

BASIC FINANCIAL STATEMENTS

COOS COUNTY, OREGON
STATEMENT OF NET POSITION
June 30, 2014

ASSETS	Governmental Activities	Business-type Activities	Total
Cash and cash equivalents	\$ 35,351,121	\$ 13,206,726	\$ 48,557,847
Receivables	2,925,324	243,279	3,168,603
Internal balances	1,065	(1,065)	-
Prepaid expenses	71,249	15,555	86,804
Inventories	452,295	-	452,295
Total current assets	38,801,054	13,464,495	52,265,549
Noncurrent assets:			
Prepaid bond insurance	-	57,119	57,119
Temporarily restricted assets-cash	8,935	-	8,935
Capital assets:			
Land	5,313,977	709,402	6,023,379
Construction in process	8,363,223	332,222	8,695,445
Other capital assets (net)	78,544,805	44,816,400	123,361,205
Total noncurrent assets	92,230,940	45,915,143	138,146,083
Total assets	131,031,994	59,379,638	190,411,632
LIABILITIES			
Current liabilities:			
Accounts payable	1,267,187	179,111	1,446,298
Payroll liabilities	635,958	21,973	657,931
Unearned revenue	2,760,906	49,563	2,810,469
Due to others on contract	61,500	-	61,500
Accrued interest payable	-	66,192	66,192
Compensated absences payable	1,376,670	77,772	1,454,442
Current portion of long-term liabilities:			
Landfill closure/postclosure care costs	-	436,600	436,600
Bonds	-	1,325,000	1,325,000
Total current liabilities	6,102,221	2,156,211	8,258,432
Noncurrent liabilities:			
Portions due or payable after one year:			
Bonds	-	14,560,000	14,560,000
Accrued other postemployment benefits obligation	1,526,424	54,968	1,581,392
Accrued landfill closure/postclosure care costs	-	3,008,700	3,008,700
Total noncurrent liabilities	1,526,424	17,623,668	19,150,092
Total liabilities	7,628,645	19,779,879	27,408,524
NET POSITION			
Net Investment in capital assets	92,222,005	29,973,024	122,195,029
Restricted for:			
Roads, sidewalks, footpaths	5,240,344	-	5,240,344
Debt service	255,042	-	255,042
Capital projects/Debt service	-	8,286,675	8,286,675
Health	9,982,743	-	9,982,743
Public safety	1,831,627	-	1,831,627
Other programs	-	359,182	359,182
Unrestricted	13,871,588	980,878	14,852,466
Total net position	\$ 123,403,349	\$ 39,599,759	\$ 163,003,108

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, 2014

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	\$ 7,453,182	\$ 4,366,440	\$ 419,777	\$ 13,363	\$ (2,653,602)	\$ -	\$ (2,653,602)
Public safety	12,115,950	874,384	4,004,521	144,109	(7,092,936)	-	(7,092,936)
Public works	6,748,894	34,935	5,167,734	181,126	(1,365,099)	-	(1,365,099)
Health and welfare	11,802,155	1,623,802	9,962,339	-	(216,014)	-	(216,014)
Community development	436,470	6,304	220,316	-	(209,850)	-	(209,850)
Culture and recreation	4,864,616	676,452	466,243	165,527	(3,556,394)	-	(3,556,394)
Intergovernmental	517,199	800	491,296	-	(25,103)	-	(25,103)
Interest and fiscal charges	851,991	27,860	-	-	(824,131)	-	(824,131)
Total governmental activities	44,790,457	7,610,977	20,732,226	504,125	(15,943,129)	-	(15,943,129)
Business-type activities:							
Sanitation	1,825,560	2,817,973	-	-	-	992,413	992,413
Gas pipeline	1,506,402	566,931	-	-	-	(939,471)	(939,471)
County fair	325,070	266,953	50,964	-	-	(7,153)	(7,153)
Transportation	734,147	99,077	497,222	-	-	(137,848)	(137,848)
Total business-type activities	4,391,179	3,750,934	548,186	-	-	(92,059)	(92,059)
Total government	\$ 49,181,636	\$ 11,361,911	\$ 21,280,412	\$ 504,125	(15,943,129)	(92,059)	(16,035,188)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					4,799,986	-	4,799,986
Property taxes, levied for 4-H & Extension services					391,734	-	391,734
Property taxes, levied for library services					3,211,777	-	3,211,777
Property taxes, levied for debt service					2,174,663	-	2,174,663
Foreclosed property sales					52,253	-	52,253
Grants and contributions not restricted to specific programs					2,791,984	-	2,791,984
Earnings on investments					188,595	-	188,595
Miscellaneous					508,972	-	508,972
Gain (loss) on disposition of capital assets					(241,738)	-	(241,738)
Total General Revenues					13,878,226	-	13,878,226
Transfers					(1,259,420)	1,259,420	-
Changes in net position					(3,324,323)	1,167,361	(2,156,962)
Net position - beginning of year					113,893,900	38,102,937	151,996,837
Prior period adjustment					12,833,772	329,461	13,163,233
Net position - beginning of year, restated					126,727,672	38,432,398	165,160,070
Net position - ending					\$ 123,403,349	\$ 39,599,759	\$ 163,003,108

