

**COLUMBIA COUNTY, OREGON**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED JUNE 30, 2017**

COLUMBIA COUNTY, OREGON

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2017

Prepared by:

Finance and Taxation Department

Jennifer Cuellar, MBA  
Treasurer and Director, Finance and Taxation

**COLUMBIA COUNTY, OREGON**

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COLUMBIA COUNTY, OREGON

INTRODUCTORY SECTION



# COLUMBIA COUNTY

## Department of Finance and Taxation

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December 26, 2017

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, 2017, 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 accompanying disclosures are necessary to enable the reader to gain the maximum understanding of the County's financial affairs.

### THE REPORT

The CAFR is presented in three main sections: introductory, financial, and statistical.

The **introductory section** includes this transmittal letter, a list of principal officials, organizational charts, and a copy of last fiscal year's Certificate of Achievement for Excellence in Financial Reporting awarded by the Government Finance Officers Association of the United States and Canada (GFOA).

The **financial section** is prepared in accordance with accounting principles generally accepted in the United States of America. This section of the CAFR includes the Management's Discussion and Analysis (MD&A), which can be found immediately following the report of the independent auditor. The MD&A provides a narrative introduction, overview, and analysis to accompany the basic financial statements and should be read in conjunction with this letter of transmittal.

These are followed by the basic financial statements, required supplementary information, and combining and individual fund statements and schedules. The basic financial statements include the government-wide financial statements that present an overview of the County's entire operations, while the fund level statements present the financial information of each of the County's major funds, as well as non-major funds.

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, 2017, are free of material misstatement. 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 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.

Lastly, the **statistical section** includes selected financial and demographic information, generally presented on a multi-year basis.

## **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.

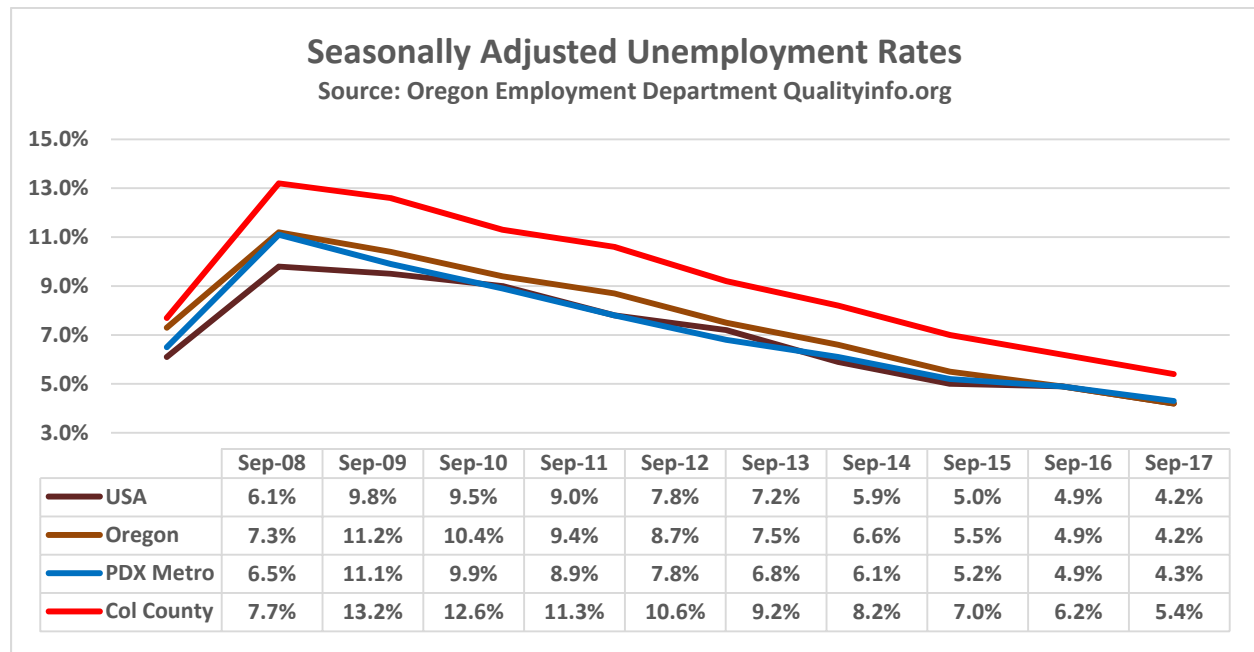
## REPORTING ENTITY

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

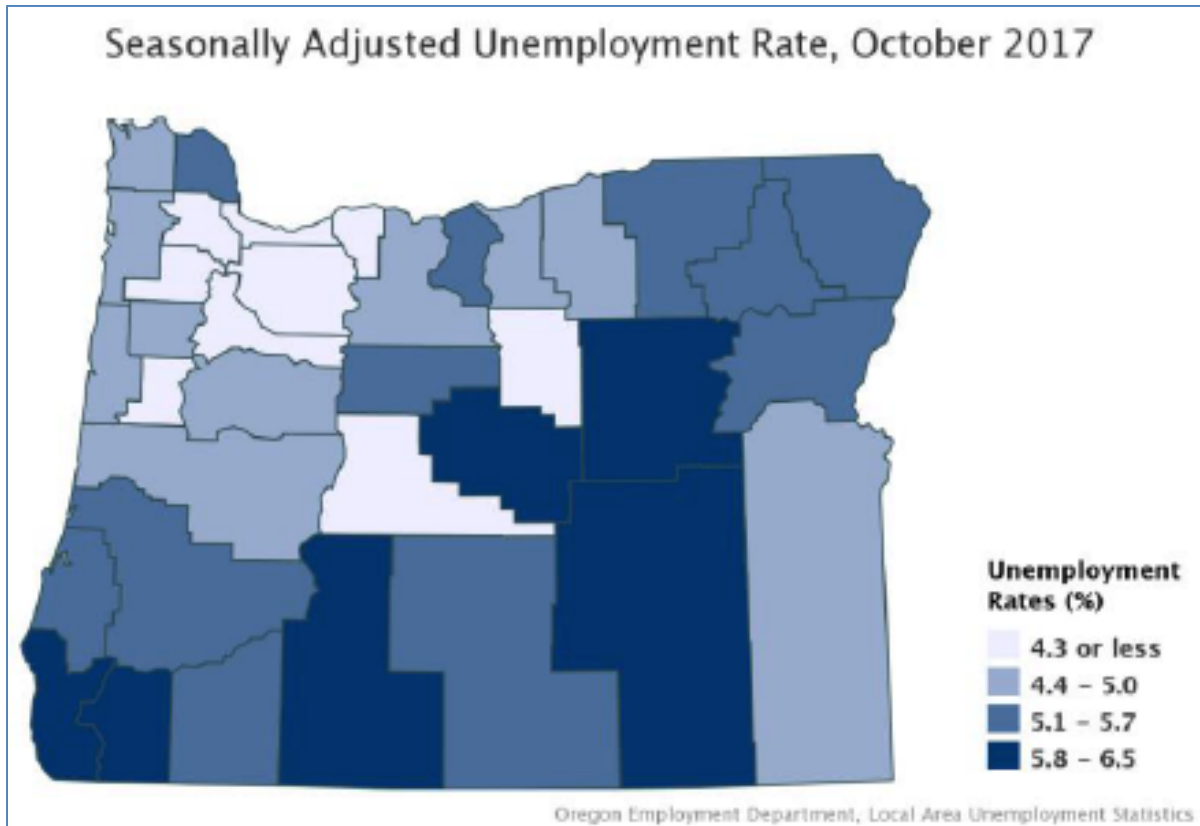
The primary industries of Columbia County are timber, fishing, water transportation, dairying, horticulture and recreation. The extensive stands of old growth timber, which had attracted many of the early settlers to the area, were completely logged by the 1950s. Second growth timber provides the raw 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 September 2017 County residents faced an unemployment rate of 5.4%, higher than the national average by 1.2% for the same month but improving relative to last

year at the same time at 6.2%. Compared to the other counties in Oregon, Columbia County’s October 2017 seasonably adjusted unemployment rate is ranked 26 out of 36 (1 = lowest unemployment rate to 36 = highest rate). When the employment data is not adjusted, Columbia County’s relative position drops to 30 of 36 counties.



The 2010 population of 48,620 represents an 11.62 percent increase since 1990. The State of Oregon has estimated the 2017 Columbia County population to be 51,345, up from the 50,795 estimate for last year (data from the Population Research Center at Portland State University), representing an increase of 5.6% over the 2010 census.

## COUNTY FUNDING

While the County has recovered from the lows of this recent period, it is a “timber county” and, as such, the decline and end of the 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. 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.

From 2000 to 2012, the General Fund’s second largest source of unrestricted funds was the federal SRS program. Columbia County is not the most adversely affected timber county in Oregon, but the impact of moving from an unrestricted funding source of well over \$2 million per year to less than \$400,000 annually continues to have a significant negative impact on County operations. In addition, the change back to the system of the County receiving a share of actual timber sales revenue from the O&C lands means the County will now be sharing in the highly volatile revenue source associated with natural resources.

**Columbia County Federal Timber Revenue: End of Secure Rural Schools Funding**

	FY18*	FY17**	FY16	FY15	FY14	FY13
Title I (unrestricted)	0	0	579,995	626,321	624,370	605,717
Title III (restricted)	0	0	47,764	51,579	51,419	49,883
<b>Total SRS Act</b>	<b>0</b>	<b>0</b>	<b>627,759</b>	<b>677,900</b>	<b>675,789</b>	<b>655,600</b>
Federal O&C Timber Sales	374,524	416,037	0	0	0	0
Unrestricted General Fund***	7,795,550	8,168,079	8,146,251	7,217,824	7,403,808	7,387,684
<b>Federal Timber proportion</b>	<b>4.80%</b>	<b>5.09%</b>	<b>7.71%</b>	<b>9.39%</b>	<b>9.13%</b>	<b>8.87%</b>
	FY12	FY11	FY10	FY09	FY08	
Title I (unrestricted)	652,111	1,483,931	1,646,553	1,829,504	2,028,610	
Title III (restricted)	53,703	122,206	135,599	150,665	239,853	
<b>Total SRS Act</b>	<b>705,815</b>	<b>1,606,137</b>	<b>1,782,152</b>	<b>1,980,169</b>	<b>2,268,463</b>	
Federal O&C Timber Sales	0	0	0	0	0	
Unrestricted General Fund***	7,114,895	9,393,854	9,522,145	10,538,431	11,333,689	
<b>Federal Timber proportion</b>	<b>9.92%</b>	<b>15.80%</b>	<b>17.29%</b>	<b>17.36%</b>	<b>17.90%</b>	

\* FY18 Unrestricted General Fund is estimated actual data

\*\* FY17 data includes the sequestered amount which was disbursed during FY18

\*\*\* 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 12.6% decrease in property tax revenue in FY16 and a 9.3% increase in FY17.

Another important element in the government-wide revenue picture in the category of property tax is the end in FY18 of the levy to pay for the construction of the justice facility, at which time the property tax for this purpose will no longer be levied and property tax revenue will decline accordingly. Over the last five years, the bond levy has ranged from \$1.24 million to \$1.04 million annually.

The following table gives more details regarding the changes in revenue categories over the last four years.

### Governmental Activities Revenue Comparison

	FY2016-17		FY2015-16		FY2014-15		FY2013-14	
Charges for services	8,929,911	27.4%	8,295,923	26.4%	8,724,963	27.1%	7,627,277	22.9%
Operating grants & contrib'ns	8,812,503	27.1%	8,470,573	26.9%	9,812,491	30.5%	13,744,291	22.9%
Capital grants & contributions	727,476	2.2%	403,179	1.3%	263,997	0.8%	993,004	22.9%
Property taxes - General Fund	6,330,457	19.5%	6,133,773	19.5%	5,959,251	18.5%	5,764,798	22.9%
Property taxes - Jail Levy	2,611,686	8.0%	2,458,919	7.8%	2,309,368	7.2%	-	22.9%
Property taxes - Component Units	3,025,439	9.3%	2,776,931	8.8%	3,127,829	9.7%	2,511,608	22.9%
Property taxes - Jail Bond	1,071,270	3.3%	1,143,086	3.6%	1,110,800	3.5%	1,116,189	22.9%
Franchise & public service tax	112,765	0.3%	559,186	1.8%	497,342	1.5%	501,321	22.9%
Mineral, royalties & timber	598,822	1.8%	1,085,573	3.4%	101,691	0.3%	525,882	22.9%
Interest	142,866	0.4%	93,958	0.3%	66,375	0.2%	55,360	0.2%
Fees*, Fines* and Other	170,605	0.5%	45,834	0.1%	191,137	0.6%	482,095	1.4%
<b>Total revenues</b>	<b>32,533,800</b>	<b>100%</b>	<b>31,466,935</b>	<b>100%</b>	<b>32,165,245</b>	<b>100%</b>	<b>33,321,825</b>	<b>208%</b>

Public safety revenues have been of particular concern to County officials and the public. In May 2014 voters passed a local measure to fund jail operations for three years. In November 2016, the electorate opted to continue the levy for another four years. This stabilizing revenue stream has allowed the Sheriff to phase out the use of the arrest and matrix out policy in effect during the pre-levy years and safely house and care for a larger population of inmates.

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 six of the last ten years, including this report's focus year of FY17, the total governmental fund balance has been positive for the year.

#### Governmental Fund Revenue and Expenditure

	FY17	FY16	FY15	FY14	FY13	FY12	FY11	FY10	FY09	FY08
Revenue*	34,163,774	34,161,178	32,954,399	32,624,767	31,452,751	49,936,984	35,032,571	32,132,707	35,353,206	37,707,970
Expenditure	32,859,076	33,090,112	30,404,885	30,265,677	31,782,991	49,897,485	36,439,165	33,476,958	36,028,781	35,914,541
<b>Net Change in Fund Balance</b>	<b>1,304,698</b>	<b>1,071,066</b>	<b>2,549,514</b>	<b>2,359,090</b>	<b>(330,240)</b>	<b>39,499</b>	<b>(1,406,594)</b>	<b>(1,344,251)</b>	<b>(675,575)</b>	<b>1,793,429</b>
Prior Period Adj							4,331	(164,639)		
Beginning Balance	14,378,769	13,307,703	10,758,191	8,399,101	8,729,341	8,689,842	10,092,105	11,600,995	12,276,570	10,483,141
Ending Balance	15,683,467	14,378,769	13,307,705	10,758,191	8,399,101	8,729,341	8,689,842	10,092,105	11,600,995	12,276,570

\* Includes net proceeds from Other Financing Sources and Extraordinary Item revenue (FY16 only)

### PLANS FOR THE FUTURE

FY18's budgeted staffing level is up for the fourth year in a row, due largely to the revitalization of the jail's operational capacity. The General Fund and government-wide employment levels have been on an upward trend as furloughs have been phased out over the last three years. The total number of employees (as measured by full time equivalents "FTEs where two half time employees = 1 FTE) budgeted in FY18 for the County is down by 18 positions or almost 9% of the workforce since the recession began in the fall of 2008.

<b>Governmental Budgeted Staffing by Fiscal Year</b>	<b>FY18</b>	<b>FY17</b>	<b>FY16</b>	<b>FY15</b>	<b>FY14</b>	<b>FY13</b>	<b>FY12</b>	<b>FY11</b>	<b>FY10</b>	<b>FY09</b>
General Fund	95.85	92.09	81.53	77.65	94.67	96.85	109.63	119.64	112.65	132.89
Jail Fund (new FY15)	39.93	34.85	32.28	29.12						
Road Fund	21.50	21.50	21.50	23.00	21.00	23.00	25.50	25.50	25.50	26.50
Community Corrections	13.71	12.91	12.43	12.15	13.30	13.58	13.78	14.57	14.77	19.09
Building Services	5.64	5.59	4.49	4.13	3.80	3.12	4.66	7.30	6.53	9.98
Waste Transfer Station	1.7	1.35	1.19	0.99	0.91	0.91	2.95	3.70	4.95	3.80
Other Funds	5.77	5.44	3.73	3.85	6.40	11.80	10.76	10.24	10.49	9.83
<b>Total FTEs</b>	<b>184.10</b>	<b>173.73</b>	<b>157.15</b>	<b>150.89</b>	<b>140.08</b>	<b>149.26</b>	<b>167.28</b>	<b>180.95</b>	<b>174.89</b>	<b>202.09</b>
<b>Change from prior year</b>	<b>6.0%</b>	<b>10.6%</b>	<b>4.1%</b>	<b>7.7%</b>	<b>-6.2%</b>	<b>-10.8%</b>	<b>-7.6%</b>	<b>3.5%</b>	<b>-13.5%</b>	<b>9.2%</b>
<b>Change from nine years ago</b>	<b>-8.9%</b>									

FTE = "full time equivalent."

FY14 and earlier, Jail staff were budgeted within the General Fund.

For FY19 and beyond, the jail operations levy renewal will mean stable employee levels in the jail. The County anticipates staffing in the general fund to flatten out with other funds adding staff as funding levels allow. Pressures on program and support staff to meet mandated service levels and compliance requirements from federal, state and professional sources continue to require additional resources and efforts to better utilize technology to add efficiencies in support services.

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. Fortunately, the County has set aside funding since FY14 in a retirement reserve to mitigate the immediate impact of this situation that at the end of FY17 totaled almost \$1.4 million.

## MAJOR INITIATIVES

The stabilization work at the jail continues to be a significant effort at the County in FY17. Capital investments in the facility as well as in new technology to better serve the community as well as population in the jail has been this year's focus. 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), established in FY14 by the County Commissioners, has continued to give citizen input into the jail operations and use for the new property tax funding stream.

FY17 was the second year of a 15 year "Strategic Investment Program" (SIP), providing over \$500,000 in new governmental revenues to the County. In the urban renewal district, a second PGE facility came on line in FY15 utilizing this economic development tool established by the State of Oregon. This program also allows more funding to come directly to taxing districts in the urban renewal district boundaries, which include the County.

## **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 FY16, pursuant to Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. This report is issued as a part of this CAFR located 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, 2016. This was the fourth year that the government has applied for and achieved this prestigious award. 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 received the GFOA's Award for Distinguished Budget Presentation for its annual budget for the fiscal year beginning July 1, 2017 for the fourth year running. 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, 2016**

Executive Director/CEO



**COLUMBIA COUNTY, OREGON**

**Board of Commissioners**

<u>Name and Address</u>	<u>Term Expires</u>
Alex Tardif	January 2021
Henry Heimuller	January 2019
Margaret Magruder	January 2021

**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 2021
Jennifer Cuellar-Smith	County Treasurer	January 2021
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

COLUMBIA COUNTY, OREGON

FINANCIAL SECTION



**PAULY, ROGERS, AND Co., P.C.**  
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December 20, 2017

## **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, 2017, 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 auditors' 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, 2017, 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. 77, *Tax Abatements*, for the year ended June 30, 2017. 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.

### *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 and other information, 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 awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CRF) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the basic financial statements. The supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the 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 awards, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory, statistical, and the compliance and other reports 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 20, 2017 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 the reports are 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. The 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 20, 2017, 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.

A handwritten signature in black ink that reads "Matthew Graves". The signature is written in a cursive, flowing style.

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

**Columbia County, Oregon  
Management's Discussion and Analysis  
For the Year Ended June 30, 2017**

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, 2017 (FY17). 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 \$42,656,053 (*net position*). Of this amount, unrestricted assets are negative (\$11,089,702) as shown in the table on page 8. 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 pages 8 to 10.
- The County's total net position increased by \$2,123,358 from last year, a change of more than five percent.
- County's current assets saw an annual increase of \$1.9 million to end the year at \$19,552,037, a change of over ten percent.
- The value of capital assets net of depreciation declined by \$1,732,883 government-wide, further discussed on pages 17, 18, 48 and 49.
- As of the close of the current fiscal year, Columbia County's governmental funds reported combined ending fund balances of \$15,683,468, an increase of 9.1% from last year, or \$1,304,699. The Jail Operations Fund and the Roads Fund account for \$4,272,443 in fund balance. Of the County's 22 governmental funds, 16 equaled or grew in fund balance relative last year. The greatest fund balance increase was in the Jail Operations Fund at \$671,897 while the largest fund balance decline was in the General Fund at \$759,907.
- At the end of FY17, fund balance, as shown on page 22, for the General Fund is \$4,100,164, a decrease of 9.1% relative to last year. Unassigned fund balance is 79.3% of total General Fund balance at \$3.25 million, representing 28.9% of operating expense for the year.
- Total government-wide outstanding debt decreased by \$3,279,675 during the year (see page 18), attributable to scheduled debt payments as well as making two unscheduled debt service payments. One was for the business-type Solid Waste Transfer Station and the second was a General Fund payment which, per agreements, is reimbursed by the County's urban renewal organization, the Columbia County Development Agency (CCDA).

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

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.

**Reconciliation of the Governmental Funds Balance Sheet to the Governmental Activities column on the Statement of Net Position** The measurement criteria for each statement result in several significant differences between these two statements. Capital assets used in governmental activities are not financial resources and therefore are not included in the fund balance but they are part of net position. Liabilities which will be liquidated more than one year from the balance sheet date are not reported on the balance sheet but are reported on the Statement of net Position. Deferred outflows and inflows of resources, related primarily to reporting the County's defined benefit pension plan, are reported in the Statement of Net Position but not on the Balance Sheet. The full reconciliation can be found on page 23.

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance to the Governmental Activities column on Statement of Activities** The fund balances of the County's governmental funds increased by \$1,304,699 during FY17 while the net position of the governmental activities increased by \$1,331,993. The difference between governmental fund balance and net position is due to fiscal year transactions that are reported differently on each statement. Repayments of long term debt and expenditures for the acquisition of capital assets are not reported as expenses on the Statement of Activities. Instead they are reductions of noncurrent liabilities and additions to capital assets, respectively. Other reconciling items include accrued revenues and expenses and changes in accruals and deferrals that affect net position. The largest item is the recognition of net pension liability (an increase of \$6,872,591 over last year's governmental activity liability) as required by GASB 68 that is reported only in the Statement of Activities, not the governmental fund statements as it is not a use of financial resources in the current period.



## Management's Discussion and Analysis Continued

As noted, Columbia County maintains 22 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 19 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 in the Supplementary Information section of 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.

**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 – 64.

**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 65 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 67 of this report.

## Management's Discussion and Analysis Continued

### 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 \$42,656,052 at the close of the current fiscal year and \$40,532,696 at the close of the prior fiscal year. The \$2.12 million increase represents an increase of over \$1.27 million in the net investment in capital assets plus restricted purpose net position increase of \$3 million that combine to be larger than the \$2.22 million decline in the County's Unrestricted Surplus (details noted in the next table).

<b>Columbia County Net Position</b>	<b>Total Government-Wide</b>		
	2017	2016	Change
Current & Other Assets	19,552,037	17,649,464	1,902,573
Capital Assets (net of depreciation)	45,225,649	46,958,532	(1,732,883)
<b>Total Assets</b>	<b>64,777,686</b>	<b>64,607,996</b>	<b>169,690</b>
<b>Deferred Outflows of Resources</b>	<b>6,001,338</b>	<b>1,004,009</b>	<b>4,997,329</b>
Current Liabilities	3,860,739	1,296,309	2,564,430
Net Pension Liability	11,774,406	4,850,665	6,923,741
Long-term Outstanding Liabilities	12,199,798	17,437,585	(5,237,787)
<b>Total Liabilities</b>	<b>27,834,943</b>	<b>23,584,559</b>	<b>4,250,384</b>
<b>Deferred Inflows of Resources</b>	<b>739,580</b>	<b>4,109,312</b>	<b>(3,369,732)</b>
<b>Net Position</b>			
Net Investment in Capital Assets	40,141,955	38,866,346	1,275,609
Restricted for Debt Service	25,065	83,985	(58,920)
Restricted for System Development	881,330	749,178	132,152
Rest'd purpose: grant, contract, fund pol, ORS	12,697,404	9,700,548	2,996,856
Unrestricted Suplus (Deficit)	(11,089,702)	(8,867,361)	(2,222,340)
<b>Total Net Position</b>	<b>42,656,052</b>	<b>40,532,696</b>	<b>2,123,357</b>

The total governmental unrestricted deficit grew by 25% over last year to over \$11 million. The decline in unrestricted net position is driven by the impact of a net retirement liability that grew by over \$6.9 million relative last year.

