

BASIC FINANCIAL STATEMENTS

COOS COUNTY, OREGON
STATEMENT OF NET POSITION
June 30, 2018

ASSETS	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Cash and cash equivalents	\$ 36,722,965	\$ 5,306,621	\$ 42,029,586
Receivables	3,796,493	216,122	4,012,615
Internal balances	(86,040)	86,040	-
Prepaid expenses	47,656	18,250	65,906
Inventories	363,326	-	363,326
Noncurrent assets:			
Prepaid bond insurance	-	19,082	19,082
Temporarily restricted assets-cash	112,949	-	112,949
Equity interest in Advanced Health	738,197	-	738,197
Capital assets:			
Land	6,086,912	709,402	6,796,314
Construction in process	2,306,466	332,702	2,639,168
Other capital assets (net)	80,808,063	41,071,914	121,879,977
Total assets	<u>130,896,987</u>	<u>47,760,133</u>	<u>178,657,120</u>
 DEFERRED OUTFLOWS OF RESOURCES			
Deferred amounts related to pensions	<u>11,075,179</u>	<u>190,349</u>	<u>11,265,528</u>
 LIABILITIES			
Current liabilities:			
Accounts payable	1,579,345	223,324	1,802,669
Payroll liabilities	555,007	27,733	582,740
Unearned revenue	2,339,517	196,970	2,536,487
Accrued interest payable	-	23,831	23,831
Compensated absences payable	1,658,806	79,621	1,738,427
Net pension liability	25,189,427	432,929	25,622,356
Current portion of long-term liabilities:			
Landfill closure/postclosure care costs	-	81,667	81,667
Bonds	-	1,065,000	1,065,000
 Total current liabilities	<u>31,322,102</u>	<u>2,131,075</u>	<u>33,453,177</u>
Noncurrent liabilities:			
Portions due or payable after one year:			
Bonds	-	4,795,000	4,795,000
Accrued other postemployment benefits obligation	1,412,706	24,280	1,436,986
Accrued landfill closure/postclosure care costs	-	1,514,082	1,514,082
 Total noncurrent liabilities	<u>1,412,706</u>	<u>6,333,362</u>	<u>7,746,068</u>
 Total liabilities	<u>32,734,808</u>	<u>8,464,437</u>	<u>41,199,245</u>
 DEFERRED INFLOWS OF RESOURCES			
Deferred amounts related to pensions	<u>1,075,966</u>	<u>18,493</u>	<u>1,094,459</u>
 NET POSITION			
Net Investment in capital assets	89,201,441	36,254,018	125,455,459
Restricted for:			
Roads, sidewalks, footpaths	6,804,611	-	6,804,611
Debt service	310,676	-	310,676
Capital projects	-	261,315	261,315
Health	9,359,296	-	9,359,296
Public safety	2,873,284	-	2,873,284
Other programs	846,232	-	846,232
Unrestricted	(1,234,148)	2,952,219	1,718,071
 Total net position	<u>\$ 108,161,392</u>	<u>\$ 39,467,552</u>	<u>\$ 147,628,944</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, 2018**

