were placed in irrevocable trust for the purpose of generating resources for all future debt services payments on the refunded debt. As a result, the refunded portion of the obligations is considered defeased and the liability has been removed from the governmental activities column from the statement of net position.

3,135,000

Total Bonds Payable

\$10,443,604

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

Year Ending June 30	Principal	Interest	Total Payment
2016	\$ 1,189,236	\$ 657,857	\$ 1,847,093
2017	1,259,058	627,204	1,886,262
2018	1,325,440	595,789	1,921,229
2019	262,245	567,367	829,612
2020	312,625	552,755	865,380
2021-2025	3,505,000	1,465,983	4,970,983
2026-2030	2,590,000	287,731	2,877,731
Total	<u>\$ 10,443,604</u>	<u>\$ 4,754,686</u>	<u>\$ 15,198,290</u>

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

E. Leases

At the end of fiscal year 2014-2015 capital leases had the following balance:

Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
\$ 23,256	\$ 173,563	\$ (53,139)	\$ 143,680	\$ 65,509

Principal lease payments due total \$65,509 in 2015-16, \$45,318 in 2016-17, and \$32,854 in 2017-18.

Business-type Activities

A. Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2015, was as follows:

Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
\$ 3,515,834	\$ -	\$ (148,923)	\$ 3,366,911	\$ 156,325
<u>\$ 3,515,834</u>	<u>\$ -</u>	<u>\$ (148,923)</u>	<u>\$ 3,366,911</u>	<u>\$ 156,325</u>

B. Note Payable

On March 17, 2004, the County received financing in the amount of \$4,435,000 at 4.97% from the Oregon Economic and Community Development Department for the construction of a new solid waste transfer station. Annual principal and interest payments of \$323,660 are due for the next 25 years. 3,366,911

Total note payable \$ 3,366,911

The annual debt service requirement to maturity for the note payable is as follows:

Year Ending June 30	Principal	Interest	Total Payment
2016	\$ 156,325	\$ 167,335	\$ 323,660
2017	164,094	159,566	323,660
2018	172,249	151,411	323,660
2019	180,810	142,850	323,660
2020	189,796	133,864	323,660
2021-2025	1,100,208	518,092	1,618,300
2026-2030	1,403,429	216,130	1,619,559
2031-2033	-	-	-
Total	<u>\$ 3,366,911</u>	<u>\$ 1,489,248</u>	<u>\$ 4,856,159</u>

(8) Pension Plan

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employee defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Comprehensive Annual Financial Report which can be found at: http://www.oregon.gov/pers/Pages/section/financial_reports/financials.aspx.

- a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.
 - i) Pension Benefits. The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, and 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefits results.
 - ii) Death Benefits. Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided on or more of the following contributions are met:
 - member was employed by PERS employer at the time of death,
 - member died within 120 days after termination of PERS covered employment,
 - member died as a result of injury sustained while employed in a PERS-covered job, or
 - member was on an official leave of absence from a PERS-covered job at the time of death.
 - iii) Disability Benefits. A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.
 - iv) 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 equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.
- b. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.
 - v) Pension Benefits. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:
Police and fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.
General service: 1.5 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 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.

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

- vi) 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.
- vii) 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.
- viii) Benefit Changes After Retirement. Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

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. The funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2011 actuarial valuation, which became effective July 1, 2013. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2015 were \$760,450, excluding amounts to fund employer specific liabilities. Approximately \$685,362 was charged for the year ended June 30, 2015 as PERS benefits expenditures to be used for bond payments as they become due. In addition approximately \$495,096 in employee contributions were paid or picked up by the County in fiscal 2015.

At June 30, 2015, the County reported a net pension asset of \$2,134,901 for its proportionate share of the net pension asset. The pension asset was measured as of December 31, 2012, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At December 31, 2012, the County's proportion was .094 percent.

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ -	\$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	4,119,494
Changes in proportion and differences between District contributions and proportionate share of contributions	-	155,076
District contributions subsequent to measurement date	-	-
Subtotal - Amortized Deferrals (below)	-	(4,274,570)
District contributions subsequent to measurement date		760,450
Net deferred outflow (inflow) of resources	\$ 605,374	\$ (4,119,494)

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2016	\$ (1,063,586)
2017	\$ (1,063,586)
2018	\$ (1,063,586)
2019	\$ (1,063,586)
2020	\$ (20,228)
Thereafter	-
Total	<u>\$ (4,274,574)</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated July 29, 2015. Oregon PERS produces an independently audited CAFR which can be found at:

http://www.oregon.gov/pers/Pages/section/financial_reports/financial.aspx.

Actuarial Valuations – The employer contribution rates effective July 1, 2013 through June 30, 2015, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

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

Actuarial Methods and Assumptions:

Valuation date	December 31, 2012 rolled forward to June 30, 2014
Experience Study Report	2012, Published September 18, 2013
Actuarial cost method	Entry Age Normal
Amortization method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years
Asset valuation method	Market value of assets
Inflation rate	2.75 percent
Investment rate of return	7.75 percent
Projected salary increase	3.75 percent overall payroll growth; salaries for individuals are assumed to grow at 3.75 percent plus assumed rates of merit/longevity increases based on service
Mortality	Healthy retirees and beneficiaries: RP-2000 Sex-distinct, generational per Scale AA, with collar adjustments and set-backs as described in the valuation. Active members: Mortality

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

	rates are a percentage of healthy retiree rates that vary by group, as described in the valuation. Disabled retirees: Mortality rates are a percentage (65% for males and 90% for females) of the RP-2000 static combined disabled mortality sex-distinct table.
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Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2012 Experience Study which is reviewed for the four-year period ending December 31, 2012.

Discount Rate – The discount rate used to measure the total pension liability was 7.75 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County’s proportionate share of the net pension liability to changes in the discount rate – The following presents the County’s proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate.

	Decrease (6.75%)	Rate (7.75%)	Increase (8.75%)
District's proportionate share of the net pension liability	\$ 4,520,949	\$ (2,134,901)	\$ (7,764,190)

Changes in Plan Provisions Subsequent to Measurement Date: The Oregon Supreme Court on April 30, 2015, ruled in the Moro decision, that the provisions of Senate Bill 861, signed into law in October 2013, that limited the post-retirement COLA on benefits accrued prior to the signing of the law were unconstitutional. Benefits could be modified prospectively, but not retrospectively. As a result, those who retired before the bills were passed will continue to receive a COLA tied to the Consumer Price Index that normally results in a 2% increase annually. PERS will make restoration payments to those benefit recipients. PERS members who have accrued benefits before and after the effective dates of the 2013 legislation will have a blended COLA rate when they retire. Oregon Public Employees Retirement System Notes to the Schedules of Employer Allocations and Pension Amounts by Employer As of and for the Fiscal Year Ended June 30, 2014. This is a change in benefit terms subsequent to the measurement date of June 30, 2014, which will be reflected in the next year’s actuarial valuations. The impact of the Moro decision on the total pension liability and employer’s net pension liability (asset) has not been fully determined. However, PERS’ third-party actuaries have estimated the impact of the Moro decision under one possible methodology, which is summarized below (dollars in millions). Estimates have been rounded to the nearest \$10 million.

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2014 Measurement Date
 for all PERS employers (in millions)

Net pension liability	Pre-Moro	Post-Moro
Total pension liability	\$ 63,135	\$ 68,050
Fiduciary net position	65,402	65,400
Net pension liability (asset)	-2,267	2,650

Additional disclosures related to Oregon PERS not applicable to specific employers are available online at the below website, or by contacting PERS at the following address: PO BOX 23700 Tigard, OR 97281-3700,

http://www.oregon.gov/pers/EMP/docs/er_general_information/opers_gasb_68_disclosure_information_revised.pdf

(9) Other Post Employment Benefits

The County implemented Governmental Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* in fiscal year ended June 30, 2012. Other postemployment benefits, OPEB, include postemployment healthcare and other forms of postemployment benefits that are provided separately from the pension plan. This Statement establishes standards for the measurement, recognition, and display of OPEB expenditures and related liabilities, note disclosures, and if applicable, required supplementary information (RSI) in the financial reports.

Post Employment Health Insurance Subsidy

Plan Description – The County operates a single-employer retiree benefit plan that provides postemployment health, dental, and vision insurance benefits to eligible employees and their spouses. There are active and retired members in the plan. Benefits and eligibility for members are established through the collective bargaining agreements.

The post-retirement healthcare plan was established in accordance with Oregon Revised Statutes (ORS) 243.303. ORS stipulated that for the purpose of establishing healthcare premiums, the rate must be based on all plan members, including both active employees and retirees. The difference between retiree claims cost, which because of the effect of age is generally higher in comparison to all plan members, and the amount of retiree healthcare premiums, represents the implicit employer contribution. The County did not establish an irrevocable trust (or equivalent arrangement) to account for the plan.

Funding Policy – The benefits from this program are paid by the retired employees on a self-pay basis and the required contribution is based on projected pay-as-you go financing requirements. There is no obligation to fund these benefits in advance.

Annual Pension Cost and Net Pension Obligation - The annual other postemployment benefit cost is calculated based on the annual required contribution of the employer (ARC), and amount actuarially determined in accordance within the parameter 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) over a period not to exceed thirty years.

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(9) **Other Post Employment Benefits (Continued)**

The following table shows the components of the net pension obligation (NPO) at the end of the year:

	2013	2014	2015
Annual required contribution (ARC)	\$ 215,247	\$ 218,221	\$ 223,334
Interest on net pension obligation	22,782	22,705	24,693
Adjustment to annual required contribution	<u>(38,705)</u>	<u>(78,003)</u>	<u>(84,832)</u>
Annual pension cost	199,324	162,923	163,195
Estimated implicit benefit payments	<u>(120,141)</u>	<u>(106,131)</u>	<u>(103,917)</u>
Increase in net pension obligation (NPO)	79,183	56,792	59,278
NPO (Asset) at beginning of year	<u>569,540</u>	<u>648,723</u>	<u>705,515</u>
NPO (Asset) at end of year	<u>\$ 648,723</u>	<u>\$ 705,515</u>	<u>\$ 764,793</u>

The following table shows historical Annual OPEB cost and net OPEB obligation.

Fiscal Year	Annual OPEB cost	Percentage of annual OPEB cost contributed	Net OPEB Obligation
2015	\$ 163,195	64.0%	\$ 764,793
2014	\$ 162,923	65.0%	\$ 705,515
2013	\$ 199,324	60.0%	\$ 648,723

Actuarial Methods and Assumptions – The annual required contribution (ARC) for the current year was determined as part of the August 1, 2014 actuarial valuation using the projected unit credit cost method. The objective of this method is to fund each participant’s benefits under the plans as they accrue. The unfunded accrued liability is amortized over an open period of 15 years as a percentage of payroll. The actuarial assumptions included (a) a rate of return on investment of present and future assets of 3.50% compounded annually and a payroll growth rate of 3.50%, (b) a 55% assumption of participants who elect self-pay retiree medical coverage and 35% for women and 70% for men assumption of participants who elect coverage at retirement who also elect spouse coverage until the spouse reaches age 65; (c) health care trend costs were revised to use a model circulated by the Society of Actuaries. Inflation rate assumption is 2.75%. The demographic assumptions regarding retirement, mortality, and turnover are based on Oregon PERS valuation assumptions as of December 31, 2012.

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(9) Other Post Employment Benefits (Continued)

Funding Status and Funding Progress – As of August 1, 2014, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$743,124, and the actuarial value of assets was zero, resulting in an unfunded actuarial accrued liability (UAAL) of \$743,124. The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

(10) Risk Management

The County is exposed to various risks of loss related to: torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. Except for unemployment compensation, the County purchases commercial insurance to minimize its exposure to these risks. There has been no significant reduction in commercial insurance coverage from fiscal year 2014 to 2015. Workers compensation claims are insured through incurred loss retrospective policies. Settled claims have not exceeded this commercial coverage for any of the past three years.

(11) Litigation

Management of the County believes that the total amount of liability, if any, which may arise from claims and lawsuits pending against Columbia County beyond that, which is covered by insurance, would not have a material effect of the County's financial statement.

(12) Contingencies

A number of federally assisted grant programs are participated in. These programs are subject to program compliance audits by the grantors or their representatives. Compliance with grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although such amounts are expected by management to be immaterial.