This negative impact on the net position described above was mitigated by the fact that restricted net position category saw growth over last year. The restricted purpose category increased by \$3 million driven primarily by funds accumulated in the jail fund which will be spent on additional capital investments and a higher balance in the CCDA which will be used to make one final early payment on the Port Westward road loan next year. The Justice Facility debt service fund and system development funds for Roads and Parks combined to increase by \$73 thousand.

The largest portion of Columbia County's net position at \$40,141,955, representing 94% of government-wide net position, is net investment in capital assets (e.g. infrastructure, land, buildings, machinery and

## Management's Discussion and Analysis Continued

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 \$1,275,609. The year over year increase in the net investment in capital assets is driven by acquisition of new capital assets in the jail (management software, facilities improvements), general fund (vehicles, emergency management equipment, DA case management software, courthouse improvements), transit (bus and Rainier Station), parks (Camp Wilkerson improvements) and roads (vehicles). Information on capital asset investment and debt levels can be found in the Notes to the Financial Statements beginning on page 48.

**Business Type Activity** At the end of the current fiscal year, a positive and increasing net position for the government's business-type activity, the Solid Waste Transfer Station, is seen. Cash holdings have

<b>Columbia County Net Position</b>	<b>Business-Type Activities</b>		
	2017	2016	Change
Current & Other Assets	1,827,392	1,430,036	397,356
Capital Assets (net of depreciation)	4,007,198	4,112,671	(105,473)
<b>Total Assets</b>	<b>5,834,590</b>	<b>5,542,707</b>	<b>291,883</b>
<b>Deferred Outflows of Resources</b>	<b>44,336</b>	<b>3,124</b>	<b>41,212</b>
Current Liabilities	409,157	161,085	248,072
Net Pension Liability	86,985	35,835	51,150
Long-term Outstanding Liabilities	1,997,375	2,753,581	(756,206)
<b>Total Liabilities</b>	<b>2,493,517</b>	<b>2,950,501</b>	<b>(456,984)</b>
<b>Deferred Inflows of Resources</b>	<b>5,434</b>	<b>11,075</b>	<b>(5,641)</b>
<b>Net Position</b>			
Net Investment in Capital Assets	1,791,685	1,359,090	432,595
Rest'd purpose: grant, contract, fund pol, ORS	500,000	300,000	200,000
Unrestricted Surplus (Deficit)	1,088,259	929,490	158,769
<b>Total Net Position</b>	<b>3,379,944</b>	<b>2,588,580</b>	<b>791,364</b>

increased due to the continued positive revenue to expenditure relationship this year. The decline in capital assets is due to depreciation expense offset by one capital equipment acquisition.

See page 49 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 liability declined more than has been typical due to a pre-payment of \$325,000 on the loan held by the Transfer Station. Details on this issue are found in the Notes to the Financial Statements on page 53.

**Governmental Activity** The deficit in governmental unrestricted of \$12,177,961 is created due to the growth of the pension liability (discussed previously). The decline in total net position is mitigated by

**Management's Discussion and Analysis Continued**

positive financial results in most County funds in the same period. For example, current assets increased by over \$1.5 million during FY17.

<b>Columbia County Net Position</b>	<b>Governmental Activities</b>		
	<u>2017</u>	<u>2016</u>	<u>Change</u>
Current & Other Assets	17,724,645	16,219,428	1,505,217
Capital Assets (net of depreciation)	41,218,451	42,845,861	(1,627,410)
<b>Total Assets</b>	<b><u>58,943,096</u></b>	<b><u>59,065,289</u></b>	<b><u>(122,193)</u></b>
<b>Deferred Outflows of Resources</b>	<b><u>5,957,002</u></b>	<b><u>1,000,885</u></b>	<b><u>4,956,117</u></b>
Current Liabilities	3,451,582	1,135,224	2,316,358
Net Pension Liability	11,687,421	4,814,830	6,872,591
Long-term Outstanding Liabilities	10,202,423	14,684,004	(4,481,581)
<b>Total Liabilities</b>	<b><u>25,341,426</u></b>	<b><u>20,634,058</u></b>	<b><u>9,663,485</u></b>
<b>Deferred Inflows of Resources</b>	<b><u>734,146</u></b>	<b><u>4,098,237</u></b>	<b><u>(3,364,091)</u></b>
<b>Net Position</b>			
Net Investment in Capital Assets	38,350,270	37,507,256	843,014
Restricted for Debt Service	25,065	83,985	(58,920)
Restricted for System Development	881,330	749,178	132,152
Rest'd purpose: grant, contract, fund pol, ORS	12,197,404	9,400,548	2,796,856
Unrestricted Suplus (Deficit)	(12,177,961)	(9,796,851)	(2,381,109)
<b>Total Net Position</b>	<b><u>39,276,108</u></b>	<b><u>37,944,116</u></b>	<b><u>1,331,993</u></b>

## Management's Discussion and Analysis Continued

**Statement of Activities** The tables on the following 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).

**Government-wide** The increase of \$2.12 million in governmental-wide activity net position relative last year is consistent with the increase of \$2.42 million in the change in net position calculation.

<b>Statement of Activities</b>	Total Government-Wide		Total Change	%age
	2017	2016	Incr/(Decr)	Change
<b>Revenue</b>				
<b>Program Revenues</b>				
Charges for Services	12,032,066	11,124,964	907,102	8.15%
Operating Grants and Contributions	8,812,503	8,470,573	341,930	4.04%
Capital Grants and Contributions	727,476	403,179	324,297	80.43%
<b>General Revenues</b>				
Property Taxes	13,038,852	12,512,709	526,143	4.20%
Franchise and Public Service Taxes	112,765	559,186	(446,421)	-79.83%
Mineral, Royalties and Timber Rev	598,822	1,085,573	(486,751)	-44.84%
Investment Earnings	153,859	101,505	52,354	51.58%
Other Revenue	170,605	45,834	124,771	272.22%
<b>Total Revenues</b>	<b>35,646,948</b>	<b>34,303,523</b>	<b>1,343,425</b>	<b>3.92%</b>
<b>Expenses</b>				
General Government	7,799,482	8,074,730	(275,247)	-3.41%
Roads and Bridges	6,063,186	6,488,377	(425,190)	-6.55%
Public Safety	12,064,715	12,281,630	(216,915)	-1.77%
Health and Welfare	278,917	374,843	(95,925)	-25.59%
Culture and Recreation	1,349,201	1,521,110	(171,909)	-11.30%
Economic Development	2,260,997	2,224,564	36,433	1.64%
Interest on Long-term Debt	1,426,769	1,942,940	(516,171)	-26.57%
Business-Type Activity	2,280,324	2,235,458	44,866	2.01%
<b>Total Expenses</b>	<b>33,523,592</b>	<b>35,143,651</b>	<b>(1,620,059)</b>	<b>-4.61%</b>
<b>Revenues over/(under) expenses</b>	<b>2,123,356</b>	<b>(840,128)</b>	<b>2,963,484</b>	<b>-352.74%</b>
<b>Extraordinary items</b>				
Insurance Recovery	-	543,139		
<b>Change in Net Position</b>	<b>2,123,356</b>	<b>(296,989)</b>	<b>2,420,345</b>	<b>-814.96%</b>
Net Position, Beginning of Period	40,532,696	40,338,785	193,911	0.48%
Prior Period Adjustment	-	490,900	(490,900)	100.00%
<b>Net Position, End of Period</b>	<b>42,656,052</b>	<b>40,532,696</b>	<b>2,123,356</b>	<b>5.24%</b>

## Management's Discussion and Analysis Continued

Total revenues increased by 3.9% - over \$1.3 million – and expenses decreased by 4.6% over last year's level. This dynamic explains both the ending net position increase as well as the positive trend in the change in net position metric. The \$1.6 million decrease in expenses is driven by pension expense that came in \$2.19 million lower than in the prior year, offset by increases in personnel cost.

**Governmental Activity** The increase of \$1.3 million in governmental activity net position relative last year is consistent with the positive trend of \$2,182,816 in the change in net position.

<b>Statement of Activities</b>	Governmental Activities		Total Change	%age
	2017	2016	Incr/(Decr)	Change
<b>Revenue</b>				
<b>Program Revenues</b>				
Charges for Services	8,929,911	8,295,923	633,988	7.64%
Operating Grants and Contributions	8,812,503	8,470,573	341,930	4.04%
Capital Grants and Contributions	727,476	403,179	324,297	80.43%
<b>General Revenues</b>				
Property Taxes	13,038,852	12,512,709	526,143	4.20%
Franchise and Public Service Taxes	112,765	559,186	(446,421)	-79.83%
Mineral, Royalties and Timber Rev	598,822	1,085,573	(486,751)	-44.84%
Investment Earnings	142,866	93,958	48,908	52.05%
Other Revenue	170,605	45,834	124,771	272.22%
<b>Total Revenues</b>	<b>32,533,800</b>	<b>31,466,935</b>	<b>1,066,865</b>	<b>3.39%</b>
<b>Expenses</b>				
General Government	7,799,482	8,074,730	(275,247)	-3.41%
Roads and Bridges	6,063,186	6,488,377	(425,190)	-6.55%
Public Safety	12,064,715	12,281,630	(216,915)	-1.77%
Health and Welfare	278,917	374,843	(95,925)	-25.59%
Culture and Recreation	1,349,201	1,521,110	(171,909)	-11.30%
Economic Development	2,260,997	2,224,564	36,433	1.64%
Interest on Long-term Debt	1,426,769	1,942,940	(516,171)	-26.57%
<b>Total Expenses</b>	<b>31,243,268</b>	<b>32,908,193</b>	<b>(1,664,925)</b>	<b>-5.06%</b>
<b>Revenues over/(under) expenses</b>	<b>1,290,532</b>	<b>(1,441,258)</b>	<b>2,731,790</b>	<b>-189.54%</b>
Transfers	41,460	47,295	(5,835)	-12.34%
<b>Extraordinary items</b>				
Insurance Recovery		543,139	(543,139)	100.00%
<b>Change in Net Position</b>	<b>1,331,992</b>	<b>(850,824)</b>	<b>2,182,816</b>	<b>-256.55%</b>
Net Position, Beginning of Period	37,944,116	38,304,040	(359,924)	-0.94%
Prior Period Adjustment		490,900	(490,900)	100.00%
<b>Net Position, End of Period</b>	<b>39,276,108</b>	<b>37,944,116</b>	<b>1,331,992</b>	<b>3.51%</b>

## Management's Discussion and Analysis Continued

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 15 - 17.

**Business Type Activity** The change in net position for the Transfer Station, the County's only business-type enterprise fund, was positive for the sixth year running. This represents a turnaround relative the three years prior to this six-year growth period. At that time, negative net revenues of approximately \$200,000 each year were experienced. At \$791,394, the FY17 contribution to net position is larger than the FY16 number by \$238 thousand.

<b>Statement of Activities</b>	Business-Type		Total Change Incr/(Decr)	%age Change
	2017	2016		
<b>Revenue</b>				
Program Revenues				
Charges for Services	3,102,155	2,829,041	273,114	9.65%
General Revenues				
Investment Earnings	10,993	7,547	3,446	45.66%
<b>Total Revenues</b>	<b>3,113,148</b>	<b>2,836,588</b>	<b>276,560</b>	<b>9.75%</b>
<b>Expenses</b>				
Business-Type Activity	2,280,324	2,235,458	44,866	2.01%
<b>Total Expenses</b>	<b>2,280,324</b>	<b>2,235,458</b>	<b>44,866</b>	<b>2.01%</b>
<b>Revenues over/(under) expenses</b>	<b>832,824</b>	<b>601,130</b>	<b>231,694</b>	<b>38.54%</b>
Transfers	(41,460)	(47,295)	5,835	-12.34%
<b>Change in Net Position</b>	<b>791,364</b>	<b>553,835</b>	<b>237,529</b>	<b>42.89%</b>
Net Position, Beginning of Period	2,588,580	2,034,745	553,835	27.22%
<b>Net Position, End of Period</b>	<b>3,379,944</b>	<b>2,588,580</b>	<b>791,364</b>	<b>30.57%</b>

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 increase in expense is primarily due to adding a partial full time equivalent in staffing capacity during FY17.

## Management's Discussion and Analysis Continued

### *Fund balance change and make up*

County major funds in FY17 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 frequently changes in Columbia County due predominantly to federal grants for non-recurring projects such as investments in capital assets or recovery from federally declared disasters. This year the same major funds were identified as compared to FY16. The three FY17 major funds experienced mixed changes in ending fund balance.

The Road Fund's total fund balance increased by almost \$300 thousand. The increase was driven by small year over year increases in some revenue categories (aggregate mining fees, state motor vehicle apportionment) as well as decreases in some expense categories (asphalt, road stripping).

The Jail Operations fund balance increased by \$670 thousand in FY17. Even though the revenues trailed expenditures by \$117 thousand during the fiscal year, other financing sources (predominantly transfers in from other funds) more than made up this current year deficit.

The General Fund's fund balance decreased by \$758 thousand, driven by a current year revenue over expense deficit of \$772,491. The General Fund also increased a current year deficit in FY16 though had a current year surplus in FY15.

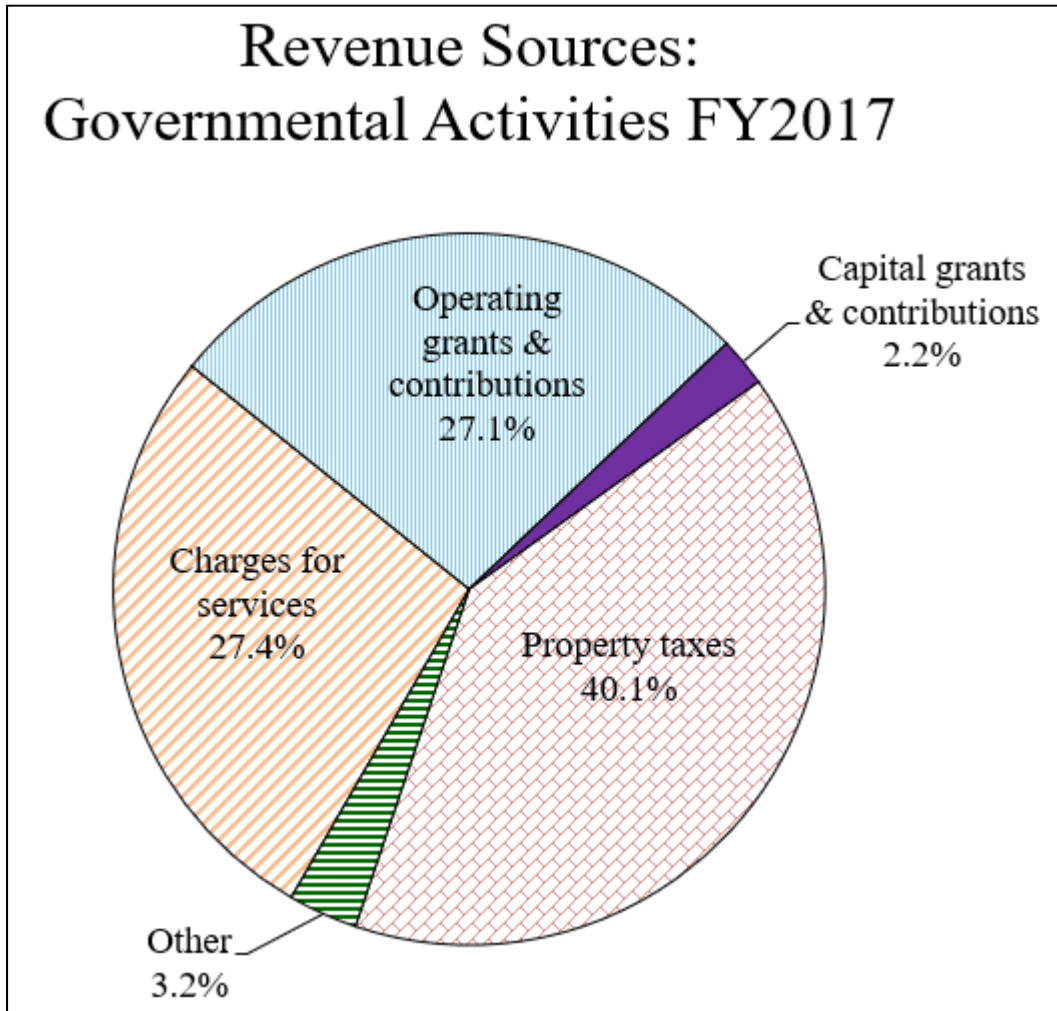
Two non-major government funds contribute more than \$250,000 each in ending fund balance: the CCDA component unit fund (\$466,000) and the PERS Reserve Fund (\$300,000). One non-major government fund had a fund balance decline that exceeded \$250,000: the Parks Fund (\$262,000). The Parks Fund is supported by annual user fees and cyclical timber harvest revenues. As planned, prior year county-level timber funds restricted for parks use were utilized to offset FY17 normal costs. Further details on the non-major funds can be found in the Supplementary Information section of the CAFR beginning on page 67.



## Management's Discussion and Analysis Continued

**FY17 Revenue** Relative to last fiscal year, revenue increased for the government-wide entity by 3.4% to \$35,646,948 (\$1,343,523 more than FY16). Governmental activity revenue increased by \$1,067,000 and business-type revenue was up over \$277,000.

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



All governmental activity program revenues increased in FY17 relative the prior year, combined by \$1.3 million. The primary drivers of the increase were found in the Road Department (\$269,000 more in state and federal support), Transit Fund (\$556,000 more in federal support) Jail Operations fund (\$209,000 more in federal prisoners boarding program service fees) with other smaller state and federal grant increases for the marine Sheriff program; the DA's child services and victims support programs; and Emergency Management one-time grants.

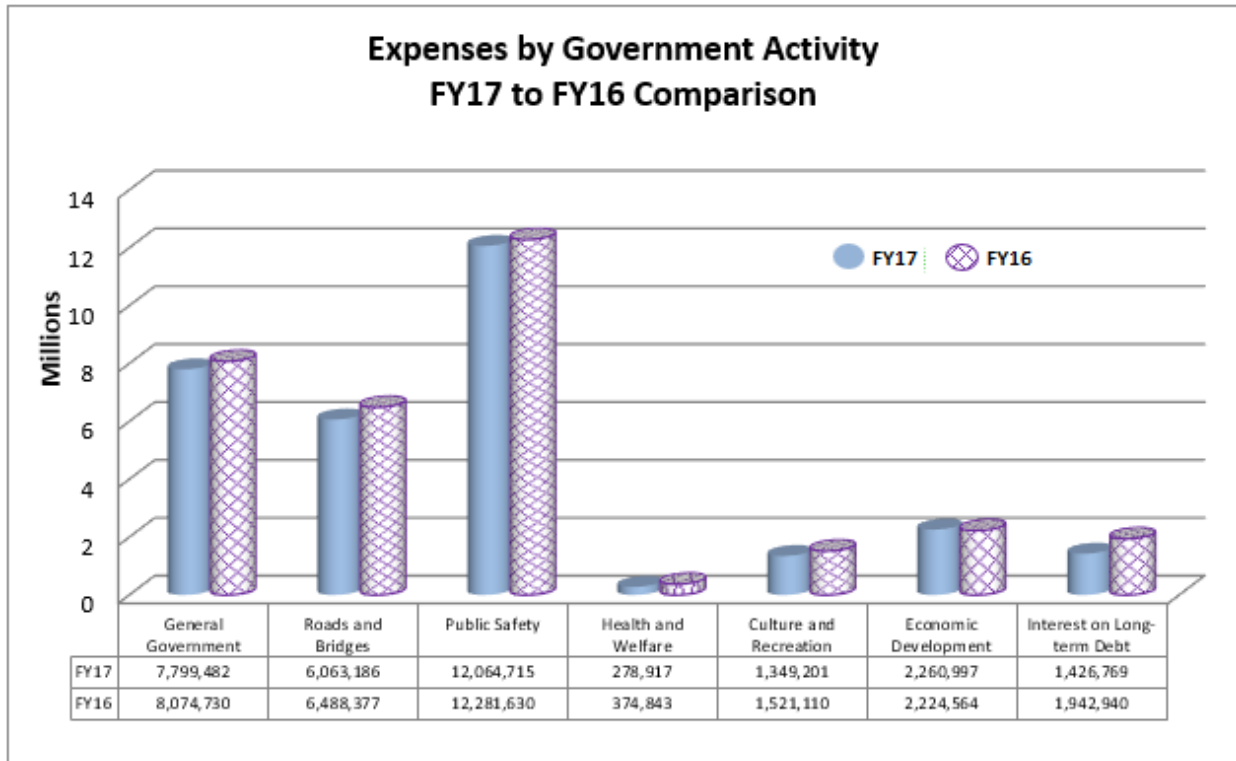
Property taxes increased by over \$525,000 in FY17 over FY16's property tax collections. This amount is a 4.2% increase. Collections for the Bond levy (the last year is in FY18) decreased while all other

## Management’s Discussion and Analysis Continued

property tax revenue streams increased. Collections on the County’s permanent rate increased by 3.1% while the Jail Operations levy saw an increase almost double that due to the impact of prior year tax payments beginning to accumulate.

The amount of revenue in the “Other” category declined from 5.7% to 3.2% of all governmental activity revenue. The public service tax category declined due to categorizing all state supported revenue streams into the program service revenue categories. Timber revenues declined because of the cyclical nature of the Parks Fund harvest plan as well as fewer federal timber dollars coming to Columbia County in FY17. Further details on federal timber funds can be found in the transmittal letter at the beginning of the Financial Statements.

**FY17 Expenses** The chart below graphs the County’s expenses by public services activities. Only governmental activities are considered. Only one public service area –Economic Development– experienced an increase relative to last year whereas the remaining six saw higher expenditure levels. Interest on long term debt declined due to amortization tables that have lower interest rate components over time, the lack of new debt issued in the year and a smaller amount of early debt service paid out compared to FY16. The rest of the categories have lower expense rates due to the smaller PERS expense charged system wide in FY17 compared to the PERS expense calculated for FY16 as a result of the GASB 68 implementation.



## Management's Discussion and Analysis Continued

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 and 24 and other special revenue fund schedules are located on pages 67 – 88.

### **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 \$3,253,140 as compared with \$3,935,174 at the end of FY16. The unassigned balance is 17% lower than the prior year but it continues to exceed the two month operating expense policy for unrestricted ending fund balance based on FY17 actual Personnel plus Materials and Services expenditures (3.47 months annual expense were on hand on June 30, 2017). Meeting the County's ending fund balance mark was achieved through the continuing efforts to (1) contain costs due to upward pressure on payroll expense largely due to retirement and health insurance outlays that exceed the inflation rate as well as (2) manage continuing unrestricted revenue uncertainty in future years.

One of the measures throughout most of the previous decade taken to reduce General Fund costs is a furlough program. FY17 was the first year in eight without any staff furlough days. The prior seven years had furlough schedules that ranged from four furloughs to 26 unpaid leave days. Elected Officials and all members of the workforce in furloughed departments took an equivalent salary cut in each of these years. One trade off with removing the furlough schedules was the overall impact of reducing the unassigned fund balance this year.

Supplemental budgets were enacted during FY17 to make adjustments to accommodate timing issues for capital purchases, staff retirements and minor programmatic changes as well as incorporate grant and program expenditures driven by new grants or higher than anticipated revenue streams during the year. In addition, FY17 saw two general fund departments created which necessitated moving previously appropriated funds from existing departments to the new budget program areas (general services and public affairs). A supplemental budget appropriated early in the year was made in order to accommodate the initiation of a cross jurisdictional initiative for the Sheriff to take over the provision of law enforcement services within the City of Clatskanie. Another unusual supplemental budget action was undertaken in order to transfer funds from the general fund to the transit fund because it was possible that the special revenue fund might experience a negative fund balance in FY17.

### **Capital Asset and Debt Administration**

**Capital Assets** Columbia County's FY17 investment in capital assets government-wide amounts to \$45,225,409 (net of accumulated depreciation). Net capital assets declined by 3.7% 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.

