

# **LEWIS AND CLARK COUNTY MONTANA**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FISCAL YEAR 2015**

**July 1, 2014 to June 30, 2015**

**Montana Rocky Mountain Bighorn Sheep**...can be seen throughout Lewis and Clark County. This particular pair were with three other rams. They had come out of the rolling hills for a refreshing drink of water out of the Missouri River on a nice hot summer day.

Approximately 5,000 Bighorn Sheep inhabit 3.7 million acres in the state of Montana. The adult big horn sheep, including both rams and ewes, have horns. The adult rams have massive and curled horns that can grow up to 45 inches long and weigh as much as 30 lbs. The adult ewes have thin and slightly curled horns that usually grow to be 6 to 13 inches long. Rams typically weigh as much as 300 lbs, while the ewes typically don't exceed 150 lbs. Lambs are usually between 8 and 10 lbs at birth and are able to walk within hours of being born.

These animals can make climbing and navigating the steepest terrain look easy. The lambs will follow the rest of the herd, whether it is jumping from rock to rock on cliff faces or simply running down the mountain side and back up a steep rock face. Bighorn sheep can be found in rolling foothills, on mountain slopes, and even on the side of a cliff.

# LEWIS & CLARK COUNTY, MONTANA



## COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended June 30, 2015

**July 1, 2014 to June 30, 2015**

**PRESENTED BY  
LEWIS AND CLARK COUNTY ACCOUNTING DEPARTMENT**

**LEWIS AND CLARK COUNTY**  
**HELENA, MONTANA**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**Fiscal Year 2015**

**July 1, 2014 - June 30, 2015**

**Prepared By: Lewis and Clark County, Accounting Department**

**Paulette DeHart, County Treasurer**

**Rodger Nordahl**

**Amy Reeves**

## **INTRODUCTORY SECTION**



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Paulette DeHart  
Treasurer/Clerk and Recorder  
(406) 447-8334



City-County Building  
316 North Park Avenue  
Room 142  
Helena, MT 59623

# LEWIS AND CLARK COUNTY

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## Consolidated Office of Treasurer/Clerk and Recorder

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December 10, 2015

To the Board of County Commissioners and the Citizens of Lewis and Clark County, Montana:

State law requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of Lewis and Clark County (hereafter referred to as County) for the fiscal year ended June 30, 2015.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, to compile sufficient reliable information for the preparation of the County's financial statements and comply with laws and regulations in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The financial statements of the County have been audited by Anderson ZurMuehlen and Company P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2015, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded based upon the audit that there was a reasonable basis for rendering unmodified opinions over the County's basic financial statement opinion units, as listed in the accompanying table of contents for the fiscal year ended June 30, 2015. The independent auditor's report is presented at the front of the financial section of this report.

Management is required to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and render an opinion on compliance involving the administration of major federal awards.

The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended in 1996, and the United States Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Information related to this single audit, including the schedule of expenditures of federal awards and the auditor's reports on internal control over financial reporting and compliance and other matters under Government Auditing Standards and in accordance with OMB Circular A-133 is included in the single audit section of this report.

### **Profile of Lewis and Clark County**

The County, established as a commission form of government in 1915, is located in the southwestern part of the state. The County government is comprised of a three-member commission that is elected at large, each member serving a staggered six-year term. There are eleven elected officials that serve four-year terms. The main County offices are located in Helena, the state capital and county seat, which is located in the southern portion of the County. The County currently has a land area of approximately 3,513 square miles and a population of approximately 67,135. The population of the County is predominately urban with the majority of the residents within a twenty-mile radius of Helena. The County is empowered to levy a property tax on both real and personal property located within its boundaries.

The County provides a full range of services. General government functions include judicial and legal services, public records administration, election services, financial services, planning services and public school administration. Public safety functions include law enforcement (sheriff), fire protection, coroner services, and detention services. The County provides the following public works functions: road and bridge maintenance, weed control, building maintenances, solid waste services, and cemetery services, along with the various public health services and animal, insect, and pest control. Other social and economic functions provided are those related to welfare, senior citizens, and extension services. The County, also, provides recreational opportunities associated with the fairgrounds and local parks. The County reports include the Cooperative Health Center as a component unit. The county operated a nursing home, but sold the facility on June 1, 2012, on an installment sale. Current nursing home activity centers around collection of the principal and interest related to the sale.

The annual budget serves as the foundation for the County's financial planning and control. All agencies of the County are required to submit requests for appropriation to the Clerk and Recorder before June 10th of each year, or on a date designated by the County Commission. The Budget Officer for the Commission uses these requests for appropriation as the starting point for developing a proposed budget. The Board of County Commissioners is required to hold public hearings on the proposed budget and to adopt a final budget through resolution. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g. sheriff). The Board of County Commission must approve any transfer of appropriations during the course of the year. The objective of the County's budgetary controls is to ensure compliance with legal provisions

embodied in the annual appropriated budget approved by the County Commission. Activities of the general fund, all special revenue funds (except the Forestvale Endowment fund), and the debt service funds, have budgets adopted annually. These budgets, adopted by resolution, delineate the total amount of expenditures budgeted by fund total with the exception of the general fund, which includes department totals. Budgetary comparisons have been presented in at least this much detail.

### **Factors Affecting Economic Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

The County has experienced the effects of the national economic downturn. After the economic downturn starting in FY08, the County experienced a slowdown in several areas. Subdivision applications, permits for septic systems and tonnage received at the landfill dropped significantly as new construction stopped. Over the past several years, the County has seen slow, but steady growth. Property tax revenue has grown at approximately 2% each year. This growth is far below the levels the County experienced in the years prior to the recession, but is comparable to historic growth levels.

The County has performed well during this period of economic downturn, with an unemployment rate much lower than the state and national rates. Helena has a stable economy due to an estimated one-third of jobs being held by federal, state, county, or city government workers. The current unadjusted unemployment figure for the County is 3.3 percent. This is down 0.4 percent from one year ago. The current unadjusted unemployment figure for the Montana is 3.9 percent and the nation is 5.3 percent.

The County conducts various planning processes (long-term, mid-term and short-term), to help guide the government and to ensure that decisions are made in the context of the organization as a whole and with a long-term perspective. Diligent efforts are made to ensure each of these component planning processes are in concert with one another. This so called “Linkage” is paramount to ensure short-term decisions are consistent with the overriding values embodied in the mid-term and long-term planning processes adopted by the County Commission.

