

BASIC FINANCIAL STATEMENTS

COOS COUNTY, OREGON
STATEMENT OF NET POSITION
June 30, 2015

ASSETS	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Cash and cash equivalents	\$ 37,065,049	\$ 6,035,392	\$ 43,100,441
Receivables	2,949,790	227,851	3,177,641
Internal balances	(94,530)	94,530	-
Prepaid expenses	68,018	16,155	84,173
Inventories	414,422	-	414,422
Net pension asset	20,988,414	315,809	21,304,223
Noncurrent assets:			
Prepaid bond insurance	-	30,532	30,532
Temporarily restricted assets-cash	36,116	-	36,116
Capital assets:			
Land	5,525,474	709,402	6,234,876
Construction in process	7,709,460	358,342	8,067,802
Other capital assets (net)	76,165,645	43,605,432	119,771,077
Total assets	<u>150,827,858</u>	<u>51,393,445</u>	<u>202,221,303</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amounts related to pensions	<u>3,039,428</u>	<u>45,734</u>	<u>3,085,162</u>
LIABILITIES			
Current liabilities:			
Accounts payable	1,208,562	217,215	1,425,777
Payroll liabilities	449,006	15,833	464,839
Unearned revenue	2,857,640	54,858	2,912,498
Accrued interest payable	-	34,814	34,814
Compensated absences payable	1,476,735	71,896	1,548,631
Current portion of long-term liabilities:			
Landfill closure/postclosure care costs	-	250,300	250,300
Bonds	-	930,000	930,000
Noncurrent liabilities:			
Portions due or payable after one year:			
Bonds	-	7,845,000	7,845,000
Accrued other postemployment benefits obligation	1,633,516	56,616	1,690,132
Accrued landfill closure/postclosure care costs	-	1,783,500	1,783,500
Total liabilities	<u>7,625,459</u>	<u>11,260,032</u>	<u>18,885,491</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred amounts related to pensions	<u>9,130,515</u>	<u>137,385</u>	<u>9,267,900</u>
NET POSITION			
Net Investment in capital assets	89,400,579	35,898,176	125,298,755
Restricted for:			
Roads, sidewalks, footpaths	6,101,173	-	6,101,173
Capital projects	334,121	766,488	1,100,609
Health	11,473,756	-	11,473,756
Public safety	2,096,824	-	2,096,824
Other programs	1,222,766	-	1,222,766
Unrestricted	<u>26,482,093</u>	<u>3,377,098</u>	<u>29,859,191</u>
Total net position	<u>\$ 137,111,312</u>	<u>\$ 40,041,762</u>	<u>\$ 177,153,074</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, 2015

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	\$ 6,534,604	\$ 5,558,295	\$ 496,458	\$ -	\$ (479,851)	\$ -	\$ (479,851)
Public safety	9,436,105	817,623	4,017,718	54,013	(4,546,751)	-	(4,546,751)
Public works	6,568,185	78,886	5,218,073	49,189	(1,222,037)	-	(1,222,037)
Health and welfare	11,523,205	2,050,050	12,491,973	-	3,018,818	-	3,018,818
Community development	191,592	4,997	164,211	-	(22,384)	-	(22,384)
Culture and recreation	4,861,419	800,128	491,694	60,524	(3,509,073)	-	(3,509,073)
Intergovernmental	758,341	10,037	738,170	-	(10,134)	-	(10,134)
Interest and fiscal charges	794,305	23,079	-	-	(771,226)	-	(771,226)
Total governmental activities	40,667,756	9,343,095	23,618,297	163,726	(7,542,638)	-	(7,542,638)
Business-type activities:							
Sanitation	1,543,699	2,983,609	-	-	-	1,439,910	1,439,910
Gas pipeline	3,093,262	546,719	-	-	-	(2,546,543)	(2,546,543)
County fair	337,218	284,675	61,297	-	-	8,754	8,754
Transportation	739,086	96,245	742,850	-	-	100,009	100,009
Total business-type activities	5,713,265	3,911,248	804,147	-	-	(997,870)	(997,870)
Total government	\$ 46,381,021	\$ 13,254,343	\$ 24,422,444	\$ 163,726	(7,542,638)	(997,870)	(8,540,508)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					4,977,439	-	4,977,439
Property taxes, levied for 4-H & Extension services					404,631	-	404,631
Property taxes, levied for library services					3,316,053	-	3,316,053
Property taxes, levied for debt service					2,155,599	-	2,155,599
Foreclosed property sales					18,843	-	18,843
Grants and contributions not restricted to specific programs					3,018,056	-	3,018,056
Earnings on investments					185,895	-	185,895
Miscellaneous					873,552	-	873,552
Gain (loss) on disposition of capital assets					23,932	-	23,932
Total General Revenues					14,974,000	-	14,974,000
Transfers					(1,325,000)	1,325,000	-
Changes in net position					6,106,362	327,130	6,433,492
Net position - beginning of year					123,403,349	39,599,759	163,003,108
Prior period adjustment					7,601,601	114,873	7,716,474
Net position - beginning of year, restated					131,004,950	39,714,632	170,719,582
Net position - ending					\$ 137,111,312	\$ 40,041,762	\$ 177,153,074

