

BASIC FINANCIAL STATEMENTS

COOS COUNTY, OREGON
STATEMENT OF NET POSITION
June 30, 2016

ASSETS	Governmental Activities	Business-type Activities	Total
Cash and cash equivalents	\$ 39,296,925	\$ 6,215,838	\$ 45,512,763
Receivables	3,582,162	203,431	3,785,593
Internal balances	(60,714)	60,714	-
Prepaid expenses	56,664	17,704	74,368
Inventories	475,614	-	475,614
Noncurrent assets:			
Prepaid bond insurance	-	26,716	26,716
Temporarily restricted assets-cash	28,026	-	28,026
Equity interest in WOAH	530,716	-	530,716
Capital assets:			
Land	5,557,992	709,402	6,267,394
Construction in process	2,150,896	332,701	2,483,597
Other capital assets (net)	79,247,459	42,448,160	121,695,619
Total assets	<u>130,865,740</u>	<u>50,014,666</u>	<u>180,880,406</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amounts related to pensions	3,168,948	50,988	3,219,936
LIABILITIES			
Current liabilities:			
Accounts payable	1,612,863	174,017	1,786,880
Payroll liabilities	306,008	16,529	322,537
Unearned revenue	2,711,170	54,541	2,765,711
Accrued interest payable	-	31,458	31,458
Compensated absences payable	1,535,602	75,597	1,611,199
Net pension liability	11,931,972	191,982	12,123,954
Current portion of long-term liabilities:			
Landfill closure/postclosure care costs	-	76,900	76,900
Bonds	-	970,000	970,000
Noncurrent liabilities:			
Portions due or payable after one year:			
Bonds	-	6,875,000	6,875,000
Accrued other postemployment benefits obligation	1,714,823	58,053	1,772,876
Accrued landfill closure/postclosure care costs	-	1,402,660	1,402,660
Total liabilities	<u>19,812,438</u>	<u>9,926,737</u>	<u>29,739,175</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred amounts related to pensions	2,652,918	42,685	2,695,603
NET POSITION			
Net Investment in capital assets	86,956,347	35,645,263	122,601,610
Restricted for:			
Roads, sidewalks, footpaths	6,734,683	-	6,734,683
Capital projects	-	590,665	590,665
Health	12,870,354	-	12,870,354
Public safety	2,614,765	-	2,614,765
Other programs	1,205,684	-	1,205,684
Unrestricted	1,187,499	3,860,304	5,047,803
Total net position	<u>\$ 111,569,332</u>	<u>\$ 40,096,232</u>	<u>\$ 151,665,564</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, 2016

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	\$ 9,500,789	\$ 6,325,754	\$ 467,342	\$ 255,234	\$ (2,452,459)	\$ -	\$ (2,452,459)
Public safety	16,878,679	1,076,457	4,622,192	269,857	(10,910,173)	-	(10,910,173)
Public works	8,397,966	86,716	5,098,913	96,003	(3,116,334)	-	(3,116,334)
Health and welfare	18,495,769	2,080,678	13,956,968	-	(2,458,123)	-	(2,458,123)
Community development	347,978	6,305	184,771	-	(156,902)	-	(156,902)
Culture and recreation	5,384,859	937,147	598,571	-	(3,849,141)	-	(3,849,141)
Intergovernmental	892,614	2,719	944,999	-	55,104	-	55,104
Interest and fiscal charges	417,770	22,118	-	-	(395,652)	-	(395,652)
Total governmental activities	60,316,424	10,537,894	25,873,756	621,094	(23,283,680)	-	(23,283,680)
Business-type activities:							
Sanitation	1,564,352	2,226,525	-	-	-	662,173	662,173
Gas pipeline	1,507,857	523,039	-	-	-	(984,818)	(984,818)
County fair	439,936	305,795	53,667	-	-	(80,474)	(80,474)
Transportation	742,199	96,642	667,771	-	-	22,214	22,214
Total business-type activities	4,254,344	3,152,001	721,438	-	-	(380,905)	(380,905)
Total government	\$ 64,570,768	\$ 13,689,895	\$ 26,595,194	\$ 621,094	(23,283,680)	(380,905)	(23,664,585)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					5,074,276	-	5,074,276
Property taxes, levied for 4-H & Extension services					413,661	-	413,661
Property taxes, levied for library services					3,394,775	-	3,394,775
Property taxes, levied for debt service					1,239,717	-	1,239,717
Foreclosed property sales					44,980	-	44,980
Grants and contributions not restricted to specific programs					3,022,540	-	3,022,540
Earnings on investments					239,698	-	239,698
Miscellaneous					839,200	-	839,200
Gain (loss) on disposition of capital assets					(24,164)	-	(24,164)
Total General Revenues					14,244,683	-	14,244,683
Transfers					(680,000)	680,000	-
Changes in net position					(9,718,997)	299,095	(9,419,902)
Net position - beginning of year					137,111,312	40,041,762	177,153,074
Prior period adjustment					(15,822,983)	(244,625)	(16,067,608)
Net position - beginning of year, restated					121,288,329	39,797,137	161,085,466
Net position - ending					\$ 111,569,332	\$ 40,096,232	\$ 151,665,564