Each element of the County’s planning process has a different purpose and timeframe. The County’s Mission, Core Values Statement and Growth Policy are the most far-reaching in nature—20 to 25 years. The Capital Improvement Program and the Five-Year Financial Forecast are mid-term in nature—5 years. The Annual Budget and the Capital Budget are short-term—covering a 1-year timeframe. The most important requisite is that they are coordinated efforts.

Mid-term financial planning for the County included the creation of a Capital Improvement Plan (CIP). Each department is asked to develop and prioritize future needs and identify funding for those needs. Additionally, each department is required to develop a replacement schedule for existing assets that identifies the replacement cost, the number of years until replacement and the annual reserves needed to replace the equipment at the end of its useful life. The CIP is presented to the County Commissioner as a separate document for review and approval and will be incorporated into future budgets. The development of the CIP provides an essential tool for managing capital improvements and replacements in the future. For fiscal year 2015, \$2.7 million was set aside for future replacement of capital assets.

Financial policies are guidelines for operational and strategic decision making related to financial matters, as they identify acceptable and unacceptable courses of action, establish parameters in which the government can operate, and provide a standard against which the government's fiscal performance can be judged.

The County's annual budget is developed in accordance with the policies and priorities set forth in the five year strategic financial plan, County Commission goals, the needs of the County, and state and federal laws. Program/project priorities and service levels will be established by the aforementioned plans.

The County will seek to maintain a diversified and stable revenue base to protect it from short-term fluctuations in any one revenue source. The County will pursue an aggressive policy of collecting revenues. An aggressive policy of collecting revenues will help to ensure revenue estimates are met, all taxpayers are treated fairly and consistently, and delinquencies are kept to a minimum. The County will aggressively pursue opportunities for Federal or State grant funding. An aggressive policy of pursuing opportunities for Federal or State grant funding provides citizens assurance that the County is striving to obtain all state and federal funds to which it is entitled—thereby reducing dependence upon local taxpayers for the support of local public services.

The County will make all current expenditures with current revenues, avoiding procedures that balance current budgets by postponing needed expenditures, accruing future revenues, or rolling over short-term debt. The County will set fees and rates at levels which fully recover the total direct and indirect costs—including operations, capital outlay, and debt service. The County recognizes that accounting principles generally accepted for state and local governments discourage the "earmarking" of General Fund revenues, and accordingly, the practice of designating General Fund revenues for specific programs should be minimized in the County's management of its fiscal affairs.

The County will estimate revenues in a realistic and conservative manner. Aggressive revenue estimates significantly increase the chances of budgetary shortfalls occurring during the year—resulting in either deficit spending or required spending reductions. Realistic and conservative revenue estimates, on the other hand, will serve to minimize the adverse impact of revenue shortfalls and will also reduce the need for mid-year spending reductions.

The County will give highest priority in the use of one-time revenues to the funding of capital assets or other non-recurring expenditures. Utilizing one-time revenues to fund on-going expenditures may result in incurring annual expenditure obligations which may be unfunded in future years. Using one-time revenues to fund capital assets or other non-recurring expenditures better enables future administrations and Commissions to cope with the financial problems when these revenue sources are discontinued, since these types of expenditures can more easily be eliminated.

The County operates an investment pool for idle cash belonging to the County, school districts, fire districts and other small local agencies. The investments of the County are managed through an investment committee. The County has formally adopted an investment policy established by the committee, which outlines the investment goals and strategies. It has been the intent of the County to add additional stability for the overall portfolio by creating a laddering process using treasury bills, agency notes and certificate of deposits.

Although the County has a fairly stable economic environment, the increase in demand for government services that accompanies development has exceeded the growth in revenues. The 2001 Montana Legislature provided major tax reform for local governments and the most significant was House Bill 124. This bill replaced the funding structure, primarily dependent on motor vehicle, gaming revenues, and includes an entitlement share from the state. The purpose of the bill was to simplify the flow of revenue between local governments and the State of Montana and to provide local governments a stable source of funding. The entitlement share will grow each year based on population and the consumer price index. The legislature also passed Senate Bill 176, which provided for the state to assume the costs of District Court, excluding the Clerk of Court and the Public Defender. The legislature also recognized that the rising cost of providing health

insurance to employees was prohibitive for local governments and authorized local governments to raise mills to cover the cost of increases in health insurance premiums. The financial statements included in this report reflect these changes.

With a new public safety facility a high priority, a building site was purchased and a plan for construction of a new facility and an operating plan which includes funding for programs designed to keep people out of detention facilities, as well as funding for the increased costs associated with a larger facility has been presented to the taxpayers of the County.

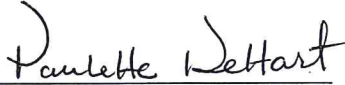
### **Awards and Acknowledgements**


The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lewis and Clark County for its comprehensive annual financial report for the fiscal year ended June 30, 2014. This was the twentieth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance and administration departments. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Special thanks to Amy Reeves for her dedication towards the completion of this report. Credit must also be given to the Board of County Commissioners for their unfailing support for maintaining the highest standards of professionalism in the management of Lewis and Clark County's finances.

Respectfully submitted,

  
Paulette DeHart  
Treasurer/Clerk and Recorder

  
Nancy Everson, CPA  
Finance Officer

  
Rodger Nordahl  
Accounting Manager



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Lewis and Clark County  
Montana**

