

BASIC FINANCIAL STATEMENTS

COOS COUNTY, OREGON
STATEMENT OF NET POSITION
June 30, 2013

ASSETS	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Cash and cash equivalents	\$ 33,721,913	\$ 13,184,238	\$ 46,906,151
Receivables	3,267,858	188,636	3,456,494
Internal balances	(91,035)	91,035	-
Prepaid expenses	77,492	14,206	91,698
Inventories	366,195	-	366,195
Total current assets	<u>37,342,423</u>	<u>13,478,115</u>	<u>50,820,538</u>
Noncurrent assets:			
Prepaid bond insurance	-	63,006	63,006
Temporarily restricted assets-cash	1,036,660	-	1,036,660
Capital assets:			
Land	5,375,477	708,291	6,083,768
Construction in process	1,595,313	-	1,595,313
Other capital assets (net)	74,946,502	46,320,007	121,266,509
Total noncurrent assets	<u>82,953,952</u>	<u>47,091,304</u>	<u>130,045,256</u>
Total assets	<u>120,296,375</u>	<u>60,569,419</u>	<u>180,865,794</u>
LIABILITIES			
Current liabilities:			
Accounts payable	870,977	168,606	1,039,583
Payroll liabilities	619,007	15,660	634,667
Unearned revenue	2,185,290	52,618	2,237,908
Due to others on contract	32,038	-	32,038
Accrued interest payable	-	70,999	70,999
Compensated absences payable	1,322,181	78,001	1,400,182
Current portion of long-term liabilities:			
Landfill closure/postclosure care costs	-	807,900	807,900
Bonds	-	1,265,000	1,265,000
Capital leases	-	1,136	1,136
Total current liabilities	<u>5,029,493</u>	<u>2,459,920</u>	<u>7,489,413</u>
Noncurrent liabilities:			
Portions due or payable after one year:			
Bonds	-	15,885,000	15,885,000
Accrued other postemployment benefits obligation	1,372,982	51,562	1,424,544
Accrued landfill closure/postclosure care costs	-	4,070,000	4,070,000
Total noncurrent liabilities	<u>1,372,982</u>	<u>20,006,562</u>	<u>21,379,544</u>
Total liabilities	<u>6,402,475</u>	<u>22,466,482</u>	<u>28,868,957</u>
NET POSITION			
Net Investment in capital assets	81,917,292	29,877,162	111,794,454
Restricted for:			
Roads, sidewalks, footpaths	4,599,019	-	4,599,019
Debt service	137,250	-	137,250
Capital projects/Debt service	-	8,191,346	8,191,346
Health	9,666,106	-	9,666,106
Public safety	1,567,805	-	1,567,805
Other programs	1,723,735	117,441	1,841,176
Unrestricted	14,282,693	(83,012)	14,199,681
Total net position	<u>\$ 113,893,900</u>	<u>\$ 38,102,937</u>	<u>\$ 151,996,837</u>