(13) Commitments

The Columbia County Development Agency has pledged tax increment revenues to repay a loan from OECDD incurred by the Port of St. Helens to build a water intake and discharge system in the plan area. The loan is a construction loan with a 25 year term, 5% interest, in the amount of \$8,095,121. This loan is in second position for debt commitments for the CCDA; annual debt service will be paid as long as sufficient tax increment revenues are available

(14) Restatement of Prior Year Net Position

Due to the implementation of GASB 68 a restatement of the prior year net position was required. The restatement is as follows:

	<u>Government</u>	<u>Business-type</u>
Net position-Beginning as previously reported	\$ 40,609,163	\$ 1,354,063
Pension asset for prepaid as of 6/30/14	(4,521,902)	-
Proportionate share of net pension liability	(4,754,093)	(52,296)
Net outflows / (inflows) of resources	719,504	7,915
Net position-Beginning as restated	<u>\$ 32,052,672</u>	<u>\$ 1,309,682</u>

COLUMBIA COUNTY, OREGON
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(15) Fund Balance

The specific purposes for each of the categories of fund balance as of June 30, 2015 are as follows:

	GENERAL FUND	ROAD FUND	JAIL OPERATIONS FUND	NONMAJOR FUNDS	TOTAL
Fund Balances:					
<u>Nonspendable:</u>					
Prepaid & Inventory	\$ 47,453	\$ 138,966	\$ 1,400	\$ 35,198	\$ 223,018
Escrow				94,113	94,113
	<u>47,453</u>	<u>138,966</u>	<u>1,400</u>	<u>129,312</u>	<u>317,131</u>
<u>Restricted:</u>					
Debt Funded Projects	438,635				438,635
Grants	293,069				293,069
State Law	35,960				35,960
SDC Roads		536,476			536,476
SDC Parks				130,885	130,885
Roads		1,576,020			1,576,020
Parks				93,290	93,290
Community Corrections				339,863	339,863
Fair				33,501	33,501
Children and Families				3,366	3,366
Corner Preservation				152,755	152,755
Inmate Benefit				30,157	30,157
Courthouse Security				118,560	118,560
Footpath Bicycle Trail				397,772	397,772
Law Library				144,916	144,916
Vernonia Flood Recovery				9,490	9,490
Transit				400,347	400,347
Building Fund				217,919	217,919
Jail Operations Fund			1,918,152		1,918,152
Jail Bond Debt Fund				67,178	67,178
Harr Juvenile	126,173				126,173
Development Agency				970,185	970,185
4-H Extension Services				451,544	451,544
Meadowview Lighting Dist				3,248	3,248
	<u>893,838</u>	<u>2,112,497</u>	<u>1,918,152</u>	<u>3,564,976</u>	<u>8,489,463</u>
<u>Committed to:</u>					
Fair Facilities	137,423	-	-	-	137,423
Technology	30,000	-	-	-	30,000
Roof Reserve	59,400	-	-	-	59,400
	<u>226,823</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>226,823</u>
<u>Assigned:</u>					
Emergency Management	26,500				26,500
PERS Reserve	-	-	-	699,007	699,007
	<u>26,500</u>	<u>-</u>	<u>-</u>	<u>699,007</u>	<u>725,507</u>
<u>Unassigned:</u>					
	<u>3,548,781</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,548,781</u>
Total Fund Balances	<u>\$ 4,743,395</u>	<u>\$ 2,251,463</u>	<u>\$ 1,919,552</u>	<u>\$ 4,393,295</u>	<u>\$ 13,307,705</u>

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COLUMBIA COUNTY, OREGON

REQUIRED SUPPLEMENTARY INFORMATION

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COLUMBIA COUNTY, OREGON

POST EMPLOYMENT HEALTH INSURANCE SUBSIDY

SCHEDULE OF FUNDING PROGRESS

June 30, 2015

	(a)	(b)	(b) - (a)	(a/b)	(c)	((b-a)/c)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
8/1/2014	\$ -	\$ 743,124	\$ 743,124	0%	\$ 8,552,609	9%
8/1/2012	\$ -	\$ 1,182,594	\$ 1,182,594	0%	\$ 9,159,697	13%
8/1/2010	-	\$ 1,358,863	\$ 1,358,863	0%	\$ 9,708,648	14%

COLUMBIA COUNTY
COLUMBIA COUNTY, OREGON

REQUIRED SUPPLEMENTARY INFORMATION
For the fiscal year ended June 30, 2015

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	(a) Employer's proportion of the net pension liability (NPL)	(b) Employer's proportionate share of the net pension liability (NPL)	(c) County's covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2015	0.094185 %	\$ (2,134,901)	\$ 10,420,148	(20.5) %	103.6 %
2014	0.094185	4,806,389	9,841,982	48.8	92.0

The amounts presented for each fiscal year were actuarial determined at 12/31 and rolled forward to the measurement date.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

SCHEDULE OF CONTRIBUTIONS

Year	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2015	\$ 760,450	\$ 760,450	\$ -	\$ 10,420,148	7.3 %
2014	727,419	727,419	-	9,841,982	7.3

The amounts presented for each fiscal year were actuarial determined at 12/31 and rolled forward to the measurement date.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

COLUMBIA COUNTY, OREGON

SUPPLEMENTARY INFORMATION

COLUMBIA COUNTY, OREGON

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2015**

	TOTAL NON-MAJOR SPECIAL REVENUE FUNDS	JAIL BOND DEBT SERVICE FUND	TOTAL
ASSETS			
Cash and investment	\$ 4,176,986	\$ 67,178	\$ 4,244,164
Property taxes receivable	166,338	81,769	248,107
Accounts receivable	9,810	-	9,810
Due from other governments	480,981	-	480,981
Prepays	35,199	-	35,199
Total assets	<u>\$ 4,869,314</u>	<u>\$ 148,947</u>	<u>\$ 5,018,261</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:			
LIABILITIES			
Accounts payable	\$ 368,671	\$ -	\$ 368,671
Payroll liabilities	1,325	-	1,325
Deposits	6,863	-	6,863
Total liabilities:	<u>376,859</u>	<u>-</u>	<u>376,859</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	166,338	81,769	248,107
Total deferred inflows of resource	<u>166,338</u>	<u>81,769</u>	<u>248,107</u>
FUND BALANCES			
Nonspendable	129,312	-	129,312
Restricted	3,497,798	67,178	3,564,976
Assigned	699,007	-	699,007
Total fund balances	<u>4,326,117</u>	<u>67,178</u>	<u>4,393,295</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,869,314</u>	<u>\$ 148,947</u>	<u>\$ 5,018,261</u>

COLUMBIA COUNTY, OREGON

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2015**

REVENUES	TOTAL NON-MAJOR SPECIAL REVENUE FUNDS	JAIL BOND DEBT SERVICE FUND	TOTAL
Property tax collected by County	\$ 3,124,429	\$ 1,109,593	\$ 4,234,022
Interest on investments	25,175	2,714	27,889
Intergovernmental grants	3,846,246	-	3,846,246
Intergovernmental shared state revenue	148,937	-	148,937
Charges for services	521,778	-	521,778
Mineral royalties & timber revenue	23,471	-	23,471
Fees and fines	1,402,521	-	1,402,521
Licenses and permits	188,788	-	188,788
Miscellaneous	30,212	-	30,212
Total revenues	9,311,557	1,112,307	10,423,864
EXPENDITURES			
General governmental	527,958	-	527,958
Public safety	1,221,931	-	1,221,931
Health and welfare	1,458,344	-	1,458,344
Culture and recreation	1,241,376	-	1,241,376
Economic development	1,076,818	-	1,076,818
Debt service	763,634	1,119,788	1,883,422
Special payments	2,298,244	-	2,298,244
Capital outlay	178,506	-	178,506
Total expenditures	8,766,811	1,119,788	9,886,599
Excess of Revenues Over (Under) Expenditures	544,746	(7,481)	537,265
Other Financing Sources (Uses)			
Insurance Recovery	54,918	-	54,918
Sale of asset	2,010	-	2,010
Transfers in	769,131	-	769,131
Transfers out	(872,444)	-	(872,444)
Total Other Financing Sources (Uses)	(46,385)	-	(46,385)
Net Change in Fund Balance	498,361	(7,481)	490,880
FUND BALANCE - ENDING	\$ 4,326,117	\$ 67,178	\$ 4,393,295

COLUMBIA COUNTY, OREGON

**COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
June 30, 2015**

	FAIR BOARD FUND	CHILDREN & YOUTH SERVICES FUND	DIRECT PASS THROUGH FUND	CORNER PRESERVATION FUND	INMATE BENEFIT EXPENSES FUND
ASSETS					
Cash and investments	\$ 45,452	\$ 14,770	\$ (3,863)	\$ 151,909	\$ 26,710
Property taxes receivable	-	-	-	-	-
Accounts receivable and deposits	3,686	-	-	846	3,447
Due from other governments	-	53,300	7,329	-	-
Prepays	26,583	-	-	-	-
Total assets	<u>\$ 75,721</u>	<u>\$ 68,070</u>	<u>\$ 3,466</u>	<u>\$ 152,755</u>	<u>\$ 30,157</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:					
LIABILITIES					
Accounts payable	\$ 15,637	\$ 64,704	\$ 3,466	\$ -	\$ -
Other liabilities	-	-	-	-	-
Deposits	-	-	-	-	-
Total liabilities	<u>15,637</u>	<u>64,704</u>	<u>3,466</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	26,583	-	-	-	-
Restricted	33,501	3,366	-	152,755	30,157
Assigned	-	-	-	-	-
Total fund balance	<u>60,084</u>	<u>3,366</u>	<u>-</u>	<u>152,755</u>	<u>30,157</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 75,721</u>	<u>\$ 68,070</u>	<u>\$ 3,466</u>	<u>\$ 152,755</u>	<u>\$ 30,157</u>

COURTHOUSE SECURITY FUND	COMMUNITY CORRECTIONS FUND	LAW LIBRARY FUND	FOOTPATH & BICYCLE TRAIL FUND	UNMET NEEDS FUND	COUNTY PARK FUND	CC RIDER TRANSPORTATION FUND
\$ 111,171	\$ 340,618	\$ 144,916	\$ 394,490	\$ 103,603	\$ 218,416	\$ 263,348
-	-	-	-	-	-	-
-	-	-	-	-	150	-
7,390	3,079	-	3,282	161,452	27,721	217,428
-	484	5,956	-	-	771	-
<u>\$ 118,561</u>	<u>\$ 344,181</u>	<u>\$ 150,872</u>	<u>\$ 397,772</u>	<u>\$ 265,055</u>	<u>\$ 247,058</u>	<u>\$ 480,776</u>
\$ -	\$ 3,834	\$ -	\$ -	\$ 161,452	\$ 13,925	\$ 80,429
-	-	-	-	-	1,325	-
-	-	-	-	-	6,863	-
-	3,834	-	-	161,452	22,113	80,429
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	484	5,956	-	94,113	771	-
118,561	339,863	144,916	397,772	9,490	224,174	400,347
-	-	-	-	-	-	-
<u>118,561</u>	<u>340,347</u>	<u>150,872</u>	<u>397,772</u>	<u>103,603</u>	<u>224,945</u>	<u>400,347</u>
<u>\$ 118,561</u>	<u>\$ 344,181</u>	<u>\$ 150,872</u>	<u>\$ 397,772</u>	<u>\$ 265,055</u>	<u>\$ 247,058</u>	<u>\$ 480,776</u>

BUILDING SERVICES FUND	PERS RESERVE FUND	MEADOWVIEW SERVICE DISTRICT FUND	COLUMBIA COUNTY DEVELOPMENT AGENCY	4-H EXTENSION SERVICE DISTRICT FUND	TOTAL
\$ 233,555	\$ 699,007	\$ 3,321	\$ 976,367	\$ 453,196	\$ 4,176,986
-		-	149,227	17,111	166,338
1,681	-	-	-	-	9,810
-	-	-	-	-	480,981
-	-	-	-	1,405	35,199
<u>\$ 235,236</u>	<u>\$ 699,007</u>	<u>\$ 3,321</u>	<u>\$ 1,125,594</u>	<u>\$ 471,712</u>	<u>\$ 4,869,314</u>
\$ 17,317	\$ -	\$ 73	\$ 6,182	\$ 1,652	\$ 368,671
-	-	-	-	-	1,325
-	-	-	-	-	6,863
<u>17,317</u>	<u>-</u>	<u>73</u>	<u>6,182</u>	<u>1,652</u>	<u>376,859</u>
-	-	-	149,227	17,111	166,338
-	-	-	149,227	17,111	166,338
-	-	-	-	1,405	129,312
217,919	-	3,248	970,185	451,544	3,497,798
-	699,007	-	-	-	699,007
<u>217,919</u>	<u>699,007</u>	<u>3,248</u>	<u>970,185</u>	<u>452,949</u>	<u>4,326,117</u>
<u>\$ 235,236</u>	<u>\$ 699,007</u>	<u>\$ 3,321</u>	<u>\$ 1,125,594</u>	<u>\$ 471,712</u>	<u>\$ 4,869,314</u>

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COLUMBIA COUNTY, OREGON

**SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Year Ended June 30, 2015**

	<u>FAIR BOARD FUND</u>	<u>CHILDREN & YOUTH SERVICES FUND</u>	<u>DIRECT PASS THROUGH FUND</u>	<u>CORNER PRESERVATION FUND</u>	<u>INMATE BENEFIT EXPENSES FUND</u>
REVENUES					
Property tax collected by County	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on investments	373	104	-	846	14
Intergovernmental grants	61,239	211,248	289,775	-	-
Intergovernmental shared state revenue	-	-	-	-	-
Charges for services	-	-	-	-	-
Mineral royalties & timber revenue	-	-	-	-	-
Fees and fines	371,394	-	-	81,269	73,739
Licenses and permits	-	-	-	-	-
Miscellaneous	2,052	-	-	380	-
Total revenues	<u>435,057</u>	<u>211,352</u>	<u>289,775</u>	<u>82,495</u>	<u>73,753</u>
EXPENDITURES					
General governmental	-	-	-	102,153	-
Public safety	-	-	-	-	70,743
Health and welfare	-	226,987	289,775	-	-
Culture and recreation	385,871	-	-	-	-
Economic development	-	-	-	-	-
Debt service	-	-	-	-	-
Special payments	-	-	-	-	-
Capital outlay	20,192	-	-	-	-
Total expenditures	<u>406,063</u>	<u>226,987</u>	<u>289,775</u>	<u>102,153</u>	<u>70,743</u>
Excess of Revenues Over (Under) Expenditures	28,994	(15,635)	-	(19,658)	3,010
Other Financing Sources (Uses):					
Insurance Recovery	3,033	-	-	-	-
Sale of asset	2,010	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	(31,315)	(1,041)	-	(24,973)	(1,018)
Total Other Financing Sources (Uses)	<u>(26,272)</u>	<u>(1,041)</u>	<u>-</u>	<u>(24,973)</u>	<u>(1,018)</u>
Net Change in Fund Balance	2,722	(16,676)	-	(44,631)	1,992
FUND BALANCE - BEGINNING OF YEAR	<u>57,362</u>	<u>20,042</u>	<u>-</u>	<u>197,386</u>	<u>28,165</u>
FUND BALANCE - END OF YEAR	<u>\$ 60,084</u>	<u>\$ 3,366</u>	<u>\$ -</u>	<u>\$ 152,755</u>	<u>\$ 30,157</u>