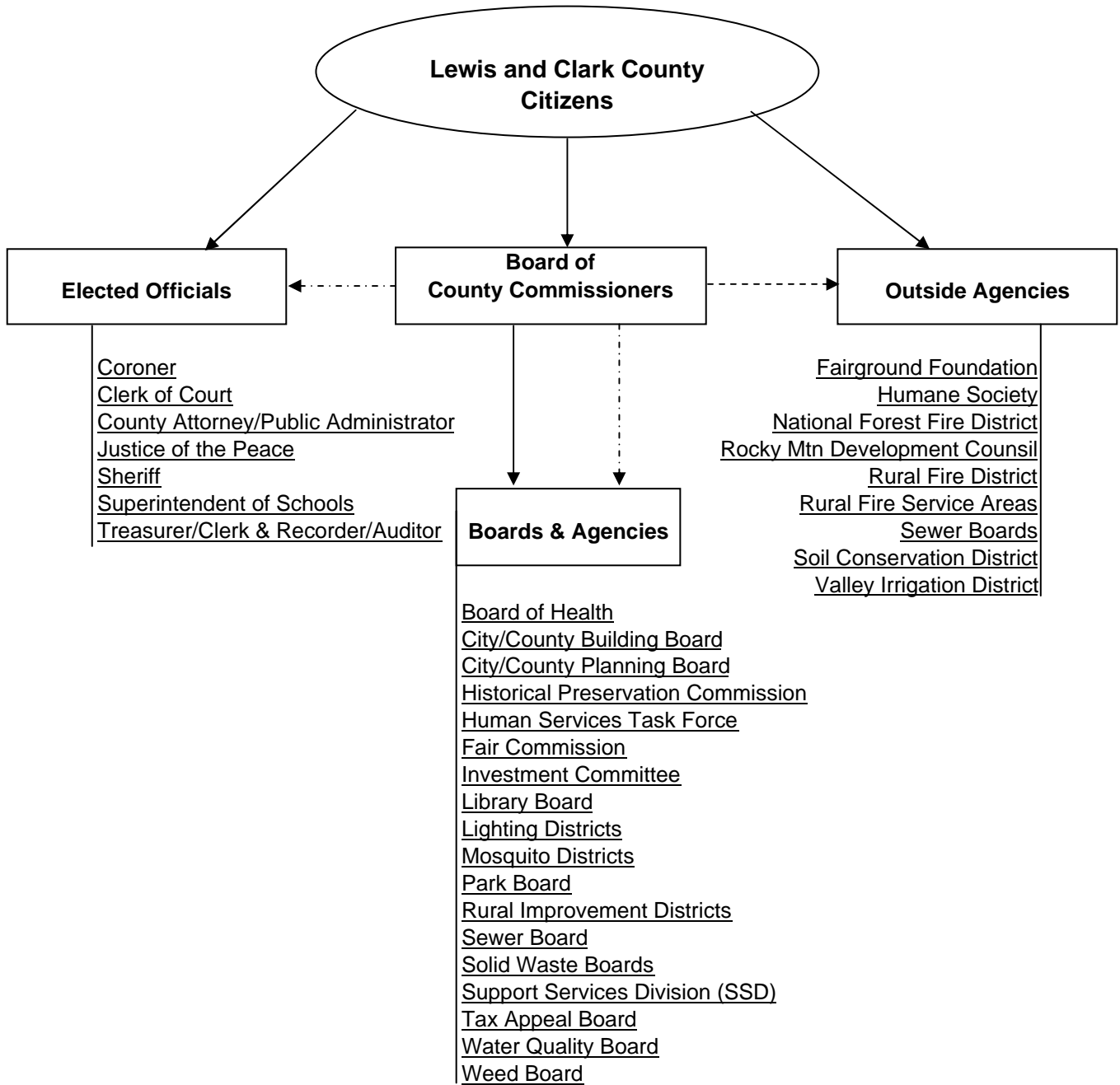
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO



# Lewis and Clark County, Montana ORGANIZATIONAL CHART



- ▶ Direct Authority
- - - - -▶ Coordination
- · - · -▶ Budget Management

**LEWIS AND CLARK COUNTY  
HELENA, MONTANA  
JUNE 30, 2015**

LIST OF PRINCIPAL OFFICIALS

BOARD OF COUNTY COMMISSIONERS

|                       |               |
|-----------------------|---------------|
| Mr. Andy Hunthausen   | Chair         |
| Mr. Michael A Murray  | Vice-Chairman |
| Mrs. Susan Good Geise | Member        |

COUNTY OFFICIALS

|                                |                                      |
|--------------------------------|--------------------------------------|
| Mr. Leo Gallagher              | Attorney/Public Administrator        |
| Mrs. Nancy Sweeney             | Clerk of Court                       |
| Mr. M.E. (Mickey) Nelson       | Coroner                              |
| Mr. Michael Swingley           | Justice of the Peace                 |
| Mr. Leo Dutton                 | Sheriff                              |
| Mrs. Katrina Chaney            | Superintendent of Schools            |
| Mrs. Paulette DeHart           | Treasurer/Clerk and Recorder/Auditor |
| The Honorable Kathy Seeley     | District Court Judge                 |
| The Honorable Mike Menahan     | District Court Judge                 |
| The Honorable Jeffrey Sherlock | District Court Judge                 |
| The Honorable James Reynolds   | District Court Judge                 |

## **FINANCIAL SECTION**



## INDEPENDENT AUDITOR'S REPORT

To the Board of County Commissioners  
Lewis & Clark County, Montana

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lewis & Clark County, Montana as of and for the year ended June 30, 2015, 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 accounting principles generally accepted in the United States of America; this includes 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 fraud or error.

### **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 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 financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lewis & Clark County, Montana as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund and public safety fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Proportionate Share of the Net Pension Liability, Schedule of Contributions and Schedule of Employee Group Benefits Plan - Other Postemployment Benefits on pages 5 through 16, 95 through 97, 98 through 100, and 101, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lewis & Clark County, Montana's basic financial statements. The introductory section, combining and individual fund statements and schedules (as listed in the table of contents including the budgetary schedules and schedules of capital assets used in the operations of government funds), and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining and individual fund statements and schedules (as listed in the table of contents), and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional 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 accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules (as listed in the table of contents) 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.

The introductory and statistical sections have 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 them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2015, on our consideration of Lewis & Clark County, Montana'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 Lewis & Clark County, Montana's internal control over financial reporting and compliance.

*Anderson Zurmuehlen + Co, P.C.*

Helena, Montana  
December 10, 2015

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**LEWIS AND CLARK COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2015 and 2014**

**INTRODUCTION**

As management of Lewis and Clark County, Montana, we offer readers of Lewis and Clark County's basic financial statements this comparative narrative overview and analysis of the financial activities of Lewis and Clark County for the fiscal years ended June 30, 2015 and 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages v-ix of this report.

**FINANCIAL HIGHLIGHTS**

- Lewis and Clark County's primary government assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at June 30, 2015 by \$61.9 million (reported as net position) compared with \$75.2 million at June 30, 2014. Of this amount, \$4.0 million (reported as unrestricted net position) may be used to meet the government's general obligations to citizens and creditors.
- The total net position decreased by \$13.3 million. The current year decrease is primarily a result of the county's implementation of Governmental Accounting Standards Board Statement 68. Net pension liability and deferred inflows of resources less related deferred outflows of resources contributed to a decrease in net position of over \$20 million. Without the decrease from GASB68, the change in position was actually an increase of \$6.9 million. That increase is a result of the continued investment in large infrastructure projects and building construction projects, along with the continual saving of resources by departments for future capital purchases/improvements in excess of amounts being spent.
- As of June 30, 2015, Lewis and Clark County's governmental funds reported combined ending fund balances of \$25.2 million, compared with \$24.7 million at June 30, 2014. Of this amount, \$20.3 million is available for spending at the government's discretion (committed, assigned, and unassigned fund balances).
- Major infrastructure and construction projects have continued through the last four fiscal years. Several of the road and building projects were completed in this fiscal year, along with several more being started.
- Lewis and Clark County made principal payments for the general obligation bond, special assessment loans, revenue bonds, and contracts/loans of \$1.1 million. The County accrued a liability of \$1.6 million for lawsuits with a very likely chance of an unfavorable outcome, in comparison to \$3.8 million last fiscal year.

