

**UMATILLA COUNTY, OREGON**

**Financial Statements and  
Independent Auditors' Report**

**June 30, 2019**

**UMATILLA COUNTY, OREGON**

**List of Officials**  
**June 30, 2019**

**COMMISSIONERS**

George Murdock, Chair

John Shafer, Vice-Chair

Bill Elfering

**TITLE**

Commissioner - Position #1

Commissioner - Position #2

Commissioner - Position #3

**CHIEF FINANCIAL OFFICER**

Robert Pahl

**ADDRESS**

Umatilla County Courthouse  
216 SE Fourth Street  
Pendleton, OR 97801

Telephone: 541-276-7111

UMATILLA COUNTY, OREGON

Contents  
June 30, 2019

	<u>Page</u>
Independent auditors' report	6-8
Basic financial statements:	
Statement of net position - modified cash basis	10
Statement of activities - modified cash basis	11
Balance sheet - modified cash basis	12
Reconciliation of the statement of position, liabilities, and equity arising from cash of governmental funds to the statement of net position - modified cash basis	13
Statement of revenues, expenditures, and changes in fund balances - modified cash basis - governmental funds	14
Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities - modified cash basis	15
Statement of revenues, expenditures, and change in fund balances - modified cash basis - budget to actual:	
General fund	16
Public works fund	17
PERS reserve fund	18
Statement of fund net position - modified cash basis - proprietary funds	19
Statement of revenues, expenses, and changes in fund net position - modified cash basis - proprietary funds	20
Statement of fund cash flows - modified cash basis - proprietary funds	21
Statement of fiduciary net position - modified cash basis - agency funds	22
Notes to basic financial statements	23-54
Supplementary information:	
Management's discussion and analysis	56-66
Statement of detailed revenues, expenditures, and change in fund balances - modified cash basis - budget to actual - general fund	67-72
Non-major governmental funds	73
Combining balance sheet - modified cash basis - non-major governmental funds	74

UMATILLA COUNTY, OREGON

Contents  
June 30, 2019

	<u>Page</u>
Supplementary information (continued):	
Non-major governmental funds (continued):	
Combining statement of revenues, expenditures, and changes in fund balances - modified cash basis - non-major governmental funds	75
Non-major special revenue funds	76-77
Combining balance sheet - modified cash balance - non-major special revenue funds	78-83
Combining statement of revenues, expenditures, and changes in fund balances - modified cash basis - non-major special revenue funds	84-89
Statement of revenues, expenditures, and change in fund balances - modified cash basis - budget to actual:	
Bicycle path fund	90
Parks fund	91
Tax anticipation notes fund	92
Emergency 911 telephone system fund	93
Corrections assessment fund	94
Special transportation fund	95
Law library fund	96
Records archiving fund	97
Tax foreclosed property fund	98
Human services fund	99
Public land corner preservation fund	100
Fair improvement fund	101
Eastern Oregon Trade & Event Center fund	102
Community corrections fund	103
Economic development fund	104
County road improvement fund	105
Sheriff - marine fund	106
School based health center fund	107
Nuisance abatement fund	108
Extension special equipment fund	109
County fair fund	110
County school fund	111
Unitary assessment fund	112
Community services development fund	113

UMATILLA COUNTY, OREGON

Contents  
June 30, 2019

	<u>Page</u>
Supplementary information (continued):	
Non-major governmental funds (continued):	
Non-major special revenue funds (continued):	
Statement of revenues, expenditures, and change in fund balances - modified cash basis - budget to actual:	
Mediation services fund	114
Academic Achievement Awards fund	115
Juvenile Work Crew fund	116
Assessment and taxation fund	117
Prepaid taxes	118
CARES program fund	119
Environment health fund	120
Coalitions of Umatilla County fund	121
Community benefit plans fund	122
Special services fund	123
2050 Plan fund	124
GIS equipment reserve fund	125
Assessor technology reserve fund	126
Dispatch reserve fund	127
NAIFA reserve fund	128
Non-major debt service funds	129
Combining balance sheet - modified cash basis - non-major debt service funds	130
Combining statement of revenues, expenditures, and changes in fund balances - modified cash basis - non-major debt service funds	131
Statement of revenues, expenditures, and change in fund balances - modified cash basis - budget to actual:	
Debt service fund	132
PERS bond fund	133
Reith wastewater fund	134
Non-major capital projects funds	135
Combining balance sheet - modified cash basis - non-major capital projects funds	136
Combining statement of revenues, expenditures, and changes in fund balances - modified cash basis - non-major capital projects funds	137

UMATILLA COUNTY, OREGON

Contents  
June 30, 2019

	<u>Page</u>
Supplementary information (continued):	
Non-major governmental funds (continued):	
Non-major capital projects funds (continued):	
Statement of revenues, expenditures, and change in fund balances - modified cash basis - budget to actual:	
Facilities improvement fund	138
Milton-Freewater Head Start building fund	139
Capital purchases management fund	140
Internal service funds:	141
Statement of revenues, expenditures, and change in fund balances - modified cash basis - budget to actual - fleet management fund	142
Other schedules:	143
Schedule of property tax transactions and outstanding balances	144
Schedule of property taxes receivable - by fund	145
Schedules of accountability -- other elected officials	146
Audit reports, comments and disclosures required by government	
Auditing standards and state regulations:	
Report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with Government Auditing standards	148-149
State regulations introduction	150
Report required by Oregon State regulations	151-152
Single audit section:	
Schedule of expenditures of federal awards	154
Notes to schedule of expenditures of federal awards	155
Report on compliance with requirements applicable to each major program and on internal control over compliance in accordance with the Uniform Guidance	156-157
Schedule of findings and questioned costs	158
Summary schedule of prior year's audit findings	159

**Independent Auditors' Report**

Board of Commissioners  
Umatilla County  
Pendleton, Oregon

**Report on the Financial Statements**

We have audited the accompanying modified cash-basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash-basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon, as of June 30, 2019, and the respective changes in modified cash-basis financial position, and where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund, Public Works Fund, and PERS Reserve Fund for the year then ended in accordance with the basis of accounting as described in Note 1.

### **Basis of Accounting**

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to that matter.

### **Other Matters**

#### *Report on Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise Umatilla County, Oregon's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, and other schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the financial statements.

The combining and individual nonmajor fund financial statements and schedules, other schedules, and the schedule of expenditures of federal awards are the responsibility of management and were derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in according with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, other schedules, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.



Board of Commissioners  
Umatilla County  
Page three

Management's discussion and analysis on pages 56-66 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on such information.

### **Reports on Other Legal and Regulatory Requirements**

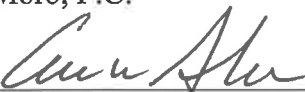
#### *Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2019 on our consideration of Umatilla County, Oregon's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Umatilla County, Oregon's internal control over financial reporting and compliance.

#### *Other Reporting Required by Oregon Minimum Standards*

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have also issued our report dated December 27, 2019, on our consideration of the Umatilla County, Oregon's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

Barnett & Moro, P.C.

By:  \_\_\_\_\_

Cameron W. Anderson, Shareholder

December 27, 2019

**BASIC FINANCIAL STATEMENTS**

**UMATILLA COUNTY, OREGON**

**Statement of Net Position - Modified Cash Basis**

**June 30, 2019**

	<u>Governmental Activities</u>
<b><u>ASSETS:</u></b>	
Cash and investments	\$ 29,987,881
Capital assets:	
Land and construction in progress	1,328,031
Other capital assets (net of accumulated depreciation)	60,304,778
Total assets	<u>91,620,690</u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES:</u></b>	
Prepaid pension asset	<u>10,315,000</u>
Total deferred outflows of resources	<u>10,315,000</u>
<b><u>LIABILITIES:</u></b>	
Noncurrent liabilities:	
Due within one year	834,347
Due in more than one year	10,088,644
Total liabilities	<u>10,922,991</u>
<b><u>NET POSITION:</u></b>	
Net investment in capital assets	61,024,818
Restricted for:	
Debt service	79,408
Public safety	1,809,959
Highways and streets	6,547,665
Culture and recreation	146,645
Education	90,045
Health	2,022,402
Other purposes	1,382,780
Unrestricted	17,908,977
Total net position	<u>\$ 91,012,699</u>

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

UMATILLA COUNTY, OREGON

Statement of Activities - Modified Cash Basis  
Year Ended June 30, 2019

<u>Functions/Programs</u>	<u>Program Revenues</u>				<u>Net (Expense) Revenue and Change in Net Position</u>
	<u>Expenses</u>	<u>Fees, Fines, and</u>	<u>Operating</u>	<u>Capital</u>	
		<u>Charges for Services</u>	<u>Contributions</u>	<u>Grants and Contributions</u>	
General government	\$ 12,798,449	\$ 2,745,185	\$ 5,561,781	\$ -	\$ (4,491,483)
Public safety	21,428,145	1,750,528	6,044,319	-	(13,633,298)
Highways and streets	10,092,613	145,554	7,545,157	-	(2,401,902)
Cultural and recreation	1,647,805	1,195,980	176,396	-	(275,429)
Education	928,478	64,149	495,116	-	(369,213)
Health	8,451,322	782,691	6,941,688	-	(726,943)
Interest on long-term debt	565,836	-	-	-	(565,836)
Total governmental activities	\$ 55,912,648	\$ 6,684,087	\$ 26,764,457	\$ -	(22,464,104)

General revenues:

Taxes:

Property taxes, levied for general purposes	17,379,228
Property taxes, levied for debt service	11,044
Fines & forfeitures	292,179
Interest and investment earnings	805,688
Refunds, reimbursements, & miscellaneous	4,704,232
Total general revenues	23,192,371
Change in net position	728,267
Net position--beginning	90,284,432
Net position--ending	\$ 91,012,699

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

**UMATILLA COUNTY, OREGON**

**Balance Sheet - Modified Cash Basis**

**Governmental Funds**

**June 30, 2019**

	<u>General</u>	<u>Public Works</u>	<u>PERS Reserve</u>	<u>Other Governmental</u>	<u>Total</u>
<b><u>ASSETS:</u></b>					
Cash and investments	\$6,482,471	\$6,334,203	\$5,077,486	\$ 11,542,043	\$29,436,203
Total assets	<u>\$6,482,471</u>	<u>\$6,334,203</u>	<u>\$5,077,486</u>	<u>\$ 11,542,043</u>	<u>\$29,436,203</u>
<b><u>LIABILITIES</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>FUND BALANCES:</u></b>					
Restricted	-	6,334,203	-	5,744,701	12,078,904
Committed	-	-	5,077,486	5,650,263	10,727,749
Assigned	-	-	-	147,079	147,079
Unassigned	6,482,471	-	-	-	6,482,471
Total fund balances	<u>6,482,471</u>	<u>6,334,203</u>	<u>5,077,486</u>	<u>11,542,043</u>	<u>29,436,203</u>
Total liabilities and fund balances	<u>\$6,482,471</u>	<u>\$6,334,203</u>	<u>\$5,077,486</u>	<u>\$ 11,542,043</u>	<u>\$29,436,203</u>

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

UMATILLA COUNTY, OREGON

Reconciliation of the Governmental Funds Balance Sheet to the  
Statement of Net Position - Modified Cash Basis  
June 30, 2019

Fund balances - governmental funds		\$ 29,436,203
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.</p>		
Land	\$ 1,311,575	
Construction in progress	16,456	
Equipment, net of \$14,259,391 accumulated depreciation	4,395,157	
Buildings and improvements, net of \$12,582,912 accumulated depreciation	13,782,632	
Infrastructure, net of \$85,283,588 accumulated depreciation	<u>42,126,989</u>	
		61,632,809
<p>Prepaid pension assets are not reported in the governmental funds.</p>		
		10,315,000
<p>Internal service funds are used by management to charge the costs of industrial insurance, printing and warehouse services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.</p>		
		551,678
<p>Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds as liabilities. All liabilities, both current and long-term, are reported in the statement of net position.</p>		
Bonds payable	(10,315,000)	
Notes payable	(345,958)	
Capital leases payable	<u>(262,033)</u>	
		<u>(10,922,991)</u>
Net position of governmental activities		<u>\$ 91,012,699</u>

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

**UMATILLA COUNTY, OREGON**

**Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis**

**Governmental Funds**  
**Year Ended June 30, 2019**

	<u>General</u>	<u>Public Works</u>	<u>PERS Reserve</u>	<u>Other Governmental</u>	<u>Total</u>
<b><u>REVENUES:</u></b>					
Taxes	\$ 17,104,101	\$ -	\$ -	\$ 286,171	\$ 17,390,272
Intergovernmental	2,878,423	7,480,061	1,074,251	15,331,722	26,764,457
Charges for services	2,274,244	145,554	-	4,264,289	6,684,087
Fines & forfeitures	72,077	-	-	220,102	292,179
Interest	226,893	154,685	102,721	307,289	791,588
Miscellaneous & reimbursements	3,779,430	278,271	-	472,148	4,529,849
Total revenues	<u>26,335,168</u>	<u>8,058,571</u>	<u>1,176,972</u>	<u>20,881,721</u>	<u>56,452,432</u>
<b><u>EXPENDITURES:</u></b>					
Current:					
General government	8,056,258	-	1,200	3,218,285	11,275,743
Public safety	13,580,649	-	-	7,501,863	21,082,512
Highways and streets	-	6,148,568	-	84,000	6,232,568
Cultural and recreation	-	-	-	1,627,137	1,627,137
Education	458,219	-	-	470,042	928,261
Health	1,560,002	-	-	6,798,833	8,358,835
Capital outlay	24,962	1,418,417	-	661,505	2,104,884
Debt service:					
Principal	-	21,276	-	716,822	738,098
Interest	-	8,924	-	556,912	565,836
Total expenditures	<u>23,680,090</u>	<u>7,597,185</u>	<u>1,200</u>	<u>21,635,399</u>	<u>52,913,874</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>2,655,078</u>	<u>461,386</u>	<u>1,175,772</u>	<u>(753,678)</u>	<u>3,538,558</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>					
Proceeds from trade in of asset	-	156,700	-	-	156,700
Operating transfers in	132,160	177,972	280,000	2,260,086	2,850,218
Operating transfers out	(1,968,032)	-	-	(1,130,415)	(3,098,447)
Total other financing sources (uses)	<u>(1,835,872)</u>	<u>334,672</u>	<u>280,000</u>	<u>1,129,671</u>	<u>(91,529)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>819,206</u>	<u>796,058</u>	<u>1,455,772</u>	<u>375,993</u>	<u>3,447,029</u>
<b><u>FUND BALANCES, BEGINNING OF YEAR</u></b>	<u>5,663,265</u>	<u>5,538,145</u>	<u>3,621,714</u>	<u>11,166,050</u>	<u>25,989,174</u>
<b><u>FUND BALANCES, END OF YEAR</u></b>	<u>\$ 6,482,471</u>	<u>\$ 6,334,203</u>	<u>\$ 5,077,486</u>	<u>\$ 11,542,043</u>	<u>\$ 29,436,203</u>

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

UMATILLA COUNTY, OREGON

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of the Governmental Funds to the  
Statement of Activities - Modified Cash Basis  
Year Ended June 30, 2019

Net change in fund balances - governmental funds \$ 3,447,029

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

Governmental funds report capital outlay as expenditures. However in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.

Expenditures for capital assets	\$ 2,379,832	
Adjustment to gain on disposal of assets	(26,636)	
Less current year depreciation	<u>(5,156,156)</u>	(2,802,960)

Internal service funds are used by the County to charge the costs of vehicle maintenance and other costs to individual funds. The net revenue of the internal service funds is reported with governmental activities. 31,100

Governmental funds reported the prepayment of the PERS unfunded actuarial liability as an Other Financing Use in prior years. However, in the Statement of Activities the expense is the amortization of the prepaid asset. (685,000)

Principal payments:

Bonded debt	685,000	
Notes payable	31,822	
Capital leases	<u>21,276</u>	<u>738,098</u>

Change in net position of governmental activities \$ 728,267

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



UMATILLA COUNTY, OREGON

**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Property taxes	\$ 15,840,000	\$ 15,840,000	\$ 17,104,101	\$ 1,264,101
Intergovernmental	2,770,872	2,883,053	2,878,423	(4,630)
Charges for services	1,912,142	1,912,142	2,274,244	362,102
Fine & forfeitures	25,500	25,500	72,077	46,577
Investment revenue	100,000	100,000	226,893	126,893
Miscellaneous & reimbursements	3,531,573	3,798,573	3,779,430	(19,143)
Total revenues	<u>24,180,087</u>	<u>24,559,268</u>	<u>26,335,168</u>	<u>1,775,900</u>
<b><u>EXPENDITURES:</u></b>				
General government	8,086,158	8,700,812	8,056,258	644,554
Public safety	14,123,889	14,426,470	13,605,611	820,859
Education	458,306	458,306	458,219	87
Health	1,699,055	1,913,550	1,560,002	353,548
Operating contingency	500,000	313,284	-	313,284
Total expenditures	<u>24,867,408</u>	<u>25,812,422</u>	<u>23,680,090</u>	<u>2,132,332</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	<u>(687,321)</u>	<u>(1,253,154)</u>	<u>2,655,078</u>	<u>3,908,232</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	1,012,000	1,012,000	132,160	(879,840)
Operating transfers out	<u>(2,052,892)</u>	<u>(2,187,892)</u>	<u>(1,968,032)</u>	<u>219,860</u>
Total other financing sources (uses)	<u>(1,040,892)</u>	<u>(1,175,892)</u>	<u>(1,835,872)</u>	<u>(659,980)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(1,728,213)</u>	<u>(2,429,046)</u>	<u>819,206</u>	<u>3,248,252</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>4,478,213</u>	<u>5,179,046</u>	<u>5,663,265</u>	<u>484,219</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 2,750,000</u>	<u>\$ 2,750,000</u>	<u>\$ 6,482,471</u>	<u>\$ 3,732,471</u>

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

UMATILLA COUNTY, OREGON

Public Works Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Federal revenues	\$ -	\$ -	\$ 285,847	\$ 285,847
State revenues	550,000	550,000	574,116	24,116
Local revenues	60,000	60,000	94,871	34,871
Federal forest service rentals	50,000	50,000	80,757	30,757
State gas tax & vehicle licensing	6,600,000	6,600,000	6,444,470	(155,530)
Charges for services:				
Sale and rental of supplies	10,000	10,000	14,898	4,898
Sale of vehicle and equipment	-	-	130,656	130,656
Interest	25,000	25,000	154,685	129,685
Reimbursements and other revenues	140,830	140,830	278,271	137,441
Total revenues	<u>7,435,830</u>	<u>7,435,830</u>	<u>8,058,571</u>	<u>622,741</u>
<b><u>EXPENDITURES:</u></b>				
Weed control:				
Personal services	213,687	213,687	161,438	52,249
Materials & services	136,205	136,205	131,206	4,999
Total weed control	<u>349,892</u>	<u>349,892</u>	<u>292,644</u>	<u>57,248</u>
Non-departmental:				
Personal services	3,502,925	3,502,925	3,181,684	321,241
Materials & services	3,211,661	3,211,661	2,674,240	537,421
Capital outlay	1,531,000	1,591,000	1,291,917	299,083
Contingency	2,585,712	2,525,712	-	2,525,712
Total non-departmental	<u>10,831,298</u>	<u>10,831,298</u>	<u>7,147,841</u>	<u>3,683,457</u>
Total expenditures	<u>11,181,190</u>	<u>11,181,190</u>	<u>7,440,485</u>	<u>3,740,705</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>(3,745,360)</u>	<u>(3,745,360)</u>	<u>618,086</u>	<u>4,363,446</u>
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	229,062	229,062	177,972	(51,090)
Total other financing sources	<u>229,062</u>	<u>229,062</u>	<u>177,972</u>	<u>(51,090)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(3,516,298)</u>	<u>(3,516,298)</u>	<u>796,058</u>	<u>4,312,356</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>5,526,490</u>	<u>5,526,490</u>	<u>5,538,145</u>	<u>11,655</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 2,010,192</u>	<u>\$ 2,010,192</u>	<u>\$ 6,334,203</u>	<u>\$ 4,324,011</u>

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

**UMATILLA COUNTY, OREGON**

**PERS Reserve Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Payments in-lieu of taxes	\$ 1,000,000	\$ 1,000,000	\$ 1,074,251	\$ 74,251
Interest	20,000	20,000	102,721	82,721
Total revenues	<u>1,020,000</u>	<u>1,020,000</u>	<u>1,176,972</u>	<u>156,972</u>
<b><u>EXPENDITURES</u></b>				
Materials & services	21,200	21,200	1,200	20,000
Contingency	3,508,800	3,508,800	-	3,508,800
Total expenditures	<u>3,530,000</u>	<u>3,530,000</u>	<u>1,200</u>	<u>3,528,800</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(2,510,000)	(2,510,000)	1,175,772	3,685,772
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	280,000	280,000	280,000	-
Operating transfers out	(500,000)	(500,000)	-	500,000
Total other financing sources (uses)	<u>(220,000)</u>	<u>(220,000)</u>	<u>280,000</u>	<u>500,000</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(2,730,000)	(2,730,000)	1,455,772	4,185,772
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>2,730,000</u>	<u>2,730,000</u>	<u>3,621,714</u>	<u>891,714</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,077,486</u>	<u>\$ 5,077,486</u>

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

UMATILLA COUNTY, OREGON

Statement of Net Position - Modified Cash Basis

Proprietary Funds

June 30, 2019

	Governmental Activities Internal Service Fund - Fleet Management
<b><u>ASSETS:</u></b>	
Cash and investments	\$ 551,678
Total assets	<u>551,678</u>
<b><u>LIABILITIES:</u></b>	<u>-</u>
<b><u>NET POSITION:</u></b>	
Unrestricted	<u>\$ 551,678</u>

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

UMATILLA COUNTY, OREGON

Statement of Revenues, Expenses, and Changes in Net Position -  
Modified Cash Basis  
Proprietary Funds  
Year Ended June 30, 2019

	Governmental Activities Internal Service Fund - Fleet Management
<b><u>OPERATING REVENUES:</u></b>	
Miscellaneous revenue	\$ 44,318
<b><u>OPERATING EXPENSES:</u></b>	
Materials & services	600
Capital outlay	274,948
Total operating expenses	<u>275,548</u>
Operating income (loss)	<u>(231,230)</u>
<b><u>NONOPERATING REVENUES:</u></b>	
Interest revenues	14,100
Operating transfers in	248,230
Total nonoperating revenues	<u>262,330</u>
<b><u>CHANGE IN NET POSITION</u></b>	31,100
<b><u>TOTAL NET POSITION, BEGINNING</u></b>	<u>520,578</u>
<b><u>TOTAL NET POSITION, ENDING</u></b>	<u>\$ 551,678</u>

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

UMATILLA COUNTY, OREGON

Statement of Cash Flows -  
Modified Cash Basis  
Proprietary Funds  
Year Ended June 30, 2019

	Governmental Activities Internal Service Fund - Fleet Management
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>	
Cash receipts	\$ 44,318
Payments to suppliers	(275,548)
Total cash flows from operating activities	<u>(231,230)</u>
<b><u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u></b>	
Transfers from other funds	<u>248,230</u>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>	
Interest revenues	<u>14,100</u>
<b><u>NET INCREASE IN CASH AND INVESTMENTS</u></b>	31,100
<b><u>CASH AND INVESTMENTS, BEGINNING OF YEAR</u></b>	<u>520,578</u>
<b><u>CASH AND INVESTMENTS, ENDING OF YEAR</u></b>	<u>\$ 551,678</u>

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

UMATILLA COUNTY, OREGON

Agency Funds

Statement of Fiduciary Net Position - Modified Cash Basis

June 30, 2019

	<u>Agency Funds</u>
<b><u>ASSETS:</u></b>	
Cash and investments	\$ 359,118
Total assets	<u>359,118</u>
<b><u>LIABILITIES:</u></b>	
Payable to other entities - sheriff accounts	152,577
Payable to other entities - finance department accounts	<u>206,541</u>
Total liabilities	<u>359,118</u>
<b><u>NET POSITION:</u></b>	<u>\$ -</u>

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

## **UMATILLA COUNTY, OREGON**

### **Notes to Basic Financial Statements**

**June 30, 2019**

#### **NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

The financial statements of Umatilla County, Oregon (the County) have been prepared in accordance with the modified cash basis of reporting as applicable to municipal governments. This modified basis of accounting differs from accounting principles generally accepted in the United States of America. To the extent they are applicable to the modified basis of reporting, the County applies all relevant Governmental Accounting Standards Board (GASB) pronouncements.