COURTHOUSE SECURITY FUND	COMMUNITY CORRECTIONS FUND	LAW LIBRARY FUND	FOOTPATH & BICYCLE TRAIL FUND	UNMET NEEDS FUND	COUNTY PARK FUND	CC RIDER TRANSPORTATION FUND
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
539	2,795	787	1,869	-	2,048	883
-	1,373,445	-	-	1,014,619	22,274	873,647
-	-	-	35,663	-	113,274	-
-	-	-	-	-	-	513,805
52,157	180,230	39,791	-	-	-	-
-	-	-	-	-	254,032	-
-	6,169	-	-	12,662	1,982	1,088
<u>52,696</u>	<u>1,562,639</u>	<u>40,578</u>	<u>37,532</u>	<u>1,027,281</u>	<u>393,610</u>	<u>1,389,422</u>
-	-	-	-	-	-	-
1,722	1,149,466	-	-	-	-	-
-	-	-	-	941,582	-	-
-	-	27,686	-	-	616,022	-
-	6,680	-	-	-	-	1,061,780
-	-	-	-	-	-	-
-	-	888	-	-	64,275	70,100
<u>1,722</u>	<u>1,156,146</u>	<u>28,574</u>	<u>-</u>	<u>941,582</u>	<u>680,297</u>	<u>1,131,880</u>
50,974	406,493	12,004	37,532	85,699	(286,687)	257,542
-	51,885	-	-	-	-	-
10,659	-	-	-	-	-	-
(36,878)	(491,023)	(11,990)	(4,528)	-	(86,383)	31,180
<u>(26,219)</u>	<u>(439,138)</u>	<u>(11,990)</u>	<u>(4,528)</u>	<u>-</u>	<u>(86,383)</u>	<u>(55,109)</u>
24,755	(32,645)	14	33,004	85,699	(373,070)	233,613
93,806	372,992	150,858	364,768	17,904	598,015	166,734
<u>\$ 118,561</u>	<u>\$ 340,347</u>	<u>\$ 150,872</u>	<u>\$ 397,772</u>	<u>\$ 103,603</u>	<u>\$ 224,945</u>	<u>\$ 400,347</u>

BUILDING SERVICES FUND	PERS RESERVE FUND	MEADOWVIEW SERVICE DISTRICT FUND	COLUMBIA COUNTY DEVELOPMENT AGENCY	4-H EXTENSION SERVICE DISTRICT FUND	TOTAL
\$ -	\$ -	\$ 317	\$ 2,884,361	\$ 239,751	\$ 3,124,429
1,327	874	24	10,425	2,267	25,175
-	-	-	-	-	3,846,246
-	-	-	-	7,973	148,937
-	-	-	23,471	-	521,778
349,909	-	-	-	-	23,471
188,788	-	-	-	-	1,402,521
162	-	-	-	5,718	188,788
<u>540,186</u>	<u>874</u>	<u>341</u>	<u>2,918,257</u>	<u>255,709</u>	<u>9,311,557</u>
423,953	-	1,852	-	-	527,958
-	-	-	-	-	1,221,931
-	-	-	-	-	1,458,344
-	-	-	-	211,797	1,241,376
-	-	-	15,038	-	1,076,818
-	-	-	756,954	-	763,634
-	-	750	2,297,494	-	2,298,244
23,051	-	-	-	-	178,506
<u>447,004</u>	<u>-</u>	<u>2,602</u>	<u>3,069,486</u>	<u>211,797</u>	<u>8,766,811</u>
93,182	874	(2,261)	(151,229)	43,912	544,746
-	-	-	-	-	54,918
6,159	698,133	-	-	-	2,010
(105,186)	-	-	-	23,000	769,131
<u>(99,027)</u>	<u>698,133</u>	<u>-</u>	<u>-</u>	<u>(23,000)</u>	<u>(872,444)</u>
(5,845)	699,007	(2,261)	(151,229)	43,912	498,361
223,764	-	5,509	1,121,414	409,037	3,827,756
<u>\$ 217,919</u>	<u>\$ 699,007</u>	<u>\$ 3,248</u>	<u>\$ 970,185</u>	<u>\$ 452,949</u>	<u>\$ 4,326,117</u>

COLUMBIA COUNTY, OREGON

FAIR BOARD FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2015

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Interest on investments	\$ 606	\$ 606	\$ 373	\$ (233)
Miscellaneous	106,000	500	2,052	1,552
Intergovernmental grants	50,000	61,000	61,239	239
Sponsor, user and entrance fees	312,500	368,500	371,394	2,894
Total revenue	<u>469,106</u>	<u>430,606</u>	<u>435,057</u>	<u>4,451</u>
EXPENDITURES				
Material and services	359,800	390,800 (1)	385,871	4,929
Capital outlay	20,000	20,000 (1)	20,192	(192)
Contingency	60,191	40,191 (1)	-	40,191
Total expenditures	<u>439,991</u>	<u>450,991</u>	<u>406,063</u>	<u>44,928</u>
Over (Under) Expenditures	29,115	(20,385)	28,994	49,379
Other Financing Sources (Uses)				
Insurance Recovery	-	-	3,033	3,033
Transfers out	(58,232)	(58,232) (1)	(31,315)	26,917
Sale of Asset	-	-	2,010	2,010
Total Other Financing Sources (Uses)	<u>(58,232)</u>	<u>(58,232)</u>	<u>(26,272)</u>	<u>31,960</u>
Net Change in Fund Balance	(29,117)	(78,617)	2,722	81,339
FUND BALANCE - BEGINNING	<u>78,617</u>	<u>78,617</u>	<u>57,362</u>	<u>(21,255)</u>
FUND BALANCE - ENDING	<u>\$ 49,500</u>	<u>\$ -</u>	<u>\$ 60,084</u>	<u>\$ 60,084</u>

(1) Appropriation Level

COLUMBIA COUNTY, OREGON

**CHILDREN AND YOUTH SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Intergovernmental grants	\$ 345,000	\$ 345,000	\$ 211,248	\$ (133,752)
Interest on investments	2,000	2,000	104	(1,896)
Total revenues	<u>347,000</u>	<u>347,000</u>	<u>211,352</u>	<u>(135,648)</u>
EXPENDITURES				
Personal services	26,172	26,172 (1)	13,529	12,643
Materials and services	<u>332,000</u>	<u>332,000 (1)</u>	<u>213,458</u>	<u>118,542</u>
Total expenditures	<u>358,172</u>	<u>358,172</u>	<u>226,987</u>	<u>131,185</u>
Excess of Revenues Over (Under) Expenditures	(11,172)	(11,172)	(15,635)	(4,463)
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>(1,041)</u>	<u>(1,041)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(1,041)</u>	<u>(1,041)</u>
Net Change in Fund Balance	(11,172)	(11,172)	(16,676)	(5,504)
FUND BALANCE - BEGINNING	<u>11,172</u>	<u>11,172</u>	<u>20,042</u>	<u>8,870</u>
FUND BALANCE - ENDING	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,366</u></u>	<u><u>\$ 3,366</u></u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**DIRECT PASS THROUGH FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
State mental health	\$ 5,302,663	\$ 5,302,663	\$ 289,775	\$ (5,012,888)
Total revenue	<u>5,302,663</u>	<u>5,302,663</u>	<u>289,775</u>	<u>(5,012,888)</u>
EXPENDITURES				
Materials and service:	<u>5,302,663</u>	<u>5,302,663 (1)</u>	<u>289,775</u>	<u>5,012,888</u>
Total expenditures	<u>5,302,663</u>	<u>5,302,663</u>	<u>289,775</u>	<u>5,012,888</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**CORNER PRESERVATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Interest on investments	\$ 900	\$ 900	\$ 846	\$ (54)
Miscellaneous	150	150	380	230
Fees	80,000	80,000	81,269	1,269
Total revenues	<u>81,050</u>	<u>81,050</u>	<u>82,495</u>	<u>1,445</u>
EXPENDITURES				
Personal Services	67,040	105,040 (1)	99,987	5,053
Materials and services	2,975	2,975 (1)	2,166	809
Contingency	189,102	147,302 (1)	-	147,302
Total expenditures	<u>259,117</u>	<u>255,317</u>	<u>102,153</u>	<u>153,164</u>
Excess of Revenues Over (Under) Expenditures	(178,067)	(174,267)	(19,658)	154,609
Other Financing Sources (Uses)				
Transfers in	1,736	1,736	-	1,736
Transfers out	(20,688)	(24,488) (1)	(24,973)	(485)
Total Other Financing Sources (Uses)	<u>(18,952)</u>	<u>(22,752)</u>	<u>(24,973)</u>	<u>(2,221)</u>
Net Change in Fund Balance	(197,019)	(197,019)	(44,631)	152,388
FUND BALANCE - BEGINNING	<u>197,019</u>	<u>197,019</u>	<u>197,386</u>	<u>367</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 152,755</u>	<u>\$ 152,755</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**INMATE BENEFIT EXPENSE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Interest on investments	\$ 75	\$ 75	\$ 14	\$ (61)
User Fees	1,200	75,000	73,739	(1,261)
Total revenues	<u>1,275</u>	<u>75,075</u>	<u>73,753</u>	<u>(1,322)</u>
EXPENDITURES				
Personal services	-	-	(1)	392
Materials and service:	10,000	50,500	(1)	(20,635)
Contingency	12,526	45,826	(1)	45,826
Total expenditures	<u>22,526</u>	<u>96,326</u>	<u>70,743</u>	<u>25,583</u>
Excess of Revenues Over (Under) Expenditures	(21,251)	(21,251)	3,010	24,261
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	(1,018)	(1,018)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,018)</u>	<u>(1,018)</u>
Net Change in Fund Balance	(21,251)	(21,251)	1,992	23,243
FUND BALANCE - BEGINNING	<u>21,251</u>	<u>21,251</u>	<u>28,165</u>	<u>6,914</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,157</u>	<u>\$ 30,157</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

COURTHOUSE SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Interest on investments	\$ 250	\$ 250	\$ 539	\$ 289
Fines and fees	30,000	30,000	52,157	22,157
Total revenues	<u>30,250</u>	<u>30,250</u>	<u>52,696</u>	<u>22,446</u>
EXPENDITURES				
Materials and service:	3,100	5,600 (1)	1,722	3,878
Capital outlay	10,000	3,950 (1)	-	3,950
Contingency	78,870	78,870 (1)	-	78,870
Total expenditures	<u>91,970</u>	<u>88,420</u>	<u>1,722</u>	<u>86,698</u>
Excess of Revenues Over (Under) Expenditures	(61,720)	(58,170)	50,974	109,144
Other Financing Sources (Uses)				
Transfers in	-	-	10,659	10,659
Transfers out	(33,500)	(37,050) (1)	(36,878)	172
Total other financing sources (uses)	(33,500)	(37,050)	(26,219)	10,831
Net Change in Fund Balance	(95,220)	(95,220)	24,755	119,975
FUND BALANCE - BEGINNING	<u>95,220</u>	<u>95,220</u>	<u>93,806</u>	<u>(1,414)</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 118,561</u>	<u>\$ 118,561</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**COMMUNITY CORRECTIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Intergovernmental grants	\$ 1,381,667	\$ 1,381,667	\$ 1,373,445	\$ (8,222)
Interest on investment	1,500	1,500	2,795	1,295
Miscellaneous	61,000	5,000	6,169	1,169
Fines and fees	80,000	136,000	180,230	44,230
Total revenues	<u>1,524,167</u>	<u>1,524,167</u>	<u>1,562,639</u>	<u>38,472</u>
EXPENDITURES				
Personal Services	1,127,099	1,127,099 (1)	1,002,805	124,294
Materials and service:	362,000	214,000 (1)	146,661	67,339
Debt service	6,680	6,680 (1)	6,680	-
Contingency	170,034	135,342 (1)	-	135,342
Total expenditures	<u>1,665,813</u>	<u>1,483,121</u>	<u>1,156,146</u>	<u>326,975</u>
Excess of Revenues Over (Under) Expenditures	(141,646)	41,046	406,493	365,447
Other Financing Sources (Uses)				
Insurance Recovery	-	52,000	51,885	(115)
Transfers out	(227,122)	(476,747) (1)	(491,023)	(14,276)
Transfers in	43,679	43,679	-	(43,679)
Total other financing sources (uses)	<u>(183,443)</u>	<u>(381,068)</u>	<u>(439,138)</u>	<u>(58,070)</u>
Net Change in Fund Balance	(325,089)	(340,022)	(32,645)	307,377
FUND BALANCE - BEGINNING	<u>325,089</u>	<u>340,022</u>	<u>372,992</u>	<u>32,970</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 340,347</u>	<u>\$ 340,347</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Interest on investments	\$ 320	\$ 320	\$ 787	\$ 467
Fines, fees and forfeitures	40,000	40,000	39,791	(209)
Total revenues	<u>40,320</u>	<u>40,320</u>	<u>40,578</u>	<u>258</u>
EXPENDITURES				
Materials and service:	78,950	68,950 (1)	27,686	41,264
Capital outlay	25,000	25,000 (1)	888	24,112
Contingency	81,989	81,989 (1)	-	81,989
Total expenditures	<u>185,939</u>	<u>175,939</u>	<u>28,574</u>	<u>147,365</u>
Excess of Revenues Over (Under) Expenditures	(145,619)	(135,619)	12,004	147,623
Other Financing Sources (Uses)				
Transfers out	<u>(1,990)</u>	<u>(11,990) (1)</u>	<u>(11,990)</u>	<u>-</u>
Net Change in Fund Balance	(147,609)	(147,609)	14	147,623
FUND BALANCE - BEGINNING	<u>147,609</u>	<u>147,609</u>	<u>150,858</u>	<u>3,249</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 150,872</u>	<u>\$ 150,872</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**FOOTPATH AND BICYCLE TRAIL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Intergovernmental shared state revenue	\$ 37,000	\$ 37,000	\$ 35,663	\$ (1,337)
Interest on investment	<u>1,500</u>	<u>1,500</u>	<u>1,869</u>	<u>369</u>
Total revenues	<u>38,500</u>	<u>38,500</u>	<u>37,532</u>	<u>(968)</u>
EXPENDITURES				
Capital outlay	<u>399,620</u>	<u>399,620</u> (1)	<u>-</u>	<u>399,620</u>
Total expenditures	<u>399,620</u>	<u>399,620</u>	<u>-</u>	<u>399,620</u>
Excess of Revenues Over (Under) Expenditures	(361,120)	(361,120)	37,532	398,652
Other Financing Sources (Uses)				
Transfers out	<u>(4,528)</u>	<u>(4,528)</u> (1)	<u>(4,528)</u>	<u>-</u>
Net Change in Fund Balance	(365,648)	(365,648)	33,004	398,652
FUND BALANCE - BEGINNING	<u>365,648</u>	<u>365,648</u>	<u>364,768</u>	<u>(880)</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 397,772</u>	<u>\$ 397,772</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

UNMET NEEDS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Intergovernmental grants	\$ 5,000,000	\$ 5,000,000	\$ 1,014,619	\$ (3,985,381)
Miscellaneous	-	-	12,662	12,662
Total revenues	<u>5,000,000</u>	<u>5,000,000</u>	<u>1,027,281</u>	<u>(3,972,719)</u>
EXPENDITURES				
Material and service:	<u>5,009,348</u>	<u>5,009,348</u> (1)	<u>941,582</u>	<u>4,067,766</u>
Total expenditures	<u>5,009,348</u>	<u>5,009,348</u>	<u>941,582</u>	<u>4,067,766</u>
Net Change in Fund Balance	(9,348)	(9,348)	85,699	95,047
FUND BALANCE - BEGINNING	<u>9,348</u>	<u>9,348</u>	<u>17,904</u>	<u>8,556</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,603</u>	<u>\$ 103,603</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