- For a summary of new GASB pronouncements adopted in the current fiscal year, see Note 2 – Stewardship, Compliance and Accountability, Section D. New Accounting Guidance Implemented.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Lewis and Clark County's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. These components are described below:

**Government-wide financial statements:** The *government-wide financial statements* are designed to provide readers with a broad overview of Lewis and Clark County's finances, in a manner similar to a private-sector business. One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all assets, deferred outflow of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net positions and changes in them. The County's net position - the difference between assets plus deferred outflow of resources and liabilities plus deferred inflows of resources - are one way to measure the financial position of the County. Over time, increases or decreases in the County's net position are an indicator of whether the financial health is improving or deteriorating. Non-financial factors such as changes in the County's property tax base or the condition of the County roads also need to be considered in assessing the financial position of the County.

The Statement of Net Position and the Statement of Activities distinguishes between the following activities:

- **Governmental Activities** - most of the County's basic services are reported here, including public safety, public works, public health and general administration. Property taxes, local option, vehicle taxes, and state and federal grants finance most of these activities.
- **Business-type activities** - the County charges a fee to customers to recover the cost of certain services provided. The County's landfill and transfer stations; the Cooney Home, a nursing home facility; and the operations of the fairgrounds are reported here.
- **Component Units** - the County includes one separate legal entity in its report - the Cooperative Health Center. Although legally separate, this component unit is important because the County is financially accountable for them.

The government-wide statements can be found on pages 18 and 19 of this report.

**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 fund financial statements provide detailed information about the most significant funds, not the County as a whole. Some funds are required to be established by State law and by bond covenants. Also, the Board of County Commissioners establishes funds to help control and manage money for particular purposes or to meet legal responsibilities for using certain taxes, grants and other money. For example, the County maintains separate funds for on-going federal grants in order to track specific expenditures to the grant.

The County maintains two types of funds, governmental and proprietary, which use different accounting approaches.

**Governmental funds** are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. These funds focus on how money flows into and out of the funds and the balances left at year-end that are available for spending. These funds use the modified accrual method of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Lewis and Clark County maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, public safety fund, special assessment districts fund, rural special improvement district debt fund, and capital development fund, which are considered to be major funds. Data from the other 57 nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the combining statements elsewhere in this report.

**Proprietary funds** - Lewis and Clark County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its landfill and transfer station sites, its nursing home and its fairgrounds operations. *Internal Service funds* are used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its building and vehicle maintenance services, information technology services and property, liability and health insurance services. Because these services predominantly benefit governmental services rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities, but provide more detail and additional information, such as cash flows.

**Fiduciary funds** - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Lewis and Clark County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 34, 35 and 189-208 of this report.

**Notes to the financial statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 37-93 of this report.

**Other information** – The basic financial statements are preceded by management's discussion and analysis and followed by pension and other post employment benefits information. These sections are required supplementary information found on page 94-102.

All required supplementary information other than GASB Statements 45 and 68, Other Postemployment Benefit (OPEB) and Pensions schedules, respectively, precedes the basic financial statements or is included in the basic financial statements and accompanying notes. Therefore, the only information presented in the section for required supplementary information is information demonstrating funding of our OPEB and Pensions implied rate subsidies liabilities.

The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds, internal service, and the discretely-presented component unit funds are presented immediately following the required supplementary information section. Combining and individual fund statements and schedules can be found on pages 103-207 of this report.

**THE COUNTY AS A WHOLE**

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of Lewis and Clark County, the net position was \$61,934,316 at June 30, 2015.

The largest portion of Lewis and Clark County’s net position, approximately 87.8 percent, reflects its net investment in capital assets (e.g., land, building, machinery, equipment and infrastructure, less any related debt used to acquire those assets that is still outstanding). The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County’s investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The Restricted portion of Lewis and Clark County’s net position, 5.7 percent, represents resources that are subject to external restrictions on how they may be used. The remaining 6.5 percent of net position is unrestricted net position that may be used to meet the government’s ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Lewis and Clark County is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

**Net Position**

|                                   | Governmental<br>Activities |               | Business-type<br>Activities |               | Total         |               |
|-----------------------------------|----------------------------|---------------|-----------------------------|---------------|---------------|---------------|
|                                   | 2015                       | 2014          | 2015                        | 2014          | 2015          | 2014          |
| Current and other assets          | \$ 37,031,065              | \$ 38,082,021 | \$ 3,976,932                | \$ 3,456,856  | \$ 41,007,997 | \$ 41,538,877 |
| Capital assets                    | 42,710,470                 | 35,868,069    | 14,492,494                  | 15,028,973    | 57,202,964    | 50,897,042    |
| Total assets                      | 79,741,535                 | 73,950,090    | 18,469,426                  | 18,485,829    | 98,210,961    | 92,435,919    |
| Deferred outflows of resources    | 1,246,596                  | -             | 44,556                      | -             | 1,291,152     | -             |
| Long-term liabilities outstanding | 21,309,538                 | 7,018,381     | 4,393,710                   | 4,405,252     | 25,703,248    | 11,423,633    |
| Other liabilities                 | 4,867,061                  | 5,612,094     | 270,426                     | 180,108       | 5,137,487     | 5,792,202     |
| Total liabilities                 | 26,176,599                 | 12,630,475    | 4,664,136                   | 4,585,360     | 30,840,735    | 17,215,835    |
| Deferred inflows of resources     | 6,574,079                  | -             | 152,983                     | -             | 6,727,062     | -             |
| Net position:                     |                            |               |                             |               |               |               |
| Net Investment in capital assets  | 42,525,470                 | 33,891,513    | 11,848,827                  | 11,779,807    | 54,374,297    | 45,671,320    |
| Restricted                        | 2,977,468                  | 4,551,439     | 561,020                     | 886,341       | 3,538,488     | 5,437,780     |
| Unrestricted                      | 2,734,515                  | 22,876,663    | 1,287,016                   | 1,234,321     | 4,021,531     | 24,110,984    |
| Total net position                | \$ 48,237,453              | \$ 61,319,615 | \$ 13,696,863               | \$ 13,900,469 | \$ 61,934,316 | \$ 75,220,084 |