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

**COOS COUNTY, OREGON
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2015**

	General	Public Works	Mental Health	County Forest
ASSETS				
Cash and cash equivalents	\$ 8,192,695	\$ 5,427,538	\$ 9,688,400	\$ 6,545,842
Receivables:				
Property taxes	485,887	-	-	-
Accounts	432,193	529,919	40,771	192,540
Due from other funds	-	56,455	-	-
Prepaid expenses	-	-	-	-
Inventories	-	414,422	-	-
Total assets	\$ 9,110,775	\$ 6,428,334	\$ 9,729,171	\$ 6,738,382
LIABILITIES				
Accounts payable	\$ 270,607	\$ 185,295	\$ 430,818	\$ 4,647
Payroll liabilities	449,006	-	-	-
Due to other funds	12,391	-	6,446	1,770
Unearned revenue	2,135,749	-	-	3,451
Total liabilities	2,867,753	185,295	437,264	9,868
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue:				
Property taxes	426,830	-	-	-
Assessments	-	72,558	-	-
Total deferred inflows of resources	426,830	72,558	-	-
FUND BALANCES				
Nonspendable	-	414,422	-	-
Restricted	-	5,756,059	9,291,907	-
Committed	45,634	-	-	-
Assigned	-	-	-	6,728,514
Unassigned	5,770,558	-	-	-
Total fund balances	5,816,192	6,170,481	9,291,907	6,728,514
Total liabilities, deferred inflows of resources and fund balances	\$ 9,110,775	\$ 6,428,334	\$ 9,729,171	\$ 6,738,382

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

Bonded Debt	Other Governmental Funds	Total
\$ 308,542	\$ 6,938,148	\$ 37,101,165
215,159	363,608	1,064,654
-	689,713	1,885,136
-	9,410	65,865
-	68,018	68,018
-	-	414,422
<u>\$ 523,701</u>	<u>\$ 8,068,897</u>	<u>\$ 40,599,260</u>

\$ -	\$ 317,195	\$ 1,208,562
-	-	449,006
-	139,788	160,395
-	718,440	2,857,640
-	1,175,423	4,675,603

189,580	319,542	935,952
-	-	72,558
<u>189,580</u>	<u>319,542</u>	<u>1,008,510</u>

-	68,018	482,440
334,121	5,846,553	21,228,640
-	572,180	617,814
-	87,181	6,815,695
-	-	5,770,558
<u>334,121</u>	<u>6,573,932</u>	<u>34,915,147</u>
<u>\$ 523,701</u>	<u>\$ 8,068,897</u>	<u>\$ 40,599,260</u>

COOS COUNTY, OREGON
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2015

Total fund balances - governmental funds \$ 34,915,147

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. 20,988,414

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. (6,091,087)

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	\$ 5,525,474	
Construction in process	7,709,460	
Depreciable assets	149,895,876	
Accumulated depreciation	<u>(73,730,231)</u>	
		89,400,579

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

1,008,510

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	(1,633,516)	
Compensated absences	<u>(1,476,735)</u>	
		<u>(3,110,251)</u>

Total net position - governmental activities \$ 137,111,312

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, 2015

	General	Public Works	Mental Health	County Forest
Revenues:				
Property taxes	\$ 4,996,905	\$ -	\$ -	\$ -
Taxes - other	228,922	-	-	-
Intergovernmental	5,185,046	5,176,377	11,271,304	-
Licenses, fees and permits	529,711	44,430	38,848	-
Charges for services	525,580	964,708	129,431	125,755
Timber sales	-	-	-	4,518,646
Fines and forfeitures	127,162	8,101	-	-
Interest on investments	50,784	24,657	44,544	22,855
Other	353,009	16,261	2,268	3
Total revenues	11,997,119	6,234,534	11,486,395	4,667,259
Expenditures:				
General government	6,165,027	-	-	499,753
Public safety	9,196,860	-	-	-
Public works	-	4,711,016	-	-
Health and welfare	392,677	-	10,504,877	-
Community development	-	-	-	-
Culture and recreation	-	-	-	-
Intergovernmental	-	-	-	-
Capital outlay	442,576	714,442	34,545	93,959
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	16,197,140	5,425,458	10,539,422	593,712
Excess (deficiency) of revenues over (under) expenditures	(4,200,021)	809,076	946,973	4,073,547
Other financing sources (uses):				
Sales of capital assets	13,562	3,333	-	-
Transfers in	4,786,551	-	686,030	-
Transfers out	(718,023)	-	-	(4,742,487)
Total other financing sources (uses)	4,082,090	3,333	686,030	(4,742,487)
Net change in fund balances	(117,931)	812,409	1,633,003	(668,940)
Fund balances at beginning of year	5,934,123	5,390,819	7,658,904	7,397,454
Prior period adjustment	-	(32,747)	-	-
Net assets at beginning of year, restated	5,934,123	5,358,072	7,658,904	7,397,454
Fund balances at end of year	\$ 5,816,192	\$ 6,170,481	\$ 9,291,907	\$ 6,728,514