The more significant of the County's accounting policies are described below.

#### **Reporting Entity:**

Umatilla County, Oregon, was organized under statutory provisions of Oregon law on September 27, 1862. The County elected to be governed under Home Rule in 1992. The government of Umatilla County is vested in three county commissioners. Each commissioner is elected at large for a term of four years. The three commissioners exercise governance responsibilities over all activities related to county operations within the jurisdiction set by the State of Oregon. The commissioners, on behalf of the County, receive funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. However, the commissioners are not included in any other governmental "reporting entity" as defined in Section 2100, codification of governmental accounting and financial reporting standards, since they are elected by the public and have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. No other entities met requirements for inclusion as a component unit in the financial statements.

#### **Description of Government-Wide Financial Statements:**

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County had no business-type activities for the year ended June 30, 2019.



UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

**NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

**Description of Government-Wide Financial Statements (continued):**

The government-wide financial statements use the economic resource measurement focus, and are presented on the modified cash basis of accounting, as are the proprietary and fiduciary fund financial statements. The modified cash basis of accounting is based on the recording of cash and cash equivalents and changes therein, and only recognizes revenues, expenses, assets, and liabilities resulting from cash transactions, adjusted for modifications that have substantial support in generally accepted accounting principles. Only cash (and cash equivalents) and items that involve the receipt or disbursement of cash (or cash equivalents) during the period are recognized, except for the following modifications: 1) fixed assets with an original cost over \$5,000 and an estimated useful life longer than one year are capitalized and depreciated; 2) long-term debts have been recorded in the statement of net position. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between County proprietary funds and various other function of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

As a result of the use of this modified cash basis of accounting, certain transactions are not recorded in the financial statements. For example, accounts receivables, accounts payables, and accrued expenses are not reported. Additionally, equity investments in joint ventures are also not reported.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include : 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**Description of Fund Financial Statements:**

The fund financial statements provide information about the government's funds. Separate statements for each fund category, governmental, proprietary, and fiduciary funds are presented. Fiduciary funds are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major funds, each displayed in a separate column. All remaining funds are aggregated and reported as nonmajor funds. The fund financial statements are presented on the modified cash basis of accounting, and use the current financial resource measurement focus.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally results from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

**Description of Fund Financial Statements (continued):**

Since the governmental fund statements are presented on a different measurement focus than the government-wide statements column, a reconciliation is necessary to explain the adjustments needed to transform the fund based financial statements into the governmental column of the government-wide presentation. This reconciliation is part of the financial statements.

The County may fund certain programs by a combination of specific cost-reimbursement grants, restricted federal funds that are payments in lieu of taxes, limited categorical block grants, and general revenues. When program expenses are incurred for which both restricted and unrestricted net position are available to finance the program, it is the County's policy to first apply restricted resources to such programs, followed by general resources.

The financial activities of the County are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. The various funds are reported by generic classification within the financial statements. There are stated minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. Non-major funds are combined in a column in the fund financial statements and detailed in the combining section. The County reports the following major governmental funds:

- The General Fund -- This is the County's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund.
- The Public Works Fund -- Accounts for the expenditures for construction, reconstruction, improvement, repair, maintenance, operations and use of public highways, roads and streets within the County.
- The PERS Reserve Fund -- Accounts for potential costs associated with increases or court decisions related to PERS

Additionally, the County reports the following fund types:

Special Revenue Funds are primarily operating funds that account for revenue derived from specific taxes or other revenue sources, which are legally restricted to finance particular functions or activities. When a special revenue fund is not an operating fund, transfers are made from the special revenue fund to the operating funds authorized to make expenditures.

Debt Service Funds account for the accumulation of resources and payment of principal and interest on general obligations and other long-term debt.

Capital Project Funds account for expenditures on major construction projects or equipment acquisition.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**  
**June 30, 2019**

**NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

**Description of Fund Financial Statements (continued):**

Internal Service Funds account for the printing, communication and information, and vehicle services provided by one department to other departments of the County on a cost-reimbursement basis.

Fiduciary Funds account for assets held by the County for other governmental units. These funds are custodial in nature (assets equal liabilities) and do not measure the results of operations.

**Assets, liabilities, and net position/fund balance:**

**Cash and investments:**

Cash includes demand deposits, short-term cash investments, and deposits in the Oregon Local Government Investment Pool (LGIP). The County Treasurer combines each fund's cash in a cash pool which is accounted for monthly.

Oregon Revised Statutes authorize counties to invest in obligations of the U.S. Treasury, agencies and instrumentalities of the United States, bankers acceptances guaranteed by a qualified financial institution, repurchase agreements, interest bearing bonds of any city, county, or port, among others.

The Oregon Short Term Fund (OSTF) is the LGIP for local governments and was established by the State Treasurer. OSTF investments are regulated by the Oregon Short Term Fund Board and approved by the Oregon Investment Council (ORS 294.805 to 294.895). The fair value of the District's position in the pool is the same as the value of its pool shares. Investments are stated at market value. All investments are carried at cost which equals market value.

For purposes of the statement of cash flows, proprietary fund types consider all highly liquid debt instruments with a maturity of three months or less when purchased to be cash equivalents.

**Inventories:**

The Public Works Fund has significant inventories. These inventories are not recorded as assets. Inventory items are recorded as expenditures when purchased and remain constant from year to year.

**Net position flow assumptions:**

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

**NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

Fund balance flow assumptions:

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first followed by assigned fund balance. Unassigned fund balance is applied last.

Fund balance policies:

In the fund financial statements, the fund balance for governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Fund balance is reported as nonspendable when the resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Nonspendable items are not expected to be converted to cash and include inventories and prepaid amounts.

Fund balance is reported as restricted when the constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Fund balance is reported as committed when the Board of Commissioners pass a resolution that places specific constraints on how the resources may be used. The Board of Commissioners can modify or rescind the resolution at any time through passage of an additional resolution.

Fund balance is reported as assigned when resources are constrained by the government's intent to use them for a specific purpose, but are neither restricted nor committed. Intent is expressed when the Board of Commissioners approve which resources should be assigned to expenditure for particular purposes during the adoption of the annual budget. The County's Finance Director uses that information to determine whether those resources should be classified as assigned or unassigned for presentation in the County's financial statements.

Unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that has not been restricted, committed, or assigned.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

Fund balances by classification for the year ended June 30, 2019 were as follows:

	<u>General</u>	<u>Public Works</u>	<u>PERS Reserve</u>	<u>Other Governmental</u>	<u>Total Governmental Funds</u>
<b><u>Fund balances</u></b>					
<b>Restricted:</b>					
Debt service	\$ -	\$ -	\$ -	\$ 79,408	\$ 79,408
Capital projects	-	-	-	-	-
Public safety	-	-	-	1,809,959	1,809,959
Highways and streets	-	6,334,203	-	213,462	6,547,665
Culture and recreation	-	-	-	146,645	146,645
Education	-	-	-	90,045	90,045
Health	-	-	-	2,022,402	2,022,402
General government	-	-	-	1,382,780	1,382,780
<b>Total restricted</b>	<b>-</b>	<b>6,334,203</b>	<b>-</b>	<b>5,744,701</b>	<b>12,078,904</b>
<b>Committed:</b>					
Debt service	-	-	-	2,014,224	2,014,224
Highways and streets	-	-	-	357,172	357,172
Culture and recreation	-	-	-	219,701	219,701
Health	-	-	-	907,566	907,566
General government	-	-	5,077,486	2,151,600	7,229,086
<b>Total committed</b>	<b>-</b>	<b>-</b>	<b>5,077,486</b>	<b>5,650,263</b>	<b>10,727,749</b>
<b>Assigned:</b>					
Capital projects	-	-	-	125,661	125,661
Culture and recreation	-	-	-	18,582	18,582
General government	-	-	-	2,836	2,836
<b>Total assigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>147,079</b>	<b>147,079</b>
Unassigned	6,482,471	-	-	-	6,482,471
<b>Ending fund balance</b>	<b>\$ 6,482,471</b>	<b>\$ 6,334,203</b>	<b>\$ 5,077,486</b>	<b>\$ 11,542,043</b>	<b>\$ 29,436,203</b>

The amount of restricted fund balances restricted by enabling legislation is \$6,334,203.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

**NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

Property taxes:

Umatilla County assesses, collects, and distributes property taxes for all local governments within the County. Property taxes are billed in October of each year. Unpaid personal and real property taxes become liens against the property on July 1. Property taxes are payable in three installments due November 15, February 15, and May 15. A 3% discount is allowed for full payment by November 15. Interest at 16% annually is charged for late payments.

Capital assets:

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are charged to expenditures as purchased in the governmental fund statements for budget comparison as capital outlay. Capital assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated fair market value as of the date of the donation.

Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more, and an estimated useful life of greater than one year. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Other costs for repairs and maintenance are expensed as incurred.

Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads and bridges, are also capitalized in the government-wide financial statements. These fixed assets and the associated accumulated depreciation have been provided for in the government-wide financial statements.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position and is provided on the straight-line basis over the following estimated useful lives:

Street system	40 years
Buildings	50 years
Bridges	20 - 50 years
Furniture and equipment	3 - 20 years

Interest incurred during construction phases of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. During the year, the County incurred no interest expense for capital assets.

Long-term debt:

Long-term debt and other long-term obligations are reported as liabilities in the government-wide financial statements and the fund financial statements of the proprietary funds.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):**

Compensated absences:

Accumulated vested vacation pay is not accrued for governmental funds, since the modified cash basis of accounting is being used. Sick pay, which does not vest, is recognized in all funds when leave is taken.

Income taxes:

The County is a municipal corporation exempt from federal and state income taxes.

Leases:

Leases which meet certain criteria established by the Financial Accounting Standards Board are classified as capital leases, and the assets and related liabilities are recorded at amounts equal to the lesser of the present value of minimum lease payments or the fair value of the leased property at the beginning of the respective lease term. Leases which do not meet the criteria of a capital lease are classified as operating leases.

Short term interfund receivables and payables:

During the course of operation, numerous transactions occur between individual funds for goods provided or services rendered. If any remain at the end of the year, these receivables and payables are classified as "Due from Other Funds" or "Due to Other Funds" on the Balance Sheet - Modified Cash Basis - Governmental Funds.

Interfund transactions:

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as revenue in the fund that is reimbursed.

Use of estimates:

In preparing the County's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues during the reporting period. Actual results could differ from those estimates.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:**

**Budget procedures:**

A budget is prepared for each fund in accordance with the modified cash basis of accounting and legal requirements set forth in the Oregon Local Budget Law. Budget amounts shown in the financial statements include the original and supplemental budget amounts and all appropriation transfers approved by the County Commissioners.

The budget for the General Fund includes capital outlay expenditures in each program for capital outlay applicable to that program. Capital outlay expenditures in other funds, which are not a part of an identifiable program, are reported separately.

The County uses the following procedures in establishing the budgetary data reflected in the financial statements:

1. The appointed budget officer develops a proposed budget for submission to the budget committee appointed by the County Commissioners. The operating budget includes proposed expenditures and the means for financing them for the upcoming year, along with estimates for the current year and actual data for the two preceding years.
2. After the proposed budget is prepared, the budget officer publishes a "Notice of Budget Committee Meeting" in at least one newspaper of general circulation. At the budget committee meeting, the budget message is delivered explaining the proposed budget and any significant changes in the County's financial position. The budget committee meets thereafter as many times as necessary until the budget document is completed.
3. After approval by the budget committee and the required public hearing, and prior to July 1, the budget is adopted by the County Commissioners, and appropriations are enacted by resolution. Appropriations control expenditures in broad categories as required by Oregon Local Budget Law. More detailed classifications of budgeted expenditures are adopted for administrative control purposes. Budget appropriations lapse at year end.
4. Management is not allowed to modify the budget without action by the governing body. The governing body is authorized to modify the original budget appropriation ordinance in the following ways:
  - a. Transfer of budget appropriations within a fund are authorized by resolution of the governing body.
  - b. Budget revisions that increase total expenditures in any fund require a supplemental budget to be adopted. If a supplemental budget increases a fund's expenditures by less than 10%, the County can adopt the adoption resolution at a regularly scheduled meeting. If a supplemental budget increases a fund's expenditures by more than 10%, the County can adopt it by publishing a notice five to thirty days before a meeting is held to pass the adoption resolution.



**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued):**

The county adopted numerous supplemental budgets during the fiscal year.

5. The following funds legally adopt annual budgets:

General fund, all special revenue funds, all capital project funds, all debt service funds, and all internal service funds.

6. The agency funds do not adopt annual budgets. These funds are not used to expend funds for County activities or functions.

7. Expenditures may not legally exceed budget appropriations at the departmental level of control in most funds. Appropriations are made at various legal levels of control for each fund.

8. For budget preparation, capital lease proceeds and related capital outlay expenditures are recorded when the capital lease payments are disbursed.

**NOTE 3 – CASH AND INVESTMENTS:**

The County maintains a cash management pool for its cash and cash equivalents in which each fund participates. Interest earnings are distributed monthly based on average monthly balances.

Cash:

Demand deposits	\$ (509,336)
Money market accounts	<u>624,131</u>
Total cash	<u>114,795</u>

Investments:

		<u>Percentage of Total Investments</u>	<u>Weighted Avg. Maturity (Years)</u>
Oregon Local Government Investment Pool	<u>30,232,204</u>	100%	<u>0.003</u>
Total investments	<u>30,232,204</u>	<u>100%</u>	
Total cash and investments	<u>\$30,346,999</u>		

Total investment portfolio weighted average maturities 0.003

Cash and investments are reflected in the basic financial statements as follows:

Cash and investments - governmental activities	\$29,987,881
Statement of fiduciary net position	<u>359,118</u>
	<u>\$30,346,999</u>

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 3 – CASH AND INVESTMENTS (continued):**

**Custodial Credit Risk - Deposits**

Custodial credit risk on deposits is the risk that in the event of a bank failure, the County's deposits may not be returned to it. Oregon Revised Statutes Chapter 295 governs the collateralization of Oregon public funds and provides the statutory requirements for the Public Funds Collateralization Program (PFCP). ORS 295 requires the qualified depository to pledge collateral against any public funds deposits in excess of deposit insurance amounts set by the FDIC. The County maintains its funds at financial institutions deemed to be qualified depositories by the Office of the State Treasurer; however, the County does not have a formal deposit policy that addresses custodial credit risk. During the fiscal year ended June 30, 2019 the County's bank balances exceeded the \$250,000 FDIC insurance limitation and were therefore exposed to custodial credit risk, to the extent they were not covered by the PFCP.

**Interest Rate Risk - Investments**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County investment policy requires that a minimum of 80% of the County's investment portfolio have maturities of 18 months or less and that the remaining 20% of the County's investments must have maturities of 24 months or less. All of the County's investments on June 30, 2019 have maturities of 18 months or less.

**Credit Risk - Investments**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. Oregon Revised Statutes authorizes the County to invest primarily in general obligations of the US Government and its agencies, debt obligations of the state of Oregon, California, Idaho, and Washington and their political subdivisions, banker's acceptances, corporate indebtedness, commercial paper, repurchase agreements, time certificates of deposit, fixed or variable life insurance contracts, the State Treasurer's Local Government Investment Pool, among others. The County's investment policy has been approved by the County Commissioners and specifies the County's investment objectives, required diversification, certain limitations and reporting requirements. As of June 30, 2019, the County's investment in U.S. Government agencies is limited to 75% of the portfolio and 50% in any single government sponsored enterprise. The County's investment in the Oregon State Treasurer's investment pool is not rated and is treated as a cash equivalent on the Statement of Net Position.

The State of Oregon Local Government Investment Pool (LGIP or Pool) is not registered with the U.S. Securities and Exchange Commission as an investment company. The Oregon Revised Statutes and the Oregon Investment Council govern the Pool's investment policies. The State Treasurer is the investment officer for the Pool and is responsible for all funds in the Pool. These funds must be invested and the investments managed, as a prudent investor would, exercising reasonable care, skill and caution. Investments in the fund are further governed by portfolio guidelines issued by the Oregon Short-Term Funds Board, which established diversification percentages and specify the types and maturities of investments.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

NOTE 3 – CASH AND INVESTMENTS (continued):

**Concentration Risk - Investments**

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's investment policy provides that the maximum that may be invested in any one issuer, as a percentage of the funds total investments, is 100% for U.S. Treasury, 75% for U.S. Government agencies with 50% of this amount in a single government sponsored enterprise, 100% in the State of Oregon Investment Pool or the maximum imposed by state statute, 25% in Certificates of Deposit with 30% of this amount in any single qualified financial institution, 20% for Commercial paper and Commercial notes with 5% of this amount in any one corporation, subsidiaries or affiliates, 25% for State and Local Government Securities, 25% for Repurchase Agreements with 10% of this amount in any single qualified financial institution. On June 30, 2019, the County did not hold investments with any one issuer that exceeded these limits.

**Custodial Credit Risk - Investments**

Custodial credit risk is the risk that, in the event of the failure of the counterparty to a transaction, the government will not be able to recover the value of an investment or collateral securities in the possession of an outside party. The County's investment policy provides that brokers/dealers and financial institutions meet certain qualifications, which are reviewed annually. The Local Government Investment Pool is not subject to custodial credit risk because it is not evidenced by securities that exist in physical or book entry form.

NOTE 4 – SPECIAL ASSESSMENTS:

Special assessments are the result of improvements made to the Nelson Lane Road Local Improvement District, Poverty Flats Road Local Improvement District, and Culp Road Local Improvement District.

Changes to special assessments receivable consisted of the following:

Balance, July 1, 2018	\$ 17,036
Adjustments	1,421
Collections	-
Interest included	-
	<hr/>
Balance June 30, 2019	<u>\$ 18,457</u>

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

**NOTE 5 - CAPITAL ASSETS:**

Capital asset activity for the year ended June 30, 2019 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 1,311,575	\$ -	\$ -	\$ 1,311,575
Construction in progress	291,854	16,456	(291,854)	16,456
Total capital assets, not being depreciated	<u>1,603,429</u>	<u>16,456</u>	<u>(291,854)</u>	<u>1,328,031</u>
Capital assets, being depreciated:				
Buildings and improvements	25,906,500	459,044	-	26,365,544
Machinery and equipment	17,195,298	2,196,185	(736,935)	18,654,548
Infrastructure	127,410,577	-	-	127,410,577
Total capital assets being depreciated	<u>170,512,375</u>	<u>2,655,229</u>	<u>(736,935)</u>	<u>172,430,669</u>
Less accumulated depreciation for:				
Buildings and improvements	(11,866,935)	(715,977)	-	(12,582,912)
Machinery and equipment	(13,531,098)	(1,438,594)	710,301	(14,259,391)
Infrastructure	(82,282,003)	(3,001,585)	-	(85,283,588)
Total accumulated depreciation	<u>(107,680,036)</u>	<u>(5,156,156)</u>	<u>710,301</u>	<u>(112,125,891)</u>
Total capital assets being depreciated, net	<u>62,832,339</u>	<u>(2,500,927)</u>	<u>(26,635)</u>	<u>60,304,778</u>
Governmental activities capital assets, net	<u>\$ 64,435,768</u>	<u>\$(2,484,471)</u>	<u>\$ (318,489)</u>	<u>\$ 61,632,809</u>

Depreciation was charged to functions and programs as follows:

	Governmental Activities
Education	\$ 217
General government	837,106
Public safety	345,633
Highways and streets	3,860,045
Cultural and recreation	20,668
Health	92,487
	<u>\$ 5,156,156</u>

**UMATILLA COUNTY, OREGON**

**Notes To Basic Financial Statements**

**June 30, 2019**

**NOTE 6 - LONG TERM DEBT:**

The table below presents current year changes in long-term debt, and the current portions for each issue:

<u>Governmental activities:</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in Current Year</u>
<b>Bonded Debt:</b>					
2005 PERS bond issue	\$11,000,000	\$ -	\$ (685,000)	\$ 10,315,000	\$ 780,000
<b>Total bonded debt</b>	<u>11,000,000</u>	<u>-</u>	<u>(685,000)</u>	<u>10,315,000</u>	<u>780,000</u>
<b>Notes payable:</b>					
Reith wastewater	207,781	-	(19,663)	188,118	20,151
EOAF detox center	169,999	-	(12,159)	157,840	12,250
<b>Total notes payable</b>	<u>377,780</u>	<u>-</u>	<u>(31,822)</u>	<u>345,958</u>	<u>32,401</u>
<b>Capital leases:</b>					
Wheel loader	283,309	-	(21,276)	262,033	21,946
<b>Total capital leases</b>	<u>283,309</u>	<u>-</u>	<u>(21,276)</u>	<u>262,033</u>	<u>21,946</u>
<b>Total governmental activities</b>	<u>\$11,661,089</u>	<u>\$ -</u>	<u>\$ (738,098)</u>	<u>\$ 10,922,991</u>	<u>\$ 834,347</u>

**General obligations bonds:**

General obligation bonds are direct obligations and pledge the full faith and credit of the County. The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

*Series 2005 Limited Tax Pension Bonds:*

On September 23, 2005, the County, through participation in the Local Government Pension Bond Pool, issued Limited Tax Pension Obligation Bonds, Series 2005. The County issued these bonds to satisfy its estimated PERS Unfunded Actuarial Liability. The limited tax pension bonds were issued with the principal amount of the issue being \$13,970,000. The bonds carry fixed interest rates ranging from 2.50% to 5.004% with the first payment due June 1, 2006. Principal amounts of the issue are redeemed annually beginning June 1, 2008, with the final coupon payment on June 1, 2028.