**Management's Discussion and Analysis Continued**

<b>Columbia County Capital Assets</b> (Net of Depreciation)	Governmental Activities	Governmental Activities	Business-Type	Business-Type	Total	Total
	2017	2016	2017	2016	2017	2016
Land and land improvements	6,215,332	6,215,332	637,483	637,483	6,852,815	6,852,815
Construction in progress	232,258	64,276			232,258	64,276
Buildings	14,787,450	15,252,989	3,349,317	3,469,166	18,136,767	18,722,155
Infrastructure	18,052,488	19,591,179			18,052,488	19,591,179
Furniture and equipment	1,930,683	1,722,085	20,398	6,022	1,951,081	1,728,107
	<u>41,218,211</u>	<u>42,845,861</u>	<u>4,007,198</u>	<u>4,112,671</u>	<u>45,225,409</u>	<u>46,958,532</u>

Among the additions and improvements to County infrastructure which took place in FY17 are the following:

- Software system (complete in FY17) and building improvements in the Jail
- Vehicles for Sheriff's patrol office, the Jail, Transit and the Roads department
- Annual technology investments in Assessor's system and county-wide IT assets
- Initial investment in a new Transit bus station in Rainier

One capital equipment purchase addition was made for business-type activity.

Additional details on capital assets for governmental and business type activities can be found in the Notes to the Financial Statements on pages 47 and 48.

**Long-term debt** At the end of the current fiscal year, Columbia County had total long-term debt outstanding of \$14,157,947 while in the prior year the balance was \$17,437,622, a decline of 18.8%. No new debt in the form of bonds or loans was incurred in FY17.

<b>Columbia County's Outstanding Debt</b>	<b>FY2017</b>	<b>FY2016</b>	<b>Total Change</b>	<b>%age change</b>
General Obligation Bonds Refunded 2006, prem & def charges	1,090,000	2,135,000	(1,045,000)	-48.9%
Limited Tax Bond - PERS UAL Bond	6,905,311	7,119,369	(214,058)	-3.0%
Road Improvement Loan - Rainier	192,972	211,181	(18,209)	-8.6%
Long Term Notes-OECDD-business type activity	2,215,513	2,753,581	(538,068)	-19.5%
Note-City of St Helens, Transitional Housing	54,965	59,885	(4,920)	-8.2%
Note - Energy Efficiency Courthouse	317,329	389,554	(72,225)	-18.5%
Compensated Absences	1,415,401	1,387,162	28,239	2.0%
Net OPEB obligation	753,541	755,696	(2,155)	-0.3%
Port Westward SPWF Loan	1,117,865	2,543,021	(1,425,156)	-56.0%
Leases Payable	95,049	83,172	11,877	14.3%
<b>Total</b>	<b><u>14,157,947</u></b>	<b><u>17,437,622</u></b>	<b><u>(3,279,675)</u></b>	<b><u>-18.8%</u></b>

## Management's Discussion and Analysis Continued

The County received news in August 2017 that Moody's Investor Service performed an update for the jurisdiction. The rating of Aa3 was affirmed, remaining the same as it was in the prior review of February 2016.

Further information on the County's long-term debt is found in the Notes to the Financial Statements on pages 50 – 53.

### **Key Economic Factors and Budget Information for the Future**

The most significant positive for the future is the November 2016 renewal by county voters of the Jail Operations levy for four years. FY18 will be the first year of the four-year local option levy renewal; the new funding commitment will provide stable revenues and service delivery at the jail until FY21.

***Budget Information*** The County remains cautiously optimistic about the ability to stabilize general fund services and personnel levels for FY19 and beyond. Now that it is clearer that the federal timber revenues will not be coming back in a significant way, the County will undergo a strategic planning process that looks at recurring revenue trends, service mandates and Board funding priorities to assure a more stable budget process moving forward for the County.

Looking beyond the FY18 budget year, staff costs will grow with retirement as a significant personnel cost driver. Rate corrections to accommodate the Oregon Supreme Court's Moro decision and lower than projected investment returns in 2016 translates into a retirement rate environment for the FY20/FY21 and FY22/FY23 rate cycles that is anticipated will be challenging to manage.

One bright spot for County tax payers is in the offing for FY19: this will be the first year that the Justice Facility bond levy will be removed from the tax rolls. From an organizational point of view, this has been a neutral budget issue as the ballot measure and Oregon law allows the jurisdiction to levy the amount of tax needed each year to make the debt service payment for that capital project.

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.

COLUMBIA COUNTY, OREGON

BASIC FINANCIAL STATEMENTS

**COLUMBIA COUNTY, OREGON**

**STATEMENT OF NET POSITION**

**June 30, 2017**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 14,880,997	\$ 1,549,984	\$ 16,430,981
Receivables:			
Accounts receivable	1,768,190	277,158	2,045,348
Property taxes receivable	842,534	-	842,534
Prepays	99,877	250	100,127
Inventories	133,047	-	133,047
Total current assets	<u>17,724,645</u>	<u>1,827,392</u>	<u>19,552,037</u>
Noncurrent assets:			
Capital Assets:			
Nondepreciable	6,447,591	637,483	7,085,074
Depreciable, net	34,770,860	3,369,715	38,140,575
Total noncurrent assets	<u>41,218,451</u>	<u>4,007,198</u>	<u>45,225,649</u>
Total Assets	<u>58,943,096</u>	<u>5,834,590</u>	<u>64,777,686</u>
DEFERRED OUTFLOWS OF RESOURCES			
Contributions After Pension Measurement Date	<u>5,957,002</u>	<u>44,336</u>	<u>6,001,338</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable and payroll liabilities	1,133,818	129,465	1,263,283
Interest payable	61,346	61,554	122,900
Deposits	64,825	-	64,825
Current portion of capital leases	46,057	-	46,057
Current portion of long-term obligations	<u>2,145,536</u>	<u>218,138</u>	<u>2,363,674</u>
Total current liabilities	<u>3,451,582</u>	<u>409,157</u>	<u>3,860,739</u>
Noncurrent liabilities:			
Accrued compensated absences	1,415,401	-	1,415,401
Net OPEB obligation	753,541	-	753,541
Noncurrent portion of long-term obligations	7,532,907	1,997,375	9,530,282
Proportionate share of net pension liability	11,687,421	86,985	11,774,406
Noncurrent portion of capital leases	<u>48,992</u>	<u>-</u>	<u>48,992</u>
Total noncurrent liabilities	<u>21,438,262</u>	<u>2,084,360</u>	<u>23,522,622</u>
Total Liabilities	<u>24,889,844</u>	<u>2,493,517</u>	<u>27,383,361</u>
DEFERRED INFLOWS OF RESOURCES			
Net Pension Related Deferred Inflows	<u>734,146</u>	<u>5,464</u>	<u>739,610</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	38,350,270	1,791,685	40,141,955
Restricted for Debt Service	25,065	-	25,065
Restricted for System Development	881,330	-	881,330
Restricted special purposes: grant, contract, fund policy, ORS	12,197,404	500,000	12,697,404
Unrestricted	<u>(12,177,961)</u>	<u>1,088,260</u>	<u>(11,089,702)</u>
Total Net Position	<u>\$ 39,276,108</u>	<u>\$ 3,379,945</u>	<u>\$ 42,656,053</u>

The accompanying notes are an integral part of this statement.

**COLUMBIA COUNTY, OREGON**

**STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2017**

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b><u>Functions/Programs</u></b>				
<b>Governmental Activities</b>				
General government	\$ 7,799,482	\$ 3,057,136	\$ 740,102	\$ -
Roads and bridges	6,063,186	919,231	3,716,298	444,629
Public safety	12,064,715	3,689,285	2,476,965	-
Health and welfare	278,917	-	82,310	-
Culture and recreation	1,349,201	729,039	241,439	13,219
Economic development	2,260,997	535,220	1,555,389	269,628
Interest on long-term debt	1,426,769	-	-	-
<b>Total governmental activities</b>	<b>31,243,268</b>	<b>8,929,911</b>	<b>8,812,503</b>	<b>727,476</b>
<b>Business- Type Activities</b>				
Transfer station	2,280,324	3,102,155	-	-
	<u>2,280,324</u>	<u>3,102,155</u>	<u>-</u>	<u>-</u>
<b>Total Primary Government</b>	<b>\$ 33,523,592</b>	<b>\$ 12,032,066</b>	<b>\$ 8,812,503</b>	<b>\$ 727,476</b>

**General Revenues**

Property taxes  
Payments in lieu of taxes  
Franchise fess  
Mineral royalties and timber  
Interest and investment earnings  
Special Payments  
Miscellaneous income (expense)

**Total General Revenues**

Transfers

**Change in Net Position**

**Net Position - beginning of year**

**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
\$ (4,002,244)	\$ -	\$ (4,002,244)
(983,028)	-	(983,028)
(5,898,465)	-	(5,898,465)
(196,607)	-	(196,607)
(365,504)	-	(365,504)
99,240	-	99,240
(1,426,769)	-	(1,426,769)
<u>(12,773,378)</u>	<u>-</u>	<u>(12,773,378)</u>
-	821,831	821,831
-	821,831	821,831
<u>(12,773,378)</u>	<u>821,831</u>	<u>(11,951,547)</u>
13,038,852	-	13,038,852
29,073	-	29,073
112,765	-	112,765
598,822	-	598,822
142,866	10,994	153,860
22,772	-	22,772
118,760	-	118,760
<u>14,063,911</u>	<u>10,994</u>	<u>14,074,905</u>
41,460	(41,460)	-
1,331,992	791,365	2,123,358
<u>37,944,116</u>	<u>2,588,580</u>	<u>40,532,696</u>
<u>\$ 39,276,108</u>	<u>\$ 3,379,945</u>	<u>\$ 42,656,054</u>

The accompanying notes are an integral part of this statement.

**COLUMBIA COUNTY, OREGON**

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2017**

	GENERAL FUND	JAIL OPERATIONS FUND	ROAD FUND	OTHER GOVERNMENTAL	TOTAL
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 4,080,808	\$ 2,823,689	928,161	\$ 7,048,339	\$ 14,880,997
Receivables					
Accounts receivable	29,786	250	53,445	28,891	112,372
Property taxes receivable	420,487	154,665	-	267,382	842,534
Due from other governments	455,221	151,942	400,799	647,856	1,655,818
Prepays	56,180	2,333	-	41,364	99,877
Inventories	-	-	133,047	-	133,047
<b>Total assets</b>	<b>\$ 5,042,482</b>	<b>\$ 3,132,879</b>	<b>\$ 1,515,452</b>	<b>\$ 8,033,832</b>	<b>\$ 17,724,645</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:</b>					
Liabilities:					
Accounts payable	\$ 355,022	\$ 58,950	\$ 162,273	\$ 445,564	\$ 1,021,809
Other liabilities	112,009	-	-	-	112,009
Deposits and bail	54,800	-	-	10,025	64,825
<b>Total liabilities</b>	<b>521,831</b>	<b>58,950</b>	<b>162,273</b>	<b>455,589</b>	<b>1,198,643</b>
Deferred inflows of resources:					
Unavailable revenue - property taxes	420,487	154,665	-	267,382	842,534
<b>Total deferred inflows of resources</b>	<b>420,487</b>	<b>154,665</b>	<b>-</b>	<b>267,382</b>	<b>842,534</b>
Fund balances:					
Nonspendable	56,180	2,333	133,047	41,364	232,924
Restricted	512,453	2,916,931	1,220,132	5,883,465	10,532,982
Committed	278,391	-	-	-	278,391
Assigned	-	-	-	1,386,032	1,386,032
Unassigned	3,253,140	-	-	-	3,253,140
<b>Total fund balances</b>	<b>4,100,164</b>	<b>2,919,264</b>	<b>1,353,179</b>	<b>7,310,861</b>	<b>15,683,468</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 5,042,482</b>	<b>\$ 3,132,879</b>	<b>\$ 1,515,452</b>	<b>\$ 8,033,832</b>	<b>\$ 17,724,645</b>

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, 2017**

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

Fund Balances-Governmental Funds \$ 15,683,469

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	\$	(734,146)	
Deferred Outflows		<u>5,957,002</u>	
Net Pension Related Deferrals			5,222,856

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 Liability			(11,687,421)
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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		288,284,930	
Less Accumulated Depreciation		<u>(247,066,479)</u>	
			41,218,451

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		(1,415,401)	
Interest Payable		(61,346)	
Bonds Payable		(7,995,311)	
Leases Payable		(95,049)	
Notes Payable		<u>(1,683,132)</u>	
			(11,250,239)

The net OPEB obligation is not reported as a liability in the governmental funds.			(753,541)
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Deferred Revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.			<u>842,533</u>
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Total Net Position			<u>\$ 39,276,108</u>
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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, 2017**

	GENERAL FUND	JAIL OPERATIONS FUND	ROAD FUND	OTHER GOVERNMENTAL	TOTAL
<b>REVENUES</b>					
Property tax collected by County	\$ 6,304,750	\$ 2,601,080	\$ -	\$ 4,080,073	\$ 12,985,903
Public service tax collected by State	419,131	-	3,914,558	83,843	4,417,532
Intergovernmental grants	1,718,431	60,612	246,369	3,313,788	5,339,200
Special payment from component units	1,563,143	-	-	27,144	1,590,287
Licenses and permits	265,955	-	46,650	153,853	466,458
Charges for services	409,912	-	3,134	947,839	1,360,885
Fines, fees and forfeitures	1,619,853	2,016,738	315,654	2,821,651	6,773,896
Franchise fees	112,765	-	-	-	112,765
Interest on investments	45,925	21,827	5,659	69,455	142,866
Mineral royalties & timber revenue	534,113	-	-	64,709	598,822
Payments in lieu of taxes	29,073	-	-	-	29,073
Miscellaneous	243,722	1,852	58,363	690	304,627
Total revenues	<u>13,266,773</u>	<u>4,702,109</u>	<u>4,590,387</u>	<u>11,563,045</u>	<u>34,122,314</u>
<b>EXPENDITURES</b>					
Current:					
General government	6,140,318	-	-	1,130,628	7,270,946
Roads and bridges	-	-	4,065,606	243,708	4,309,314
Public safety	4,755,343	4,608,159	-	1,423,834	10,787,336
Health and welfare	195,088	-	-	81,565	276,653
Culture and recreation	-	-	-	1,187,440	1,187,440
Economic development	165,269	-	-	1,812,294	1,977,563
Special payments	-	-	-	1,567,515	1,567,515
Capital outlay	387,291	210,795	76,827	516,220	1,191,133
Debt service	2,395,955	-	-	1,895,221	4,291,176
Total expenditures	<u>14,039,264</u>	<u>4,818,954</u>	<u>4,142,433</u>	<u>9,858,425</u>	<u>32,859,076</u>
Excess of Revenues					
Over (Under) Expenditures	(772,491)	(116,845)	447,954	1,704,620	1,263,239
<b>Other Financing Sources, (Uses)</b>					
Transfer in from Business-Type Fund	41,460	-	-	-	41,460
Transfers In	4,020,880	1,354,276	256,242	824,057	6,455,455
Transfers Out	(4,047,756)	(565,534)	(409,172)	(1,432,993)	(6,455,455)
Total Other Financing Sources, (Uses)	<u>14,584</u>	<u>788,742</u>	<u>(152,930)</u>	<u>(608,936)</u>	<u>41,460</u>
Net Change in Fund Balance	(757,907)	671,897	295,024	1,095,684	1,304,699
<b>FUND BALANCE - BEGINNING</b>	<u>4,858,071</u>	<u>2,247,367</u>	<u>1,058,155</u>	<u>6,215,177</u>	<u>14,378,770</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ 4,100,164</u>	<u>\$ 2,919,264</u>	<u>\$ 1,353,179</u>	<u>\$ 7,310,861</u>	<u>\$ 15,683,469</u>

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, 2017**

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

Net Change in Fund Balance \$ 1,304,699

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	\$ 1,037,218	
Less current year depreciation	<u>(2,664,628)</u>	(1,627,410)

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. 2,155

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 52,914

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	(28,239)	
Change in Interest Payable	22,804	
Change in Bonds Payable	1,259,058	
Change in Notes Payable	1,520,509	
Change in Leases Payable	<u>(11,877)</u>	2,762,255

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. (1,162,620)

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Change in Net Position	<u>\$ 1,331,992</u>	
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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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
<b>REVENUES</b>				
Property tax collected by County	\$ 6,210,347	\$ 6,210,347	6,304,750	\$ 94,403
Public service tax collected by State	399,000	399,000	419,131	20,131
Intergovernmental grants	1,604,856	1,695,911	1,718,431	22,519
Special payment from component units	1,585,889	1,585,889	1,563,143	(22,746)
Licenses and permits	235,600	235,600	265,955	30,355
Charges for services	147,716	438,640	409,912	(28,728)
Fines, fees and forfeitures	1,638,194	1,681,994	1,619,853	(62,141)
Franchise fees	115,000	115,000	112,765	(2,235)
Interest on investments	24,650	25,400	45,925	20,525
Mineral royalties & timber revenue	420,000	420,000	534,113	114,113
Payments in lieu of taxes	25,000	25,000	29,073	4,073
Miscellaneous	123,230	124,280	243,722	119,442
	<u>12,529,482</u>	<u>12,957,062</u>	<u>13,266,773</u>	<u>309,712</u>
<b>EXPENDITURES</b>				
General government	6,773,280	6,672,943	6,140,318	532,625
Public safety	4,702,474	5,025,549	4,755,343	270,206
Health and welfare	215,064	215,064	195,088	19,976
Economic development	190,070	210,070	165,269	44,801
Capital outlay	552,438	675,285	387,291	287,994
Debt service	2,395,965	2,395,965	2,395,955	10
Contingency	655,915	271,657	-	271,657
Total expenditures	<u>15,485,206</u>	<u>15,466,533</u>	<u>14,039,264</u>	<u>1,427,269</u>
Excess of Revenues Over (Under) Expenditures	(2,955,724)	(2,509,471)	(772,491)	1,736,981
<b>Other Financing Sources (Uses)</b>				
Transfers In	4,092,542	4,124,906	4,062,340	(62,566)
Transfers Out	<u>(3,629,478)</u>	<u>(4,175,193) (1)</u>	<u>(4,047,756)</u>	<u>127,437</u>
Total Other Financing Sources (Uses)	<u>463,064</u>	<u>(50,287)</u>	<u>14,584</u>	<u>64,871</u>
Net Change in Fund Balance	(2,492,660)	(2,559,759)	(757,907)	1,801,852
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>3,992,660</u>	<u>4,059,758</u>	<u>4,858,071</u>	<u>798,313</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 1,500,000</u>	<u>\$ 1,500,000</u>	<u>\$ 4,100,164</u>	<u>\$ 2,600,165</u>

(1) Appropriation Level - Shown on page 92.

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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
<b>REVENUES</b>				
Property tax collected by County	\$ 2,430,250	\$ 2,430,250	\$ 2,601,080	\$ 170,830
Intergovernmental grants	17,000	17,000	60,612	43,612
Fines, fees and forfeitures	1,623,000	1,713,000	2,016,738	303,738
Interest on investments	7,000	7,000	21,827	14,827
Miscellaneous	500	500	1,852	1,352
Total revenue	<u>4,077,750</u>	<u>4,167,750</u>	<u>4,702,109</u>	<u>534,359</u>
<b>EXPENDITURES</b>				
Personal services	2,996,159	3,096,159 (1)	2,900,259	195,900
Materials and services	1,783,269	1,783,269 (1)	1,707,900	75,369
Capital outlay	430,000	430,000 (1)	210,795	219,205
Contingency	1,405,722	1,405,722 (1)	-	1,405,722
Total expenditures	<u>6,615,150</u>	<u>6,715,150</u>	<u>4,818,954</u>	<u>1,896,196</u>
Excess of Revenues Over (Under) Expenditures	(2,537,400)	(2,547,400)	(116,845)	2,430,555
<b>Other Financing Sources (Uses)</b>				
Transfers in	1,354,469	1,354,469	1,354,276	(193)
Transfers out	<u>(580,215)</u>	<u>(570,215) (1)</u>	<u>(565,534)</u>	<u>4,681</u>
Total Other Financing Sources (Uses)	<u>774,254</u>	<u>784,254</u>	<u>788,742</u>	<u>4,488</u>
Net Change in Fund Balance	(1,763,146)	(1,763,146)	671,897	2,435,043
<b>FUND BALANCE - BEGINNING</b>	<u>1,763,146</u>	<u>1,763,146</u>	<u>2,247,367</u>	<u>484,221</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,919,264</u>	<u>\$ 2,919,264</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, 2017**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>REVENUES</b>				
Public service tax collected by State	\$ 4,256,220	\$ 4,256,220	\$ 3,914,558	\$ (341,662)
Intergovernmental grants	1,742,500	1,742,500	246,369	(1,496,131)
Special payment from component units	20,000	20,000	-	(20,000)
Licenses and permits	35,000	35,000	46,650	11,650
Charges for services	-	-	3,134	3,134
Fines, fees and forfeitures	341,000	341,000	315,654	(25,346)
Interest on investments	3,000	3,000	5,659	2,659
Miscellaneous	-	5,000	58,363	53,363
Total revenue	<u>6,397,720</u>	<u>6,402,720</u>	<u>4,590,387</u>	<u>(1,812,333)</u>
<b>EXPENDITURES</b>				
Personal services	2,266,124	2,266,124 (1)	2,200,132	65,992
Materials and services	4,030,338	4,030,338 (1)	1,865,474	2,164,864
Capital outlay	397,500	397,500 (1)	76,827	320,673
Contingency	855,600	855,600 (1)	-	855,600
Total expenditures	<u>7,549,562</u>	<u>7,549,562</u>	<u>4,142,433</u>	<u>3,407,129</u>
Excess of Revenues Over (Under) Expenditures	(1,151,842)	(1,146,842)	447,954	1,594,796
<b>Other Financing Sources (Uses)</b>				
Transfers in	230,000	230,000	256,242	26,242
Transfers out	(440,144)	(445,144) (1)	(409,172)	35,972
Total Other Financing Sources (Uses)	<u>(210,144)</u>	<u>(215,144)</u>	<u>(152,930)</u>	<u>62,214</u>
Net Change in Fund Balance	(1,361,986)	(1,361,986)	295,024	1,657,010
<b>FUND BALANCE - BEGINNING</b>	<u>1,361,986</u>	<u>1,361,986</u>	<u>1,058,155</u>	<u>(303,831)</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,353,179</u>	<u>\$ 1,353,179</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, 2017**

	<b>BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS</b>
	<b>TRANSFER STATION FUND</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,549,984
Accounts receivable, net	277,158
Prepays	250
Total current assets	1,827,392
Nondepreciable capital assets	637,483
Capital assets, net	3,369,715
Total non-current assets	4,007,198
Total assets	5,834,590
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Net pension related deferred outflows	44,336
Total assets and deferred outflows	\$ 5,878,926
<b>LIABILITIES</b>	
Accounts payable	\$ 129,465
Interest payable	61,554
Proportionate share of net pension liability	86,985
Current portion of long-term obligations	218,138
Total current liabilities	496,142
Non current portion of long term liabilities	1,997,375
Total liabilities	2,493,517
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Net pension related deferred inflows	5,464
<b>Net Position</b>	
Net Investment in Capital Assets	1,791,685
Restricted for special purposes by fund policy (equipment replacement reserve)	500,000
Unrestricted	1,088,260
Total net position	3,379,945
Total liabilities, deferred inflows and net position	\$ 5,878,926

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, 2017**

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	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS
	TRANSFER STATION FUND
<b>OPERATING REVENUES</b>	
Tipping fees	\$ 3,052,810
Miscellaneous	49,345
Total operating revenues	<u>3,102,155</u>
<b>OPERATING EXPENSES</b>	
Payroll cost	145,428
Operating expenses	1,899,274
Depreciation	124,468
Total operating expenses	<u>2,169,170</u>
Income, (Loss) From Operations	932,985
<b>NON-OPERATING REVENUES (EXPENSES)</b>	
Interest income	10,994
Interest expense	(111,154)
Total non-operating Revenues	<u>(100,160)</u>
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS</b>	
Transfers Out	<u>(41,460)</u>
Total non-operating Revenues	(41,460)
Change in Net Position	791,365
Beginning Net Position	<u>2,588,580</u>
Ending Net Position	<u><u>\$ 3,379,945</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, 2017**

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS
	TRANSFER STATION FUND
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from customers	\$ 2,991,181
Cash paid to suppliers and others	(1,871,492)
Cash paid to employees and others for salaries and benefits	(136,775)
	<hr/>
Net cash provided (used) by operating activities	982,914
	<hr/>
<b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Transfers out	(41,460)
	<hr/>
Net Cash Provided (Used) by Noncapital and Related Financing Activities	(41,460)
	<hr/>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Purchase of capital assets	(18,995)
Loan payments	(538,068)
Interest expense	(109,252)
	<hr/>
Net cash provided (used) by capital and related financing activities	(666,315)
	<hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	10,993
	<hr/>
Net cash provided by investing activities	10,993
	<hr/>
Net change in cash and cash equivalents	286,132
	<hr/>
<b>CASH AND CASH EQUIVALENTS - BEGINNING</b>	1,263,852
	<hr/>
<b>CASH AND CASH EQUIVALENTS - ENDING</b>	\$ 1,549,984
	<hr/> <hr/>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>	
Operating Income (loss)	\$ 932,985
Adjustments to Reconcile Operating Income (loss) to net	
Depreciation/Amortization	124,468
(Increase), Decrease in Net Pension Related Items	8,653
(Increase), Decrease in Accounts Receivable	(110,974)
Increase, (Decrease) in Accounts Payable/Accrued Liabilities	28,032
(Increase), Decrease in Prepays	(250)
	<hr/>
Net cash provided (used) by operating activities	\$ 982,914
	<hr/> <hr/>

The accompanying notes are an integral part of this statement.

