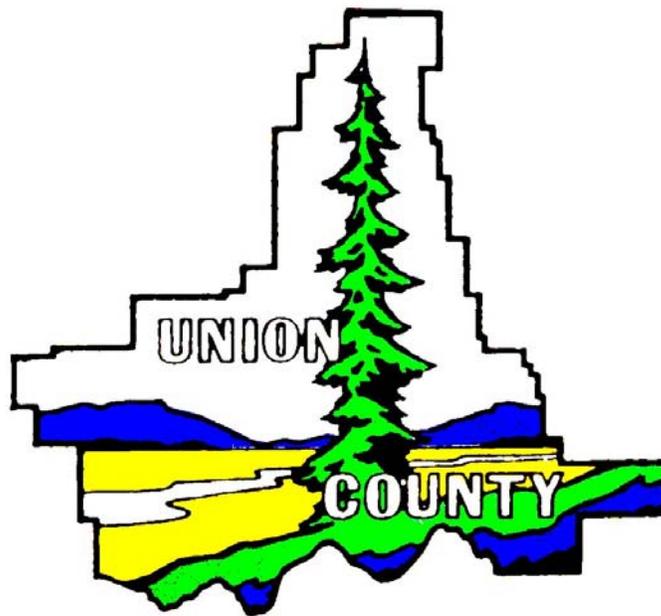


UNION COUNTY, OREGON

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2016



LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

Certified Public Accountants

UNION COUNTY, OREGON
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INTRODUCTORY SECTION

UNION COUNTY, OREGON
County Officials

Commissioners

Mark Davidson	12-31-2016	La Grande, Oregon
Steve McClure	12-31-2018	La Grande, Oregon
Jack Howard	12-31-2018	La Grande, Oregon

County Clerk

Robin Church	12-31-2016	La Grande, Oregon
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County Treasurer

Donna Marshall	12-31-2016	La Grande, Oregon
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County Assessor and Tax Collector

Linda Hill	12-31-2016	La Grande, Oregon
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County Sheriff

Boyd Rasmussen	12-31-2016	La Grande, Oregon
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* Elected Officials may be contacted by writing to: 1106 K Avenue, La Grande, Oregon 97850

FINANCIAL SECTION

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1121 ADAMS AVENUE • P.O. BOX 1024

LA GRANDE, OREGON 97850-1024

Independent Auditors' Report

Board of Commissioners
Union County Courthouse
1106 K Avenue
La Grande, OR 97850

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 Union County, Oregon, as of and for the year ended June 30, 2016, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Union County, Oregon, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the management discussion and analysis 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 management discussion and analysis information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison information is the responsibility of management and was derived from, and, relate directly to, the underlying accounting and other records used to prepare the financial statements. This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Union County, Oregon's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and other financial schedules are presented for purposes of additional analysis and are 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 (CFR) 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 combining and individual nonmajor fund financial statements, other financial schedules, 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 combining and nonmajor fund financial statements, other financial schedules, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2016 on our consideration of Union County, Oregon's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Union County, Oregon's internal control over financial reporting and on compliance.

Report on Other Legal and Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 15, 2016 on our consideration of Union County, Oregon's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC
Certified Public Accountants

By Michael R. Poe
Michael R. Poe, CPA
Owner/Member

La Grande, Oregon
December 15, 2016

**MANAGEMENT'S
DISCUSSION AND ANALYSIS**

UNION COUNTY, OREGON Management's Discussion and Analysis

This discussion and analysis presents the highlights of financial activities and financial position for Union County. The analysis focuses on significant financial issues, major financial activities and resulting changes in financial position, budget changes and variances from the budget, and specific issues related to funds and the economic factors affecting the County.

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

FINANCIAL HIGHLIGHTS

- The assets of Union County exceeded its liabilities at the close of the most recent fiscal year by \$53,754,565 on its government-wide Statement of Net Position. Of this, \$45,695,700 was invested in capital assets, net of related debt; \$3,066,183 was restricted for specific purposes and \$4,992,682 was unrestricted and may be used to meet the County's ongoing obligations to creditors and citizens of the County.
- The County's net position increased by \$790,566 or 1.5% which was due mainly to increases in cash and infrastructure.
- The County's Governmental Funds experienced a decrease of \$1,144,047 in fund balances, with the General Fund experiencing a decrease in its fund balance of \$184,213. The decrease in general fund balance was due to a decrease in expenditures of approximately 2.0% while revenues decreased by approximately 4.7%.
- At the close of the June 30, 2016, fiscal year, unreserved fund balance for the General Fund was \$901,369 or 10.49% of total General Fund Expenditures for the fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

The County's annual financial report consists of several sections. Taken together they provide a comprehensive financial report of the County. The components of the report include the following:

Management's Discussion and Analysis. This section of the report provides financial highlights, overview and economic factors affecting the County.

Basic Financial Statements. Includes a Statement of Net Position, a Statement of Activities, fund financial statements and the notes to basic financial statements.

Government-wide Statements: The Statements of Net Position and Activities focus on entity-wide presentations using the accrual basis of accounting. The statements present the activities of Union County and its component units, legally separate organizations for which the County is financially accountable. The County Commissioners also serve as the governing board for the component units. Those units include the Union County Solid Waste District and the Union County 4-H & Extension Service District. These statements include the financial activities of the overall government, except for fiduciary activities. The statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities.

UNION COUNTY, OREGON
Management's Discussion and Analysis

Fund Financial Statements: The statements focus separately on major governmental and proprietary funds and types of fiduciary funds and blended component units. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

The notes to the basic financial statements provide additional disclosures required by governmental accounting standards and provide information to assist the reader in understanding the County's financial condition.

Required Supplementary Information. This section includes Statements of Revenues and Expenditures – Budget and Actual for the General Fund, Public Works Fund, and Bicycle Path/Project Fund.

The notes to the Required Supplementary Information provide information to assist the reader in understanding the County's budgetary comparison.

Other Supplementary Information. This section includes additional information on non-major funds including combining statements, balance sheets, statements of revenues, expenditures and changes in fund balances and statements of revenues and expenditures – budget and actual.

Other Financial Schedules. This section includes information on Agency Funds and a Schedule of Property Tax Transaction.

Audit Deliverables Required by the Single Audit Amendment Act of 1996. Supplemental communication on County compliance and internal controls as required by Oregon statutes. This section also includes additional reports by the County's independent auditor and the schedule of expenditures of federal award as required by Government Auditing Standards and the Single Audit Act.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The County's net position as of June 30, 2016, was \$53,754,565. By far the largest portion of net position is comprised of the County's investment in capital assets (land, buildings, equipment and public infrastructure), less any related debt outstanding that was used to acquire those assets. The County uses capital assets to provide services to citizens; therefore, these assets are not available for future spending. The resources to repay the related debt is not provided by capital assets, but will be provided from other sources.

UNION COUNTY, OREGON
Management's Discussion and Analysis

Table 1 - Union County Net Assets at Year End

	Governmental		Business-type		Total	
	<u>Activities</u>		<u>Activities</u>			
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
ASSETS						
Current and other	10,399,179	11,337,658	(331,414)	(535,119)	10,067,765	10,802,539
Capital Assets	34,315,428	32,956,810	17,014,784	17,368,875	51,330,212	50,325,685
Total Assets	<u>44,714,607</u>	<u>44,294,468</u>	<u>16,683,370</u>	<u>16,833,756</u>	<u>61,397,977</u>	<u>61,128,224</u>
LIABILITIES						
Current	1,890,269	2,915,204	575,872	607,194	2,466,141	3,522,398
Non-Current	1,667,800	1,725,007	2,494,085	2,884,256	4,161,885	4,609,263
Total Liabilities	<u>3,558,069</u>	<u>4,640,211</u>	<u>3,069,957</u>	<u>3,491,450</u>	<u>6,628,026</u>	<u>8,131,661</u>
DEFERRED INFLOWS	<u>989,002</u>	<u>2,408</u>	<u>26,384</u>	<u>30,156</u>	<u>1,015,386</u>	<u>32,564</u>
NET POSITION						
Invested in capital assets	31,585,137	30,193,789	14,110,563	14,082,151	45,695,700	44,275,940
Restricted	3,066,183	4,636,782			3,066,183	4,636,782
Unrestricted	5,516,216	4,821,278	(523,534)	(770,001)	4,992,682	4,051,277
Total Net Assets	<u>40,167,536</u>	<u>39,651,849</u>	<u>13,587,029</u>	<u>13,312,150</u>	<u>53,754,565</u>	<u>52,963,999</u>

Total net position increased by \$790,566. The most significant increase was completed infrastructure improvement projects.

UNION COUNTY, OREGON
Management's Discussion and Analysis

Table 2 – Statement of Activities

Fiscal Year ending June 30, 2016 compared to Fiscal Year ending June 30, 2015

	Governmental Activities		Business-Type Activities		Totals	
	2016	2015	2016	2015	2016	2015
Revenues						
Program Revenue						
Fees, Fines and Charges for Service	2,520,295	2,510,244	2,176,614	1,805,759	4,696,909	4,316,003
Operating Grants & Contributions	9,082,424	7,733,302	13,556	20,504	9,095,980	7,753,806
Capital Grants & Contributions	139,859	2,383,781	422,733	579,401	562,592	2,963,182
General Revenue						
Taxes	6,697,047	6,464,850		-	6,697,047	6,464,850
Interest & Miscellaneous	577,554	546,303	25,216	17,452	602,770	563,755
Special Items	(33,049)	(171,464)		-	(33,049)	(171,464)
Transfers	(110,000)	(135,000)	110,000	135,000		-
Total	18,874,130	19,332,016	2,748,119	2,558,116	21,622,249	21,890,132
Expenses						
General Government	3,504,223	3,795,114			3,504,223	3,795,114
Public Safety	6,835,383	6,643,270			6,835,383	6,643,270
Public Works	3,273,898	3,013,100			3,273,898	3,013,100
Health	1,840,265	1,282,010			1,840,265	1,282,010
Public Services	943,574	1,057,988			943,574	1,057,988
Culture and Recreation	736,674	645,082			736,674	645,082
Community Development	839,441	1,068,006			839,441	1,068,006
Education	322,005	324,260			322,005	324,260
Interest on long-term debt	62,980	63,045			62,980	63,045
Airport		-	1,836,046	1,541,057	1,836,046	1,541,057
Solid Waste Management		-	124,321	110,185	124,321	110,185
Golf Course		-	512,873	487,288	512,873	487,288
Total	18,358,443	17,891,875	2,473,240	2,138,530	20,831,683	20,030,405
Change in Net Position	515,687	1,440,141	274,879	419,586	790,566	1,859,727
Beginning Net Position	39,651,849	38,211,708	13,312,150	12,964,746	52,963,999	51,176,454
Prior period adjustment		-		(72,182)		(72,182)
Ending Net Position	40,167,536	39,651,849	13,587,029	13,312,150	53,754,565	52,963,999

UNION COUNTY, OREGON
Management's Discussion and Analysis

GOVERNMENTAL ACTIVITIES

Governmental revenues showed a decrease of \$457,886 during fiscal year 2015-16. This is due primarily to completion of capital grant projects in fiscal year 2014-15.

As seen in the previous Statement of Activities chart, expenses increased by \$466,568, about 2.6%.

FUND BALANCE HIGHLIGHTS

At year end June 30, 2016, the General Fund balance decreased by \$184,213 and the Public Works fund balance increased by \$408,900.

BUDGETARY HIGHLIGHTS

The Union County Board of Commissioners approved the following additions to the original budget via the resolution process:

- Increase to STF Fund in the amount of \$60,000 to accept a grant from the Oregon Department of Transportation for Rides to Wellness transportation services.
- Increase to the General Fund – Sheriff's Department budget in the amount of \$50,000 to accept funds from the Eastern Oregon Coordinated Care Organization (EOCCO) for an inmate mentor program.
- Increase to the Crime Victim Program Fund in the amount of \$42,768 to accept funds from the Oregon Criminal Justice Commission to support victims of crime.
- Increase to the Community Corrections Fund in the amount of \$104,415 to accept funds from the Oregon Criminal Justice Commission for the Justice Reinvestment Program.
- Increase to Human Services Fund to accept funds in the amount of \$743,614 from the Oregon Health Authority for Community Addictions and Mental Health. These funds were previously paid directly to the provider (CHD, Inc.) by the OHA.
- Increase to STF Fund to accept funds from Oregon Department of Transportation, Public Transit Division in the amount of \$188,000 for the Drive Less Connect Program and transportation for seniors and persons with disabilities.

CAPITAL ASSETS AND DEBT ADMINISTRATION

As of June 30, 2016, the County had invested \$51,330,212 in capital assets (net of depreciation), as reflected in the following table. This represents a net increase of \$1,004,527, with the most significant increases coming from the completion of infrastructure improvement projects.

Table 3 – Capital Assets at Year End

	<u>2016</u>	<u>2015</u>
Land	\$ 6,722,855	\$ 6,722,855
Improvements	17,793,032	11,758,846
Buildings	9,208,222	9,183,194
Equipment & Vehicles	5,557,407	5,589,469
Infrastructure	29,793,319	29,707,118
Construction in Progress	5,826,280	9,686,947
Accumulated Depreciation	<u>(23,570,903)</u>	<u>(22,322,744)</u>
TOTAL	<u>\$51,330,212</u>	<u>50,325,685</u>

UNION COUNTY, OREGON
Management's Discussion and Analysis

A summary of Union County's long-term debt outstanding is as follows. Details can be found in the Notes to Basic Financial Statements Section beginning with Note 7.

Compensated Absences	\$ 959,157
Current Portion of Long Term Debt	465,737
Current Portion of Leases Payable	47,733
Long Term Obligation	4,049,078
Long Term Capital Leases Payable	112,807

The long term obligation includes several loans from the Oregon Economic & Community Development Department and Series 2013 A & B obligations for infrastructure improvement projects. They are set up on payment schedules detailed in the Notes to the Basic Financial Statements. All loan payments are current. The landfill post closure costs are also included at \$768,864. These costs were estimated over the length of time the county is required to monitor the landfill. Annual expenses are included in the Solid Waste District budget and this long term obligation is reduced each year.

ECONOMIC FACTORS & NEXT YEAR'S BUDGET

Union County continues to operate in a challenging economic climate. The unemployment rate in Union County improved during the fiscal year, averaging 6.3%, a decrease of .3% over the past fiscal year. The state average for the fiscal year was 5.18%. Efforts to stimulate the local economy and increase family wage jobs in the County remain a high priority for the Board of Commissioners. The County is also concerned about the State of Oregon's ability to provide a stable funding level for state mandated services provided by the County. Another high priority for the Board of Commissioners is long term renewal of the payment in lieu of tax (PILT) authorization.

Health insurance costs are a key concern for the County and its employees. Continued increases cause budget issues for both the County and employees. The County provides health insurance for regular full-time employees, and the County and employees share the cost for additional family members.

Union County was able to maintain programs for the upcoming fiscal year due to a healthy Beginning Fund Balance and stable revenues; however, state and federal funding reductions in future years may result in program reductions.

FINANCIAL CONTACT

The County's financial statements are designed to present users (citizens, taxpayers, customers, investors, and creditors) with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions about the report or need additional financial information, please contact the County's Administrative Officer at 1106 K Avenue, La Grande, Oregon 97850. You can also obtain at the same address the separately issued financial statements for the component units listed in Note 1 of the County's financial statements.

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BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

UNION COUNTY, OREGON
Statement of Net Position
June 30, 2016

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and investments	\$ 6,958,831	\$ 684,741	\$ 7,643,572
Prepaid expenses	907	-	907
Taxes receivable	491,291	-	491,291
Accounts receivable, net	1,269,806	168,573	1,438,379
Internal balances	1,348,475	(1,348,475)	-
Inventory	329,869	163,747	493,616
Capital assets:			
Land	5,583,300	1,139,555	6,722,855
Construction in progress	2,921,153	2,905,127	5,826,280
Improvements	1,185,661	16,607,371	17,793,032
Buildings	6,003,961	3,204,261	9,208,222
Equipment and vehicles	4,762,978	794,429	5,557,407
Infrastructure	29,793,319	-	29,793,319
Less: accumulated depreciation	(15,934,944)	(7,635,959)	(23,570,903)
Total capital assets	<u>34,315,428</u>	<u>17,014,784</u>	<u>51,330,212</u>
Total assets	<u>44,714,607</u>	<u>16,683,370</u>	<u>61,397,977</u>
Deferred outflows of resources			
Deferred charge - debt refunding	-	15,557	15,557
Liabilities			
Accounts payable	557,842	139,971	697,813
Unearned revenue	256,845	2,838	259,683
Accrued interest payable	13,091	22,927	36,018
Long-term obligations:			
Due within one year	1,062,491	410,136	1,472,627
Due in more than one year	1,667,800	2,494,085	4,161,885
Total liabilities	<u>3,558,069</u>	<u>3,069,957</u>	<u>6,628,026</u>
Deferred inflows of resources			
Deferred revenue - debt refunding	1,806	6,307	8,113
Unavailable payment in lieu of taxes	987,196	-	987,196
Unearned golf course annual pass revenue	-	35,634	35,634
Total deferred inflows of resources	<u>989,002</u>	<u>41,941</u>	<u>1,030,943</u>
Net Position			
Net investment in capital assets	31,585,137	14,110,563	45,695,700
Restricted for:			
Street projects and bike paths	2,986,369	-	2,986,369
Health and human services	79,814	-	79,814
Unrestricted	5,516,216	(523,534)	4,992,682
Total net position	<u>\$ 40,167,536</u>	<u>\$ 13,587,029</u>	<u>\$ 53,754,565</u>

(The accompanying notes are an integral part of these financial statements)

UNION COUNTY, OREGON
Statement of Activities
For the Fiscal Year Ended June 30, 2016

Activities	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Fees, Fines & Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 3,504,223	\$ 441,011	\$ 414,258	\$ -	\$ (2,648,954)	\$ -	\$ (2,648,954)
Public safety	6,835,383	1,451,550	2,299,166	-	(3,084,667)	-	(3,084,667)
Public works	3,273,898	249,870	2,879,432	125,326	(19,270)	-	(19,270)
Health	1,840,265	-	1,775,215	-	(65,050)	-	(65,050)
Public services	943,574	46,322	714,508	-	(182,744)	-	(182,744)
Culture and recreation	736,674	89,702	301,222	14,533	(331,217)	-	(331,217)
Community development	839,441	241,840	504,468	-	(93,133)	-	(93,133)
Education	322,005	-	194,155	-	(127,850)	-	(127,850)
Interest on long-term debt	62,980	-	-	-	(62,980)	-	(62,980)
Total governmental activities	<u>18,358,443</u>	<u>2,520,295</u>	<u>9,082,424</u>	<u>139,859</u>	<u>(6,615,865)</u>	<u>-</u>	<u>(6,615,865)</u>
Business-type activities:							
Airport	1,836,046	1,684,407	-	422,733	-	\$ 271,094	271,094
Golf course	512,873	321,451	-	-	-	(191,422)	(191,422)
Solid waste management	124,321	170,756	13,556	-	-	59,991	59,991
Total business-type activities	<u>2,473,240</u>	<u>2,176,614</u>	<u>13,556</u>	<u>422,733</u>	<u>-</u>	<u>139,663</u>	<u>139,663</u>
Total primary government	<u>\$20,831,683</u>	<u>\$ 4,696,909</u>	<u>\$ 9,095,980</u>	<u>\$ 562,592</u>	<u>(6,615,865)</u>	<u>139,663</u>	<u>(6,476,202)</u>
General Revenues							
Property taxes					5,176,648	-	5,176,648
Payments in lieu of tax					1,298,462	-	1,298,462
Other taxes					221,937	-	221,937
Interest and miscellaneous income					577,554	25,216	602,770
Special items							
Transfer of assets to other governmental entities					(33,049)	-	(33,049)
Transfers					<u>(110,000)</u>	<u>110,000</u>	<u>-</u>
Total general revenues, special items and transfers					<u>7,131,552</u>	<u>135,216</u>	<u>7,266,768</u>
Change in net position					515,687	274,879	790,566
Net position - beginning					<u>39,651,849</u>	<u>13,312,150</u>	<u>52,963,999</u>
Net position - ending					<u>\$ 40,167,536</u>	<u>\$ 13,587,029</u>	<u>\$ 53,754,565</u>