**Changes in Net Position**

|   | Governmental<br>Activities |               | Business-type<br>Activities |               | Total         |               |
|---|----------------------------|---------------|-----------------------------|---------------|---------------|---------------|
|   | 2015                       | 2014          | 2015                        | 2014          | 2015          | 2014          |
| Revenues:   |                            |               |                             |               |               |               |
| Program revenues:   |                            |               |                             |               |               |               |
| Fees, fines, and charges for services                           | \$ 6,047,943               | \$ 4,893,251  | \$ 4,329,484                | \$ 3,966,419  | \$ 10,377,427 | \$ 8,859,670  |
| Operating grants and contributions                              | 3,797,213                  | 3,628,532     | 34,313                      | 21,833        | 3,831,526     | 3,650,365     |
| Capital grants and contributions                                | 778,063                    | 2,826,665     | -                           | -             | 778,063       | 2,826,665     |
| Total program revenues  | 10,623,219                 | 11,348,448    | 4,363,797                   | 3,988,252     | 14,987,016    | 15,336,700    |
| General revenues:   |                            |               |                             |               |               |               |
| Taxes   | 23,178,670                 | 23,865,220    | 317,555                     | 1,567,929     | 23,496,225    | 25,433,149    |
| Grants and contributions not<br>restricted to specific programs | 9,699,588                  | 6,817,006     | -                           | -             | 9,699,588     | 6,817,006     |
| Other   | 749,525                    | 2,126,419     | 41,758                      | 9,058         | 791,283       | 2,135,477     |
| Total revenues  | 44,251,002                 | 44,157,093    | 4,723,110                   | 5,565,239     | 48,974,112    | 49,722,332    |
| Expenses:   |                            |               |                             |               |               |               |
| General government  | 10,325,352                 | 14,967,405    | -                           | -             | 10,325,352    | 14,967,405    |
| Public safety   | 14,673,081                 | 13,093,013    | -                           | -             | 14,673,081    | 13,093,013    |
| Public works  | 6,448,605                  | 6,741,902     | -                           | -             | 6,448,605     | 6,741,902     |
| Public health   | 5,131,006                  | 4,678,387     | -                           | -             | 5,131,006     | 4,678,387     |
| Social and economic development                                 | 1,028,988                  | 953,864       | -                           | -             | 1,028,988     | 953,864       |
| Culture and recreation  | 118,162                    | 129,011       | -                           | -             | 118,162       | 129,011       |
| Interest on long-term debt                                      | 130,753                    | 134,902       | -                           | -             | 130,753       | 134,902       |
| Solid waste   | -                          | -             | 2,557,640                   | 2,389,304     | 2,557,640     | 2,389,304     |
| Nursing home  | -                          | -             | -                           | 35,301        | -             | 35,301        |
| Fairgrounds   | -                          | -             | 1,692,946                   | 1,570,909     | 1,692,946     | 1,570,909     |
| Total expenses  | 37,855,947                 | 40,698,484    | 4,250,586                   | 3,995,514     | 42,106,533    | 44,693,998    |
| Increase in net<br>position before transfers                    | 6,395,055                  | 3,458,609     | 472,524                     | 1,569,725     | 6,867,579     | 5,028,334     |
| Transfers   | (40,980)                   | (17,775)      | 40,980                      | 17,775        | -             | -             |
| Increase in net position  | 6,354,075                  | 3,440,834     | 513,504                     | 1,587,500     | 6,867,579     | 5,028,334     |
| Net position, beginning   | 61,319,615                 | 57,878,781    | 13,900,469                  | 12,312,969    | 75,220,084    | 70,191,750    |
| Prior period adjustments  | (19,436,237)               | -             | (717,110)                   | -             | (20,153,347)  | -             |
| Net position, beg, as restated (1)                              | 41,883,378                 | 57,878,781    | 13,183,359                  | 12,312,969    | 55,066,737    | 70,191,750    |
| Net position, ending  | \$ 48,237,453              | \$ 61,319,615 | \$ 13,696,863               | \$ 13,900,469 | \$ 61,934,316 | \$ 75,220,084 |

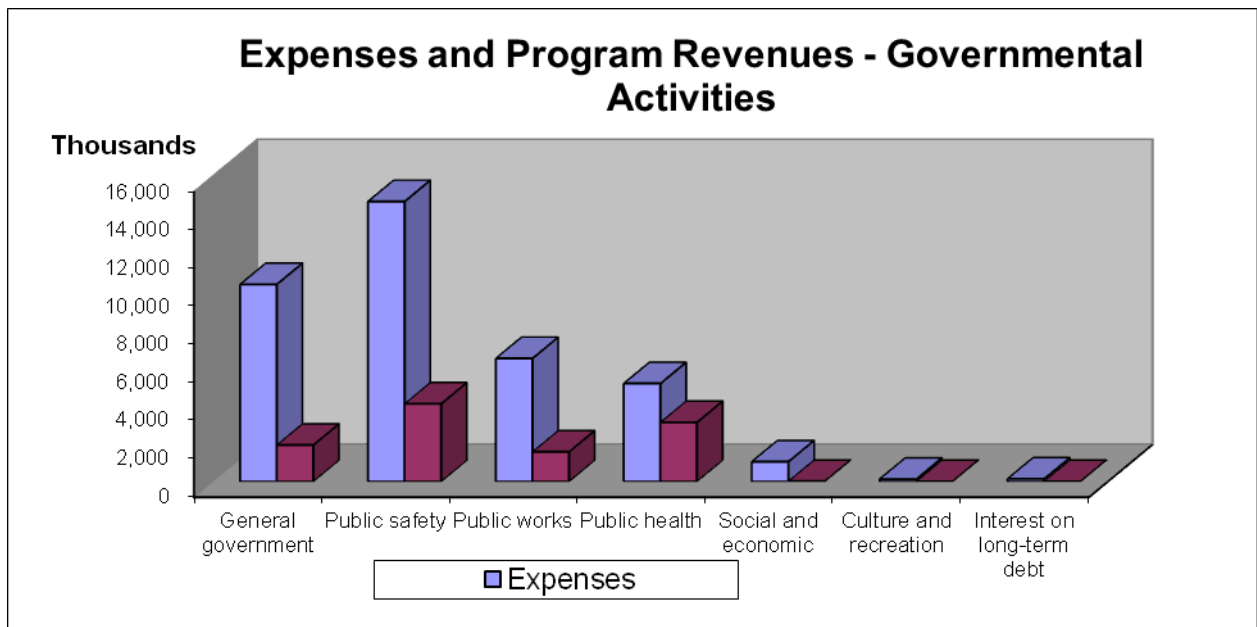
(1) Net position, beginning, was restated due to prior period adjustments for the implementation of GASB 68. This restated amount matches the preceding Net Position schedules prior year amounts, which were retroactively adjusted.