UMATILLA COUNTY, OREGON

Notes To Basic Financial Statements

June 30, 2019

NOTE 6 - LONG TERM DEBT (continued):

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30,	Principal	Interest	Annual Debt Service
2020	\$ 780,000	\$ 515,032	\$ 1,295,032
2021	880,000	477,131	1,357,131
2022	990,000	433,096	1,423,096
2023	1,110,000	383,557	1,493,557
2024	1,375,000	328,012	1,703,012
2025-2029	5,180,000	622,498	5,802,498
Totals	<u>\$ 10,315,000</u>	<u>\$ 2,759,326</u>	<u>\$ 13,074,326</u>

Notes payable:

*Department of Environmental Quality-Reith Wastewater Project Loan:*

The County entered into a contract with the State of Oregon Department of Environmental Quality for a loan in the Clean Water State Revolving Loan Fund during the fiscal year ended June 30, 2005. This revolving loan allows the County to draw funds from the Revolving Loan Fund up to an approved maximum amount for the construction of a new wastewater collection system for the community of Reith, Oregon. Payments will be due semi-annually including interest at 2.47 percent of the outstanding balance for twenty years from the date of the first disbursement. The County's drawn-upon loan balance was \$381,000. The loan is required to have a loan reserve equal to 100% times one-half of the average annual debt service based on the final repayment schedule. At this time, the reserve is estimated to be \$12,306, which is required to be held by the County in segregated loan reserve account.

**UMATILLA COUNTY, OREGON**

**Notes To Basic Financial Statements**

**June 30, 2019**

**NOTE 7 - COMMITMENTS AND CONTINGENCIES:**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state government. Any unforeseen disallowed claims, including amounts already collected, could become a liability of the General Fund or other applicable funds. Management believes that adjustments, if any, will not materially affect the County's financial position.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of County Counsel the resolution of these matters will not have a material adverse effect on the financial condition of the County.

**NOTE 8 - INTERFUND TRANSACTIONS:**

During the course of normal operations, the County has numerous transactions between funds including expenditures and transfers of resources primarily to provide services. The governmental and proprietary funds financial statements generally reflect such transactions as transfers. All transfers are routine in nature.

The following are the County's interfund transfers for the year ended June 30, 2019:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Purpose</u>	<u>Amount</u>
Foreclosed Property	General	To supplement operations	33,531
Corrections Assessment	General	To supplement operations	63,629
Law Library	General	To supplement operations	35,000
General	Fair	To supplement operations	100,000
General	911 Dispatch	To supplement operations	1,153,599
General	Public Works	To supplement operations	177,972
General	Court Security	To supplement operations	223,861
General	CARE Program	To supplement operations	17,600
General	PERS Reserve	To supplement operations	280,000
General	Fleet Management	To supplement operations	15,000
Corrections Assessment	Human Services	To supplement operations	42,419
Corrections Assessment	Community Corrections	To supplement corrections operations	21,210
911 Dispatch	Dispatch Reserve	To fund future requirements	105,847
Community Benefit Plans	Building Improvement	To fund capital improvements	250,000
Community Benefit Plans	EOTEC Reserve	To supplement operations	160,175
Community Benefit Plans	Capital Purchase Mgmt	To supplement operations	165,374
Community Benefit Plans	Fleet Management	To supplement operations	233,230
Community Benefit Plans	2050 Plan Fund	To supplement operations	20,000
		Total	<u>\$ 3,098,447</u>

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

**NOTE 9 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM:**

Because the financial statements have been prepared on a modified cash basis of accounting, pension liabilities and the related deferred inflows and outflows of resources have not been recorded in the financial statements. Pension expenditures are recorded when the disbursements are made. If the financial statements were prepared in accordance with accounting principles generally accepted in the United States of America, the following information would have been included:

The Oregon Public Employees Retirement System consists of a single cost-sharing multiple employer defined benefit pension plan, which provides pension, death and disability benefits.

**Tier One/Tier Two Retirement Benefit (Chapter 238).**

Tier One/Tier Two Retirement Benefit plan is closed to new members hired on or after August 29, 2003.

**Pension Benefits**

The PERS retirement allowance is payable monthly for life. The basic benefit is based on years of service and final average salary. Generally, a percentage (2.0 percent for police and fire employees, 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier Two members are eligible for full benefits at age 60.

**Death Benefits**

Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, if certain conditions are met.

**Disability Benefits**

Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

**Benefit Changes After Retirement**

Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments.

Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2016 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000.



**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 9-PENSION PLAN-OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM (continued):**

**OPSRP Pension Program (ORS Chapter 238A)**

**Pension Benefits.**

The Pension Program provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are based on years of service and final average salary.

For police and fire, 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire member, is age 60 or age 53 with 25 years of retirement credit.

For general service, 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

A member of the OPSRP Pension Program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

**Death Benefits**

Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member.

**Disability Benefits**

A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

**Benefit Changes After Retirement**

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of- living changes. Under current law, the cap on the COLA in fiscal year 2016 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000.

**OPSRP Individual Account Program (OPSRP IAP)**

**Pension Benefits**

An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 9-PENSION PLAN-OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM:**

**(continued):**

Upon retirement, a member of the OPSRP Individual Account Program (IAP) may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

**Death Benefits**

Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

**Recordkeeping**

PERS contracts with VOYA Financial to maintain IAP participant records.

**Contributions:**

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates during the period were based on the December 31, 2016 actuarial valuation. Covered employees are required to contribute 6.00% of wages and the employer is required to contribute 15.94% of Tier 1/Tier 2 wages, 7.6% of OPSRP general service wages, and 12.38% of OPSRP police and fire wages. The County pays the 6% on behalf of the employee.

The employer contributions rates effective July 1, 2017, through June 30, 2019, were set using the projected unit credit actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years.

**Pension Liabilities, Pension Expense, and Deferred Inflows and Outflows of Resources:**

At June 30, 2019, the County reported a liability of \$22,280,337 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. At June 30, 2018, the County's proportion was 0.14707772%, which was higher than its proportionate share measured as of June 30, 2017 which was 0.14463835%.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 9 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM**

**(continued):**

**Pension Liabilities, Pension Expense, and Deferred Inflows and Outflows of Resources (continued):**

For the year ended June 30, 2019, the County recognized pension expense of \$4,280,715, and reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>                    </u>	<u>                    </u>
Difference between expected and actual experience	\$ 757,910	\$ -
Changes of assumptions	5,180,136	-
Net difference between projected and actual earnings on investments	-	989,373
Changes in proportional share	802,182	15,140
Differences between employer contributions and employer's proportional share of system contributions	-	674,355
Contributions subsequent to measurement date	1,803,881	-
Total as of June 30, 2019	<u>\$ 8,544,109</u>	<u>\$ 1,678,868</u>

Amounts reported as deferred outflows or inflows of resources related to pension will be recognized in pension expense/(income) as follows:

<u>Fiscal Year ended</u>	<u>Deferred Outflow/(Inflow) of Resources (prior to post- measurement date contributions)</u>
June 30, 2020	\$ 2,763,834
June 30, 2021	2,013,463
June 30, 2022	(131,518)
June 30, 2023	288,820
June 30, 2024	126,761
Total	<u>\$ 5,061,360</u>

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

**NOTE 9 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM**

**(continued):**

**Actuarial Valuations:**

The employer contribution rates effective July 1, 2017, through June 30, 2019, were set using the projected unit credit actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

**Actuarial Methods and Assumptions Used in Developing Total Pension Liability:**

Valuation Date	December 31, 2016
Experience Study Report	2016, published July 2017
Actuarial cost method	Entry Age Normal
Amortization method	Amortized as a level percentage of combined payroll. Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years.
Asset valuation method	Market value of assets, excluding reserves

**Actuarial assumptions:**

Inflation rate	2.50 percent
Investment rate of return	7.20 percent
Projected salary increases	3.5 percent

**Mortality**

Healthy retirees and beneficiaries:

RP-2000 Sex-distinct, generational per Scale BB, with collar adjustments and set-backs as described in the valuation.

Active members:

Mortality rates are a percentage of healthy retiree rates that vary by group, as described in the valuation.

Disabled retirees:

Mortality rates are a percentage (70% for males, 95% for females) of the RP-2000 sex-distinct, generational per Scale BB, disabled mortality

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

NOTE 9 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM

(continued):

**Actuarial Methods and Assumptions Used in Developing Total Pension Liability (continued):**

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far in to the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2016 Experience Study which reviewed experience for the four-year period ending on December 31, 2016.

**Discount Rate:**

The discount rate used to measure the total pension liability was 7.20 percent for the Defined Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

**Assumed Asset Allocation:**

<b>Asset Class/Strategy:</b>	<b>Low Range</b>	<b>High Range</b>	<b>OIC Target</b>
Cash	- %	3.0 %	- %
Debt Securities	15.0	25.0	20.0
Public Equity	32.5	42.5	37.5
Private Equity	13.5	21.5	17.5
Real Estate	9.5	15.5	12.5
Alternative Equity	-	12.5	12.5
Opportunity Portfolio	-	3.0	-
Total			100.0 %

**Long-Term Expected Rate of Return:**

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2015 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The following table shows Milliman's assumptions for each of the asset classes in which the plan was invested at the time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

UMATILLA COUNTY, OREGON

Notes to Basic Financial Statements

June 30, 2019

**NOTE 9 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM**

**(continued):**

**Long-Term Expected Rate of Return (Continued):**

Asset Class	Target	Compound Annual Return (Geometric)
Core Fixed Income	8.00 %	3.49 %
Short-Term Bonds	8.00	3.38
Bank/Leveraged Loans	3.00	5.09
High Yield Bonds	1.00	6.45
Large Cap/ Mid Cap US Equities	15.75	6.30
Small Cap US Equities	1.31	6.69
Micro Cap US Equities	1.31	6.80
Developed Foreign Equities	13.13	6.71
Emerging Market Equities	4.13	7.45
Non-US Small Cap Equities	1.88	7.01
Private Equity	17.50	7.82
Real Estate (Property)	10.00	5.51
Real Estate (REITS)	2.50	6.37
Hedge Fund of Funds - Diversified	2.50	4.09
Hedge Fund - Event-driven	0.63	5.86
Timber	1.88	5.62
Farmland	1.88	6.15
Infrastructure	3.75	6.60
Commodities	1.88	3.84
Assumed Inflation - Mean		2.50

**Sensitivity Analysis :**

	1% Decrease (6.2%)	Current Discount Rate	1% Increase (8.2%)
<b>Employers' Net Pension Liability:</b>			
<b>Defined Benefit Pension Plan:</b>	\$ 37,234,653	\$ 22,280,337	\$ 9,936,774

Oregon PERS produces an independently audited CAFR which can be found at:  
<http://www.oregon.gov/pers/Documents/Financials/CAFR/2018-CAFR.pdf>.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 9 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM**

**(continued):**

**Changes in Plan Provisions:**

GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available. We are not aware of any changes that meet this disclosure requirement.

**NOTE 10 - DEFERRED COMPENSATION PLAN:**

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees, permits them to defer a portion of their current salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The County funds all amounts of compensation deferred under the plan, at the direction of the covered employee, through investments in fixed and variable rate annuity contracts underwritten by insurance companies. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the County subject only to the claims of general creditors. Participants' rights under the plan are equal to those of general creditors in an amount equal to the fair market value of the deferred amount of each participant.

The County has no liability for losses under the plan, but does have the duty of due care that would be required of an ordinary prudent investor. The County believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

**NOTE 11 - POST EMPLOYMENT HEALTH CARE PLAN:**

The County operates a single-employer retiree benefit plan which provides medical benefits insurance for retirees and their dependents under the age of 65. There are 284 active employees and 12 eligible retired members in the plan. Eligible retirees pay the same premium for the medical benefit insurance as active employees, which results in an implicit subsidy and an OPEB liability.

The contribution requirements of plan members are established by and may be amended by the County. The County currently finances the retiree benefit plan on a pay-as-you-go basis. The most recent active member monthly premiums for the County and plan members are \$955 for single coverage and \$2,762 for family coverage. The same monthly premiums apply to retirees. For the year ended June 30, 2019, the retired employees contributed \$83,384 to the plan.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 11 - POST EMPLOYMENT HEALTH CARE PLAN (continued):**

Because the financial statements have been prepared on a modified cash basis of accounting, other postemployment benefit (OPEB) liabilities and the related deferred inflows and outflows of resources have not been recorded in the financial statements. OPEB expenditures are recorded when the disbursements are made. If the financial statements were prepared in accordance with accounting principles generally accepted in the United States of America, the following information would have been included:

The County's annual other postemployment benefit (OPEB) liability is determined using the normal actuarial cost allocation method in accordance with the parameters of GASB Statement No. 75. In addition, GASB 75 requires that the allocation of costs for accounting purposes be made as a level percentage of employee's projected pay, including future anticipated pay increases. The following table shows the total OPEB liability as of June 30, 2019 and June 30, 2020 and shows the discount rate and other key actuarial assumptions used on each measurement date. The total OPEB liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and was then projected forward to

	<u>Year Ended June</u> <u>30, 2019</u>	<u>Year Ended June</u> <u>30, 2020</u>
Total OPEB liability	\$ 2,790,703	\$ 2,998,355
Covered payroll	\$ 16,098,108	\$ 16,098,108
Total OPEB liability as a % of covered payroll	17.34%	18.63%

**Key Actuarial Assumptions and Methods:**

Valuation date	July 1, 2018	July 1, 2018
Measurement Date	June 30, 2018	June 30, 2019
Discount rate	3.87%	3.50%
Inflation	2.50%	2.50%
Salary Increases	3.50%	3.50%
Withdrawal, retirement & morality rates	December 31, 2017	December 31, 2017
Oregon PERS valuation		
Election and Lapse Rates	35% of eligible employees. 60% of male members and 35% of female members will elect spouse coverage. 5% annual lapse rate.	35% of eligible employees. 60% of male members and 35% of female members will elect spouse coverage. 5% annual lapse rate.
Actuarial Cost Method	Entry Age Normal	Entry Age Normal



**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 11 - POST EMPLOYMENT HEALTH CARE PLAN (continued):**

The following table shows the changes in net OPEB liability from June 30, 2018 to June 30, 2019:

	Increase (Decrease) Total
Balance as of June 30, 2018	\$ 2,168,352
Changes for the year:	
Service cost	179,032
Interest on total OPEB liability	82,823
Effect of changes to benefit terms	-
Effect of economic/demographic gains or losses	511,046
Effect of assumptions changes or inputs	(82,188)
Benefit payments	(68,362)
Balance as of June 30, 2019	<u>\$ 2,790,703</u>

The following presents the total OPEB liability of the Plan, calculated using the disclosure discount rate, as well as what the Plan's total OPEB liability would be if it were calculate using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate. A similar sensitivity analysis is then presented for changes in the healthcare cost trend assumption.

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	<u>\$ 3,017,637</u>	<u>\$ 2,790,703</u>	<u>\$ 2,581,600</u>
	1% Decrease	Current Trend Rate	1% Increase
Total OPEB Liability	<u>\$ 2,512,314</u>	<u>\$ 2,790,703</u>	<u>\$ 3,116,892</u>

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 11 - POST EMPLOYMENT HEALTH CARE PLAN (continued):**

The annual OPEB expense is an accounting item designed to recognize certain changes to the Total OPEB Liability in the current period income statement. Additionally, changes to the total OPEB Liability not fully recognized in a given year's OPEB expense will be tracked as deferred inflows and outflows, and recognized incrementally in the OPEB expense over time. The following table shows the OPEB expense for the fiscal year ending June 30, 2019.

	July 1, 2018 to June 30, 2019
	<hr/>
Service cost	\$ 179,032
Interest on total OPEB liability	82,823
Recognition of Deferred (Inflows)/Outflows of Resources	
Recognition of economic/demographic (gains) or losses	55,548
Recognition of assumptions changes or inputs	(24,653)
Balance as of June 30, 2018	<hr/> <u>\$ 292,750</u>

The following shows the total deferred inflows and outflows of resources as of June 30, 2019, along with a schedule showing the amounts that will be recognized in future years.

	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of</u>
Difference between expected and actual experience	\$ -	\$ 455,498
Changes of assumptions or inputs	(186,440)	-
Benefit payments	-	172,558
Total as of June 30, 2019	<hr/> <u>\$ (186,440)</u>	<hr/> <u>\$ 628,056</u>

Other amounts currently reported as deferred outflows of resources and deferred inflows of resources related to other postemployment benefits will be recognized in OPEB expense as follows:

<u>Year ended June 30:</u>	<u>Annual recognition</u>
2020	\$ 30,895
2021	30,895
2022	30,895
2023	30,895
2024	30,895
Thereafter	114,583
	<hr/> <u>\$ 269,058</u>

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 12 - RETIREMENT HEALTH INSURANCE ACCOUNT (RHIA):**

Because the financial statements have been prepared on a modified cash basis of accounting, other postemployment benefit (OPEB) liabilities and the related deferred inflows and outflows of resources have not been recorded in the financial statements. OPEB expenditures are recorded when the disbursements are made. If the financial statements were prepared in accordance with accounting principles generally accepted in the United States of America, the following information would have been included:

**Plan description:**

ORS 238.420 established the Retirement Health Insurance Account (RHIA) and authorizes a payment of up to \$60 from RHIA toward the monthly cost of health insurance for eligible PERS members. RHIA is a cost-sharing multiple-employer Other Postemployment Benefit (OPEB) plan. The plan was closed to new entrants hired on or after August 29, 2003. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan.

**Contributions:**

PERS employers contributed 0.08 percent of PERS-covered salaries for Tier One and Tier Two members to fund the normal cost portion of RHIA benefits. PERS employers contributed 0.45 percent of all PERS-covered salaries to amortize the unfunded actuarial accrued liability.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

At June 30, 2019, the County reported an asset of \$166,121 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2018. The total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2016 and rolled forward to the measurement date of June 30, 2018. The basis for the employer's proportion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actuarial contributions in the fiscal year of all employers. At June 30, 2018, the County's proportion was 0.14881781% compared to its proportion of 0.15068244% measured as of June 30, 2017.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 12 - RETIREMENT HEALTH INSURANCE ACCOUNT (RHIA) (continued):**

For the year ended June 30, 2019, the County recognized OPEB income of \$15,896. At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 9,415
Changes of assumptions	-	527
Net differences between projected and actual earnings on investments	-	35,815
Changes in proportionate share	291	733
Contributions subsequent to the measurement date	75,768	-
Totals as of June 30, 2019	<u>\$ 76,059</u>	<u>\$ 46,490</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year ended June 30:</u>	<u>Amounts</u>
2020	\$ (15,378)
2021	(15,249)
2022	(12,011)
2023	(3,560)
	<u>\$ (46,198)</u>

**Actuarial assumptions:**

Experience studies are performed as of December 31 of even numbered years. The methods and assumptions are based on the 2016 experience study, which reviewed the experience for the four-year period ended on December 31, 2016. The Retirement Health Insurance Account is a benefit of the Oregon Public Employees Retirement System. Actuarial methods and assumptions, including the long-term expected rate of return, are the same as reported for the County's pension plan.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 12 - RETIREMENT HEALTH INSURANCE ACCOUNT (RHIA) (continued):**

**Discount rate:**

The discount rate used to measure the total OPEB liability was 7.20 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made at contractually required rates, actuarially determined. Based on this assumption, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount**

The following presents the County's proportionate share of the net OPEB liability, as well as what the County's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.2 percent) or 1-percentage-point higher (8.2 percent) than the current discount

	<b><u>1% Decrease (6.2%)</u></b>	<b><u>Current Discount Rate</u></b>	<b><u>1% Increase (8.2%)</u></b>
Employers' Net OPEB Liability/(Asset)	\$ (96,724)	\$ (166,121)	\$ (225,192)

Oregon PERS produces an independently audited CAFR which can be found at:  
<http://www.oregon.gov/pers/Documents/Financials/CAFR/2018-CAFR.pdf>.

**NOTE 13 - DEFERRED OUTFLOWS OF RESOURCES:**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. The County has only one item that qualifies for reporting in this category. It is the prepaid pension asset related to the Limited Tax Pension bonds (See Note 6) reported in the government-wide statement of net position. This amount is deferred and amortized over the life of the bonds at the same rate the principal of the bonds are paid. This amount does not represent the current balance of the Oregon PERS side account that was set up when the bonds were issued.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2019**

**NOTE 14 - TAX ABATEMENT AGREEMENTS:**

The County has two programs through which tax abatements are provided:

*Enterprise Zone Program ORS 285C.175*: This program is authorized by Oregon Revised Statutes and is intended to attract and retain jobs through abatement of property taxes. Businesses apply to for exemption with the County. Some program agreements have In Lieu of Taxes payments that are required to be paid to the County.