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

**COOS COUNTY, OREGON
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2016**

	General	Public Works	Health & Wellness	County Forest	Other Governmental Funds	Total
ASSETS						
Cash and cash equivalents	\$ 7,340,199	\$ 5,853,495	\$ 10,398,852	\$ 6,919,515	\$ 8,784,864	\$ 39,296,925
Restricted cash	-	-	-	-	28,026	28,026
Receivables:						
Property taxes	497,695	-	-	-	545,613	1,043,308
Accounts	585,940	671,729	92,401	594,000	583,249	2,527,319
Notes	-	-	-	-	11,535	11,535
Due from other funds	-	65,353	-	-	4,801	70,154
Prepaid expenses	-	-	-	-	56,664	56,664
Inventories	-	475,614	-	-	-	475,614
Total assets	\$ 8,423,834	\$ 7,066,191	\$ 10,491,253	\$ 7,513,515	\$ 10,014,752	\$ 43,509,545
LIABILITIES						
Accounts payable	\$ 536,352	\$ 176,123	\$ 450,139	\$ 26,676	\$ 423,573	\$ 1,612,863
Payroll liabilities	306,008	-	-	-	-	306,008
Due to other funds	27,475	-	3,158	3,580	96,655	130,868
Unearned revenue	1,770,845	-	-	-	940,325	2,711,170
Total liabilities	2,640,680	176,123	453,297	30,256	1,460,553	4,760,909
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue:						
Property taxes	433,210	-	-	-	474,610	907,820
Installment sale	-	-	-	-	11,535	11,535
Assessments	-	70,308	-	-	-	70,308
Total deferred inflows of resource	433,210	70,308	-	-	486,145	989,663
FUND BALANCES						
Nonspendable	-	475,614	-	-	56,664	532,278
Restricted	59,514	6,344,146	10,037,956	-	6,895,592	23,337,208
Committed	-	-	-	-	989,239	989,239
Assigned	-	-	-	7,483,259	126,559	7,609,818
Unassigned	5,290,430	-	-	-	-	5,290,430
Total fund balances	5,349,944	6,819,760	10,037,956	7,483,259	8,068,054	37,758,973
Total liabilities, deferred inflows of resources and fund balances	\$ 8,423,834	\$ 7,066,191	\$ 10,491,253	\$ 7,513,515	\$ 10,014,752	\$ 43,509,545

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, 2016

Total fund balances - governmental funds		\$ 37,758,973
Amounts reported for governmental activities in the Statement of Net Position are different because:		
The net pension asset (liability) is the difference between the total pension liability and the assets set aside to pay benefits earned to past and current employees and beneficiaries.		(11,931,972)
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.		516,030
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	\$ 5,557,992	
Construction in process	2,150,896	
Depreciable assets	156,867,903	
Accumulated depreciation	<u>(77,620,444)</u>	
		86,956,347
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.		
		989,663
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	530,716	
Accrued other postemployment benefits	(1,714,823)	
Compensated absences	<u>(1,535,602)</u>	
		<u>(2,719,709)</u>
Total net position - governmental activities		\$ <u>111,569,332</u>