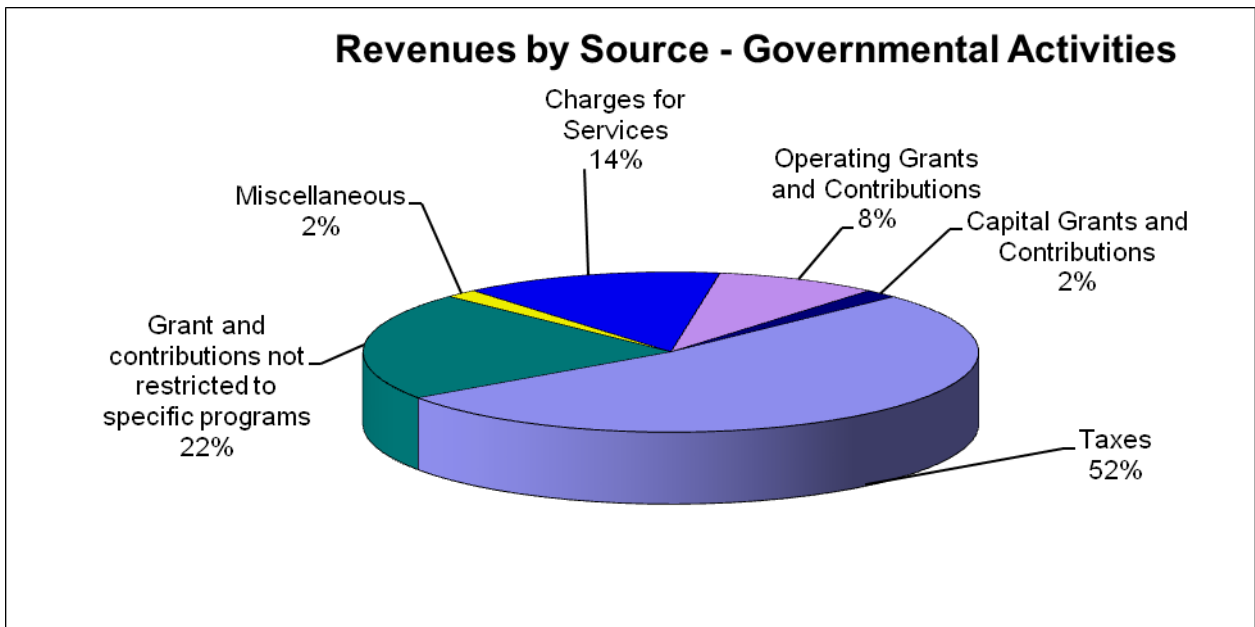
**Governmental Activities** - Governmental activities increased Lewis and Clark County's net position by \$6,354,075, thereby accounting for 92.5 percent of the total growth in the net position of Lewis and Clark County. Total revenues increased by a modest \$93,909 or 0.2 percent, with total expenses decreasing by \$2,842,537 or 7.0 percent. Elements that contributed to the increase in net position are as follows:

- Of the County's major governmental funds, the General Fund, Special Assessment District fund, and the Debt Service fund all showed positive net change in fund balance.
- The remaining significant increase is from the Internal Service fund: Health Care Facility. The building that houses the health care operations was renovated using federal funds and county funds. The renovation costs were converted to a capital asset: Improvements to

Buildings, and then were donated to the internal service fund. The internal service fund operates and maintains the building. This donation contributed to close to \$4.8 million to the increase in net position.

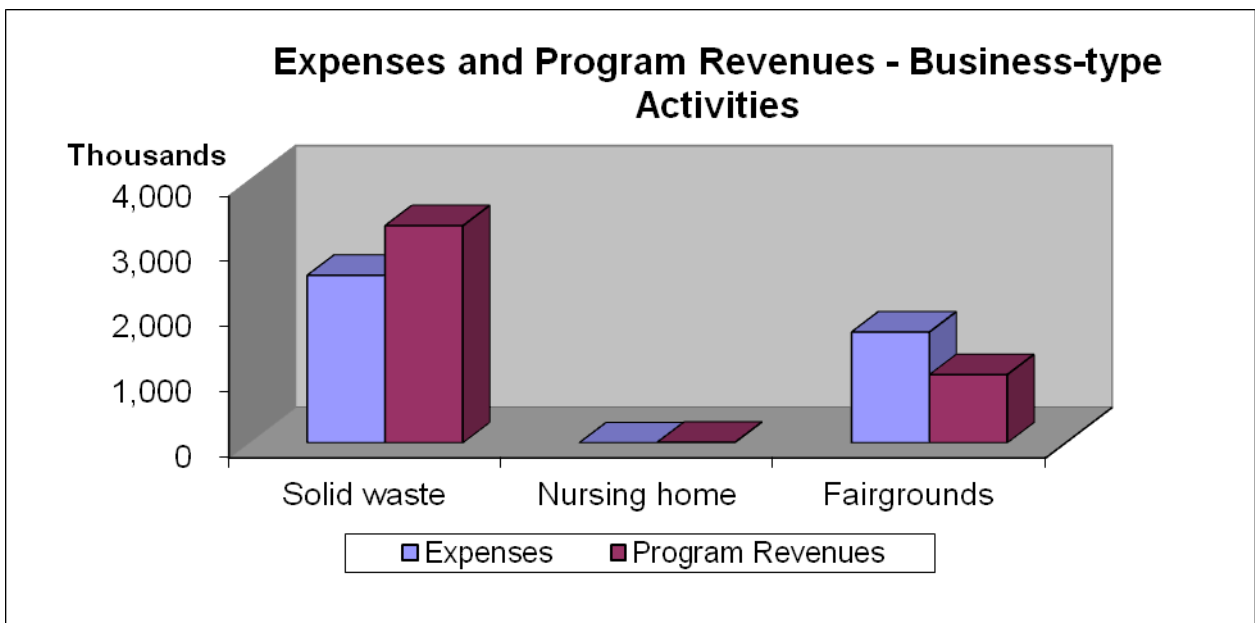
- The Capital Development fund shows a negative change in fund balance of \$136,530, as cash reserves were used to offset expenditures for several large capital purchases and the building construction projects being in excess of intergovernmental funding and transfer revenue. These large capital outlay amounts, totaling over \$2.1 million, were converted to capital asset in the government-wide schedules, thus substantially increasing the County’s net position.
- The Road/Bridge Projects, the Other Grants, the Health-Related Grants, and the Public Safety Radio Projects funds continued to receive grants from Federal and State agencies to fund road projects and building renovations, along with day to day health and safety services, thus showing growth from Operating and Capital grants and contributions. The majority of the expense increases come in these areas.
- The decrease in taxes of 2.8 percent or \$686,550 is primarily due from the settlements of two protested tax cases in the prior fiscal year, not from a drop in collections from currently assessed tax.