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

**COOS COUNTY, OREGON
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2013**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position		
		Charges for Services & Contracts	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business Type Activities	Total
Governmental activities:							
General government	\$ 7,117,907	\$ 3,376,990	\$ 660,608	\$ -	\$ (3,080,309)	\$ -	\$ (3,080,309)
Public safety	11,441,975	885,544	3,335,813	-	(7,220,618)	-	(7,220,618)
Public works	7,162,235	161,107	4,442,818	1,317,093	(1,241,217)	-	(1,241,217)
Health and welfare	10,761,744	1,689,072	8,762,479	-	(310,193)	-	(310,193)
Community development	172,354	5,145	191,225	-	24,016	-	24,016
Culture and recreation	4,806,231	633,286	491,909	160,361	(3,520,675)	-	(3,520,675)
Intergovernmental	702,305	1,370	711,409	49,728	60,202	-	60,202
Interest and fiscal charges	912,782	25,591	-	-	(887,191)	-	(887,191)
Total governmental activities	43,077,533	6,778,105	18,596,261	1,527,182	(16,175,985)	-	(16,175,985)
Business-type activities:							
Sanitation	1,808,358	4,736,004	-	-	-	2,927,646	2,927,646
Gas pipeline	1,507,792	597,257	-	-	-	(910,535)	(910,535)
County fair	353,495	263,496	48,110	-	-	(41,889)	(41,889)
Transportation	763,698	150,327	525,769	-	-	(87,602)	(87,602)
Total business-type activities	4,433,343	5,747,084	573,879	-	-	1,887,620	1,887,620
Total government	\$ 47,510,876	\$ 12,525,189	\$ 19,170,140	\$ 1,527,182	(16,175,985)	1,887,620	(14,288,365)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					4,714,885	-	4,714,885
Property taxes, levied for 4-H & Extension services					383,902	-	383,902
Property taxes, levied for library services					3,147,859	-	3,147,859
Property taxes, levied for debt service					2,114,834	-	2,114,834
Foreclosed property sales					18,143	-	18,143
Grants and contributions not restricted to specific programs					2,896,696	-	2,896,696
Earnings on investments					198,355	-	198,355
Miscellaneous					703,157	-	703,157
Gain (loss) on disposition of capital assets					(110,446)	-	(110,446)
Total General Revenues					14,067,385	-	14,067,385
Transfers					(1,215,000)	1,215,000	-
Changes in net position					(3,323,600)	3,102,620	(220,980)
Net position - beginning of year					117,217,500	35,163,460	152,380,960
Prior period adjustment					-	(163,143)	(163,143)
Net position - beginning of year, restated					117,217,500	35,000,317	152,217,817
Net position - ending					\$ 113,893,900	\$ 38,102,937	\$ 151,996,837

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

**COOS COUNTY, OREGON
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2013**

	General	Public Works	Mental Health	County Forest	Other Governmental Funds	Total
ASSETS						
Cash and cash equivalents	\$ 8,969,414	\$ 3,974,504	\$ 6,804,964	\$ 7,970,891	\$ 6,002,140	\$ 33,721,913
Restricted cash	46,112	-	990,548	-	-	1,036,660
Receivables:						
Property taxes	563,975	-	-	-	670,563	1,234,538
Accounts	496,406	476,128	151,666	-	909,120	2,033,320
Due from other funds	76,903	225,203	-	-	-	302,106
Prepaid expenses	6,431	-	4,972	-	66,089	77,492
Inventories	-	366,195	-	-	-	366,195
Total assets	\$ 10,159,241	\$ 5,042,030	\$ 7,952,150	\$ 7,970,891	\$ 7,647,912	\$ 38,772,224
LIABILITIES						
Accounts payable	\$ 283,700	\$ 68,234	\$ 141,720	\$ 11,890	\$ 365,433	\$ 870,977
Payroll liabilities	619,007	-	-	-	-	619,007
Due to other funds	40,046	161,968	3,480	91	187,556	393,141
Unearned revenue	1,822,419	-	-	-	362,871	2,185,290
Due on contracts	32,038	-	-	-	-	32,038
Total liabilities	2,797,210	230,202	145,200	11,981	915,860	4,100,453
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue:						
Property taxes	490,284	-	-	-	582,832	1,073,116
Assessments	-	106,173	-	-	-	106,173
Total deferred inflows of resources	490,284	106,173	-	-	582,832	1,179,289
FUND BALANCES						
Nonspendable	6,431	366,195	4,972	-	66,089	443,687
Restricted	46,112	4,339,460	7,801,978	-	5,506,366	17,693,916
Committed	-	-	-	-	474,155	474,155
Assigned	-	-	-	7,958,910	102,610	8,061,520
Unassigned	6,819,204	-	-	-	-	6,819,204
Total fund balances	6,871,747	4,705,655	7,806,950	7,958,910	6,149,220	33,492,482
Total liabilities, deferred inflows of resources and fund balances	\$ 10,159,241	\$ 5,042,030	\$ 7,952,150	\$ 7,970,891	\$ 7,647,912	\$ 38,772,224

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

COOS COUNTY, OREGON
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2013

Total fund balances - governmental funds \$ 33,492,482

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets are not current financial resources in governmental funds, but are reported in the Statement of Net Position at their net depreciable value:

Land	\$ 5,375,477	
Construction in process	1,595,313	
Depreciable assets	141,440,101	
Accumulated depreciation	<u>(66,493,599)</u>	
		81,917,292

The Statement of Net Position reports receivables at their net realizable value. However, receivables not available to pay for current period expenditures are deferred in governmental funds.