COUNTY PARK FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Intergovernmental grants	\$ 16,500	\$ 16,500	\$ 22,274	\$ 5,774
Intergovernmental shared state revenue	125,000	125,000	113,274	(11,726)
Interest on investments	1,200	1,200	2,048	848
Miscellaneous	1,000	1,000	1,982	982
Fees and fines	211,400	236,400	254,032	17,632
Total revenues	355,100	380,100	393,610	13,510
EXPENDITURES				
Personal services	267,648	269,648 (1)	267,228	2,420
Materials and service:	214,450	326,950 (1)	348,794	(21,844)
Capital outlay	105,000	40,800 (1)	64,275	(23,475)
Contingency	148,451	115,451 (1)	-	115,451
Total expenditures	735,549	752,849	680,297	72,552
Excess of Revenues Over (Under) Expenditures	(380,449)	(372,749)	(286,687)	86,062
Other Financing Sources (Uses)				
Transfers out	(80,136)	(87,836) (1)	(86,383)	1,453
Transfers in	7,757	7,757	-	(7,757)
Total other financing sources (uses)	(72,379)	(80,079)	(86,383)	(6,304)
Net Change in Fund Balance	(452,828)	(452,828)	(373,070)	79,758
FUND BALANCE - BEGINNING	452,828	452,828	598,015	145,187
FUND BALANCE - ENDING	\$ -	\$ -	\$ 224,945	\$ 224,945

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**CC RIDER TRANSPORTATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Interest on investments	\$ -	\$ -	\$ 883	\$ 883
Intergovernmental grants	1,123,487	1,123,486	873,647	(249,839)
Charges for services	250,000	472,500	513,805	41,305
Miscellaneous	222,500	1,000	1,088	88
Total revenue	<u>1,595,987</u>	<u>1,596,986</u>	<u>1,389,422</u>	<u>(207,564)</u>
EXPENDITURES				
Personal services	113,833	113,833 (1)	55,720	58,113
Materials and services	1,043,419	1,043,419 (1)	1,006,060	37,359
Capital outlay	309,158	309,158 (1)	70,100	239,058
Contingency	186,275	186,275 (1)	-	186,275
Total expenditures	<u>1,652,685</u>	<u>1,652,685</u>	<u>1,131,880</u>	<u>520,805</u>
Excess of Revenues				
Over (Under) Expenditures	(56,698)	(55,699)	257,542	313,241
Other Financing Sources (Uses)				
Transfers out	(59,418)	(59,418) (1)	(55,109)	4,309
Transfers in	35,543	34,543	31,180	(3,363)
Total other financing sources (uses)	<u>(23,875)</u>	<u>(24,875)</u>	<u>(23,929)</u>	<u>946</u>
Net Change in Fund Balance	(80,573)	(80,574)	233,613	314,187
FUND BALANCE - BEGINNING	<u>80,573</u>	<u>80,573</u>	<u>166,734</u>	<u>86,161</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ 400,347</u>	<u>\$ 400,348</u>

(1) Appropriation Level

COLUMBIA COUNTY, OREGON

**BUILDING SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Interest on investments	\$ -	\$ -	\$ 1,327	\$ 1,327
Miscellaneous	400	400	162	(238)
Licenses and permits	180,000	180,000	188,788	8,788
Fines, fees and forfeitures	303,000	303,000	349,909	46,909
Total revenues	<u>483,400</u>	<u>483,400</u>	<u>540,186</u>	<u>56,786</u>
EXPENDITURES				
Personal services	446,569	438,469 (1)	393,944	44,525
Materials and services	50,050	50,050 (1)	30,009	20,041
Capital outlay	15,000	23,100 (1)	23,051	49
Contingency	48,520	48,520 (1)	-	48,520
Total expenditures	<u>560,139</u>	<u>560,139</u>	<u>447,004</u>	<u>113,135</u>
Excess of Revenues Over (Under) Expenditures	(76,739)	(76,739)	93,182	169,921
Other Financing Sources (Uses)				
Transfers out	(104,217)	(104,217) (1)	(105,186)	(969)
Transfers in	13,528	13,528	6,159	(7,369)
Total other financing sources (uses)	<u>(90,689)</u>	<u>(90,689)</u>	<u>(99,027)</u>	<u>(8,338)</u>
Net Change in Fund Balance	(167,428)	(167,428)	(5,845)	161,583
FUND BALANCE - BEGINNING	<u>167,428</u>	<u>167,428</u>	<u>223,764</u>	<u>56,336</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217,919</u>	<u>\$ 217,919</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**PERS RESERVE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Interest on investments	\$ -	\$ -	\$ 874	\$ 874
Total revenue	<u>-</u>	<u>-</u>	<u>874</u>	<u>874</u>
EXPENDITURES				
Contingency	<u>750,000</u>	<u>750,000 (1)</u>	<u>-</u>	<u>750,000</u>
Total expenditures	<u>750,000</u>	<u>750,000</u>	<u>-</u>	<u>750,000</u>
Excess of Revenues Over (Under) Expenditures	(750,000)	(750,000)	874	750,874
Other Financing Sources (Uses)				
Transfers in	<u>750,000</u>	<u>750,000</u>	<u>698,133</u>	<u>(51,867)</u>
Total Other Financing Sources (Uses)	<u>750,000</u>	<u>750,000</u>	<u>698,133</u>	<u>(51,867)</u>
Net Change in Fund Balance	-	-	699,007	699,007
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 699,007</u>	<u>\$ 699,007</u>

(1) Appropriation Level

COLUMBIA COUNTY, OREGON

JAIL BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Property tax collected by County	\$ 1,084,668	\$ 1,084,668	\$ 1,109,593	\$ 24,925
Interest on investments	1,250	1,250	2,714	1,464
Total revenues	<u>1,085,918</u>	<u>1,085,918</u>	<u>1,112,307</u>	<u>26,389</u>
EXPENDITURES				
Debt Service:				
Principal	955,000	955,000	955,000	-
Interest	164,788	164,788	164,788	-
Total expenditures	<u>1,119,788</u>	<u>1,119,788 (1)</u>	<u>1,119,788</u>	<u>-</u>
Net Change in Fund Balance	(33,870)	(33,870)	(7,481)	26,389
FUND BALANCE - BEGINNING	<u>53,870</u>	<u>53,870</u>	<u>74,659</u>	<u>20,789</u>
FUND BALANCE - ENDING	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ 67,178</u>	<u>\$ 47,178</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**COLUMBIA COUNTY DEVELOPMENT AGENCY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Property tax collected by Count:	\$ 2,268,822	\$ 2,808,822 (1)	\$ 2,884,361	\$ 75,539
Interest on investments:	1,500	1,500	10,425	8,925
Mineral royalties & timber revenue	-	-	23,471	23,471
	<u>2,270,322</u>	<u>2,810,322</u>	<u>2,918,257</u>	<u>107,935</u>
EXPENDITURES				
Debt service	756,954	756,954 (1)	756,954	-
Materials and service:	57,278	57,278 (1)	15,038	42,240
Contingency	642,282	92,282 (1)	-	92,282
Special payments:	1,124,933	2,374,933 (1)	2,297,494	77,439
	<u>2,581,447</u>	<u>3,281,447</u>	<u>3,069,486</u>	<u>211,961</u>
Excess of Revenues				
Over (Under) Expenditures	(311,125)	(471,125)	(151,229)	319,896
Net Change in Fund Balance	(311,125)	(471,125)	(151,229)	319,896
FUND BALANCE - BEGINNING OF YEAR	<u>961,125</u>	<u>961,125</u>	<u>1,121,414</u>	<u>160,289</u>
FUND BALANCE - END OF YEAR	<u>\$ 650,000</u>	<u>\$ 490,000</u>	<u>\$ 970,185</u>	<u>\$ 480,185</u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**4-H EXTENSION SERVICE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Property tax collected by County	\$ 230,000	\$ 230,000	\$ 239,751	\$ 9,751
Interest on investments	3,200	3,200	2,267	(933)
Charges for services	-	-	7,973	7,973
Miscellaneous	15,000	15,000	5,718	(9,282)
Total revenues	248,200	248,200	255,709	7,509
EXPENDITURES				
Personal services	157,394	157,394 (1)	131,748	25,646
Materials and service:	121,000	121,000 (1)	80,049	40,951
Capital outlay	6,000	6,000 (1)	-	6,000
Contingency	220,806	220,806 (1)	-	220,806
Total expenditures	505,200	505,200	211,797	293,403
Excess of Revenues				
Over (Under) Expenditures	(257,000)	(257,000)	43,912	300,912
Other Financing Sources (Uses)				
Transfers Out	(23,000)	(23,000) (1)	(23,000)	-
Transfers In	23,000	23,000	23,000	-
Total other financing sources (uses)	-	-	-	-
Net Change in Fund Balance	(257,000)	(257,000)	43,912	300,912
FUND BALANCE - BEGINNING OF YEAR	300,000	300,000	409,037	109,037
FUND BALANCE - END OF YEAR	\$ 43,000	\$ 43,000	\$ 452,949	\$ 409,949

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**MEADOWVIEW SERVICE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Property tax collected by County	\$ 382	\$ 382	\$ 317	\$ (65)
Interest on investments	10	10	24	14
Mineral royalties & timber revenue	25	25	-	(25)
Total revenues	<u>417</u>	<u>417</u>	<u>341</u>	<u>(76)</u>
EXPENDITURES				
Materials and services	2,600	2,600 (1)	1,852	748
Contingency	1,000	1,000 (1)	-	1,000
Special payments	750	750 (1)	750	-
Total expenditures	<u>4,350</u>	<u>4,350</u>	<u>2,602</u>	<u>1,748</u>
Net Change in Fund Balance	(3,933)	(3,933)	(2,261)	1,672
FUND BALANCE - BEGINNING OF YEAR	<u>4,733</u>	<u>4,733</u>	<u>5,509</u>	<u>776</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 800</u></u>	<u><u>\$ 800</u></u>	<u><u>\$ 3,248</u></u>	<u><u>\$ 2,448</u></u>

(1) Appropriation Leve

COLUMBIA COUNTY, OREGON

**TRANSFER STATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Tipping fees	\$ 2,579,416	\$ 2,579,416	\$ 2,620,275	\$ 40,859
Interest	1,000	1,000	4,169	3,169
Miscellaneous	31,800	31,800	42,731	10,931
Total revenues	<u>2,612,216</u>	<u>2,612,216</u>	<u>2,667,175</u>	<u>54,959</u>
EXPENDITURES				
Personal services	94,542	94,542 (1)	22,745	71,797
Materials and service	1,633,641	1,633,641 (1)	1,575,257	58,384
Capital outlay	100,000	100,000 (1)	-	100,000
Debt service	323,660	323,660 (1)	319,342	4,318
Contingencies	1,036,923	1,036,923 (1)	-	1,036,923
Total expenditures	<u>3,188,766</u>	<u>3,188,766</u>	<u>1,917,344</u>	<u>1,271,422</u>
Excess of Revenues Over (Under) Expenditures	(576,550)	(576,550)	749,831	1,326,381
Other Financing Sources (Uses)				
Transfers out	(52,051)	(52,051) (1)	(50,105)	1,946
Transfers in	7,259	7,259	-	(7,259)
Total other financing sources (uses)	<u>(44,792)</u>	<u>(44,792)</u>	<u>(50,105)</u>	<u>(5,313)</u>
Net Change in Fund Balance	(621,342)	(621,342)	699,726	1,321,068
FUND BALANCE - BEGINNING	<u>621,342</u>	<u>621,342</u>	<u>510,057</u>	<u>(111,285)</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,209,783</u>	<u>\$ 1,209,783</u>

(1) Appropriation Leve

Reconciliation to Ending Net Position

Add Capital Asset	4,236,254
Deduct Long Term Debt	(3,366,911)
GASB 68 Adjustments	
Net Pension Asset	11,016
Deferred Outflow	3,124
Deferred Inflow	(21,257)
Pension Expense	(37,264)
Net Position	<u>\$ 2,034,745</u>

COLUMBIA COUNTY, OREGON
FIDUCIARY FUNDS
COMBINING STATEMENT OF NET POSITION
June 30, 2015

	<u>TREASURER FUND</u>
ASSETS	
Cash and cash equivalents	\$ 936,163
Property tax receivable	4,528,948
Other assets	<u>(61)</u>
Total assets	<u>\$ 5,465,050</u>
LIABILITIES	
Payable to inmates	\$ -
Due to other governments	<u>5,465,050</u>
Total liabilities	<u>\$ 5,465,050</u>

COLUMBIA COUNTY, OREGON
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Year Ended June 30, 2015

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Agency Funds				
Assets				
Cash	\$ 1,141,615	\$ 136,291,163	\$ 136,496,615	\$ 936,163
Property taxes receivable	5,080,163	62,903,230	63,454,444	4,528,948
Accounts Receivable	47,780	801	48,642	(61)
Total assets	\$ 6,269,558	\$ 199,195,194	\$ 199,999,701	\$ 5,465,050
Liabilities				
Due to other governments	6,269,558	199,195,194	199,999,701	5,465,050
Total liabilities	6,269,558	199,195,194	199,999,701	5,465,050