(The accompanying notes are an integral part of these financial statements)

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FUND FINANCIAL STATEMENTS

UNION COUNTY, OREGON
Balance Sheet
Governmental Funds
June 30, 2016

	<u>General Fund</u>	<u>Public Works Fund</u>	<u>Bicycle Path/ Project Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Assets and Deferred Outflows of Resources					
Assets:					
Cash and investments	\$ 313,021	\$ 2,728,867	\$ 87,152	\$ 3,829,791	\$ 6,958,831
Prepaid expenses	907	-	-	-	907
Taxes receivable	465,989	-	-	25,302	491,291
Accounts receivable, net	207,039	264,831	1,683	796,253	1,269,806
Interfund receivable	1,418,130	-	-	-	1,418,130
Inventory	-	329,869	-	-	329,869
Total assets	<u>2,405,086</u>	<u>3,323,567</u>	<u>88,835</u>	<u>4,651,346</u>	<u>10,468,834</u>
Deferred outflows of resources:	-	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 2,405,086</u>	<u>\$ 3,323,567</u>	<u>\$ 88,835</u>	<u>\$ 4,651,346</u>	<u>\$ 10,468,834</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities:					
Accounts payable	\$ 95,626	\$ 96,164	\$ -	\$ 366,052	\$ 557,842
Unearned revenue	-	-	-	596,201	596,201
Interfund payable	-	-	-	69,655	69,655
Total liabilities	<u>95,626</u>	<u>96,164</u>	<u>-</u>	<u>1,031,908</u>	<u>1,223,698</u>
Deferred inflows of resources:					
Unavailable property tax revenue	420,895	-	-	22,993	443,888
Unavailable payment in lieu of taxes	987,196	-	-	-	987,196
Total deferred inflows of resources	<u>1,408,091</u>	<u>-</u>	<u>-</u>	<u>22,993</u>	<u>1,431,084</u>
Fund Balances:					
Nonspendable	907	329,869	-	-	330,776
Restricted	-	2,897,534	88,835	2,670,981	5,657,350
Committed	-	-	-	963,573	963,573
Unassigned	900,462	-	-	(38,109)	862,353
Total fund balances	<u>901,369</u>	<u>3,227,403</u>	<u>88,835</u>	<u>3,596,445</u>	<u>7,814,052</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,405,086</u>	<u>\$ 3,323,567</u>	<u>\$ 88,835</u>	<u>\$ 4,651,346</u>	<u>\$ 10,468,834</u>

(The accompanying notes are an integral part of these financial statements)

UNION COUNTY, OREGON
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2016

Total fund balances - governmental funds \$ 7,814,052

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

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the funds.

Land	5,583,300	
Construction in progress	2,921,153	
Improvements	1,185,661	
Buildings	6,003,961	
Equipment and vehicles	4,762,978	
Infrastructure	29,793,319	
Less: accumulated depreciation	<u>(15,934,944)</u>	34,315,428

Some of the County's taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as unearned revenue in the fund statements. 443,888

Some of the County's ticket revenue in the Justice Court will be collected after year-end, but is not available soon enough to pay for the current period's expenditures, and therefore are reported as unearned revenue in the fund statements. Other funds have minor unearned revenues. 339,356

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when paid. In the Statement of Net Position accrued interest is a liability. (13,091)

Long-term obligations, including capital debt obligations payable, are not due and payable in the current period and therefore are not reported in the funds.

Due within one year	1,062,491	
Due in more than one year	<u>1,667,800</u>	(2,730,291)

Debt refunding costs on long-term debt are not accrued in governmental funds, but rather are recognized as an expenditure when paid. In the Statement of Net Position debt refunding costs are a Deferred Inflow and amortized. (1,806)

Total net position - governmental activities \$ 40,167,536

(The accompanying notes are an integral part of these financial statements)

UNION COUNTY, OREGON
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2016

	<u>General Fund</u>	<u>Public Works Fund</u>	<u>Bicycle Path/ Project Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Revenues					
Taxes:					
Property taxes	\$ 4,661,048	\$ -	\$ -	\$ 264,651	\$ 4,925,699
Payments in lieu of tax	1,182,458	-	-	116,004	1,298,462
Other taxes	8,987	-	-	212,950	221,937
Intergovernmental	952,529	3,069,760	125,326	3,768,136	7,915,751
Charges for services	898,519	-	-	837,802	1,736,321
Licenses and fees	321,063	59,542	-	378,861	759,466
Miscellaneous:					
Fines and forfeitures	25,191	-	-	394,339	419,530
Rental income	160,831	-	-	70,011	230,842
Interest on investments	8,858	10,411	3,364	17,238	39,871
Other income	190,161	17,698	12,875	614,936	835,670
Total revenues	<u>8,409,645</u>	<u>3,157,411</u>	<u>141,565</u>	<u>6,674,928</u>	<u>18,383,549</u>
Expenditures					
Current:					
General government	3,300,547	-	-	61,931	3,362,478
Public safety	4,962,648	-	20,389	1,715,341	6,698,378
Public works	-	2,668,406	124,071	-	2,792,477
Health	-	-	-	1,840,265	1,840,265
Public services	-	-	-	942,887	942,887
Culture and recreation	-	-	-	667,434	667,434
Community development	198,805	-	-	272,705	471,510
Education	-	-	-	322,005	322,005
Debt Service:					
Principal	55,975	-	-	37,331	93,306
Interest	-	-	-	24,504	24,504
Capital outlay	76,383	75,105	1,880,433	170,431	2,202,352
Total expenditures	<u>8,594,358</u>	<u>2,743,511</u>	<u>2,024,893</u>	<u>6,054,834</u>	<u>19,417,596</u>
Excess of revenues over (under) expenditures	<u>(184,713)</u>	<u>413,900</u>	<u>(1,883,328)</u>	<u>620,094</u>	<u>(1,034,047)</u>
Other Financing Sources (Uses)					
Transfers in	76,500	40,000	-	128,500	245,000
Transfers out	(76,000)	(45,000)	-	(234,000)	(355,000)
Total other financing sources (uses)	<u>500</u>	<u>(5,000)</u>	<u>-</u>	<u>(105,500)</u>	<u>(110,000)</u>
Net change in fund balance	(184,213)	408,900	(1,883,328)	514,594	(1,144,047)
Beginning fund balance	<u>1,085,582</u>	<u>2,818,503</u>	<u>1,972,163</u>	<u>3,081,851</u>	<u>8,958,099</u>
Ending fund balance	<u>\$ 901,369</u>	<u>\$ 3,227,403</u>	<u>\$ 88,835</u>	<u>\$ 3,596,445</u>	<u>\$ 7,814,052</u>

(The accompanying notes are an integral part of these financial statements)

UNION COUNTY, OREGON
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2016

Total net change in fund balances - governmental funds \$ (1,144,047)

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay and other capitalized expenditures (\$2,131,066) exceeds depreciation expense (\$796,942) and loss on retired assets (\$1,456) in the current year.	1,332,668
In the Statement of Activities, gains and losses on disposal of capital assets are reported, whereas, in the governmental funds, the proceeds from the disposal of capital assets are reflected, regardless of whether a gain or loss is realized.	(3,432)
Because some property taxes will not be collected for several months after the County's fiscal year end, they are not considered "available" revenues and are unearned in the governmental funds. Unearned tax revenues increased (decreased) by this amount in the current year.	250,949
Because some ticket revenue from the Justice Court will not be collected for several months after the County's fiscal year end, they are not considered "available" revenues in the governmental funds. Unearned ticket revenues increased (decreased) by this amount in the current year.	17,278
In the Statement of Activities, compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for compensated absences are measured by the amount of financial resources used. Accrued compensated absences (increased) decreased by this amount in the current year.	(34,704)
Assets transferred to other governmental entities are not recognized in the governmental funds, but the basis is recognized as a loss in the Statement of Activities.	(33,049)
Repayment of principal on long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	129,865
Debt refunding costs are amortized over the life of the corresponding debt for the purposes of the Statement of Activities.	602
In the governmental funds interest is recognized as an expenditure when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. This is the amount by which accrued interest (increased) decreased.	(443)

Change in net position - governmental activities \$ 515,687

(The accompanying notes are an integral part of these financial statements)

UNION COUNTY, OREGON
Statement of Net Position
Proprietary Funds
June 30, 2016

	<u>Airport Fund</u>	<u>Buffalo Peak Golf Course Fund</u>	<u>Union County Solid Waste Fund</u>	<u>Total</u>
Assets				
Current assets:				
Cash and investments	\$ 224,039	\$ -	\$ 460,702	\$ 684,741
Accounts receivable	78,052	50,327	40,194	168,573
Inventory	147,808	15,939	-	163,747
Total current assets	<u>449,899</u>	<u>66,266</u>	<u>500,896</u>	<u>1,017,061</u>
Noncurrent assets:				
Capital assets:				
Land	-	1,088,950	50,605	1,139,555
Construction in progress	2,905,127	-	-	2,905,127
Buildings	2,736,378	47,076	420,807	3,204,261
Equipment and vehicles	178,066	527,401	88,962	794,429
Improvements	15,735,601	713,301	158,469	16,607,371
Less: accumulated depreciation	<u>(6,650,316)</u>	<u>(712,846)</u>	<u>(272,797)</u>	<u>(7,635,959)</u>
Total noncurrent assets	<u>14,904,856</u>	<u>1,663,882</u>	<u>446,046</u>	<u>17,014,784</u>
Total assets	<u>15,354,755</u>	<u>1,730,148</u>	<u>946,942</u>	<u>18,031,845</u>
Deferred Outflows of Resources				
Deferred charge - debt refunding	<u>15,557</u>	<u>-</u>	<u>-</u>	<u>15,557</u>
Liabilities				
Current liabilities:				
Accounts payable	133,049	6,822	100	139,971
Unearned revenue	-	2,838	-	2,838
Interfund payable	124,978	1,223,497	-	1,348,475
Accrued interest payable	1,917	21,010	-	22,927
Closure & post-closure care costs - current	-	-	30,000	30,000
Loans payable - current	280,000	90,840	-	370,840
Compensated absences	-	9,296	-	9,296
Total current liabilities	<u>539,944</u>	<u>1,354,303</u>	<u>30,100</u>	<u>1,924,347</u>
Noncurrent liabilities:				
Closure and post-closure care costs	-	-	738,864	738,864
Loans payable	575,000	1,180,221	-	1,755,221
Total noncurrent liabilities	<u>575,000</u>	<u>1,180,221</u>	<u>738,864</u>	<u>2,494,085</u>
Total liabilities	<u>1,114,944</u>	<u>2,534,524</u>	<u>768,964</u>	<u>4,418,432</u>
Deferred Inflows of Resources				
Deferred revenue - debt refunding	-	6,307	-	6,307
Unearned golf course annual pass revenue	-	35,634	-	35,634
Total deferred inflows of resources	<u>-</u>	<u>41,941</u>	<u>-</u>	<u>41,941</u>
Net Position				
Net investment in capital assets	14,049,856	383,525	(322,818)	14,110,563
Unrestricted	<u>205,512</u>	<u>(1,229,842)</u>	<u>500,796</u>	<u>(523,534)</u>
Total net position	<u>\$ 14,255,368</u>	<u>\$ (846,317)</u>	<u>\$ 177,978</u>	<u>\$ 13,587,029</u>

(The accompanying notes are an integral part of these financial statements)

UNION COUNTY, OREGON
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2016

	<u>Airport Fund</u>	<u>Buffalo Peak Golf Course Fund</u>	<u>Union County Solid Waste Fund</u>	<u>Total</u>
Operating Revenues				
Franchise fees	\$ -	\$ -	\$ 170,756	\$ 170,756
Charges for services	1,278,283	321,451	-	1,599,734
Licenses and fees	56,668	-	-	56,668
Rental income	349,456	-	-	349,456
Miscellaneous	4,333	-	20,016	24,349
Total operating revenues	<u>1,688,740</u>	<u>321,451</u>	<u>190,772</u>	<u>2,200,963</u>
Operating Expenses				
Personnel services	106,078	262,202	-	368,280
Materials and services	1,197,828	160,020	115,116	1,472,964
Depreciation	498,774	50,995	9,205	558,974
Total operating expenses	<u>1,802,680</u>	<u>473,217</u>	<u>124,321</u>	<u>2,400,218</u>
Operating income (loss)	<u>(113,940)</u>	<u>(151,766)</u>	<u>66,451</u>	<u>(199,255)</u>
Nonoperating Revenues (Expenses)				
Interest on investments	757	-	110	867
Interest expense	(31,293)	(39,656)	-	(70,949)
Grant revenue	422,733	-	13,556	436,289
Loss on sale of assets	(2,073)	-	-	(2,073)
Total nonoperating revenues (expenses)	<u>390,124</u>	<u>(39,656)</u>	<u>13,666</u>	<u>364,134</u>
Income (loss) before transfers	276,184	(191,422)	80,117	164,879
Transfers in	-	140,000	-	140,000
Transfers out	(30,000)	-	-	(30,000)
Change in net position	246,184	(51,422)	80,117	274,879
Net position - beginning	<u>14,009,184</u>	<u>(794,895)</u>	<u>97,861</u>	<u>13,312,150</u>
Net position - ending	<u>\$ 14,255,368</u>	<u>\$ (846,317)</u>	<u>\$ 177,978</u>	<u>\$ 13,587,029</u>

(The accompanying notes are an integral part of these financial statements)

UNION COUNTY, OREGON
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2016

	Airport	Buffalo Peak Golf Course	Union County Solid Waste District	Total
Cash Flows from Operating Activities:				
Cash received from customers	\$ 1,348,005	\$ 341,729	\$ -	\$ 1,689,734
Cash received from rentals	349,456	-	-	349,456
Cash received from franchise fees	-	-	174,159	174,159
Other operating receipts	4,333	-	20,016	24,349
Cash payments for personnel services	(106,078)	(261,820)	-	(367,898)
Cash payments for fuel purchases	(867,969)	-	-	(867,969)
Cash payments for materials and services	-	(157,701)	(120,987)	(278,688)
Cash payments for closure costs	-	-	(19,331)	(19,331)
Cash payments for insurance	(15,701)	-	-	(15,701)
Cash payments for miscellaneous	(25,246)	-	-	(25,246)
Cash payments for contractual services	(241,497)	-	-	(241,497)
Cash payments for supplies	(19,907)	-	-	(19,907)
Cash payments for repairs	(42,426)	-	-	(42,426)
Net cash provided (used) by operating activities	<u>382,970</u>	<u>(77,792)</u>	<u>53,857</u>	<u>359,035</u>
Cash Flows from Noncapital Financing Activities:				
Interfund loans	(538,791)	68,017	-	(470,774)
Interfund transfers	(30,000)	140,000	-	110,000
Nonoperating grants	909,561	-	13,556	923,117
Net cash provided (used) by noncapital financing activities	<u>340,770</u>	<u>208,017</u>	<u>13,556</u>	<u>562,343</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets	(199,660)	-	-	(199,660)
Sale of capital assets	752	-	-	752
Principal payments on indebtedness	(275,000)	(88,554)	-	(363,554)
Interest paid on indebtedness	(26,550)	(41,671)	-	(68,221)
Net cash provided (used) by capital and related financing activities	<u>(500,458)</u>	<u>(130,225)</u>	<u>-</u>	<u>(630,683)</u>
Cash Flows from Investing Activities:				
Interest income	757	-	110	867
Net increase (decrease) in cash and investments	224,039	-	67,523	291,562
Beginning cash and investments	-	-	393,179	393,179
Ending cash and investments	<u>\$ 224,039</u>	<u>\$ -</u>	<u>\$ 460,702</u>	<u>\$ 684,741</u>

(Continued)

	<u>Airport</u>	<u>Buffalo Peak Golf Course</u>	<u>Union County Solid Waste District</u>	<u>Total</u>
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (113,940)	\$ (151,766)	\$ 66,451	\$ (199,255)
<i>Adjustments to reconcile operating income to net cash provided (used) by operating activities:</i>				
Depreciation	498,774	50,995	9,205	558,974
(Increase) decrease in:				
Accounts receivable	13,054	27,279	3,403	43,736
Inventory	27,223	844	-	28,067
Increase (decrease) in:				
Accounts payable	(42,141)	1,475	(5,871)	(46,537)
Unearned revenue	-	(7,001)	-	(7,001)
Compensated absences	-	382	-	382
Closure and post-closure care costs	-	-	(19,331)	(19,331)
Net cash provided (used) by operating activities	<u>\$ 382,970</u>	<u>\$ (77,792)</u>	<u>\$ 53,857</u>	<u>\$ 359,035</u>

UNION COUNTY, OREGON
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2016

	<u>Agency Funds</u>
Assets	
Cash	\$ 139,812
Accounts receivable	11,460
Property taxes receivable	<u>1,742,101</u>
Total assets	<u><u>\$ 1,893,373</u></u>
Liabilities	
Due to other governments	\$ 1,742,101
Due to others	<u>151,272</u>
Total liabilities	<u><u>\$ 1,893,373</u></u>

(The accompanying notes are an integral part of these financial statements)

NOTES TO BASIC FINANCIAL STATEMENTS

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies:

Reporting Entity

The governmental reporting entity consists of the County (Primary Government) and its component units. Component units are legally separate organizations for which the Board is financially accountable or other organizations whose nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the County's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the County.

The basic financial statements include blended component units. The 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. Including these component units in the County's financial statements does not give the County any rights to component unit assets or obligation for component unit debt.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the County's Board. The financial statements of the individual component units may be obtained at the Union County commissioners' office.

Blended Component Units

Union County Solid Waste District:

Union County Solid Waste District was organized June 4, 1975, under Oregon Revised Statutes Chapter 451 by the Union County Court and is governed by three district officials who are Union County Commissioners. The district accounts for the Foxhill land fill site that was officially closed on November 1, 2006. At that time, State and federal laws and regulations required the Union County Solid Waste District to place a final cover on the landfill site and to perform certain maintenance and monitoring functions for thirty years after closure. This component is blended into the County's financial statements because the County can impose its will on the District.

Union County Extension Service District:

This District was organized December 20, 1989 under Oregon Revised Statutes Chapter 451 by the Union County Court and is governed by three district officials who are Union County Commissioners. Extension educational programs help people solve problems and develop skills related to youth, family, farm, community, forest, and gardening. The programs offered are based on local needs as defined by citizens' advisory groups. This component unit is blended because the County can impose its will on the District.