Deferred revenue		1,179,289
------------------	--	-----------

All liabilities are reported in the Statement of Net Position, however, if they are not due and payable in the current period, they are not recorded in the governmental funds:

Accrued other postemployment benefits	(1,372,982)	
Compensated absences	<u>(1,322,181)</u>	
		<u>(2,695,163)</u>

Total net position - governmental activities \$ 113,893,900

COOS COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2013

	General	Public Works	Mental Health	County Forest	Other Governmental Funds	Total
Revenues:						
Property taxes	\$ 4,713,672	\$ -	\$ -	\$ -	\$ 5,642,409	\$ 10,356,081
Taxes - other	196,220	-	-	-	98,275	294,495
Intergovernmental	5,162,092	4,772,622	6,998,993	-	5,178,368	22,112,075
Licenses, fees and permits	534,900	31,047	44,616	-	2,483,483	3,094,046
Charges for services	365,467	992,398	88,261	26,652	293,276	1,766,054
Timber sales	-	-	-	2,456,076	-	2,456,076
Fines and forfeitures	113,162	64,553	-	-	296,312	474,027
Interest on investments	59,787	22,869	38,571	36,731	40,392	198,350
Other	464,448	72,987	11,020	-	71,283	619,738
Total revenues	11,609,748	5,956,476	7,181,461	2,519,459	14,103,798	41,370,942
Expenditures:						
General government	5,527,274	-	-	477,500	904,035	6,908,809
Public safety	8,370,256	-	-	-	2,806,654	11,176,910
Public works	-	5,710,693	-	-	-	5,710,693
Health and welfare	398,887	-	7,339,813	-	2,930,164	10,668,864
Community development	-	-	-	-	172,353	172,353
Culture and recreation	-	-	-	-	4,480,583	4,480,583
Intergovernmental	-	-	-	-	702,288	702,288
Capital outlay	455,335	257,633	-	35,736	494,424	1,243,128
Debt service:						
Principal	215,000	-	-	-	1,215,000	1,430,000
Interest	8,717	-	-	-	904,800	913,517
Total expenditures	14,975,469	5,968,326	7,339,813	513,236	14,610,301	43,407,145
Excess (deficiency) of revenues over (under) expenditures	(3,365,721)	(11,850)	(158,352)	2,006,223	(506,503)	(2,036,203)
Other financing sources (uses):						
Sales of capital assets	-	724	-	-	-	724
Transfers in	5,553,135	-	300,000	-	885,717	6,738,852
Transfers out	(858,001)	-	-	(5,445,361)	(435,490)	(6,738,852)
Total other financing sources (uses)	4,695,134	724	300,000	(5,445,361)	450,227	724
Net change in fund balances	1,329,413	(11,126)	141,648	(3,439,138)	(56,276)	(2,035,479)
Fund balances at beginning of year	5,542,334	4,716,781	7,665,302	11,398,048	6,205,496	35,527,961
Fund balances at end of year	\$ 6,871,747	\$ 4,705,655	\$ 7,806,950	\$ 7,958,910	\$ 6,149,220	\$ 33,492,482

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

COOS COUNTY, OREGON
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances
to the Statement of Activities
For the Year Ended June 30, 2013

Total net change in fund balances - governmental funds \$ (2,035,479)

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

Governmental funds defer revenues that do not provide current financial resources. However, the Statement of Activities recognizes such revenues at their net realizable value when earned, regardless of when received.

Property taxes	\$ (116,869)	
Special assessments	106,173	
		(10,696)

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which depreciation exceeds capital outlay in the period.