COLUMBIA COUNTY, OREGON

**GENERAL FUND BY DEPARTMENT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Expenditures				
Board of Commissioners:				
Personal services	\$ 414,127	\$ 444,127	\$ 426,659	\$ 17,468
Materials and services	24,500	39,500	41,140	(1,640)
Transfer	149,652	146,579	144,616	1,963
Total Board of Commissioners	588,279	630,206 (1)	612,415	17,791
Assessor's Office:				
Personal services	1,075,447	1,100,447	1,050,176	50,271
Materials and services	60,526	60,526	40,101	20,425
Capital outlay	80,000	80,000	81,811	(1,811)
Transfer	286,020	271,369	265,429	5,940
Total Assessor's Office	1,501,993	1,512,342 (1)	1,437,517	74,825
Tax Office				
Personal services	137,761	136,761	132,294	4,467
Materials and services	53,500	53,500	51,954	1,546
Transfer	68,369	64,931	64,069	862
Total Tax Collector	259,630	255,192 (1)	248,317	6,875
Clerk's Office:				
Personal services	191,776	189,776	179,363	10,413
Materials and services	49,473	49,473	35,660	13,813
Transfer	83,095	79,910	78,344	1,566
Total Clerk's Office	324,344	319,159 (1)	293,367	25,792
Elections:				
Personal services	94,627	100,627	93,368	7,259
Materials and services	76,600	69,100	65,658	3,442
Capital outlay	13,989	13,989	6,749	7,240
Transfer	58,764	55,943	54,998	945
Total Elections	243,980	239,659 (1)	220,773	18,886
Sheriff's Office:				
Personal services	1,352,624	1,403,412	1,369,936	33,476
Materials and services	310,291	373,550	379,639	(6,089)
Capital outlay	32,500	170,000	169,925	75
Transfer	376,311	383,036	377,145	5,891
Total Sheriff's Office	2,071,726	2,329,998 (1)	2,296,645	33,353

COLUMBIA COUNTY, OREGON

**GENERAL FUND BY DEPARTMENT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
County Jail:				
Personal services	707,438	-	-	-
Materials and services	2,859,354	-	-	-
Transfer	<u>177,312</u>	<u>1,464,007</u>	<u>1,464,007</u>	<u>-</u>
Total County Jail	<u>3,744,104</u>	<u>1,464,007 (1)</u>	<u>1,464,007</u>	<u>-</u>
Economic Development Office:				
Personal services	24,721	24,721	17,761	6,960
Materials and services	172,650	172,650	123,962	48,688
Transfer	<u>45,604</u>	<u>45,604</u>	<u>45,023</u>	<u>581</u>
Total Economic Development	<u>242,975</u>	<u>242,975 (1)</u>	<u>186,746</u>	<u>56,229</u>
County Surveyor:				
Personal services	66,109	66,109	26,049	40,060
Materials and services	5,925	5,925	2,860	3,065
Transfer	<u>20,766</u>	<u>19,259</u>	<u>16,500</u>	<u>2,759</u>
Total County Surveyor	<u>92,800</u>	<u>91,293 (1)</u>	<u>45,409</u>	<u>45,884</u>
District Attorney:				
Personal services	1,157,382	1,159,382	1,089,581	69,801
Materials and services	43,455	43,455	42,478	977
Transfer	<u>313,612</u>	<u>301,306</u>	<u>295,889</u>	<u>5,417</u>
Total District Attorney	<u>1,514,449</u>	<u>1,504,143 (1)</u>	<u>1,427,948</u>	<u>76,195</u>
Justice Court - Clatskanie/Vernonia:				
Personal services	189,330	189,330	169,108	20,222
Materials and services	127,948	142,947	129,009	13,938
Transfer	<u>83,245</u>	<u>93,156</u>	<u>84,664</u>	<u>8,492</u>
Total Justice Court	<u>400,523</u>	<u>425,433 (1)</u>	<u>382,781</u>	<u>42,652</u>
Columbia County Firing Range:				
Personal services	-	18,200	18,613	(413)
Materials and services	4,575	4,575	4,154	421
Transfer	<u>9,013</u>	<u>9,013</u>	<u>9,013</u>	<u>-</u>
Total Firing Range	<u>13,588</u>	<u>31,788 (1)</u>	<u>31,780</u>	<u>8</u>

COLUMBIA COUNTY, OREGON

**GENERAL FUND BY DEPARTMENT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
Juvenile Department				
Personal services	500,298	497,298	425,237	72,061
Materials and services	159,300	164,300	131,713	32,587
Transfer	<u>175,621</u>	<u>166,594</u>	<u>163,332</u>	<u>3,262</u>
Total Juvenile Department	<u>835,219</u>	<u>828,192 (1)</u>	<u>720,282</u>	<u>107,910</u>
County Counsel:				
Personal services	366,430	370,930	363,537	7,393
Materials and services	49,900	42,401	7,581	34,820
Transfer	<u>32,998</u>	<u>33,108</u>	<u>31,309</u>	<u>1,799</u>
Total County Counsel	<u>449,328</u>	<u>446,439 (1)</u>	<u>402,427</u>	<u>44,012</u>
Veteran's Service Office:				
Materials and services	93,350	93,350	89,200	4,150
Transfer	<u>1,250</u>	<u>1,250</u>	<u>1,250</u>	<u>-</u>
Total Veteran's Service Office	<u>94,600</u>	<u>94,600 (1)</u>	<u>90,450</u>	<u>4,150</u>
Public Health				
Personal services	7,623	7,773	7,615	158
Materials and services	<u>100,250</u>	<u>100,100</u>	<u>100,000</u>	<u>100</u>
Total Public Health	<u>107,873</u>	<u>107,873 (1)</u>	<u>107,615</u>	<u>258</u>
Court Mediation				
Materials and services	<u>34,722</u>	<u>44,722</u>	<u>38,998</u>	<u>5,724</u>
Total Court Mediation Service Office	<u>34,722</u>	<u>44,722 (1)</u>	<u>38,998</u>	<u>5,724</u>
Emergency Services:				
Personal services	173,947	205,446	178,210	27,236
Materials and services	120,030	94,630	63,174	31,456
Transfer	<u>60,872</u>	<u>62,011</u>	<u>58,938</u>	<u>3,073</u>
Total Emergency Services	<u>354,849</u>	<u>362,087 (1)</u>	<u>300,322</u>	<u>61,765</u>
Finance Office				
Personal services	504,199	431,199	375,249	55,950
Materials and services	419,495	459,495	332,258	127,237
Capital outlay	110,000	110,000	-	110,000
Transfer	<u>40,675</u>	<u>37,172</u>	<u>30,382</u>	<u>6,790</u>
Total Finance Office	<u>1,074,369</u>	<u>1,037,866 (1)</u>	<u>737,889</u>	<u>299,977</u>

COLUMBIA COUNTY, OREGON

**GENERAL FUND BY DEPARTMENT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
Land Development Office				
Personal services	888,320	888,320	859,795	28,525
Materials and services	278,360	328,360	293,591	34,769
Capital outlay	436,694	386,694	11,167	375,527
Transfer	358,721	346,143	346,875	(732)
Total Land Development Services	<u>1,962,095</u>	<u>1,949,517 (1)</u>	<u>1,511,428</u>	<u>438,089</u>
Information Services:				
Personal services	290,248	287,548	281,142	6,406
Materials and services	166,425	164,425	109,050	55,375
Capital outlay	50,600	50,600	17,426	33,174
Transfer	22,824	23,526	22,006	1,520
Total Information Services	<u>530,097</u>	<u>526,099 (1)</u>	<u>429,624</u>	<u>96,475</u>
Human Resources/Civil Services:				
Personal services	169,098	169,848	162,565	7,283
Materials and services	21,120	21,120	12,879	8,241
Transfer	16,332	16,152	15,024	1,128
Total Human Resources/Civil Services	<u>206,550</u>	<u>207,120 (1)</u>	<u>190,468</u>	<u>16,652</u>
Nondepartmental:				
Debt service	1,778,306	3,028,306	3,028,302	4
Contingency	654,853	349,024	-	349,024
Total Non-departmental	<u>2,433,159</u>	<u>3,377,330</u>	<u>3,028,302</u>	<u>349,028</u>
Total expenditures	<u>\$ 19,081,252</u>	<u>\$ 18,028,040</u>	<u>\$ 16,205,510</u>	<u>\$ 1,822,530</u>

(1) Appropriation Level

COLUMBIA COUNTY, OREGON
SCHEDULE OF EXPENDITURES AND FEDERAL AWARDS
For the Year Ended June 30, 2015

	CFDA Number	SEFA	
Dept. of the Interior			
* Distribution of Receipts to State and Local Governments	15.227	677,900	(1)
Wildlife Restoration and Basic Hunter Education	15.611	23,010	
		<u>700,910</u>	
Dept. of Justice			
Crime Victim Assistance-VOCA	16.575	59,472	
Child Support Enforcement	93.563	59,328	
		<u>118,800</u>	
Dept of Transportation			
Highway Planning and Construction	20.205	7,109	
Federal Transit_Capital Investment Grants	20.500	58,182	
Formula Grants for Rural Areas	20.509	474,128	(1)
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	144,548	
		<u>683,967</u>	
Dept of Health & Human Services			
Medical Assistance Program	93.778	34,381	
Social Services Block Grant	93.667	6,473	
Block Grants for Prevention and Treatment of Substance Abuse	93.959	12,394	
		<u>53,248</u>	
Dept. of Homeland Security			
** Non-Profit Security Program	97.008	18,785	
Boating Safety Financial Assistance	97.012	42,370	
Emergency Management Performance Grants	97.042	98,860	
Disaster Grants Public Assistance	97.036	75,283	
♦ DR-1733 Hazard Mitigation Grant	97.039	501,322	
DR-1733 Hazard Mitigation Grant	97.039	108,163	
Flood Mitigation Assistance	97.029	398,032	
		<u>1,242,815</u>	
General Services Administration			
Donation of Federal Surplus Personal Property	39.003	300	
Grand Total		<u><u>2,800,040</u></u>	

* Federal Funds coming directly to county

** Federal Funds from non-state partner

♦ Paid to/from Title Company for buy out program

(1) Indicates Major Program

COLUMBIA COUNTY, OREGON

**SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES
OF TAXES UNCOLLECTED
For the Year Ended June 30, 2015**

ALL COLUMBIA COUNTY GOVERNMENTS

TAX YEAR	IMPOSED LEVY OR BALANCE UNCOLLECTED AT 7/1/14	DEDUCT DISCOUNTS	ADJUSTMENTS TO ROLLS	ADD INTEREST	CASH COLLECTIONS BY COUNTY TREASURER	BALANCE UNCOLLECTED OR UNSEGREGATED AT 6/30/15
Current:						
2014-15	\$ 64,770,613	\$ 1,691,475	\$ (110,238)	\$ 37,121	\$ 60,767,748	\$ 2,201,152
Prior Years:						
2013-14	2,286,229	105	(7,089)	87,107	1,192,259	1,086,776
2012-13	1,283,787	-	(7,739)	111,485	585,519	690,529
2011-12	843,687	-	(9,538)	172,830	575,133	259,016
2010-11	380,976	(14)	(12,672)	97,780	263,576	104,742
2009-10 & Prior	280,034	(16)	(23,106)	42,965	70,210	186,734
Total Prior	5,074,712	75	(60,145)	512,167	2,686,696	2,327,797
Total	\$ 69,845,325	\$ 1,691,550	\$ (170,383)	\$ 549,288	\$ 63,454,444	\$ 4,528,948

GENERAL AND DEBT SERVICE FUNDS:

TAX YEAR	IMPOSED LEVY OR BALANCE UNCOLLECTED AT 7/1/14	DEDUCT DISCOUNTS	ADJUSTMENTS TO ROLLS	ADD INTEREST	CASH COLLECTIONS BY COUNTY TREASURER	BALANCE UNCOLLECTED OR UNSEGREGATED AT 6/30/15
Current:						
2014-15	\$ 9,539,520	\$ 249,127	\$ (31,912)	\$ 6,325	\$ 8,929,296	\$ 322,861
Prior Years:						
2013-14	264,156	15	20,343	11,525	147,411	125,547
2012-13	158,692	-	30,426	15,758	88,002	85,358
2011-12	91,246	-	48,333	24,826	96,962	17,790
2010-11	45,509	-	25,964	13,534	45,431	12,508
2009-10 & Prior	34,114	-	9,055	5,966	14,650	22,554
Total Prior	593,717	15	134,121	71,608	392,456	263,758
Total All Funds	\$ 10,133,237	\$ 249,143	\$ 102,209	\$ 77,933	\$ 9,321,752	\$ 586,619

Taxes Receivable classified by Fund:

		Total Revenue	\$ 9,321,752
General	\$ 420,829	Total Accrued June 30, 2014	125,985
Jail	84,021		
Debt Service	81,769	Total Accrued June 30, 2015	(88,836)
Subtotal	586,619	Development Agency	2,884,361
		Meadowview Service District	317
Development Agency	149,227	4-H Extension Service District	239,751
4-H	17,111	Other Tax	0
	\$ 752,957	Total Tax Revenue	\$ 12,483,330

Property Tax Revenue Classified by Fund:

General	\$ 5,925,773
Debt Service	1,109,593
Development Agency	2,884,361
Meadowview Service District	317
4-H Extension Service District	239,751
	\$ 10,159,795

COLUMBIA COUNTY, OREGON

**FUTURE MATURITIES OF LONG TERM DEBT
For the Year Ended June 30, 2015**

Year	US Bank		City of St. Helens	
	Principal	Interest	Principal	Interest
2015-2016	69,591	16,570	4,776	1,904
2016-2017	72,225	13,936	4,920	1,760
2017-2018	74,959	11,202	5,069	1,611
2018-2019	77,796	8,365	5,222	1,458
2019-2020	80,741	5,420	5,380	1,300
2020-2021	83,797	1,926	5,542	1,138
2021-2022	-	-	5,710	970
2022-2023	-	-	5,883	797
2023-2024	-	-	6,060	620
2024-2025	-	-	6,244	436
2025-2026	-	-	6,432	248
2026-2027	-	-	3,423	51
2027-2028	-	-	-	-
2028-2029	-	-	-	-
2029-2030	-	-	-	-
	<u>\$ 459,108</u>	<u>\$ 57,420</u>	<u>\$ 64,661</u>	<u>\$ 12,294</u>

Year	West Rainier		PWW Road		Business-Type Activities Transfer Station	
	Principal	Interest	Principal	Interest	Principal	Interest
2015-2016	18,042	12,773	854,270	123,250	156,325	167,335
2016-2017	18,209	11,780	595,764	179,340	164,094	159,566
2017-2018	18,386	10,779	625,493	139,629	172,249	151,411
2018-2019	18,571	9,768	356,705	107,917	180,810	142,850
2019-2020	23,768	8,746	374,504	74,623	189,796	133,864
2020-2021	23,976	7,439	412,813	54,637	199,229	124,431
2021-2022	24,200	6,090	433,412	33,654	209,131	114,529
2022-2023	24,436	4,729	402,806	11,624	219,525	104,135
2023-2024	29,686	3,354	-	-	230,435	93,225
2024-2025	29,949	1,685	-	-	241,888	81,772
2025-2026	-	-	-	-	253,910	69,750
2026-2027	-	-	-	-	266,529	57,131
2027-2028	-	-	-	-	279,775	43,885
2028-2029	-	-	-	-	293,680	29,980
2029-2030	-	-	-	-	309,535	15,384
	<u>\$ 229,223</u>	<u>\$ 77,142</u>	<u>\$ 4,055,767</u>	<u>\$ 724,675</u>	<u>\$ 3,366,911</u>	<u>\$ 1,489,248</u>