*Strategic Investment Program ORS 285C.600*: This program is authorized by Oregon Revised Statutes and is intended to attract large, capital intensive facilities to locate and grown in the County through property tax abatements. The County approves the agreements between businesses after holding public hearings. The property taxes are abated for 15 years. The businesses agree to pay a Community Service Fee that is included in the agreement.

For the year ended June 30, 2019, the County abated taxes as follows:

<u>Tax Abatement Program</u>	<u>County Share of Taxes Abated (in thousands)</u>	<u>In-Lieu and Community Service Fees Collected (in thousands)</u>
Enterprise Zone	\$ 2,259	\$ 229
Strategic Investment	\$ 243	\$ 510

**NOTE 15 - RISK MANAGEMENT:**

The county is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage in the prior year.

**NOTE 16 - SUBSEQUENT EVENTS:**

Management has evaluated subsequent events through the date of this report, which is the date the financial statements were available to be issued. Management is not aware of any subsequent events that would materially effect the financial statements.

**SUPPLEMENTARY INFORMATION**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**



## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2019

This discussion and analysis is intended to serve as an introduction to Umatilla County's basic financial statements. It offers the reader an overview of the County's financial activities for the fiscal year ended June 30, 2019. The basic financial statements have three components: government-wide financial statements, fund financial statements, and notes to the financial statements. To further assist readers, this report contains supplementary information in addition to the basic financial statements.

This narrative will focus on significant financial issues and will identify changes in financial position, material changes from the adopted budget, and individual fund issues or concerns.

Management's Discussion and Analysis is designed to focus on the current year's activities, resulting changes and current known facts. It should be read in conjunction with the financial statements that precede this discussion and analysis.

#### Financial Highlights

The assets of Umatilla County primary government exceeded its liabilities at June 30, 2019 by \$91.0 million (Net Position). Of this amount, \$17.9 million (Unrestricted Net Position) may be used to meet the County's ongoing obligations to creditors and citizens of the County in accordance with Umatilla County's fund designation and fiscal policies.

The County's total Net Position increased by \$728,267 during the fiscal year ending June 30, 2019.

#### Overview of the Basic Financial Statements

Government-Wide Financial Statements—The government-wide statements are designed to provide readers with a broad overview of the County's finances in a presentation similar to a private sector business. The statements in this section are the Statement of Net Position and the Statement of Activities.

The Statement of Net Position presents information on the County primary government assets and liabilities with the difference between the two reported as net position. It uses a modified cash basis of accounting to focus on resources available for future operations.

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2019

As viewed over time, increases or decreases may serve as an indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities focuses on gross and net costs of County activities and the extent to which the activities are self-supporting or require assistance from general revenues including property taxes. This statement also uses a modified cash basis for reporting, which incorporates net fixed assets, including depreciation, and long-term debt.

The Statement of Net Position and the Statement of Activities both distinguish functions of the County that are principally supported by taxes and governmental revenues (governmental activities). The governmental functions of the County include general government, public safety, highways and streets, culture and recreation, education, and health. The County has no business-type activities.

Fund Financial Statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the fund statements is major governmental funds. Of the 48 funds maintained by the County, 47 are characterized as governmental and the remaining fund is considered a proprietary fund. Unlike the government-wide statements, the governmental funds financial statements focus on current sources and uses of spendable resources, as well as spendable resources available at the end of the fiscal year. This information may be useful in evaluating a government's short-term financing decisions.

The governmental funds include the General Fund, forty one special revenue funds, three debt service funds, and three capital project funds.

Governmental Funds - Governmental Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Because the focus of the governmental funds is narrower than that of the government-wide statements, it is useful to compare information presented for governmental funds with similar information presented for governmental activities in the government-wide statements.

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2019

Both the governmental balance sheet-modified cash basis statements of assets, liabilities and equity and the governmental fund statements of revenues, expenditures and changes in fund balance-modified cash basis provide a reconciliation to assist in the comparison between governmental funds and governmental activities.

Of the 48 governmental funds maintained by the County, three are considered to be major funds: the General Fund, the Public Works Fund, and the PERS Reserve Fund. The governmental fund statements focus separately on these major funds presenting each in its own column and combining the remaining funds into a column titled “other governmental funds”.

Proprietary Funds—The County maintains one type of proprietary fund, an internal service fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County’s various functions. The County uses its internal service fund to account for internal financing activities of its vehicle fleet. As this service predominately benefits governmental services, it has been included within governmental activities in the government-wide financial statements.

Fiduciary Funds—Fiduciary funds are used to account for resources held in trust for the benefit of parties outside the government. Fiduciary funds are not presented in the government-wide financial statements because the resources are not available to support the county’s programs.

Notes to the Financial Statements—The notes provide additional information that is essential to a full understanding of the presentation provided in the government-wide and fund financial statements. The notes can be found immediately following the basic financial statements.

Other Supplemental Information—This section will provide the reader with additional information about the non-major governmental funds in the combining schedules of assets, liabilities and equity, and of revenues, expenditures and changes in fund balances. Also included is budgetary information for all funds.

Other supplemental information is available on County compliance and internal controls as required by Oregon statutes.

**UMATILLA COUNTY**

**Management Discussion and Analysis**

**June 30, 2019**

Government-Wide Financial Analysis

Exhibit 1

STATEMENT OF NET POSITION

(Dollars in Thousands)

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Cash and investments	\$ 29,988	\$ 26,510	\$ 23,381
Land and CIP	1,328	1,603	1,402
Other capital assets (net)	60,305	62,832	66,076
Total assets	<u>91,621</u>	<u>90,945</u>	<u>90,859</u>
Prepaid-pension asset	10,315	11,000	11,600
Total deferred outflow of resources	<u>10,315</u>	<u>11,000</u>	<u>11,600</u>
Non current liabilities due in one year	834	738	657
Non current liabilities due > one year	10,089	10,923	11,674
Total liabilities	<u>10,923</u>	<u>11,661</u>	<u>12,331</u>
Net position			
Net investment in capital assets	61,025	63,775	66,748
Restricted for			
Debt service	79	66	47
Public safety	1,810	2,214	1,864
Highways and streets	6,548	5,764	5,850
Culture and recreation	147	165	150
Education	90	91	88
Health	2,022	1,989	1,493
Other purposes	1,383	830	757
Unrestricted	17,909	15,390	13,131
Total net position	<u>\$ 91,013</u>	<u>\$ 90,284</u>	<u>\$ 90,128</u>

Net position may serve over time as a useful indicator of a government's financial position. Umatilla County's assets exceeded liabilities by \$91.0 million as of June 30, 2019. This is an increase of \$728,267 when compared to net position at the end of the previous year.

UMATILLA COUNTY

Management Discussion and Analysis

June 30, 2019

Exhibit 2

STATEMENT OF NET ACTIVITIES

(Dollars in Thousands)

	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>Revenues:</b>			
Program Revenues:			
Charges for services	\$ 6,684	\$ 6,229	\$ 6,479
Operating grants and contributions	26,765	24,560	21,996
Capital grants and contributions			-
General receipts			
Property taxes	17,390	16,651	16,411
Fines and forfeitures	292	262	260
Earnings on investments	806	456	271
Refunds and miscellaneous	4,704	3,631	3,623
Total Revenues	<u>56,641</u>	<u>51,789</u>	<u>49,040</u>
<b>Expenses:</b>			
General government	\$ 12,798	\$ 11,482	\$ 11,307
Public safety	21,428	19,798	19,780
Highways and streets	10,093	9,569	9,403
Culture and recreation	1,648	2,103	1,400
Education	928	806	836
Health	8,451	7,272	6,777
Interest on long-term debt	566	603	677
Total Expenses	<u>55,912</u>	<u>51,633</u>	<u>50,180</u>
Change in net position	729	156	(1,140)
Net position, beginning	90,284	90,128	91,268
Net position, ending	<u>\$ 91,013</u>	<u>\$ 90,284</u>	<u>\$ 90,128</u>

19.68% of the balance of net position or \$17.91 million, is considered unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2019

The largest portion of the County's net position 67.3% reflects its investment in capital assets (land, buildings, equipment, improvements, construction in progress and infrastructure), less any related debt. The County uses these assets to provide services to the people of the County; consequently these assets are not available for future spending. Although the investment in its capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided by other sources, since the capital assets themselves cannot be used to liquidate this liability.

#### Governmental Funds Financial Analysis

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of Umatilla County's governmental funds is to provide information on near-term inflows, outflows, and balance of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the fiscal year, Umatilla County's governmental funds reported combined ending fund balances of \$29.4 million, an increase of \$3,447,029 when compared to the previous year. The majority of the combined fund balances is reserved and only available for spending within the designated funds and/or policies.

The General Fund, the Public Works Fund, and the PERS Reserve Fund are considered major funds by the County. These major funds account for 60.8% of the combined governmental fund balances.

The major funds account for 63.0% of total governmental revenues and 59.1% of total governmental expenditure.

Public Safety and Health programs account for 55.6% of all governmental expenditures.

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2019

General Fund. The General Fund is the chief operating fund for Umatilla County. At the end of the year, the fund balance of the General Fund was \$6.5 million. As a measure of the General Fund's liquidity, it may be useful to compare the fund balance to total fund expenditures. The ending fund balance represents 27.4% of total general fund expenditures for the fiscal year ending 2019 compared to 25.6% the prior year. The net change in the fund balance for the General Fund was a \$819,206 increase.

Property tax is a significant revenue source for the General Fund. The year's collections represent 65.0% of total General Fund revenues, compared to 64.9% the previous year.

Public Works Fund. The Public Works Fund's primary source of revenue is the gas tax distributed by the State of Oregon. Gas tax receipts were \$6.44 million, compared to \$5.57 million the prior year.

The Public Works Fund expenditures exceeded revenues by \$407,185 in the current year.

#### General Fund Budgetary Highlights

The County made several revisions to the original General Fund appropriations adopted by the Board of Commissioners for the 2018-2019 fiscal year. The adjustments were needed to increase expenditures for the difference in adopted revenue and revised revenue budget. These revisions resulted in a 3.8% increase in General Fund appropriations.

General Fund revenues exceeded the adjusted budget by \$1,775,900 and expenditures were \$2,132,332 under budget.

**UMATILLA COUNTY**

**Management Discussion and Analysis**

**June 30, 2019**

Exhibit 3

OUTSTANDING DEBT AT YEAR END

(Dollars in Thousands)

	<u>2019</u>	<u>2018</u>	<u>2017</u>
General obligations	\$ -	\$ -	\$ -
Limited tax bonds	10,315	11,000	11,600
Notes Payable	346	378	427
Capital leases	262	283	304
Total	<u>\$ 10,923</u>	<u>\$ 11,661</u>	<u>\$ 12,331</u>

The County sponsored a new wastewater collection system for the community of Reith. As part of that project the County entered into a contract for a loan from the Oregon Department of Environmental Quality in the year ended June 30, 2005. The project was completed in 2007-2008. The loan had a limit of \$381 thousand and payments commenced six months after project completion on a semi-annual basis. The Reith Sanitary District will pay the County back on the 20-year loan. Please see notes to basic financial statements for additional information.

Additionally, in 2008 the County constructed a new building with a construction loan of \$314 thousand and replaced two aging boilers at the Justice Center with debt financing of \$130 thousand. Energy savings provide the debt service for the boiler debt.

Total County debt outstanding represents .14% of county real market value.

Economic Factors and Next Year's Budget

Oregon's seasonally adjusted unemployment annual rate has slightly declined over the last year from 4.1% to 4.0%, but higher than the U.S. rate of 3.7%. However, Oregon has typically trailed the U.S. rate over the last ten years leading to a shortfall of income taxes in the state and a continuing budget crisis. State programs operated by the County, particularly in areas of health and public safety, are always subject to reduction in the State's budget balancing exercise. The County continues to conservatively budget its resources.



**UMATILLA COUNTY**

**Management Discussion and Analysis**

**June 30, 2019**

Capital Assets. Umatilla County's investment in capital assets for its governmental activities amounts to \$61.6 million (net of accumulated depreciation). The investment in fixed assets includes land, buildings, equipment, infrastructure (roadways and bridges) and construction in progress.

Additional information on Umatilla County's fixed assets can be found in the notes to the financial statements, immediately following the basic statements.

Exhibit 3

FIXED ASSETS AT YEAR END  
(Dollars in Thousands)

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Non-depreciable assets:			
Land	\$ 1,312	\$ 1,312	\$ 1,312
Construction in progress	16	292	90
Sub-Total	<u>1,328</u>	<u>1,604</u>	<u>1,402</u>
Depreciable assets:			
Buildings	26,366	25,906	25,918
Equipment	18,655	17,195	16,143
Infrastructure	127,410	127,411	128,159
Sub-total	<u>172,431</u>	<u>170,512</u>	<u>170,220</u>
Accumulated Depreciation	(112,126)	(107,680)	(104,144)
Total general fixed assets	<u>\$ 61,633</u>	<u>\$ 64,436</u>	<u>\$ 67,478</u>

Debt Administration. At the end of the current fiscal year, Umatilla County had total debt outstanding of \$10.9 million. Of this amount \$10.3 million is comprised of the Limited Tax Pension Bonds issued in 2005, \$346 thousand is comprised of notes backed by the full faith and credit of the County, and \$262 thousand in a capital lease secured by equipment.

Limited Tax Pension Bonds. The Pension Bonds were issued to address the County's estimated PERS unfunded actuarial liability in 2005. The 5% of real market value statutory limitation on pension bonds is well in excess of outstanding debt.

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2019

The County's seasonally adjusted unemployment rate also increased slightly over the past year from 4.8% to 5.2%. The County enjoys certain economic advantages: location on both east-west and north-south major highway systems, available water and rail transportation, natural gas transmission lines, and an electrical transmission grid.

A beginning fund balance of \$5.8 million was projected for the General Fund in the 2020 budget. The actual beginning fund balance was \$6.48 million.

The certified property tax base continues to grow. The tax base for 2018-2019 grew at a 4.1% rate over the prior year.

Next year's adopted operating budget is \$10.88 million higher than the 2019 operating budget. The General Fund requirements have been projected \$2.7 million above that of the previous year.

#### Contact Information

The County's financial statements are designed to provide the user (citizens, taxpayers, customers, investors, and creditors) with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions about the report or need additional financial information, please contact the County's Finance Office at 216 S.E. 4th St., Pendleton, Oregon 97801.

**UMATILLA COUNTY, OREGON**

**General Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual - Detail**

**Year Ended June 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes:				
Current year taxes	\$ 14,720,000	\$ 14,720,000	\$ 15,776,717	\$ 1,056,717
Prior year taxes	400,000	400,000	515,384	115,384
In-lieu of taxes	720,000	720,000	812,000	92,000
Intergovernmental:				
Federal revenues	-	-	323	323
State revenues	237,891	244,612	232,213	(12,399)
Local revenues	125,130	125,130	122,847	(2,283)
Salary supplements	115,000	115,000	158,255	43,255
Amusement tax	15,000	15,000	17,947	2,947
Liquor tax	380,000	380,000	487,086	107,086
Cigarette tax	75,000	75,000	63,831	(11,169)
Railcar taxes	20,000	20,000	18,665	(1,335)
CAFFA grant	390,500	390,500	364,413	(26,087)
Emergency services grants	179,870	198,551	158,738	(39,813)
Nurse family partnership grants	308,033	282,188	244,542	(37,646)
Communicable disease grants	193,210	206,361	170,289	(36,072)
Family planning grants and other	176,550	180,288	208,651	28,363
Health department grants	221,712	317,447	327,008	9,561
Juvenile court/detention grants	172,830	172,830	149,443	(23,387)
VOCA grant	160,146	160,146	154,172	(5,974)
Charges for services:				
Miscellaneous fees	92,432	92,432	165,802	73,370
Marriage, court, and mediation fees	398,250	398,250	434,054	35,804
Jail fees	1,010,000	1,010,000	1,162,596	152,596
Civil fees	175,360	175,360	192,138	16,778
District attorney fees	97,600	97,600	121,409	23,809
Election fees	9,000	9,000	34,136	25,136
Planning fees	109,000	109,000	132,086	23,086
Surveyor fees and other	1,500	1,500	2,053	553
Tax collector fees and other	19,000	19,000	29,970	10,970
Fines and forfeitures	25,500	25,500	72,077	46,577
Investment revenue	100,000	100,000	226,893	126,893
Other revenues:				
Indirect cost revenue	2,501,652	2,501,652	2,501,056	(596)
Refunds and reimbursements	413,400	669,400	455,235	(214,165)
Rent received	13,000	13,000	116,604	103,604
Donations	-	11,000	11,815	815
Landfill	44,000	44,000	52,940	8,940
Miscellaneous	559,521	559,521	641,780	82,259
<b>Total revenues</b>	<b>24,180,087</b>	<b>24,559,268</b>	<b>26,335,168</b>	<b>1,775,900</b>

**UMATILLA COUNTY, OREGON**

**General Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual - Detail**

**Year Ended June 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b><u>EXPENDITURES (by department):</u></b>				
<b><u>General government:</u></b>				
Assessor:				
Personal services	1,213,158	1,213,158	1,118,862	94,296
Materials & services	147,148	147,148	126,325	20,823
Total assessor	<u>1,360,306</u>	<u>1,360,306</u>	<u>1,245,187</u>	<u>115,119</u>
Board of commissioners:				
Personal services	570,510	617,999	590,405	27,594
Materials & services	144,471	161,971	154,881	7,090
Total board of commissioners	<u>714,981</u>	<u>779,970</u>	<u>745,286</u>	<u>34,684</u>
Human resources:				
Personal services	299,408	303,505	297,504	6,001
Materials & services	63,860	63,860	58,278	5,582
Total human resources	<u>363,268</u>	<u>367,365</u>	<u>355,782</u>	<u>11,583</u>
Support enforcement:				
Personal services	130,400	130,400	128,349	2,051
Materials & services	18,265	23,265	17,527	5,738
Total support enforcement	<u>148,665</u>	<u>153,665</u>	<u>145,876</u>	<u>7,789</u>
Finance:				
Personal services	422,969	430,216	427,323	2,893
Materials & services	79,385	79,385	77,508	1,877
Total finance	<u>502,354</u>	<u>509,601</u>	<u>504,831</u>	<u>4,770</u>
County records:				
Personal services	203,238	203,238	198,196	5,042
Materials & services	35,382	42,382	40,277	2,105
Total county records	<u>238,620</u>	<u>245,620</u>	<u>238,473</u>	<u>7,147</u>
Elections:				
Personal services	196,991	196,991	177,888	19,103
Materials & services	180,862	180,862	170,720	10,142
Total elections	<u>377,853</u>	<u>377,853</u>	<u>348,608</u>	<u>29,245</u>
Planning:				
Personal services	433,032	433,032	415,481	17,551
Materials & services	67,131	67,131	59,605	7,526
Total planning	<u>500,163</u>	<u>500,163</u>	<u>475,086</u>	<u>25,077</u>

UMATILLA COUNTY, OREGON

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual - Detail

Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Surveyor:				
Personal services	35,769	35,769	31,757	4,012
Materials & services	12,545	12,545	11,641	904
Total surveyor	48,314	48,314	43,398	4,916
Tax collector:				
Personal services	281,600	281,600	235,311	46,289
Materials & services	61,098	61,098	45,254	15,844
Total tax collector	342,698	342,698	280,565	62,133
Veterans service:				
Personal services	245,636	245,636	231,480	14,156
Materials & services	53,322	64,643	56,874	7,769
Total veterans service	298,958	310,279	288,354	21,925
Administration:				
Personal services	230,680	230,680	227,034	3,646
Materials & services	98,455	98,455	85,683	12,772
Total administration	329,135	329,135	312,717	16,418
Building maintenance:				
Personal services	394,983	469,983	419,819	50,164
Materials & services	364,489	534,489	450,789	83,700
Total building maintenance	759,472	1,004,472	870,608	133,864
Main St. bldg MF				
Materials & services	3,127	5,127	3,303	1,824
Total Main St bldg MF	3,127	5,127	3,303	1,824
Broadway bldg MF				
Materials & services	3,127	3,127	-	3,127
Total Main St bldg MF	3,127	3,127	-	3,127
Sam Cook bldg Herm				
Materials & services	4,187	19,187	15,571	3,616
Total Sam Cook bldg Herm	4,187	19,187	15,571	3,616
Computer information services:				
Personal services	513,237	513,237	503,006	10,231
Materials & services	237,335	237,335	213,146	24,189
Total computer information services	750,572	750,572	716,152	34,420
Communication:				
Personal services	68,814	68,814	67,340	1,474
Materials & services	93,805	93,805	50,981	42,824
Total communication	162,619	162,619	118,321	44,298
Code enforcement:				
Personal services	95,004	95,004	81,746	13,258
Materials & services	12,140	15,140	11,518	3,622
Total code enforcement	107,144	110,144	93,264	16,880

**UMATILLA COUNTY, OREGON**

**General Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual - Detail**

**Year Ended June 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
West County facility maintenance:				
Materials & services	139,019	139,019	119,871	19,148
Total West County facility maintenance	139,019	139,019	119,871	19,148
Geographical information director:				
Personal services	216,196	216,196	212,711	3,485
Materials & services	31,150	31,150	24,255	6,895
Total geographical information director	247,346	247,346	236,966	10,380
Nondepartmental:				
Personal services	-	205,000	203,817	1,183
Materials & services	684,230	729,230	694,222	35,008
Total nondepartmental	684,230	934,230	898,039	36,191
<b>Total general government</b>	<b>8,086,158</b>	<b>8,700,812</b>	<b>8,056,258</b>	<b>644,554</b>
<b>Public safety:</b>				
District attorney:				
Personal services	1,911,852	1,911,852	1,717,117	194,735
Materials & services	273,340	273,340	253,889	19,451
Total district attorney	2,185,192	2,185,192	1,971,006	214,186
Victim Witness:				
Personal services	196,952	196,952	190,642	6,310
Materials & services	23,334	33,334	27,993	5,341
Total victim witness	220,286	230,286	218,635	11,651
Emergency services:				
Personal services	161,593	161,684	149,595	12,089
Materials & services	78,480	103,970	93,970	10,000
Capital outlay	-	25,000	24,962	38
Total emergency services	240,073	290,654	268,527	22,127
Jail:				
Personal services	3,874,921	3,874,921	3,646,980	227,941
Materials & services	2,300,715	2,500,715	2,370,893	129,822
Total jail	6,175,636	6,375,636	6,017,873	357,763
Juvenile:				
Personal services	680,803	680,803	632,190	48,613
Materials & services	536,761	536,761	426,879	109,882
Total juvenile	1,217,564	1,217,564	1,059,069	158,495