Capital assets	1,568,954	
Depreciation	(2,855,439)	
		(1,286,485)

Long-term liabilities not payable in the current year are not reported as governmental fund liabilities. Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. These liabilities consist of:

Change in interest payable	734	
Changes in compensated absences payable	(23,189)	
Change in accrued other postemployment benefits	(183,485)	
Principal payments on long-term debt	215,000	
		9,060

Change in net position of governmental activities \$ (3,323,600)

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

COOS COUNTY, OREGON
STATEMENT OF NET ASSETS
ENTERPRISE FUNDS
June 30, 2013

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 2,779,683	\$ 10,250,028	\$ 154,527	\$ 13,184,238
Receivable				
Grants	-	-	3,709	3,709
Accounts	161,747	21,693	1,487	184,927
Due from other funds	-	-	93,530	93,530
Prepays	-	-	14,206	14,206
Total current assets	2,941,430	10,271,721	267,459	13,480,610
Noncurrent assets:				
Prepaid bond insurance	-	63,006	-	63,006
Capital assets:				
Land	9,862	550,080	148,349	708,291
Other capital assets (net of accumulated depreciation)	1,848,263	43,528,940	942,804	46,320,007
Total noncurrent assets	1,858,125	44,142,026	1,091,153	47,091,304
Total assets	4,799,555	54,413,747	1,358,612	60,571,914
LIABILITIES				
Current liabilities:				
Accounts payable	94,217	53,502	20,887	168,606
Accrued payroll benefits	-	-	15,660	15,660
Compensated absences payable	43,751	-	34,250	78,001
Due to other funds	180	-	2,315	2,495
Accrued interest payable	-	70,999	-	70,999
Prepaid deposits, etc.	394	25,000	27,224	52,618
Current portion of long-term liabilities				
Bonds	-	1,265,000	-	1,265,000
Landfill closure/post-closure care cost	807,900	-	-	807,900
Capital lease	-	-	1,136	1,136
Total current liabilities	946,442	1,414,501	101,472	2,462,415
Noncurrent liabilities:				
Long-term liabilities (net of current portion)				
Bonds	-	15,885,000	-	15,885,000
Accrued other postemployment benefits obligation	45,059	-	6,503	51,562
Accrued landfill closure/post-closure care cost	4,070,000	-	-	4,070,000
Total noncurrent liabilities	4,115,059	15,885,000	6,503	20,006,562
Total liabilities	5,061,501	17,299,501	107,975	22,468,977
NET POSITION				
Net investment in capital assets	1,858,125	26,929,020	1,090,017	29,877,162
Restricted for:				
Capital projects/debt service	-	8,191,346	-	8,191,346
Special projects	117,441	-	-	117,441
Unrestricted	(2,237,512)	1,993,880	160,620	(83,012)
Total net position	\$ (261,946)	\$ 37,114,246	\$ 1,250,637	\$ 38,102,937

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

COOS COUNTY, OREGON
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
ENTERPRISE FUNDS
For the Year Ended June 30, 2013