COLUMBIA COUNTY, OREGON

**FUTURE MATURITIES OF LONG TERM DEBT
For the Year Ended June 30, 2015**

Year	PERS Bond 1		PERS Bond 2	
	Principal	Interest	Principal	Interest
2015-2016	69,236	358,592	120,000	172,678
2016-2017	69,058	373,769	145,000	166,847
2017-2018	70,441	392,387	165,000	159,802
2018-2019	72,245	415,583	190,000	151,785
2019-2020	97,625	410,202	215,000	142,552
2020-2021	295,000	235,430	245,000	132,106
2021-2022	340,000	215,223	275,000	119,846
2022-2023	385,000	191,933	305,000	106,085
2023-2024	440,000	165,560	345,000	90,823
2024-2025	495,000	135,420	380,000	73,559
2025-2026	555,000	102,750	420,000	54,544
2026-2027	625,000	64,733	465,000	33,527
2027-2028	320,000	21,920	205,000	10,258
	<u>\$ 3,833,605</u>	<u>\$ 3,083,500</u>	<u>\$ 3,475,000</u>	<u>\$ 1,414,411</u>

General Obligation Bond, Series
2006

Year	Principal	Interest
2015-2016	1,000,000	126,588
2016-2017	1,045,000	86,588
2017-2018	1,090,000	43,600
	<u>\$ 3,135,000</u>	<u>\$ 256,775</u>

County Leases

Year	Principal	Interest
2014-2015		
2015-2016	143,680	792
	<u>\$ 143,680</u>	<u>\$ 792</u>

COLUMBIA COUNTY, OREGON

**SCHEDULE OF ACCOUNTABILITY FOR ELECTED OFFICIALS
For the Year Ended June 30, 2015**

	<u>ASSESSOR</u>	<u>COUNTY CLERK</u>	<u>DISTRICT ATTORNEY</u>	<u>SHERIFF</u>	<u>TREASURER</u>	<u>JUSTICE OF THE PEACE</u>	<u>TOTAL</u>
On Hand - July 1, 2014	\$ 100	\$ 175	\$ -	\$ 43,356	\$ 14,686,853	\$ 4,201	\$ 12,328,761
Receipts	13,279	460,062	-	488,601	99,302,335	475,879	100,740,156
Turnovers & Disbursements: To County Treasurer & Others	(13,279)	(460,062)	-	(489,490)	(99,320,532)	(384,884)	(100,668,247)
On Hand June 30, 2015	<u>\$ 100</u>	<u>\$ 175</u>	<u>\$ -</u>	<u>\$ 42,466</u>	<u>\$ 14,668,656</u>	<u>\$ 95,197</u>	<u>\$ 12,400,670</u>
Consists of:							
Change, Petty Cash, and Revolving Funds	\$ 100	\$ 175	\$ -	\$ 100	\$ 14,574,544	\$ 95,197	\$ 14,670,115
Held in Escrow for Flood Recovery Beneficiaries	-	-	-	-	94,113	-	94,113
Held in Trust for Inmates	-	-	-	42,366	-	-	42,366
On Hand June 30, 2015	<u>\$ 100</u>	<u>\$ 175</u>	<u>\$ -</u>	<u>\$ 42,466</u>	<u>\$ 14,668,656</u>	<u>\$ 95,197</u>	<u>\$ 14,806,594</u>

COLUMBIA COUNTY, OREGON

REPORTS REQUIRED BY FEDERAL AND STATE REGULATIONS

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SATISTICAL SECTION

This part of the Government's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, not disclosures, and required supplementary information says about the government's overall financial health.

<u>CONTENTS</u>	<u>Page</u>
FINANCIAL TRENDS	93-98
<i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	
REVENUE CAPACITY	99-101
<i>These schedules contain information to help the reader assess the government's most significant local revenue sources, the property tax.</i>	
DEBT CAPACITY	102-103
<i>These schedules contain information to help the reader assess the affordability of the government's current level of outstanding debt and the government's ability to issue additional debt in the future.</i>	
DEMOGRAPHIC AND ECONOMIC INFORMATION	104
<i>Help the reader understand the environment within which the government's financial activities take place.</i>	
OPERATING INFORMATION	105
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	

Columbia County, Oregon

Net Position by Component - Last Ten Fiscal Years

(Accrual Basis of Accounting)

Year ending June 30, 2015

	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06
Governmental activities										
Invested in capital assets, net of related debt	35,611,296	27,421,467	28,465,134	30,651,937	33,027,026	35,580,094	48,097,427	51,255,226	53,191,536	65,711,842
Restricted	9,255,648	10,606,224	9,273,509	10,354,152	9,451,867	303,731	282,078	227,314	-	-
Unrestricted	(6,562,905)	2,581,472	1,971,572	1,923,848	2,371,432	14,314,189	8,379,489	9,532,161	11,144,604	9,767,075
Total governmental activities net position	<u>38,304,040</u>	<u>40,609,163</u>	<u>39,710,215</u>	<u>42,929,937</u>	<u>44,850,325</u>	<u>50,198,014</u>	<u>56,758,994</u>	<u>61,014,701</u>	<u>64,336,140</u>	<u>75,478,917</u>
Business-type activities										
Invested in capital assets, net of related debt	869,345	844,006	825,874	826,738	840,833	861,024	875,416	902,391	894,181	869,765
Restricted	-	2,143	-	-	-	-	-	-	-	-
Unrestricted	1,165,400	507,914	271,501	203,403	51,394	247,538	467,464	728,785	556,532	145,866
Total business-type activities net position	<u>2,034,745</u>	<u>1,354,063</u>	<u>1,097,375</u>	<u>1,030,141</u>	<u>892,227</u>	<u>1,108,562</u>	<u>1,342,880</u>	<u>1,631,176</u>	<u>1,450,713</u>	<u>1,015,631</u>
Primary government activities										
Invested in capital assets, net of related debt	36,480,641	28,265,473	29,291,008	31,478,675	33,867,859	36,441,118	48,972,843	52,157,617	54,085,717	66,581,607
Restricted	9,255,648	10,608,367	9,273,509	10,354,152	9,451,867	303,731	282,078	227,314	-	-
Unrestricted	(5,397,505)	3,089,386	2,243,073	2,127,251	2,422,826	14,561,727	8,846,953	10,260,946	11,701,136	9,912,941
Total primary government activities net position	<u>40,338,785</u>	<u>41,963,226</u>	<u>40,807,590</u>	<u>43,960,078</u>	<u>45,742,552</u>	<u>51,306,576</u>	<u>58,101,874</u>	<u>62,645,877</u>	<u>65,786,853</u>	<u>76,494,548</u>

Columbia County, Oregon

Changes in net position - Last Ten Fiscal Years

(Accrual Basis of Accounting)

Year ending June 30, 2015

	2014-15	2013-14	2012-13	2011-12
Expenses				
Governmental activities				
General government	4,798,143	5,985,721	5,135,625	5,565,525
Roads and bridges	5,026,777	5,597,225	6,771,510	7,931,837
Public safety	8,124,493	9,631,594	9,777,279	10,605,700
Health and welfare	1,646,918	4,988,883	7,639,119	22,577,239
Culture and recreation	1,359,871	1,245,113	1,208,806	1,167,084
Economic development	3,069,194	2,609,894	3,231,451	2,943,900
Interest on long-term debt	1,938,588	1,219,416	829,337	753,912
Total governmental activities expenses	<u>25,963,983</u>	<u>31,277,845</u>	<u>34,593,127</u>	<u>51,545,197</u>
Business-type activities				
Transfer Station	1,892,005	2,098,406	2,198,988	2,305,098
Total business-type activities expenses	<u>1,892,005</u>	<u>2,098,406</u>	<u>2,198,988</u>	<u>2,305,098</u>
Total primary government expenses	<u>27,855,988</u>	<u>33,376,251</u>	<u>36,792,115</u>	<u>53,850,295</u>
Program revenues: Governmental activities				
Charges for services				
Public safety	3,496,260	3,609,110	2,549,526	2,902,525
Economic development	1,153,328	1,273,585	412,633	738,486
General govt and other activities	4,075,375	2,744,582	900,099	1,976,116
Operating grants and contributions	9,812,491	13,744,291	12,885,441	27,176,712
Capital grants and contributions	263,997	993,004	1,065,840	2,805,314
Total gov activities program revenues	<u>18,801,452</u>	<u>22,364,572</u>	<u>17,813,539</u>	<u>35,599,153</u>
Program revenues: Business-type activities				
Charges for services - Transfer Station	2,663,004	2,385,001	2,353,436	2,425,241
Capital grants and contributions				
Total business-type activities program rev	<u>2,663,004</u>	<u>2,385,001</u>	<u>2,353,436</u>	<u>2,425,241</u>
Total primary government revenues	<u>21,464,456</u>	<u>24,749,573</u>	<u>20,166,975</u>	<u>38,024,394</u>
Net (expense)/revenue				
Governmental activities	(7,162,531)	(8,913,273)	(16,779,588)	(15,946,044)
Business-type activities	770,999	286,595	154,448	120,143
Total primary gov net (expense)/revenue	<u>(6,391,532)</u>	<u>(8,626,678)</u>	<u>(16,625,140)</u>	<u>(15,825,901)</u>
General revenues and other changes in net position				
Governmental activities				
Property taxes	12,507,248	9,392,595	6,934,383	7,010,479
Intergov state-collected tax	390,476	379,421	366,189	3,497,531
Fees, royalties, misc	399,695	1,097,722	6,121,903	3,491,126
Interest and investment earnings	66,375	55,360	48,780	44,223
Transfers	50,105	32,155	88,611	(17,702)
Total governmental activities	<u>13,413,899</u>	<u>10,957,253</u>	<u>13,559,866</u>	<u>14,025,657</u>
Business-type activities				
Interest and investment earnings	4,169	2,248	1,397	69
Transfers	(50,105)	(32,155)	(88,611)	17,702
Total business-type activities	<u>(45,936)</u>	<u>(29,907)</u>	<u>(87,214)</u>	<u>17,771</u>
Total primary government	<u>13,367,963</u>	<u>10,927,346</u>	<u>13,472,652</u>	<u>14,043,428</u>
Government activities prior period adjustment		(1,145,032)		
GASB 68 beginning balance restatement	<u>(8,600,872)</u>	<u>(1,145,032)</u>		
Change in net position				
Governmental activities	(2,305,123)	898,948	(3,219,722)	(1,920,387)
Business-type activities	<u>680,682</u>	<u>256,688</u>	<u>67,234</u>	<u>137,914</u>
Total primary gov change in net position	<u>(1,624,441)</u>	<u>1,155,636</u>	<u>(3,152,488)</u>	<u>(1,782,473)</u>

Columbia County, Oregon

Changes in net position - Last Ten Fiscal Y
(Accrual Basis of Accounting)

Year ending June 30, 2015

	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06
Expenses						
Governmental activities						
General government	5,204,982	9,515,950	9,666,699	6,845,730	6,064,877	5,700,402
Roads and bridges	8,668,276	5,786,981	8,754,969	16,544,441	16,885,253	17,599,513
Public safety	11,409,493	10,043,049	10,288,752	7,319,567	7,617,940	7,455,694
Health and welfare	7,661,353	4,729,646	4,949,788	3,133,636	5,956,272	4,927,500
Culture and recreation	1,348,600	1,343,153	1,358,327	933,324	1,012,038	2,321,896
Economic development	1,706,262	3,227,811	1,809,066	1,720,300	2,425,369	815,348
Interest on long-term debt	1,278,588	1,654,028	950,402	884,271	1,638,425	954,955
Total governmental activities expenses	<u>37,277,554</u>	<u>36,300,618</u>	<u>37,778,003</u>	<u>37,381,269</u>	<u>41,600,174</u>	<u>39,775,308</u>
Business-type activities						
Transfer Station	2,550,968	2,266,472	2,332,599	2,199,529	2,240,629	964,771
Total business-type activities expenses	<u>2,550,968</u>	<u>2,266,472</u>	<u>2,332,599</u>	<u>2,199,529</u>	<u>2,240,629</u>	<u>964,771</u>
Total primary government expenses	<u>39,828,522</u>	<u>38,567,090</u>	<u>40,110,602</u>	<u>39,580,798</u>	<u>43,840,803</u>	<u>40,740,079</u>
Program revenues: Governmental activities						
Charges for services						
Public safety	2,529,396	1,622,381	2,350,344	2,686,347	1,677,494	411,948
Economic development	1,037,722	1,598,033	1,212,978	2,443,197	8,814	8,630
General govt and other activities	1,898,147	2,165,628	2,980,159	2,069,769	3,630,006	3,986,461
Operating grants and contributions	11,159,429	9,846,392	8,619,550	6,497,151	9,680,114	6,650,539
Capital grants and contributions	789,698	1,637,139	6,739,839	3,421,859	172,492	186,210
Total gov activities program revenues	<u>17,414,392</u>	<u>16,869,573</u>	<u>21,902,870</u>	<u>17,118,323</u>	<u>15,168,920</u>	<u>11,243,788</u>
Program revenues: Business-type activities						
Charges for services - Transfer Station	2,323,926	2,029,076	2,027,965	2,341,384	2,480,286	902,302
Capital grants and contributions						68,000
Total business-type activities program rev	<u>2,323,926</u>	<u>2,029,076</u>	<u>2,027,965</u>	<u>2,341,384</u>	<u>2,480,286</u>	<u>970,302</u>
Total primary government revenues	<u>19,738,318</u>	<u>18,898,649</u>	<u>23,930,835</u>	<u>19,459,707</u>	<u>17,649,206</u>	<u>12,214,090</u>
Net (expense)/revenue						
Governmental activities	(19,863,162)	(19,431,045)	(15,875,133)	(20,262,946)	(26,431,254)	(28,531,520)
Business-type activities	(227,042)	(237,396)	(304,634)	141,855	239,657	5,531
Total primary gov net (expense)/revenue	<u>(20,090,204)</u>	<u>(19,668,441)</u>	<u>(16,179,767)</u>	<u>(20,121,091)</u>	<u>(26,191,597)</u>	<u>(28,525,989)</u>
General revenues and other changes in net position						
Governmental activities						
Property taxes	7,295,383	6,525,283	6,665,185	8,878,743	6,846,030	5,913,590
Intergov state-collected tax	4,448,773	3,686,403	2,948,175	3,251,794		
Fees, royalties, misc	2,731,301	2,219,326	1,756,403	4,257,992	7,041,960	9,432,501
Interest and investment earnings	45,099	69,805	249,663	552,978	693,485	475,400
Transfers	(9,414)					(1,007,118)
Total governmental activities	<u>14,511,142</u>	<u>12,500,817</u>	<u>11,619,426</u>	<u>16,941,507</u>	<u>14,581,475</u>	<u>14,814,373</u>
Business-type activities						
Interest and investment earnings	1,293	3,078	16,338	38,608	37,188	2,982
Transfers	9,414				-	1,007,118
Total business-type activities	<u>10,707</u>	<u>3,078</u>	<u>16,338</u>	<u>38,608</u>	<u>37,188</u>	<u>1,010,100</u>
Total primary government	<u>14,521,849</u>	<u>12,503,895</u>	<u>11,635,764</u>	<u>16,980,115</u>	<u>14,618,663</u>	<u>15,824,473</u>
Government activities prior period adjustment	4,331	369,248				
GASB 68 beginning balance restatement	4,331	369,248				
Change in net position						
Governmental activities	(5,347,689)	(6,560,980)	(4,255,707)	(3,321,439)	(11,849,779)	(13,717,147)
Business-type activities	(216,335)	(234,318)	(288,296)	180,463	276,845	1,015,631
Total primary gov change in net position	<u>(5,564,024)</u>	<u>(6,795,298)</u>	<u>(4,544,003)</u>	<u>(3,140,976)</u>	<u>(11,572,934)</u>	<u>(12,701,516)</u>