**COLUMBIA COUNTY, OREGON**  
**FIDUCIARY FUNDS**  
**STATEMENT OF NET POSITION**  
**June 30, 2017**

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	<u>AGENCY FUNDS</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 982,053
Property tax receivable	4,485,740
Other assets	<u>41</u>
Total assets	<u>\$ 5,467,833</u>
<b>LIABILITIES</b>	
Due to other governments	<u>\$ 5,467,833</u>
Total liabilities	<u>\$ 5,467,833</u>

The accompanying notes are an integral part of this statement.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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(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**

The County determined that no changes were to be made to the analysis of blending criteria based on GASB 80.

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

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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

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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.

*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.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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

*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.

*Strategic Investment Program Fund*

This fund began in FY16 and consists of the revenues from the County's SIP agreement with Portland General Electric (PGE) which will last 15 years through FY30. Funds are distributed to jurisdictions in the Port Westward area and a portion is retained by the county as described in the intergovernmental agreement signed by the relevant taxing districts.

*Public Works Capital Fund*

This fund was updated in FY16. As before, it provides for the operations and capital improvements needs of the County's bike paths with revenue that consists primarily from one percent of the County's state gasoline tax. It now also includes the system development charge (SDC) revenue stream that is restricted for capital upgrades for county roads and parks in the corresponding districts within the jurisdiction.

*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, which have varied between the original 4.4% to 0% in any given fiscal year, 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, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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

*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.

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

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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

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D. Cash, Cash Equivalents, and Investments

Cash and cash equivalents

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

Fair Value Inputs and Methodologies and Hierarchy

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

Level 1 – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access

Level 2 – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market–corroborated inputs)

Level 3 – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund’s own assumptions used in determining the fair value of investments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

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 acquisition value at the time received; an offsetting revenue results in net position impact of the donated acquisition value of \$0.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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G. Capital Assets and Depreciation (continued)

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

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 one item that qualifies as a deferred inflow: pension-related deferrals.

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.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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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 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 County’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.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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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.

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.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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P. Fund Balance (continued)

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.

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 2016-2017 original budget.

Expenditures of the various funds were within authorized appropriations with the following exceptions: Transfer Station Business Type fund, debt service category \$1,902 and capital outlay by \$3,995; General Fund, Land Development Services program category \$70,938; General Fund, Court Mediation program category \$2,248; Courthouse Security Fund, transfers out category \$1,206; Park Fund, transfers out category \$7,018; Building Service Fund, transfers out category \$904; CC Rider Transportation Fund, materials and services by \$266,030; 4-H Extension Service District Fund, materials and services by \$11,204.

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

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(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	\$	3,318
Deposits with financial institutions		1,025,227
Investments		16,384,489
Total Cash and Investments	\$	<u>17,413,034</u>
Government-wide Financial Statements	\$	16,430,981
Fiduciary Funds Financial Statements		982,053
Total Cash and Investments	\$	<u>17,413,034</u>

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, 2017 were \$2,296,458, 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.

Fair Value Inputs and Methodologies and Hierarchy

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

Level 1: Unadjustable price quotations in active market/exchanges for identical assets or liabilities that each Fund has the ability to access.

Level 2: Other observable inputs including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market-corroborated inputs).

Level 3: Unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund's own assumptions used in determining the fair value of investments).



COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

**(3) Cash and Cash Equivalents (continued)**

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 & 72. At June 30, 2017, fair value in the State Treasurer's Local Governmental Investment Pool approximates the value of the pool shares at June 30, 2017.

As of June 30, 2017, the following investments and maturities are reported:

Investment Type	Fair Value	Investment Maturities	
		1 Year or Less	1 Year or More
State Treasurer's Investment Pool	\$ 13,408,686	\$ 13,408,686	\$ -
US Agencies	2,975,803		\$ 2,975,803
US Treasuries	\$ -		
Corporate Bonds	-	-	-
<b>Total</b>	<b>\$ 16,384,489</b>	<b>\$ 13,408,686</b>	<b>\$ 2,975,803</b>

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund appears to be in compliance with all portfolio guidelines at June 30, 2017. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency. Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. We intend to measure these investments at book value since it approximates fair value and does not meet criteria established by GASB 79 to report at amortized cost. The pool is comprised of a variety of investments. These investments are characterized as a level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. As of June 30, 2017, the fair value of the position in the LGIP is 100.6% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized.

The County's holdings in United States Government Agency securities, treasuries, corporate bonds and municipal bonds with maturities greater than one-year since purchase date had a net unrealized fair value loss of \$18,056 under cost as of June 30, 2017. Because this loss is immaterial, the schedule of investments valued at fair value differs from the value of investment funds listed in the schedule of deposits at institutions as well as the cash and cash equivalents amount noted in the Statement of Net Position by this amount.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(3) Cash and Cash Equivalents (continued)**

A. Interest Rate Risk

The County's investment policy limits the maximum weighted average maturity of investments to two years, with a minimum of 10% of the investment portfolio maturing under 30 days and 25% maturing in under one year. The County has a maximum maturity of five years. As of June 30, 2017, the County's average maturity of investments was 0.35 years.

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 LGIP is administered by the Oregon State Treasury with the advice of other state agencies and is not rated or registered with the U.S. Securities and Exchange Commission. The LGIP is an open-ended no-load diversified portfolio offered to any agency, political subdivision, or public corporation of the state that by law is made the custodian of, or has control of any public funds. The LGIP is commingled with the State's short-term funds. In seeking to best serve local governments of Oregon, the Oregon Legislature established the Oregon Short Term Fund Board. The purpose of the Board is to advise the Oregon State Treasury in the management and investment of the LGIP.

The Board has established portfolio diversification percentages based on the types and maturities of investments. The LGIP must manage and invest its funds as a prudent investor would, exercising reasonable care, skill and caution. Professional standards indicate that the investments in external investment pools are not subject to custodial risk because they are not evidenced by securities that exist in physical or book entry form. Nevertheless, management does not believe that there is any substantial custodial risk related to investments in the LGIP. A copy of the State's Comprehensive Annual Financial Report may be obtained at:  
<http://www.oregon.gov/DAS/CFO/SARS/Pages/index.aspx> .

County investment policy requires that the custodial agent for County's Fixed Income investments provide confirmation evidence for all securities transactions and make a copy of its Statement on Standards for Attestation Engagements (SSAE) No. 16.

C. Credit Risk

The County's investment policy has restrictive limits on investments in commercial paper and are required to have a A1+ credit rating or better by Standards and Poors, or P1 by Moody's at the time of purchase, more restrictive than what is allowed by State Law. As of June 30, 2017, the County did not hold any commercial paper. State and local government securities are required by the County's investment policy to have an AA- credit rating or better by Standard and Poors, or Aa3 by Moody's at the time of purchase. As of June 30, 2017 the County did not hold any municipal obligations. The County may also invest in Corporate Bonds which hold an AA- credit rating or better by Standard and Poors, or Aa3 by Moody's at the time of purchase. As of fiscal year-end, the County owned no corporate bonds.

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(3) Cash and Cash Equivalents (continued)**

The County’s investment policy also limits credit risk by restricting the amount invested in any class of security. The maximum percentage amount of the total investment portfolio that can be invested in US treasuries is 100%; US government agency primary securities 100%; LGIP 100% (subject to the ORS imposed maximum dollar amount); corporate bonds and bank time deposits/savings accounts are limited to 25%. State of Oregon and local government securities and certificates of deposit are limited to 20%. US government agency secondary securities, bankers acceptance and commercial paper are limited to 10% of the total portfolio.

D. Concentration of Credit Risk

The County’s investment policy limits the amount that may be invested with any one issuer or institution. Commercial paper and corporate bonds may have no more than 5% of the total portfolio from a single issuer. Certificates of deposit may have no more than 10% of the total portfolio invested with any one institution. No more than 10% of the total portfolio may be invested in one entity’s state or local government security. Individual US Government agency primary securities may be no more than 35% of the total portfolio. Individual US Government agency secondary securities may be no more than 10% of the total portfolio. There is no limit on the percent of the portfolio that may be invested in US treasuries.

At June 30, 2017, there was compliance with all percentage restrictions.

With regard to funds held in the State Treasurer’s investment pool, 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. 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 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, 2017, are as follows:

	Transfers In	Transfers Out
General Fund	\$ 4,062,340	\$ 4,047,758
Jail Operations	1,354,276	565,534
Road Fund	256,242	409,172
Non-major Governmental Fund	824,057	1,432,992
Proprietary Fund	-	41,460
Total All Funds	<u>\$ 6,496,915</u>	<u>\$ 6,496,915</u>

Transfers among component units are recorded as “special payments” on the transfer in side and as the relevant expenditure category on the transfer out side.

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(6) **Capital Assets**

Capital asset activity for governmental activities for the year ended June 30, 2017 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	64,276	-	232,258	(64,275)	232,259
Non-depreciable capital assets	<u>6,279,608</u>	<u>-</u>	<u>232,258</u>	<u>(64,275)</u>	<u>6,447,591</u>
Depreciable:					
Buildings & Improvements	25,489,102	-	88,619	-	25,577,721
4-H Buildings & Improvements	362,882	-	-	-	362,882
4-H Equipment	8,663	-	-	-	8,663
Infrastructure	245,414,680	-	-	-	245,414,680
Equipment	9,692,776	-	780,616	-	10,473,392
Depreciable Capital Assets	<u>280,968,103</u>	<u>-</u>	<u>869,235</u>	<u>-</u>	<u>281,837,338</u>
Accumulated Depreciation:					
Buildings & Improvements	(10,493,769)	-	(546,313)	-	(11,040,082)
4-H Buildings & Improvements	(105,226)	-	(7,842)	-	(113,068)
4-H Equipment	(8,663)	-	-	-	(8,663)
Infrastructure	(225,823,501)	-	(1,538,691)	-	(227,362,192)
Equipment	(7,970,691)	3,829	(575,611)	-	(8,542,473)
Total Accumulated Depreciation	<u>(244,401,850)</u>	<u>3,829</u>	<u>(2,668,457)</u>	<u>-</u>	<u>(247,066,478)</u>
Net Depreciable Capital Assets	<u>36,566,253</u>	<u>3,829</u>	<u>(1,799,222)</u>	<u>-</u>	<u>34,770,860</u>
Net Capital Assets	<u>\$ 42,845,861</u>	<u>\$ 3,829</u>	<u>\$ (1,566,964)</u>	<u>\$ (64,275)</u>	<u>\$ 41,218,451</u>

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

General Government	\$ 97,384
Highway and Street	615,588
Public Safety	1,553,095
Culture and Recreation	132,819
Economic Development	269,571
Total Governmental Activities Depreciation	<u>\$ 2,668,457</u>

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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(6) **Capital Assets (continued)**

Capital asset activity for business-type activities for the year ended June 30, 2017 is as follows:

	Beginning Balance	Adjustments	Increases	Decreases	Ending Balance
Non-depreciable:					
Land	\$ 637,483	\$ -	\$ -	\$ -	\$ 637,483
Non-depreciable capital assets	637,483	-	-	-	637,483
Depreciable:					
Buildings & Improvements	4,803,278	-	-	-	4,803,278
Equipment	160,850	-	18,995	-	179,845
Depreciable Capital Assets	4,964,129	-	18,995	-	4,983,123
Accumulated Depreciation:					
Buildings & Improvements	(1,334,112)	-	(119,849)	-	(1,453,961)
Equipment	(154,828)	-	(4,619)	-	(159,447)
Total Accumulated Depreciation	(1,488,940)	-	(124,468)	-	(1,613,408)
Net Depreciable Capital Assets	3,475,189	-	(105,473)	-	3,369,715
Net Capital Assets	\$ 4,112,672	\$ -	\$ (105,473)	\$ -	\$ 4,007,198

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, 2017 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds Payable	\$ 9,254,369	\$ -	\$ (1,259,058)	\$ 7,995,311	\$ 1,325,441
Notes Payable	3,203,641	-	(1,520,509)	1,683,132	820,095
Total	12,458,010	-	(2,779,567)	9,678,443	2,145,536
Leases Payable	83,172	73,949	(62,072)	95,049	46,057
Accrued Compensated Absences	1,387,162	1,415,401	(1,387,162)	1,415,401	136,007
Net OPEB obligation	755,696	-	(2,155)	753,541	-
Total Debt	\$ 14,684,040	\$ 1,489,350	\$ (4,230,956)	\$ 11,942,434	\$ 2,327,600

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. The unamortized amount at the adoption of GASB 65 was immaterial and thus no change was made.

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.

\$ 317,329

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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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. \$ 54,965

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. 192,972

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. 1,117,865

Total notes payable \$ 1,683,832

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

Year Ending June 30	Principal	Interest	Total Payment
2018	\$ 820,095	\$ 77,050	\$ 897,145
2019	497,773	39,360	537,133
2020	109,889	15,467	125,356
2021	113,352	10,502	123,854
2022	29,910	7,060	36,970
2023-2027	112,113	11,921	124,034
Total	<u>\$ 1,683,132</u>	<u>\$ 161,360</u>	<u>\$ 1,844,492</u>

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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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).

6,905,311

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.

1,090,000

Total Bonds Payable

\$7,995,311

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

Year Ending June 30	Principal	Interest	Total Payment
2018	\$ 1,325,441	\$ 595,789	\$ 1,921,230
2019	262,245	567,367	829,612
2020	312,625	552,755	865,380
2021	540,000	367,536	907,536
2022	615,000	335,068	950,068
2023-2027	4,415,000	1,018,932	5,433,932
2028-2030	525,000	32,178	557,178
Total	<u>\$ 7,995,311</u>	<u>\$ 3,469,625</u>	<u>\$ 11,464,936</u>



COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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E. Leases

At the end of fiscal year 2016-2017 capital leases had the following balance:

Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
\$ 83,172	\$ 73,949	\$ (62,072)	\$ 95,049	\$ 46,057

**Business-type Activities**

A. Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2017, was as follows:

Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
\$ 2,753,581	\$ -	\$ (538,068)	\$ 2,215,513	\$ 218,138

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. 2,215,513

Total note payable \$ 2,215,513

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

June 30	Principal	Interest	Total Payment
2018	\$ 218,138	\$ 105,522	\$ 323,660
2019	224,340	99,270	323,610
2020	235,543	88,117	323,660
2021	247,249	76,411	323,660
2022	259,538	64,123	323,661
2023-2027	1,030,705	120,928	1,151,633
Total	<u>\$ 2,215,513</u>	<u>\$ 554,371</u>	<u>\$ 2,769,884</u>

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(8) Pension Plan**

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer 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](http://www.oregon.gov/pers/Pages/section/financial_reports/financials.aspx).

If the link is expired please contact Oregon PERS for this information.

- 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.

**(8) Pension Plan (continued)**

- i. **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.
- ii. **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.
- iii. **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.
- iv. **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, 2013 actuarial valuation, which became effective July 1, 2015. 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, 2017 were \$774,462, excluding amounts to fund employer specific liabilities.

**Pension Asset or Liability** - At June 30, 2017, the County reported a net pension liability of \$11,774,406 for its proportionate share of the net pension asset. The pension asset was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014 rolled forward to 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, 2014, the County's proportion was 0.08 percent.

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(8) Pension Plan (continued)**

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 389,549	\$ -
Changes in assumptions	2,511,198	-
Net difference between projected and actual earnings on plan investments	2,326,129	-
Changes in proportionate share	-	454,562
Changes in proportion and differences between County contributions and proportionate share of contributions	-	285,048
County contributions subsequent to measuring date	<u>774,462</u>	<u>-</u>
Deferred outflow (inflow) of resources	<u>\$ 6,001,338</u>	<u>\$ 739,610</u>

Amounts reported as deferred outflows or inflow of resources related to pension, excluding contributions subsequent to measurement date, will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2018	\$ 738,175
2019	738,175
2020	1,609,278
2021	1,238,382
2022	<u>163,256</u>
Total	<u>\$ 4,487,266</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated February 8, 2017. Oregon PERS produces an independently audited CAFR which can be found at:

[http://www.oregon.gov/pers/docs/financial\\_reports/2016\\_cafr.pdf](http://www.oregon.gov/pers/docs/financial_reports/2016_cafr.pdf)

**Actuarial Valuations** – The employer contribution rates effective July 1, 2015 through June 30, 2017, 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.

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(8) Pension Plan (continued)**

**Actuarial Methods and Assumptions:**

Valuation date	December 31, 2014 rolled forward to June 30, 2016 measurement date
Experience Study Report	2014, Published September 2015
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
<i>Asset valuation method</i>	<i>Market value of assets</i>
Inflation rate	2.5 percent (reduced from 2.75 percent)
Investment rate of return	7.5 percent (reduced from 7.75 percent)
Projected salary increase	3.5 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 (reduced from 3.5 percent)
Cost of Living Adjustment	Blend of 2.0 percent COLA and graded COLA (1.25/0.15 percent) in accordance with <i>Moro</i> decision, blend 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 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.

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 2014 Experience Study which is reviewed for the four-year period ending December 31, 2014.

**Discount Rate** – The discount rate used to measure the total pension liability was 7.5 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.

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(8) Pension Plan (continued)**

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 7.5 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 (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate.

	(6.5%)	(7.5%)	(8.5%)
County's proportionate share of the net pension liability	\$ 19,011,739	\$ 11,774,406	\$ 5,725,261

**Assumed Asset Allocation:**

Asset Class/Strategy	Low Range	High Range	OIC Target
Cash	0.0%	3.0%	0.0%
Debt Securities	15.0%	25.0%	20.0%
Public Equity	32.5%	42.5%	37.5%
Private Equity	16.0%	24.0%	20.0%
Real Estate	9.5%	15.5%	12.5%
Alternative Equity	0.0%	10.0%	10.0%
Opportunity Portfolio	0.0%	3.0%	0.0%
<b>Total</b>			<b>100%</b>

*Source: June 30, 2014 PERS CAFR; p. 54 – 55)*

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(8) Pension Plan (continued)**

**Long-Term Expected Rate of Return:**

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2013 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. The table below shows Milliman’s assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

<b>Asset Class</b>	<b>Target</b>	<b>Compound Annual Return (Geometric)</b>
Core Fixed Income	7.20%	4.50%
Short-term Bonds	8.00%	3.70%
Intermediate-Term Bonds	3.00%	4.10%
High Yield Bonds	1.80%	6.66%
Large Cap US Equities	11.65%	7.20%
Mid Cap US Equities	3.88%	7.30%
Small Cap US Equities	2.27%	7.45%
Developed Foreign Equities	14.21%	6.90%
Emerging Foreign Equities	5.49%	7.40%
Private Equity	20.00%	8.26%
Opportunity Funds/Absolute R	5.00%	6.01%
Real Estate (Property)	13.75%	6.51%
Real Estate (REITS)	2.50%	6.76%
Commodities	7.71%	6.07%
<i>Assumed Inflation</i>		2.75%

*Source: June 30, 2014 PERS CAFR; p. 54 – 55)*

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer’s reporting date that are expected to have a significant effect on the employer’s share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(8) Pension Plan (continued)**

At its July 28, 2017 meeting, the PERS Board lowered the assumed rate to 7.2 percent. For member transactions, this rate will take effect January 1, 2018. The current assumed rate is 7.5 percent and has been in effect for member transactions since January 1, 2016.

A deferred compensation plan is available to employees wherein they may execute an individual agreement with the District for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of death, disability, resignation, or retirement. Payment to the employee will be made over a period not to exceed 15 years. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service. The assets of the plan are held by the administrator for the sole benefit of the plan participants and are not considered assets or liabilities of the District.

Individual Account Program - In the 2003 legislative session, the Oregon Legislative Assembly created a successor plan for OPERS. The Oregon Public Service Retirement Plan (OPSRP) is effective for all new employees hired on or after August 29, 2003, and applies to any inactive OPERS members who return to employment following a six month or greater break in service. The new plan consists of the defined benefit pension plans and a defined contribution pension plan (the Individual Account Program or IAP). Beginning January 1, 2004, all OPERS member contributions go into the IAP portion of OPSRP. OPERS' members retain their existing OPERS accounts, but any future member contributions are deposited into the member's IAP, not the member's OPERS account. Those employees who had established an OPERS membership prior to the creation of OPSRP will be members of both the OPERS and OPSRP system as long as they remain in covered employment. Members of OPERS and OPSRP are required to contribute six percent of their salary covered under the plan that is invested in the IAP. The District makes this contribution on behalf of its employees.

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

**(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,



COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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

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.

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

	2015	2016	2017
Annual required contribution (ARC)	\$ 223,334	\$ 137,594	\$ 131,834
Interest on net pension obligation	24,693	26,768	26,449
Adjustment to annual required contribution	(84,832)	(91,960)	(90,866)
Annual pension cost	163,195	72,402	67,417
Estimated implicit benefit payments	(103,917)	(81,499)	(69,572)
Increase in net pension obligation (NPO)	59,278	(9,097)	(2,155)
NPO (Asset) at beginning of year	705,515	764,793	755,696
NPO (Asset) at end of year	\$ 764,793	\$ 755,696	\$ 753,541

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
2017	\$ 67,417	103.0%	\$ 753,541
2016	\$ 72,402	113.0%	\$ 755,696
2015	\$ 163,195	64.0%	\$ 764,793

Actuarial Methods and Assumptions – The annual required contribution (ARC) for the current year was determined as part of the July 1, 2016 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 40% 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 2.85%. The demographic assumptions regarding retirement, mortality, and turnover are based on Oregon PERS valuation assumptions as of December 31, 2015.

COLUMBIA COUNTY, OREGON  
NOTES TO THE BASIC FINANCIAL STATEMENTS

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

Funding Status and Funding Progress – As of July 1, 2016, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$619,843, and the actuarial value of assets was zero, resulting in an unfunded actuarial accrued liability (UAAL) of \$619,846. 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. The annual covered payroll for the fiscal year 2017 was \$11,037,687, 7.5% UAAL as a percentage of covered payroll.

**(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 2016 to 2017. 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 OECDDD 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.