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

**COOS COUNTY, OREGON
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2014**

	General	Public Works	Mental Health	County Forest	Other Governmental Funds	Total
ASSETS						
Cash and cash equivalents	\$ 8,485,847	\$ 4,673,232	\$ 7,885,677	\$ 7,348,203	\$ 6,958,162	\$ 35,351,121
Restricted cash	8,935	-	-	-	-	8,935
Receivables:						
Property taxes	513,874	-	-	-	614,695	1,128,569
Accounts	367,703	472,864	52,218	83,000	820,970	1,796,755
Due from other funds	4,922	33,011	-	-	-	37,933
Prepaid expenses	-	-	-	-	71,249	71,249
Inventories	-	452,295	-	-	-	452,295
Total assets	\$ 9,381,281	\$ 5,631,402	\$ 7,937,895	\$ 7,431,203	\$ 8,465,076	\$ 38,846,857
LIABILITIES						
Accounts payable	\$ 275,488	\$ 159,923	\$ 274,698	\$ 31,374	\$ 525,704	\$ 1,267,187
Payroll liabilities	635,958	-	-	-	-	635,958
Due to other funds	-	-	4,293	590	31,985	36,868
Unearned revenue	2,027,915	-	-	1,786	731,205	2,760,906
Due on contracts	61,500	-	-	-	-	61,500
Total liabilities	3,000,861	159,923	278,991	33,750	1,288,894	4,762,419
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue:						
Property taxes	446,297	-	-	-	534,283	980,580
Assessments	-	80,659	-	-	-	80,659
Total deferred inflows of resources	446,297	80,659	-	-	534,283	1,061,239
FUND BALANCES						
Nonspendable	-	452,295	-	-	71,249	523,544
Restricted	-	4,938,525	7,658,904	-	6,077,016	18,674,445
Committed	-	-	-	-	410,585	410,585
Assigned	-	-	-	7,397,453	83,049	7,480,502
Unassigned	5,934,123	-	-	-	-	5,934,123
Total fund balances	5,934,123	5,390,820	7,658,904	7,397,453	6,641,899	33,023,199
Total liabilities, deferred inflows of resources and fund balances	\$ 9,381,281	\$ 5,631,402	\$ 7,937,895	\$ 7,431,203	\$ 8,465,076	\$ 38,846,857

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, 2014

Total fund balances - governmental funds \$ 33,023,199

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	\$ 5,313,977	
Construction in process	8,363,223	
Depreciable assets	148,600,597	
Accumulated depreciation	<u>(70,055,792)</u>	
		92,222,005

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.

Deferred inflows		1,061,239
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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	(1,526,424)	
Compensated absences	<u>(1,376,670)</u>	
		<u>(2,903,094)</u>