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

COOS COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2016

	General	Public Works	Health & Wellness	County Forest	Other Governmental Funds	Total
Revenues:						
Property taxes	\$ 5,067,896	\$ -	\$ -	\$ -	\$ 5,082,666	\$ 10,150,562
Taxes - other	249,234	-	-	-	124,443	373,677
Intergovernmental	5,715,453	5,151,518	12,881,699	-	5,439,786	29,188,456
Licenses, fees and permits	548,425	49,317	41,871	-	3,296,672	3,936,285
Charges for services	625,059	982,359	105,407	40,872	379,058	2,132,755
Timber sales	-	-	-	5,081,975	-	5,081,975
Fines and forfeitures	127,744	2,250	-	-	245,217	375,211
Interest on investments	58,355	33,917	59,656	29,903	57,858	239,689
Other	439,489	144,741	34,042	-	231,535	849,807
Total revenues	12,831,655	6,364,102	13,122,675	5,152,750	14,857,235	52,328,417
Expenditures:						
General government	5,321,894	-	-	619,148	621,851	6,562,893
Public safety	9,616,044	-	-	-	3,349,223	12,965,267
Public works	-	5,537,595	-	-	-	5,537,595
Health and welfare	434,602	-	12,689,370	-	2,259,827	15,383,799
Community development	-	-	-	-	347,978	347,978
Culture and recreation	-	-	-	-	4,973,393	4,973,393
Intergovernmental	-	-	-	-	892,613	892,613
Capital outlay	1,215,456	177,555	47,256	65,129	222,063	1,727,459
Debt service:						
Principal	-	-	-	-	930,000	930,000
Interest	-	-	-	-	417,770	417,770
Total expenditures	16,587,996	5,715,150	12,736,626	684,277	14,014,718	49,738,767
Excess (deficiency) of revenues over (under) expenditures	(3,756,341)	648,952	386,049	4,468,473	842,517	2,589,650
Other financing sources (uses):						
Sales of capital assets	1,850	327	-	-	1,999	4,176
Transfers in	3,998,665	-	360,000	-	710,422	5,069,087
Transfers out	(710,422)	-	-	(3,713,728)	(394,937)	(4,819,087)
Total other financing sources (uses)	3,290,093	327	360,000	(3,713,728)	317,484	254,176
Net change in fund balances	(466,248)	649,279	746,049	754,745	1,160,001	2,843,826
Fund balances at beginning of year	5,816,192	6,170,481	9,291,907	6,728,514	6,908,053	34,915,147
Fund balances at end of year	\$ 5,349,944	\$ 6,819,760	\$ 10,037,956	\$ 7,483,259	\$ 8,068,054	\$ 37,758,973

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, 2016

Total net change in fund balances - governmental funds \$ 2,843,826

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	\$ (100,690)	
Equity interest in Western Oregon Advanced Health	96,134	
Assessments and notes receivable	<u>81,843</u>	
		77,287

Pension expense represents the changes in net pension asset (liability) from year to year due to changes in total pension liability and the fair value of pension plan net position available to pay pension benefits. (10,055,704)

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	1,422,049	
Gain (Loss) on disposition	23,932	
Depreciation	<u>(3,890,213)</u>	
		(2,444,232)

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:

Changes in compensated absences payable	(58,867)	
Change in accrued other postemployment benefits	<u>(81,307)</u>	
		<u>(140,174)</u>

Change in net position of governmental activities \$ (9,718,997)

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, 2016

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 2,978,344	\$ 2,927,134	\$ 310,360	\$ 6,215,838
Receivable				
Grants	-	-	-	-
Accounts	169,410	16,635	17,386	203,431
Prepays	-	-	17,704	17,704
Noncurrent assets:				
Prepaid bond insurance	-	26,716	-	26,716
Capital assets:				
Land	9,862	551,192	148,348	709,402
Construction in process	-	332,701	-	332,701
Other capital assets (net of accumulated depreciation)	1,359,449	40,336,080	752,631	42,448,160
Total assets	4,517,065	44,190,458	1,246,429	49,953,952
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amounts related to pensions	38,666	-	12,322	50,988
LIABILITIES				
Current liabilities:				
Accounts payable	79,565	46,125	48,327	174,017
Accrued payroll benefits	-	-	16,529	16,529
Compensated absences payable	39,668	-	35,929	75,597
Due to other funds	2,252	-	(62,966)	(60,714)
Accrued interest payable	-	31,458	-	31,458
Deposits, etc.	-	25,000	29,541	54,541
Current portion of long-term liabilities				
Bonds	-	970,000	-	970,000
Landfill closure/post-closure care cost	76,900	-	-	76,900
Noncurrent liabilities:				
Net pension liability	145,584	-	46,398	191,982
Long-term liabilities (net of current portion)				
Bonds	-	6,875,000	-	6,875,000
Accrued other postemployment benefits obligation	50,231	-	7,822	58,053
Accrued landfill closure/post-closure care cost	1,402,660	-	-	1,402,660
Total liabilities	1,796,860	7,947,583	121,580	9,866,023
DEFERRED INFLOWS OF RESOURCES				
Deferred amounts related to pensions	32,369	-	10,316	42,685
NET POSITION				
Net investment in capital assets	1,369,311	33,374,973	900,979	35,645,263
Restricted for:				
Capital projects/debt service	-	590,665	-	590,665
Unrestricted	1,357,191	2,277,237	225,876	3,860,304
Total net position	\$ 2,726,502	\$ 36,242,875	\$ 1,126,855	\$ 40,096,232