Basis of Presentation, Basis of Accounting

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-accounting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's 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. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

UNION COUNTY, OREGON

Notes to Basic Financial Statements

Fund Financial Statements: The fund financial statements provide information about the County's funds, including its fiduciary funds and blended component units. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The County reports the following major governmental funds:

General Fund - This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Public Works Fund - This fund accounts for resources accumulated and payments made for road maintenance and construction within the county.

Bicycle Path/Project Fund - This fund accounts for resources accumulated and payments made for maintenance and construction of bike paths and major road or bridge improvement projects within the county.

The County reports the following major enterprise funds:

Airport Fund - This fund records the activity of the County Airport.

Buffalo Peak Golf Course Fund - This fund records the activity of the County golf course.

Union County Solid Waste District - This fund records the activity of the solid waste district.

In addition, the County reports the following fund types:

Agency Funds - These funds account for monies held on behalf of other local governments within the boundaries of Union County that use the County as a depository, and property taxes collected on behalf of other governments.

Measurement Focus and Basis of Accounting

Government-wide, Proprietary, and Fiduciary Fund Financial Statements: The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, and entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net resources available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

Financial Position

Deposits and Investments

The cash balances of substantially all funds are pooled and invested by the County for the purpose of increasing earnings through investment activities. The pooled cash and investments are reported at fair value at June 30, 2016, based on market prices. The individual funds' portions of the pooled cash and investments fair value are presented as cash and cash equivalents. Earnings on the pooled funds are apportioned and paid or credited to the funds monthly based on the ending balance of each participating fund.

Cash and Cash Equivalents

The County considers cash and cash equivalents in proprietary funds to include cash on hand and demand deposits. In addition, because the Treasury Pool is sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, equity in the pool is also deemed to be a cash equivalent.

Receivables

The County shows their receivables net of an allowance for uncollectible accounts.

Grants and other receivables from other government agencies are generally expected to be collectible and, therefore an allowance for uncollectibles is not considered necessary with the exception of the Justice Court. Justice Court has an allowance for bad debt accounts and shows their receivables net of this allowance.

Notes receivable in governmental funds consist of rehabilitation and redevelopment loans that are generally not expected or scheduled to be collected in the subsequent year.

Significant accounts receivables not expected to be collected within one year are as follows:

Justice Court	\$ 234,611
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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. The separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports one deferred outflow, deferred charge on debt refunding.

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 three types of items, which arises under the accrual and modified accrual basis of accounting that qualify for reporting in this category. Accordingly, deferred revenue on debt refunding, is reported in the statement of net position. The governmental funds also report unavailable property tax revenue. The business-type activities also report unearned golf course annual pass revenue as a deferred inflow on the statement of net position. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Property Tax Calendar

The County is responsible for the assessment, collection, and apportionment of property taxes for all jurisdictions including schools, cities, and special districts within the County. Property taxes attach as an enforceable lien on property on July 1, when they are levied, and until they are paid. Taxes are due in one-third increments, on November 15, February 15, and May 15. Unpaid taxes are considered delinquent after November 15.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Property tax revenues are recognized when they become available. Available includes those property tax receivables expected to be collected within sixty days after year end. Delinquent taxes are considered fully collectible, and therefore, no allowance of uncollectible taxes is provided.

Property tax revenues are accounted for on the accrual basis of accounting in the government-wide statements and are recognized when earned.

Inventories and Prepaid Items

Public works inventory are valued at estimated average cost value using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Airport fuel inventory and golf products recorded in the proprietary funds are stated at their cost value. All other supplies are charged to disbursements at the time the items are purchased.

Certain payments to vendors reflected costs applicable to future accounting periods and are recorded as prepaid items.

Capital Assets

The County's property, plant, equipment, and infrastructure with useful lives of more than one year are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. Major capital asset additions are financed primarily from loan and bond proceeds. The normal cost of maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of \$5,000 is used for assets that have initial useful lives extending beyond a single reporting period.

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

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Infrastructure	20-75
Buildings	50-100
Building Improvements	20-50
Vehicles	2-15
Office Equipment	3-15

Capitalized Interest

Interest costs are capitalized when incurred by proprietary funds on debt where proceeds were used to finance the construction of assets. Interest earned on proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. \$66,337 of interest cost was incurred, all of which was charged to expense during the fiscal year ended June 30, 2016.

Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated vacation, comp-time and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

Net Position/Fund Balance Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets and adjusted for any deferred inflows and outflows of resources attributable to capital assets and related debt.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

- b. Restricted net position - Consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets, with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - Net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

It is the County's policy to first use restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net resources are available.

Fund Financial Statements

In the governmental funds the difference among assets, deferred outflows, liabilities, and deferred inflows of governmental funds is reported as fund balance and classified as nonspendable, restricted, committed, assigned, and unassigned based on the respective level of constraint. The constraints are defined as follows:

Nonspendable - Resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Resources in nonspendable form include inventories, prepaids and deposits, and assets held for resale.

Restricted - Constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributions, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed - Reported when the Board of Commissioners pass a court order that places specific constraints on how the resources may be used. The Board of Commissioners can modify or rescind the court order at any time through passage of an additional court order.

Assigned - Resources that are constrained by the government's intent to use them for a specific purpose, but are neither restricted nor committed. Intent is expressed when the Board of Commissioners approve which resources should be "reserved" during the adoption of the annual budget. The County's Administrative Officer used that information to determine whether those resources should be classified as assigned or unassigned for presentation in the County's annual financial report.

Unassigned - The residual classification for the General Fund. This classification represents fund balance that has not been restricted, committed, or assigned within the General Fund. This classification is also used to report any negative fund balance amounts in other governmental funds.

For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance, and lastly unassigned fund balance.

The County has no formal minimum fund balance policies or any formal stabilization arrangements in place.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

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

	<u>General Fund</u>	<u>Public Works Fund 201</u>	<u>Bicycle Path/Project Fund 205</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund balances:					
Nonspendable:					
Inventories	\$ -	\$ 329,869	\$ -	\$ -	\$ 329,869
Prepaid Amounts	907	-	-	-	907
Restricted:					
Community Services	-	-	-	927,012	927,012
County Schools	-	-	-	63,834	63,834
Public Safety	-	-	-	1,482,800	1,482,800
Economic Development	-	-	-	159,980	159,980
Equipment	-	-	-	37,355	37,355
Public Works	-	2,897,534	88,835	-	2,986,369
Committed:					
Community Services	-	-	-	390,283	390,283
Economic Development	-	-	-	230,761	230,761
Capital Acquisitions	-	-	-	185,290	185,290
Public Safety	-	-	-	157,239	157,239
Unassigned	900,462	-	-	(38,109)	862,353
Total fund balances	\$ 901,369	\$ 3,227,403	\$ 88,835	\$ 3,596,445	\$ 7,814,052

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from these estimates. Depreciation Expense, Accumulated Depreciation, Property Taxes Receivable, Liability for Closure and Post-Closure Care Costs, and Deferred Revenue accounts have been subject to estimation.

Note 2 - Compliance and Accountability:

Finance-Related Legal and Contractual Provisions

In accordance with GASB Statement No. 38, Certain Financial Statement Note Disclosures, violations of finance-related legal and contractual provisions, if any, are reported below, along with the actions taken to address such violations.

Violation: The County did not comply with ORS 294.456(6). Expenditures exceeded budgeted appropriations for the year ended June 30, 2016 as follows:

<u>Fund</u>	<u>Over Expenditure</u>
234 Renewable Energy Fund - Materials and services	\$ 42
295 Fair Board - Materials and services	7,673
295 Fair Board - Debt Service	5,995
300 Justice Court - Materials and services	8,571
310 Buffalo Peak Golf Course - Materials and services	1,880

Action Taken: Budget to actual reports will be monitored monthly.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Deficit Fund Balance or Fund Net Position of Individual Funds

Following are funds having deficit fund balances at year end, along with remarks which address such deficits:

Fund	Deficit Amount	Remarks
STF Fund	\$ 31,532	Due to revenues being lower than anticipated
Sheriff Reserve Program	3,740	Due to revenues being lower than anticipated
Drug Court	2,837	Due to revenues being lower than anticipated
Buffalo Peak Golf Course	846,317	Due to current and prior operating losses

Note 3 - Deposits and Investments:

Deposits and Investments are comprised of the following at June 30, 2016:

	<u>Carrying Value</u>	<u>Fair Value</u>
Deposits with financial institutions	\$ 3,313,802	\$ 3,313,802
Investments with State of Oregon Local Government Investment Pool (LGIP)	<u>4,469,582</u>	<u>4,469,582</u>
	<u>\$ 7,783,384</u>	<u>\$ 7,783,384</u>

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

Government-Wide Statement of Net Position - Cash and Investments	\$ 7,643,572
Statement of Fiduciary Net Position - Cash	<u>139,812</u>
	<u>\$ 7,783,384</u>

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

Investments, including amounts held in pooled cash and investments are stated at fair value, in accordance with Governmental Accounting Standards Board (GASB) Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. Fair value is determined at the quoted market price, if available; otherwise, the fair value is estimated based on the amount at which the investment could be exchanged in a current transaction between willing parties, other than a forced liquidation sale. Investments in the State of Oregon Local Government Pool (LGIP) are stated at fair value.

Deposits

Deposits with financial institutions are comprised of bank demand deposits. The total bank balance per the bank statements was \$3,791,632 at June 30, 2016. The difference is due to transactions in process. Deposits are secured by federal deposit insurance to legal limits. The remaining amount is secured by collateral in accordance with Oregon Revised Statutes.

Custodial Credit Risk - Deposits

Custodial credit risk on deposits is the risk that in the event of a bank failure, the County's deposits may not be returned. In order to minimize this risk, state statutes require banks holding public funds to become members of the Public Funds Collateralization Program (PFCP), a multiple financial institution collateral pool created by the Office of the State Treasurer. To qualify, participating banks must pledge collateral against any public fund deposits in excess of deposit insurance. The amount of collateral is set by the PFCP between 10% and 110% of each bank's public fund deposits based on their net worth and level of capitalization. Although the PFCP creates a shared liability structure for participating banks depositories, it does not guarantee that all funds are 100% protected.

All accounts are insured by FDIC up to \$250,000.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Investments

The purpose of the County's investment policy is to identify various policies and procedures that enhance opportunities for a prudent and systematic investment policy and to organize and formalize investment-related activities. The County has delegated investment responsibilities to the County Treasurer, who is primarily responsible for implementing the investment policy.

Credit Risk - Investments

State statutes authorize the County to invest 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. The County has no formal investment policy that further restricts its investment choices.

Custodial Credit Risk - Investments

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

The Local Government Investment Pool (LGIP) is administered by the Oregon State Treasury with the advice of other state agencies and is not 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 fund. 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, which has established diversification percentages and specifies the types and maturities of the investments. The purpose of the Board is to advise the Oregon State Treasury in the management and investment of the LGIP. These investments within the LGIP must be invested and managed as a prudent investor would, exercising reasonable care, skill and caution. The LGIP's credit quality is unrated.

Professional standards indicate that the investments in external investment pools are not subject to custodial risk because they are not evidenced by the 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. The fair value of County's position in the LGIP is the same as the value of the pool shares.

Concentration Risk

The County does not have a formal policy that places a limit on the amount that may be invested in any one investment. The County has concentrations in the following investments: Local Government Pool. These investments are 100% of the County's total investments.

<u>Investment Type</u>	<u>Maturities</u>	<u>Concentration % of Portfolio</u>	<u>Actual Amount</u>
Local Government Investment Pool	Avg 6-18 months	100%	<u>\$ 4,469,582</u>

Interest Rate Risk

The County does not have a formal investment policy that explicitly limits investment maturities as a means of managing its exposure to fair value loss arising from increasing interest rates.

Note 4 - Property Taxes Receivable:

Property taxes receivable included in revenues are \$491,291, which are all past due and accruing interest.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Note 5 - Capital Assets:

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

	<u>Balance at July 1, 2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance at June 30, 2016</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 5,583,300	\$ -	\$ -	\$ 5,583,300
Construction in progress	955,342	1,987,451	(21,640)	2,921,153
Total capital assets not being depreciated	<u>6,538,642</u>	<u>1,987,451</u>	<u>(21,640)</u>	<u>8,504,453</u>
Capital assets being depreciated:				
Buildings	5,978,933	25,028	-	6,003,961
Improvements	1,185,661	-	-	1,185,661
Equipment & vehicles	4,776,543	105,913	(119,478)	4,762,978
Infrastructure	29,707,118	96,745	(10,544)	29,793,319
Total capital assets being depreciated	<u>41,648,255</u>	<u>227,686</u>	<u>(130,022)</u>	<u>41,745,919</u>
Less: accumulated depreciation:				
Buildings	(2,517,828)	(119,277)	-	(2,637,105)
Improvements	(343,979)	(51,873)	-	(395,852)
Equipment & vehicles	(2,760,695)	(205,120)	82,068	(2,883,747)
Infrastructure	(9,607,585)	(420,672)	10,017	(10,018,240)
Total accumulated depreciation	<u>(15,230,087)</u>	<u>(796,942)</u>	<u>92,085</u>	<u>(15,934,944)</u>
Net capital assets being depreciated	<u>26,418,168</u>	<u>(569,256)</u>	<u>(37,937)</u>	<u>25,810,975</u>
Governmental Activities - net capital assets	<u>\$ 32,956,810</u>	<u>\$ 1,418,195</u>	<u>\$ (59,577)</u>	<u>\$ 34,315,428</u>
Business-Type Activities:				
Capital assets not being depreciated:				
Land	\$ 1,139,555	\$ -	\$ -	\$ 1,139,555
Construction in progress	8,731,605	148,169	(5,974,647)	2,905,127
Total capital assets not being depreciated	<u>9,871,160</u>	<u>148,169</u>	<u>(5,974,647)</u>	<u>4,044,682</u>
Capital assets being depreciated:				
Buildings	3,204,261	-	-	3,204,261
Equipment & vehicles	812,926	-	(18,497)	794,429
Improvements	10,573,185	6,034,186	-	16,607,371
Total capital assets being depreciated	<u>14,590,372</u>	<u>6,034,186</u>	<u>(18,497)</u>	<u>20,606,061</u>
Less: accumulated depreciation:				
Buildings	(647,643)	(61,043)	-	(708,686)
Equipment & vehicles	(600,580)	(33,972)	15,672	(618,880)
Improvements	(5,844,434)	(463,959)	-	(6,308,393)
Total accumulated depreciation	<u>(7,092,657)</u>	<u>(558,974)</u>	<u>15,672</u>	<u>(7,635,959)</u>
Net capital assets being depreciated	<u>7,497,715</u>	<u>5,475,212</u>	<u>(2,825)</u>	<u>12,970,102</u>
Business-Type Activities - net capital assets	<u>\$ 17,368,875</u>	<u>\$ 5,623,381</u>	<u>\$ (5,977,472)</u>	<u>\$ 17,014,784</u>

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Depreciation expense was charged to functions as follows:

Governmental Activities:		Business-Type Activities:	
General government	\$ 109,158	Airport	\$ 498,774
Public safety	138,194	Golf course	50,995
Public works	479,965	Solid waste management	<u>9,205</u>
Public services	687		
Culture & recreation	<u>68,938</u>	Total	<u><u>\$ 558,974</u></u>
Total	<u><u>\$ 796,942</u></u>		

Note 6 - Capital Lease Payable:

The County has adopted the policy of acquiring certain capital assets through the use of lease purchase agreements. The lease purchases are backed by the full faith and credit of the County. The payments for the leases are made from the individual funds. The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the minimum lease payments as of year end.

Year Ending June 30,	Governmental Funds
2017	47,733
2018	45,418
2019	44,427
2020	36,669
Thereafter	<u>-</u>
Total lease payments	174,247
Less: Amount representing interest	<u>(13,706)</u>
Present value of min. lease payments	<u><u>\$ 160,541</u></u>

The following is an analysis of the leased property under capital leases by major classes, these assets and related depreciation are included in Note 5:

	Governmental Funds
Equipment & Vehicles:	
Sheriff	\$ 389,326
Special	6,780
Planning	<u>4,761</u>
Total	<u><u>\$ 400,867</u></u>

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Note 7 - Long-Term Obligations:

Long-Term Obligation Activity

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended June 30, 2016 are as follows:

	Payable at July 1, 2015	Additions	Deletions	Payable at June 30, 2016	Due within one year
Governmental Activities:					
Community Bank - 4-H	\$ 197,853	\$ -	\$ (10,397)	\$ 187,456	\$ 12,315
Series 2013A Industrial Park	32,576	-	(7,904)	24,672	8,062
Baum Industrial Park - Bus. OR	391,815	-	(13,035)	378,780	13,525
Baum Industrial Park - UCEDC	300,000	-	-	300,000	-
Series 2013A Courthouse	730,000	-	(25,000)	705,000	25,000
Fair Board Tractor Loan	29,977	-	(5,995)	23,982	5,995
Capital leases (Note 6)	165,643	62,431	(67,534)	160,540	47,733
Compensated absences	915,157	697,255	(662,551)	949,861	949,861
	<u>\$ 2,763,021</u>	<u>\$ 759,686</u>	<u>\$ (792,416)</u>	<u>\$ 2,730,291</u>	<u>\$ 1,062,491</u>
	Payable at July 1, 2015	Additions	Deletions	Payable at June 30, 2016	Due within one year
Business-Type Activities:					
Oregon Economic Devel. Dept.	\$ 1,272,191	\$ -	\$ (81,458)	\$ 1,190,733	\$ 83,902
Series 2013A Golf Course	87,424	-	(7,096)	80,328	6,938
Series 2013B Airport Bldg	1,130,000	-	(275,000)	855,000	280,000
Liability for closure & post-closure care costs (Note 16)	788,195	-	(19,331)	768,864	30,000
Compensated absences	8,914	9,651	(9,269)	9,296	9,296
	<u>\$ 3,286,724</u>	<u>\$ 9,651</u>	<u>\$ (392,154)</u>	<u>\$ 2,904,221</u>	<u>\$ 410,136</u>

The compensated absences liability attributable to governmental activities is liquidated by the fund that incurs the liability.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Debt Service Requirements

Debt service requirements on long-term debt at year end are as follows:

Community Bank

On October 9, 2009 the 4-H District entered into an agreement with Community Bank in the amount of \$249,500 to finance the purchase of their building. The debt will be repaid over 20 years, with 60 monthly payments of \$1,587 including interest at 4.5% and 180 monthly payments of \$1,455 including interest at 3.25%. The interest on this note is subject to change from time to time based on changes in an independent index which is the Federal Home Loan Bank 5-year Intermediate/Long Term Advances Fixed Rate taken from the Daily Advance Rates as published, on the Monday immediately prior to the date the note rate is changed, by the Federal Home Loan Bank. The debt is secured by property located at 10507 N. McAlister Road, La Grande, Oregon. Future payments are as follows:

Year ended June 30,	Principal	Interest	Total Requirements
2017	\$ 12,315	\$ 5,921	\$ 18,236
2018	11,921	5,541	17,462
2019	12,314	5,147	17,462
2020-2023	53,455	16,391	69,847
2024-2028	77,357	9,951	87,308
2029-2030	20,093	279	20,372
	<u>\$ 187,456</u>	<u>\$ 43,231</u>	<u>\$ 230,687</u>

Series 2013A Industrial Park

On December 23, 2013, the County entered into a \$40,325 obligation with US Bank Corporate Trust Services. The monies were used to refinance the Oregon Economic Development Department Industrial Park Loan. The obligation payments are due bi-annually on December 1 and June 1 of each fiscal year. The annual requirements to amortize note payments outstanding as of year end follows:

Year ended June 30,	Principal	Interest	Total Requirements
2017	\$ 8,062	\$ 826	\$ 8,888
2018	8,223	500	8,723
2019	8,387	168	8,555
	<u>\$ 24,672</u>	<u>\$ 1,494</u>	<u>\$ 26,166</u>

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Baum Industrial Park - Business Oregon

On December 28, 2012 the County entered into a \$445,000 loan from special public works fund by contract with Oregon Infrastructure Finance Authority of the Business Development Department. The monies were used to fund a portion of the Hendra Property Purchase (60 acres). The loan is due in annual installments due December 1 of \$27,767.32. Interest accrues at the rate of 3.76%. There was an advance payment made on January 28, 2013 of \$27,767.32 to assist with lowering accrued interest in the first year. The annual requirements to amortize note payments outstanding as of year end follows:

Year ended June 30,	Principal	Interest	Total Requirements
2017	\$ 13,525	\$ 14,242	\$ 27,767
2018	14,034	13,733	27,767
2019	14,561	13,206	27,767
2020-2023	63,930	47,139	111,069
2024-2028	94,400	44,436	138,836
2029-2033	113,533	25,304	138,837
2034-2036	64,797	4,415	69,212
	<u>\$ 378,780</u>	<u>\$ 162,475</u>	<u>\$ 541,255</u>

Baum Industrial Park - UCEDC

On November 27, 2012 the County entered into a \$300,000 loan from Union County Economic Development Corporation (UCEDC). The monies were used to fund a portion of the Hendra Property Purchase (60 acres). The loan is due in annual installments due January 1 of \$1,620, interest only until the special public works loan above is paid in full. At that time the County shall pay UCEDC the full amount of unpaid principal and accrued interest or commence annual payments to UCEDC on January 1 of each year in an amount sufficient to pay the interest accrued to the date of payment and so much of the principal as will fully amortize the loan by the maturity date but not less than \$25,000. Interest accrues at an initial rate of .60%, being adjusted annually on July 1 based on the previous January average Oregon Short Term Fund interest rate, but not to exceed the rate of 3.76%. The annual requirements to amortize note payments outstanding as of year end follows:

Year ended June 30,	Principal	Interest	Total Requirements
2017	\$ -	\$ 1,620	\$ 1,620
2018	-	1,620	1,620
2019	-	1,620	1,620
2020-2023	-	6,480	6,480
2024-2028	-	8,100	8,100
2029-2033	-	8,100	8,100
2034-2038	300,000	8,100	308,100
	<u>\$ 300,000</u>	<u>\$ 35,640</u>	<u>\$ 335,640</u>

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Series 2013A Courthouse

On December 23, 2013, the County entered into an agreement with the US Bank Corporate Trust Services in the amount of \$755,000 to finance the construction of the Courthouse building. The debt will be repaid over 20 years, with bi-annual payment due on December 1 and June 1 of each fiscal year. The interest on this note varies from 4-4.5% over the life of the loan. Future payments are as follows:

<u>Year ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2017	\$ 25,000	\$ 29,975	\$ 54,975
2018	30,000	28,875	58,875
2019	30,000	27,675	57,675
2020	30,000	26,475	56,475
2021-2024	135,000	93,000	228,000
2025-2029	200,000	80,775	280,775
2030-2033	255,000	29,813	284,813
	<u>\$ 705,000</u>	<u>\$ 316,588</u>	<u>\$ 1,021,588</u>

Fair Board Tractor Loan

On July 28th, 2014, Union County Fair Association entered into agreement with John Deere Financial Services in the amount of \$29,977 to finance the purchase of a tractor. The debt will be repaid over 5 years, with 5 annual payments of \$5,995.40. There is no interest on this note. The note is secured by John Deere Financial Services. Future payments are as follows:

<u>Year ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2017	\$ 5,995	\$ -	\$ 5,995
2018	5,995	-	5,995
2019	5,995	-	5,995
2020	5,997	-	5,997
	<u>\$ 23,982</u>	<u>\$ -</u>	<u>\$ 23,982</u>

UNION COUNTY, OREGON
Notes to Basic Financial Statements

General Obligation Bond

In August of 2007, the County Commissioners renegotiated a loan contract with Oregon Economic Development Department. This loan was for the acquisition of Buffalo Peak Golf Course. The interest will start accruing at 2% from December 1, 2008 to December 1, 2013, then increasing to 3% from December 1, 2013 to December 1, 2018, then increasing to 4% from December 1, 2018 to December 1, 2023, and finally increasing to 5% until paid off in 2027. Payment amounts will be \$111,618 annually from 2009-2013, \$119,625 from 2014-2018, \$125,267 from 2019-2023 and \$128,233 from 2024 until paid off in 2027. The annual requirements to amortize note payments outstanding as of year end follows:

Year ended June 30,	Principal	Interest	Total Requirements
2017	\$ 83,902	\$ 35,722	\$ 119,624
2018	86,419	33,205	119,624
2019	89,011	30,612	119,623
2020	88,011	37,256	125,267
2021	91,531	33,736	125,267
2022	95,193	30,074	125,267
2023	99,000	26,267	125,267
2024	102,960	22,307	125,267
2025	105,497	22,735	128,232
2026	110,772	17,460	128,232
2027	116,311	11,922	128,233
2028	122,126	5,021	127,147
	<u>\$ 1,190,733</u>	<u>\$ 306,317</u>	<u>\$ 1,497,050</u>

Series 2013A Golf Course

On December 23, 2013, the County Commissioners entered into a Series 2013A Full Faith and Credit and Refunding Obligations with US Bank Corporate Trust Services. The loan was used to refinance the prior Buffalo Peak Operations loan. The loan will continue to be used for operations and improvements at Buffalo Peak Golf Course. The obligation payments are due bi-annually on December 1 and June 1 of each fiscal year. The annual requirements to amortize note payments outstanding as of year end follows:

Year ended June 30,	Principal	Interest	Total Requirements
2017	\$ 6,938	\$ 3,225	\$ 10,163
2018	6,777	2,950	9,727
2019	6,613	2,682	9,295
2020	5,000	2,450	7,450
2021	5,000	2,250	7,250
2022	5,000	2,050	7,050
2023	5,000	1,850	6,850
2024	10,000	1,550	11,550
2025	10,000	1,125	11,125
2026	10,000	675	10,675
2027	10,000	224	10,224
	<u>\$ 80,328</u>	<u>\$ 21,031</u>	<u>\$ 101,359</u>

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Series 2013B Airport Building Loan

On December 23, 2013, the County entered into a \$1,400,000 loan refinance agreement with the US Bank Corporate Trust Services. The loan proceeds will continue to be used to payoff the financed construction of the Airport Fire Cache and Dispatch Building. The obligation payments are due bi-annually on December 1 and June 1 of each fiscal year. The annual requirements to amortize note payments outstanding as of year end follows:

Year ended June 30,	Principal	Interest	Total Requirements
2017	\$ 280,000	\$ 21,630	\$ 301,630
2018	280,000	13,860	293,860
2019	295,000	4,130	299,130
	<u>\$ 855,000</u>	<u>\$ 39,620</u>	<u>\$ 894,620</u>

Interest expense on long-term debt has been charged on the Statement of Activities as follows:

Government Type Activities:		Business Type Activities:	
Interest on long-term debt	\$ 62,980	Airport	\$ 31,293
		Golf Course	39,656

Note 8 - Internal Balances:

Interfund balances at June 30, 2016 consisted of the following receivables and payables:

	<u>Receivables</u>	<u>Payables</u>
Governmental Funds:		
General Fund	\$ 1,418,130	\$ -
Nonmajor Funds	-	69,655
Proprietary Funds:		
Airport Fund	-	124,978
Buffalo Peak Golf Course Fund	-	1,223,497
	<u>\$ 1,418,130</u>	<u>\$ 1,418,130</u>

Interfund receivables are to supplement funds operating a deficit. The \$1,223,497 due to the general fund from Buffalo Peak Golf Course Fund is not expected to be repaid within one year from the date of the financial statements.

Note 9 - Grants:

In the normal course of operations, the County received grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority to ensure compliance with conditions of the grant. Any liability for reimbursement which may arise as the result of a grantor audit is not believed to be material.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Note 10 - Operating Leases:

The County has entered into a number of operating leases, which contain cancellation provisions and are subject to annual appropriations. For fiscal year ended June 30, 2016, rentals approximated \$182,521 for such leases. These leases primarily support governmental activities. The following is a schedule by year for the five years which totals all future minimum lease payments under operating leases:

Fiscal Year Ended June 30,	Governmental Funds
2017	\$ 783,670
2018	78,670
2019	399,869
2020	38,637
2021	100,000
Total payments	\$ 1,400,846

Note 11 - Contributions to Pension Plan:

The County provides pension benefits for all of its full-time employees through a defined contribution plan administered by the Principal Financial Group. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan assets are not insured. Employees are eligible to participate six months from the date of employment. Contributions by the County for employees were 16.4% of a small group of Sheriff and Corrections salaries, 15.1% of remaining Sheriff and Corrections salaries, 12.55% of Parole and Probation salaries, 10% of the County Road Department salaries, 10.8% of non-certified salaries, and 10.25% of AFSCME and non-union salaries. County employees contribute 6% of their salaries to the plan. The County's contributions for each employee are fully vested after five years of continuous service. County contributions for, and interest forfeited by, employees who leave employment before three years of service are used to reduce the County's current period contribution requirement. County Commissioners have full power and authority to adopt rules and regulations for the administration of the plan. Administration reviews and approves withdrawals, terminations and benefit payments.

The County's total payroll for the fiscal year ended June 30, 2016 was \$6,525,923, and the amount of these wages qualifying for pension plan contributions amounted to \$5,786,988. The total pension plan contributions for the fiscal year ended June 30, 2016 amounted to \$1,017,332. Of this amount, \$356,371 was paid by the employees and \$660,961 was paid by the County. The total fair market value of all contributions to the plan at year end was \$13,748,021. The fund invests the contributions in various mutual funds.

Note 12 - Internal Transfers:

Internal transfers for the fiscal year ended June 30, 2016 consist of the following:

	Transfers In	Transfers Out
Governmental Funds:		
General Fund	\$ 76,500	\$ 76,000
Public Works Fund	40,000	45,000
Nonmajor funds	128,500	234,000
Proprietary Funds:		
Airport Fund	-	30,000
Buffalo Peak Golf Course Fund	140,000	-
	\$ 385,000	\$ 385,000

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Transfers are primarily used to move funds from:

- * The Special Revenue Funds to the General Fund for an allocated amount of salaries and benefits.
- * The Proprietary Funds to other Proprietary Funds for capital projects.
- * The General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Note 13 - Risk Management:

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters; employee injury or illness for which the County carries commercial insurance, subject to customary deductibles and total coverage limits recommended by the County's insurance agent of record. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

Note 14 - Litigation:

The County is party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the County. It is expected that insurance will cover any liabilities the County might incur.

Note 15 - Related Party Transaction:

Commissioner Davidson has a business relationship with the La Grande Napa Auto Parts store. The County has for many years purchased parts at the store. The County purchased \$22,334 from the store during the fiscal year. Commissioner Davidson does not have ownership and does not benefit from parts purchases. However, any machine work taken to Napa goes through Commissioner Davidson's business. For the fiscal year ended June 30, 2016, \$113.75 of machine work was performed.

Note 16 - Closure and Post-Closure Care Cost - Long-Term Liability:

State and federal laws and regulations require the Union County Solid Waste District to place a final cover on its Foxhill landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The landfill was officially closed on November 1, 2006. As of June 30, 2016, all closure cost had been paid. The \$768,864 reported as landfill closure and post-closure care liability at year end represents the estimated cost of monitoring the site for the next 20 ½ years. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. Management expects future revenues plus present cash will cover all post-closure costs.

The District is required by state and federal laws and regulations to make annual contributions to a trust, or obtain insurance, surety bond, letter of credit, or qualify as a self-insurer or any combination of these methods to finance closure and post-closure care. The District is in compliance with these requirements and at June 30, 2016, total cash of \$460,702 is available for these purposes. In the future, these costs may need to be covered by future tax revenue or franchise fees.

Note 17 - Other Post-Employment Benefits:

Defined Contribution OPEB Plan

Plan Description

Association Oregon Counties Insurance Trust (AOCIT) is a Agent Multiple-Employer Plan administered by Cities and Counties Insurance Services. AOCIT provides health insurance benefits to employees and eligible retirees and their spouses. The Union County Board of Commissioners retain the right to modify the benefit provisions and the retirees have a choice of health insurance benefits under the plan. The AOCIT does not issue financial statements for Union County's plan as they are a government agency and exempt from filing.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Funding Policy

Funding Policy: The contribution requirements of plan members and the County are established and may be amended by the Board of Commissioners. The required contribution is based on the pay-as-you-go system requiring retired members to pay the full cost of the premium. The County has no contributions. Current rates to the retirees are as follows:

<u>\$250 Deductible:</u>	<u>\$500 Deductible:</u>
Retiree Only \$670.99	Retiree & Other \$1,405.41

The AOCIT plan is “community rated” and therefore there is no additional costs for the County current employees to have retirees continue on the plan and pay their premiums. The County is not required to report an annual OPEB cost and or prior obligation.

REQUIRED SUPPLEMENTARY INFORMATION

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General Fund - 101
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property taxes	\$ 4,733,953	\$ 4,733,953	\$ 4,661,048	\$ (72,905)
Payments in lieu of tax	1,135,000	1,135,000	1,182,458	47,458
Other taxes	9,000	9,000	8,987	(13)
Intergovernmental	1,118,564	1,168,564	952,529	(216,035)
Charges for services	1,113,397	1,113,397	898,519	(214,878)
Licenses and fees	296,375	296,375	321,063	24,688
Fines and forfeitures	21,000	21,000	25,191	4,191
Rental income	152,024	152,024	160,831	8,807
Interest on investments	7,500	7,500	8,858	1,358
Miscellaneous	106,550	96,550	190,161	93,611
Total revenues	<u>8,693,363</u>	<u>8,733,363</u>	<u>8,409,645</u>	<u>(323,718)</u>
Expenditures				
Assessor	905,543	905,543	891,263	14,280
County Clerk	370,329	370,329	304,810	65,519
Board of Commissioners/Administration	985,552	985,552	884,136	101,416
Facilities/District Court	398,472	398,472	366,085	32,387
District Attorney/Support Enforcement	621,759	621,759	577,831	43,928
Juvenile Department	584,602	584,602	517,740	66,862
Planning/Emergency Services	497,228	497,228	362,497	134,731
Special Accounts	989,200	999,200	854,253	144,947
Sheriff	1,976,326	2,046,326	1,893,030	153,296
Corrections	1,797,877	1,827,877	1,810,355	17,522
Debt service	55,975	55,975	55,975	-
Capital outlay	111,000	111,000	76,383	34,617
Contingency	300,000	230,000	-	230,000
Total expenditures	<u>9,593,863</u>	<u>9,633,863</u>	<u>8,594,358</u>	<u>1,039,505</u>
Excess of revenues over (under) expenditures	<u>(900,500)</u>	<u>(900,500)</u>	<u>(184,713)</u>	<u>715,787</u>
Other Financing Sources (Uses)				
Transfers in	76,500	76,500	76,500	-
Transfers out	(76,000)	(76,000)	(76,000)	-
Total other financing sources (uses)	<u>500</u>	<u>500</u>	<u>500</u>	<u>-</u>
Net change in fund balance	(900,000)	(900,000)	(184,213)	715,787
Beginning fund balance	900,000	900,000	1,085,582	185,582
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 901,369</u>	<u>\$ 901,369</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Public Works Fund - 201
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 3,704,798	\$ 3,684,798	\$ 3,069,760	\$ (615,038)
Licenses and fees	18,000	18,000	59,542	41,542
Interest on investments	1,000	1,000	10,411	9,411
Miscellaneous	5,000	5,000	17,698	12,698
Total revenues	<u>3,728,798</u>	<u>3,708,798</u>	<u>3,157,411</u>	<u>(551,387)</u>
Expenditures				
Personnel services	1,512,937	1,512,937	1,454,373	58,564
Materials and services	2,779,609	2,779,609	1,214,033	1,565,576
Debt service	30,000	30,000	-	30,000
Capital outlay	1,137,966	1,137,966	75,105	1,062,861
Contingency	250,000	230,000	-	230,000
Total expenditures	<u>5,710,512</u>	<u>5,690,512</u>	<u>2,743,511</u>	<u>2,947,001</u>
Excess of revenues over (under) expenditures	<u>(1,981,714)</u>	<u>(1,981,714)</u>	<u>413,900</u>	<u>2,395,614</u>
Other Financing Sources (Uses)				
Transfers in	40,000	40,000	40,000	-
Transfers out	(45,000)	(45,000)	(45,000)	-
Total other financing sources (uses)	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Net change in fund balance	(1,986,714)	(1,986,714)	408,900	2,395,614
Beginning fund balance	<u>1,986,714</u>	<u>1,986,714</u>	<u>2,818,503</u>	<u>831,789</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,227,403</u>	<u>\$ 3,227,403</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Bicycle Fund/Project Fund - 205
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 166,000	\$ 166,000	\$ 125,326	\$ (40,674)
Interest on investments	3,000	3,000	3,364	364
Miscellaneous	-	-	12,875	12,875
Total revenues	<u>169,000</u>	<u>169,000</u>	<u>141,565</u>	<u>(27,435)</u>
Expenditures				
Materials and services	175,000	175,000	144,460	30,540
Capital outlay	2,450,000	2,450,000	1,880,433	569,567
Contingency	144,000	144,000	-	144,000
Total expenditures	<u>2,769,000</u>	<u>2,769,000</u>	<u>2,024,893</u>	<u>744,107</u>
Net change in fund balance	(2,600,000)	(2,600,000)	(1,883,328)	716,672
Beginning fund balance	<u>2,600,000</u>	<u>2,600,000</u>	<u>1,972,163</u>	<u>(627,837)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 88,835</u>	<u>\$ 88,835</u>

UNION COUNTY, OREGON
Notes to Required Supplementary Information

Budgets and Budgetary Accounting

The County budgets all funds which are subject to budget requirements of state law. The County Commissioners legally adopt the budget by resolution before July 1. The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. The level of control (departments in the General Fund and objects in all other funds, personal services, materials and services, capital outlay, contingency, other requirements, transfers, and debt service) is established by resolution for all funds.

The detail budget document, however, is required to contain more specific, detailed information for the aforementioned expenditure categories. Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriations ordinance. A supplemental budget that differs by 10 percent or more of any one of the individual funds contained in the original budget for that fiscal year requires hearings before the public, publications in newspapers, and approval by the County Commissioners. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control. Such transfers require approval by the County Commissioners. Appropriations that have not been expended at year-end lapse and subsequent actual expenditures are then charged against ensuing year's appropriations.

Appropriations

The County has complied with legal requirements relating to the preparation, adoption and execution of the annual budget for the year ended June 30, 2016, except the County did not comply with ORS 294.456(6). Expenditures exceeded budgeted appropriations for the year ended June 30, 2016, as stated in the Notes to Basic Financial Statements, Note 2: Compliance and Accountability.