**UMATILLA COUNTY, OREGON**

**General Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual - Detail**

**Year Ended June 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Sheriff - civil:</b>				
Personal services	521,347	521,347	508,744	12,603
Materials & services	89,206	131,206	116,763	14,443
<b>Total sheriff - civil</b>	<b>610,553</b>	<b>652,553</b>	<b>625,507</b>	<b>27,046</b>
<b>Sheriff - criminal:</b>				
Personal services	2,782,954	2,782,954	2,756,907	26,047
Materials & services	691,631	691,631	688,087	3,544
<b>Total sheriff - criminal</b>	<b>3,474,585</b>	<b>3,474,585</b>	<b>3,444,994</b>	<b>29,591</b>
<b>Total public safety</b>	<b>14,123,889</b>	<b>14,426,470</b>	<b>13,605,611</b>	<b>820,859</b>
<b>Education:</b>				
Cooperative extension service:				
Materials & services	458,306	458,306	458,219	87
<b>Total education</b>	<b>458,306</b>	<b>458,306</b>	<b>458,219</b>	<b>87</b>
<b>Health:</b>				
Nurse Family Partnership				
Personal services	216,415	257,828	231,358	26,470
Materials & services	134,461	94,762	92,878	1,884
<b>Total communicable disease</b>	<b>350,876</b>	<b>352,590</b>	<b>324,236</b>	<b>28,354</b>
Communicable disease:				
Personal services	144,586	161,527	111,638	49,889
Materials & services	117,435	127,835	103,326	24,509
<b>Total communicable disease</b>	<b>262,021</b>	<b>289,362</b>	<b>214,964</b>	<b>74,398</b>
Family planning:				
Personal services	155,602	211,401	162,809	48,592
Materials & services	141,359	141,359	118,509	22,850
<b>Total family planning</b>	<b>296,961</b>	<b>352,760</b>	<b>281,318</b>	<b>71,442</b>
Health department:				
Personal services	450,032	524,069	385,445	138,624
Materials & services	120,070	148,547	112,500	36,047
<b>Total health department</b>	<b>570,102</b>	<b>672,616</b>	<b>497,945</b>	<b>174,671</b>

**UMATILLA COUNTY, OREGON**

**General Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual - Detail**

**Year Ended June 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Maternal and child health care:				
Personal services	101,143	121,420	116,764	4,656
Materials & services	117,952	124,802	124,775	27
Total maternal and child health care	219,095	246,222	241,539	4,683
<b>Total health</b>	<b>1,699,055</b>	<b>1,913,550</b>	<b>1,560,002</b>	<b>353,548</b>
Operating contingency	500,000	313,284	-	313,284
Total expenditures	24,867,408	25,812,422	23,680,090	2,132,332
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<b>(687,321)</b>	<b>(1,253,154)</b>	<b>2,655,078</b>	<b>3,908,232</b>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	1,012,000	1,012,000	132,160	(879,840)
Operating transfers out	(2,052,892)	(2,187,892)	(1,968,032)	219,860
Total other financing sources (uses)	(1,040,892)	(1,175,892)	(1,835,872)	(659,980)
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<b>(1,728,213)</b>	<b>(2,429,046)</b>	<b>819,206</b>	<b>3,248,252</b>
<b><u>FUND BALANCES, BEGINNING</u></b>	<b>4,478,213</b>	<b>5,179,046</b>	<b>5,663,265</b>	<b>484,219</b>
<b><u>FUND BALANCES, ENDING</u></b>	<b>\$ 2,750,000</b>	<b>\$ 2,750,000</b>	<b>\$ 6,482,471</b>	<b>\$ 3,732,471</b>



**UMATILLA COUNTY, OREGON**

**Non-Major Governmental Funds**

**June 30, 2019**

**Special revenue funds:**

- Bicycle path fund
- Parks fund
- Emergency 911 telephone system fund
- Corrections assessment fund
- Special transportation fund
- Law library fund
- Records archiving fund
- Tax foreclosed property fund
- Human services fund
- Public land corner preservation fund
- Fair improvement fund
- EOTEC reserve fund
- Community corrections fund
- Economic development fund
- County road improvement fund
- Sheriff - marine fund
- School based health center fund
- Nuisance abatement fund
- Extension special equipment fund
- County fair fund
- County school fund
- Unitary assessment fund
- Community services development fund
- Mediation services fund
- Academic Achievements fund
- Juvenile Work Crew fund
- Assessment and taxation fund
- Prepaid taxes fund
- CARES program fund
- Environment health fund
- Coalitions of Umatilla County fund
- Community benefit plans fund
- Special services fund
- 2050 plan fund
- GIS equipment reserve fund
- Assessor technology reserve fund
- Dispatch reserve fund
- NAIFA reserve fund

**Debt service funds:**

- Debt service fund
- PERS bond fund
- Reith wastewater fund

**Capital projects funds:**

- Facilities improvement fund
- Milton-Freewater Head Start building fund
- Capital purchases management fund

UMATILLA COUNTY, OREGON

Nonmajor Governmental Funds  
Combining Balance Sheet - Modified Cash Basis  
June 30, 2019

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b><u>ASSETS:</u></b>				
Cash	\$ 9,322,750	\$ 2,093,632	\$ 125,661	\$ 11,542,043
Total assets	<u>\$ 9,322,750</u>	<u>\$ 2,093,632</u>	<u>\$ 125,661</u>	<u>\$ 11,542,043</u>
<b><u>LIABILITIES:</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>FUND BALANCES:</u></b>				
Restricted	5,665,293	79,408	-	5,744,701
Committed	3,636,039	2,014,224	-	5,650,263
Assigned	21,418	-	125,661	147,079
Unassigned	-	-	-	-
Total fund balances	<u>9,322,750</u>	<u>2,093,632</u>	<u>125,661</u>	<u>11,542,043</u>
Total liabilities and fund balances	<u>\$ 9,322,750</u>	<u>\$ 2,093,632</u>	<u>\$ 125,661</u>	<u>\$ 11,542,043</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Governmental Funds**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis**

**Year Ended June 30, 2019**

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b><u>REVENUES:</u></b>				
Taxes	\$ 275,127	\$ 11,044	\$ -	\$ 286,171
Intergovernmental	13,922,704	1,378,018	31,000	15,331,722
Charges for services	4,264,289	-	-	4,264,289
Fines & forfeitures	220,102	-	-	220,102
Interest	240,694	62,491	4,104	307,289
Miscellaneous & reimbursements	472,148	-	-	472,148
Total revenues	<u>19,395,064</u>	<u>1,451,553</u>	<u>35,104</u>	<u>20,881,721</u>
<b><u>EXPENDITURES:</u></b>				
General government	3,181,717	-	36,568	3,218,285
Public safety	7,501,863	-	-	7,501,863
Highways and streets	84,000	-	-	84,000
Culture and recreation	1,627,137	-	-	1,627,137
Education	470,042	-	-	470,042
Health	6,798,833	-	-	6,798,833
Capital outlay	207,506	-	453,999	661,505
Debt Service:				
Principal	-	716,822	-	716,822
Interest	-	556,912	-	556,912
Total expenditures	<u>19,871,098</u>	<u>1,273,734</u>	<u>490,567</u>	<u>21,635,399</u>
<b><u>EXCESS (DEFICIENCY) OF</u></b>				
<b><u>REVENUES OVER (UNDER)</u></b>				
<b><u>EXPENDITURES</u></b>				
	<u>(476,034)</u>	<u>177,819</u>	<u>(455,463)</u>	<u>(753,678)</u>
<b><u>OTHER FINANCING SOURCES</u></b>				
<b><u>(USES):</u></b>				
Operating transfers in	1,844,712	-	415,374	2,260,086
Operating transfers out	(1,130,415)	-	-	(1,130,415)
Total other financing sources (uses)	<u>714,297</u>	<u>-</u>	<u>415,374</u>	<u>1,129,671</u>
<b><u>NET CHANGE IN FUND</u></b>				
<b><u>BALANCES</u></b>				
	238,263	177,819	(40,089)	375,993
<b><u>FUND BALANCE, BEGINNING</u></b>				
<b><u>OF YEAR</u></b>				
	<u>9,084,487</u>	<u>1,915,813</u>	<u>165,750</u>	<u>11,166,050</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>				
	<u>\$ 9,322,750</u>	<u>\$ 2,093,632</u>	<u>\$ 125,661</u>	<u>\$ 11,542,043</u>

UMATILLA COUNTY, OREGON

Non-Major Special Revenue Governmental Funds

June 30, 2019

These funds account for revenue derived from specific taxes or other earmarked revenue sources which are legally restricted or committed to finance particular functions or activities. Funds included are:

- **Bicycle path fund** - accounts for one percent of State Motor Vehicle fees collected pursuant to ORS 366.514.
- **Parks fund** - accounts for county recreational vehicle registration fees from the State.
- **Tax anticipation notes** - budgeted each year in anticipation of a shortfall in resources before the property tax revenues come in as provided by ORS 278A.180.
- **Emergency 911 telephone system fund** - accounts for revenues from the State telephone excise tax and committed revenues from the General Fund and City of Pendleton under an intergovernmental agreement for dispatch of emergency communication services.
- **Corrections assessment fund** - accounts for assessments imposed by a circuit or municipal court or justice court.
- **Special transportation fund** - accounts for grant monies received from the State elderly and disabled special transportation fund.
- **Law library fund** - accounts for law library fees received from the State.
- **Records archiving fund** - accounts for clerk's record fees pursuant to ORS 205.320 for acquiring storage and retrieval systems.
- **Tax foreclosed property fund** - accounts for the receipt and sale of foreclosed properties for delinquent property taxes.
- **Human services fund** - accounts for revenues from the delivery of alcohol, drug, and gambling services.
- **Public land corner preservation fund** - accounts for the collection of recording fees on real property transactions and surveying activities.
- **Fairground improvement fund** - accounts for receipts to be applied to the County's obligation for construction of EOTEC.
- **EOTEC reserve fund** - accounts for the accumulated and expending funds deemed necessary for the operation of EOTEC.
- **Community corrections fund** - accounts for grant activities under intergovernmental agreements between the State of Oregon and the County.
- **Economic development fund** - accounts for the receipt of video lottery monies distributed by the State of Oregon.
- **County road improvement fund** - accounts for activities of local improvement districts created by the County under Oregon
- **Sheriff - marine fund** - accounts for activities under state grant with Oregon State Marine Board.
- **School based health center fund** - accounts for health care activity at specified school locations within the County.
- **Nuisance abatement fund** - accounts for nuisance abatement activities.
- **Extension special equipment fund** - accounts for the activities of a soil probe truck.

UMATILLA COUNTY, OREGON

Non-Major Special Revenue Governmental Funds (Continued)

June 30, 2019

These funds account for revenue derived from specific taxes or other earmarked revenue sources which are legally restricted or committed to finance particular functions or activities. Funds included are:

- **County fair fund** - accounts for fair and fairgrounds activities.
- **County school fund** - accounts for federal forest reserve revenues.
- **Unitary assessment fund** - accounts for grant activity that supports the Victim/Witness Program.
- **Community services development fund** - accounts for grant activity associated with services to the community and staff
- **Mediation services fund** - accounts for mediation services fees.
- **Academic Achievements fund** - Accumulates and accounts for funds intended to reward positive academic achievement.
- **Juvenile Work Crew fund** - Accumulates proceeds for youth work crews for the benefit of the youth.
- **Assessment and taxation fund** - accounts for the collection of recording fees and interest, pursuant to state law.
- **Prepaid taxes fund** - funds for property taxes that have been collected but not yet assessed.
- **CARES program fund** - accounts for activity under a Memorandum of Agreement between several school districts, the ESD, Head Start, and the County.
- **Environment health fund** - accounts for economic activities for environmental health program under an intergovernmental agreement with the Oregon Public Health Foodborne Illness Program.
- **Coalitions of Umatilla County fund** - accounts for grant activities associated with youth and children services.
- **Community benefit plans fund** - accounts for revenue streams under Strategic Investment Program plans.
- **Special services fund** - accounts for costs associated with physical security of the Courts.
- **2050 PLAN fund** - accounts for costs associated economic development, especially in critical groundwater areas.
- **GIS equipment reserve fund** - accounts for costs associated with acquiring needed equipment or other specific purposes in support of the GIS program.
- **Assessor technology reserve fund** - accounts for costs associated with acquiring needed equipment or other specific purposes in support of the assessor's office.
- **Dispatch reserve fund** - accounts for costs associated with acquiring needed equipment or other specific purposes in support of the dispatch center.
- **NAIFA reserve fund** - accounts for usage of funds donated by NAIFA.

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds  
Combining Balance Sheet - Modified Cash Basis  
June 30, 2019**

	Bicycle Path	Parks	Emergency 911 Telephone	Corrections Assessment	Special Transport	Law Library	Records Archiving
<b>ASSETS:</b>							
Cash	\$ 213,462	\$ 146,645	\$ -	\$ 34,203	\$ 580,326	\$ 61,316	\$ 81,309
Total assets	\$ 213,462	\$ 146,645	\$ -	\$ 34,203	\$ 580,326	\$ 61,316	\$ 81,309
<b>LIABILITIES</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES:</b>							
Restricted	213,462	146,645	-	34,203	580,326	61,316	81,309
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Total fund balances	213,462	146,645	-	34,203	580,326	61,316	81,309
Total liabilities and fund balances	\$ 213,462	\$ 146,645	\$ -	\$ 34,203	\$ 580,326	\$ 61,316	\$ 81,309

Continued on next page.

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2019**

Continued from previous page.

	Tax Foreclosed Property	Human Services	Public Land Corner Preservation	Fair Improvement	EOTEC Reserve	Community Corrections
<b>ASSETS:</b>						
Cash	\$ 34,099	\$ 1,555,276	\$ 209,462	\$ 18,582	\$ 81,198	\$ 1,731,517
Total assets	\$ 34,099	\$ 1,555,276	\$ 209,462	\$ 18,582	\$ 81,198	\$ 1,731,517
<b>LIABILITIES</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES:</b>						
Restricted	34,099	1,555,276	209,462	-	-	1,731,517
Committed	-	-	-	-	81,198	-
Assigned	-	-	-	18,582	-	-
Total fund balances	34,099	1,555,276	209,462	18,582	81,198	1,731,517
Total liabilities and fund balances	\$ 34,099	\$ 1,555,276	\$ 209,462	\$ 18,582	\$ 81,198	\$ 1,731,517

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds  
Combining Balance Sheet - Modified Cash Basis  
June 30, 2019

Continued from previous page.

	<u>Economic Development</u>	<u>County Road Improvement</u>	<u>Sheriff Marine</u>	<u>School Based Health Center</u>	<u>Nuisance Abatement</u>	<u>Extension Special Equipment</u>
<u>ASSETS:</u>						
Cash	\$ 53,815	\$ 357,172	\$ 44,239	\$ 432,844	\$ 43,407	\$ 23,308
Total assets	\$ 53,815	\$ 357,172	\$ 44,239	\$ 432,844	\$ 43,407	\$ 23,308
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>LIABILITIES</u>						
<u>FUND BALANCES:</u>						
Restricted	53,815	-	44,239	-	-	-
Committed	-	357,172	-	432,844	43,407	23,308
Assigned	-	-	-	-	-	-
Total fund balances	53,815	357,172	44,239	432,844	43,407	23,308
Total liabilities and fund balances	\$ 53,815	\$ 357,172	\$ 44,239	\$ 432,844	\$ 43,407	\$ 23,308

Continued on next page.



**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds  
Combining Balance Sheet - Modified Cash Basis  
June 30, 2019**

Continued from previous page.

	County Fair	County School	Unitary Assessment	Comm. Serv. Develop.	Mediation Services	Academic Achievement Awards	Juvenile Work Crew
<b>ASSETS:</b>							
Cash	\$ 138,503	\$ 28,729	\$ 78,820	\$ 321,042	\$ 149,904	\$ 29,756	\$ 847
Total assets	\$ 138,503	\$ 28,729	\$ 78,820	\$ 321,042	\$ 149,904	\$ 29,756	\$ 847
<b>LIABILITIES</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES:</b>							
Restricted	-	28,729	78,820	-	149,904	-	-
Committed	138,503	-	-	321,042	-	29,756	847
Assigned	-	-	-	-	-	-	-
Total fund balances	138,503	28,729	78,820	321,042	149,904	29,756	847
Total liabilities and fund balances	\$ 138,503	\$ 28,729	\$ 78,820	\$ 321,042	\$ 149,904	\$ 29,756	\$ 847

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds  
Combining Balance Sheet - Modified Cash Basis  
June 30, 2019**

Continued from previous page.

	Assessment and Taxation	Prepaid Taxes	CARES Program	Environment Health	Coalitions of Umatilla County	Community Benefit Plans	Special Services
<b>ASSETS:</b>							
Cash	\$ 214,234	\$ 59,633	\$ 474,722	\$ 388,304	\$ 2,836	\$ 1,478,515	\$ -
Total assets	\$ 214,234	\$ 59,633	\$ 474,722	\$ 388,304	\$ 2,836	\$ 1,478,515	\$ -
<b>LIABILITIES</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES:</b>							
Restricted	214,234	59,633	-	388,304	-	-	-
Committed	-	-	474,722	-	-	1,478,515	-
Assigned	-	-	-	-	2,836	-	-
Total fund balances	214,234	59,633	474,722	388,304	2,836	1,478,515	-
Total liabilities and fund balances	\$ 214,234	\$ 59,633	\$ 474,722	\$ 388,304	\$ 2,836	\$ 1,478,515	\$ -

Continued on next page.

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds  
Combining Balance Sheet - Modified Cash Basis  
June 30, 2019

Continued from previous page.

	2050 Plan	GIS Equipment Reserve	Assessor Technology Reserve	Dispatch Reserve	NAIFA Reserve	Totals
<b>ASSETS:</b>						
Cash	\$ 30,484	\$ 93,812	\$ 3,185	\$ 112,675	\$ 14,569	\$ 9,322,750
Total assets	\$ 30,484	\$ 93,812	\$ 3,185	\$ 112,675	\$ 14,569	\$ 9,322,750
<b>LIABILITIES</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES:</b>						
Restricted	-	-	-	-	-	5,665,293
Committed	30,484	93,812	3,185	112,675	14,569	3,636,039
Assigned	-	-	-	-	-	21,418
Total fund balances	30,484	93,812	3,185	112,675	14,569	9,322,750
Total liabilities and fund balances	\$ 30,484	\$ 93,812	\$ 3,185	\$ 112,675	\$ 14,569	\$ 9,322,750

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis  
June 30, 2019

	Bicycle Path	Parks	Emergency 911 Telephone	Corrections Assessment	Special Transport	Law Library	Records Archiving
<b>REVENUES:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	65,096	123,229	1,500,308	-	728,410	-	(385)
Charges for services	-	66,341	480	-	-	64,149	12,866
Fines & forfeitures	-	-	-	127,233	-	-	-
Interest	6,510	4,361	-	604	3,202	2,307	1,958
Miscellaneous & reimbursements	-	991	23,937	-	5,156	-	-
Total revenues	<u>71,606</u>	<u>194,922</u>	<u>1,524,725</u>	<u>127,837</u>	<u>736,768</u>	<u>66,456</u>	<u>14,439</u>
<b>EXPENDITURES:</b>							
General government	-	-	-	-	261,934	-	360
Public safety	-	-	2,572,477	-	-	-	-
Highways and streets	84,000	-	-	-	-	-	-
Culture and recreation	-	161,859	-	-	-	-	-
Education	-	-	-	-	-	36,071	-
Health	-	-	-	-	-	-	-
Capital outlay	-	51,256	-	-	-	-	-
Total expenditures	<u>84,000</u>	<u>213,115</u>	<u>2,572,477</u>	<u>-</u>	<u>261,934</u>	<u>36,071</u>	<u>360</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(12,394)</u>	<u>(18,193)</u>	<u>(1,047,752)</u>	<u>127,837</u>	<u>474,834</u>	<u>30,385</u>	<u>14,079</u>
<b>OTHER FINANCING SOURCES (USES):</b>							
Operating transfers in	-	-	1,153,599	-	-	-	-
Operating transfers out	-	-	(105,847)	(127,258)	-	(35,000)	-
Total other financing sources (uses)	-	-	<u>1,047,752</u>	<u>(127,258)</u>	-	<u>(35,000)</u>	-
<b>NET CHANGE IN FUND BALANCES:</b>	<u>(12,394)</u>	<u>(18,193)</u>	<u>-</u>	<u>579</u>	<u>474,834</u>	<u>(4,615)</u>	<u>14,079</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>225,856</u>	<u>164,838</u>	<u>-</u>	<u>33,624</u>	<u>105,492</u>	<u>65,931</u>	<u>67,230</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 213,462</u>	<u>\$ 146,645</u>	<u>\$ -</u>	<u>\$ 34,203</u>	<u>\$ 580,326</u>	<u>\$ 61,316</u>	<u>\$ 81,309</u>

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis  
June 30, 2019

Continued from previous page.