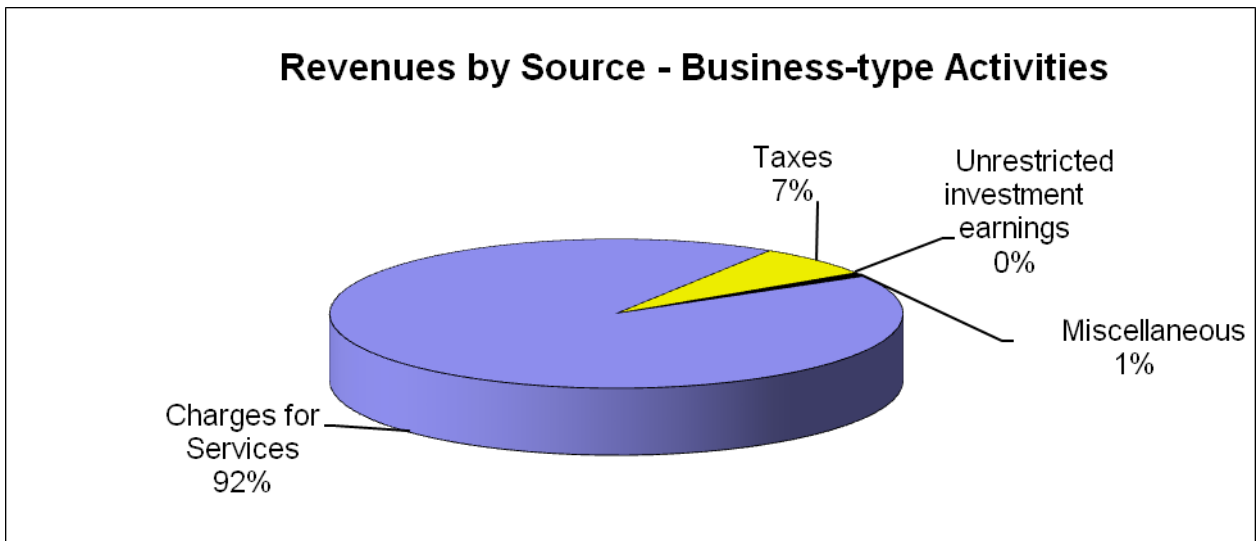


**Business Activities** - Business-type activities increased Lewis and Clark County’s net position by \$513,504, thereby accounting for 7.5 percent of the total growth in the net position of Lewis and Clark County. Key elements of this increase are as follows:

- At the fairgrounds, revenues were less than expenses resulting in a decrease in change in net position of \$290,973. Tax revenue from a mill levy to pay off bonds issued for new construction and improvements to the facility came to an end, thus resulting in a reduction in tax revenue of over \$1.2 million.
- Operations relating to solid waste disposal showed an increase in net position of approximately \$762,000. A local reclamation project resulted in excess collections above prior years.
- The Cooney Home, which was sold in May 2012, resulted in positive change in net position of just under \$42,000. This positive amount is primarily the result of interest income from the collection of the installment payments from the sale.







## THE COUNTY'S FUNDS

### Governmental funds

As of the end of the current fiscal year, Lewis and Clark County's governmental funds reported fund balances of \$25.2 million, an increase of \$.4 million in comparison with the prior year increase of \$1.6 million. Of this amount, \$.8 million (3.3%) is classified as non-spendable and \$24.3 million (96.7%) constitutes spendable fund balance. The spendable fund balance is further classified as restricted, \$4.0 (16.0%); committed, \$19.0 million (75.4%); assigned, \$1.3 million (5.3%); and unassigned, \$.006 million (.0%). The preceding fund balance ratios are calculated based on their relation to total fund balances. These fund balance classifications resulted from the implementation of GASB Statement No. 54 and are defined in detail in note 1.

The general fund is the main operating fund of the County. At the end of the current fiscal year, combined unassigned and assigned fund balances of the general fund was \$1.3 million, while total fund balance was \$3.1 million.

The fund balance of the County's general fund increased \$1,243,718 during the current fiscal year. The primary contributing factor was an overall decrease in expenditures. A one-time liability of \$3,815,000 recorded for future settlements of several lawsuits in the prior fiscal year made up the majority of the decrease in \$3.8 million in expenditures. Taxes were down \$324,388, mostly resulting from receiving \$572,550 from the settlement of two protested tax cases in the prior fiscal year. Intergovernmental revenues show a decrease of \$2,078,058, of which \$1,901,971 was an additional payment of Payment in Lieu (PILT) being recognized in the prior fiscal year. The remaining revenue categories stayed fairly constant in comparison with prior year's amounts.

The Public Safety Fund saw a decrease in fund balance of over \$225,000 to end with a total fund balance of \$2.7 million. An additional transfer of \$700,000 was made for the future needs and planning concerning the detention center's capital improvement plan.

The Special Assessment Districts Fund had a total fund balance of \$3.3 million, which is \$373,998 more than the prior fiscal year. Current expenditures were substantially down as the districts saved money for major road repair and maintenance projects.

The Rural Special Improvement District Debt Fund had a total fund balance of \$.1 million, which is steady with the prior year. The restricted fund balance can only be used for payments of principal and interest.

The Capital Development Fund had a total fund balance of \$5.8 million, which is slightly down from the \$5.9 million in the prior year. The decrease in fund balance shows that departments made several large expenditures for capital outlay projects and assets in excess of the amount they contribute to their capital improvement plans (CIP).

### **Proprietary funds**

Lewis and Clark County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Cooney Home at the end of the year was (\$.15) million, the County landfill was \$.57 million and (\$.56) million for the Fairgrounds. The County has met debt coverage ratios on all revenue bonds. Both the County landfill and the Fairgrounds unrestricted fund balances were affected by the implementation of GASB 68 with the balances being reduced by \$369,975 and \$329,716, respectively.