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SUPPLEMENTARY INFORMATION

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	210	215	217	220	230	233	234
	Parks Department	Animal Control	County School	Commission on Children & Families	Court Security	Wind Project	Renewable Energy
Assets and Deferred Outflows of Resources							
Assets:							
Cash and investments	\$ 213,928	\$ 22,417	\$ 102	\$ 99,691	\$ 24,818	\$ 36,826	\$ -
Accounts receivable	13,850	-	-	34,516	2,820	-	-
Taxes receivable	-	-	-	-	-	-	-
Total assets	<u>227,778</u>	<u>22,417</u>	<u>102</u>	<u>134,207</u>	<u>27,638</u>	<u>36,826</u>	<u>-</u>
Deferred outflows of resources:	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 227,778</u>	<u>\$ 22,417</u>	<u>\$ 102</u>	<u>\$ 134,207</u>	<u>\$ 27,638</u>	<u>\$ 36,826</u>	<u>\$ -</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ 4,921	\$ 8,091	\$ -	\$ 612	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-	-
Total liabilities	<u>4,921</u>	<u>8,091</u>	<u>-</u>	<u>612</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:	-	-	-	-	-	-	-
Fund Balances:							
Restricted	222,857	-	102	133,595	27,638	-	-
Committed	-	14,326	-	-	-	36,826	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>222,857</u>	<u>14,326</u>	<u>102</u>	<u>133,595</u>	<u>27,638</u>	<u>36,826</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 227,778</u>	<u>\$ 22,417</u>	<u>\$ 102</u>	<u>\$ 134,207</u>	<u>\$ 27,638</u>	<u>\$ 36,826</u>	<u>\$ -</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2016

235	240	245	247	249	250	252	253
STF	Community Corrections	Crime Victim Program	MERA	Sheriff Reserve Program	CAMI Program	Title III	Forest Service Title III
\$ 3,479	\$ 1,337,185	\$ 20,685	\$ 138,080	\$ -	\$ -	\$ 251,809	\$ 59,767
61,181	10,883	10,263	39,744	-	-	-	-
-	-	-	-	-	-	-	-
<u>64,660</u>	<u>1,348,068</u>	<u>30,948</u>	<u>177,824</u>	<u>-</u>	<u>-</u>	<u>251,809</u>	<u>59,767</u>
-	-	-	-	-	-	-	-
<u>\$ 64,660</u>	<u>\$ 1,348,068</u>	<u>\$ 30,948</u>	<u>\$ 177,824</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 251,809</u>	<u>\$ 59,767</u>
\$ 96,192	\$ 39,609	\$ 80	\$ 15,152	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	247,844	-
-	-	-	-	3,740	-	-	-
<u>96,192</u>	<u>39,609</u>	<u>80</u>	<u>15,152</u>	<u>3,740</u>	<u>-</u>	<u>247,844</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	1,308,459	30,868	162,672	-	-	3,965	59,767
-	-	-	-	-	-	-	-
<u>(31,532)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,740)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(31,532)</u>	<u>1,308,459</u>	<u>30,868</u>	<u>162,672</u>	<u>(3,740)</u>	<u>-</u>	<u>3,965</u>	<u>59,767</u>
<u>\$ 64,660</u>	<u>\$ 1,348,068</u>	<u>\$ 30,948</u>	<u>\$ 177,824</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 251,809</u>	<u>\$ 59,767</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2016

	255	260	263	265	266	268	269
	<u>Economic Development</u>	<u>Community Development Loan</u>	<u>Watershed</u>	<u>Agriculture Services</u>	<u>Non-Med Transportation</u>	<u>Human Services</u>	<u>Mediation Assessment</u>
Assets and Deferred Outflows of Resources							
Assets:							
Cash and investments	\$ 328,699	\$ 9,980	\$ -	\$ 82,388	\$ 5,802	\$ 103,170	\$ 44,260
Accounts receivable	15,236	-	52,856	11,375	34,804	42,019	-
Taxes receivable	-	-	-	-	-	-	-
Total assets	<u>343,935</u>	<u>9,980</u>	<u>52,856</u>	<u>93,763</u>	<u>40,606</u>	<u>145,189</u>	<u>44,260</u>
Deferred outflows of resources:	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 343,935</u>	<u>\$ 9,980</u>	<u>\$ 52,856</u>	<u>\$ 93,763</u>	<u>\$ 40,606</u>	<u>\$ 145,189</u>	<u>\$ 44,260</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ 51	\$ 29,524	\$ 106,915	\$ 2,720
Unearned revenue	-	-	-	-	-	-	-
Interfund payable	-	-	52,853	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>52,853</u>	<u>51</u>	<u>29,524</u>	<u>106,915</u>	<u>2,720</u>
Deferred inflows of resources:	-	-	-	-	-	-	-
Fund Balances:							
Restricted	150,000	9,980	-	-	11,082	38,274	41,540
Committed	193,935	-	3	93,712	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>343,935</u>	<u>9,980</u>	<u>3</u>	<u>93,712</u>	<u>11,082</u>	<u>38,274</u>	<u>41,540</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 343,935</u>	<u>\$ 9,980</u>	<u>\$ 52,856</u>	<u>\$ 93,763</u>	<u>\$ 40,606</u>	<u>\$ 145,189</u>	<u>\$ 44,260</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2016

270	272	280	283	285	287	290	293
<u>Ambulance</u>	<u>Library Project</u>	<u>911 Communication</u>	<u>RAC Maintenance</u>	<u>Law Library</u>	<u>Drug Court</u>	<u>Building & Property Reserve</u>	<u>Senior Center Maintenance</u>
\$ 1,629	\$ 4,325	\$ 25,455	\$ 23,419	\$ 96,469	\$ -	\$ 53,610	\$ 22,740
-	-	86,951	-	-	32,754	-	-
-	-	-	-	-	-	-	-
<u>1,629</u>	<u>4,325</u>	<u>112,406</u>	<u>23,419</u>	<u>96,469</u>	<u>32,754</u>	<u>53,610</u>	<u>22,740</u>
-	-	-	-	-	-	-	-
<u>\$ 1,629</u>	<u>\$ 4,325</u>	<u>\$ 112,406</u>	<u>\$ 23,419</u>	<u>\$ 96,469</u>	<u>\$ 32,754</u>	<u>\$ 53,610</u>	<u>\$ 22,740</u>
\$ -	\$ -	\$ -	\$ -	\$ 8,499	\$ 22,529	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	13,062	-	-
-	-	-	-	8,499	35,591	-	-
-	-	-	-	-	-	-	-
-	4,325	112,406	-	87,970	-	-	-
1,629	-	-	23,419	-	-	53,610	22,740
-	-	-	-	-	(2,837)	-	-
<u>1,629</u>	<u>4,325</u>	<u>112,406</u>	<u>23,419</u>	<u>87,970</u>	<u>(2,837)</u>	<u>53,610</u>	<u>22,740</u>
<u>\$ 1,629</u>	<u>\$ 4,325</u>	<u>\$ 112,406</u>	<u>\$ 23,419</u>	<u>\$ 96,469</u>	<u>\$ 32,754</u>	<u>\$ 53,610</u>	<u>\$ 22,740</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2016

	295 Union County Fair Board	300 Justice Court	301 Clerk Equipment Reserve	302 A & T Users Capital	303 Vehicle Reserve	306 GIS	307 Transit HUB Maintenance
Assets and Deferred Outflows of Resources							
Assets:							
Cash and investments	\$ 69,894	\$ 170,504	\$ 36,508	\$ 30,463	\$ 86,690	\$ 23,998	\$ 26,572
Accounts receivable	-	339,356	847	201	-	1,611	-
Taxes receivable	-	-	-	-	-	-	-
Total assets	<u>69,894</u>	<u>509,860</u>	<u>37,355</u>	<u>30,664</u>	<u>86,690</u>	<u>25,609</u>	<u>26,572</u>
Deferred outflows of resources:	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 69,894</u>	<u>\$ 509,860</u>	<u>\$ 37,355</u>	<u>\$ 30,664</u>	<u>\$ 86,690</u>	<u>\$ 25,609</u>	<u>\$ 26,572</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	\$ 6,391	\$ 14,894	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	9,001	339,356	-	-	-	-	-
Interfund payable	-	-	-	-	-	-	-
Total liabilities	<u>15,392</u>	<u>354,250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:	-	-	-	-	-	-	-
Fund Balances:							
Restricted	-	-	37,355	-	-	-	-
Committed	54,502	155,610	-	30,664	86,690	25,609	26,572
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>54,502</u>	<u>155,610</u>	<u>37,355</u>	<u>30,664</u>	<u>86,690</u>	<u>25,609</u>	<u>26,572</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 69,894</u>	<u>\$ 509,860</u>	<u>\$ 37,355</u>	<u>\$ 30,664</u>	<u>\$ 86,690</u>	<u>\$ 25,609</u>	<u>\$ 26,572</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2016

308	312	313	315	902	Total
Communications System	Dispute Resolution	Surveyor	Map	Union County 4-H Extension	Nonmajor Governmental Funds
\$ 134,518	\$ 2,958	\$ 19,116	\$ 9,254	\$ 208,583	\$ 3,829,791
-	525	2,736	-	1,725	796,253
-	-	-	-	25,302	25,302
<u>134,518</u>	<u>3,483</u>	<u>21,852</u>	<u>9,254</u>	<u>235,610</u>	<u>4,651,346</u>
-	-	-	-	-	-
<u>\$ 134,518</u>	<u>\$ 3,483</u>	<u>\$ 21,852</u>	<u>\$ 9,254</u>	<u>\$ 235,610</u>	<u>\$ 4,651,346</u>
\$ 46	\$ 54	\$ 1,820	\$ -	\$ 7,952	\$ 366,052
-	-	-	-	22,993	619,194
-	-	-	-	-	69,655
<u>46</u>	<u>54</u>	<u>1,820</u>	<u>-</u>	<u>30,945</u>	<u>1,054,901</u>
-	-	-	-	-	-
-	3,429	20,032	-	204,665	2,670,981
134,472	-	-	9,254	-	963,573
-	-	-	-	-	(38,109)
<u>134,472</u>	<u>3,429</u>	<u>20,032</u>	<u>9,254</u>	<u>204,665</u>	<u>3,596,445</u>
<u>\$ 134,518</u>	<u>\$ 3,483</u>	<u>\$ 21,852</u>	<u>\$ 9,254</u>	<u>\$ 235,610</u>	<u>\$ 4,651,346</u>

UNION COUNTY, OREGON
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2016

	210	215	217	220	230	233	234
	Parks Department	Animal Control	County School	Commission on Children & Families	Court Security	Wind Project	Renewable Energy
Revenues							
Taxes:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payments in lieu of tax	-	-	116,004	-	-	-	-
Other taxes	-	-	11,200	-	-	-	-
Intergovernmental	78,580	-	194,155	150,484	39,875	-	-
Charges for services	-	7,734	-	-	-	-	-
Licenses and fees	-	-	-	-	-	207,393	-
Miscellaneous:							
Fines and forfeitures	-	2,145	-	-	-	-	-
Rental income	-	-	-	-	-	-	-
Interest on investments	932	50	663	574	216	457	-
Other income	-	25,478	-	13,268	-	39,072	-
Total revenues	<u>79,512</u>	<u>35,407</u>	<u>322,022</u>	<u>164,326</u>	<u>40,091</u>	<u>246,922</u>	<u>-</u>
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Public safety	-	-	-	-	67,114	-	-
Health	-	-	-	-	-	-	-
Public services	-	91,672	-	177,098	-	-	-
Culture and recreation	18,322	-	-	-	-	-	-
Community development	-	-	-	-	-	77,842	42
Education	-	-	322,005	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay	18,235	-	-	-	-	-	-
Total expenditures	<u>36,557</u>	<u>91,672</u>	<u>322,005</u>	<u>177,098</u>	<u>67,114</u>	<u>77,842</u>	<u>42</u>
Excess of revenues over (under) expenditures	<u>42,955</u>	<u>(56,265)</u>	<u>17</u>	<u>(12,772)</u>	<u>(27,023)</u>	<u>169,080</u>	<u>(42)</u>
Other Financing Sources (Uses)							
Transfers in	-	40,000	-	-	-	-	-
Transfers out	(20,000)	-	-	-	-	(125,000)	-
Total other financing sources (uses)	<u>(20,000)</u>	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(125,000)</u>	<u>-</u>
Net change in fund balance	22,955	(16,265)	17	(12,772)	(27,023)	44,080	(42)
Beginning fund balance	<u>199,902</u>	<u>30,591</u>	<u>85</u>	<u>146,367</u>	<u>54,661</u>	<u>(7,254)</u>	<u>42</u>
Ending fund balance	<u>\$ 222,857</u>	<u>\$ 14,326</u>	<u>\$ 102</u>	<u>\$ 133,595</u>	<u>\$ 27,638</u>	<u>\$ 36,826</u>	<u>\$ -</u>

UNION COUNTY, OREGON
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds (continued)
For the Fiscal Year Ended June 30, 2016

235	240	245	247	249	250	252	253
STF	Community Corrections	Crime Victim Program	MERA	Sheriff Reserve Program	CAMI Program	Title III	Forest Service Title III
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	457,438	159,684	174,340	-	-	15,210	-
-	806,779	-	-	10,588	-	-	-
-	-	-	-	-	-	-	-
-	47,778	-	-	-	-	-	-
-	-	-	-	-	-	-	-
98	5,364	-	-	-	-	973	264
-	3,990	-	7,560	-	5,330	-	-
<u>98</u>	<u>1,321,349</u>	<u>159,684</u>	<u>181,900</u>	<u>10,588</u>	<u>5,330</u>	<u>16,183</u>	<u>264</u>
-	-	-	-	-	-	-	-
-	923,560	-	-	-	-	-	-
-	-	136,570	-	11,218	-	15,210	612
-	-	-	158,952	-	-	-	-
35,011	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	38,385	-	14,533	-	-	-	-
<u>35,011</u>	<u>961,945</u>	<u>136,570</u>	<u>173,485</u>	<u>11,218</u>	<u>-</u>	<u>15,210</u>	<u>612</u>
<u>(34,913)</u>	<u>359,404</u>	<u>23,114</u>	<u>8,415</u>	<u>(630)</u>	<u>5,330</u>	<u>973</u>	<u>(348)</u>
-	-	7,500	45,000	-	-	-	-
-	-	-	-	-	-	-	-
-	-	7,500	45,000	-	-	-	-
<u>(34,913)</u>	<u>359,404</u>	<u>30,614</u>	<u>53,415</u>	<u>(630)</u>	<u>5,330</u>	<u>973</u>	<u>(348)</u>
<u>3,381</u>	<u>949,055</u>	<u>254</u>	<u>109,257</u>	<u>(3,110)</u>	<u>(5,330)</u>	<u>2,992</u>	<u>60,115</u>
<u>\$ (31,532)</u>	<u>\$ 1,308,459</u>	<u>\$ 30,868</u>	<u>\$ 162,672</u>	<u>\$ (3,740)</u>	<u>\$ -</u>	<u>\$ 3,965</u>	<u>\$ 59,767</u>

UNION COUNTY, OREGON
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds (continued)
For the Fiscal Year Ended June 30, 2016

	255	260	263	265	266	268	269
	Economic Development	Community Development Loan	Watershed	Agriculture Services	Non-Med Transportation	Human Services	Mediation Assessment
Revenues							
Taxes:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payments in lieu of tax	-	-	-	-	-	-	-
Other taxes	201,750	-	-	-	-	-	-
Intergovernmental	135,935	-	-	51,750	68,280	1,706,935	-
Charges for services	-	-	-	-	-	-	-
Licenses and fees	-	-	-	-	-	-	26,691
Miscellaneous:							
Fines and forfeitures	-	-	-	-	-	-	-
Rental income	-	-	-	-	-	-	-
Interest on investments	1,684	44	-	389	41	-	220
Other income	2,610	-	285,689	-	26,166	68,287	-
Total revenues	<u>341,979</u>	<u>44</u>	<u>285,689</u>	<u>52,139</u>	<u>94,487</u>	<u>1,775,222</u>	<u>26,911</u>
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Health	-	-	-	-	-	1,840,265	-
Public services	-	-	285,689	54,800	87,518	-	24,230
Culture and recreation	-	-	-	-	-	-	-
Community development	148,642	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Debt service:							
Principal	20,939	-	-	-	-	-	-
Interest	17,439	-	-	-	-	-	-
Capital outlay	74,250	-	-	-	-	-	-
Total expenditures	<u>261,270</u>	<u>-</u>	<u>285,689</u>	<u>54,800</u>	<u>87,518</u>	<u>1,840,265</u>	<u>24,230</u>
Excess of revenues over (under) expenditures	<u>80,709</u>	<u>44</u>	<u>-</u>	<u>(2,661)</u>	<u>6,969</u>	<u>(65,043)</u>	<u>2,681</u>
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	(40,000)	-	-	-	-	-	-
Total other financing sources (uses)	<u>(40,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	40,709	44	-	(2,661)	6,969	(65,043)	2,681
Beginning fund balance	<u>303,226</u>	<u>9,936</u>	<u>3</u>	<u>96,373</u>	<u>4,113</u>	<u>103,317</u>	<u>38,859</u>
Ending fund balance	<u>\$ 343,935</u>	<u>\$ 9,980</u>	<u>\$ 3</u>	<u>\$ 93,712</u>	<u>\$ 11,082</u>	<u>\$ 38,274</u>	<u>\$ 41,540</u>

UNION COUNTY, OREGON
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds (continued)
For the Fiscal Year Ended June 30, 2016

270	272	280	283	285	287	290	293
Ambulance	Library Project	911 Communication	RAC Maintenance	Law Library	Drug Court	Building & Property Reserve	Senior Center Maintenance
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	340,133	-	-	116,670	-	-
-	-	-	6,000	-	-	-	-
-	-	-	-	19,691	7,800	-	-
-	-	-	-	-	-	-	-
8	19	750	113	451	-	236	87
-	-	-	-	-	-	-	7,200
<u>8</u>	<u>19</u>	<u>340,883</u>	<u>6,113</u>	<u>20,142</u>	<u>124,470</u>	<u>236</u>	<u>7,287</u>
-	-	-	-	-	-	-	-
-	-	320,000	-	-	123,684	-	-
-	-	-	-	-	-	-	606
-	-	-	-	21,210	-	-	-
-	-	-	11,168	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>320,000</u>	<u>11,168</u>	<u>21,210</u>	<u>123,684</u>	<u>-</u>	<u>606</u>
<u>8</u>	<u>19</u>	<u>20,883</u>	<u>(5,055)</u>	<u>(1,068)</u>	<u>786</u>	<u>236</u>	<u>6,681</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8	19	20,883	(5,055)	(1,068)	786	236	6,681
<u>1,621</u>	<u>4,306</u>	<u>91,523</u>	<u>28,474</u>	<u>89,038</u>	<u>(3,623)</u>	<u>53,374</u>	<u>16,059</u>
<u>\$ 1,629</u>	<u>\$ 4,325</u>	<u>\$ 112,406</u>	<u>\$ 23,419</u>	<u>\$ 87,970</u>	<u>\$ (2,837)</u>	<u>\$ 53,610</u>	<u>\$ 22,740</u>

UNION COUNTY, OREGON
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds (continued)
For the Fiscal Year Ended June 30, 2016