Columbia County, Oregon

Governmental Activities Tax Revenue by Source - Last Ten Fiscal Years

(Accrual Basis of Accounting)

Fiscal Year	Property taxes	Public service taxes	Franchise taxes	Mineral royalties and timber*	Total
2014-15	12,507,248	390,476	106,866	101,691	13,106,281
2013-14	9,392,595	379,421	121,900	525,882	10,419,798
2012-13	6,934,383	366,189	66,300	47,178	7,414,050
2011-12	7,010,479	347,539	88,503	81,378	7,527,899
2010-11	7,295,383	328,778	74,090	136,663	7,834,914
2009-10	6,525,283	567,916	41,261	1,879,890	9,014,350
2008-09	6,665,185	358,993	48,499	224,968	7,297,645
2007-08	8,878,743	344,252	85,246	381,407	9,689,648
2006-07	6,846,030	3,412,628	90,823	2,358,227	12,707,708
2005-06	5,913,590	5,475,129	196,504	2,697,882	14,283,105

* Prior to FY07, Secure Rural Schools (also known as O&C funds) was categorized as a Source of Tax revenue because the Measure 50 tax reform calculation to determine permanent rates included these payments on the apparent assumption that these were durable tax revenues for counties. It has become clear since this time that these revenues are far from a stable tax revenue source and are, instead, truly discretionary grant dollars from the federal government. As such, the funds are now categorized as intergovernmental funds.

Columbia County, Oregon

Fund Balances, Governmental Funds - Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06
General fund										
Nonspendable	47,453	143,084	162,915	135,365	182,209					
Restricted	893,838	654,555	642,528	758,200	1,162,920					
Committed	226,823	271,823	452,140	552,140	616,775					
Assigned	26,500	232,055	500,000	-						
Unassigned	3,548,781	3,856,674	2,775,511	2,711,077	3,023,169					
Reserved										
Unreserved						5,263,552	5,267,218	5,051,183	2,777,791	2,082,866
Total general fund	<u>4,743,395</u>	<u>5,158,191</u>	<u>4,533,095</u>	<u>4,156,782</u>	<u>4,985,073</u>	<u>5,263,552</u>	<u>5,267,218</u>	<u>5,051,183</u>	<u>2,777,791</u>	<u>2,082,866</u>
All other governmental funds										
Nonspendable	269,678	143,668	168,898	178,827	167,180					
Restricted	7,595,625	4,551,156	3,018,483	3,243,502	2,881,159					
Committed	-									
Assigned	699,007	101,224								
Unassigned										
Reserved										75,006
Reserved - debt service		74,659	71,813	160,713	(49,816)	(53,472)	50,556	80,002	60,657	
Reserved - system devel		729,293	606,812	989,519	706,245	303,731	231,522	147,312		
Unreserved						4,578,294	6,051,699	6,998,073	7,644,693	9,376,263
Total other governmental funds	<u>8,564,310</u>	<u>5,600,000</u>	<u>3,866,006</u>	<u>4,572,561</u>	<u>3,704,768</u>	<u>4,828,553</u>	<u>6,333,777</u>	<u>7,225,387</u>	<u>7,705,350</u>	<u>9,451,269</u>
All governmental funds										
Nonspendable	317,131	286,752	331,813	314,192	349,389	-	-	-	-	-
Restricted	8,489,463	5,205,711	3,661,011	4,001,702	4,044,079	-	-	-	-	-
Committed	226,823	271,823	452,140	552,140	616,775	-	-	-	-	-
Assigned	725,507	333,279	500,000	-	-	-	-	-	-	-
Unassigned	3,548,781	3,856,674	2,775,511	2,711,077	3,023,169	-	-	-	-	-
Reserved	-	-	-	-	-	-	-	-	-	-
Reserved - debt service	-	74,659	71,813	160,713	(49,816)	(53,472)	50,556	80,002	60,657	-
Reserved - system devel	-	729,293	606,812	989,519	706,245	303,731	231,522	147,312	-	-
Unreserved	-	-	-	-	-	9,841,846	11,318,917	12,049,256	10,422,484	11,459,129
Total governmental funds	<u>13,307,705</u>	<u>10,758,191</u>	<u>8,399,101</u>	<u>8,729,343</u>	<u>8,689,841</u>	<u>10,092,105</u>	<u>11,600,995</u>	<u>12,276,570</u>	<u>10,483,141</u>	<u>11,459,129</u>

Columbia County, Oregon

Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06*
Revenues										
Taxes	12,857,129	9,773,845	7,379,918	7,303,478	7,578,484	6,994,433	7,004,946	9,204,574	10,224,420	5,938,462
Intergovernmental	12,929,814	15,331,479	14,078,282	33,479,557	16,906,419	13,929,514	18,175,723	14,645,853	9,852,606	12,311,878
Charges for services	2,822,408	2,811,269	2,862,402	3,191,777	3,814,792	2,730,779	3,826,701	5,117,165	2,916,864	2,279,059
Licenses and permits	435,435	217,046	914,044	869,816	101,303	432,870	246,136	1,662,803	698,587	
Fines, fees, forfeitures	3,192,971	3,438,749	2,262,485	3,551,825	2,236,658	2,653,597	3,073,871	2,888,795	1,580,205	2,324,484
Royalties, franch., timber, misc	543,233	964,864	3,817,501	1,488,800	4,341,731	5,318,309	2,776,166	3,632,852	5,203,768	5,541,295
Interest and investm't earnings	66,375	55,360	48,780	44,223	45,099	69,805	249,663	552,978	693,485	475,400
Total revenues	32,847,367	32,592,612	31,363,411	49,929,476	35,024,486	32,129,307	35,353,206	37,705,020	31,169,935	28,870,578
Expenditures										
General government	5,470,887	5,389,247	4,848,623	5,264,376	6,723,404	8,033,465	8,445,327	8,085,271	7,191,266	6,730,116
Roads and bridges	3,887,440	3,208,727	3,864,936	4,267,460	4,391,843	4,967,600	6,798,383	8,284,750	5,647,860	4,143,273
Public safety	9,193,989	8,557,751	8,979,316	9,756,585	10,773,853	8,621,050	7,989,392	8,441,991	7,130,093	7,047,368
Health and welfare	1,655,159	4,447,424	7,466,341	21,717,329	7,582,199	4,059,974	3,843,595	3,472,939	5,782,842	4,900,660
Culture and recreation	1,241,376	1,177,630	1,044,367	1,008,772	1,189,309	1,141,187	1,054,764	966,767	865,891	796,880
Economic development	3,516,785	2,215,580	2,955,898	2,654,739	1,493,920	2,770,784	1,404,771	2,094,755	2,374,255	1,972,682
Capital outlay	527,525	1,898,158	753,234	3,389,387	2,086,207	1,796,069	4,592,053	2,891,107	1,672,102	1,296,461
Debt service - principal	2,973,136	2,151,744	1,040,938	1,084,925	919,842	432,801	950,094	792,690	11,075,624	619,863
Debt service - interest	1,938,588	1,219,416	829,337	753,912	1,278,588	1,654,028	950,402	884,271	1,638,425	954,955
Unfunded actuarial liab pymt										3,859,303
Total expenditures	30,404,884	30,265,677	31,782,991	49,897,485	36,439,165	33,476,958	36,028,781	35,914,541	43,378,358	32,321,561
Excess of rev over/(under) exp	2,442,483	2,326,935	(419,580)	31,991	(1,414,679)	(1,347,651)	(675,575)	1,790,479	(12,208,423)	(3,450,983)
Other financing sources (uses)										
Sale of capital assets	2,010		730	7,510	17,500	3,400				
Transfers in	5,473,607	4,155,299	3,706,907	3,552,956	1,428,901	921,622	1,797,413	1,231,719	1,159,431	1,195,433
Transfers out	(5,473,607)	(4,155,299)	(3,706,907)	(3,535,254)	(1,428,901)	(921,622)	(1,797,413)	(1,231,719)	(1,159,431)	(1,195,433)
Transfers in from bus-type	50,105	40,144	95,712	42,210	(9,414)					
Transfers out to bus-type		(7,989)	(7,101)	(59,912)						
Insurance recivery	54,918									
Issuance of debt, bond/note proceeds								2,950	11,157,429	5,149,379
Total other financing sources (uses)	107,033	32,155	89,341	7,510	8,086	3,400	-	2,950	11,157,429	5,149,379
Net change in fund balances	2,549,516	2,359,090	(330,239)	39,501	(1,406,593)	(1,344,251)	(675,575)	1,793,429	(1,050,994)	1,698,396
Debt service as a %age of noncap exp	16.4%	11.9%	6.0%	4.0%	6.4%	6.6%	6.0%	5.1%	30.5%	5.8%

(1) Debt service percentage unusually high because of refinancing current debt to lower anticipated total debt service cost

(1)

* Taxes category only included property tax, other taxes were categorized as intergovernmental

Columbia County, Oregon

Governmental Activities Tax Revenue by Source - Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

Fiscal Year	Property taxes	Public service taxes	Franchise taxes	Mineral royalties and timber*	Total
2014-15	12,466,653	390,476	106,866	101,691	13,065,686
2013-14	9,394,424	379,421	121,900	525,882	10,421,627
2012-13	7,013,729	366,189	66,300	47,178	7,493,396
2011-12	6,955,939	347,539	88,503	81,378	7,473,359
2010-11	7,249,706	328,778	74,090	136,663	7,789,237
2009-10	6,426,517	567,916	41,261	1,879,890	8,915,584
2008-09	6,645,953	358,993	48,499	224,968	7,278,413
2007-08	9,204,574	344,252	85,246	381,407	10,015,479
2006-07	6,811,792	3,412,628	90,823	2,358,227	12,673,470
2005-06	5,938,462	5,475,129	196,504	2,697,882	14,307,977

* Prior to FY07, Secure Rural Schools (also known as O&C funds) was categorized as a Source of Tax revenue because the Measure 50 tax reform calculation to determine permanent rates included these payments on the apparent assumption that these were durable tax revenues for counties. It has become clear since this time that these revenues are far from a stable tax revenue source and are, instead, truly discretionary grant dollars from the federal government. As such, the funds are now categorized as intergovernmental funds.

Columbia County, Oregon

Assessed Values and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

Fiscal Year	Real Property	Manufactured Structures	Personal Property	Utility Property	Total Assessed Value (AV)	Taxable Ratio (RMV to AV)	Real Market Value (RMV)	Taxes	Direct Tax Rate
2014-15	3,754,796,301	26,526,533	74,220,759	704,399,469	4,559,943,062	77.60%	5,876,058,508	64,770,613	1.42%
2013-14	3,692,215,297	24,406,038	74,958,377	619,720,140	4,411,299,852	77.23%	5,711,839,142	60,281,265	1.37%
2012-13	3,601,892,063	28,099,529	74,361,410	408,758,740	4,113,111,742	74.88%	5,492,574,239	55,984,908	1.36%
2011-12	3,549,577,947	28,178,258	71,979,650	408,630,654	4,058,366,509	74.10%	5,477,228,879	54,941,133	1.35%
2010-11	3,577,628,983	30,363,518	73,687,760	403,593,050	4,085,273,311	64.85%	6,299,615,211	56,992,720	1.40%
2009-10	3,458,935,122	30,725,947	83,873,780	419,956,181	3,993,491,030	59.66%	6,693,897,931	54,949,959	1.38%
2008-09	3,352,798,412	32,135,350	96,648,400	381,418,601	3,863,000,763	62.55%	6,175,643,775	51,183,655	1.32%
2007-08	3,185,200,815	31,815,070	77,149,290	601,213,350	3,895,378,525	57.14%	6,817,268,184	51,509,143	1.32%
2006-07	3,090,168,050	31,747,840	69,745,790	408,879,110	3,600,540,790	60.87%	5,914,890,583	45,633,147	1.27%
2005-06*	2,808,574,830	in personal	100,787,330	350,108,471	3,259,470,631	80.13%	4,067,884,801	43,949,633	1.35%

Source: County Assessor Rolls

GFOA: C3

* FY2005-06 was the last year in the prior assessment and taxation software; totals produced from the current system are considered to be more complete.