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, 2016

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Operating revenues:				
Waste disposal fees	\$ 1,854,746	\$ -	\$ -	\$ 1,854,746
Operational charges	-	-	330,071	330,071
Pipeline operations	-	500,012	-	500,012
Intergovernmental revenues	-	-	721,438	721,438
Miscellaneous	2,033	-	71,745	73,778
Total operating revenues	1,856,779	500,012	1,123,254	3,480,045
Operating expenses:				
Personal service	432,284	-	459,254	891,538
Materials and services	935,811	464,625	652,481	2,052,917
Depreciation	137,105	1,043,232	70,400	1,250,737
Total operating expenses	1,505,200	1,507,857	1,182,135	4,195,192
Operating income (loss)	351,579	(1,007,845)	(58,881)	(715,147)
Other revenues (expense)				
Interest on investments	17,062	23,027	621	40,710
Change in estimated post closure cost	352,684	-	-	352,684
Gain (Loss) on disposition of capital assets	(59,152)	-	-	(59,152)
Total other revenues (expenses)	310,594	23,027	621	334,242
Income (loss) before transfers	662,173	(984,818)	(58,260)	(380,905)
Transfers from other funds (net)	-	680,000	-	680,000
Change in net position	662,173	(304,818)	(58,260)	299,095
Net position at beginning of year	2,253,746	36,547,693	1,240,323	40,041,762
Prior period adjustment	(189,417)	-	(55,208)	(244,625)
Net position at beginning of year, restated	2,064,329	36,547,693	1,185,115	39,797,137
Net position at end of year	\$ 2,726,502	\$ 36,242,875	\$ 1,126,855	\$ 40,096,232

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, 2016

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Cash flows from operating activities:				
Cash received from customers and users	\$ 1,825,885	\$ 500,013	\$ 450,754	\$ 2,776,652
Cash received from grantors	-	-	780,168	780,168
Cash paid to employees	(303,511)	-	(418,634)	(722,145)
Cash paid to suppliers	(1,176,182)	(473,921)	(663,660)	(2,313,763)
Net cash provided (used) by operating activities	<u>346,192</u>	<u>26,092</u>	<u>148,628</u>	<u>520,912</u>
Cash flows from noncapital financing activities:				
Interfund transfers (net)	-	680,000	(844)	679,156
Cash flows from capital and related financing activities:				
Principal payments on long-term debt	-	(930,000)	-	(930,000)
Proceeds from sale of capital assets	25,000	-	-	25,000
Capital expenditures	(143,292)	332,221	(8,204)	180,725
Net cash (used) by capital and related financing activities	<u>(118,292)</u>	<u>(597,779)</u>	<u>(8,204)</u>	<u>(724,275)</u>
Cash flows from investing activities:				
Interest received	17,061	19,672	621	37,354
Net increase (decrease) in cash and cash equivalents	244,961	127,985	140,201	513,147
Cash and cash equivalents at beginning of year (including restricted cash of \$2,287,981)	<u>2,733,383</u>	<u>3,131,850</u>	<u>170,159</u>	<u>6,035,392</u>
Cash and cash equivalents at end of year	<u>\$ 2,978,344</u>	<u>\$ 3,259,835</u>	<u>\$ 310,360</u>	<u>\$ 6,548,539</u>

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

Operating income (loss)	\$ 351,579	\$ (1,007,845)	\$ (58,881)	\$ (715,147)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	137,105	1,043,232	70,400	1,250,737
Change in assets and liabilities:				
Accounts receivable	(30,894)	1	107,985	77,092
Prepays	-	3,816	(1,550)	2,266
Accounts payable	(38,816)	(13,112)	(9,129)	(61,057)
Assets donated for operations	-	-	347	347
OPEB liability	1,090	-	-	1,090
Assets and liabilities related to pension	123,439	-	39,773	163,212
Compensated absences payable	4,245	-	-	4,245
Landfill closure/post-closure care cost	(201,556)	-	-	(201,556)
Unearned revenue	-	-	(317)	(317)
Net cash provided (used) by operating activities	<u>\$ 346,192</u>	<u>\$ 26,092</u>	<u>\$ 148,628</u>	<u>\$ 520,912</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, 2016

ASSETS	<u>Total Agency Funds</u>
Cash and cash equivalents	\$ 2,512,022
Receivables:	
Property/Taxes	<u>5,059,629</u>
Total assets	<u>\$ 7,571,651</u>
 LIABILITIES	
Due to other agencies and taxing districts	<u>\$ 7,571,651</u>

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