	295 Union County Fair Board	300 Justice Court	301 Clerk Equipment Reserve	302 A & T Users Capital	303 Vehicle Reserve	306 GIS	307 Transit HUB Maintenance
Revenues							
Taxes:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payments in lieu of tax	-	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-	-
Intergovernmental	53,667	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Licenses and fees	-	-	9,423	2,049	-	19,154	-
Miscellaneous:							
Fines and forfeitures	-	344,416	-	-	-	-	-
Rental income	17,350	-	-	-	-	-	-
Interest on investments	208	691	143	130	325	145	123
Other income	95,568	758	-	-	588	-	6,000
Total revenues	<u>166,793</u>	<u>345,865</u>	<u>9,566</u>	<u>2,179</u>	<u>913</u>	<u>19,299</u>	<u>6,123</u>
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Public safety	-	246,973	-	-	-	-	-
Health	-	-	-	-	-	-	-
Public services	-	-	-	-	-	19,943	8,628
Culture and recreation	155,281	-	-	-	-	-	-
Community development	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Debt service:							
Principal	5,995	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>161,276</u>	<u>246,973</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,943</u>	<u>8,628</u>
Excess of revenues over (under) expenditures	<u>5,517</u>	<u>98,892</u>	<u>9,566</u>	<u>2,179</u>	<u>913</u>	<u>(644)</u>	<u>(2,505)</u>
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	14,000	-	-
Transfers out	-	(44,000)	-	-	-	(5,000)	-
Total other financing sources (uses)	<u>-</u>	<u>(44,000)</u>	<u>-</u>	<u>-</u>	<u>14,000</u>	<u>(5,000)</u>	<u>-</u>
Net change in fund balance	5,517	54,892	9,566	2,179	14,913	(5,644)	(2,505)
Beginning fund balance	<u>48,985</u>	<u>100,718</u>	<u>27,789</u>	<u>28,485</u>	<u>71,777</u>	<u>31,253</u>	<u>29,077</u>
Ending fund balance	<u>\$ 54,502</u>	<u>\$ 155,610</u>	<u>\$ 37,355</u>	<u>\$ 30,664</u>	<u>\$ 86,690</u>	<u>\$ 25,609</u>	<u>\$ 26,572</u>

UNION COUNTY, OREGON
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds (continued)
For the Fiscal Year Ended June 30, 2016

308	312	313	315	902 Union County 4-H Extension	Total Nonmajor Governmental Funds
Communications System	Dispute Resolution	Surveyor	Map		
\$ -	\$ -	\$ -	\$ -	\$ 264,651	\$ 264,651
-	-	-	-	-	116,004
-	-	-	-	-	212,950
-	25,000	-	-	-	3,768,136
-	6,701	-	-	-	837,802
54,820	-	31,840	-	-	378,861
-	-	-	-	-	394,339
-	-	-	-	52,661	70,011
536	14	77	41	1,172	17,238
-	-	-	-	27,372	614,936
<u>55,356</u>	<u>31,715</u>	<u>31,917</u>	<u>41</u>	<u>345,856</u>	<u>6,674,928</u>
-	-	61,931	-	-	61,931
-	-	-	-	-	-
34,010	-	-	-	-	1,715,341
-	-	-	-	-	1,840,265
-	29,093	-	-	-	942,887
-	-	-	-	313,669	667,434
-	-	-	-	-	272,705
-	-	-	-	-	322,005
-	-	-	-	10,397	37,331
-	-	-	-	7,065	24,504
-	-	-	-	25,028	170,431
<u>34,010</u>	<u>29,093</u>	<u>61,931</u>	<u>-</u>	<u>356,159</u>	<u>6,054,834</u>
<u>21,346</u>	<u>2,622</u>	<u>(30,014)</u>	<u>41</u>	<u>(10,303)</u>	<u>620,094</u>
-	-	22,000	-	-	128,500
-	-	-	-	-	(234,000)
-	-	22,000	-	-	(105,500)
21,346	2,622	(8,014)	41	(10,303)	514,594
<u>113,126</u>	<u>807</u>	<u>28,046</u>	<u>9,213</u>	<u>214,968</u>	<u>3,081,851</u>
<u>\$ 134,472</u>	<u>\$ 3,429</u>	<u>\$ 20,032</u>	<u>\$ 9,254</u>	<u>\$ 204,665</u>	<u>\$ 3,596,445</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Parks Fund - 210
For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 231,115	\$ 231,115	\$ 78,580	\$ (152,535)
Interest on investments	500	500	932	432
Total revenues	<u>231,615</u>	<u>231,615</u>	<u>79,512</u>	<u>(152,103)</u>
Expenditures				
Personnel services	7,700	7,700	3,965	3,735
Materials and services	80,000	80,000	14,357	65,643
Capital outlay	250,154	250,154	18,235	231,919
Contingency	56,378	56,378	-	56,378
Total expenditures	<u>394,232</u>	<u>394,232</u>	<u>36,557</u>	<u>357,675</u>
Excess of revenues over (under) expenditures	(162,617)	(162,617)	42,955	205,572
Other Financing Sources (Uses)				
Transfers out	(20,000)	(20,000)	(20,000)	-
Net change in fund balance	(182,617)	(182,617)	22,955	205,572
Beginning fund balance	182,617	182,617	199,902	17,285
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 222,857</u>	<u>\$ 222,857</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Animal Control Fund - 215
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 15,466	\$ 15,466	\$ 7,734	\$ (7,732)
Fines and forfeitures	2,500	2,500	2,145	(355)
Interest on investments	-	-	50	50
Miscellaneous	25,000	25,000	25,478	478
Total revenues	<u>42,966</u>	<u>42,966</u>	<u>35,407</u>	<u>(7,559)</u>
Expenditures				
Personnel services	63,888	64,888	64,638	250
Materials and services	37,630	37,630	27,034	10,596
Contingency	16,448	15,448	-	15,448
Total expenditures	<u>117,966</u>	<u>117,966</u>	<u>91,672</u>	<u>26,294</u>
Excess of revenues over (under) expenditures	(75,000)	(75,000)	(56,265)	18,735
Other Financing Sources (Uses)				
Transfers in	40,000	40,000	40,000	-
Net change in fund balance	(35,000)	(35,000)	(16,265)	18,735
Beginning fund balance	35,000	35,000	30,591	(4,409)
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,326</u>	<u>\$ 14,326</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
County School Fund - 217
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Payments in lieu of tax	\$ 121,000	\$ 121,000	\$ 116,004	\$ (4,996)
Other taxes	12,000	12,000	11,200	(800)
Intergovernmental	236,000	236,000	194,155	(41,845)
Interest on investments	-	-	663	663
Total revenues	<u>369,000</u>	<u>369,000</u>	<u>322,022</u>	<u>(46,978)</u>
Expenditures				
Distributions to school districts	<u>369,000</u>	<u>369,000</u>	<u>322,005</u>	<u>46,995</u>
Net change in fund balance	-	-	17	17
Beginning fund balance	<u>-</u>	<u>-</u>	<u>85</u>	<u>85</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 102</u></u>	<u><u>\$ 102</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Commission on Children & Families Fund - 220
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 205,000	\$ 205,000	\$ 150,484	\$ (54,516)
Interest on investments	-	-	574	574
Miscellaneous	16,000	16,000	13,268	(2,732)
Total revenues	<u>221,000</u>	<u>221,000</u>	<u>164,326</u>	<u>(56,674)</u>
Expenditures				
Personnel services	88,335	88,335	80,433	7,902
Materials and services	166,338	166,338	96,665	69,673
Contingency	30,000	30,000	-	30,000
Total expenditures	<u>284,673</u>	<u>284,673</u>	<u>177,098</u>	<u>107,575</u>
Net change in fund balance	(63,673)	(63,673)	(12,772)	50,901
Beginning fund balance	<u>63,673</u>	<u>63,673</u>	<u>146,367</u>	<u>82,694</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,595</u>	<u>\$ 133,595</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Court Security Fund - 230
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 39,875	\$ 39,875
Charges for services	36,000	36,000	-	(36,000)
Interest on investments	100	100	216	116
Total revenues	<u>36,100</u>	<u>36,100</u>	<u>40,091</u>	<u>3,991</u>
Expenditures				
Materials and services	36,000	68,000	67,114	886
Contingency	43,100	11,100	-	11,100
Total expenditures	<u>79,100</u>	<u>79,100</u>	<u>67,114</u>	<u>11,986</u>
Net change in fund balance	(43,000)	(43,000)	(27,023)	15,977
Beginning fund balance	<u>43,000</u>	<u>43,000</u>	<u>54,661</u>	<u>11,661</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,638</u>	<u>\$ 27,638</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Wind Project Fund - 233
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 200,300	\$ 202,300	\$ 207,393	\$ 5,093
Interest on investments	100	100	457	357
Miscellaneous	-	-	39,072	39,072
Total revenues	<u>200,400</u>	<u>202,400</u>	<u>246,922</u>	<u>44,522</u>
Expenditures				
Materials and services	<u>76,400</u>	<u>78,400</u>	<u>77,842</u>	<u>558</u>
Excess of revenues over (under) expenditures	124,000	124,000	169,080	45,080
Other Financing Sources (Uses)				
Transfers out	<u>(125,000)</u>	<u>(125,000)</u>	<u>(125,000)</u>	<u>-</u>
Net change in fund balance	(1,000)	(1,000)	44,080	45,080
Beginning fund balance	<u>1,000</u>	<u>1,000</u>	<u>(7,254)</u>	<u>(8,254)</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 36,826</u></u>	<u><u>\$ 36,826</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Renewable Energy Fund - 234
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Materials and services	-	-	42	(42)
Net change in fund balance	-	-	(42)	(42)
Beginning fund balance	-	-	42	42
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
STF Fund - 235
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 185,000	\$ 433,000	\$ 368,533	\$ (64,467)
Interest on investments	-	-	98	98
Total revenues	<u>185,000</u>	<u>433,000</u>	<u>368,631</u>	<u>(64,369)</u>
Expenditures				
Materials and services	<u>185,000</u>	<u>433,000</u>	<u>403,544</u>	<u>29,456</u>
Net change in fund balance	-	-	(34,913)	(34,913)
Beginning fund balance	<u>-</u>	<u>-</u>	<u>3,381</u>	<u>3,381</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (31,532)</u></u>	<u><u>\$ (31,532)</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Community Corrections Fund - 240
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 276,870	\$ 381,285	\$ 457,438	\$ 76,153
Charges for services	831,225	831,225	806,779	(24,446)
Fines and forfeitures	48,000	48,000	47,778	(222)
Interest on investments	2,500	2,500	5,364	2,864
Miscellaneous	2,500	2,500	3,990	1,490
Total revenues	<u>1,161,095</u>	<u>1,265,510</u>	<u>1,321,349</u>	<u>55,839</u>
Expenditures				
Personnel services	626,004	649,754	558,899	90,855
Materials and services	520,500	601,165	364,661	236,504
Capital outlay	50,000	50,000	38,385	11,615
Contingency	775,741	775,741	-	775,741
Total expenditures	<u>1,972,245</u>	<u>2,076,660</u>	<u>961,945</u>	<u>1,114,715</u>
Net change in fund balance	(811,150)	(811,150)	359,404	1,170,554
Beginning fund balance	<u>811,150</u>	<u>811,150</u>	<u>949,055</u>	<u>137,905</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,308,459</u>	<u>\$ 1,308,459</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Crime Victim Program Fund - 245
For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 123,075	\$ 165,843	\$ 159,684	\$ (6,159)
Expenditures				
Personnel services	126,165	156,933	124,737	32,196
Materials and services	4,410	16,410	11,833	4,577
Total expenditures	<u>130,575</u>	<u>173,343</u>	<u>136,570</u>	<u>36,773</u>
Excess of revenues over (under) expenditures	(7,500)	(7,500)	23,114	30,614
Other Financing Sources (Uses)				
Transfers in	<u>7,500</u>	<u>7,500</u>	<u>7,500</u>	<u>-</u>
Net change in fund balance	-	-	30,614	30,614
Beginning fund balance	<u>-</u>	<u>-</u>	<u>254</u>	<u>254</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,868</u>	<u>\$ 30,868</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
MERA Fund - 247
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 287,239	\$ 287,239	\$ 174,340	\$ (112,899)
Miscellaneous	4,740	4,740	7,560	2,820
Total revenues	<u>291,979</u>	<u>291,979</u>	<u>181,900</u>	<u>(110,079)</u>
Expenditures				
Personnel services	80,610	80,610	79,974	636
Materials and services	209,419	209,419	78,978	130,441
Capital outlay	46,950	46,950	14,533	32,417
Total expenditures	<u>336,979</u>	<u>336,979</u>	<u>173,485</u>	<u>163,494</u>
Excess of revenues over (under) expenditures	(45,000)	(45,000)	8,415	53,415
Other Financing Sources (Uses)				
Transfers in	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>-</u>
Net change in fund balance	-	-	53,415	53,415
Beginning fund balance	<u>-</u>	<u>-</u>	<u>109,257</u>	<u>109,257</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 162,672</u>	<u>\$ 162,672</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Sheriff Reserve Program Fund - 249
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 22,500	\$ 22,500	\$ 10,588	\$ (11,912)
Expenditures				
Personnel services	25,000	25,000	11,218	13,782
Net change in fund balance	(2,500)	(2,500)	(630)	1,870
Beginning fund balance	2,500	2,500	(3,110)	(5,610)
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,740)</u>	<u>\$ (3,740)</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
CAMI Program Fund - 250
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ -	\$ -	\$ 5,330	\$ 5,330
Expenditures	-	-	-	-
Net change in fund balance	-	-	5,330	5,330
Beginning fund balance	-	-	(5,330)	(5,330)
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Title III Fund - 252
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 55,000	\$ 55,000	\$ 15,210	\$ (39,790)
Interest on investments	350	350	973	623
Total revenues	<u>55,350</u>	<u>55,350</u>	<u>16,183</u>	<u>(39,167)</u>
Expenditures				
Materials and services	<u>185,350</u>	<u>185,350</u>	<u>15,210</u>	<u>170,140</u>
Net change in fund balance	(130,000)	(130,000)	973	130,973
Beginning fund balance	<u>130,000</u>	<u>130,000</u>	<u>2,992</u>	<u>(127,008)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,965</u>	<u>\$ 3,965</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Forest Service - Title III Fund - 253
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 200	\$ 200	\$ 264	\$ 64
Expenditures				
Materials and services	60,250	60,250	612	59,638
Net change in fund balance	(60,050)	(60,050)	(348)	59,702
Beginning fund balance	60,050	60,050	60,115	65
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,767</u>	<u>\$ 59,767</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Economic Development Fund - 255
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Other taxes	\$ 145,000	\$ 145,000	\$ 201,750	\$ 56,750
Intergovernmental	310,000	310,000	135,935	(174,065)
Interest on investments	600	600	1,684	1,084
Miscellaneous	-	-	2,610	2,610
Total revenues	<u>455,600</u>	<u>455,600</u>	<u>341,979</u>	<u>(113,621)</u>
Expenditures				
Materials and services	363,000	363,000	148,642	214,358
Debt service	129,500	129,500	38,378	91,122
Capital outlay	2,665,000	2,665,000	74,250	2,590,750
Contingency	38,100	38,100	-	38,100
Total expenditures	<u>3,195,600</u>	<u>3,195,600</u>	<u>261,270</u>	<u>2,934,330</u>
Excess of revenues over (under) expenditures	<u>(2,740,000)</u>	<u>(2,740,000)</u>	<u>80,709</u>	<u>2,820,709</u>
Other Financing Sources (Uses)				
Proceeds from long-term debt	1,500,000	1,500,000	-	(1,500,000)
Sale of land	1,000,000	1,000,000	-	(1,000,000)
Transfers out	(40,000)	(40,000)	(40,000)	-
Total other financing sources (uses)	<u>2,460,000</u>	<u>2,460,000</u>	<u>(40,000)</u>	<u>(2,500,000)</u>
Net change in fund balance	(280,000)	(280,000)	40,709	320,709
Beginning fund balance	<u>280,000</u>	<u>280,000</u>	<u>303,226</u>	<u>23,226</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 343,935</u>	<u>\$ 343,935</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Community Development Loan Fund - 260
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 25	\$ 25	\$ 44	\$ 19
Expenditures				
Materials and services	9,950	9,950	-	9,950
Net change in fund balance	(9,925)	(9,925)	44	9,969
Beginning fund balance	9,925	9,925	9,936	11
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,980</u>	<u>\$ 9,980</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Watershed Fund - 263
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 280,215	\$ 288,215	\$ 285,689	\$ (2,526)
Expenditures				
Personnel services	<u>280,215</u>	<u>288,215</u>	<u>285,689</u>	<u>2,526</u>
Net change in fund balance	-	-	-	-
Beginning fund balance	<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 3</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Agriculture Services Fund - 265
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 58,000	\$ 58,000	\$ 51,750	\$ (6,250)
Interest on investments	300	300	389	89
Miscellaneous	200	200	-	(200)
Total revenues	<u>58,500</u>	<u>58,500</u>	<u>52,139</u>	<u>(6,361)</u>
Expenditures				
Personnel services	56,410	56,410	48,879	7,531
Materials and services	8,800	8,800	5,921	2,879
Contingency	78,290	78,290	-	78,290
Total expenditures	<u>143,500</u>	<u>143,500</u>	<u>54,800</u>	<u>88,700</u>
Net change in fund balance	(85,000)	(85,000)	(2,661)	82,339
Beginning fund balance	<u>85,000</u>	<u>85,000</u>	<u>96,373</u>	<u>11,373</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 93,712</u>	<u>\$ 93,712</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Non-Medical Transportation Fund - 266
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 250,000	\$ 250,000	\$ 68,280	\$ (181,720)
Interest on investments	-	-	41	41
Miscellaneous	30,000	30,000	26,166	(3,834)
Total revenues	<u>280,000</u>	<u>280,000</u>	<u>94,487</u>	<u>(185,513)</u>
Expenditures				
Materials and services	<u>280,000</u>	<u>280,000</u>	<u>87,518</u>	<u>192,482</u>
Net change in fund balance	-	-	6,969	6,969
Beginning fund balance	<u>-</u>	<u>-</u>	<u>4,113</u>	<u>4,113</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 11,082</u></u>	<u><u>\$ 11,082</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Human Services Program Fund - 268
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 1,304,219	\$ 2,047,833	\$ 1,706,935	\$ (340,898)
Miscellaneous	30,000	30,000	68,287	38,287
Total revenues	<u>1,334,219</u>	<u>2,077,833</u>	<u>1,775,222</u>	<u>(302,611)</u>
Expenditures				
Personnel services	192,219	192,219	178,427	13,792
Materials and services	1,167,000	1,910,614	1,661,838	248,776
Total expenditures	<u>1,359,219</u>	<u>2,102,833</u>	<u>1,840,265</u>	<u>262,568</u>
Net change in fund balance	(25,000)	(25,000)	(65,043)	(40,043)
Beginning fund balance	<u>25,000</u>	<u>25,000</u>	<u>103,317</u>	<u>78,317</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,274</u>	<u>\$ 38,274</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Mediation Assessment Fund - 269
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 26,303	\$ 26,303	\$ 26,691	\$ 388
Interest on investments	100	100	220	120
Total revenues	<u>26,403</u>	<u>26,403</u>	<u>26,911</u>	<u>508</u>
Expenditures				
Materials and services	36,250	36,250	24,230	12,020
Contingency	32,542	32,542	-	32,542
Total expenditures	<u>68,792</u>	<u>68,792</u>	<u>24,230</u>	<u>44,562</u>
Net change in fund balance	(42,389)	(42,389)	2,681	45,070
Beginning fund balance	<u>42,389</u>	<u>42,389</u>	<u>38,859</u>	<u>(3,530)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,540</u>	<u>\$ 41,540</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Ambulance Fund - 270
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ -	\$ -	\$ 8	\$ 8
Expenditures				
Materials and services	<u>1,620</u>	<u>1,620</u>	<u>-</u>	<u>1,620</u>
Net change in fund balance	(1,620)	(1,620)	8	1,628
Beginning fund balance	<u>1,620</u>	<u>1,620</u>	<u>1,621</u>	<u>1</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,629</u></u>	<u><u>\$ 1,629</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Library Project Fund - 272
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 15	\$ 15	\$ 19	\$ 4
Expenditures				
Materials and services	4,315	4,315	-	4,315
Net change in fund balance	(4,300)	(4,300)	19	4,319
Beginning fund balance	4,300	4,300	4,306	6
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,325</u>	<u>\$ 4,325</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
911 Communciation Fund - 280
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 320,000	\$ 320,000	\$ 340,133	\$ 20,133
Interest on investments	500	500	750	250
Total revenues	<u>320,500</u>	<u>320,500</u>	<u>340,883</u>	<u>20,383</u>
Expenditures				
Materials and services	320,000	320,000	320,000	-
Contingency	93,500	93,500	-	93,500
Total expenditures	<u>413,500</u>	<u>413,500</u>	<u>320,000</u>	<u>93,500</u>
Net change in fund balance	(93,000)	(93,000)	20,883	113,883
Beginning fund balance	<u>93,000</u>	<u>93,000</u>	<u>91,523</u>	<u>(1,477)</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 112,406</u></u>	<u><u>\$ 112,406</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
RAC Maintenance Fund - 283
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 6,000	\$ 6,000	\$ 6,000	\$ -
Interest on investments	75	75	113	38
Total revenues	<u>6,075</u>	<u>6,075</u>	<u>6,113</u>	<u>38</u>
Expenditures				
Materials and services	10,000	12,500	11,168	1,332
Contingency	24,675	22,175	-	22,175
Total expenditures	<u>34,675</u>	<u>34,675</u>	<u>11,168</u>	<u>23,507</u>
Net change in fund balance	(28,600)	(28,600)	(5,055)	23,545
Beginning fund balance	<u>28,600</u>	<u>28,600</u>	<u>28,474</u>	<u>(126)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,419</u>	<u>\$ 23,419</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Law Library Fund - 285
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 15,000	\$ 15,000	\$ 19,691	\$ 4,691
Interest on investments	300	300	451	151
Total revenues	<u>15,300</u>	<u>15,300</u>	<u>20,142</u>	<u>4,842</u>
Expenditures				
Materials and services	57,000	57,000	21,210	35,790
Contingency	48,300	48,300	-	48,300
Total expenditures	<u>105,300</u>	<u>105,300</u>	<u>21,210</u>	<u>84,090</u>
Net change in fund balance	(90,000)	(90,000)	(1,068)	88,932
Beginning fund balance	<u>90,000</u>	<u>90,000</u>	<u>89,038</u>	<u>(962)</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 87,970</u></u>	<u><u>\$ 87,970</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Drug Court Fund - 287
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 132,781	\$ 132,781	\$ 116,670	\$ (16,111)
Licenses and fees	1,000	1,000	7,800	6,800
Total revenues	<u>133,781</u>	<u>133,781</u>	<u>124,470</u>	<u>(9,311)</u>
Expenditures				
Materials and services	<u>133,781</u>	<u>133,781</u>	<u>123,684</u>	<u>10,097</u>
Net change in fund balance	-	-	786	786
Beginning fund balance	<u>-</u>	<u>-</u>	<u>(3,623)</u>	<u>(3,623)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,837)</u>	<u>\$ (2,837)</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Building & Property Reserve Fund - 290
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ -	\$ -	\$ 236	\$ 236
Expenditures				
Contingency	28,315	28,315	-	28,315
Capital outlay	25,000	25,000	-	25,000
Total expenditures	<u>53,315</u>	<u>53,315</u>	<u>-</u>	<u>53,315</u>
Net change in fund balance	(53,315)	(53,315)	236	53,551
Beginning fund balance	<u>53,315</u>	<u>53,315</u>	<u>53,374</u>	<u>59</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 53,610</u>	<u>\$ 53,610</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Senior Center Maintenance Fund - 293
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 30	\$ 30	\$ 87	\$ 57
Miscellaneous	7,200	7,200	7,200	-
Total revenues	<u>7,230</u>	<u>7,230</u>	<u>7,287</u>	<u>57</u>
Expenditures				
Materials and services	<u>25,730</u>	<u>25,730</u>	<u>606</u>	<u>25,124</u>
Net change in fund balance	(18,500)	(18,500)	6,681	25,181
Beginning fund balance	<u>18,500</u>	<u>18,500</u>	<u>16,059</u>	<u>(2,441)</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 22,740</u></u>	<u><u>\$ 22,740</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Union County Fair Board Fund - 295
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 62,800	\$ 62,800	\$ 53,667	\$ (9,133)
Rental income	21,000	21,000	17,350	(3,650)
Interest on investments	200	200	208	8
Miscellaneous	72,500	72,500	95,568	23,068
Total revenues	<u>156,500</u>	<u>156,500</u>	<u>166,793</u>	<u>10,293</u>
Expenditures				
Personnel services	47,300	47,300	32,858	14,442
Materials and services	114,750	114,750	122,423	(7,673)
Debt service	-	-	5,995	(5,995)
Capital outlay	20,000	20,000	-	20,000
Contingency	42,450	42,450	-	42,450
Total expenditures	<u>224,500</u>	<u>224,500</u>	<u>161,276</u>	<u>63,224</u>
Net change in fund balance	(68,000)	(68,000)	5,517	73,517
Beginning fund balance	<u>68,000</u>	<u>68,000</u>	<u>48,985</u>	<u>(19,015)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,502</u>	<u>\$ 54,502</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Justice Court Fund - 300
For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and forfeitures	\$ 188,150	\$ 208,150	\$ 344,416	\$ 136,266
Interest on investments	160	160	691	531
Miscellaneous	500	500	758	258
Total revenues	<u>188,810</u>	<u>208,810</u>	<u>345,865</u>	<u>137,055</u>
Expenditures				
Personnel services	103,675	103,675	100,162	3,513
Materials and services	93,240	138,240	146,811	(8,571)
Contingency	25,000	-	-	-
Total expenditures	<u>221,915</u>	<u>241,915</u>	<u>246,973</u>	<u>(5,058)</u>
Excess of revenues over (under) expenditures	(33,105)	(33,105)	98,892	131,997
Other Financing Sources (Uses)				
Transfers out	(44,000)	(44,000)	(44,000)	-
Net change in fund balance	(77,105)	(77,105)	54,892	131,997
Beginning fund balance	77,105	77,105	100,718	23,613
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 155,610</u>	<u>\$ 155,610</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Clerk Equipment Reserve Fund - 301
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 8,020	\$ 8,020	\$ 9,423	\$ 1,403
Interest on investments	-	-	143	143
Total revenues	<u>8,020</u>	<u>8,020</u>	<u>9,566</u>	<u>1,546</u>
Expenditures				
Contingency	<u>32,020</u>	<u>32,020</u>	<u>-</u>	<u>32,020</u>
Net change in fund balance	(24,000)	(24,000)	9,566	33,566
Beginning fund balance	<u>24,000</u>	<u>24,000</u>	<u>27,789</u>	<u>3,789</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 37,355</u></u>	<u><u>\$ 37,355</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
A & T Users Capital Fund - 302
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 1,800	\$ 1,800	\$ 2,049	\$ 249
Interest on investments	80	80	130	50
Total revenues	<u>1,880</u>	<u>1,880</u>	<u>2,179</u>	<u>299</u>
Expenditures				
Materials and services	<u>29,880</u>	<u>29,880</u>	<u>-</u>	<u>29,880</u>
Net change in fund balance	(28,000)	(28,000)	2,179	30,179
Beginning fund balance	<u>28,000</u>	<u>28,000</u>	<u>28,485</u>	<u>485</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,664</u>	<u>\$ 30,664</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Vehicle Reserve Fund - 303
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 200	\$ 200	\$ 325	\$ 125
Miscellaneous	1,000	1,000	588	(412)
Total revenues	<u>1,200</u>	<u>1,200</u>	<u>913</u>	<u>(287)</u>
Expenditures				
Capital outlay	<u>86,580</u>	<u>86,580</u>	<u>-</u>	<u>86,580</u>
Excess of revenues over (under) expenditures	(85,380)	(85,380)	913	86,293
Other Financing Sources (Uses)				
Transfers in	<u>14,000</u>	<u>14,000</u>	<u>14,000</u>	<u>-</u>
Net change in fund balance	(71,380)	(71,380)	14,913	86,293
Beginning fund balance	<u>71,380</u>	<u>71,380</u>	<u>71,777</u>	<u>397</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 86,690</u></u>	<u><u>\$ 86,690</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
GIS Fund - 306
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 13,300	\$ 13,300	\$ 19,154	\$ 5,854
Interest on investments	75	75	145	70
Total revenues	<u>13,375</u>	<u>13,375</u>	<u>19,299</u>	<u>5,924</u>
Expenditures				
Materials and services	27,700	27,700	19,943	7,757
Contingency	9,675	9,675	-	9,675
Total expenditures	<u>37,375</u>	<u>37,375</u>	<u>19,943</u>	<u>17,432</u>
Excess of revenues over (under) expenditures	(24,000)	(24,000)	(644)	23,356
Other Financing Sources (Uses)				
Transfers out	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Net change in fund balance	(29,000)	(29,000)	(5,644)	23,356
Beginning fund balance	<u>29,000</u>	<u>29,000</u>	<u>31,253</u>	<u>2,253</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,609</u>	<u>\$ 25,609</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Transit Hub Maintenance Fund - 307
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 75	\$ 75	\$ 123	\$ 48
Miscellaneous	6,000	6,000	6,000	-
Total revenues	<u>6,075</u>	<u>6,075</u>	<u>6,123</u>	<u>48</u>
Expenditures				
Materials and services	8,000	9,000	8,628	372
Contingency	29,575	28,575	-	28,575
Total expenditures	<u>37,575</u>	<u>37,575</u>	<u>8,628</u>	<u>28,947</u>
Net change in fund balance	(31,500)	(31,500)	(2,505)	28,995
Beginning fund balance	<u>31,500</u>	<u>31,500</u>	<u>29,077</u>	<u>(2,423)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,572</u>	<u>\$ 26,572</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Communications System Fund - 308
For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Licenses and fees	\$ 51,000	\$ 51,000	\$ 54,820	\$ 3,820
Interest on investments	200	200	536	336
Total revenues	<u>51,200</u>	<u>51,200</u>	<u>55,356</u>	<u>4,156</u>
Expenditures				
Materials and services	37,000	37,000	34,010	2,990
Capital outlay	20,000	20,000	-	20,000
Contingency	106,200	106,200	-	106,200
Total expenditures	<u>163,200</u>	<u>163,200</u>	<u>34,010</u>	<u>129,190</u>
Net change in fund balance	(112,000)	(112,000)	21,346	133,346
Beginning fund balance	<u>112,000</u>	<u>112,000</u>	<u>113,126</u>	<u>1,126</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 134,472</u>	<u>\$ 134,472</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Dispute Resolution Fund - 312
For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 25,000	\$ 25,000	\$ 25,000	\$ -
Charges for services	1,850	1,850	6,701	4,851
Licenses and fees	250	250	-	(250)
Interest on investments	-	-	14	14
Total revenues	<u>27,100</u>	<u>27,100</u>	<u>31,715</u>	<u>4,615</u>
Expenditures				
Personnel services	21,835	20,835	20,373	462
Materials and services	7,765	8,765	8,720	45
Total expenditures	<u>29,600</u>	<u>29,600</u>	<u>29,093</u>	<u>507</u>
Net change in fund balance	(2,500)	(2,500)	2,622	5,122
Beginning fund balance	<u>2,500</u>	<u>2,500</u>	<u>807</u>	<u>(1,693)</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,429</u></u>	<u><u>\$ 3,429</u></u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Surveyor Fund - 313
For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Licenses and fees	\$ 28,750	\$ 28,750	\$ 31,840	\$ 3,090
Interest on investments	150	150	77	(73)
Total revenues	<u>28,900</u>	<u>28,900</u>	<u>31,917</u>	<u>3,017</u>
Expenditures				
Materials and services	66,000	66,000	61,931	4,069
Contingency	2,900	2,900	-	2,900
Total expenditures	<u>68,900</u>	<u>68,900</u>	<u>61,931</u>	<u>6,969</u>
Excess of revenues over (under) expenditures	(40,000)	(40,000)	(30,014)	9,986
Other Financing Sources (Uses)				
Transfers in	<u>22,000</u>	<u>22,000</u>	<u>22,000</u>	<u>-</u>
Net change in fund balance	(18,000)	(18,000)	(8,014)	9,986
Beginning fund balance	<u>18,000</u>	<u>18,000</u>	<u>28,046</u>	<u>10,046</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,032</u>	<u>\$ 20,032</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Map Fund - 315
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 25	\$ 25	\$ 41	\$ 16
Expenditures				
Materials and services	9,225	9,225	-	9,225
Net change in fund balance	(9,200)	(9,200)	41	9,241
Beginning fund balance	9,200	9,200	9,213	13
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,254</u>	<u>\$ 9,254</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Union County 4-H Extension
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property taxes	\$ 269,859	\$ 269,859	\$ 264,651	\$ (5,208)
Rental income	52,066	52,066	52,661	595
Interest on investments	800	800	1,172	372
Miscellaneous	18,858	18,858	27,372	8,514
Total revenues	<u>341,583</u>	<u>341,583</u>	<u>345,856</u>	<u>4,273</u>
Expenditures				
Personnel services	267,523	267,523	200,038	67,485
Materials and services	162,951	162,951	113,631	49,320
Debt service	19,052	19,052	17,462	1,590
Capital outlay	74,921	74,921	25,028	49,893
Contingency	5,000	5,000	-	5,000
Total expenditures	<u>529,447</u>	<u>529,447</u>	<u>356,159</u>	<u>173,288</u>
Net change in fund balance	(187,864)	(187,864)	(10,303)	177,561
Beginning fund balance	<u>187,864</u>	<u>187,864</u>	<u>214,968</u>	<u>27,104</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 204,665</u>	<u>\$ 204,665</u>