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

(14) **Fund Balance**

The specific purposes for each of the categories of fund balance as of June 30, 2017 are as follows:

	<u>General Fund</u>	<u>Road Fund</u>	<u>Jail Operations Fund</u>	<u>TOTAL</u>
<b>Fund Balances:</b>				
<b><u>Nonspendable:</u></b>				
Prepaid & Inventory	56,180	133,048	2,333	232,924
	56,180	133,048	2,333	232,924
<b><u>Restricted:</u></b>				
Debt Funded Projects	178,935			178,935
Grants	171,872			171,872
State Law	33,406			33,406
SDC Roads		-		729,835
SDC Parks				151,495
Roads		1,220,131		1,220,131
Parks				310,617
Community Corrections				1,142,331
Fair				(1,438)
Corner Preservation				213,166
Inmate Benefit				172,102
Courthouse Security				157,515
Footpath Bicycle Trail				471,893
Law Library				110,448
Vernonia Flood Recovery (Closed FY17)				-
Transit				396,515
Building Fund				321,701
Jail Operations Fund			2,916,931	2,916,931
Jail Bond Debt Fund				25,065
Harr Juvenile	128,240			128,240
* Development Agency				1,112,215
* 4-H Extension Services				568,259
* Meadowview Lighting Dist				1,745
	512,453	1,220,131	2,916,931	10,532,981
<b><u>Committed to:</u></b>				
Fair Facilities	137,423			137,423
				Proceeds from a land sale were committed by Commissioners to fund facilities improvements at the Fairgrounds.
Emergency Management	17,400			17,400
				Unspent community contributions to HSEM in FY13 were held to fund approved HSEM member projects.
Lottery Funds	93,568			93,568
				Unspent Lottery Funds from State of Oregon for Economic Development
Technology	30,000			30,000
				A reserve to support technology projects was established though most years additional contributions have not been made.
	278,391	-	-	278,391
<b><u>Assigned</u></b>				
PERS Reserve				1,386,032
				From FY14 to FY16 PERS rate reduction of 4.4% was retained to offset future PERS increases. In FY17 the reserve was funded at 2.2%.
	-	-	-	1,386,032
<b><u>Unassigned:</u></b>	3,253,138	-	-	3,253,138
<b>Total Fund Balances</b>	<b>\$ 4,100,162</b>	<b>\$ 1,353,179</b>	<b>\$ 2,919,264</b>	<b>\$ 15,683,466</b>

\* Component Units

COLUMBIA COUNTY, OREGON  
 NOTES TO THE BASIC FINANCIAL STATEMENTS

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**(15) Tax Abatements**

As of June 30, 2017, Columbia County provides tax abatements through two programs: Enterprise Zone and Strategic Investment.

**Enterprise Zone (ORS 285C.175):**

- The Oregon Enterprise Zone program is a State of Oregon economic development program established, that allows for property tax exemptions for up to five years. In exchange for receiving property tax exemption, participating firms are required to meet the program requirements set by state statute and the local sponsor.

The Enterprise Zone program allows industrial firms that will be making a substantial new capital investment a waiver of 100% of the amount of real property taxes attributable to the new investment for a 5-year period after completion. Land or existing machinery or equipment is not tax exempt; therefore, there is no loss of current property tax levies to local taxing jurisdiction.

**Strategic Investment (ORS 3285C.600):**

- The purpose of the Strategic Investment program is to improve employment in areas where eligible projects are to be located and urges business firms that will benefit from an eligible project to hire employees from the region in which the eligible project is to be located whenever practicable.

In order to be eligible for the SIP exemption:

- 1) The project must be an eligible project
- 2) Benefit a traded sector industry as defined in ORS 285B.280, and
- 3) The total cost of the project equals or exceeds:
  - a. \$100 million; or
  - b. \$25 million, for rural areas

For the fiscal year ended June 30, 2017, Columbia County abated property taxes totaling \$1,535,182 under these programs.

<b><u>Tax Abatement Program</u></b>	<b><u>Amount of Taxes Abated during the Fiscal Year</u></b>
Enterprise Zone (ORS 285C.175)	\$ 235,967
Strategic Investment Program (ORS 285C.600)	<u>1,299,215</u>
	\$ 1,535,182

The County entered into tax abatement agreements that affected other governments, taxing districts to which the County passes through property taxes. Information regarding abatement for other governments can be found at

[http://www.co.columbia.or.us/files/assessor/2017\\_Data/2016\\_GASB77\\_Report.pdf](http://www.co.columbia.or.us/files/assessor/2017_Data/2016_GASB77_Report.pdf)

COLUMBIA COUNTY, OREGON

REQUIRED SUPPLEMENTARY INFORMATION

**COLUMBIA COUNTY, OREGON**

**POST EMPLOYMENT HEALTH INSURANCE SUBSIDY**

**SCHEDULE OF FUNDING PROGRESS**

**June 30, 2017**

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	(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
7/1/2016	\$ -	\$ 619,843	\$ 619,843	0%	\$ 10,707,205	6%
8/1/2014	-	743,124	743,124	0%	9,841,982	8%
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 Year Ended June 30, 2017

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
2017	\$ 0.078432 %	\$ 11,774,406	\$ 10,707,205	\$ 110.0 %	80.5 %
2016	0.084485	4,850,665	10,420,148	46.6	91.9
2015	0.094185	(2,134,901)	9,841,982	(21.7)	103.6
2014	0.094185	4,806,389	8,687,468	55.3	92.0

Amounts presented are for the measurement period reported during the fiscal year, which for FY 2017 is July 1, 2015 - June 30, 2016.

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 Ended June 30,	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
2017	\$ 830,552	\$ 830,552	\$ -	\$ 11,037,687	7.5 %
2016	746,762	746,762	-	10,707,205	7.0
2015	760,450	760,450	-	10,420,148	7.3
2014	727,419	727,419	-	9,841,982	7.4

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, 2017**

	TOTAL NON-MAJOR SPECIAL REVENUE FUNDS	JAIL BOND DEBT SERVICE FUND	TOTAL
<b>ASSETS</b>			
Cash and investment	\$ 7,023,274	\$ 25,065	\$ 7,048,339
Property taxes receivable	191,644	75,738	267,382
Accounts receivable	28,891	-	28,891
Due from other governments	647,856	-	647,856
Prepays	41,364	-	41,364
Total assets	<u>\$ 7,933,029</u>	<u>\$ 100,803</u>	<u>\$ 8,033,832</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 445,564	\$ -	\$ 445,564
Deposits	10,025	-	10,025
Total liabilities	<u>455,589</u>	<u>-</u>	<u>455,589</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - property taxes	191,644	75,738	267,382
Total deferred inflows of resources	<u>191,644</u>	<u>75,738</u>	<u>267,382</u>
<b>FUND BALANCES</b>			
Nonspendable	41,364	-	41,364
Restricted	5,858,400	25,065	5,883,465
Assigned	1,386,032	-	1,386,032
Total fund balances	<u>7,285,796</u>	<u>25,065</u>	<u>7,310,861</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,933,029</u>	<u>\$ 100,803</u>	<u>\$ 8,033,832</u>

**COLUMBIA COUNTY, OREGON**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2017**

	TOTAL NON-MAJOR SPECIAL REVENUE FUNDS	JAIL BOND DEBT SERVICE FUND	TOTAL
<b>REVENUES</b>			
Property tax collected by County	\$ 3,013,153	\$ 1,066,920	\$ 4,080,073
Public service tax collected by State	83,843	-	83,843
Intergovernmental grants	3,313,788	-	3,313,788
Special payment from component units	27,144	-	27,144
Licenses and permits	153,853	-	153,853
Charges for services	947,839	-	947,839
Fines, fees and forfeitures	2,821,651	-	2,821,651
Interest on investments	63,708	5,747	69,455
Mineral royalties & timber revenue	64,709	-	64,709
Miscellaneous	690	-	690
	<hr/>	<hr/>	<hr/>
Total revenues	10,490,378	1,072,667	11,563,045
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Personal services	2,162,767	-	2,162,767
Material and services	3,716,702	-	3,716,702
Capital outlay	516,220	-	516,220
Debt service	763,634	1,131,587	1,895,221
Special payments	1,567,515	-	1,567,515
	<hr/>	<hr/>	<hr/>
Total expenditures	8,726,838	1,131,587	9,858,425
	<hr/>	<hr/>	<hr/>
Excess of Revenues Over (Under) Expenditures	1,763,540	(58,920)	1,704,620
	<hr/>	<hr/>	<hr/>
<b>Other Financing Sources (Uses)</b>			
Transfers in	824,057	-	824,057
Transfers out	(1,432,993)	-	(1,432,993)
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(608,936)	-	(608,936)
	<hr/>	<hr/>	<hr/>
Net Change in Fund Balance	1,154,604	(58,920)	1,095,684
	<hr/>	<hr/>	<hr/>
<b>FUND BALANCE - BEGINNING</b>	6,131,192	83,985	6,215,177
	<hr/>	<hr/>	<hr/>
<b>FUND BALANCE - ENDING</b>	\$ 7,285,796	\$ 25,065	\$ 7,310,861
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**COLUMBIA COUNTY, OREGON**

**COMBINING BALANCE SHEET  
SPECIAL REVENUE FUNDS**

**June 30, 2017**

	<u>FAIR BOARD FUND</u>	<u>DIRECT PASS THROUGH FUND</u>	<u>CORNER PRESERVATION FUND</u>
<b>ASSETS</b>			
Cash and investments	\$ 16,019	\$ 7,185	\$ 213,758
Property taxes receivable	-	-	-
Accounts receivable and deposits	-	-	-
Due from other governments	-	32,888	-
Prepays	21,261	-	-
Total assets	<u>\$ 37,280</u>	<u>\$ 40,073</u>	<u>\$ 213,758</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 17,456	\$ 40,073	\$ 592
Deposits	-	-	-
Total liabilities	<u>17,456</u>	<u>40,073</u>	<u>592</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - property taxes	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>			
Nonspendable	21,261	-	-
Restricted	(1,437)	-	213,166
Assigned	-	-	-
Total fund balance	<u>19,824</u>	<u>-</u>	<u>213,166</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 37,280</u>	<u>\$ 40,073</u>	<u>\$ 213,758</u>

<u>INMATE BENEFIT EXPENSES FUND</u>	<u>COURTHOUSE SECURITY FUND</u>	<u>COMMUNITY CORRECTIONS FUND</u>	<u>LAW LIBRARY FUND</u>	<u>PUBLIC WORKS CAPITAL FUND</u>	<u>UNMET NEEDS FUND</u>
\$ 189,528	\$ 148,694	\$ 1,159,395	\$ 110,531	\$ 1,350,053	\$ -
-	-	-	-	-	-
3,430	-	-	-	-	-
-	8,821	9,398	-	3,171	-
-	-	2,387	15,362	-	-
<u>\$ 192,958</u>	<u>\$ 157,515</u>	<u>\$ 1,171,180</u>	<u>\$ 125,893</u>	<u>\$ 1,353,224</u>	<u>\$ -</u>
\$ 20,856	\$ -	\$ 26,463	\$ 83	\$ -	\$ -
-	-	-	-	-	-
<u>20,856</u>	<u>-</u>	<u>26,463</u>	<u>83</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	2,387	15,362	-	-
172,102	157,515	1,142,330	110,448	1,353,224	-
-	-	-	-	-	-
<u>172,102</u>	<u>157,515</u>	<u>1,144,717</u>	<u>125,810</u>	<u>1,353,224</u>	<u>-</u>
<u>\$ 192,958</u>	<u>\$ 157,515</u>	<u>\$ 1,171,180</u>	<u>\$ 125,893</u>	<u>\$ 1,353,224</u>	<u>\$ -</u>

COUNTY PARK FUND	CC RIDER TRANSPORTATION FUND	BUILDING SERVICES FUND	STRATEGIC INVESTMENT PROGRAM FUND	PERS RESERVE FUND
\$ 360,476	\$ 77,752	\$ 317,961	\$ -	\$ 1,386,032
-	-	-	-	-
-	25,461	-	-	-
34,242	528,973	30,363	-	-
650	-	-	-	-
<u>\$ 395,368</u>	<u>\$ 632,186</u>	<u>\$ 348,324</u>	<u>\$ -</u>	<u>\$ 1,386,032</u>
\$ 74,075	\$ 235,672	\$ 26,623	\$ -	\$ -
10,025	-	-	-	-
<u>84,100</u>	<u>235,672</u>	<u>26,623</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
650	-	-	-	-
310,618	396,514	321,701	-	-
-	-	-	-	1,386,032
<u>311,268</u>	<u>396,514</u>	<u>321,701</u>	<u>-</u>	<u>1,386,032</u>
<u>\$ 395,368</u>	<u>\$ 632,186</u>	<u>\$ 348,324</u>	<u>\$ -</u>	<u>\$ 1,386,032</u>

MEADOWVIEW SERVICE DISTRICT FUND	COLUMBIA COUNTY DEVELOPMENT AGENCY	4-H EXTENSION SERVICE DISTRICT FUND	TOTAL
\$ 1,824	\$ 1,113,517	\$ 570,549	\$ 7,023,274
-	174,636	17,008	191,644
-	-	-	28,891
-	-	-	647,856
-	-	1,704	41,364
<u>\$ 1,824</u>	<u>\$ 1,288,153</u>	<u>\$ 589,261</u>	<u>\$ 7,933,029</u>
\$ 79	\$ 1,302	\$ 2,290	\$ 445,564
-	-	-	10,025
<u>79</u>	<u>1,302</u>	<u>2,290</u>	<u>455,589</u>
-	174,636	17,008	191,644
-	174,636	17,008	191,644
-	-	1,704	41,364
1,745	1,112,215	568,259	5,858,400
-	-	-	1,386,032
<u>1,745</u>	<u>1,112,215</u>	<u>569,963</u>	<u>7,285,796</u>
<u>\$ 1,824</u>	<u>\$ 1,288,153</u>	<u>\$ 589,261</u>	<u>\$ 7,933,029</u>

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, 2017**

	FAIR BOARD FUND	DIRECT PASS THROUGH FUND	CORNER PRESERVATION FUND
<b>REVENUES</b>			
Property tax collected by County	\$ -	\$ -	\$ -
Public service tax collected by State	-	46,305	-
Intergovernmental grants	56,217	25,627	-
Special payments	-	-	-
Licenses and permits	-	-	-
Charges for services	404,414	-	-
Fines, fees and forfeitures	-	-	97,023
Interest on investments	(51)	-	1,638
Mineral royalties & timber revenue	-	-	-
Miscellaneous	145	-	-
Total revenues	<u>460,725</u>	<u>71,932</u>	<u>98,661</u>
<b>EXPENDITURES</b>			
Personal services	-	-	24,653
Materials and services	453,312	71,932	5,289
Capital outlay	-	-	-
Debt service	-	-	-
Special payments	-	-	-
Total expenditures	<u>453,312</u>	<u>71,932</u>	<u>29,942</u>
Excess of Revenues			
Over (Under) Expenditures	7,413	-	68,719
<b>Other Financing Sources (Uses):</b>			
Transfers in	-	-	-
Transfers out	(19,855)	-	(17,680)
Total Other Financing Sources (Uses)	<u>(19,855)</u>	<u>-</u>	<u>(17,680)</u>
Net Change in Fund Balance	(12,442)	-	51,039
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>32,266</u>	<u>-</u>	<u>162,127</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 19,824</u>	<u>\$ -</u>	<u>\$ 213,166</u>

INMATE BENEFIT EXPENSES FUND	COURTHOUSE SECURITY FUND	COMMUNITY CORRECTIONS FUND	LAW LIBRARY FUND	PUBLIC WORKS CAPITAL FUND	UNMET NEEDS FUND
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	37,538	-
-	51,035	1,598,208	-	-	-
-	-	-	-	-	-
-	-	153,853	-	-	-
97,667	-	98,325	-	-	-
-	-	-	42,089	125,573	-
807	1,244	10,515	1,219	12,247	85
-	-	-	-	-	-
-	-	-	-	-	-
<u>98,474</u>	<u>52,279</u>	<u>1,860,901</u>	<u>43,308</u>	<u>175,358</u>	<u>85</u>
-	-	1,169,649	-	-	-
44,643	106	148,629	58,938	-	9,633
-	-	-	2,248	-	-
-	-	6,680	-	-	-
-	-	-	-	-	-
<u>44,643</u>	<u>106</u>	<u>1,324,958</u>	<u>61,186</u>	<u>-</u>	<u>9,633</u>
53,831	52,173	535,943	(17,878)	175,358	(9,548)
-	8,654	-	-	-	-
-	(34,697)	(515,744)	(500)	(5,532)	-
-	(26,043)	(515,744)	(500)	(5,532)	-
53,831	26,130	20,199	(18,378)	169,826	(9,548)
<u>118,271</u>	<u>131,385</u>	<u>1,124,518</u>	<u>144,188</u>	<u>1,183,398</u>	<u>9,548</u>
<u>\$ 172,102</u>	<u>\$ 157,515</u>	<u>\$ 1,144,717</u>	<u>\$ 125,810</u>	<u>\$ 1,353,224</u>	<u>\$ -</u>



COUNTY PARK FUND	CC RIDER TRANSPORTATION FUND	BUILDING SERVICES FUND	STRATEGIC INVESTMENT PROGRAM FUND	PERS RESERVE FUND
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
148,426	1,434,275	-	-	-
-	-	-	-	-
-	-	-	-	-
13,237	334,196	-	-	-
264,054	201,024	699,031	1,392,857	-
3,997	25	2,467	-	11,955
-	-	-	-	-
62	280	-	-	-
<u>429,776</u>	<u>1,969,800</u>	<u>701,498</u>	<u>1,392,857</u>	<u>11,955</u>
275,398	87,547	503,018	-	-
247,524	1,677,315	29,017	812,359	-
122,396	364,655	26,921	-	-
-	-	-	-	-
-	-	-	5,072	-
<u>645,318</u>	<u>2,129,517</u>	<u>558,956</u>	<u>817,431</u>	<u>-</u>
(215,542)	(159,717)	142,542	575,426	11,955
40,000	480,000	7,014	-	288,389
<u>(86,240)</u>	<u>(73,818)</u>	<u>(103,501)</u>	<u>(575,426)</u>	<u>-</u>
<u>(46,240)</u>	<u>406,182</u>	<u>(96,487)</u>	<u>(575,426)</u>	<u>288,389</u>
(261,782)	246,465	46,055	-	300,344
<u>573,050</u>	<u>150,049</u>	<u>275,646</u>	<u>-</u>	<u>1,085,688</u>
<u>\$ 311,268</u>	<u>\$ 396,514</u>	<u>\$ 321,701</u>	<u>\$ -</u>	<u>\$ 1,386,032</u>

MEADOWVIEW SERVICE DISTRICT FUND	COLUMBIA COUNTY DEVELOPMENT AGENCY	4-H EXTENSION SERVICE DISTRICT FUND	TOTAL
\$ 2,777	\$ 2,755,010	\$ 255,366	\$ 3,013,153
-	-	-	83,843
-	-	-	3,313,788
-	-	27,144	27,144
-	-	-	153,853
-	-	-	947,839
-	-	-	2,821,651
20	12,713	4,827	63,708
2	63,899	808	64,709
-	-	203	690
<u>2,799</u>	<u>2,831,622</u>	<u>288,348</u>	<u>10,490,378</u>
-	-	102,502	2,162,767
1,869	47,432	108,704	3,716,702
-	-	-	516,220
-	756,954	-	763,634
<u>750</u>	<u>1,561,693</u>	<u>-</u>	<u>1,567,515</u>
<u>2,619</u>	<u>2,366,079</u>	<u>211,206</u>	<u>8,726,838</u>
180	465,543	77,142	1,763,540
-	-	-	824,057
-	-	-	(1,432,993)
-	-	-	(608,936)
180	465,543	77,142	1,154,604
<u>1,565</u>	<u>646,672</u>	<u>492,821</u>	<u>6,131,192</u>
<u>\$ 1,745</u>	<u>\$ 1,112,215</u>	<u>\$ 569,963</u>	<u>\$ 7,285,796</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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
<b>REVENUES</b>				
Intergovernmental grants	\$ 50,000	\$ 50,000	\$ 56,217	\$ 6,217
Charges for services	443,900	443,900	404,414	(39,486)
Interest on investments	300	300	(51)	(351)
Miscellaneous	-	-	145	145
	<u>494,200</u>	<u>494,200</u>	<u>460,725</u>	<u>(33,475)</u>
<b>EXPENDITURES</b>				
Material and services	442,959	462,959 (1)	453,312	9,647
Contingency	52,473	32,473 (1)	-	32,473
	<u>495,432</u>	<u>495,432</u>	<u>453,312</u>	<u>42,120</u>
Excess of Revenues				
Over (Under) Expenditures	(1,232)	(1,232)	7,413	8,645
<b>Other Financing Sources (Uses)</b>				
Transfers out	(29,855)	(29,855) (1)	(19,855)	10,000
	<u>(29,855)</u>	<u>(29,855)</u>	<u>(19,855)</u>	<u>10,000</u>
Net Change in Fund Balance	(31,087)	(31,087)	(12,442)	18,645
<b>FUND BALANCE - BEGINNING</b>	<u>31,087</u>	<u>31,087</u>	<u>32,266</u>	<u>1,179</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,824</u>	<u>\$ 19,824</u>

(1) Appropriation Level

**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, 2017**

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	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Public service tax collected by State	\$ 50,400	\$ 50,400	\$ 46,305	\$ (4,095)
Intergovernmental grants	<u>225,500</u>	<u>225,500</u>	<u>25,627</u>	<u>(199,873)</u>
Total revenue	<u>275,900</u>	<u>275,900</u>	<u>71,932</u>	<u>(203,968)</u>
<b>EXPENDITURES</b>				
Materials and services	<u>275,900</u>	<u>275,900</u> (1)	<u>71,932</u>	<u>203,968</u>
Total expenditures	<u>275,900</u>	<u>275,900</u>	<u>71,932</u>	<u>203,968</u>
Net Change in Fund Balance	-	-	-	-
<b>FUND BALANCE - BEGINNING</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Fines, fees and forfeitures	\$ 70,000	\$ 70,000	\$ 97,023	\$ 27,023
Interest on investments	300	300	1,638	1,338
Miscellaneous	-	250	-	(250)
Total revenues	<u>70,300</u>	<u>70,550</u>	<u>98,661</u>	<u>28,111</u>
<b>EXPENDITURES</b>				
Personal services	25,260	25,260 (1)	24,653	607
Materials and services	10,494	10,494 (1)	5,289	5,205
Contingency	161,821	161,821 (1)	-	161,821
Total expenditures	<u>197,575</u>	<u>197,575</u>	<u>29,942</u>	<u>167,633</u>
Excess of Revenues Over (Under) Expenditures	(127,275)	(127,025)	68,719	195,744
<b>Other Financing Sources (Uses)</b>				
Transfers out	(17,641)	(17,891) (1)	(17,680)	211
Total Other Financing Sources (Uses)	<u>(17,641)</u>	<u>(17,891)</u>	<u>(17,680)</u>	<u>211</u>
Net Change in Fund Balance	(144,916)	(144,916)	51,039	195,955
<b>FUND BALANCE - BEGINNING</b>	<u>144,916</u>	<u>144,916</u>	<u>162,127</u>	<u>17,211</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 213,166</u>	<u>\$ 213,166</u>

(1) Appropriation Level

**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, 2017**

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	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Charges for services	\$ 50,000	\$ 64,000	\$ 97,667	\$ 33,667
Interest on investments	-	-	807	807
Total revenues	<u>50,000</u>	<u>64,000</u>	<u>98,474</u>	<u>34,474</u>
<b>EXPENDITURES</b>				
Materials and services	41,000	55,000 (1)	44,643	10,357
Contingency	<u>22,992</u>	<u>22,992 (1)</u>	<u>-</u>	<u>22,992</u>
Total expenditures	<u>63,992</u>	<u>77,992</u>	<u>44,643</u>	<u>33,349</u>
Net Change in Fund Balance	(13,992)	(13,992)	53,831	67,823
<b>FUND BALANCE - BEGINNING</b>	<u>13,992</u>	<u>13,992</u>	<u>118,271</u>	<u>104,279</u>
<b>FUND BALANCE - ENDING</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 172,102</u></u>	<u><u>\$ 172,102</u></u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Intergovernmental grants	\$ 22,620	\$ 22,620	\$ 51,035	\$ 28,415
Interest on investments	-	-	1,244	1,244
Total revenues	<u>22,620</u>	<u>22,620</u>	<u>52,279</u>	<u>29,659</u>
<b>EXPENDITURES</b>				
Materials and services	3,500	3,500 (1)	106	3,394
Capital outlay	10,000	10,000 (1)	-	10,000
Contingency	<u>89,463</u>	<u>89,463 (1)</u>	<u>-</u>	<u>89,463</u>
Total expenditures	<u>102,963</u>	<u>102,963</u>	<u>106</u>	<u>102,857</u>
Excess of Revenues Over (Under) Expenditures	(80,343)	(80,343)	52,173	132,516
<b>Other Financing Sources (Uses)</b>				
Transfers in	7,200	7,200	8,654	1,454
Transfers out	<u>(33,491)</u>	<u>(33,491) (1)</u>	<u>(34,697)</u>	<u>(1,206)</u>
Total other financing sources (uses)	<u>(26,291)</u>	<u>(26,291)</u>	<u>(26,043)</u>	<u>248</u>
Net Change in Fund Balance	(106,634)	(106,634)	26,130	132,764
<b>FUND BALANCE - BEGINNING</b>	<u>106,634</u>	<u>106,634</u>	<u>131,385</u>	<u>24,751</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 157,515</u>	<u>\$ 157,515</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Intergovernmental grants	\$ 1,597,300	\$ 1,597,300	\$ 1,598,208	\$ 908
Licenses and permits	106,500	106,500	153,853	47,353
Charges for services	102,000	102,000	98,325	(3,675)
Interest on investments	1,000	1,000	10,515	9,515
Miscellaneous	-	8,500	-	(8,500)
Total revenues	<u>1,806,800</u>	<u>1,815,300</u>	<u>1,860,901</u>	<u>45,601</u>
<b>EXPENDITURES</b>				
Personal services	1,188,289	1,188,289 (1)	1,169,649	18,640
Materials and services	151,687	161,687 (1)	148,629	13,058
Debt service	6,680	6,680 (1)	6,680	-
Contingency	518,455	508,455 (1)	-	508,455
Total expenditures	<u>1,865,111</u>	<u>1,865,111</u>	<u>1,324,958</u>	<u>540,153</u>
Excess of Revenues Over (Under) Expenditures	(58,311)	(49,811)	535,943	585,754
<b>Other Financing Sources (Uses):</b>				
Transfers out	<u>(508,200)</u>	<u>(516,700) (1)</u>	<u>(515,744)</u>	<u>956</u>
Total Other Financing Sources (Uses)	<u>(508,200)</u>	<u>(516,700)</u>	<u>(515,744)</u>	<u>956</u>
Net Change in Fund Balance	(566,511)	(566,511)	20,199	586,710
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>566,511</u>	<u>566,511</u>	<u>1,124,518</u>	<u>558,007</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,144,717</u>	<u>\$ 1,144,717</u>