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Operating revenues:				
Waste disposal fees	\$ 1,652,272	\$ -	\$ -	\$ 1,652,272
Operational charges	-	-	301,094	301,094
Pipeline operations	-	560,925	-	560,925
Intergovernmental revenues	-	-	573,879	573,879
Miscellaneous	15,761	-	113,384	129,145
Total operating revenues	<u>1,668,033</u>	<u>560,925</u>	<u>988,357</u>	<u>3,217,315</u>
Operating expenses:				
Personal service	538,110	-	411,510	949,620
Materials and services	1,095,774	467,439	559,459	2,122,672
Depreciation	174,474	1,044,754	146,088	1,365,316
Total operating expenses	<u>1,808,358</u>	<u>1,512,193</u>	<u>1,117,057</u>	<u>4,437,608</u>
Operating income (loss)	<u>(140,325)</u>	<u>(951,268)</u>	<u>(128,700)</u>	<u>(1,220,293)</u>
Other revenues (expense)				
Interest on investments	14,507	40,734	455	55,696
Change in estimated post closure cost	3,092,985	-	-	3,092,985
Gain (Loss) on disposition of capital assets	(39,522)	-	(1,112)	(40,634)
Interest expense	-	-	(134)	(134)
Total other revenues (expenses)	<u>3,067,970</u>	<u>40,734</u>	<u>(791)</u>	<u>3,107,913</u>
Income (loss) before transfers	<u>2,927,645</u>	<u>(910,534)</u>	<u>(129,491)</u>	<u>1,887,620</u>
Transfers from other funds (net)	<u>-</u>	<u>1,215,000</u>	<u>-</u>	<u>1,215,000</u>
Change in net assets	<u>2,927,645</u>	<u>304,466</u>	<u>(129,491)</u>	<u>3,102,620</u>
Net position at beginning of year	(3,189,591)	36,972,923	1,380,128	35,163,460
Prior period adjustment	<u>-</u>	<u>(163,143)</u>	<u>-</u>	<u>(163,143)</u>
Net position at beginning of year, restated	<u>(3,189,591)</u>	<u>36,809,780</u>	<u>1,380,128</u>	<u>35,000,317</u>
Net position at end of year	<u>\$ (261,946)</u>	<u>\$ 37,114,246</u>	<u>\$ 1,250,637</u>	<u>\$ 38,102,937</u>

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

COOS COUNTY, OREGON
STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
For the Year Ended June 30, 2013

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Cash flows from operating activities:				
Cash received from customers and users	\$ 1,697,355	\$ 560,931	\$ 408,240	\$ 2,666,526
Cash received from grantors			546,979	546,979
Cash paid to employees	(538,775)	-	(433,097)	(971,872)
Cash paid to suppliers	(1,129,904)	(491,790)	(549,804)	(2,171,498)
Net cash provided (used) by operating activities	28,676	69,141	(27,682)	70,135
Cash flows from noncapital financing activities:				
Interfund transfers (net)	-	1,215,000	-	1,215,000
Cash flows from capital and related financing activities:				
Principal payments on long-term debt	-	(1,215,000)	(1,050)	(1,216,050)
Interest paid	-	(4,401)	(134)	(4,535)
Proceeds from sale of capital assets	32,888	-	-	32,888
Capital expenditures	(8,130)	-	(5,692)	(13,822)
Net cash (used) by capital and related financing activities	24,758	(1,219,401)	(6,876)	(1,201,519)
Cash flows from investing activities:				
Interest received	14,507	40,734	455	55,696
Net increase (decrease) in cash and cash equivalents	67,941	105,474	(34,103)	139,312
Cash and cash equivalents at beginning of year	2,711,742	10,144,554	188,630	13,044,926
Cash and cash equivalents at end of year	<u>\$ 2,779,683</u>	<u>\$ 10,250,028</u>	<u>\$ 154,527</u>	<u>\$ 13,184,238</u>

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating income (loss)	\$ (140,325)	\$ (951,268)	\$ (128,700)	\$ (1,220,293)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	174,474	1,044,754	146,088	1,365,316
Change in assets and liabilities:				
Accounts receivable	28,928	6	20,641	49,575
Prepays	5,257	5,887	(1,693)	9,451
Accounts payable	(43,417)	(30,238)	(10,239)	(83,894)
Assets donated for operations	-	-	(49,878)	(49,878)
OPEB liability	4,030	-	-	4,030
Compensated absences payable	(665)	-	-	(665)
Unearned revenue	394	-	(3,901)	(3,507)
Net cash provided (used) by operating activities	<u>\$ 28,676</u>	<u>\$ 69,141</u>	<u>\$ (27,682)</u>	<u>\$ 70,135</u>

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

COOS COUNTY, OREGON
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2013

ASSETS	<u>Total Agency Funds</u>
Cash and cash equivalents	\$ 2,239,799
Receivables:	
Property/Taxes	<u>5,764,184</u>
Total assets	<u><u>\$ 8,003,983</u></u>
 LIABILITIES	
Due to other agencies and taxing districts	<u><u>\$ 8,003,983</u></u>

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