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	\$ 8,341,629	\$ 6,215,955	\$ 526,018	\$ 929,689	\$ (669,967)	\$ -	\$ (669,967)
Public safety	15,679,381	1,341,743	5,139,412	81,900	(9,116,326)	-	(9,116,326)
Public works	8,696,095	111,948	5,799,511	1,675,465	(1,109,171)	-	(1,109,171)
Health and welfare	18,082,293	1,912,355	15,280,573	-	(889,365)	-	(889,365)
Community development	173,516	9,378	667,532	-	503,394	-	503,394
Culture and recreation	5,560,181	1,095,277	608,656	272,150	(3,584,098)	-	(3,584,098)
Intergovernmental	934,067	3,521	1,081,318	55,021	205,793	-	205,793
Interest and fiscal charges	335,500	18,809	-	-	(316,691)	-	(316,691)
Total governmental activities	57,802,662	10,708,986	29,103,020	3,014,225	(14,976,431)	-	(14,976,431)
Business-type activities:							
Sanitation	1,808,791	2,217,438	12,725	30,000	-	451,372	451,372
Gas pipeline	1,417,870	587,057	-	-	-	(830,813)	(830,813)
County fair	397,055	330,068	53,167	-	-	(13,820)	(13,820)
Transportation	816,318	101,900	866,342	3,000	-	154,924	154,924
Total business-type activities	4,440,034	3,236,463	932,234	33,000	-	(238,337)	(238,337)
Total government	\$ 62,242,696	\$ 13,945,449	\$ 30,035,254	\$ 3,047,225	(14,976,431)	(238,337)	(15,214,768)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					5,426,841	-	5,426,841
Property taxes, levied for 4-H & Extension services					445,459	-	445,459
Property taxes, levied for library services					3,653,182	-	3,653,182
Property taxes, levied for debt service					1,339,244	-	1,339,244
Foreclosed property sales					60,517	-	60,517
Grants and contributions not restricted to specific programs					2,784,959	-	2,784,959
Earnings on investments					635,934	-	635,934
Miscellaneous					539,415	-	539,415
Gain (loss) on disposition of capital assets					(7,102)	-	(7,102)
Total General Revenues					14,878,449	-	14,878,449
Transfers					(375,395)	375,395	-
Changes in net position					(473,377)	137,058	(336,319)
Net position - beginning of year					108,383,416	39,330,494	147,713,910
Prior period adjustment					251,353	-	251,353
Net position - beginning of year, restated					108,634,769	39,330,494	147,965,263
Net position - ending					\$ 108,161,392	\$ 39,467,552	\$ 147,628,944

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

**COOS COUNTY, OREGON
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2018**

	General	Public Works	Health & Wellness	County Forest	Other Governmental Funds	Total
ASSETS						
Cash and cash equivalents	\$ 7,581,805	\$ 5,414,826	\$ 7,355,516	\$ 7,566,857	\$ 8,803,961	\$ 36,722,965
Restricted cash	-	-	-	-	112,949	112,949
Receivables:						
Property taxes	523,037	-	-	-	530,715	1,053,752
Accounts	391,694	1,105,866	158,672	70,200	1,005,773	2,732,205
Notes	-	-	-	-	10,536	10,536
Due from other funds	-	60,111	-	-	208,690	268,801
Prepaid expenses	-	-	-	-	47,656	47,656
Inventories	-	363,326	-	-	-	363,326
Total assets	\$ 8,496,536	\$ 6,944,129	\$ 7,514,188	\$ 7,637,057	\$ 10,720,280	\$ 41,312,190
LIABILITIES						
Accounts payable	\$ 182,432	\$ 210,840	\$ 450,550	\$ 13,208	\$ 722,315	\$ 1,579,345
Payroll liabilities	227,540	22,069	173,498	8,542	123,358	555,007
Due to other funds	20,275	-	209,198	4,968	120,400	354,841
Unearned revenue	1,691,741	18,563	-	-	629,867	2,340,171
Total liabilities	2,121,988	251,472	833,246	26,718	1,595,940	4,829,364
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue:						
Property taxes	450,791	-	-	-	455,153	905,944
Installment sale	-	-	-	-	10,536	10,536
Assessments	-	17,909	-	-	-	17,909
Total deferred inflows of resources	450,791	17,909	-	-	465,689	934,389
FUND BALANCES						
Nonspendable	-	363,326	-	-	47,656	410,982
Restricted	21,332	6,311,422	6,680,942	-	7,255,004	20,268,700
Committed	-	-	-	-	1,333,303	1,333,303
Assigned	-	-	-	7,610,339	22,688	7,633,027
Unassigned	5,902,425	-	-	-	-	5,902,425
Total fund balances	5,923,757	6,674,748	6,680,942	7,610,339	8,658,651	35,548,437
Total liabilities, deferred inflows of resources and fund balances	\$ 8,496,536	\$ 6,944,129	\$ 7,514,188	\$ 7,637,057	\$ 10,720,280	\$ 41,312,190