UNION COUNTY, OREGON
Combining Statement of Net Position
Airport Proprietary Funds
June 30, 2016

	501 Airport Operations	320 Airport Capital Improvement	Total Airport Fund
Assets			
Current assets:			
Cash and investments	\$ 224,039	\$ -	\$ 224,039
Accounts receivable	38,380	39,672	78,052
Inventory	147,808	-	147,808
Total current assets	<u>410,227</u>	<u>39,672</u>	<u>449,899</u>
Noncurrent assets:			
Capital assets:			
Construction in progress	2,905,127	-	2,905,127
Buildings	2,736,378	-	2,736,378
Equipment and vehicles	178,066	-	178,066
Improvements	15,735,601	-	15,735,601
Less: accumulated depreciation	(6,650,316)	-	(6,650,316)
Total noncurrent assets	<u>14,904,856</u>	<u>-</u>	<u>14,904,856</u>
Total assets	<u>15,315,083</u>	<u>39,672</u>	<u>15,354,755</u>
Deferred Outflows of Resources			
Deferred charge - debt refunding	<u>15,557</u>	<u>-</u>	<u>15,557</u>
Liabilities			
Current liabilities:			
Accounts payable	33,537	99,512	133,049
Interfund payable	-	124,978	124,978
Accrued interest payable	1,917	-	1,917
Loans payable - current	280,000	-	280,000
Total current liabilities	<u>315,454</u>	<u>224,490</u>	<u>539,944</u>
Noncurrent liabilities:			
Loans payable	<u>575,000</u>	<u>-</u>	<u>575,000</u>
Total liabilities	<u>890,454</u>	<u>224,490</u>	<u>1,114,944</u>
Deferred Inflows of Resources			
	<u>-</u>	<u>-</u>	<u>-</u>
Net Position			
Net investment in capital assets	14,049,856	-	14,049,856
Unrestricted	390,330	(184,818)	205,512
Total net position	<u>\$ 14,440,186</u>	<u>\$ (184,818)</u>	<u>\$ 14,255,368</u>

UNION COUNTY, OREGON
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Airport Proprietary Funds
For the Fiscal Year Ended June 30, 2016

	501 Airport Operations	320 Airport Capital Improvement	Total Airport Fund
Operating Revenues			
Charges for services	\$ 1,278,283	\$ -	\$ 1,278,283
Licenses and fees	56,668	-	56,668
Rental income	71,979	277,477	349,456
Miscellaneous	4,333	-	4,333
Total operating revenues	<u>1,411,263</u>	<u>277,477</u>	<u>1,688,740</u>
Operating Expenses			
Personnel services	106,078	-	106,078
Materials and services	1,014,599	183,229	1,197,828
Depreciation	498,774	-	498,774
Total operating expenses	<u>1,619,451</u>	<u>183,229</u>	<u>1,802,680</u>
Operating income (loss)	<u>(208,188)</u>	<u>94,248</u>	<u>(113,940)</u>
Nonoperating Revenues (Expenses)			
Interest on investments	757	-	757
Interest expense	(31,293)	-	(31,293)
Grant revenue	-	422,733	422,733
Loss on sale of assets	(2,073)	-	(2,073)
Total nonoperating revenues (expenses)	<u>(32,609)</u>	<u>422,733</u>	<u>390,124</u>
Income (loss) before transfers	<u>(240,797)</u>	<u>516,981</u>	<u>276,184</u>
Transfers out	<u>(30,000)</u>	<u>-</u>	<u>(30,000)</u>
Change in net position	<u>(270,797)</u>	<u>516,981</u>	<u>246,184</u>
Net position - beginning	14,201,725	(192,541)	14,009,184
Equity transfer	509,258	(509,258)	-
Net position - ending	<u>\$ 14,440,186</u>	<u>\$ (184,818)</u>	<u>\$ 14,255,368</u>

UNION COUNTY, OREGON
Combining Statement of Cash Flows
Airport Proprietary Funds
For the Fiscal Year Ended June 30, 2016