	Tax Foreclosed Property	Human Services	Public Land Corner Preservation	Fairground Improvement	EOTEC Reserve	Community Corrections
<b><u>REVENUES:</u></b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	4,835,045	-	-	-	4,080,557
Charges for services	-	76,478	81,700	-	-	261,252
Fines & forfeitures	-	-	-	-	-	-
Interest	2,007	43,589	6,159	731	1,799	65,629
Miscellaneous & reimbursements	114,217	6,636	-	11,087	-	20,541
Total revenues	116,224	4,961,748	87,859	11,818	1,799	4,427,979
<b><u>EXPENDITURES:</u></b>						
General government	53,444	-	105,738	-	-	-
Public safety	-	-	-	-	-	4,858,503
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	23,240	160,175	-
Education	-	-	-	-	-	-
Health	-	4,984,815	-	-	-	-
Capital outlay	-	36,240	-	-	-	26,718
Total expenditures	53,444	5,021,055	105,738	23,240	160,175	4,885,221
<b><u>EXCESS (DEFICIENCY) OF</u></b>						
<b><u>REVENUES OVER (UNDER) EXPENDITURES</u></b>	62,780	(59,307)	(17,879)	(11,422)	(158,376)	(457,242)
<b><u>OTHER FINANCING SOURCES (USES):</u></b>						
Operating transfers in	-	42,419	-	-	160,175	21,210
Operating transfers out	(33,531)	-	-	-	-	-
Total other financing sources (uses)	(33,531)	42,419	-	-	160,175	21,210
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	29,249	(16,888)	(17,879)	(11,422)	1,799	(436,032)
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	4,850	1,572,164	227,341	30,004	79,399	2,167,549
<b><u>FUND BALANCE, END OF YEAR</u></b>	\$ 34,099	\$ 1,555,276	\$ 209,462	\$ 18,582	\$ 81,198	\$ 1,731,517

Continued on next page.

UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis  
June 30, 2019

Continued from previous page.

	Economic Development	County Road Improvement	Sheriff Marine	School Based Health Center	Nuisance Abatement	Extension Special Equipment
<b>REVENUES:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	333,480	-	35,318	732,342	-	205
Charges for services	-	-	27,615	1,000	-	-
Fines & forfeitures	-	-	-	-	4,201	-
Interest	2,639	9,414	1,281	13,097	1,186	966
Miscellaneous & reimbursements	95	-	37,656	478	-	-
Total revenues	<u>336,214</u>	<u>9,414</u>	<u>101,870</u>	<u>746,917</u>	<u>5,387</u>	<u>1,171</u>
<b>EXPENDITURES:</b>						
General government	378,541	-	-	-	3,918	520
Public safety	-	-	70,883	-	-	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education	-	-	-	-	-	-
Health	-	-	-	753,778	-	-
Capital outlay	-	-	-	-	-	13,000
Total expenditures	<u>378,541</u>	<u>-</u>	<u>70,883</u>	<u>753,778</u>	<u>3,918</u>	<u>13,520</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(42,327)</u>	<u>9,414</u>	<u>30,987</u>	<u>(6,861)</u>	<u>1,469</u>	<u>(12,349)</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCES:</b>	<u>(42,327)</u>	<u>9,414</u>	<u>30,987</u>	<u>(6,861)</u>	<u>1,469</u>	<u>(12,349)</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>96,142</u>	<u>347,758</u>	<u>13,252</u>	<u>439,705</u>	<u>41,938</u>	<u>35,657</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 53,815</u>	<u>\$ 357,172</u>	<u>\$ 44,239</u>	<u>\$ 432,844</u>	<u>\$ 43,407</u>	<u>\$ 23,308</u>

Continued on next page.

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis  
June 30, 2019**

Continued from previous page.

	County Fair	County School	County Assessment	Community Services Development	Mediation Services	Academic Achievement Awards	Juvenile Work Crew
<b>REVENUES:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	53,167	433,964	97,709	-	-	-	-
Charges for services	1,129,639	-	-	-	50,734	-	6,115
Fines & forfeitures	-	-	-	-	-	-	-
Interest	3,634	4,117	2,003	9,680	4,517	803	73
Miscellaneous & reimbursements	38,101	-	-	18,289	-	32,953	634
Total revenues	1,224,541	438,081	99,712	27,969	55,251	33,756	6,822
<b>EXPENDITURES:</b>							
General government	-	-	-	112,410	58,602	4,000	5,975
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Culture and recreation	1,281,863	-	-	-	-	-	-
Education	-	433,971	-	-	-	-	-
Health	-	-	64,208	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	1,281,863	433,971	64,208	112,410	58,602	4,000	5,975
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	(57,322)	4,110	35,504	(84,441)	(3,351)	29,756	847
<b>OTHER FINANCING SOURCES (USES):</b>							
Operating transfers in	100,000	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	100,000	-	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCES:</b>							
<b>FUND BALANCE, BEGINNING OF YEAR</b>	42,678	4,110	35,504	(84,441)	(3,351)	29,756	847
<b>FUND BALANCE, END OF YEAR</b>	95,825	24,619	43,316	405,483	153,255	-	-
	\$ 138,503	\$ 28,729	\$ 78,820	\$ 321,042	\$ 149,904	\$ 29,756	\$ 847

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis  
June 30, 2019**

Continued from previous page.

	Assessment and Taxation	Prepaid Taxes	CARES Program	Environment Health	Coalitions of Umatilla County	Community Benefit Plans
<b>REVENUES:</b>						
Taxes	\$ 247,376	\$ 27,751	\$ -	\$ -	\$ -	\$ -
Intergovernmental	541,433	-	326,574	-	-	-
Charges for services	102,981	-	283,340	421,873	-	1,665,138
Fines & forfeitures	-	-	-	-	-	-
Interest	3,878	-	14,366	10,186	75	14,101
Miscellaneous & reimbursements	-	31,882	-	-	-	100,000
Total revenues	<u>895,668</u>	<u>59,633</u>	<u>624,280</u>	<u>432,059</u>	<u>75</u>	<u>1,779,239</u>
<b>EXPENDITURES:</b>						
General government	856,925	-	-	-	-	879,798
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education	-	-	-	-	-	-
Health	-	-	578,402	417,630	-	-
Capital outlay	-	-	17,600	-	-	-
Total expenditures	<u>856,925</u>	<u>-</u>	<u>596,002</u>	<u>417,630</u>	<u>-</u>	<u>879,798</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>38,743</u>	<u>59,633</u>	<u>28,278</u>	<u>14,429</u>	<u>75</u>	<u>899,441</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Operating transfers in	-	-	17,600	-	-	-
Operating transfers out	-	-	-	-	-	(828,779)
Total other financing sources (uses)			<u>17,600</u>			<u>(828,779)</u>
<b>NET CHANGE IN FUND BALANCES:</b>	<u>38,743</u>	<u>59,633</u>	<u>45,878</u>	<u>14,429</u>	<u>75</u>	<u>70,662</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>175,491</u>	<u>-</u>	<u>428,844</u>	<u>373,875</u>	<u>2,761</u>	<u>1,407,853</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 214,234</u>	<u>\$ 59,633</u>	<u>\$ 474,722</u>	<u>\$ 388,304</u>	<u>\$ 2,836</u>	<u>\$ 1,478,515</u>

Continued on next page.



UMATILLA COUNTY, OREGON

Nonmajor Special Revenue Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis  
June 30, 2019

Continued from previous page.

	Special Services	2050 Plan	GIS Equipment Reserve	Assessor Technology Reserve	Dispatch Reserve	NAIFA Reserve	Totals
<b>REVENUES:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 275,127
Intergovernmental	36,252	-	-	-	-	-	13,922,704
Charges for services	3,510	-	9,078	-	-	-	4,264,289
Fines & forfeitures	88,668	-	-	-	-	-	220,102
Interest	-	747	2,463	84	2,169	359	240,694
Miscellaneous & reimbursements	-	374	7,669	-	11,452	10,000	472,148
Total revenues	128,430	1,121	19,210	84	13,621	10,359	19,395,064
<b>EXPENDITURES:</b>							
General government	311,508	23,320	3,598	60	110,783	10,283	3,181,717
Public safety	-	-	-	-	-	-	7,501,863
Highways and streets	-	-	-	-	-	-	84,000
Culture and recreation	-	-	-	-	-	-	1,627,137
Education	-	-	-	-	-	-	470,042
Health	-	-	-	-	-	-	6,798,833
Capital outlay	40,784	-	21,908	-	-	-	207,506
Total expenditures	352,292	23,320	25,506	60	110,783	10,283	19,871,098
<b>EXCESS (DEFICIENCY) OF</b>							
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	(223,862)	(22,199)	(6,296)	24	(97,162)	76	(476,034)
<b>OTHER FINANCING SOURCES (USES):</b>							
Operating transfers in	223,862	20,000	-	-	105,847	-	1,844,712
Operating transfers out	-	-	-	-	-	-	(1,130,415)
Total other financing sources (uses)	223,862	20,000	-	-	105,847	-	714,297
<b>NET CHANGE IN FUND BALANCES:</b>							
<b>FUND BALANCE, BEGINNING OF YEAR</b>	-	(2,199)	(6,296)	24	8,685	76	238,263
<b>FUND BALANCE, END OF YEAR</b>	-	32,683	100,108	3,161	103,990	14,493	9,084,487
	\$ -	\$ 30,484	\$ 93,812	\$ 3,185	\$ 112,675	\$ 14,569	\$ 9,322,750

**UMATILLA COUNTY, OREGON**

**Bicycle Path Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
DMV license and gas tax	\$ 66,000	\$ 66,000	\$ 65,096	\$ (904)
Interest	4,000	4,000	6,510	2,510
Total revenues	<u>70,000</u>	<u>70,000</u>	<u>71,606</u>	<u>1,606</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	159,000	159,000	84,000	75,000
Contingency	50,000	50,000	-	50,000
Total expenditures	<u>209,000</u>	<u>209,000</u>	<u>84,000</u>	<u>125,000</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(139,000)	(139,000)	(12,394)	126,606
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>294,000</u>	<u>294,000</u>	<u>225,856</u>	<u>(68,144)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 155,000</u>	<u>\$ 155,000</u>	<u>\$ 213,462</u>	<u>\$ 58,462</u>

UMATILLA COUNTY, OREGON

Parks Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State vehicle fees	\$ 100,000	\$ 100,000	\$ 110,729	\$ 10,729
Local grants	-	-	12,500	12,500
Charges for services:				
Park user fees	58,000	58,000	66,341	8,341
Miscellaneous revenue	-	-	991	991
Interest	400	400	4,361	3,961
Total revenues	<u>158,400</u>	<u>158,400</u>	<u>194,922</u>	<u>36,522</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	124,820	124,820	122,689	2,131
Materials & services	73,368	73,368	39,170	34,198
Capital outlay	32,500	60,000	51,256	8,744
Contingency	50,000	22,500	-	22,500
Total expenditures	<u>280,688</u>	<u>280,688</u>	<u>213,115</u>	<u>67,573</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(122,288)	(122,288)	(18,193)	104,095
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>160,791</u>	<u>160,791</u>	<u>164,838</u>	<u>4,047</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 38,503</u>	<u>\$ 38,503</u>	<u>\$ 146,645</u>	<u>\$ 108,142</u>

UMATILLA COUNTY, OREGON

Tax Anticipation Notes

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 20,000	\$ 20,000	\$ -	\$ (20,000)
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>(20,000)</u>
<b><u>EXPENDITURES:</u></b>				
Interest expense	15,000	15,000	-	15,000
Materials & services	5,000	5,000	-	5,000
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	-	-	-	-
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Tax anticipation note proceeds	2,000,000	2,000,000	-	2,000,000
Repayment of tax anticipation notes	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>-</u>	<u>(2,000,000)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY, OREGON

Emergency 911 Telephone System Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
911 apportionment	\$ 506,504	\$ 506,504	\$ 524,731	\$ 18,227
State apportionments	60,000	60,000	52,586	(7,414)
Local apportionments	919,026	919,026	918,991	(35)
National Forest rental	4,000	4,000	4,000	-
Charges for services	460	460	480	20
Refunds and reimbursements	34,955	34,955	23,937	(11,018)
Total revenues	<u>1,524,945</u>	<u>1,524,945</u>	<u>1,524,725</u>	<u>(220)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	2,374,112	2,374,112	2,337,605	36,507
Materials & services	265,589	265,589	234,872	30,717
Total expenditures	<u>2,639,701</u>	<u>2,639,701</u>	<u>2,572,477</u>	<u>67,224</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(1,114,756)	(1,114,756)	(1,047,752)	67,004
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	1,220,603	1,220,603	1,153,599	(67,004)
Operating transfers out	(105,847)	(105,847)	(105,847)	-
Total other financing sources (uses)	<u>1,114,756</u>	<u>1,114,756</u>	<u>1,047,752</u>	<u>(67,004)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY, OREGON

Corrections Assessment Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Fines & impound fees	\$ 144,000	\$ 144,000	\$ 127,233	\$ (16,767)
Interest	-	-	604	604
Total revenues	144,000	144,000	127,837	(16,163)
<b><u>EXPENDITURES:</u></b>				
Contingency	36,000	36,000	-	36,000
Total expenditures	36,000	36,000	-	36,000
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	108,000	108,000	127,837	19,837
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	(144,000)	(144,000)	(127,258)	16,742
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(36,000)	(36,000)	579	36,579
<b><u>FUND BALANCES, BEGINNING</u></b>				
	36,000	36,000	33,624	(2,376)
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 34,203	\$ 34,203

UMATILLA COUNTY, OREGON

Special Transportation Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grant	\$ 300,000	\$ 300,000	\$ 728,410	\$ 428,410
Interest	1,000	1,000	3,202	2,202
Reimbursements	-	-	5,156	5,156
Total revenues	<u>301,000</u>	<u>301,000</u>	<u>736,768</u>	<u>435,768</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	372,060	372,060	261,934	110,126
Contingency	28,940	28,940	-	28,940
Total expenditures	<u>401,000</u>	<u>401,000</u>	<u>261,934</u>	<u>139,066</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(100,000)	(100,000)	474,834	574,834
<b><u>FUND BALANCES, BEGINNING</u></b>				
	100,000	100,000	105,492	5,492
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 580,326</u>	<u>\$ 580,326</u>

**UMATILLA COUNTY, OREGON**

**Law Library Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Fines & forfeitures:				
Court fees	\$ 62,319	\$ 62,319	\$ 64,149	\$ 1,830
Interest	200	200	2,307	2,107
Total revenues	<u>62,519</u>	<u>62,519</u>	<u>66,456</u>	<u>3,937</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	38,982	38,982	36,071	2,911
Contingency	52,537	52,537	-	52,537
Total expenditures	<u>91,519</u>	<u>91,519</u>	<u>36,071</u>	<u>55,448</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(29,000)	(29,000)	30,385	59,385
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	<u>(35,000)</u>	<u>(35,000)</u>	<u>(35,000)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(64,000)	(64,000)	(4,615)	59,385
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>64,000</u>	<u>64,000</u>	<u>65,931</u>	<u>1,931</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,316</u>	<u>\$ 61,316</u>



UMATILLA COUNTY, OREGON

Records Archiving

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
Land transaction fees	\$ 13,500	\$ 13,500	\$ 12,481	\$ (1,019)
Interest	300	300	1,958	1,658
Total revenues	<u>13,800</u>	<u>13,800</u>	<u>14,439</u>	<u>639</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	6,360	6,360	360	6,000
Contingency	39,440	39,440	-	39,440
Total expenditures	<u>45,800</u>	<u>45,800</u>	<u>360</u>	<u>45,440</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(32,000)	(32,000)	14,079	46,079
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>32,000</u>	<u>32,000</u>	<u>67,230</u>	<u>35,230</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,309</u>	<u>\$ 81,309</u>

**UMATILLA COUNTY, OREGON**

**Tax Foreclosed Property Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 500	\$ 500	\$ 2,007	\$ 1,507
Sale of public lands	100,000	100,000	114,217	14,217
Total revenues	<u>100,500</u>	<u>100,500</u>	<u>116,224</u>	<u>15,724</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	65,500	65,500	53,444	12,056
Contingency	5,000	5,000	-	5,000
Total expenditures	<u>70,500</u>	<u>70,500</u>	<u>53,444</u>	<u>17,056</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	30,000	30,000	62,780	32,780
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	<u>(35,000)</u>	<u>(35,000)</u>	<u>(33,531)</u>	<u>1,469</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(5,000)	(5,000)	29,249	34,249
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>5,000</u>	<u>5,000</u>	<u>4,850</u>	<u>(150)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,099</u>	<u>\$ 34,099</u>

UMATILLA COUNTY, OREGON

Human Services Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grants & contracts	\$ 2,799,168	\$ 3,642,025	\$ 4,835,045	\$ 1,193,020
Charges for services:				
Customer services	33,000	33,000	76,478	\$ 43,478
Interest	2,000	7,000	43,589	36,589
Insurance reimbursements and other	8,200	8,200	6,636	(1,564)
Total revenues	<u>2,842,368</u>	<u>3,690,225</u>	<u>4,961,748</u>	<u>1,271,523</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	2,668,657	3,110,137	2,772,279	337,858
Materials & services	538,412	995,544	2,212,536	(1,216,992)
Capital outlay	150,000	325,000	36,240	288,760
Contingency	288,080	927,308	-	927,308
Total expenditures	<u>3,645,149</u>	<u>5,357,989</u>	<u>5,021,055</u>	<u>336,934</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(802,781)	(1,667,764)	(59,307)	1,608,457
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	48,000	48,000	42,419	(5,581)
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(754,781)	(1,619,764)	(16,888)	1,602,876
<b><u>FUND BALANCES, BEGINNING</u></b>				
	754,781	1,619,764	1,572,164	(47,600)
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,555,276</u>	<u>\$ 1,555,276</u>

UMATILLA COUNTY, OREGON

Public Land Corner Preservation Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
Public corner fees	\$ 85,000	\$ 85,000	\$ 81,700	\$ (3,300)
Interest	1,500	1,500	6,159	4,659
Total revenues	<u>86,500</u>	<u>86,500</u>	<u>87,859</u>	<u>1,359</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	132,481	132,481	105,738	26,743
Capital outlay	20,000	20,000	-	20,000
Contingency	114,019	114,019	-	114,019
Total expenditures	<u>266,500</u>	<u>266,500</u>	<u>105,738</u>	<u>160,762</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(180,000)	(180,000)	(17,879)	162,121
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>180,000</u>	<u>180,000</u>	<u>227,341</u>	<u>47,341</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 209,462</u>	<u>\$ 209,462</u>

UMATILLA COUNTY, OREGON

Fair Improvement Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Local reimbursements	\$ -	\$ 8,700	\$ 8,776	\$ 76
Donations	-	2,300	2,311	11
Interest	-	-	731	731
Total revenues	-	11,000	11,818	818
<b><u>EXPENDITURES:</u></b>				
Materials & services	21,200	32,200	23,240	8,960
Contingency	8,800	8,800	-	8,800
Total expenditures	30,000	41,000	23,240	17,760
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(30,000)	(30,000)	(11,422)	18,578
<b><u>FUND BALANCES, BEGINNING</u></b>				
	30,000	30,000	30,004	4
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 18,582	\$ 18,582

UMATILLA COUNTY, OREGON

Eastern Oregon Trade and Event Center  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ -	\$ -	\$ 1,799	\$ 1,799
Total revenues	-	-	1,799	1,799
<b><u>EXPENDITURES:</u></b>				
Materials & services	280,000	280,000	160,175	119,825
Contingency	42,000	42,000	-	42,000
Total expenditures	322,000	322,000	160,175	161,825
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(322,000)	(322,000)	(158,376)	163,624
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	280,000	280,000	160,175	(119,825)
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(42,000)	(42,000)	1,799	43,799
<b><u>FUND BALANCES, BEGINNING</u></b>	42,000	42,000	79,399	37,399
<b><u>FUND BALANCES, ENDING</u></b>	\$ -	\$ -	\$ 81,198	\$ 81,198

**UMATILLA COUNTY, OREGON**

**Community Corrections Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental:				
State grants	\$ -	\$ 123,106	\$ 123,106	\$ -
Corrections allocation grant	3,145,793	3,145,793	3,145,792	(1)
Local grants	551,096	1,054,131	803,062	(251,069)
Inmate welfare	8,599	8,599	8,599	-
Charges for services:				
Supervision fees	170,000	170,000	201,810	31,810
Client fees	56,900	56,400	59,438	3,038
Interest	27,700	5,500	65,629	60,129
Rent	7,000	14,000	12,381	(1,619)
Refunds and reimbursements	1,000	2,200	8,160	5,960
Total revenues	<u>3,968,088</u>	<u>4,579,729</u>	<u>4,427,977</u>	<u>(151,752)</u>
<b>EXPENDITURES:</b>				
Community corrections:				
Personal services	2,568,061	2,789,203	2,603,913	185,290
Materials & services	1,073,218	1,365,177	1,085,440	279,737
Capital outlay	30,000	30,000	26,718	3,282
Total community corrections	<u>3,671,279</u>	<u>4,184,380</u>	<u>3,716,071</u>	<u>468,309</u>
Drug court:				
Material & services	175,000	545,777	420,544	125,233
Total drug court	<u>175,000</u>	<u>545,777</u>	<u>420,544</u>	<u>125,233</u>
Transitional housing:				
Material & services	14,755	18,605	16,781	1,824
Total transitional housing	<u>14,755</u>	<u>18,605</u>	<u>16,781</u>	<u>1,824</u>
Justice reinvestment:				
Personal services	232,445	187,747	154,725	33,022
Materials & services	371,325	671,676	577,098	94,578
Total justice reinvestment	<u>603,770</u>	<u>859,423</u>	<u>731,823</u>	<u>127,600</u>
Operating contingency	996,136	1,163,092	-	1,163,092
Total expenditures	<u>5,460,940</u>	<u>6,771,277</u>	<u>4,885,219</u>	<u>1,886,058</u>
<b>EXCESS (DEFICIENCY) OF REVENUES</b>				
<b>OVER (UNDER) EXPENDITURES</b>	<u>(1,492,852)</u>	<u>(2,191,548)</u>	<u>(457,242)</u>	<u>1,734,306</u>
<b>OTHER FINANCING SOURCES:</b>				
Operating transfers in	24,000	24,000	21,210	(2,790)
Total other financing sources	<u>24,000</u>	<u>24,000</u>	<u>21,210</u>	<u>(2,790)</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(1,468,852)</u>	<u>(2,167,548)</u>	<u>(436,032)</u>	<u>1,731,516</u>
<b>FUND BALANCES, BEGINNING</b>	<u>1,468,852</u>	<u>2,167,548</u>	<u>2,167,549</u>	<u>1</u>
<b>FUND BALANCES, ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,731,517</u>	<u>\$ 1,731,517</u>