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, 2018

Total fund balances - governmental funds **\$ 35,548,437**

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

Deferred inflows and outflows of resources related to the pension plan include differences between expected and actual experience, changes of assumptions, differences between projected and actual earnings, and contributions subsequent to the measurement date. 9,999,213

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	\$ 6,086,912	
Construction in process	2,306,466	
Depreciable assets	165,500,792	
Accumulated depreciation	<u>(84,692,729)</u>	
		89,201,441

The Statement of Net Position reports receivables at their net realizable value. However, taxes and certain receivables are not available to pay for current period expenditures so they are deferred in governmental funds. 934,389

All assets and liabilities are reported in the Statement of Net Position; however, if they are not due and payable in the current period, or do not provide resources that can be used in the current period, they are not recorded in the governmental funds:

Equity interest in Western Oregon Advanced Health	738,197	
Accrued pension liability	(25,189,427)	
Accrued other postemployment benefits	(1,412,706)	
Compensated absences	<u>(1,658,806)</u>	
		<u>(27,522,742)</u>

Total net position - governmental activities **\$ 108,160,738**

COOS COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2018

	General	Public Works	Health & Wellness	County Forest	Other Governmental Funds	Total
Revenues:						
Property taxes	\$ 5,431,701	\$ -	\$ -	\$ -	\$ 5,453,933	\$ 10,885,634
Other taxes and assessments	318,930	-	-	-	1,298,013	1,616,943
Intergovernmental	4,788,146	7,427,964	14,078,616	260,031	6,050,979	32,605,736
Licenses, fees and permits	629,402	52,041	92,366	-	3,233,138	4,006,947
Charges for services	1,169,896	980,954	128,689	48,834	885,534	3,213,907
Timber sales	-	-	-	5,008,006	-	5,008,006
Fines and forfeitures	136,424	-	-	-	220,692	357,116
Interest on investments	153,216	94,615	125,173	89,894	173,044	635,942
Other	398,536	48,658	61,759	21	79,474	588,448
Total revenues	13,026,251	8,604,232	14,486,603	5,406,786	17,394,807	58,918,679
Expenditures:						
General government	6,225,930	-	-	676,683	1,237,933	8,140,546
Public safety	10,092,400	-	-	-	4,058,191	14,150,591
Public works	-	6,608,940	-	-	-	6,608,940
Health and welfare	544,262	-	14,928,958	-	2,220,009	17,693,229
Community development	-	-	-	-	640,612	640,612
Culture and recreation	-	-	-	-	5,354,970	5,354,970
Intergovernmental	-	-	-	-	934,068	934,068
Capital outlay	366,690	1,770,032	1,814,160	255,588	702,457	4,908,927
Debt service:						
Principal	-	-	-	-	1,015,000	1,015,000
Interest	-	-	-	-	335,500	335,500
Total expenditures	17,229,282	8,378,972	16,743,118	932,271	16,498,740	59,782,383
Excess (deficiency) of revenues over (under) expenditures	(4,203,031)	225,260	(2,256,515)	4,474,515	896,067	(863,704)
Other financing sources (uses):						
Sales of capital assets	2,475	34,743	501	6,499	14,297	58,515
Transfers in	5,976,978	-	418,000	-	956,227	7,351,205
Transfers out	(772,705)	-	-	(4,390,028)	(1,548,867)	(6,711,600)
Total other financing sources (uses)	5,206,748	34,743	418,501	(4,383,529)	(578,343)	698,120
Net change in fund balances	1,003,717	260,003	(1,838,014)	90,986	317,724	(165,584)
Fund balances at beginning of year	4,920,040	6,414,745	8,518,956	7,519,353	8,340,927	35,714,021
Fund balances at end of year	\$ 5,923,757	\$ 6,674,748	\$ 6,680,942	\$ 7,610,339	\$ 8,658,651	\$ 35,548,437

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, 2018

Total net change in fund balances - governmental funds \$ (165,584)

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	\$	(67,708)	
Equity interest in Western Oregon Advanced Health		98,575	
Assessments and notes receivable		<u>28,445</u>	
			59,312

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 expended for depreciation and capital outlay in the period and any gain or loss on disposal of capital assets.