	501 Airport Operations	320 Airport Capital Improvement	Total Airport Fund
Cash Flows from Operating Activities:			
Cash received from customers	\$ 1,348,005	\$ -	\$ 1,348,005
Cash received from rentals	71,979	277,477	349,456
Other operating receipts	4,333	-	4,333
Cash payments for personnel services	(106,078)	-	(106,078)
Cash payments for fuel purchases	(867,969)	-	(867,969)
Cash payments for insurance	(15,701)	-	(15,701)
Cash payments for miscellaneous	(25,246)	-	(25,246)
Cash payments for contractual services	(58,268)	(183,229)	(241,497)
Cash payments for supplies	(19,907)	-	(19,907)
Cash payments for repairs	(42,426)	-	(42,426)
Net cash provided (used) by operating activities	<u>288,722</u>	<u>94,248</u>	<u>382,970</u>
Cash Flows from Noncapital Financing Activities:			
Interfund loans	(36,192)	(502,599)	(538,791)
Interfund transfers	(30,000)	-	(30,000)
Nonoperating grants	-	909,561	909,561
Net cash provided (used) by noncapital financing activities	<u>(66,192)</u>	<u>406,962</u>	<u>340,770</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition of capital assets	-	(199,660)	(199,660)
Sale of capital assets	752	-	752
Principal payments on indebtedness	-	(275,000)	(275,000)
Interest paid on indebtedness	-	(26,550)	(26,550)
Net cash provided (used) by capital and related financing activities	<u>752</u>	<u>(501,210)</u>	<u>(500,458)</u>
Cash Flows from Investing Activities:			
Interest income	<u>757</u>	<u>-</u>	<u>757</u>
Net increase (decrease) in cash and investments	224,039	-	224,039
Beginning cash and investments	-	-	-
Ending cash and investments	<u>\$ 224,039</u>	<u>\$ -</u>	<u>\$ 224,039</u>
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (208,188)	\$ 94,248	\$ (113,940)
<i>Adjustments to reconcile operating income to net cash provided (used) by operating activities:</i>			
Depreciation	498,774	-	498,774
(Increase) decrease in accounts receivable	13,054	-	13,054
(Increase) decrease in inventory	27,223	-	27,223
Increase (decrease) in accounts payable	(42,141)	-	(42,141)
Net cash provided (used) by operating activities	<u>\$ 288,722</u>	<u>\$ 94,248</u>	<u>\$ 382,970</u>

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Airport Operations Fund - 501
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 1,234,945	\$ 1,234,945	\$ 1,278,283	\$ 43,338
Licenses and fees	-	-	56,668	56,668
Rental income	74,379	74,379	71,979	(2,400)
Interest on investments	-	-	757	757
Miscellaneous	2,000	2,000	5,085	3,085
Total revenues	<u>1,311,324</u>	<u>1,311,324</u>	<u>1,412,772</u>	<u>101,448</u>
Expenditures				
Personnel services	113,037	113,037	106,078	6,959
Materials and services	1,162,787	1,162,787	1,014,599	148,188
Capital outlay	10,000	10,000	-	10,000
Total expenditures	<u>1,285,824</u>	<u>1,285,824</u>	<u>1,120,677</u>	<u>165,147</u>
Excess of revenues over (under) expenditures	25,500	25,500	292,095	266,595
Other Financing Sources (Uses)				
Transfers out	<u>(30,000)</u>	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Net change in fund balance	(4,500)	(4,500)	262,095	266,595
Beginning fund balance	<u>4,500</u>	<u>4,500</u>	<u>114,595</u>	<u>110,095</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	376,690	<u><u>\$ 376,690</u></u>
<u>Adjustments to GAAP</u>				
Capital assets, net			14,904,856	
Deferred charge - debt refunding			15,557	
Accrued interest payable			(1,917)	
Loans payable			<u>(855,000)</u>	
			<u><u>\$ 14,440,186</u></u>	
<u>Detail of Fund Balance</u>				
Cash and investments			\$ 224,039	
Accounts receivable			38,380	
Inventory			147,808	
Accounts payable			<u>(33,537)</u>	
			<u><u>\$ 376,690</u></u>	

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Airport Capital Improvement Fund - 320
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Grant revenue	\$ 637,000	\$ 637,000	\$ 422,733	\$ (214,267)
Rental income	282,800	282,800	277,477	(5,323)
Total revenues	<u>919,800</u>	<u>919,800</u>	<u>700,210</u>	<u>(219,590)</u>
Expenditures				
Materials and services	285,000	285,000	183,229	101,771
Debt service	301,550	301,550	301,550	-
Capital outlay	352,000	352,000	207,708	144,292
Contingency	31,250	31,250	-	31,250
Total expenditures	<u>969,800</u>	<u>969,800</u>	<u>692,487</u>	<u>277,313</u>
Net change in fund balance	(50,000)	(50,000)	7,723	57,723
Beginning fund balance	<u>50,000</u>	<u>50,000</u>	<u>(192,541)</u>	<u>(242,541)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (184,818)</u>	<u>\$ (184,818)</u>
<u>Detail of Fund Balance</u>				
Accounts receivable			\$ 39,672	
Accounts payable			(99,512)	
Interfund payable			<u>(124,978)</u>	
			<u>\$ (184,818)</u>	

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Buffalo Peak Golf Course - 310
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 413,000	\$ 413,000	\$ 321,451	\$ (91,549)
Miscellaneous	1,000	1,000	-	(1,000)
Total revenues	<u>414,000</u>	<u>414,000</u>	<u>321,451</u>	<u>(92,549)</u>
Expenditures				
Personnel services	265,360	265,360	262,202	3,158
Materials and services	158,640	158,140	160,020	(1,880)
Debt service	130,000	130,500	130,225	275
Total expenditures	<u>554,000</u>	<u>554,000</u>	<u>552,447</u>	<u>1,553</u>
Excess of revenues over (under) expenditures	(140,000)	(140,000)	(230,996)	(90,996)
Other Financing Sources (Uses)				
Transfers in	<u>140,000</u>	<u>140,000</u>	<u>140,000</u>	<u>-</u>
Net change in fund balance	-	-	(90,996)	(90,996)
Beginning fund balance	<u>-</u>	<u>-</u>	<u>(1,120,825)</u>	<u>(1,120,825)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(1,211,821)</u>	<u>\$ (1,211,821)</u>
<u>Adjustments to GAAP</u>				
Capital assets, net			1,663,882	
Accrued interest payable			(21,010)	
Loans payable			(1,271,061)	
Deferred revenue - debt refunding			(6,307)	
			<u>\$ (846,317)</u>	
<u>Detail of Fund Balance</u>				
Inventory			\$ 15,939	
Accounts receivable			50,327	
Interfund payable			(1,223,497)	
Accounts payable			(6,822)	
Unearned revenue			(2,838)	
Unearned golf course pass revenue			(35,634)	
Compensated absences			(9,296)	
			<u>\$ (1,211,821)</u>	

UNION COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
Union County Solid Waste District
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Franchise fees	\$ 150,000	\$ 150,000	\$ 170,756	\$ 20,756
Grant revenue	10,000	10,000	13,556	3,556
Interest on investments	135	135	110	(25)
Miscellaneous	1,200	1,200	20,016	18,816
Total revenues	<u>161,335</u>	<u>161,335</u>	<u>204,438</u>	<u>43,103</u>
Expenditures				
Materials and services	238,500	238,500	134,447	104,053
Capital outlay	10,000	10,000	-	10,000
Contingency	274,383	274,383	-	274,383
Total expenditures	<u>522,883</u>	<u>522,883</u>	<u>134,447</u>	<u>388,436</u>
Net change in fund balance	(361,548)	(361,548)	69,991	431,539
Beginning fund balance	<u>361,548</u>	<u>361,548</u>	<u>430,805</u>	<u>69,257</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	500,796	<u>\$ 500,796</u>
<u>Adjustments to GAAP</u>				
Capital assets, net			446,046	
Closure and post-closure care costs			<u>(768,864)</u>	
			<u>\$ 177,978</u>	
<u>Detail of Fund Balance</u>				
Cash and cash equivalents			\$ 460,702	
Accounts receivable			40,194	
Accounts payable			<u>(100)</u>	
			<u>\$ 500,796</u>	

OTHER FINANCIAL SCHEDULES

UNION COUNTY, OREGON
Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2016

	<u>Balance July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2016</u>
<u>Property Tax & Other Agency Funds</u>				
Assets				
Cash and investments	\$ 68,630	\$ 20,686,428	\$ 20,615,246	\$ 139,812
Accounts receivable	11,886	-	426	11,460
Taxes receivable	1,606,760	135,341	-	1,742,101
Total assets	<u>\$ 1,687,276</u>	<u>\$ 20,821,769</u>	<u>\$ 20,615,672</u>	<u>\$ 1,893,373</u>
Liabilities				
Distributions pending to other entities	<u>\$ 1,687,276</u>	<u>\$ 20,821,769</u>	<u>\$ 20,615,672</u>	<u>\$ 1,893,373</u>

UNION COUNTY, OREGON
Schedule of Property Tax Transactions
For the Fiscal Year Ended June 30, 2016

<u>Tax Year</u>	<u>Uncollected Taxes July 1, 2015</u>	<u>Current Tax Levy</u>	<u>Less: Collections 2015-2016</u>	<u>Adjustments & Discounts</u>	<u>Uncollected Taxes June 30, 2016</u>
2015-16	\$ -	\$ 25,288,834	\$ 23,686,976	\$ (693,915)	\$ 907,943
2014-15	936,015	-	359,176	(34,712)	542,127
2013-14	476,567	-	139,563	(3,150)	333,854
2012-13	321,001	-	128,623	(2,909)	189,469
2011-12	157,951	-	71,324	(2,778)	83,849
2010-11	72,522	-	2,302	(2,661)	67,559
2009-10	93,030	-	2,167	(2,610)	88,253
Prior	22,784	-	2,446	-	20,338
	<u>\$ 2,079,870</u>	<u>\$ 25,288,834</u>	<u>\$ 24,392,577</u>	<u>\$ (742,735)</u>	<u>\$ 2,233,392</u>

Tax Turnovers:

July 2015	\$ 90,670
August 2015	206,725
September 2015	74,561
October 2015	4,063,647
November 2015	14,238,254
December 2015	3,906,500
January 2016	225,856
February 2016	644,067
March 2016	242,545
April 2016	171,877
May 2016	540,425
June 2016	189,873
Less:	
Adjustments	(6)
Interest	(202,417)
	<u>\$ 24,392,577</u>

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**INDEPENDENT AUDITORS' REPORT REQUIRED
BY OREGON STATE REGULATIONS**

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1121 ADAMS AVENUE • P.O. BOX 1024

LA GRANDE, OREGON 97850-1024

**Independent Auditor's Report
Required by Oregon State Regulations**

We have audited the basic financial statements of Union County, Oregon, as of and for the year ended June 30, 2016, and have issued our report hereon dated December 15, 2016. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Union 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 statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

- **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 Independently Elected Officials:

The independently elected officials of the County who collect or receive cash, and the corresponding schedule of accountability are as follows:

<u>Elected Position</u>	<u>Beginning Cash Balance</u>	<u>Receipts/ Collections</u>	<u>Disbursements</u>	<u>Turnovers to Treasurer</u>	<u>Ending Balance</u>
Treasurer	\$ 7,931,308	\$ 21,295,092	\$ 46,478,629	\$ 24,947,538	\$ 7,695,309
Sheriff	8,557	396,159	316,719	-	87,997
County Clerk	66	376,433	23,882	(352,539)	78
Assessor	-	24,594,999	-	(24,594,999)	-
Total	<u>\$ 7,939,931</u>	<u>\$ 46,662,683</u>	<u>\$ 46,819,230</u>	<u>\$ -</u>	<u>\$ 7,783,384</u>

In connection with our testing nothing came to our attention that caused us to believe Union 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. The County did not comply with ORS 294.456(6). Expenditures exceeded budgeted appropriations for the year ended June 30, 2016, as follows:

Fund	Over Expenditure
234 Renewable Energy Fund - Materials and services	\$ 42
295 Fair Board - Materials and services	7,673
295 Fair Board - Debt Service	5,995
300 Justice Court - Materials and services	8,571
310 Buffalo Peak Golf Course - Materials and services	1,880

OAR 162-10-0230 Internal Control

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

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

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

Purpose of this Report

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

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC
 Certified Public Accountants

By Michael R. Poe
 Michael R. Poe, CPA
 Owner/Member

La Grande, Oregon
 December 15, 2016

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**AUDIT DELIVERABLES REQUIRED
BY THE SINGLE AUDIT ACT OF 1996**

UNION COUNTY, OREGON
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2016

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Grantor ID</u>	<u>Expenditures</u>	<u>Subrecipient Expenditures</u>
U.S. Department of Agriculture:				
<u>Pass-Through Oregon Department Administrative Services:</u>				
Forest Service Schools and Roads Cluster: Schools and Roads - Grants to Counties	10.665		\$ 791,829	
U.S. Department of Interior:				
<u>Direct Programs:</u>				
Payments in Lieu of Taxes	15.226		802,103	
FWS National Wildlife Refuge Fund	15.659		321	
Endangered Species Conservation-Wolf Livestock Loss Compensation and Prevention	15.666		13,000	
<u>Pass-Through Oregon Department of Administrative Services:</u>				
Non-Sale Disposals of Mineral Material	15.214		963	
Distribution of Receipts to State and Local Governments	15.227		158	
Total U.S. Department of Interior			<u>816,545</u>	
U.S. Department of Health and Human Services:				
<u>Direct Programs:</u>				
Drug Free Communities Support Program	93.276		115,207	
<u>Pass-Through Oregon Health Authority</u>				
Substance Abuse and Mental Health Services-Projects of Regional and National Significance	93.243	250051	67,308	
Block Grants for Community Health	93.958	112001	40,291	
SAPT Block Grant	93.959	135001	79,592	
<u>Pass-Through Oregon Department of Education:</u>				
Social Services Block Grant	93.667		18,208	
Promoting Safe & Stable Families	93.556		248	
<u>Pass-Through Oregon Department of Justice:</u>				
Child Support Enforcement	93.563		70,541	
Total U.S. Department of Health and Human Services			<u>391,395</u>	
U.S. Department of Justice:				
<u>Direct Programs:</u>				
Rural Domestic Violence	16.589		143,823	
State Criminal Alien Assistance Program	16.606		1,387	
Bulletproof Vest Partnership Program	16.607		715	
<u>Pass-Through Oregon Department of Justice:</u>				
Crime Victim Assistance	16.575	09-VOCA-3466	26,994	
Edward Byrne Memorial Justice Assistance Grant Program	16.738		6,687	
Total U.S. Department of Justice			<u>179,606</u>	
U.S. Department of Homeland Security:				
<u>Pass-Through Oregon State Military:</u>				
Emergency Management Performance Grant	97.042		72,448	
Total U.S. Department of Homeland Security			<u>72,448</u>	
U.S. Department of Transportation:				
<u>Direct Programs:</u>				
Airport Improvement Program: Runway 12/30 Overlay	20.106	3-41-0031-019-2013	200,558	
Airport Improvement Program: Master Plan	20.106	3-41-0031-020-2104	164,908	
			<u>365,466</u>	
<u>Pass-Through Oregon Parks and Recreation Department:</u>				
Highway Planning and Construction Cluster - Recreational Trails Program	20.219		14,533	
<u>Pass-Through Oregon Department of Transportation:</u>				
Highway Planning and Construction Cluster - Highway Planning and Construction	20.205		17,894	
Total Highway Planning and Construction Cluster			<u>32,427</u>	
Transit Services Program Cluster - Enhanced Mobility for Seniors and Individuals paid to subrecipient: Community Connections of Northeast Oregon	20.513	30578	244,722	244,722
Highway Safety Cluster - State and Community Highway Safety	20.600		44,720	
Total U.S. Department of Transportation			<u>687,335</u>	<u>244,722</u>
Total expenditures of federal awards			<u>\$ 2,939,158</u>	<u>\$ 244,722</u>

UNION COUNTY, OREGON
Notes to Schedule of Expenditures of Federal Awards

Note A - Purpose of the Schedule:

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") is a supplementary schedule to Union County's financial statements and is presented for purposes of additional analysis. Because the Schedule presents only a selected portion of the activities of the County, it is not intended to and does not present either the financial position, results of operations, or changes in fund balances/equity of Union County.

Note B - Significant Accounting Policies:

Reporting Entity

The reporting entity is fully described in Note 1 to the County's basic financial statements. The Schedule includes all federal programs administered by the County for the year ended June 30, 2016.

Basis of Presentation

The accompanying Schedule includes the federal award activity of the County under programs of the federal government for the year ended June 30, 2016. The information in the Schedule is presented in accordance with the 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 of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

Federal Financial Assistance

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

Major Programs

The Single Audit Act and the Uniform Guidance establish criteria to be used in defining major programs. Major programs for Union County are those programs selected for testing by the auditor using a risk-assessment model, as well as certain minimum expenditure requirements, as outlined in the Uniform Guidance. Programs with similar requirements may be grouped into a cluster for testing purposes.

Basis of Accounting

The receipt and expenditure of federal awards are accounted for under the same basis of accounting as the fund in which they are recorded. Federal awards recorded in proprietary funds are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Federal awards recorded in governmental funds are reported using the modified accrual basis of accounting. Revenues are recognized when measurable and available. Expenditures are recorded when the related liability is incurred.

Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Insurance Coverage

For fiscal year ended June 30, 2016, the County had insurance coverage in effect comparable to other entities of similar size and circumstance.

Indirect Cost Rate

The County has not elected to use the 10% de minimis indirect cost rate.

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1121 ADAMS AVENUE • P.O. BOX 1024

LA GRANDE, OREGON 97850-1024

**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***

County Commissioners
Union County
1106 K Avenue
La Grande, Oregon 97850

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 Union County, Oregon, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Union County, Oregon's basic financial statements, and have issued our report thereon dated December 15, 2016.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Union County, Oregon's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. However, additional matters were communicated to the County in a written communication.

Purpose of this Report

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

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC
Certified Public Accountants

By Michael R. Poe
Michael R. Poe, CPA
Owner/Member

La Grande, Oregon
December 15, 2016

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1121 ADAMS AVENUE • P.O. BOX 1024

LA GRANDE, OREGON 97850-1024

**Independent Auditor's Report on Compliance for Each Major Program
And on Internal Control over Compliance Required by the Uniform Guidance**

County Commissioners
Union County
1106 K Avenue
La Grande, Oregon 97850

Report on Compliance for Each Major Federal Program

We have audited Union County, Oregon's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Union County, Oregon's major federal programs for the year ended June 30, 2016. Union County, Oregon's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, Union County, Oregon, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

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

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

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

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

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC
Certified Public Accountants

By Michael R. Poe
Michael R. Poe, CPA
Owner/Member

La Grande, Oregon
December 15, 2016

UNION COUNTY, OREGON
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

A. Summary of Audit Results

	Results
Financial Statements Audit	
1. Type of auditor's report issued	Unmodified
2. Internal control over financial reporting:	
Were significant deficiencies disclosed?	No
Of the significant deficiencies disclosed were any material weaknesses?	N/A
3. Did the audit disclose any noncompliance material to the financial statements?	No
Federal Awards	
1. Type of auditor's report issued:	
<u>Major programs:</u>	
U.S. Department of Interior - Payments in Lieu of Taxes CFDA Number 15.226	Unmodified
U.S. Department of Transportation - Enhanced Mobility of Seniors and Individuals with Disabilities CFDA Number 20.513	Unmodified
U.S. Department of Transportation - Airport Improvement Program CFDA Number 20.106	Unmodified
2. Internal control over major programs:	
Were significant deficiencies disclosed?	No
Of the significant deficiencies disclosed were any material weaknesses?	N/A
3. Were any of the following disclosed in accordance with 2 CFR Section 200.516(a)?	
Significant deficiencies in internal control over major programs?	No
Material Noncompliance with the provisions of laws, regulations, contracts, or grant agreements related to major programs?	No
Known questioned costs which are greater than \$25,000 for a type of compliance requirement for a major program?	No
Known questioned costs which are greater than \$25,000 for a federal program which is not audited as a major program?	No
4. The threshold for distinguishing Types A and B programs:	\$ 750,000
5. Auditee qualified as a low-risk auditee	Yes

B. Findings - Financial Statement Audit

None noted as a result of our audit procedures.

C. Federal Awards Findings and Questioned Costs

None noted as a result of our audit procedures.

UNION COUNTY, OREGON
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2016

None noted as a result of our audit procedures.