UMATILLA COUNTY, OREGON

Economic Development Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Video lottery	\$ 360,000	\$ 360,000	\$ 333,480	\$ (26,520)
Reimbursements	-	-	95	95
Interest	1,000	1,000	2,639	1,639
Total revenues	<u>361,000</u>	<u>361,000</u>	<u>336,214</u>	<u>(24,786)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	155,382	155,382	148,748	6,634
Materials & services	237,647	237,647	229,793	7,854
Operating contingency	29,697	29,697	-	29,697
Total expenditures	<u>422,726</u>	<u>422,726</u>	<u>378,541</u>	<u>44,185</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(61,726)	(61,726)	(42,327)	19,399
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>61,726</u>	<u>61,726</u>	<u>96,142</u>	<u>34,416</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 53,815</u>	<u>\$ 53,815</u>



UMATILLA COUNTY, OREGON

County Road Improvement Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 3,000	\$ 3,000	\$ 9,414	\$ 6,414
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>9,414</u>	<u>6,414</u>
<b><u>EXPENDITURES:</u></b>				
Capital outlay	150,000	150,000	-	150,000
Operating contingency	<u>198,000</u>	<u>198,000</u>	<u>-</u>	<u>198,000</u>
Total expenditures	<u>348,000</u>	<u>348,000</u>	<u>-</u>	<u>348,000</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(345,000)	(345,000)	9,414	354,414
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>345,000</u>	<u>345,000</u>	<u>347,758</u>	<u>2,758</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 357,172</u>	<u>\$ 357,172</u>

UMATILLA COUNTY, OREGON

Sheriff - Marine Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State Marine Board	\$ 71,690	\$ 71,690	\$ 35,318	\$ (36,372)
Charges for services:				
Fees	-	25,000	27,615	2,615
Miscellaneous revenue	-	29,000	27,656	(1,344)
Donations	-	10,000	10,000	-
Interest	-	-	1,281	1,281
Total revenues	<u>71,690</u>	<u>135,690</u>	<u>101,870</u>	<u>(33,820)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	68,637	63,637	21,815	41,822
Materials & services	22,985	59,985	49,068	10,917
Operating contingency	310	32,310	-	32,310
Total expenditures	<u>91,932</u>	<u>155,932</u>	<u>70,883</u>	<u>85,049</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(20,242)	(20,242)	30,987	51,229
<b><u>FUND BALANCES, BEGINNING</u></b>				
	20,242	20,242	13,252	(6,990)
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,239</u>	<u>\$ 44,239</u>

UMATILLA COUNTY, OREGON

School Based Health Center Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Grants	\$ 470,211	\$ 695,169	\$ 732,342	\$ 37,173
Charges for services:				
Fees	5,500	-	1,000	1,000
Interest	3,000	4,000	13,097	9,097
Reimbursements	15,000	-	478	478
Total revenues	<u>493,711</u>	<u>699,169</u>	<u>746,917</u>	<u>47,748</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	432,574	368,857	246,094	122,763
Materials & services	375,728	568,398	507,684	60,714
Operating contingency	139,682	216,187	-	216,187
Total expenditures	<u>947,984</u>	<u>1,153,442</u>	<u>753,778</u>	<u>399,664</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(454,273)	(454,273)	(6,861)	447,412
<b><u>FUND BALANCES, BEGINNING</u></b>				
	454,273	454,273	439,705	(14,568)
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 432,844</u>	<u>\$ 432,844</u>

UMATILLA COUNTY, OREGON

Nuisance Abatement Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
Customer fees	\$ 500	\$ 500	\$ -	\$ (500)
Fines & forfeitures	100	100	4,201	4,101
Interest	300	300	1,186	886
Refund and reimbursements	100	100	-	(100)
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>5,387</u>	<u>4,387</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	5,300	5,300	3,918	1,382
Capital outlay	200	200	-	200
Contingency	45,500	45,500	-	45,500
Total expenditures	<u>51,000</u>	<u>51,000</u>	<u>3,918</u>	<u>47,082</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(50,000)	(50,000)	1,469	51,469
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>65,000</u>	<u>65,000</u>	<u>41,938</u>	<u>(23,062)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 43,407</u>	<u>\$ 28,407</u>

UMATILLA COUNTY, OREGON

Extension Special Equipment Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
Rent received/equipment	\$ 3,000	\$ 3,000	\$ 205	\$ (2,795)
Interest	-	-	966	966
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>1,171</u>	<u>(1,829)</u>
<b><u>EXPENDITURES:</u></b>				
Material & services	3,180	3,180	520	2,660
Capital outlay	-	20,000	13,000	7,000
Operating contingency	<u>34,820</u>	<u>14,820</u>	-	<u>14,820</u>
Total expenditures	<u>38,000</u>	<u>38,000</u>	<u>13,520</u>	<u>24,480</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(35,000)	(35,000)	(12,349)	22,651
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>35,000</u>	<u>35,000</u>	<u>35,657</u>	<u>657</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,308</u>	<u>\$ 23,308</u>

**UMATILLA COUNTY, OREGON**

**County Fair Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grants	\$ 53,000	\$ 53,000	\$ 53,167	\$ 167
Charges for services:				
Admissions	185,000	185,000	156,651	(28,349)
Refunds and reimbursements	4,400	4,400	7,558	3,158
Concessions and commercial space	69,000	69,000	71,649	2,649
Carnival	80,000	80,000	82,460	2,460
Rodeo revenues	20,000	20,000	-	(20,000)
Livestock sales	450,000	450,000	506,642	56,642
Rentals	8,000	8,000	8,520	520
Concert	27,500	27,500	33,245	5,745
Fair-sponsorships	144,000	144,000	161,880	17,880
Fair-parking	40,000	40,000	41,391	1,391
Fair-concessions & merchandise	34,000	34,000	32,550	(1,450)
Fair-other	14,400	14,400	18,918	4,518
Sign and bench sales	5,000	5,000	8,175	3,175
Interest	100	100	3,634	3,534
Donations	1,000	1,000	13,781	12,781
Miscellaneous	25,300	25,300	24,320	(980)
Total revenues	<u>1,160,700</u>	<u>1,160,700</u>	<u>1,224,541</u>	<u>63,841</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	162,042	162,042	144,554	17,488
Materials & services	1,141,740	1,141,740	1,137,309	4,431
Operating contingency	18,918	18,918	-	18,918
Total expenditures	<u>1,322,700</u>	<u>1,322,700</u>	<u>1,281,863</u>	<u>40,837</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	<u>(162,000)</u>	<u>(162,000)</u>	<u>(57,322)</u>	<u>104,678</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	100,000	100,000	100,000	-
Total other financing sources	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(62,000)</u>	<u>(62,000)</u>	<u>42,678</u>	
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>62,000</u>	<u>62,000</u>	<u>95,825</u>	<u>33,825</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 138,503</u>	<u>\$ 138,503</u>

UMATILLA COUNTY, OREGON

County School Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State apportionment	\$ 397,000	\$ 409,000	\$ 406,655	\$ (2,345)
Federal revenues	25,000	25,000	27,181	2,181
Mineral leasing	5,000	5,000	128	(4,872)
Fines & impound fees	200	200	-	(200)
Interest	1,000	1,000	4,117	3,117
Total revenues	<u>428,200</u>	<u>440,200</u>	<u>438,081</u>	<u>(2,119)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	428,200	434,200	433,971	229
Contingency	20,000	26,000	-	26,000
Total expenditures	<u>448,200</u>	<u>460,200</u>	<u>433,971</u>	<u>26,229</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(20,000)	(20,000)	4,110	24,110
<b><u>FUND BALANCES, BEGINNING</u></b>				
	20,000	20,000	24,619	4,619
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,729</u>	<u>\$ 28,729</u>

UMATILLA COUNTY, OREGON

Unitary Assessment Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State apportionment	\$ 51,960	\$ 98,960	\$ 97,709	\$ (1,251)
Interest	-	-	2,003	2,003
Total revenues	<u>51,960</u>	<u>98,960</u>	<u>99,712</u>	<u>752</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	60,140	72,140	64,209	7,931
Contingency	16,836	51,836	-	51,836
Total expenditures	<u>76,976</u>	<u>123,976</u>	<u>64,209</u>	<u>59,767</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(25,016)	(25,016)	35,503	60,519
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>25,016</u>	<u>25,016</u>	<u>43,317</u>	<u>18,301</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 78,820</u>	<u>\$ 78,820</u>



**UMATILLA COUNTY, OREGON**

**Community Services Development Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
Admission	\$ -	\$ 15,000	\$ -	\$ (15,000)
Reimbursements	-	-	69	69
Sponsorships	-	15,000	18,220	3,220
Interest	1,500	1,500	9,680	8,180
Total revenues	<u>1,500</u>	<u>31,500</u>	<u>27,969</u>	<u>(3,531)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	79,500	131,500	112,410	19,090
Contingency	<u>322,000</u>	<u>300,000</u>	-	<u>300,000</u>
Total expenditures	<u>401,500</u>	<u>431,500</u>	<u>112,410</u>	<u>319,090</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(400,000)	(400,000)	(84,441)	315,559
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>400,000</u>	<u>400,000</u>	<u>405,483</u>	<u>5,483</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 321,042</u>	<u>\$ 321,042</u>

UMATILLA COUNTY, OREGON

Mediation Services Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
Marriage fees	\$ 6,000	\$ 6,000	\$ 5,280	\$ (720)
Mediation services	60,000	60,000	45,454	(14,546)
Interest	-	-	4,517	4,517
Total revenues	<u>66,000</u>	<u>66,000</u>	<u>55,251</u>	<u>(10,749)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	72,610	72,610	58,602	14,008
Operating contingency	133,390	133,390	-	133,390
Total expenditures	<u>206,000</u>	<u>206,000</u>	<u>58,602</u>	<u>147,398</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(140,000)	(140,000)	(3,351)	136,649
<b><u>FUND BALANCES, BEGINNING</u></b>				
	140,000	140,000	153,255	13,255
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 149,904</u>	<u>\$ 149,904</u>

**UMATILLA COUNTY, OREGON**

**Academic Achievement Awards Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Miscellaneous Revenue	\$ 33,000	\$ 33,000	\$ 32,953	\$ (47)
Interest	-	-	803	803
Total revenues	<u>33,000</u>	<u>33,000</u>	<u>33,756</u>	<u>756</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	10,000	10,000	4,000	6,000
Operating contingency	<u>23,000</u>	<u>23,000</u>	<u>-</u>	<u>23,000</u>
Total expenditures	<u>33,000</u>	<u>33,000</u>	<u>4,000</u>	<u>29,000</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	-	-	29,756	29,756
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,756</u>	<u>\$ 29,756</u>

UMATILLA COUNTY, OREGON

Juvenile Work Crew Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Fees	\$ 12,000	\$ 12,000	\$ 6,115	\$ (5,885)
Miscellaneous Revenue	700	700	634	(66)
Interest	-	-	73	73
Total revenues	<u>12,700</u>	<u>12,700</u>	<u>6,822</u>	<u>(5,878)</u>
<b><u>EXPENDITURES:</u></b>				
Personal Services	7,000	7,000	5,975	1,025
Restitution Paid	<u>5,700</u>	<u>5,700</u>	-	<u>5,700</u>
Total expenditures	<u>12,700</u>	<u>12,700</u>	<u>5,975</u>	<u>6,725</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	-	-	847	847
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 847</u>	<u>\$ 847</u>

**UMATILLA COUNTY, OREGON**

**Assessment and Taxation Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Taxes:				
Current year taxes	\$ 290,000	\$ 290,000	\$ 247,376	\$ (42,624)
Intergovernmental	200,000	600,000	541,433	(58,567)
Charges for services:				
Land transactions fee/Fees	112,000	112,000	102,981	(9,019)
Interest	1,000	1,000	3,878	2,878
Total revenues	<u>603,000</u>	<u>1,003,000</u>	<u>895,668</u>	<u>(107,332)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	653,000	1,053,000	856,925	196,075
Operating contingency	100,000	100,000	-	100,000
Total expenditures	<u>753,000</u>	<u>1,153,000</u>	<u>856,925</u>	<u>296,075</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(150,000)	(150,000)	38,743	188,743
<b><u>FUND BALANCES, BEGINNING</u></b>				
	150,000	150,000	175,491	25,491
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 214,234</u>	<u>\$ 214,234</u>

UMATILLA COUNTY, OREGON

Prepaid Taxes

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Taxes:				
Unsegregated taxes	\$ -	\$ -	\$ 27,751	\$ 27,751
Miscellaneous revenue	-	-	31,882	31,882
Total revenues	-	-	59,633	59,633
<b><u>FUND BALANCES, BEGINNING</u></b>	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,633</u>	<u>\$ 59,633</u>

UMATILLA COUNTY, OREGON

CARES Program Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Grants	\$ 278,000	\$ 318,000	\$ 326,574	\$ 8,574
Fees	270,861	270,861	283,340	12,479
Interest	5,000	5,000	14,366	9,366
Total revenues	<u>553,861</u>	<u>593,861</u>	<u>624,280</u>	<u>30,419</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	453,659	453,659	438,603	15,056
Materials & services	101,208	142,208	139,799	2,409
Capital outlay	-	18,000	17,600	400
Operating contingency	398,994	379,994	-	379,994
Total expenditures	<u>953,861</u>	<u>993,861</u>	<u>596,002</u>	<u>397,859</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(400,000)	(400,000)	28,278	428,278
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	-	-	17,600	17,600
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(400,000)	(400,000)	45,878	445,878
<b><u>FUND BALANCES, BEGINNING</u></b>				
	400,000	400,000	428,844	28,844
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 474,722</u>	<u>\$ 474,722</u>

**UMATILLA COUNTY, OREGON**

**Environment Health Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
Fees	\$ 359,640	\$ 371,864	\$ 421,873	\$ 50,009
Interest	2,500	3,500	10,186	6,686
Total revenues	<u>362,140</u>	<u>375,364</u>	<u>432,059</u>	<u>56,695</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	359,452	379,747	313,689	66,058
Materials & services	105,229	118,453	103,941	14,512
Operating contingency	226,807	206,512	-	206,512
Total expenditures	<u>691,488</u>	<u>704,712</u>	<u>417,630</u>	<u>287,082</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(329,348)	(329,348)	14,429	343,777
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>329,348</u>	<u>329,348</u>	<u>373,875</u>	<u>44,527</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 388,304</u>	<u>\$ 388,304</u>



UMATILLA COUNTY, OREGON

Coalitions of Umatilla County Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	<u>\$ 16</u>	<u>\$ 16</u>	<u>\$ 75</u>	<u>\$ 59</u>
Total revenues	<u>16</u>	<u>16</u>	<u>75</u>	<u>59</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	<u>2,563</u>	<u>2,563</u>	<u>-</u>	<u>2,563</u>
Contingency	<u>135</u>	<u>135</u>	<u>-</u>	<u>135</u>
Total expenditures	<u>2,698</u>	<u>2,698</u>	<u>-</u>	<u>2,698</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(2,682)</u>	<u>(2,682)</u>	<u>75</u>	<u>2,757</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>2,682</u>	<u>2,682</u>	<u>2,761</u>	<u>79</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,836</u>	<u>\$ 2,836</u>

**UMATILLA COUNTY, OREGON**

**Community Benefit Plans Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Wind/SIP agreements	\$ 1,288,000	\$ 1,668,000	\$ 1,665,138	\$ (2,862)
Interest	-	-	14,101	14,101
Donations	100,000	100,000	100,000	-
Total revenues	<u>1,388,000</u>	<u>1,768,000</u>	<u>1,779,239</u>	<u>11,239</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	772,130	1,172,130	879,798	292,332
Operating contingency	440,870	670,870	-	670,870
Total expenditures	<u>1,213,000</u>	<u>1,843,000</u>	<u>879,798</u>	<u>963,202</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	175,000	(75,000)	899,441	974,441
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	<u>(1,290,000)</u>	<u>(1,370,000)</u>	<u>(828,779)</u>	<u>541,221</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(1,115,000)</u>	<u>(1,445,000)</u>	<u>70,662</u>	<u>1,515,662</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>1,115,000</u>	<u>1,445,000</u>	<u>1,407,853</u>	<u>(37,147)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,478,515</u>	<u>\$ 1,478,515</u>

UMATILLA COUNTY, OREGON

Special Services Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Intergovernmental:				
State grants	\$ -	\$ 45,000	\$ 36,252	\$ (8,748)
Charges for services:				
Fingerprinting fees	4,000	4,000	3,510	(490)
Fines and forfeitures	90,000	90,000	88,668	(1,332)
Total revenues	<u>94,000</u>	<u>139,000</u>	<u>128,430</u>	<u>(10,570)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	255,199	290,199	284,246	5,953
Materials & services	47,028	42,028	27,262	14,766
Capital outlay	-	50,000	40,784	9,216
Total expenditures	<u>302,227</u>	<u>382,227</u>	<u>352,292</u>	<u>29,935</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(208,227)	(243,227)	(223,862)	19,365
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	208,227	243,227	223,862	(19,365)
<b><u>NET CHANGE IN FUND BALANCES</u></b>	-	-	-	-
<b><u>FUND BALANCES, BEGINNING</u></b>	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY, OREGON

2050 Plan Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Miscellaneous revenue	\$ -	\$ -	\$ 374	\$ 374
Interest	320	320	747	427
Total revenues	<u>320</u>	<u>320</u>	<u>1,121</u>	<u>801</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	23,320	23,320	23,320	-
Operating contingency	30,000	30,000	-	30,000
Total expenditures	<u>53,320</u>	<u>53,320</u>	<u>23,320</u>	<u>30,000</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(53,000)	(53,000)	(22,199)	30,801
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	20,000	20,000	20,000	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(33,000)	(33,000)	(2,199)	30,801
<b><u>FUND BALANCES, BEGINNING</u></b>				
	33,000	33,000	32,683	(317)
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,484</u>	<u>\$ 30,484</u>

**UMATILLA COUNTY, OREGON**

**GIS Equipment Reserve Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
GIS/Aerial photos	\$ 5,000	\$ 5,000	\$ 9,078	\$ 4,078
Miscellaneous revenue	-	11,000	7,669	(3,331)
Interest	300	300	2,463	2,163
Total revenues	<u>5,300</u>	<u>16,300</u>	<u>19,210</u>	<u>2,910</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	4,240	4,240	3,598	642
Capital outlay	7,000	28,000	21,908	6,092
Contingency	89,060	79,060	-	79,060
Total expenditures	<u>100,300</u>	<u>111,300</u>	<u>25,506</u>	<u>85,794</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(95,000)	(95,000)	(6,296)	88,704
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>95,000</u>	<u>95,000</u>	<u>100,108</u>	<u>5,108</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 93,812</u>	<u>\$ 93,812</u>

**UMATILLA COUNTY, OREGON**

**Assessor Technology Reserve Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	<u>\$ 90</u>	<u>\$ 90</u>	<u>\$ 84</u>	<u>\$ (6)</u>
Total revenues	<u>90</u>	<u>90</u>	<u>84</u>	<u>(6)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	<u>1,060</u>	<u>1,060</u>	<u>60</u>	<u>1,000</u>
Contingency	<u>2,040</u>	<u>2,040</u>	<u>-</u>	<u>2,040</u>
Total expenditures	<u>3,100</u>	<u>3,100</u>	<u>60</u>	<u>3,040</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(3,010)</u>	<u>(3,010)</u>	<u>24</u>	<u>3,034</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>3,010</u>	<u>3,010</u>	<u>3,161</u>	<u>151</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,185</u>	<u>\$ 3,185</u>

**UMATILLA COUNTY, OREGON**

**Dispatch Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Reimbursements	\$ -	\$ -	\$ 11,452	\$ 11,452
Interest	-	-	2,169	2,169
Total revenues	-	-	13,621	13,621
<b><u>EXPENDITURES:</u></b>				
Materials & services	127,284	127,284	110,783	16,501
Operating contingency	89,715	89,715	-	89,715
Total expenditures	216,999	216,999	110,783	106,216
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(216,999)	(216,999)	(97,162)	119,837
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	105,847	105,847	105,847	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(111,152)	(111,152)	8,685	119,837
<b><u>FUND BALANCES, BEGINNING</u></b>				
	111,152	111,152	103,990	(7,162)
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 112,675	\$ 112,675

UMATILLA COUNTY, OREGON

NAIFA Reserve Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Fines & forfeitures	\$ -	\$ 5,000	\$ -	\$ (5,000)
Donations	-	5,000	10,000	5,000
Interest	-	-	359	359
Total revenues	-	10,000	10,359	359
<b><u>EXPENDITURES:</u></b>				
Materials & services	1,060	16,000	10,283	5,717
Contingency	12,940	8,000	-	8,000
Total expenditures	14,000	24,000	10,283	13,717
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(14,000)	(14,000)	76	14,076
<b><u>FUND BALANCES, BEGINNING</u></b>				
	14,000	14,000	14,493	493
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 14,569	\$ 14,569



UMATILLA COUNTY, OREGON

Non-Major Governmental Funds

Debt Service Funds

June 30, 2019

DEBT SERVICE FUNDS:

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal or interest. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. After repayment of the principal and interest, any receipts remaining are returned to the originating jurisdiction or County General Fund. Funds included are:

- **Debt service fund** - accounts for payment of principal and interest on EOAF note for which proceeds are derived from a payment each year from GEODC.
- **PERS bond fund** - accounts for the principal and interest payments on the 2005 Limited Tax Pension Bonds issued to retire the County's PERS unfunded actuarial accrued liability. Revenues are derived from charge backs to departments based on their departmental payroll costs.
- **Reith Wastewater fund** - accounts for the principal and interest payments on the Department of Environmental Quality loan for the Reith Wastewater project.