Total net position - governmental activities \$ 123,403,349

COOS COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2014

	General	Public Works	Mental Health	County Forest	Other Governmental Funds	Total
Revenues:						
Property taxes	\$ 4,843,973	\$ -	\$ -	\$ -	\$ 5,826,723	\$ 10,670,696
Taxes - other	238,012	-	-	-	128,420	366,432
Intergovernmental	4,986,149	5,153,671	8,279,493	-	5,216,696	23,636,009
Licenses, fees and permits	486,406	36,638	50,349	-	2,556,346	3,129,739
Charges for services	432,395	933,341	90,122	31,843	262,482	1,750,183
Timber sales	-	-	-	3,459,928	-	3,459,928
Fines and forfeitures	141,773	25,514	-	-	211,057	378,344
Interest on investments	53,222	22,956	40,438	31,461	40,513	188,590
Other	484,622	27,277	3,590	930	148,580	664,999
Total revenues	11,666,552	6,199,397	8,463,992	3,524,162	14,390,817	44,244,920
Expenditures:						
General government	5,783,239	-	-	425,868	644,069	6,853,176
Public safety	8,814,428	-	-	-	2,969,489	11,783,917
Public works	-	5,506,117	-	-	-	5,506,117
Health and welfare	416,275	-	8,420,168	-	2,878,016	11,714,459
Community development	-	-	-	-	436,455	436,455
Culture and recreation	-	-	-	-	4,639,118	4,639,118
Intergovernmental	-	-	-	-	517,199	517,199
Capital outlay	758,008	8,901	5,870	-	374,778	1,147,557
Debt service:						
Principal	-	-	-	-	1,265,000	1,265,000
Interest	-	-	-	-	851,991	851,991
Total expenditures	15,771,950	5,515,018	8,426,038	425,868	14,576,115	44,714,989
Excess (deficiency) of revenues over (under) expenditures	(4,105,398)	684,379	37,954	3,098,294	(185,298)	(470,069)
Other financing sources (uses):						
Sales of capital assets	-	786	-	-	-	786
Transfers in	3,964,884	-	-	-	1,135,675	5,100,559
Transfers out	(797,110)	-	(186,000)	(3,659,751)	(457,698)	(5,100,559)
Total other financing sources (uses)	3,167,774	786	(186,000)	(3,659,751)	677,977	786
Net change in fund balances	(937,624)	685,165	(148,046)	(561,457)	492,679	(469,283)
Fund balances at beginning of year	6,871,747	4,705,655	7,806,950	7,958,910	6,149,220	33,492,482
Fund balances at end of year	\$ 5,934,123	\$ 5,390,820	\$ 7,658,904	\$ 7,397,453	\$ 6,641,899	\$ 33,023,199

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, 2014

Total net change in fund balances - governmental funds \$ (469,283)

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	\$ (198,709)	
Special assessments	81,445	
		(117,264)

Gain or loss on disposition of capital assets are reported in the Statement of Net Position but only the proceeds from sales are reported in the Governmental funds.		(786)
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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.

Capital assets	13,866,906	
Depreciation	(3,562,193)	
		10,304,713

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	(54,489)	
Change in accrued other postemployment benefits	(153,442)	
		(207,931)

Change in net position of governmental activities		<u>\$ 9,509,449</u>
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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, 2014

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 2,693,704	\$ 10,324,006	\$ 189,016	\$ 13,206,726
Receivable				
Grants	-	-	89,434	89,434
Accounts	134,175	17,048	2,622	153,845
Due from other funds	-	-	4,158	4,158
Prepays	-	-	15,555	15,555
Total current assets	2,827,879	10,341,054	300,785	13,469,718
Noncurrent assets:				
Prepaid bond insurance	-	57,119	-	57,119
Capital assets:				
Land	9,862	883,413	148,349	1,041,624
Other capital assets (net of accumulated depreciation)	1,526,103	42,484,186	806,111	44,816,400
Total noncurrent assets	1,535,965	43,424,718	954,460	45,915,143
Total assets	4,363,844	53,765,772	1,255,245	59,384,861
LIABILITIES				
Current liabilities:				
Accounts payable	95,716	20,345	63,050	179,111
Accrued payroll benefits	-	-	21,973	21,973
Compensated absences payable	44,851	-	32,921	77,772
Due to other funds	5,223	-	-	5,223
Accrued interest payable	-	66,192	-	66,192
Prepaid deposits, etc.	-	25,000	24,563	49,563
Current portion of long-term liabilities				
Bonds	-	1,325,000	-	1,325,000
Landfill closure/post-closure care cost	436,600	-	-	436,600
Total current liabilities	582,390	1,436,537	142,507	2,161,434
Noncurrent liabilities:				
Long-term liabilities (net of current portion)				
Bonds	-	14,560,000	-	14,560,000
Accrued other postemployment benefits obligation	47,865	-	7,103	54,968
Accrued landfill closure/post-closure care cost	3,008,700	-	-	3,008,700
Total noncurrent liabilities	3,056,565	14,560,000	7,103	17,623,668
Total liabilities	3,638,955	15,996,537	149,610	19,785,102
NET POSITION				
Net investment in capital assets	1,535,965	27,482,599	954,460	29,973,024
Restricted for:				
Capital projects/debt service	-	8,286,675	-	8,286,675
Special projects	359,182	-	-	359,182
Unrestricted	(1,170,258)	1,999,961	151,175	980,878
Total net position	\$ 724,889	\$ 37,769,235	\$ 1,105,635	\$ 39,599,759