Columbia County, Oregon

Principal Property Taxpayers - Last Fiscal Year and Fiscal Year Ten Years Ago

Taxpayer	Industry	FY2014-15			FY2005-06		
		Taxable Assessed Value (AV)	Rank	Percentage of Total Taxable AV	Taxable Assessed Value (AV)	Rank	Percentage of Total Taxable AV
Portland General Electric	Utility	395,596,000	1	8.68%	127,203,490	2	3.90%
Northwest Natural Gas	Utility	157,067,664	2	3.44%	160,475,860	1	4.92%
US Gypsum	Building Products	70,679,640	3	1.55%			0.00%
Longview Timberlands LLC	Wood Products	44,716,684	4	0.98%			
Clatskanie PUD	Utility	39,858,000	5	0.87%			
Columbia River PUD	Utility	34,826,500	7	0.76%	28,780,800	5	0.88%
Dyno Nobel, Inc	Explosives	36,036,790	7	0.79%	16,647,180	8	0.51%
Armstrong World Industries	Ceiling Tiles	24,816,810	8	0.54%	27,751,500	6	0.85%
Cascade Tissue Group	Paper Products	17,395,120	9	0.38%	19,789,900	7	0.61%
Comcast Corp	Utility	15,201,800	10	0.33%			0.00%
Boise White Paper	Paper Products				84,088,840	3	2.58%
Longview Fiber	Wood Products				39,053,310	4	1.20%
Qwest Corporation	Utility				11,467,000	9	0.35%
Fred Meyer Stores	Retail				9,451,500	10	0.29%
All Others		3,723,748,054		81.66%	2,734,761,251		83.90%
Totals		<u>\$ 4,559,943,062</u>		<u>100.00%</u>	<u>\$ 3,259,470,631</u>		<u>100.00%</u>

GFOA: C3

Columbia County, Oregon

Property Tax Levies and Collections - Last Ten Fiscal Years

Fiscal Year	Collected First Year of the Levy			Collections in Subsequent Years	Total Collections through Most Recent Fiscal Year		Outstanding Delinquent Taxes	Percentage Delinquent
	Taxes Levied	Amount	Percentage of Levy		Amount	Percentage of Levy		
2014-15	7,650,677	6,997,997	91.5%		6,997,997	91.5%	502,598	6.6%
2013-14	6,966,083	6,496,561	93.3%	147,411	6,643,972	95.4%	264,156	3.8%
2012-13	6,920,409	6,343,061	91.7%	240,030	6,583,091	95.1%	158,692	2.3%
2011-12	6,902,573	6,331,768	91.7%	383,480	6,715,248	97.3%	91,246	1.3%
2010-11	6,807,953	6,252,873	91.8%	366,098	6,618,971	97.2%	45,509	0.7%
2009-10	6,725,147	5,772,981	85.8%	379,121	6,152,102	91.5%	15,649	0.2%
2008-09	6,521,791	5,970,448	91.5%	342,875	6,313,323	96.8%	6,992	0.1%
2007-08	6,261,400	5,749,885	91.8%	300,861	6,050,746	96.6%	3,623	0.1%
2006-07	6,006,883	5,524,777	92.0%	302,013	5,826,790	97.0%	1,768	0.0%
2005-06	5,655,715	5,262,772	93.1%	244,856	5,507,628	97.4%	4,258	0.1%

Notes:

Outstanding Delinquent Taxes collected are posted to the year of the levy. The amount is not Taxes Levied minus Taxes Collected because some amount of adjustments to the original taxes levied will happen due to award of discounts, tax appeals, corrections of errors, etc.

Source: County Tax Collector tax roll records relating to Columbia County only, excluding component units

Columbia County, Oregon

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business Type Activities	Total Primary Government	Percentage of			County Population	Per Capita Personal Income
	Bonds Payable	Notes Payable	General Obligation Bonds	Leases			Personal Income	Per Capita (estimate)			
2014-15	7,308,605	4,808,761	3,135,000	143,680	3,366,911	18,762,957	1.00%	366	51,319	36,680	
2013-14	7,475,976	6,589,456	4,090,000	23,256	3,515,834	21,694,522	1.23%	433	50,075	35,134	
2012-13	7,625,883	7,014,721	5,005,000		3,657,706	23,303,310	1.35%	471	49,520	34,863	
2011-12	7,758,798	7,098,931	5,885,000		3,792,861	24,535,590	1.47%	494	49,680	33,649	
2010-11	7,869,091	6,937,065	6,725,000		3,921,617	25,452,773	1.59%	513	49,625	32,248	
2009-10	7,966,095	6,192,211	7,530,000		4,044,275	25,732,581	1.61%	521	49,430	32,372	
2008-09	8,043,898	5,803,100	8,165,000		4,161,128	26,173,126	1.60%	537	48,773	33,590	
2007-08	8,106,657	5,822,346	9,040,000		4,272,447	27,241,450	1.77%	566	48,164	31,933	
2006-07	8,147,737	4,025,041	9,816,205		4,378,496	26,367,479	1.78%	555	47,486	31,270	
2005-06	8,181,126	6,308,221	10,265,000		4,364,093	29,118,440	2.12%	624	46,663	29,456	

(1) Population Research Center, Portland State University

(2) Bureau of Economic Analysis, US Department of Commerce

Further information on long term debt is found in the Notes to the Financials Statements, pages 48-501

Columbia County, Oregon

Legal Debt Margin Information - Last Ten Fiscal Years

Fiscal Year	Real Market Value	County Debt Limits			Debt at June 30		
		Debt Limit for General Obligation (2% RMV)	Debt Limit for Limited Bonds (1% RMV)	Total Debt Limit (3% RMV)	General Obligation Bonds	Revenue Bonds and Other Debt	Total Debt Subject to Debt Limits
2014-15	5,876,058,508	117,521,170	58,760,585	176,281,755	3,135,000	4,808,761	7,943,761
2013-14	5,711,839,142	114,236,783	57,118,391	171,355,174	4,090,000	6,589,456	10,679,456
2012-13	5,492,574,239	109,851,485	54,925,742	164,777,227	5,005,000	7,014,721	12,019,721
2011-12	5,477,228,879	109,544,578	54,772,289	164,316,866	5,885,000	7,098,931	12,983,931
2010-11	6,299,615,211	125,992,304	62,996,152	188,988,456	6,725,000	6,937,065	13,662,065
2009-10	6,693,897,931	133,877,959	66,938,979	200,816,938	7,530,000	6,192,211	13,722,211
2008-09	6,175,643,775	123,512,876	61,756,438	185,269,313	8,165,000	5,803,100	13,968,100
2007-08	6,817,268,184	136,345,364	68,172,682	204,518,046	9,040,000	5,822,346	14,862,346
2006-07	5,914,890,583			177,446,717			4,025,041
2005-06	4,067,884,801			122,036,544			6,308,221

Fiscal Year	Legal Debt Margin at June 30			Percentage of Debt Margin Utilized		
	General Obligation Bonds	Revenue Bonds and Other Debt	Total Unused Debt Limit	General Obligation Bonds	Revenue Bonds and Other Debt	Combined percentage
2014-15	114,386,170	53,951,824	168,337,994	2.7%	8.2%	4.5%
2013-14	110,146,783	50,528,935	160,675,718	3.6%	11.5%	6.2%
2012-13	104,846,485	47,911,021	152,757,506	4.6%	12.8%	7.3%
2011-12	103,659,578	47,673,358	151,332,935	5.4%	13.0%	7.9%
2010-11	119,267,304	56,059,087	175,326,391	5.3%	11.0%	7.2%
2009-10	126,347,959	60,746,768	187,094,727	5.6%	9.3%	6.8%
2008-09	115,347,876	55,953,338	171,301,213	6.6%	9.4%	7.5%
2007-08	127,305,364	62,350,336	189,655,700	6.6%	8.5%	7.3%
2006-07			173,421,676			2.3%
2005-06			115,728,323			5.2%

ORS 287A.105(1) provides a debt limit on revenue bonds and other debt or liabilities of 1% of the real market value of all taxable property within the County's boundaries. This legal limit became effective January 1, 2008 superceding ORS 287.053.

Note: Pension bonds are not subject to the County Debt Limit ORS 238.694.

Columbia County, Oregon

Demographic and Economic Statistics - Last Ten Fiscal Years

Fiscal Year	Population	Personal Income (amounts expressed in thousands)	Per Capita Personal Income	School Enrollment	Unemploy- ment Rate
	(1)	(2)	(2)	(3)	(4)
2014-15	51,319	1,882,381	36,680	7,684	7.4
2013-14	50,075	1,759,316	35,134	7,802	7.5
2012-13	49,520	1,726,405	34,863	7,838	8.2
2011-12	49,680	1,671,676	33,649	8,142	9.9
2010-11	49,625	1,600,317	32,248	8,244	10.7
2009-10	49,430	1,600,164	32,372	8,290	12.1
2008-09	48,773	1,638,281	33,590	8,548	14.1
2007-08	48,164	1,538,023	31,933	8,639	6.4
2006-07	47,486	1,484,893	31,270	8,108	5.6
2005-06	46,663	1,374,517	29,456	8,184	5.8

Source:

(1) Population Research Center, Portland State University and State of Oregon Population Forecast

(2) Bureau of Economic Analysis, US Department of Commerce

(3) Oregon Department of Education: Columbia County School Districts

(4) Oregon Labor Market Information System, Oregon Employment Department. Adjusted Seasonally Unemployment Rates in June (end of FY)

Note: if updated data from prior years is available, that data is added to table so prior year numbers may vary from prior year CAFRs

Columbia County, Oregon

Full-time Equivalent County Government - Last Ten Fiscal Years

Function	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06
General Government	69.74	66.57	65.78	75.44	86.40	78.40	93.08	86.22	71.25	68.60
Public Safety										
Sheriff										
Officers	34.24	26.50	31.73	35.19	35.38	34.38	41.98	40.25	33.50	35.30
Civilians	5.64	6.48	4.58	4.74	3.99	4.49	5.48	4.80	6.50	9.50
Parole/Probation	12.15	13.30	13.58	13.78	14.57	14.77	19.09	15.24	21.80	21.60
Animal Control	1.00	1.00	1.98	2.57	2.96	3.95	3.46	2.67	2.90	2.75
Emergency Management	1.91	2.70	1.80	2.28	3.00	3.00	3.00	2.17	1.00	1.00
Highways and streets										
Engineering/Administration	5.00	5.00	5.00	5.50	5.50	5.50	5.50	5.75	5.00	5.00
Maintenance	18.00	16.00	18.00	20.00	20.00	20.00	21.00	21.00	21.00	21.00
Transfer Station/Solid Waste	0.93	0.91	0.91	2.95	3.70	4.95	3.80	1.25	1.00	1.00
Culture and recreation										
Parks	3.00	3.00	4.90	4.30	4.45	4.45	4.70	4.70	3.60	3.40
Fairgrounds	0.00	0.00	0.00	0.53	1.00	1.00	1.00	1.00	1.00	1.00
Total	151.61	141.46	148.26	167.28	180.95	174.89	202.09	185.05	168.55	170.15
Percent change	7.2%	-4.6%	-11.4%	-7.6%	3.5%	-13.5%	9.2%	9.8%	-0.9%	-3.6%
Percent change last 10 years	-10.9%									

FY2007-08 and lat FY2007-08 and later:
Budgeted Full-time Budgeted Full-time Equivalents

FY2006-07 and earlier:
Full-time Equivalent Employees as of Dec 31

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COLUMBIA COUNTY, OREGON

INDEPENDENT AUDITOR'S REPORT REQUIRED BY OREGON STATE REGULATIONS

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December 16, 2015

Independent Auditor's Report Required by Oregon State Regulations

We have audited the basic financial statements of Columbia County as of and for the year ended June 30, 2015, and have issued our report thereon dated December 16, 2015. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

Compliance

As part of obtaining reasonable assurance about whether Columbia County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 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).**
- **Schedule of Accountability of Elected Officials**

In connection with our testing nothing came to our attention that caused us to believe Columbia County 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, except as follows:

1. Expenditures of the various funds were within authorized appropriations, except as noted on page 39.

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered 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 internal control over financial reporting.

Accordingly, we do not express an opinion on the effectiveness of internal control over financial reporting. This report is intended solely for the information and use of the Board of Commissioners, management and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

A handwritten signature in black ink, appearing to read "Matthew Graves".

Matthew Graves, CPA
PAULY, ROGERS AND CO., P.C.

COLUMBIA COUNTY, OREGON

GRANT COMPLIANCE REVIEW

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December 16, 2015

To the County Commissioners
Columbia County, Oregon

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*

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, the business-type activities, each major fund, and the aggregate remaining fund information of Columbia County as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated December 16, 2015.

Internal Control Over Financial Reporting

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements are free from material misstatement, we performed tests of 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 internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Matthew Graves, CPA
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December 16, 2015

To the County Commissioners
Columbia County, Oregon

Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133

Report on Compliance for Each Major Federal Program

We have audited Columbia County's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2015. The major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 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 compliance.

Opinion on Each Major Federal Program

In our opinion, Columbia County, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015

Report on Internal Control Over Compliance

Management 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 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 OMB Circular A-133, 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 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Matthew Graves, CPA
PAULY, ROGERS AND CO., P.C.

COLUMBIA COUNTY
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 For the Year Ended June 30, 2015

SECTION I – SUMMARY OF AUDITOR’S RESULTS

FINANCIAL STATEMENTS

Type of auditor’s report issued Unmodified

Internal control over financial reporting:

Material weakness(es) identified? yes no

Significant deficiency(s) indentified that is considered to be material weaknesses? yes none reported

Any audit findings disclosed relating to the financial statements which are required to be reported in accordance with GAGAS, A-133 S505(d)(2) yes no

Noncompliance material to financial statements noted? yes no

FEDERAL AWARDS

Internal control over major programs:

Material weakness(es) identified? yes no

Significant deficiency(s) indentified that are not considered to be material weaknesses? yes none reported

Type of auditor’s report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, section 510(a)? yes no

IDENTIFICATION OF MAJOR PROGRAMS

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM CLUSTER</u>
20.509	Formula Grants for Rural Areas
15.227	Distribution of Receipts to State and Local Governments

COLUMBIA COUNTY, OREGON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2015

SECTION I – SUMMARY OF AUDITOR’S RESULTS (CONTINUED)

Dollar threshold \$300,000
used to distinguish
between type A and
type B programs:

Auditee qualified as low-risk auditee?

yes

no

SECTION II – FINANCIAL STATEMENT FINDINGS

None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS:

None

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Columbia County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.