(1) Appropriation Level



**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Fines, fees and forfeitures	\$ 42,089	\$ 42,089	\$ 42,089	\$ -
Interest on investments	700	700	1,219	(519)
Total revenues	<u>42,789</u>	<u>42,789</u>	<u>43,308</u>	<u>519</u>
<b>EXPENDITURES</b>				
Materials and services	51,555	66,555 (1)	58,938	7,617
Capital outlay	8,000	8,000 (1)	2,248	5,752
Contingency	107,748	92,748 (1)	-	92,748
Total expenditures	<u>167,303</u>	<u>167,303</u>	<u>61,186</u>	<u>106,117</u>
Excess of Revenues Over (Under) Expenditures	(124,514)	(124,514)	(17,878)	106,636
<b>Other Financing Sources (Uses)</b>				
Transfers out	<u>(500)</u>	<u>(500) (1)</u>	<u>(500)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(500)</u>	<u>(500)</u>	<u>(500)</u>	<u>-</u>
Net Change in Fund Balance	(125,014)	(125,014)	(18,378)	106,636
<b>FUND BALANCE - BEGINNING</b>	<u>125,014</u>	<u>125,014</u>	<u>144,188</u>	<u>19,174</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 125,810</u>	<u>\$ 125,810</u>

(1) Appropriation Level

**COLUMBIA COUNTY, OREGON**

**PUBLIC WORKS CAPITAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
ACTUAL AND BUDGET- BUDGETARY BASIS  
For the Year Ended June 30, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Public service tax collected by State	\$ 36,000	\$ 36,000	\$ 37,538	\$ 1,538
Fines, fees and forfeitures	81,000	81,000	125,573	44,573
Interest on investments	4,700	4,700	12,247	7,547
Total revenues	<u>121,700</u>	<u>121,700</u>	<u>175,358</u>	<u>53,658</u>
<b>EXPENDITURES</b>				
Materials and services	150,000	150,000 (1)	-	150,000
Capital outlay	315,825	315,825 (1)	-	315,825
Contingency	824,732	824,732 (1)	-	824,732
Total expenditures	<u>1,290,557</u>	<u>1,290,557</u>	<u>-</u>	<u>1,290,557</u>
Excess of Revenues				
Over (Under) Expenditures	(1,168,857)	(1,168,857)	175,358	1,344,215
<b>Other Financing Sources (Uses)</b>				
Transfers out	(23,834)	(23,834) (1)	(5,532)	18,302
Total other financing sources (uses)	<u>(23,834)</u>	<u>(23,834)</u>	<u>(5,532)</u>	<u>18,302</u>
Net Change in Fund Balance	(1,192,691)	(1,192,691)	169,826	1,362,517
<b>FUND BALANCE - BEGINNING</b>	<u>1,192,691</u>	<u>1,192,691</u>	<u>1,183,398</u>	<u>(9,293)</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,353,224</u>	<u>\$ 1,353,224</u>

(1) Appropriation Level

**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, 2017**

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	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Intergovernmental grants	\$ 300,000	\$ 300,750	\$	\$ (300,750)
Interest on investments	-	-	85	85
Total revenues	<u>300,000</u>	<u>300,750</u>	<u>85</u>	<u>(300,665)</u>
<b>EXPENDITURES</b>				
Materials and services	<u>300,000</u>	<u>300,750</u> (1)	<u>9,633</u>	<u>291,117</u>
Total expenditures	<u>300,000</u>	<u>300,750</u>	<u>9,633</u>	<u>291,117</u>
Net Change in Fund Balance	-	-	(9,548)	(9,548)
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>9,548</u>	<u>9,548</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Intergovernmental grants	\$ 161,525	\$ 161,525	\$ 148,426	\$ (13,099)
Charges for services	30,000	32,000	13,237	(18,763)
Fines, fees and forfeitures	227,200	227,200	264,054	36,854
Interest on investments	1,000	1,000	3,997	2,997
Miscellaneous	-	-	62	62
Total revenues	<u>419,725</u>	<u>421,725</u>	<u>429,776</u>	<u>8,051</u>
<b>EXPENDITURES</b>				
Personal services	236,517	281,096 (1)	275,398	5,698
Materials and services	245,549	255,149 (1)	247,524	7,625
Capital outlay	150,000	129,829 (1)	122,396	7,433
Contingency	223,631	188,631 (1)	-	188,631
Total expenditures	<u>855,697</u>	<u>854,705</u>	<u>645,318</u>	<u>209,387</u>
Excess of Revenues				
Over (Under) Expenditures	(435,972)	(432,980)	(215,542)	217,438
<b>Other Financing Sources (Uses)</b>				
Transfers in	160,000	160,000	40,000	(120,000)
Transfers out	(76,230)	(79,222) (1)	(86,240)	(7,018)
Total other financing sources (uses)	<u>83,770</u>	<u>80,778</u>	<u>(46,240)</u>	<u>(127,018)</u>
Net Change in Fund Balance	(352,202)	(352,202)	(261,782)	90,420
<b>FUND BALANCE - BEGINNING</b>	<u>352,202</u>	<u>352,202</u>	<u>573,050</u>	<u>220,848</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 311,268</u>	<u>\$ 311,268</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Intergovernmental grants	\$ 2,056,289	\$ 2,056,289	\$ 1,434,275	\$ (622,014)
Charges for services	321,000	321,000	334,196	13,196
Fines, fees and forfeitures	173,160	173,160	201,024	27,864
Interest on investments	500	500	25	(475)
Miscellaneous	2,000	2,000	280	(1,720)
	<u>2,552,949</u>	<u>2,552,949</u>	<u>1,969,800</u>	<u>(583,149)</u>
<b>EXPENDITURES</b>				
Personal services	259,309	259,309 (1)	87,547	171,762
Materials and services	1,411,285	1,411,285 (1)	1,677,315	(266,030)
Capital outlay	1,000,910	1,000,910 (1)	364,655	636,255
Contingency	196,367	196,367 (1)	-	196,367
	<u>2,867,871</u>	<u>2,867,871</u>	<u>2,129,517</u>	<u>738,354</u>
Excess of Revenues Over (Under) Expenditures	(314,922)	(314,922)	(159,717)	155,205
<b>Other Financing Sources (Uses)</b>				
Transfers in	80,000	80,000	480,000	400,000
Transfers out	(85,815)	(75,815) (1)	(73,818)	1,997
	<u>(5,815)</u>	<u>4,185</u>	<u>406,182</u>	<u>401,997</u>
Net Change in Fund Balance	(320,737)	(310,737)	246,465	557,202
<b>FUND BALANCE - BEGINNING</b>	<u>320,737</u>	<u>320,737</u>	<u>150,049</u>	<u>(170,688)</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 396,514</u>	<u>\$ 386,514</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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				(1) Appropriation L
Fines, fees and forfeitures	\$ 592,500	\$ 610,500	\$ 699,031	\$ 88,531
Interest on investments	1,000	1,000	2,467	(1,467)
Miscellaneous	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>
Total expenditures	<u>594,000</u>	<u>612,000</u>	<u>701,498</u>	<u>(89,498)</u>
<b>EXPENDITURES</b>				
Personal services	533,379	533,379 (1)	503,018	30,361
Materials and services	23,074	38,074 (1)	29,017	9,057
Capital outlay	24,000	27,000 (1)	26,921	79
Contingency	<u>150,456</u>	<u>150,456 (1)</u>	<u>-</u>	<u>150,456</u>
Total expenditures	<u>730,909</u>	<u>748,909</u>	<u>558,956</u>	<u>189,953</u>
Excess of Revenues Over (Under) Expenditures	(136,909)	(136,909)	142,542	(279,451)
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	7,014	(7,014)
Transfers out	<u>(104,405)</u>	<u>(104,405) (1)</u>	<u>(103,501)</u>	<u>(904)</u>
Total Other Financing Sources (Uses)	<u>(104,405)</u>	<u>(104,405)</u>	<u>(96,487)</u>	<u>(7,918)</u>
Net Change in Fund Balance	(241,314)	(241,314)	46,055	287,369
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>241,314</u>	<u>241,314</u>	<u>275,646</u>	<u>34,332</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 321,701</u></u>	<u><u>\$ 321,701</u></u>

(1) Appropriation Level

**COLUMBIA COUNTY, OREGON**

**STRATEGIC INVESTMENT PROGRAM FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
ACTUAL AND BUDGET- BUDGETARY BASIS  
For the Year Ended June 30, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Fines, fees and forfeitures	\$ 1,392,857	\$ 1,392,857	\$ 1,392,857	\$ -
Total revenue	<u>1,392,857</u>	<u>1,392,857</u>	<u>1,392,857</u>	<u>-</u>
<b>EXPENDITURES</b>				
Materials and services	812,359	812,359 (1)	812,359	-
Special payments	<u>5,072</u>	<u>5,072 (1)</u>	<u>5,072</u>	<u>-</u>
Total expenditures	<u>817,431</u>	<u>817,431</u>	<u>817,431</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	575,426	575,426	575,426	-
<b>Other Financing Sources (Uses):</b>				
Transfers out	<u>(575,426)</u>	<u>(575,426) (1)</u>	<u>(575,426)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(575,426)</u>	<u>(575,426)</u>	<u>(575,426)</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
<b>REVENUES</b>				
Interest on investments	\$ 4,500	\$ 4,500	\$ 11,955	\$ 7,455
Total revenues	<u>4,500</u>	<u>4,500</u>	<u>11,955</u>	<u>7,455</u>
<b>EXPENDITURES</b>				
Materials and services	50,000	50,000 (1)	-	50,000
Contingency	<u>1,366,001</u>	<u>1,369,172 (1)</u>	-	<u>1,369,172</u>
Total expenditures	<u>1,416,001</u>	<u>1,419,172</u>	<u>-</u>	<u>1,419,172</u>
Excess of Revenues Over (Under) Expenditures	(1,411,501)	(1,414,672)	11,955	1,426,627
<b>Other Financing Sources (Uses):</b>				
Transfers in	<u>304,288</u>	<u>307,459</u>	<u>288,389</u>	<u>(19,070)</u>
Total Other Financing Sources (Uses)	<u>304,288</u>	<u>307,459</u>	<u>288,389</u>	<u>(19,070)</u>
Net Change in Fund Balance	(1,107,213)	(1,107,213)	300,344	1,407,557
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>1,107,213</u>	<u>1,107,213</u>	<u>1,085,688</u>	<u>(21,525)</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,386,032</u>	<u>\$ 1,386,032</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, 2017**

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	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Property tax collected by County	\$ 1,066,999	\$ 1,066,999	\$ 1,066,920	\$ (79)
Interest on investments	2,000	2,000	5,747	3,747
Total revenues	<u>1,068,999</u>	<u>1,068,999</u>	<u>1,072,667</u>	<u>3,668</u>
<b>EXPENDITURES</b>				
Debt service	<u>1,131,590</u>	<u>1,131,590 (1)</u>	<u>1,131,587</u>	<u>3</u>
Total expenditures	<u>1,131,590</u>	<u>1,131,590</u>	<u>1,131,587</u>	<u>3</u>
Net Change in Fund Balance	(62,591)	(62,591)	(58,920)	3,671
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>72,591</u>	<u>72,591</u>	<u>83,985</u>	<u>11,394</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 25,065</u>	<u>\$ 15,065</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Property tax collected by County	\$ 2,779	\$ 2,779	\$ 2,777	\$ (2)
Interest on investments	5	5	20	15
Mineral royalties & timber revenue	-	-	2	2
Total revenue	<u>2,784</u>	<u>2,784</u>	<u>2,799</u>	<u>15</u>
<b>EXPENDITURES</b>				
Materials and services	1,600	1,950 (1)	1,869	81
Special payments	750	750 (1)	750	-
Contingency	<u>1,000</u>	<u>650 (1)</u>	<u>-</u>	<u>650</u>
Total expenditures	<u>3,350</u>	<u>3,350</u>	<u>2,619</u>	<u>731</u>
Net Change in Fund Balance	(566)	(566)	180	746
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>1,366</u>	<u>1,366</u>	<u>1,565</u>	<u>199</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 800</u>	<u>\$ 800</u>	<u>\$ 1,745</u>	<u>\$ 945</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Property tax collected by County	\$ 2,432,387	\$ 2,432,387	\$ 2,755,010	\$ 322,623
Interest on investments	1,000	1,000	12,713	11,713
Mineral royalties & timber revenue	-	-	63,899	63,899
Total revenue	<u>2,433,387</u>	<u>2,433,387</u>	<u>2,831,622</u>	<u>398,235</u>
<b>EXPENDITURES</b>				
Materials and services	53,733	53,733 (1)	47,432	6,301
Debt service	756,954	756,954 (1)	756,954	-
Special payments	1,605,139	1,605,139 (1)	1,561,693	43,446
Contingency	550,217	550,217 (1)	-	550,217
Total expenditures	<u>2,966,043</u>	<u>2,966,043</u>	<u>2,366,079</u>	<u>599,964</u>
Net Change in Fund Balance	(532,656)	(532,656)	465,543	998,199
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>532,656</u>	<u>532,656</u>	<u>646,672</u>	<u>114,016</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,112,215</u>	<u>\$ 1,112,215</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Property tax collected by County	\$ 257,000	\$ 257,000	\$ 255,366	\$ (1,634)
Special payment from component units	20,000	20,000	27,144	7,144
Interest on investments	3,000	3,000	4,827	1,827
Mineral royalties & timber revenue		-	808	808
Miscellaneous	-	-	203	203
Total revenue	<u>280,000</u>	<u>280,000</u>	<u>288,348</u>	<u>8,348</u>
<b>EXPENDITURES</b>				
Personal services	149,475	149,475 (1)	102,502	46,973
Materials and services	97,500	97,500 (1)	108,704	(11,204)
Capital outlay	8,000	8,000 (1)	-	8,000
Contingency	70,000	70,000 (1)	-	70,000
Total expenditures	<u>324,975</u>	<u>324,975</u>	<u>211,206</u>	<u>113,769</u>
Net Change in Fund Balance	(44,975)	(44,975)	77,142	122,117
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>285,481</u>	<u>285,481</u>	<u>492,821</u>	<u>207,340</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 240,506</u>	<u>\$ 240,506</u>	<u>\$ 569,963</u>	<u>\$ 329,457</u>

(1) Appropriation Level

**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, 2017**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Intergovernmental grants	\$ 57,800	\$ 57,800	\$ 7,345	\$ (50,455)
Charges for services	2,979,781	2,979,781	3,052,810	73,029
Interest on investments	5,000	5,000	10,993	5,993
Miscellaneous	42,000	45,000	42,000	(3,000)
Total revenue	<u>3,084,581</u>	<u>3,087,581</u>	<u>3,113,148</u>	<u>25,567</u>
<b>EXPENDITURES</b>				
Personal services	121,735	181,735 (1)	136,775	44,960
Materials and services	1,771,992	1,916,991 (1)	1,899,274	17,717
Capital outlay	15,000	15,000 (1)	18,995	(3,995)
Debt service	647,320	647,320 (1)	649,222	(1,902)
Contingency	1,799,608	1,594,609 (1)	-	1,594,609
Total expenditures	<u>4,355,655</u>	<u>4,355,655</u>	<u>2,704,266</u>	<u>1,651,389</u>
Excess of Revenues Over (Under) Expenditures	(1,271,074)	(1,268,074)	408,882	1,676,956
<b>Other Financing Sources (Uses)</b>				
Transfers out	<u>(38,765)</u>	<u>(41,765) (1)</u>	<u>(41,460)</u>	<u>305</u>
Total other financing sources (uses)	(38,765)	(41,765)	(41,460)	305
Net Change in Fund Balance	(1,309,839)	(1,309,839)	367,422	1,677,261
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>1,309,839</u>	<u>1,309,839</u>	<u>1,268,951</u>	<u>(40,888)</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,636,373</u>	<u>\$ 1,636,373</u>

(1) Appropriation Level

Reconciliation to Ending Net Position:

Add Capital Assets	4,007,198
Deduct Long Term Debt	(2,215,513)
GASB 68 Adjustments:	
Net Pension Liability	(86,985)
Deferred Outflow	44,336
Deferred Inflow	<u>(5,464)</u>
Net Position	<u>\$ 3,379,944</u>

**COLUMBIA COUNTY, OREGON**  
**FIDUCIARY FUNDS**  
**COMBINING STATEMENT OF NET POSITION**  
**June 30, 2017**

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	<u>TREASURER FUND</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 982,053
Property tax receivable	4,485,740
Accounts Receivable	<u>41</u>
Total assets	<u>\$ 5,467,833</u>
<b>LIABILITIES</b>	
Due to other governments	<u>\$ 5,467,833</u>
Total liabilities	<u>\$ 5,467,833</u>

**COLUMBIA COUNTY, OREGON**  
**FIDUCIARY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**For the Year Ended June 30, 2017**

	<b>Balance June 30, 2016</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2017</b>
<b>Agency Funds</b>				
Assets				
Cash	\$ 927,864	\$ 72,562,801	\$ 72,508,612	\$ 982,053
Property taxes receivable	4,296,575	65,053,328	64,864,164	4,485,740
Accounts Receivable	41	-	-	41
	<u>5,224,480</u>	<u>137,616,129</u>	<u>137,372,776</u>	<u>5,467,833</u>
Total assets	<u>\$ 5,224,480</u>	<u>\$ 137,616,129</u>	<u>\$ 137,372,776</u>	<u>\$ 5,467,833</u>
Liabilities				
Due to other governments	\$ 5,224,480	\$ 137,616,129	\$ 137,372,776	\$ 5,467,833
	<u>5,224,480</u>	<u>137,616,129</u>	<u>137,372,776</u>	<u>5,467,833</u>
Total liabilities	<u>\$ 5,224,480</u>	<u>\$ 137,616,129</u>	<u>\$ 137,372,776</u>	<u>\$ 5,467,833</u>

**COLUMBIA COUNTY, OREGON**

**GENERAL FUND BY DEPARTMENT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
For the Year Ended June 30, 2017**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Expenditures</b>				
Board of Commissioners:				
Personal services	\$ 625,665	\$ 529,665	\$ 454,837	\$ 74,828
Materials and services	52,400	52,400	57,419	(5,019)
Transfer	159,396	159,396	142,204	17,192
Total Board of Commissioners	<u>837,461</u>	<u>741,461</u> (1)	<u>654,460</u>	<u>87,001</u>
Assessor's Office:				
Personal services	1,137,692	1,137,692	1,119,098	18,594
Materials and services	59,763	59,763	42,568	17,195
Capital outlay	80,000	80,000	74,628	5,372
Transfer	327,214	331,214	330,261	953
Total Assessor's Office	<u>1,604,669</u>	<u>1,608,669</u> (1)	<u>1,566,555</u>	<u>42,114</u>
Tax Collector				
Personal services	147,281	147,281	133,061	14,220
Materials and services	72,500	72,500	64,064	8,436
Transfer	85,799	84,699	84,203	496
Total Tax Collector	<u>305,580</u>	<u>304,480</u> (1)	<u>281,328</u>	<u>23,152</u>
Clerk's Office:				
Personal services	207,184	207,184	200,210	6,974
Materials and services	44,750	44,750	34,717	10,033
Capital outlay	-	8,800	8,755	45
Transfer	100,888	102,888	102,218	670
Total Clerk's Office	<u>352,822</u>	<u>363,622</u> (1)	<u>345,900</u>	<u>17,722</u>
Elections:				
Personal services	83,609	83,609	68,292	15,317
Materials and services	85,350	85,350	78,874	6,476
Capital outlay	6,750	6,750	6,749	1
Transfer	76,911	76,161	75,760	401
Total Elections	<u>252,620</u>	<u>251,870</u> (1)	<u>229,675</u>	<u>22,195</u>
Sheriff's Office:				
Personal services	1,530,458	1,699,886	1,655,460	44,426
Materials and services	429,102	510,794	478,882	31,912
Capital outlay	110,000	110,000	102,170	7,830
Transfer	401,844	437,271	428,055	9,216
Total Sheriff's Office	<u>2,471,404</u>	<u>2,757,951</u> (1)	<u>2,664,567</u>	<u>93,384</u>



**COLUMBIA COUNTY, OREGON**

**GENERAL FUND BY DEPARTMENT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
For the Year Ended June 30, 2017**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
County Jail:				
Transfer	\$ 1,000,000	1,000,000	1,000,000	\$ -
Total County Jail	1,000,000	1,000,000	(1) 1,000,000	-
Economic Development Office:				
Personal services	42,424	42,424	28,228	14,196
Materials and services	147,646	167,646	137,041	30,605
Transfer	238,307	237,307	236,749	558
Total Economic Development	428,377	447,377	(1) 402,018	45,359
County Surveyor:				
Personal services	99,744	99,744	98,854	890
Materials and services	8,030	8,030	3,094	4,936
Capital outlay	5,000	5,000	0	5,000
Transfer	27,475	27,975	27,744	231
Total County Surveyor	140,249	140,749	(1) 129,692	11,057
District Attorney:				
Personal services	1,255,577	1,255,577	1,198,103	57,474
Materials and services	124,294	124,294	83,279	41,015
Capital outlay	0	0	4,600	(4,600)
Transfer	345,174	349,174	348,372	(3,198)
Total District Attorney	1,725,045	1,729,045	(1) 1,634,354	94,691
Justice Court - Clatskanie/Vernonia:				
Personal services	184,953	184,953	177,110	7,843
Materials and services	137,983	172,983	169,093	3,890
Transfer	79,343	79,493	71,099	8,394
Total Justice Court	402,279	437,429	(1) 417,302	20,127
Columbia County Firing Range:				
Materials and services	2,640	3,640	3,088	552
Transfer	705	705	705	-
Total Firing Range	3,345	4,345	(1) 3,793	552