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, 2014

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Operating revenues:				
Waste disposal fees	\$ 1,510,806	\$ -	\$ -	\$ 1,510,806
Operational charges	-	-	301,366	301,366
Pipeline operations	-	532,874	-	532,874
Intergovernmental revenues	-	-	548,186	548,186
Miscellaneous	9,498	-	64,149	73,647
Total operating revenues	1,520,304	532,874	913,701	2,966,879
Operating expenses:				
Personal service	413,436	-	422,107	835,543
Materials and services	896,351	466,455	500,370	1,863,176
Depreciation	165,073	1,044,754	136,691	1,346,518
Total operating expenses	1,474,860	1,511,209	1,059,168	4,045,237
Operating income (loss)	45,444	(978,335)	(145,467)	(1,078,358)
Other revenues (expense)				
Interest on investments	14,328	37,905	514	52,747
Change in estimated post closure cost	1,081,899	-	-	1,081,899
Gain (Loss) on disposition of capital assets	(149,256)	958	-	(148,298)
Interest expense	-	-	(49)	(49)
Total other revenues (expenses)	946,971	38,863	465	986,299
Income (loss) before transfers	992,415	(939,472)	(145,002)	(92,059)
Transfers from other funds (net)	(5,580)	1,265,000	-	1,259,420
Change in net assets	986,835	325,528	(145,002)	1,167,361
Net position at beginning of year	(261,946)	37,114,246	1,250,637	38,102,937
Prior period adjustment	-	329,461	-	329,461
Net position at beginning of year, restated	(261,946)	37,443,707	1,250,637	38,432,398
Net position at end of year	\$ 724,889	\$ 37,769,235	\$ 1,105,635	\$ 39,599,759

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, 2014

	Waste Disposal	Gas Pipeline	Other Enterprise Funds	Totals
Cash flows from operating activities:				
Cash received from customers and users	\$ 1,547,482	\$ 537,519	\$ 412,683	\$ 2,497,684
Cash received from grantors			500,228	500,228
Cash paid to employees	(412,336)	-	(417,122)	(829,458)
Cash paid to suppliers	(1,237,703)	(493,725)	(461,271)	(2,192,699)
Net cash provided (used) by operating activities	(102,557)	43,794	34,518	(24,245)
Cash flows from noncapital financing activities:				
Interfund transfers (net)	-	1,265,000	641	1,265,641
Cash flows from capital and related financing activities:				
Principal payments on long-term debt	-	(1,265,000)	(1,136)	(1,266,136)
Interest paid	-	-	(49)	(49)
Proceeds from sale of capital assets	2,250	958	-	3,208
Capital expenditures	-	(3,872)	-	(3,872)
Net cash (used) by capital and related financing activities	2,250	(1,267,914)	(1,185)	(1,266,849)
Cash flows from investing activities:				
Interest received	14,328	33,098	515	47,941
Net increase (decrease) in cash and cash equivalents	(85,979)	73,978	34,489	22,488
Cash and cash equivalents at beginning of year	2,779,683	10,250,028	154,527	13,184,238
Cash and cash equivalents at end of year	\$ 2,693,704	\$ 10,324,006	\$ 189,016	\$ 13,206,726

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

Operating income (loss)	\$ 45,444	\$ (978,335)	\$ (145,467)	\$ (1,078,358)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	165,073	1,044,754	136,691	1,346,518
Change in assets and liabilities:				
Accounts receivable	27,572	4,645	1,871	34,088
Prepays	-	5,887	(1,349)	4,538
Accounts payable	6,543	(33,157)	45,433	18,819
OPEB liability	2,806	-	-	2,806
Compensated absences payable	1,100	-	-	1,100
Landfill closure/post-closure care cost	(350,701)	-	-	(350,701)
Unearned revenue	(394)	-	(2,661)	(3,055)
Net cash provided (used) by operating activities	\$ (102,557)	\$ 43,794	\$ 34,518	\$ (24,245)
Schedule of non-cash donations	\$ -	\$ 329,461	\$ -	\$ 329,461

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, 2014

ASSETS	<u>Total Agency Funds</u>
Cash and cash equivalents	\$ 2,316,573
Receivables:	
Property/Taxes	<u>5,260,288</u>
Total assets	<u><u>\$ 7,576,861</u></u>
 LIABILITIES	
Due to other agencies and taxing districts	<u><u>\$ 7,576,861</u></u>

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