Capital assets		5,629,753	
Gain (Loss) on disposition		(124,426)	
Depreciation		<u>(4,338,618)</u>	
			1,166,709

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

Change in pension liability		(1,318,087)	
Change in other postemployment benefits (OPEB) liability		(136,326)	
Changes in compensated absences payable		<u>(80,055)</u>	
			<u>(1,534,468)</u>

Change in net position of governmental activities \$ (474,031)

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

COOS COUNTY, OREGON
STATEMENT OF NET POSITION
ENTERPRISE FUNDS
June 30, 2018

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 3,024,355	\$ 1,880,986	\$ 401,280	\$ 5,306,621
Receivable				
Grants	-	-	2,896	2,896
Accounts	193,721	16,991	2,514	213,226
Due from other funds	-	-	86,040	86,040
Prepays	-	-	18,250	18,250
Noncurrent assets:				
Prepaid bond insurance	-	19,082	-	19,082
Capital assets:				
Land	9,862	551,191	148,349	709,402
Construction in process	-	332,702	-	332,702
Other capital assets (net of accumulated depreciation)	1,687,382	38,516,457	868,075	41,071,914
Total assets	4,915,320	41,317,409	1,527,404	47,760,133
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amounts related to pensions	149,074	-	41,275	190,349
LIABILITIES				
Current liabilities:				
Accounts payable	129,751	52,059	41,514	223,324
Accrued payroll benefits	6,381	-	21,352	27,733
Compensated absences payable	52,599	-	27,022	79,621
Unearned grant revenue	-	-	129,596	129,596
Accrued interest payable	-	23,831	-	23,831
Deposits, etc.	-	25,000	42,374	67,374
Current portion of long-term liabilities				
Bonds	-	1,065,000	-	1,065,000
Landfill closure/post-closure care cost	81,667	-	-	81,667
Noncurrent liabilities:				
Net pension liability	339,054	-	93,875	432,929
Long-term liabilities (net of current portion)				
Bonds	-	4,795,000	-	4,795,000
Accrued other postemployment benefits obligation	19,015	-	5,265	24,280
Accrued landfill closure/post-closure care cost	1,514,082	-	-	1,514,082
Total liabilities	2,142,549	5,960,890	360,998	8,464,437
DEFERRED INFLOWS OF RESOURCES				
Deferred amounts related to pensions	14,483	-	4,010	18,493
NET POSITION				
Net investment in capital assets	1,697,244	33,540,350	1,016,424	36,254,018
Restricted for:				
Capital projects/debt service	-	261,315	-	261,315
Unrestricted	1,210,118	1,554,854	187,247	2,952,219
Total net position	\$ 2,907,362	\$ 35,356,519	\$ 1,203,671	\$ 39,467,552

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, 2018

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Operating revenues:				
Waste disposal fees	\$ 2,162,546	\$ -	\$ -	\$ 2,162,546
Operational charges	-	-	338,810	338,810
Pipeline operations	-	552,627	-	552,627
Intergovernmental revenues	42,725	-	919,509	962,234
Miscellaneous	3,356	-	91,342	94,698
Total operating revenues	<u>2,208,627</u>	<u>552,627</u>	<u>1,349,661</u>	<u>4,110,915</u>
Operating expenses:				
Personnel service	371,499	-	433,253	804,752
Materials and services	1,302,151	360,084	685,140	2,347,375
Depreciation	135,141	1,057,786	94,980	1,287,907
Total operating expenses	<u>1,808,791</u>	<u>1,417,870</u>	<u>1,213,373</u>	<u>4,440,034</u>
Operating income (loss)	<u>399,836</u>	<u>(865,243)</u>	<u>136,288</u>	<u>(329,119)</u>
Other revenues (expense)				
Interest on investments	47,238	34,430	1,816	83,484
Gain (Loss) on disposition of capital assets	4,298	-	-	4,298
Donation of capital assets	-	-	3,000	3,000
Total other revenues (expenses)	<u>51,536</u>	<u>34,430</u>	<u>4,816</u>	<u>90,782</u>
Income (loss) before transfers	<u>451,372</u>	<u>(830,813)</u>	<u>141,104</u>	<u>(238,337)</u>
Transfers from other funds (net)	<u>(339,605)</u>	<u>715,000</u>	<u>-</u>	<u>375,395</u>
Change in net position	111,767	(115,813)	141,104	137,058
Net position at beginning of year	<u>2,795,595</u>	<u>35,472,332</u>	<u>1,062,567</u>	<u>39,330,494</u>
Net position at end of year	<u>\$ 2,907,362</u>	<u>\$ 35,356,519</u>	<u>\$ 1,203,671</u>	<u>\$ 39,467,552</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, 2018**