**COLUMBIA COUNTY, OREGON**

**GENERAL FUND BY DEPARTMENT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
For the Year Ended June 30, 2017**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Juvenile Department				
Personal services	\$ 581,069	\$ 581,069	\$ 577,011	\$ 4,058
Materials and services	203,118	203,118	134,121	68,997
Transfer	193,182	196,182	195,493	689
Total Juvenile Department	<u>977,369</u>	<u>980,369 (1)</u>	<u>906,625</u>	<u>73,744</u>
County Counsel:				
Personal services	510,280	510,280	450,664	59,616
Materials and services	53,600	53,600	19,956	33,644
Transfer	33,967	31,667	30,565	1,102
Total County Counsel	<u>597,847</u>	<u>595,547 (1)</u>	<u>501,185</u>	<u>94,362</u>
Veteran's Service Office:				
Materials and services	86,581	86,581	86,562	19
Transfer	750	750	750	-
Total Veteran's Service Office	<u>87,331</u>	<u>87,331 (1)</u>	<u>87,312</u>	<u>19</u>
Public Health				
Personal services	8,483	8,483	8,526	(43)
Materials and services	120,000	120,000	100,000	20,000
Total Public Health	<u>128,483</u>	<u>128,483 (1)</u>	<u>108,526</u>	<u>19,957</u>
Court Mediation				
Materials and services	32,000	42,000	44,248	(2,248)
Total Court Mediation Service Office	<u>32,000</u>	<u>42,000 (1)</u>	<u>44,248</u>	<u>(2,248)</u>
Emergency Services:				
Personal services	179,966	187,466	183,845	3,621
Materials and services	41,314	59,769	51,103	8,666
Capital outlay	-	59,400	58,272	1,128
Transfer	45,169	46,369	46,014	355
Total Emergency Services	<u>266,449</u>	<u>353,004 (1)</u>	<u>339,234</u>	<u>13,770</u>
Finance Office				
Personal services	531,651	522,151	491,340	30,811
Materials and services	735,681	634,381	496,893	137,488
Capital outlay	-	2,000	2,000	-
Transfer	34,555	126,355	30,917	95,438
Total Finance Office	<u>1,301,887</u>	<u>1,284,887 (1)</u>	<u>1,021,150</u>	<u>263,737</u>

**COLUMBIA COUNTY, OREGON**

**GENERAL FUND BY DEPARTMENT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
For the Year Ended June 30, 2017**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Land Development Office				
Personal services	\$ 1,160,245	\$ 722,657	\$ 767,585	\$ (44,928)
Materials and services	289,150	50,502	56,217	(5,715)
Capital outlay	255,688	-	178	(178)
Transfer	438,293	405,531	425,648	(20,117)
Total Land Development Services	<u>2,143,376</u>	<u>1,178,690</u> (1)	<u>1,249,628</u>	<u>(70,938)</u>
Information Services:				
Personal services	406,106	406,106	382,264	23,842
Materials and services	234,325	256,325	209,295	47,030
Capital outlay	95,000	95,000	41,215	53,785
Transfer	26,889	27,639	27,258	381
Total Information Services	<u>762,320</u>	<u>785,070</u> (1)	<u>660,032</u>	<u>125,038</u>
Communications & Public Affairs				
Personal services	-	69,000	67,230	1,770
Transfer	-	5,000	4,967	33
Total Communications & Public Affairs	<u>-</u>	<u>74,000</u> (1)	<u>72,197</u>	<u>1,803</u>
Human Resources/Civil Services				
Personal services	185,554	185,554	180,860	4,694
Materials and services	42,720	42,720	21,311	21,409
Transfer	13,617	14,117	13,833	284
Total Human Resources/Civil Services	<u>241,891</u>	<u>242,391</u> (1)	<u>216,004</u>	<u>26,387</u>
General Services				
Personal services	-	424,651	406,413	18,238
Materials and services	-	267,048	235,202	31,846
Capital outlay	-	308,335	88,724	219,611
Transfer	-	35,300	24,941	10,359
Total General Services	<u>-</u>	<u>1,035,334</u> (1)	<u>755,280</u>	<u>280,054</u>
Nondepartmental:				
Debt service	2,395,965	2,395,965	2,395,955	10
Transfer	-	400,000	400,000	-
Contingency	655,915	271,657	-	271,657
Unappropriated Ending Balance	1,500,000	1,500,000	-	1,500,000
Total Non-departmental	<u>4,551,880</u>	<u>4,567,622</u>	<u>2,795,955</u>	<u>1,771,667</u>
Total expenditures	<u>\$ 20,614,684</u>	<u>\$ 21,141,725</u>	<u>\$ 18,087,019</u>	<u>\$ 3,054,706</u>

(1) Appropriation Level

**COLUMBIA COUNTY, OREGON**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended June 30, 2017**

Program Title	Pass Through Organization	Federal CFDA Number	Pass		Expenditures	Passed-Through to Subrecipients
			Through Entity Number	Period Covered		
<b>US Department of Transportation</b>						
Highway Planning and Construction	Oregon Department of Transportation	20.205	Not Provided	FY17	\$19,270	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$7,454	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$5,446	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$2,059	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$5,908	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$2,203	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$9,433	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$13,777	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$99,941	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$13,340	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$24,380	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$2,779	\$0
	Oregon Department of Transportation	20.205	Not Provided	FY17	\$40,379	\$0
					<b>\$246,369</b>	<b>\$0</b>
Federal Transit_Capital Investment Grants	Oregon Department of Transportation	20.500	Not Provided	Jul - Sep 2016	\$109,420	\$0
					<b>\$109,420</b>	<b>\$0</b>
Formula Grants for Rural Areas	Oregon Department of Transportation	20.509	Not Provided	Apr - Jun 2016	\$59,218	\$0
	Oregon Department of Transportation	20.509	Not Provided	Apr - Jun 2016	\$265,054	\$0
	(1) Oregon Department of Transportation	20.509	Not Provided	Oct - Dec 2016	\$195,580	\$0
	Oregon Department of Transportation	20.509	Not Provided	Oct - Dec 2016	\$16,151	\$0
	Oregon Department of Transportation	20.509	Not Provided	Jan - Mar 2017	\$10,190	\$0
	Oregon Department of Transportation	20.509	Not Provided	Apr - Jun 2017	\$13,014	\$0
	Oregon Department of Transportation	20.509	Not Provided	Apr - Jun 2017	\$40,252	\$0
	Oregon Department of Transportation	20.509	Not Provided	Apr - Jun 2017	\$100,685	\$0
				<b>\$700,144</b>	<b>\$0</b>	
Enhanced Mobility of Seniors and Individuals with Disabilities	Oregon Department of Transportation	20.513	Not Provided	Oct - Dec 2016	\$46,489	\$0
	Oregon Department of Transportation	20.513	Not Provided	Jan - Mar 2017	\$52,989	\$0
	Oregon Department of Transportation	20.513	Not Provided	Apr - Jun 2017	\$26,172	\$0
				<b>\$125,650</b>	<b>\$0</b>	
Bus and Bus Facilities Formula Program	Oregon Department of Transportation	20.526	Not Provided	Oct - Dec 2016	\$87,563	\$0
	Oregon Department of Transportation	20.526	Not Provided	Apr - Jun 2017	\$60,295	\$0
				<b>\$147,858</b>	<b>\$0</b>	
<b>Total US Department of Transportation</b>					<b>\$1,329,441</b>	<b>\$0</b>
<b>National Endowment for the Humanities</b>						
Promotion of the Arts_Partnership Agreements	Business Oregon	45.025	Not Provided	FY17	\$11,627	\$0
					<b>\$11,627</b>	<b>\$0</b>
<b>Total National Endowment for the Humanities</b>					<b>\$11,627</b>	<b>\$0</b>
<b>US Department of Justice</b>						
Crime Victim Assistance	Oregon Department of Justice	16.575	Not Provided	FY17	\$11,727	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$10,943	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$1,121	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$10,034	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$7,756	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$11,988	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$13,248	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$11,721	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$9,958	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$13,419	\$0
	Oregon Department of Justice	16.575	Not Provided	FY17	\$478	\$0
					<b>\$102,393</b>	<b>\$0</b>
	<b>Total US Department of Justice</b>					<b>\$102,393</b>

COLUMBIA COUNTY, OREGON  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2017

Program Title	Pass Through Organization	Federal CFDA Number	Pass Through Entity Number	Period Covered	Expenditures	Passed-Through to Subrecipients
<b>US Department of Health and Human Services</b>						
Child Support Enforcement	Oregon Department of Justice	93.563	Not Provided	Jul - Sep 2016	\$4,173	\$0
	Oregon Department of Justice	93.563	Not Provided	Oct - Dec 2016	\$4,173	\$0
	Oregon Department of Justice	93.563	Not Provided	Jan - Mar 2017	\$4,173	\$0
	Oregon Department of Justice	93.563	Not Provided	Oct - Dec 2016	\$24	\$0
	Oregon Department of Justice	93.563	Not Provided	Oct - Dec 2016	\$143	\$0
	Oregon Department of Justice	93.563	Not Provided	Oct - Dec 2016	\$24	\$0
	Oregon Department of Justice	93.563	Not Provided	Apr - Jun 2016	\$29,622	\$0
	Oregon Department of Justice	93.563	Not Provided	Jul - Sep 2016	\$31,799	\$0
	Oregon Department of Justice	93.563	Not Provided	Jul - Sep 2016	\$166	\$0
	Oregon Department of Justice	93.563	Not Provided	Oct - Dec 2016	\$48	\$0
	Oregon Department of Justice	93.563	Not Provided	Jul - Sep 2016	\$24	\$0
	Oregon Department of Justice	93.563	Not Provided	Oct - Dec 2016	\$48	\$0
	Oregon Department of Justice	93.563	Not Provided	Oct - Dec 2016	\$27,073	\$0
	Oregon Department of Justice	93.563	Not Provided	Apr - Jun 2017	\$4,171	\$0
	Oregon Department of Justice	93.563	Not Provided	Jan - Mar 2017	\$35,060	\$0
	Oregon Department of Justice	93.563	Not Provided	Jan - Mar 2017	\$4,937	\$0
						<b>\$145,656</b>
<b>Total US Department of Health and Human Services</b>					<b>\$145,656</b>	<b>\$0</b>
<b>US Department of Homeland Security</b>						
Emergency Management Performance Grants	Oregon Office of Emergency Management	97.042	Not Provided	Jul - Sep 2016	\$26,559	\$0
	Oregon Office of Emergency Management	97.042	Not Provided	Oct - Dec 2016	\$27,204	\$0
	Oregon Office of Emergency Management	97.042	Not Provided	Jan - Mar 2017	\$22,423	\$0
	Oregon Office of Emergency Management	97.042	Not Provided	Apr - Jun 2017	\$27,929	\$0
					<b>\$104,115</b>	<b>\$0</b>
Boating Safety Financial Assistance	Oregon State Marine Board	97.012	Not Provided	Oct - Dec 2016	\$53,284	\$0
	Oregon State Marine Board	97.012	Not Provided	Jan - Mar 2017	\$38,504	\$0
					<b>\$91,788</b>	<b>\$0</b>
<b>Total US Department of Homeland Security</b>					<b>\$195,903</b>	<b>\$0</b>
<b>TOTAL FEDERAL ASSISTANCE</b>					<b>\$1,785,020</b>	

Columbia County elected to utilize the 10% de minimus rate allowed under 2 CFR 200  
(1) Major Program

See Notes to Schedule of Expenditures of Federal Awards

**COLUMBIA COUNTY, OREGON**

**FUTURE MATURITIES OF LONG TERM DEBT  
For the Year Ended June 30, 2017**

Year	US Bank		City of St. Helens	
	Principal	Interest	Principal	Interest
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	83,834	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	-	-	-	-
	<u>\$317,329</u>	<u>\$26,913</u>	<u>\$54,965</u>	<u>\$8,630</u>

Year	West Rainier		PWW Road		Business-Type Activities Transfer Station	
	Principal	Interest	Principal	Interest	Principal	Interest
2017-2018	\$18,386	\$10,779	\$721,681	\$53,458	\$218,138	\$105,522
2018-2019	18,571	9,768	396,184	19,770	224,390	99,270
2019-2020	23,768	8,746	-	-	235,543	88,117
2020-2021	23,976	7,439	-	-	247,249	76,411
2021-2022	24,200	6,090	-	-	259,537	64,123
2022-2023	24,436	4,729	-	-	272,436	51,224
2023-2024	29,686	3,354	-	-	285,977	37,683
2024-2025	29,949	1,685	-	-	300,190	23,470
2025-2026	-	-	-	-	172,052	8,551
	<u>\$192,972</u>	<u>\$52,590</u>	<u>\$1,117,865</u>	<u>\$73,227</u>	<u>\$2,215,513</u>	<u>\$554,370</u>

**COLUMBIA COUNTY, OREGON**

**FUTURE MATURITIES OF LONG TERM DEBT  
For the Year Ended June 30, 2017**

Year	PERS Bond 1		PERS Bond 2	
	Principal	Interest	Principal	Interest
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>\$3,695,311</u>	<u>\$2,351,139</u>	<u>\$3,210,000</u>	<u>\$1,074,885</u>

General Obligation Bond, Series 2006		
Year	Principal	Interest
2017-2018	\$1,090,000	\$43,600
	<u>\$1,090,000</u>	<u>\$43,600</u>

County Leases		
Year	Principal	Interest
2017-2018	\$95,049	\$0
	<u>\$95,049</u>	<u>\$0</u>

**COLUMBIA COUNTY, OREGON**

**SCHEDULE OF ACCOUNTABILITY FOR ELECTED OFFICIALS  
For the Year Ended June 30, 2017**

	<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, 2016	\$ 100	\$ 175	\$ -	\$ 134,443	\$ 15,481,905	\$ 2,648	\$ 15,619,271
Receipts	5,488	545,549	-	936,151	100,377,625	453,298	102,318,111
Turnovers & Disbursements: To County Treasurer & Others	(5,488)	(545,549)	-	(863,049)	(99,686,968)	(428,785)	(101,529,839)
On Hand June 30, 2017	<u>\$ 100</u>	<u>\$ 175</u>	<u>\$ -</u>	<u>\$ 207,545</u>	<u>\$ 16,172,562</u>	<u>\$ 27,161</u>	<u>\$ 16,407,543</u>
Consists of:							
Change, Petty Cash, and Revolving Funds	\$ 100	\$ 175	\$ -	\$ 100	\$ 16,172,562	\$ 27,161	\$ 16,200,098
Held in Trust for Inmates	-	-	-	207,445	-	-	207,445
On Hand June 30, 2017	<u>\$ 100</u>	<u>\$ 175</u>	<u>\$ -</u>	<u>\$ 207,545</u>	<u>\$ 16,172,562</u>	<u>\$ 27,161</u>	<u>\$ 16,407,543</u>
					Reconciliation to County Cash held by Oregon State University		
							23,439
						Total Cash	16,430,982



## 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	97-103
<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	104-106
<i>These schedules contain information to help the reader assess the government's most significant local revenue sources, the property tax.</i>	
DEBT CAPACITY	107-108
<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. In addition, Levy Rate and other details are relevant to meeting continuing disclosure requirements to County debt.</i>	
DEMOGRAPHIC AND ECONOMIC INFORMATION	109
<i>Help the reader understand the environment within which the government's financial activities take place.</i>	
OPERATING INFORMATION	110
<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, 2017

	2016-17	2015-16	2014-15	2013-14	2012-13
<b>Governmental activities</b>					
Net Investment in Capital Assets	\$ 38,350,270	\$ 37,507,256	\$ 35,611,296	\$ 27,421,467	\$ 28,465,134
Restricted	13,103,799	10,233,711	9,255,648	10,606,224	9,273,509
Unrestricted	(12,177,961)	(9,796,851)	(6,562,905)	2,581,472	1,971,572
Total governmental activities net position	39,276,108	37,944,116	38,304,040	40,609,163	39,710,215
<b>Business-type activities</b>					
Net Investment in Capital Assets	1,791,685	1,359,090	869,345	844,006	825,874
Restricted	500,000	300,000	-	2,143	
Unrestricted	1,088,260	929,490	1,165,400	507,914	271,501
Total business-type activities net position	3,379,945	2,588,580	2,034,745	1,354,063	1,097,375
<b>Primary government activities</b>					
Net Investment in Capital Assets	40,141,955	38,866,346	36,480,641	28,265,473	29,291,008
Restricted	13,603,799	10,533,711	9,255,648	10,608,367	9,273,509
Unrestricted	(11,089,701)	(8,867,361)	(5,397,505)	3,089,386	2,243,073
Total primary government activities net position	42,656,053	40,532,696	40,338,785	41,963,226	40,807,590
	2011-12	2010-11	2009-10	2008-09	2007-08
<b>Governmental activities</b>					
Net Investment in Capital Assets	30,651,937	33,027,026	35,580,094	48,097,427	51,255,226
Restricted	10,354,152	9,451,867	303,731	282,078	227,314
Unrestricted	1,923,848	2,371,432	14,314,189	8,379,489	9,532,161
Total governmental activities net position	42,929,937	44,850,325	50,198,014	56,758,994	61,014,701
<b>Business-type activities</b>					
Net Investment in Capital Assets	826,738	840,833	861,024	875,416	902,391
Unrestricted	203,403	51,394	247,538	467,464	728,785
Total business-type activities net position	1,030,141	892,227	1,108,562	1,342,880	1,631,176
<b>Primary government activities</b>					
Net Investment in Capital Assets	31,478,675	33,867,859	36,441,118	48,972,843	52,157,617
Restricted	10,354,152	9,451,867	303,731	282,078	227,314
Unrestricted	2,127,251	2,422,826	14,561,727	8,846,953	10,260,946
Total primary government activities net position	\$ 43,960,078	\$ 45,742,552	\$ 51,306,576	\$ 58,101,874	\$ 62,645,877

Columbia County, Oregon

Changes in net position - Last Ten Fiscal Years

(Accrual Basis of Accounting)

Year ending June 30, 2017

	2016-17	2015-16	2014-15	2013-14
<b>Expenses</b>				
Governmental activities				
General government	\$ 7,799,482	\$ 8,074,730	\$ 4,798,143	\$ 5,985,721
Roads and bridges	6,063,186	6,488,377	5,026,777	5,597,225
Public safety	12,064,715	12,281,630	8,124,493	9,631,594
Health and welfare	278,917	374,843	1,646,918	4,988,883
Culture and recreation	1,349,201	1,521,110	1,359,871	1,245,113
Economic development	2,260,997	2,224,564	3,069,194	2,609,894
Interest on long-term debt	1,426,769	1,942,940	1,938,588	1,219,416
Total governmental activities expenses	<u>31,243,268</u>	<u>32,908,193</u>	<u>25,963,983</u>	<u>31,277,845</u>
Business-type activities				
Transfer Station	2,280,324	2,235,458	1,892,005	2,098,406
Total business-type activities expenses	<u>2,280,324</u>	<u>2,235,458</u>	<u>1,892,005</u>	<u>2,098,406</u>
Total primary government expenses	<u>33,523,592</u>	<u>35,143,651</u>	<u>27,855,988</u>	<u>33,376,251</u>
<b>Program revenues: Governmental activities</b>				
Charges for services				
Public safety	3,057,136	3,367,883	3,496,260	3,609,110
Economic development	535,220	504,893	1,153,328	1,273,585
General gov and other activities	5,337,555	4,423,147	4,075,375	2,744,582
Operating grants and contributions	8,812,503	8,470,573	9,812,491	13,744,291
Capital grants and contributions	727,476	403,179	263,997	993,004
Total gov activities program revenues	<u>18,469,890</u>	<u>17,169,675</u>	<u>18,801,452</u>	<u>22,364,572</u>
Program revenues: Business-type activities				
Charges for services - Transfer Station	3,102,155	2,829,041	2,663,004	2,385,001
Total business-type activities program rev	<u>3,102,155</u>	<u>2,829,041</u>	<u>2,663,004</u>	<u>2,385,001</u>
Total primary government revenues	<u>21,572,045</u>	<u>19,998,716</u>	<u>21,464,456</u>	<u>24,749,573</u>
<b>Net (expense)/revenue</b>				
Governmental activities	(12,773,378)	(15,738,518)	(7,162,531)	(8,913,273)
Business-type activities	821,831	593,583	770,999	286,595
Total primary gov net (expense)/revenue	<u>(11,951,547)</u>	<u>(15,144,935)</u>	<u>(6,391,532)</u>	<u>(8,626,678)</u>
<b>General revenues and other changes in net position</b>				
Governmental activities				
Property taxes	13,038,852	12,512,709	12,507,248	9,392,595
Intergov state-collected tax		448,100	390,476	379,421
Fees, royalties, misc	882,193	1,242,493	399,695	1,097,722
Interest and investment earnings	142,866	93,958	66,375	55,360
Transfers	41,460	47,295	50,105	32,155
Total governmental activities	<u>14,105,371</u>	<u>14,344,555</u>	<u>13,413,899</u>	<u>10,957,253</u>
Business-type activities				
Interest and investment earnings	10,994	7,547	4,169	2,248
Transfers	(41,460)	(47,295)	(50,105)	(32,155)
Total business-type activities	<u>(30,466)</u>	<u>(39,748)</u>	<u>(45,936)</u>	<u>(29,907)</u>
Total primary government	<u>14,074,905</u>	<u>14,304,807</u>	<u>13,367,963</u>	<u>10,927,346</u>
Extraordinary Item		543,139		
Government activities prior period adjustment		490,900		(1,145,032)
GASB 68 beginning balance restatement			(8,600,872)	
<b>Change in net position</b>				
Governmental activities	1,331,993	(850,824)	(2,305,123)	898,948
Business-type activities	791,365	553,835	680,682	256,688
Total primary gov change in net position	<u>\$ 2,123,358</u>	<u>\$ (296,989)</u>	<u>\$ (1,624,441)</u>	<u>\$ 1,155,636</u>

Columbia County, Oregon

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

Year ending June 30, 2017

	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08
<b>Expenses</b>						
<b>Governmental activities</b>						
General government	\$ 5,135,625	\$ 5,565,525	\$ 5,204,982	\$ 9,515,950	\$ 9,666,699	\$ 6,845,730
Roads and bridges	6,771,510	7,931,837	8,668,276	5,786,981	8,754,969	16,544,441
Public safety	9,777,279	10,605,700	11,409,493	10,043,049	10,288,752	7,319,567
Health and welfare	7,639,119	22,577,239	7,661,353	4,729,646	4,949,788	3,133,636
Culture and recreation	1,208,806	1,167,084	1,348,600	1,343,153	1,358,327	933,324
Economic development	3,231,451	2,943,900	1,706,262	3,227,811	1,809,066	1,720,300
Interest on long-term debt	829,337	753,912	1,278,588	1,654,028	950,402	884,271
Total governmental activities expenses	<u>34,593,127</u>	<u>51,545,197</u>	<u>37,277,554</u>	<u>36,300,618</u>	<u>37,778,003</u>	<u>37,381,269</u>
<b>Business-type activities</b>						
Transfer Station	2,198,988	2,305,098	2,550,968	2,266,472	2,332,599	2,199,529
Total business-type activities expenses	<u>2,198,988</u>	<u>2,305,098</u>	<u>2,550,968</u>	<u>2,266,472</u>	<u>2,332,599</u>	<u>2,199,529</u>
Total primary government expenses	<u>36,792,115</u>	<u>53,850,295</u>	<u>39,828,522</u>	<u>38,567,090</u>	<u>40,110,602</u>	<u>39,580,798</u>
<b>Program revenues: Governmental activities</b>						
<b>Charges for services</b>						
Public safety	2,549,526	2,902,525	2,529,396	1,622,381	2,350,344	2,686,347
Economic development	412,633	738,486	1,037,722	1,598,033	1,212,978	2,443,197
General govt and other activities	900,099	1,976,116	1,898,147	2,165,628	2,980,159	2,069,769
Operating grants and contributions	12,885,441	27,176,712	11,159,429	9,846,392	8,619,550	6,497,151
Capital grants and contributions	1,065,840	2,805,314	789,698	1,637,139	6,739,839	3,421,859
Total gov activities program revenues	<u>17,813,539</u>	<u>35,599,153</u>	<u>17,414,392</u>	<u>16,869,573</u>	<u>21,902,870</u>	<u>17,118,323</u>
<b>Program revenues: Business-type activities</b>						
Charges for services - Transfer Station	2,353,436	2,425,241	2,323,926	2,029,076	2,027,965	2,341,384
Total business-type activities program rev	<u>2,353,436</u>	<u>2,425,241</u>	<u>2,323,926</u>	<u>2,029,076</u>	<u>2,027,965</u>	<u>2,341,384</u>
Total primary government revenues	<u>20,166,975</u>	<u>38,024,394</u>	<u>19,738,318</u>	<u>18,898,649</u>	<u>23,930,835</u>	<u>19,459,707</u>
<b>Net (expense)/revenue</b>						
Governmental activities	(16,779,588)	(15,946,044)	(19,863,162)	(19,431,045)	(15,875,133)	(20,262,946)
Business-type activities	154,448	120,143	(227,042)	(237,396)	(304,634)	141,855
Total primary gov net (expense)/revenue	<u>(16,625,140)</u>	<u>(15,825,901)</u>	<u>(20,090,204)</u>	<u>(19,668,441)</u>	<u>(16,179,767)</u>	<u>(20,121,091)</u>
<b>General revenues and other changes in net position</b>						
<b>Governmental activities</b>						
Property taxes	6,934,383	7,010,479	7,295,383	6,525,283	6,665,185	8,878,743
Intergov state-collected tax	366,189	3,497,531	4,448,773	3,686,403	2,948,175	3,251,794
Fees, royalties, misc	6,121,903	3,491,126	2,731,301	2,219,326	1,756,403	4,257,992
Interest and investment earnings	48,780	44,223	45,099	69,805	249,663	552,978
Transfers	88,611	(17,702)	(9,414)			
Total governmental activities	<u>13,559,866</u>	<u>14,025,657</u>	<u>14,511,142</u>	<u>12,500,817</u>	<u>11,619,426</u>	<u>16,941,507</u>
<b>Business-type activities</b>						
Interest and investment earnings	1,397	69	1,293	3,078	16,338	38,608
Transfers	(88,611)	17,702	9,414			
Total business-type activities	<u>(87,214)</u>	<u>17,771</u>	<u>10,707</u>	<u>3,078</u>	<u>16,338</u>	<u>38,608</u>
Total primary government	<u>13,472,652</u>	<u>14,043,428</u>	<u>14,521,849</u>	<u>12,503,895</u>	<u>11,635,764</u>	<u>16,980,115</u>
<b>Extraordinary Item</b>						
Government activities prior period adjustment			4,331	369,248		
<b>GASB 68 beginning balance restatement</b>						
<b>Change in net position</b>						
Governmental activities	(3,219,722)	(1,920,387)	(5,347,689)	(6,560,980)	(4,255,707)	(3,321,439)
Business-type activities	67,234	137,914	(216,335)	(234,318)	(288,296)	180,463
Total primary gov change in net position	<u>\$ (3,152,488)</u>	<u>\$ (1,782,473)</u>	<u>\$ (5,564,024)</u>	<u>\$ (6,795,298)</u>	<u>\$ (4,544,003)</u>	<u>\$ (3,140,976)</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
2016-17	\$ 13,038,852	\$ -	\$ 112,765	\$ 598,822	\$ 13,750,439
2015-16	12,512,709	448,100	111,086	1,085,573	14,157,468
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