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

Bonded Debt	Other Governmental Funds	Total
\$ 2,166,207	\$ 3,735,236	\$ 10,898,348
3,743	108,039	340,704
-	4,729,723	26,362,450
-	3,004,278	3,617,267
-	354,344	2,099,818
-	-	4,518,646
23,079	186,690	345,032
5,356	38,689	186,885
-	60,224	431,765
<u>2,198,385</u>	<u>12,217,223</u>	<u>48,800,915</u>
-	514,804	7,179,584
-	3,167,844	12,364,704
-	-	4,711,016
-	2,474,296	13,371,850
-	191,592	191,592
-	4,803,733	4,803,733
-	758,341	758,341
-	110,911	1,396,433
7,110,000	-	7,110,000
794,306	-	794,306
<u>7,904,306</u>	<u>12,021,521</u>	<u>52,681,559</u>
<u>(5,705,921)</u>	<u>195,702</u>	<u>(3,880,644)</u>
-	3,444	20,339
5,785,000	754,990	12,012,571
-	(767,061)	(6,227,571)
<u>5,785,000</u>	<u>(8,627)</u>	<u>5,805,339</u>
<u>79,079</u>	<u>187,075</u>	<u>1,924,695</u>
255,042	6,386,857	33,023,199
-	-	(32,747)
<u>255,042</u>	<u>6,386,857</u>	<u>32,990,452</u>
<u>\$ 334,121</u>	<u>\$ 6,573,932</u>	<u>\$ 34,915,147</u>

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, 2015

Total net change in fund balances - governmental funds \$ 1,891,948

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	\$ (125,287)	
Special assessments	<u>72,558</u>	(52,729)

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.

14,897,327

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	829,081	
Gain (Loss) on disposition	23,932	
Depreciation	<u>(3,674,439)</u>	(2,821,426)

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	(100,065)	
Change in accrued other postemployment benefits	<u>(107,092)</u>	(207,157)

Change in net position of governmental activities **\$ 13,707,963**

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, 2015

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 2,733,383	\$ 3,131,850	\$ 170,159	\$ 6,035,392
Receivable				
Grants	-	-	70,697	70,697
Accounts	138,516	16,636	2,002	157,154
Due from other funds	-	-	114,794	114,794
Prepays	-	-	16,155	16,155
Net pension asset	244,536	-	71,273	315,809
Noncurrent assets:				
Prepaid bond insurance	-	30,532	-	30,532
Capital assets:				
Land	9,862	551,191	148,349	709,402
Construction in process	3,240	332,222	22,880	358,342
Other capital assets (net of accumulated depreciation)	1,434,174	41,379,312	791,946	43,605,432
Total assets	4,563,711	45,441,743	1,408,255	51,413,709
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amounts related to pensions	35,412	-	10,322	45,734
LIABILITIES				
Current liabilities:				
Accounts payable	104,887	54,719	57,609	217,215
Accrued payroll benefits	-	-	15,833	15,833
Compensated absences payable	35,423	-	36,473	71,896
Due to other funds	15,746	4,518	-	20,264
Accrued interest payable	-	34,814	-	34,814
Prepaid deposits, etc.	-	25,000	29,858	54,858
Current portion of long-term liabilities				
Bonds	-	930,000	-	930,000
Landfill closure/post-closure care cost	250,300	-	-	250,300
Noncurrent liabilities:				
Long-term liabilities (net of current portion)				
Bonds	-	7,845,000	-	7,845,000
Accrued other postemployment benefits obligation	49,141	-	7,475	56,616
Accrued landfill closure/post-closure care cost	1,783,500	-	-	1,783,500
Total liabilities	2,238,997	8,894,051	147,248	11,280,296
DEFERRED INFLOWS OF RESOURCES				
Deferred amounts related to pensions	106,379	-	31,006	137,385
NET POSITION				
Net investment in capital assets	1,447,276	33,487,725	963,175	35,898,176
Restricted for:				
Capital projects/debt service	-	766,488	-	766,488
Unrestricted	806,471	2,293,479	277,148	3,377,098
Total net position	\$ 2,253,747	\$ 36,547,692	\$ 1,240,323	\$ 40,041,762