**UMATILLA COUNTY, OREGON**  
**Nonmajor Debt Service Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2019**

	<u>Debt Service</u>	<u>PERS Bond Fund</u>	<u>Reith Wastewater</u>	<u>Totals</u>
<b><u>ASSETS:</u></b>				
Cash	\$ 65,179	\$ 2,014,224	\$ 14,229	\$ 2,093,632
Total assets	\$ 65,179	\$ 2,014,224	\$ 14,229	\$ 2,093,632
 <b><u>LIABILITIES</u></b>				
	\$ -	\$ -	\$ -	\$ -
 <b><u>FUND BALANCES:</u></b>				
Restricted	65,179	-	14,229	79,408
Committed	-	2,014,224	-	2,014,224
Total fund balance	65,179	2,014,224	14,229	2,093,632
 Total liabilities, deferred inflows of resources, and fund balance				
	\$ 65,179	\$ 2,014,224	\$ 14,229	\$ 2,093,632

**UMATILLA COUNTY, OREGON**

**Nonmajor Debt Service Funds**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**

**- Modified Cash Basis**

**Year Ended June 30, 2019**

	<u>Debt Service</u>	<u>PERS Bond Fund</u>	<u>Reith Wastewater</u>	<u>Totals</u>
<b><u>REVENUES:</u></b>				
Taxes	\$ 11,044	\$ -	\$ -	\$ 11,044
Intergovernmental	14,977	1,337,328	25,713	1,378,018
Interest	1,562	60,524	405	62,491
Total revenues	<u>27,583</u>	<u>1,397,852</u>	<u>26,118</u>	<u>1,451,553</u>
<b><u>EXPENDITURES:</u></b>				
Principal	12,159	685,000	19,663	716,822
Interest	2,818	548,044	6,050	556,912
Total expenditures	<u>14,977</u>	<u>1,233,044</u>	<u>25,713</u>	<u>1,273,734</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES, OVER (UNDER) EXPENDITURES</u></b>				
	12,606	164,808	405	177,819
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>52,573</u>	<u>1,849,416</u>	<u>13,824</u>	<u>1,915,813</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 65,179</u>	<u>\$ 2,014,224</u>	<u>\$ 14,229</u>	<u>\$ 2,093,632</u>

UMATILLA COUNTY, OREGON

Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Taxes:				
Prior year taxes	\$ 2,000	\$ 2,000	\$ 11,044	\$ 9,044
Intergovernmental:				
Local revenues	21,000	21,000	14,977	(6,023)
Interest	-	-	1,562	1,562
Total revenues	<u>23,000</u>	<u>23,000</u>	<u>27,583</u>	<u>4,583</u>
<b><u>EXPENDITURES:</u></b>				
Principal	12,350	12,350	12,159	191
Interest	8,650	8,650	2,818	5,832
Total expenditures	<u>21,000</u>	<u>21,000</u>	<u>14,977</u>	<u>6,023</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	2,000	2,000	12,606	10,606
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	<u>(8,000)</u>	<u>(8,000)</u>	<u>12,606</u>	<u>20,606</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>8,000</u>	<u>8,000</u>	<u>52,573</u>	<u>44,573</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,179</u>	<u>\$ 65,179</u>

**UMATILLA COUNTY, OREGON**

**PERS Bond Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
County apportionment	\$ 1,250,000	\$ 1,250,000	\$ 1,337,328	\$ 87,328
Interest	20,000	20,000	60,524	40,524
Total revenues	<u>1,270,000</u>	<u>1,270,000</u>	<u>1,397,852</u>	<u>127,852</u>
<b><u>EXPENDITURES:</u></b>				
Debt service:				
Principal	685,000	685,000	685,000	-
Interest	549,000	549,000	548,044	956
Total expenditures	<u>1,234,000</u>	<u>1,234,000</u>	<u>1,233,044</u>	<u>956</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	36,000	36,000	164,808	128,808
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>1,770,000</u>	<u>1,770,000</u>	<u>1,849,416</u>	<u>79,416</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 1,806,000</u>	<u>\$ 1,806,000</u>	<u>\$ 2,014,224</u>	<u>\$ 208,224</u>

**UMATILLA COUNTY, OREGON**

**Reith Wastewater Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Loan receipts	\$ 25,800	\$ 25,800	\$ 25,713	\$ (87)
Interest	-	-	405	405
Total revenues	<u>25,800</u>	<u>25,800</u>	<u>26,118</u>	<u>318</u>
<b><u>EXPENDITURES:</u></b>				
Principal retirements	19,700	19,700	19,663	37
Interest	6,100	6,100	6,050	50
Contingency	13,600	13,600	-	13,600
Total expenditures	<u>39,400</u>	<u>39,400</u>	<u>25,713</u>	<u>13,687</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(13,600)	(13,600)	405	14,005
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>13,600</u>	<u>13,600</u>	<u>13,824</u>	<u>224</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,229</u>	<u>\$ 14,229</u>

UMATILLA COUNTY, OREGON

Non-Major Capital Projects Governmental Funds

June 30, 2019

These funds account for the purchase and construction of the capital assets of the County. The majority of the funds used to purchase capital assets are transfers from other funds. Funds included are:

- **Facilities improvements fund** - accounts for acquisition, remodeling, or construction of county facilities other than fairgrounds and juvenile facilities.
- **Milton-Freewater Head Start building fund** - accounts for acquisition of a new building for Umatilla-Morrow County Head Start, Inc.
- **Capital purchases management fund** - accounts for the acquisition of capital equipment

**UMATILLA COUNTY, OREGON**  
**Nonmajor Capital Projects Funds**  
**Combining Balance Sheet- Modified Cash Basis**

**June 30, 2019**

	<u>Facilities Improvements</u>	<u>Milton- Freewater Head Start Building</u>	<u>Capital Purchases Management</u>	<u>Totals</u>
<b><u>ASSETS:</u></b>				
Cash	\$ 113,661	\$ -	\$ 12,000	\$ 125,661
Total assets	<u>\$ 113,661</u>	<u>\$ -</u>	<u>\$ 12,000</u>	<u>\$ 125,661</u>
<b><u>LIABILITIES AND FUND BALANCES:</u></b>				
<b><u>LIABILITIES:</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>FUND BALANCES:</u></b>				
Restricted	-	-	-	-
Assigned	<u>113,661</u>	<u>-</u>	<u>12,000</u>	<u>125,661</u>
Total fund balances	<u>113,661</u>	<u>-</u>	<u>12,000</u>	<u>125,661</u>
Total liabilities and fund balances	<u>\$ 113,661</u>	<u>\$ -</u>	<u>\$ 12,000</u>	<u>\$ 125,661</u>



**UMATILLA COUNTY, OREGON**

**Nonmajor Capital Projects Funds**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**

**- Modified Cash Basis**

**Year Ended June 30, 2019**

	<u>Facilities Improvements</u>	<u>Milton- Freewater Head Start Building</u>	<u>Capital Purchases Management</u>	<u>Totals</u>
<b><u>REVENUES:</u></b>				
Intergovernmental revenue:				
Reimbursements	\$ 9,000	\$ -	\$ 10,000	\$ 19,000
Loan receipts	-	-	12,000	12,000
Interest	4,104	-	-	4,104
Total revenues	<u>13,104</u>	<u>-</u>	<u>22,000</u>	<u>35,104</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	33,966	402	2,200	36,568
Capital outlay	268,825	-	185,174	453,999
Total expenditures	<u>302,791</u>	<u>402</u>	<u>187,374</u>	<u>490,567</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(289,687)</u>	<u>(402)</u>	<u>(165,374)</u>	<u>(455,463)</u>
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	250,000	-	165,374	415,374
Total other financing sources	<u>250,000</u>	<u>-</u>	<u>165,374</u>	<u>415,374</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(39,687)	(402)	-	(40,089)
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>153,348</u>	<u>402</u>	<u>12,000</u>	<u>165,750</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 113,661</u>	<u>\$ -</u>	<u>\$ 12,000</u>	<u>\$ 125,661</u>

**UMATILLA COUNTY, OREGON**

**Facilities Improvements Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental revenue:				
Reimbursements	\$ -	\$ -	\$ 9,000	\$ 9,000
Interest	-	-	4,104	4,104
Total revenues	<u>-</u>	<u>-</u>	<u>13,104</u>	<u>13,104</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	-	38,000	33,966	4,034
Capital outlay	-	269,500	268,825	675
Operating contingency	354,000	96,500	-	96,500
Total expenditures	<u>354,000</u>	<u>404,000</u>	<u>302,791</u>	<u>101,209</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(354,000)	(404,000)	(289,687)	114,313
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	200,000	250,000	250,000	-
Total other financing sources	<u>200,000</u>	<u>250,000</u>	<u>250,000</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(154,000)	(154,000)	(39,687)	114,313
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>154,000</u>	<u>154,000</u>	<u>153,348</u>	<u>(652)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 113,661</u>	<u>\$ 113,661</u>

**UMATILLA COUNTY, OREGON**

**Milton-Freewater Head Start Building**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Governmental	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	<u>402</u>	<u>402</u>	<u>402</u>	<u>-</u>
Total expenditures	<u>402</u>	<u>402</u>	<u>402</u>	<u>-</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>(402)</u>	<u>(402)</u>	<u>(402)</u>	<u>-</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>402</u>	<u>402</u>	<u>402</u>	<u>-</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

UMATILLA COUNTY, OREGON

Capital Purchases Management Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances  
Modified Cash Basis - Budget to Actual  
Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Reimbursements	\$ -	\$ 10,000	\$ 10,000	\$ -
Loan receipts	12,000	12,000	12,000	-
Total revenues	12,000	22,000	22,000	-
<b><u>EXPENDITURES:</u></b>				
Materials & services	20,000	20,000	2,200	17,800
Capital outlay	172,000	212,000	185,174	26,826
Total expenditures	192,000	232,000	187,374	44,626
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(180,000)	(210,000)	(165,374)	44,626
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	180,000	210,000	165,374	(44,626)
Total other financing sources	180,000	210,000	165,374	(44,626)
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	-	12,000	12,000
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 12,000	\$ 12,000

UMATILLA COUNTY, OREGON

INTERNAL SERVICE FUNDS

June 30, 2019

Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the various functions of the government. Fund included is:

- **Fleet management fund** - the County uses its internal service fund to account for internal financing of its vehicle fleet.

UMATILLA COUNTY, OREGON

Fleet Management Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Modified Cash Basis - Budget to Actual

Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Miscellaneous revenue	\$ -	\$ 20,000	\$ 44,318	\$ 24,318
Interest	3,000	3,000	14,100	11,100
Total revenue	<u>3,000</u>	<u>23,000</u>	<u>58,418</u>	<u>35,418</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	10,600	10,600	600	10,000
Capital outlay	265,000	325,000	274,948	50,052
Operating contingency	132,400	132,400	-	132,400
Total expenditures	<u>408,000</u>	<u>468,000</u>	<u>275,548</u>	<u>192,452</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(405,000)	(445,000)	(217,130)	227,870
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	265,000	305,000	248,230	(56,770)
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(140,000)	(140,000)	31,100	171,100
<b><u>FUND BALANCES, BEGINNING</u></b>	490,000	490,000	520,578	30,578
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 350,000</u>	<u>\$ 350,000</u>	<u>\$ 551,678</u>	<u>\$ 201,678</u>

UMATILLA COUNTY, OREGON

Other Schedules

June 30, 2019

Property taxes:

- Schedule of property tax transactions and outstanding balances
- Schedule of property taxes receivable -- by fund

Schedule of accountabilities:

- Other elected officials

UMATILLA COUNTY, OREGON

Schedule of Property Tax Transactions and Outstanding Balances  
Year Ended June 30, 2019

Fiscal Year	Property Taxes Receivable July 1, 2018	Current Levy as Extended by Assessor	Discounts Allowed	Corrections and Adjustments	Interest Collected	Cash Collections	Property Taxes Receivable June 30, 2019
2018-19	\$ -	\$ 96,852,760	\$ (2,543,934)	\$ 27,455	\$ 32,177	\$ (91,546,185)	\$ 2,822,273
2017-18	2,542,941	-	(75)	(8,467)	103,838	(1,397,833)	1,240,404
2016-17	1,215,071	-	-	(6,155)	103,174	(602,039)	710,051
2015-16	724,242	-	-	(6,300)	132,753	(556,435)	294,260
2014-15	251,243	-	-	(5,489)	77,894	(275,384)	48,264
2013-14	56,983	-	-	(4,613)	14,532	(40,944)	25,958
Prior years	89,372	-	-	(4,341)	28,088	(61,627)	51,492
	<u>\$ 4,879,852</u>	<u>\$ 96,852,760</u>	<u>\$ (2,544,009)</u>	<u>\$ (7,910)</u>	<u>\$ 492,456</u>	<u>\$ (94,480,447)</u>	<u>\$ 5,192,702</u>

**Summary by Fund:**

County Operations *	\$ 857,729	\$ 16,690,713	\$ (438,411)	\$ (1,647)	\$ 88,705	\$ (16,295,828)	\$ 901,261
Agency Funds	4,022,123	80,162,047	(2,105,598)	(6,263)	403,751	(78,184,619)	4,291,441
	<u>\$ 4,879,852</u>	<u>\$ 96,852,760</u>	<u>\$ (2,544,009)</u>	<u>\$ (7,910)</u>	<u>\$ 492,456</u>	<u>\$ (94,480,447)</u>	<u>\$ 5,192,702</u>

\* Includes Debt Service



UMATILLA COUNTY, OREGON

Schedule of Property Taxes Receivable -- By Fund  
June 30, 2019

General fund	\$ 896,043
Debt service fund	<u>5,218</u>
Sub-total	901,261
Agency funds	<u>4,291,441</u>
Total	<u><u>\$ 5,192,702</u></u>

UMATILLA COUNTY, OREGON

Schedule of Accountability -- Other Elected Officials

Cash Transactions

Year Ended June 30, 2019

Accountability for independently elected officials:

The Sheriff's department collects funds from inmates (Trust Fund) and outside source (Commissary Fund). Trust funds are used to pay for damages, with any balance remaining returned to the inmate upon release. The commissary funds are used by inmates and by the County to pay for commissary items. These funds are included as part of the fiduciary statement amounts.

	<u>Sheriff</u>
<u>CASH BALANCE, JUNE 30, 2018</u>	\$ 167,971
<u>CASH RECEIPTS</u>	805,433
<u>CASH DISBURSEMENTS</u>	<u>(820,827)</u>
<u>CASH BALANCE, JUNE 30, 2019</u>	<u>\$ 152,577</u>

**AUDIT REPORTS, COMMENTS AND DISCLOSURES**  
**REQUIRED BY GOVERNMENT AUDITING STANDARDS**  
**AND STATE REGULATIONS**

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING  
STANDARDS**

Board of Commissioners  
Umatilla County  
Pendleton, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Umatilla County, Oregon's basic financial statements, and have issued our report thereon dated December 27, 2019.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Umatilla County, Oregon's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Umatilla County, Oregon's internal control. Accordingly, we do not express an opinion on the effectiveness of Umatilla County, Oregon's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Umatilla County, Oregon's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Barnett & Moro, P.C.

By  \_\_\_\_\_  
Cameron W. Anderson, Shareholder  
December 27, 2019

**AUDIT COMMENTS AND DISCLOSURES**  
**REQUIRED BY STATE REGULATIONS**

Oregon Administrative Rules 162-010-0000 through 162-010-0330 of the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments, and disclosures as set forth in the preceding sections of this report. Required comments and disclosures related to the audit of such statements and schedules are set forth following.

**BARNETT & MORO, P.C.**  
CERTIFIED PUBLIC ACCOUNTANTS

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MITCHELL L. BOYLAN, C.P.A.  
.....  
GERALD J. MORO, C.P.A. EMERITUS

**INDEPENDENT AUDITOR'S REPORT**  
**REQUIRED BY OREGON STATE REGULATIONS**

Board of Commissioners  
Umatilla County  
Pendleton, Oregon

We have audited the basic financial statements of Umatilla County, Oregon as of and for the year ended June 30, 2019, and have issued our report thereon dated December 27, 2019. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether Umatilla County, Oregon's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-010-0000 through 162-10-0320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to the following:

- Deposit of public funds with financial institutions (ORS Chapter 295).
- Indebtedness limitations, restrictions and repayment.
- Budgets legally required (ORS Chapter 294).
- Insurance and fidelity bonds in force or required by law.
- Programs funded from outside sources.
- Highway revenues used for public highways, roads, and streets.
- Authorized investment of surplus funds (ORS Chapter 294).
- Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).

In connection with our testing nothing came to our attention that caused us to believe that Umatilla County, Oregon was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

**OAR 162-10-0230 Internal Control**

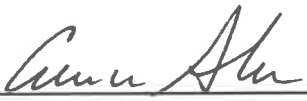
In planning and performing our audit, we considered Umatilla County, Oregon's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Umatilla County, Oregon's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Umatilla County, Oregon's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the County Commissioners, and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these specified parties.

Barnett & Moro, P.C.

By:   
Cameron W. Anderson, Shareholder  
December 27, 2019



**SINGLE AUDIT SECTION**

**UMATILLA COUNTY, OREGON**

**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2019**

<b><u>Federal Grantor/Program Name:</u></b>	<b><u>Federal CFDA Number</u></b>	<b><u>Major Programs (X)</u></b>	<b><u>Amount</u></b>
<b><u>U.S. DEPARTMENT OF AGRICULTURE:</u></b>			
Oregon Department of Administrative Services Schools and Roads - Grants to States	10.665	X	\$ 107,676
<b><u>U.S. DEPARTMENT OF THE INTERIOR:</u></b>			
Payments in Lieu of Taxes	15.226	X	\$ 1,074,251
Distribution of Receipts to States & Local Governments	15.227		450
National Wildlife Refuge Fund	15.659		323
Non-Sale Disposals of Mineral Material	15.214		510
Wolf Livestock Loss Compensation and Prevention	15.666		32,707
			<u>\$ 1,108,241</u>
<b><u>U.S. DEPARTMENT OF HOMELAND SECURITY:</u></b>			
Oregon Military Department Emergency management performance grants	97.042		\$ 56,511
<b><u>U.S. DEPARTMENT OF JUSTICE:</u></b>			
Oregon Department of Justice Crime victim assistance	16.575		\$ 154,172
<b><u>U.S. DEPARTMENT OF DEFENSE</u></b>			
Payments to States in Lieu of Real Estate Taxes	12.112		\$ 1,051
<b><u>U.S. DEPARTMENT OF ENERGY</u></b>			
Oregon Department of Transportation Environmental Remediation and Waste Processing and Disposal	81.104		\$ 5,600
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u></b>			
Oregon Health Authority			
Public Health Emergency Preparedness	93.069		\$ 81,291
Injury Prevention and Control Research	93.136		30,492
Family Planning Services	93.217		38,477
Title V State Sexual Risk Avoidance Education Program	93.235		1,341
Substance abuse and mental health services	93.243		69,965
Temporary Assistance for Needy Families	93.558		4,694
Children's Health Insurance Program	93.767		598
State Targeted Response to the Opioid Crisis Grants	93.788		238,357
Maternal, Infant, Early Childhood Home Visiting Grant Program	93.870		184,480
Block Grants for Community Mental Health Services	93.958		165,811
Block Grants for Prevention and Treatment of Substance Abuse	93.959		344,784
Maternal and Child Health Services Block Grant to the States	93.994		25,513
			<u>1,185,803</u>
Oregon Department of Justice: Child support enforcement	93.563		102,818
			<u>\$ 1,288,621</u>
Total expenditures of federal awards			<u>\$ 2,721,872</u>

See notes to schedule of  
expenditures of federal awards.

**UMATILLA COUNTY, OREGON**

**Notes to Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2019**

**NOTE A - BASIS OF PRESENTATION:**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Umatilla County, Oregon and is presented on the modified cash basis of accounting as described in note 1 to the basic financial statements. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

Expenditures reported on the on the Schedule are reported on the basis of accounting described in Note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

All federal awards received through pass-through agencies with the State of Oregon, with the exception of the Payments in Lieu of Taxes, CFDA #15.226. These amounts are direct awards from the federal government.

Umatilla County, Oregon has elected to use the 10% de minimis indirect cost rate.

**BARNETT & MORO, P.C.**  
CERTIFIED PUBLIC ACCOUNTANTS

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.....  
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND  
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Commissioners  
Umatilla County  
Pendleton, Oregon

**Report on Compliance for Each Major Federal Program**

We have audited Umatilla County, Oregon's compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of Umatilla County, Oregon's major federal programs for the year ended June 30, 2019. Umatilla County, Oregon's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Umatilla County, Oregon's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Umatilla County, Oregon's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Umatilla County, Oregon's compliance.

Board of Commissioners  
Umatilla County, Oregon  
Page two

**Opinion on Each Major Federal Program**

In our opinion, Umatilla County, Oregon, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

**Report on Internal Control Over Compliance**

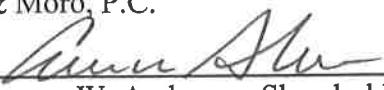
Management of Umatilla County, Oregon, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Umatilla County, Oregon's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Umatilla County, Oregon's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Barnett & Moro, P.C.

By:   
Cameron W. Anderson, Shareholder  
December 27, 2019

UMATILLA COUNTY, OREGON

Schedule of Findings and Questioned Costs

Year Ended June 30, 2019

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**Section I-Summary of Auditor's Results**

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Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with the modified cash basis of \_\_\_\_\_ unmodified opinion

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_\_\_ yes       X  no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? \_\_\_\_\_ yes       X  none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes       X  no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? \_\_\_\_\_ yes       X  no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes       X  none reported

Type of auditor's report issued on compliance for major federal programs: \_\_\_\_\_ unmodified opinion

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)? \_\_\_\_\_ yes       X  none reported

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster:
10.665	Schools and Roads - Grants to States
15.226	Payments in Lieu of Taxes

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Dollar threshold used to distinguish between type A and type B programs: \_\_\_\_\_ \$ 750,000

Auditee qualified as low-risk auditee? \_\_\_\_\_ yes       X  no

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**Section II-Financial Statement Findings**

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There are no financial statement findings for the year ended June 30, 2019.

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**Section III-Federal Award Findings and Questioned Costs**

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There are no federal award findings or questioned costs for the year ended June 30, 2019.

UMATILLA COUNTY, OREGON

SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS

Year Ended June 30, 2019

QUESTIONED COSTS:

There were no questioned costs for the year ended June 30, 2018.

FINDINGS:

There were no findings for the year ended June 30, 2018.