Columbia County, Oregon

Fund Balances, Governmental Funds - Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

Year ending June 30, 2017

	2016-17	2015-16	2014-15	2013-14	2012-13
<b>General fund</b>					
Nonspendable	\$ 56,180	\$ 36,215	\$ 47,453	\$ 143,084	\$ 162,915
Restricted	512,453	701,859	893,838	654,555	642,528
Committed	278,391	167,423	226,823	271,823	452,140
Assigned	-	17,400	26,500	232,055	500,000
Unassigned	3,253,140	3,935,174	3,548,781	3,856,674	2,775,511
Total general fund	<u>4,100,164</u>	<u>4,858,071</u>	<u>4,743,395</u>	<u>5,158,191</u>	<u>4,533,095</u>
<b>All other governmental funds</b>					
Nonspendable	176,744	173,670	269,678	143,668	168,898
Restricted	10,020,528	8,261,340	7,595,625	4,551,156	3,018,483
Assigned	1,386,032	1,085,688	699,007	101,224	
Reserved - debt service				74,659	71,813
Reserved - system devel				729,293	606,812
Total other governmental funds	<u>11,583,304</u>	<u>9,520,698</u>	<u>8,564,310</u>	<u>5,600,000</u>	<u>3,866,006</u>
<b>All governmental funds</b>					
Nonspendable	232,924	209,885	317,131	286,752	331,813
Restricted	10,532,982	8,963,199	8,489,463	5,205,711	3,661,011
Committed	278,391	167,423	226,823	271,823	452,140
Assigned	1,386,032	1,103,088	725,507	333,279	500,000
Unassigned	3,253,140	3,935,174	3,548,781	3,856,674	2,775,511
Reserved - debt service				74,659	71,813
Reserved - system devel				729,293	606,812
Total governmental funds	<u>15,683,468</u>	<u>14,378,769</u>	<u>13,307,705</u>	<u>10,758,191</u>	<u>8,399,101</u>
<b>General fund</b>					
Nonspendable	135,365	182,209			
Restricted	758,200	1,162,920			
Committed	552,140	616,775			
Unassigned	2,711,077	3,023,169			
Unreserved			5,263,552	5,267,218	5,051,183
Total general fund	<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>
<b>All other governmental funds</b>					
Nonspendable	178,827	167,180			
Restricted	3,243,502	2,881,159			
Reserved - debt service	160,713	(49,816)	(53,472)	50,556	80,002
Reserved - system devel	989,519	706,245	303,731	231,522	147,312
Unreserved			4,578,294	6,051,699	6,998,073
Total other governmental funds	<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>
<b>All governmental funds</b>					
Nonspendable	314,192	349,389	-	-	-
Restricted	4,001,702	4,044,079	-	-	-
Committed	552,140	616,775	-	-	-
Unassigned	2,711,077	3,023,169	-	-	-
Reserved - debt service	160,713	(49,816)	(53,472)	50,556	80,002
Reserved - system devel	989,519	706,245	303,731	231,522	147,312
Unreserved			9,841,846	11,318,917	12,049,256
Total governmental funds	<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>

Unassigned fund balance has declined in General Fund due to higher staffing costs relative flat revenue sources. Restricted and assigned fund balance in other funds has increased due to increased accumulation of reserved revenue being saved for upcoming projects.

The County implemented a new fund balance classification in year 2010-11

Columbia County, Oregon

Change in Fund Balances, Governmental Funds - Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

Year ending June 30, 2017

	2016-17	2015-16	2014-15	2013-14	2012-13
<b>Revenues</b>					
Taxes	\$ 17,403,435	\$ 16,956,599	\$ 12,857,129	\$ 9,773,845	\$ 7,379,918
Intergovernmental	6,929,487	6,560,085	12,929,814	15,331,479	14,078,282
Charges for services	1,360,885	1,281,184	2,822,408	2,811,269	2,862,402
Licenses and permits	466,458	2,177,120	435,435	217,046	914,044
Fines, fees, forfeitures	6,773,896	4,749,555	3,192,971	3,438,749	2,262,485
Royalties, franch., timber, misc	1,045,287	1,759,894	543,233	964,864	3,817,501
Interest and investm't earnings	142,866	86,306	66,375	55,360	48,780
<b>Total revenues</b>	<b>34,122,314</b>	<b>33,570,743</b>	<b>32,847,367</b>	<b>32,592,612</b>	<b>31,363,411</b>
<b>Expenditures</b>					
General government	7,270,946	6,699,744	5,470,887	5,389,247	4,848,623
Roads and bridges	4,309,314	4,280,757	3,887,440	3,208,727	3,864,936
Public safety	10,787,336	9,837,013	9,193,989	8,557,751	8,979,316
Health and welfare	276,653	365,833	1,655,159	4,447,424	7,466,341
Culture and recreation	1,187,440	1,311,833	1,241,376	1,177,630	1,044,367
Economic development	1,977,563	3,822,479	3,516,785	2,215,580	2,955,898
Capital outlay	1,191,133	1,969,613	527,525	1,898,158	753,234
Debt service - principal	5,104,027	2,859,900	2,973,136	2,151,744	1,040,938
Debt service - interest	754,664	1,942,940	1,938,588	1,219,416	829,337
<b>Total expenditures</b>	<b>32,859,076</b>	<b>33,090,112</b>	<b>30,404,884</b>	<b>30,265,677</b>	<b>31,782,991</b>
Excess of rev over/(under) exp	1,263,238	480,631	2,442,483	2,326,935	(419,580)
<b>Other financing sources (uses)</b>					
Sale of capital assets			2,010		730
Transfers in	6,455,455	6,094,108	5,473,607	4,155,299	3,706,907
Transfers out	(6,455,455)	(6,094,107)	(5,473,607)	(4,155,299)	(3,706,907)
Transfers in from bus-type	41,460	47,295	50,105	40,144	95,712
Transfers out to bus-type				(7,989)	(7,101)
Insurance recovery		543,139	54,918		
<b>Total other financing sources (uses)</b>	<b>41,460</b>	<b>590,435</b>	<b>107,033</b>	<b>32,155</b>	<b>89,341</b>
<b>Net change in fund balances</b>	<b>1,304,698</b>	<b>1,071,066</b>	<b>2,549,516</b>	<b>2,359,090</b>	<b>(330,239)</b>
Debt service as a %age of noncap exp	18.5%	15.4%	16.4%	11.9%	6.0%
<b>2011-12</b>					
<b>Revenues</b>					
Taxes	7,303,478	7,578,484	6,994,433	7,004,946	9,204,574
Intergovernmental	33,479,557	16,906,419	13,929,514	18,175,723	14,645,853
Charges for services	3,191,777	3,814,792	2,730,779	3,826,701	5,117,165
Licenses and permits	869,816	101,303	432,870	246,136	1,662,803
Fines, fees, forfeitures	3,551,825	2,236,658	2,653,597	3,073,871	2,888,795
Royalties, franch., timber, misc	1,488,800	4,341,731	5,318,309	2,776,166	3,632,852
Interest and investm't earnings	44,223	45,099	69,805	249,663	552,978
<b>Total revenues</b>	<b>49,929,476</b>	<b>35,024,486</b>	<b>32,129,307</b>	<b>35,353,206</b>	<b>37,705,020</b>
<b>Expenditures</b>					
General government	5,264,376	6,723,404	8,033,465	8,445,327	8,085,271
Roads and bridges	4,267,460	4,391,843	4,967,600	6,798,383	8,284,750
Public safety	9,756,585	10,773,853	8,621,050	7,989,392	8,441,991
Health and welfare	21,717,329	7,582,199	4,059,974	3,843,595	3,472,939
Culture and recreation	1,008,772	1,189,309	1,141,187	1,054,764	966,767
Economic development	2,654,739	1,493,920	2,770,784	1,404,771	2,094,755
Capital outlay	3,389,387	2,086,207	1,796,069	4,592,053	2,891,107
Debt service - principal	1,084,925	919,842	432,801	950,094	792,690
Debt service - interest	753,912	1,278,588	1,654,028	950,402	884,271
<b>Total expenditures</b>	<b>49,897,485</b>	<b>36,439,165</b>	<b>33,476,958</b>	<b>36,028,781</b>	<b>35,914,541</b>
Excess of rev over/(under) exp	31,991	(1,414,679)	(1,347,651)	(675,575)	1,790,479
<b>Other financing sources (uses)</b>					
Sale of capital assets	7,510	17,500	3,400		
Transfers in	3,552,956	1,428,901	921,622	1,797,413	1,231,719
Transfers out	(3,535,254)	(1,428,901)	(921,622)	(1,797,413)	(1,231,719)
Transfers in from bus-type	42,210	(9,414)			
Transfers out to bus-type	(59,912)				
Issuance of debt, bond/note proceeds					2,950
<b>Total other financing sources (uses)</b>	<b>7,510</b>	<b>8,086</b>	<b>3,400</b>	<b>-</b>	<b>2,950</b>
<b>Net change in fund balances</b>	<b>\$ 39,501</b>	<b>\$ (1,406,593)</b>	<b>\$ (1,344,251)</b>	<b>\$ (675,575)</b>	<b>\$ 1,793,429</b>
Debt service as a %age of noncap exp	4.0%	6.4%	6.6%	6.0%	5.1%

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
2016-17	\$ 12,985,903	\$ 4,417,532	\$ 112,765	\$ 598,822	\$ 18,115,022
2015-16	12,476,080	4,480,519	111,086	1,588,117	18,655,802
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



## 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)
2016-17	\$ 4,111,802,008	\$ 35,521,190	\$ 81,162,190	\$ 683,273,590	\$ 4,911,758,978
2015-16	3,973,171,766	28,452,197	77,403,758	636,662,100	4,715,689,821
2014-15	3,754,796,301	26,526,533	74,220,759	704,399,469	4,559,943,062
2013-14	3,692,215,297	24,406,038	74,958,377	619,720,140	4,411,299,852
2012-13	3,601,892,063	28,099,529	74,361,410	408,758,740	4,113,111,742
2011-12	3,549,577,947	28,178,258	71,979,650	408,630,654	4,058,366,509
2010-11	3,577,628,983	30,363,518	73,687,760	403,593,050	4,085,273,311
2009-10	3,458,935,122	30,725,947	83,873,780	419,956,181	3,993,491,030
2008-09	3,352,798,412	32,135,350	96,648,400	381,418,601	3,863,000,763
2007-08	3,185,200,815	31,815,070	77,149,290	601,213,350	3,895,378,525

Fiscal Year	Taxable Ratio (RMV to AV)	Real Market Value (RMV)	Taxes	Direct Tax Rate
2016-17	66.59%	\$ 7,376,616,652	\$ 70,272,829	1.43%
2015-16	71.91%	6,557,903,862	66,417,585	1.41%
2014-15	77.60%	5,876,058,508	64,770,613	1.42%
2013-14	77.23%	5,711,839,142	60,281,265	1.37%
2012-13	74.88%	5,492,574,239	55,984,908	1.36%
2011-12	74.10%	5,477,228,879	54,941,133	1.35%
2010-11	64.85%	6,299,615,211	56,992,720	1.40%
2009-10	59.66%	6,693,897,931	54,949,959	1.38%
2008-09	62.55%	6,175,643,775	51,183,655	1.32%
2007-08	57.14%	6,817,268,184	51,509,143	1.32%

Source: County Assessor Rolls

Columbia County, Oregon

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

Taxpayer	Industry	FY2016-17			FY2007-08		
		Taxable Assessed Value (AV)	Rank	Percentage of Total Taxable AV	Taxable Assessed Value (AV)	Rank	Percentage of Total Taxable AV
Portland General Electric	Utility	\$ 609,585,000	1	12.41%	\$ 352,734,220	1	9.06%
Northwest Natural Gas	Utility	161,152,641	2	3.28%	161,673,300	2	4.15%
Dyno Nobel, Inc	Explosives	62,938,706	3	1.28%	18,637,160	8	0.48%
US Gypsum	Building Products	58,742,110	4	1.20%	121,481,300	3	3.12%
Cascade Kelly Holdings	Distribution	55,645,480	5	1.13%			
Longview Timberlands LLC	Wood Products	47,448,186	6	0.97%			
Clatskanie PUD	Utility	37,504,000	7	0.76%			
Columbia River PUD	Utility	37,413,500	8	0.76%	30,092,090	7	0.77%
Armstrong World Industries	Ceiling Tiles	27,745,040	9	0.56%	31,306,500	6	0.80%
Comcast Corp	Utility	19,083,200	10	0.39%			
Boise White Paper	Paper Products				66,867,630	4	1.72%
Longview Fiber	Wood Products				38,392,347	5	0.99%
Cascade Tissue Group	Paper Products				18,305,800	9	0.47%
Fred Meyer Stores	Retail				10,449,610	10	0.27%
All Others		3,794,501,115		77.25%	3,045,438,568		78.18%
Totals		<u>\$ 4,911,758,978</u>		<u>100.00%</u>	<u>\$ 3,895,378,525</u>		<u>100.00%</u>

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			
2016-17	\$10,276,520	\$ 9,625,314	93.7%		\$ 9,625,314	93.7%	\$ 336,285	3.3%	
2015-16	9,957,733	9,339,821	93.8%	168,306	9,508,127	95.5%	162,675	1.6%	
2014-15*	9,539,520	8,929,296	93.6%	257,686	9,186,982	96.3%	92,430	1.0%	
2013-14	6,966,083	6,496,561	93.3%	276,371	6,772,932	97.2%	21,804	0.3%	
2012-13	6,920,409	6,343,061	91.7%	339,511	6,682,572	96.6%	9,649	0.1%	
2011-12	6,902,573	6,331,768	91.7%	417,937	6,749,705	97.8%	6,410	0.1%	
2010-11	6,807,953	6,252,873	91.8%	376,172	6,629,045	97.4%	5,140	0.1%	
2009-10	6,725,147	5,772,981	85.8%	385,732	6,158,713	91.6%	5,100	0.1%	
2008-09	6,521,791	5,970,448	91.5%	344,563	6,315,011	96.8%	3,012	0.0%	
2007-08	6,261,400	5,749,885	91.8%	304,242	6,054,127	96.7%	8,386	0.1%	

Tax Levy Rates - Last Ten Fiscal Years

Fiscal Year	Permanent Rate	Bond Levy	Local Option	Total County	
2016-17	1.3956	0.2632	0.5797	2.2385	* Taxes levied and collected increased with the first year of the Local Option levy for Jail Operations
2015-16	1.3956	0.2605	0.5797	2.2358	
2014-15	1.3956	0.2608	0.5797	2.2361	
2013-14	1.3956	0.2691	-	1.6647	
2012-13	1.3956	0.2876	-	1.6832	
2011-12	1.3956	0.3041	-	1.6997	
2010-11	1.3956	0.2859	-	1.6815	
2009-10	1.3956	0.2822	-	1.6778	
2008-09	1.3956	0.2858	-	1.6814	
2007-08	1.3956	0.3112	-	1.7068	
2006-07	1.3956	0.3135	-	1.7091	

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  
County Assessor Table 4a Detail of District Levies

# Columbia County, Oregon

## Ratios of Outstanding Debt by Type - Last Ten Fiscal Years

Governmental Activities						
Fiscal Year	Bonds Payable	Notes Payable	General Obligation Bonds	Leases	Total Governmental Activity	
2016-17	\$ 6,905,311	\$ 1,683,132	\$ 1,090,000	\$ 99,864	\$ 9,778,307	
2015-16	7,119,369	3,203,641	2,135,000	99,930	12,557,940	
2014-15	7,308,605	4,808,761	3,135,000	143,680	15,396,046	
2013-14	7,475,976	6,589,456	4,090,000	23,256	18,178,688	
2012-13	7,625,883	7,014,721	5,005,000		19,645,604	
2011-12	7,758,798	7,098,931	5,885,000		20,742,729	
2010-11	7,869,091	6,937,065	6,725,000		21,531,156	
2009-10	7,966,095	6,192,211	7,530,000		21,688,306	
2008-09	8,043,898	5,803,100	8,165,000		22,011,998	
2007-08	8,106,657	5,822,346	9,040,000		22,969,003	
						(1) (2)

Fiscal Year	Business Type Activities	Total Primary Government	Percentage of Personal Income	Per Capita (estimate)	County Population	Per Capita Personal Income
2016-17	\$ 2,215,513	\$ 11,993,820	0.58%	234	\$ 51,345	\$ 40,080
2015-16	2,753,581	15,311,521	0.77%	301	50,795	39,202
2014-15	3,366,911	18,762,957	1.01%	372	50,390	36,784
2013-14	3,515,834	21,694,522	1.23%	433	50,075	35,134
2012-13	3,657,706	23,303,310	1.35%	471	49,520	34,863
2011-12	3,792,861	24,535,590	1.47%	494	49,680	33,649
2010-11	3,921,617	25,452,773	1.59%	513	49,625	32,248
2009-10	4,044,275	25,732,581	1.61%	521	49,430	32,372
2008-09	4,161,128	26,173,126	1.60%	537	48,773	33,590
2007-08	4,272,447	27,241,450	1.77%	566	48,164	31,933

(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 50-53

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 Bonds	Revenue Bonds and Other Debt	Total Debt Subject to Debt Limits
		General Obligation (2% RMV)	Debt Limit for Limited Bonds (1% RMV)	Total Debt Limit (3% RMV)			
2016-17	#####	\$ 147,532,333	\$ 73,766,167	\$ 221,298,500	\$ 1,090,000	\$ 1,683,132	\$ 2,773,132
2015-16	6,557,903,862	131,158,077	65,579,039	196,737,116	2,135,000	3,203,641	5,338,641
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

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
2016-17	\$ 146,442,333	\$ 72,083,035	\$ 218,525,368	0.7%	2.3%	1.3%
2015-16	129,023,077	62,375,398	191,398,475	1.6%	4.9%	2.7%
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%

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)
2016-17	51,345	\$ 2,057,908	\$ 40,080	7,699	4.5
2015-16	50,795	1,991,266	39,202	7,697	6.1
2014-15	50,390	1,853,546	36,784	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

Source:

- (1) Population Research Center, Portland State University
- (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. Seasonally Adjusted 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

	2016-17	2015-16	2014-15	2013-14	2012-13
<b>Function</b>					
General Government	80.66	70.74	68.02	63.01	63.13
Public Safety					
Sheriff					
Officers	42.70	38.53	32.24	27.50	31.25
Civilians	9.20	7.60	8.64	6.98	7.54
Parole/Probation	12.91	12.15	12.15	13.30	14.07
Animal Control	1.00	1.00	1.00	1.00	1.98
Emergency Management	2.00	1.94	1.91	2.70	1.80
Highways and streets					
Engineering/Administration	5.00	5.00	5.00	5.00	5.00
Maintenance	16.50	16.50	18.00	16.00	18.00
Transfer Station/Solid Waste	1.35	1.19	0.93	1.59	1.59
Culture and recreation					
Parks	2.42	2.50	3.00	3.00	4.90
Fairgrounds	0.00	0.00	0.00	0.00	0.00
<b>Total</b>	<b>173.74</b>	<b>157.15</b>	<b>150.89</b>	<b>140.08</b>	<b>149.26</b>

Percent change	10.6%	4.1%	7.7%	-6.2%	-10.8%
Percent change last 10 years	-6.1%				

	2011-12	2010-11	2009-10	2008-09	2007-08
<b>Function</b>					
General Government	75.44	86.40	78.40	93.08	86.22
Public Safety					
Sheriff					
Officers	35.19	35.38	34.38	41.98	40.25
Civilians	4.74	3.99	4.49	5.48	4.80
Parole/Probation	13.78	14.57	14.77	19.09	15.24
Animal Control	2.57	2.96	3.95	3.46	2.67
Emergency Management	2.28	3.00	3.00	3.00	2.17
Highways and streets					
Engineering/Administration	5.50	5.50	5.50	5.50	5.75
Maintenance	20.00	20.00	20.00	21.00	21.00
Transfer Station/Solid Waste	2.95	3.70	4.95	3.80	1.25
Culture and recreation					
Parks	4.30	4.45	4.45	4.70	4.70
Fairgrounds	0.53	1.00	1.00	1.00	1.00
<b>Total</b>	<b>167.28</b>	<b>180.95</b>	<b>174.89</b>	<b>202.09</b>	<b>185.05</b>

Percent change	-7.6%	3.5%	-13.5%	9.2%	9.8%
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Budgeted Full-time Equivalents

COLUMBIA COUNTY, OREGON

REPORTS REQUIRED BY FEDERAL AND STATE REGULATIONS



COLUMBIA COUNTY, OREGON

INDEPENDENT AUDITOR'S REPORT REQUIRED BY OREGON STATE REGULATIONS



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December 20, 2017

### **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, 2017, and have issued our report thereon dated December 20, 2017. 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 43.

#### **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 that reads "Matthew Graves". The signature is written in a cursive, flowing style.

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

COLUMBIA COUNTY, OREGON

GRANT COMPLIANCE REVIEW



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December 20, 2017

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, 2017, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated December 20, 2017.

**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  
PAULY, ROGERS AND CO., P.C.



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December 20, 2017

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 Required by the Uniform Guidance**

**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 Compliance Supplement* that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2017. 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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about 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, 2017.

**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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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 Uniform Guidance. 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, 2017

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**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) identified that is considered to be material weaknesses?  yes  none reported

Any GAGAS audit findings disclosed that are required to be reported in accordance with section 515(d)(2) of the Uniform Guidance?  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) identified 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 section 200.516(a) of the Uniform Guidance?  yes  no

**IDENTIFICATION OF MAJOR PROGRAMS**

**CFDA NUMBER**      **NAME OF FEDERAL PROGRAM CLUSTER**

20.509                      Formula Grants for Rural Areas

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

Dollar threshold \$750,000  
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 federal grant activity under programs of the federal government. The information in this schedule is presented in accordance with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations, it is not intended to and does not present the net position, changes in net position, or cash flows of the entity.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.