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, 2015

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Operating revenues:				
Waste disposal fees	\$ 1,585,931	\$ -	\$ -	\$ 1,585,931
Operational charges	-	-	302,428	302,428
Pipeline operations	-	502,464	-	502,464
Intergovernmental revenues	-	-	804,147	804,147
Miscellaneous	5,628	-	77,919	83,547
Total operating revenues	1,591,559	502,464	1,184,494	3,278,517
Operating expenses:				
Personal service	220,136	-	376,437	596,573
Materials and services	886,594	2,079,260	601,598	3,567,452
Depreciation	147,401	1,045,380	98,269	1,291,050
Total operating expenses	1,254,131	3,124,640	1,076,304	5,455,075
Operating income (loss)	337,428	(2,622,176)	108,190	(2,176,558)
Other revenues (expense)				
Interest on investments	13,073	59,026	573	72,672
Change in estimated post closure cost	1,121,932	-	-	1,121,932
Gain (Loss) on disposition of capital assets	(32,523)	16,607	-	(15,916)
Total other revenues (expenses)	1,102,482	75,633	573	1,178,688
Income (loss) before transfers	1,439,910	(2,546,543)	108,763	(997,870)
Transfers from other funds (net)	-	1,325,000	-	1,325,000
Change in net assets	1,439,910	(1,221,543)	108,763	327,130
Net position at beginning of year	724,889	37,769,235	1,105,635	39,599,759
Prior period adjustment	88,948	-	25,925	114,873
Net position at beginning of year, restated	813,837	37,769,235	1,131,560	39,714,632
Net position at end of year	\$ 2,253,747	\$ 36,547,692	\$ 1,240,323	\$ 40,041,762

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, 2015

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Cash flows from operating activities:				
Cash received from customers and users	\$ 1,587,218	\$ 502,876	\$ 437,226	\$ 2,527,320
Cash received from grantors	-	-	660,539	660,539
Cash paid to employees	(314,185)	-	(403,689)	(717,874)
Cash paid to suppliers	(1,155,190)	(2,013,781)	(607,267)	(3,776,238)
Net cash provided (used) by operating activities	117,843	(1,510,905)	86,809	(1,306,253)
Cash flows from noncapital financing activities:				
Interfund transfers (net)	-	1,325,000	745	1,325,745
Cash flows from capital and related financing activities:				
Principal payments on long-term debt	-	(7,110,000)	-	(7,110,000)
Proceeds from sale of capital assets	48,222	76,101	-	124,323
Capital expenditures	(139,459)	332,222	(106,984)	85,779
Net cash (used) by capital and related financing activities	(91,237)	(6,701,677)	(106,984)	(6,899,898)
Cash flows from investing activities:				
Interest received	13,073	27,648	573	41,294
Net increase (decrease) in cash and cash equivalents	39,679	(6,859,934)	(18,857)	(6,839,112)
Cash and cash equivalents at beginning of year (including restricted cash of \$2,287,981)	2,693,704	10,324,006	189,016	13,206,726
Cash and cash equivalents at end of year	<u>\$ 2,733,383</u>	<u>\$ 3,464,072</u>	<u>\$ 170,159</u>	<u>\$ 6,367,614</u>

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

Operating income (loss)	\$ 337,428	\$ (2,622,176)	\$ 108,190	\$ (2,176,558)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	147,401	1,045,380	98,269	1,291,050
Change in assets and liabilities:				
Accounts receivable	(4,341)	412	(92,024)	(95,953)
Prepays	-	26,587	(600)	25,987
Accounts payable	19,696	38,892	(7,657)	50,931
OPEB liability	1,276	-	-	1,276
Assets and liabilities related to pension	(84,621)	-	(24,664)	(109,285)
Compensated absences payable	(9,428)	-	-	(9,428)
Landfill closure/post-closure care cost	(289,568)	-	-	(289,568)
Unearned revenue	-	-	5,295	5,295
Net cash provided (used) by operating activities	<u>\$ 117,843</u>	<u>\$ (1,510,905)</u>	<u>\$ 86,809</u>	<u>\$ (1,306,253)</u>
Schedule of non-cash donations	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2015

ASSETS	<u>Total Agency Funds</u>
Cash and cash equivalents	\$ 2,548,493
Receivables:	
Property/Taxes	<u>4,965,357</u>
Total assets	<u>\$ 7,513,850</u>
 LIABILITIES	
Due to other agencies and taxing districts	<u>\$ 7,513,850</u>

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