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Cash flows from operating activities:				
Cash received from customers and users	\$ 2,176,643	\$ 559,419	\$ 483,435	\$ 3,219,497
Cash received from grantors	-	-	940,867	940,867
Cash paid to employees	(363,049)	-	(529,789)	(892,838)
Cash paid to suppliers	(1,251,852)	(415,713)	(581,631)	(2,249,196)
Net cash provided (used) by operating activities	<u>561,742</u>	<u>143,706</u>	<u>312,882</u>	<u>1,018,330</u>
Cash flows from noncapital financing activities:				
Due to/from other funds	(1,797)	-	-	(1,797)
Interfund transfers (net)	(339,605)	715,000	(1,986)	373,409
Net cash flows provided (used) by noncapital financing activities	<u>(341,402)</u>	<u>715,000</u>	<u>(1,986)</u>	<u>371,612</u>
Cash flows from capital and related financing activities:				
Principal payments on long-term debt	-	(1,015,000)	-	(1,015,000)
Proceeds from sale of capital assets	15,100	-	-	15,100
Capital expenditures	(163,324)	-	(174,419)	(337,743)
Net cash (used) by capital and related financing activities	<u>(148,224)</u>	<u>(1,015,000)</u>	<u>(174,419)</u>	<u>(1,337,643)</u>
Cash flows from investing activities:				
Interest received	47,238	30,304	1,816	79,358
Net increase (decrease) in cash and cash equivalents	119,354	(125,990)	138,293	131,657
Cash and cash equivalents at beginning of year	<u>2,905,001</u>	<u>2,006,976</u>	<u>262,987</u>	<u>5,174,964</u>
Cash and cash equivalents at end of year	<u>\$ 3,024,355</u>	<u>\$ 1,880,986</u>	<u>\$ 401,280</u>	<u>\$ 5,306,621</u>

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

Operating income (loss)	\$ 399,836	\$ (865,243)	\$ 136,288	\$ (329,119)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	135,141	1,057,786	94,980	1,287,907
Change in assets and liabilities:				
Accounts receivable	(31,984)	6,792	(50,650)	(75,842)
Prepays	-	3,817	1,845	5,662
Accounts payable	37,750	(59,446)	2,420	(19,276)
Payroll payable	(4,525)	-	-	(4,525)
Deferred inflows	2,562	-	357	2,919
Deferred outflows	49,806	-	19,661	69,467
Assets donated for operations	-	-	(863)	(863)
OPEB liability	(25,939)	-	-	(25,939)
Assets and liabilities related to pension	(21,004)	-	(16,447)	(37,451)
Compensated absences payable	7,550	-	-	7,550
Landfill closure/post-closure care cost	12,549	-	-	12,549
Unearned revenue	-	-	125,291	125,291
Net cash provided (used) by operating activities	<u>\$ 561,742</u>	<u>\$ 143,706</u>	<u>\$ 312,882</u>	<u>\$ 1,018,330</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, 2018

ASSETS	<u>Total Agency Funds</u>
Cash and cash equivalents	\$ 2,719,307
Receivables:	
Property/Taxes	<u>5,315,249</u>
Total assets	<u>\$ 8,034,556</u>
 LIABILITIES	
Due to other agencies and taxing districts	<u>\$ 8,034,556</u>

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