Although the Cooney Home sold on June 1, 2012, the county continues to use the fund to collect outstanding receivables and to account for the installment payments from the purchaser.

### **General Fund Budgetary Highlights**

Over the course of the year, the Board of County Commissioners did not revise the County budget for the General fund for either revenues or expenditures. Actual revenues for the General Fund were more than the actual and final budget by \$71,234. Payments in lieu of taxes of \$1,717,934 were \$184,037 less than budget and what had been received in previous years, but were offset by slightly higher than budgeted taxes and charges for services.

Actual expenditures from the General Fund were \$914,619 less than budgeted. All departments contributed by spending less than what they were budgeted, including general governmental, public safety, and public works departments that had unspent budgets of \$586,428, 128,063, and \$185,889, respectively.

### **Capital Asset and Debt Administration**

**Capital assets** - Lewis and Clark County's investment in capital assets (net of accumulated depreciation) for its governmental and business type activities as of June 30, 2015, was \$57,202,964. This investment in capital assets includes land, buildings, improvements other than buildings, infrastructure, machinery and equipment. For fiscal year 2015, the County's investment in capital assets increased by \$6,305,922. The largest portion can attributed to several building and building improvement projects.

Major capital asset events during the fiscal year included the following:

Governmental

- The Crisis Center building project had construction costs over \$378,000.
- The Public Works department, in conjunction with the Forest Highway Projects grants, continues to work on improving the surface of several rural roads. These projects started in fiscal year 2011, with current fiscal cost being in excess of \$260,000.
- A search and rescue building had construction costs over \$1,145,547.
- Purchase of vehicles and equipment for public safety in the amount of \$239,000.
- Purchase of vehicles, machinery and equipment for the Public Works department in the amount of \$305,000.
- Murray building, parking lot and sidewalk improvement projects incurred expenditures in excess of \$5.4 million.

Business-type

- Lincoln transfer station incurred expense related to construction of a building in excess of \$53,000.
- Depreciation was over \$590,000 for the business-type funds.

**Capital Assets**  
(net of depreciation)

|                                      | Governmental<br>Activities |                      | Business-type<br>Activities |                      | Total                |                      |
|--------------------------------------|----------------------------|----------------------|-----------------------------|----------------------|----------------------|----------------------|
|                                      | 2015                       | 2014                 | 2015                        | 2014                 | 2015                 | 2014                 |
| Land                                 | \$ 5,175,984               | \$ 4,807,606         | \$ 243,648                  | \$ 243,648           | \$ 5,419,632         | \$ 5,051,254         |
| Buildings                            | 9,535,597                  | 7,249,543            | 9,237,178                   | 9,533,027            | 18,772,775           | 16,782,570           |
| Improvements other than<br>buildings | 1,078,327                  | 395,482              | 4,136,603                   | 4,294,558            | 5,214,930            | 4,690,040            |
| Machinery and equipment              | 4,166,235                  | 4,580,603            | 784,818                     | 921,607              | 4,951,053            | 5,502,210            |
| Infrastructure                       | 16,324,957                 | 15,189,626           | -                           | -                    | 16,324,957           | 15,189,626           |
| Construction in progress             | 6,429,370                  | 3,645,210            | 90,247                      | 36,132               | 6,519,617            | 3,681,342            |
| Total capital assets                 | <u>\$ 42,710,470</u>       | <u>\$ 35,868,070</u> | <u>\$ 14,492,494</u>        | <u>\$ 15,028,972</u> | <u>\$ 57,202,964</u> | <u>\$ 50,897,042</u> |

**Long-term debt** - As of June 30, 2015, the County had total debt outstanding of \$7,641,138. Of this amount, \$3,120,000 in general obligation bonds, \$1,047,837 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment and \$2,828,667 represents bonds secured solely by specified revenue sources (i.e., revenue bonds). The remaining \$644,634 comprises contract/loan debt backed by the full faith and credit of the government.

Lewis and Clark County's total debt decreased by \$99,584, due primarily to the payment of \$1,090,842 in principal, which exceeded loan proceeds for revenue bonds and special assessment debt of \$730,000 and \$261,257, respectively. The county made principal payments for general obligation bonds, special assessment loans with governmental commitment, revenue bonds, and

contracts/loans of \$125,000, \$144,942, \$606,499, and \$160,401, respectively. The County has not had a recent change in its credit rating.

**Outstanding Debt  
General Obligation and Revenue Bonds**

|   | Governmental<br>Activities |                     | Business-type<br>Activities |                     | Total               |                     |
|---|----------------------------|---------------------|-----------------------------|---------------------|---------------------|---------------------|
|   | 2015                       | 2014                | 2015                        | 2014                | 2015                | 2014                |
| General obligation bonds                                | \$ 3,120,000               | \$ 2,515,000        | \$ -                        | \$ -                | \$ 3,120,000        | \$ 2,515,000        |
| Special assessment debt with<br>governmental commitment | 1,047,837                  | 931,521             | -                           | -                   | 1,047,837           | 931,521             |
| Revenue bonds   | 185,000                    | 240,000             | 2,643,667                   | 3,249,166           | 2,828,667           | 3,489,166           |
| Contracts/loans   | 644,634                    | 805,035             | -                           | -                   | 644,634             | 805,035             |
| <b>Total</b>  | <b>\$ 4,997,471</b>        | <b>\$ 4,491,556</b> | <b>\$ 2,643,667</b>         | <b>\$ 3,249,166</b> | <b>\$ 7,641,138</b> | <b>\$ 7,740,722</b> |

Additional detailed information on capital assets and debt administration can be found in notes 8, 9, and 10 of the basic financial statements.

**Other Facts, Decisions, or Conditions of Future Significance**

- The County places a strong emphasis on maintaining a healthy fiscal position. The Commission focuses on maintaining adequate cash balances while continuing to provide the current level of services. The County is anticipating cash balances to decrease by \$11.7 million to \$22.4 million for all County funds. This represents a reserve of 26.9 percent of budgeted expenditures. This is a healthy reserve and will allow the Commission the flexibility and time to respond in the event of decreasing revenues in an orderly fashion. County departments are also required to budget an annual transfer to a capital improvement fund for capital purchases. At June 30, 2015 the capital fund had a cash balance of \$6.6 million. This fund allows the County to upgrade equipment and vehicles as needed without incurring debt or incurring budget spikes when a large capital project or purchase is needed.
- The County’s highest priority is a new public safety facility. The current detention facility is overcrowded and unsafe. Prisoners are being boarded at neighboring facilities at a great cost to the County. A building site has been purchased and a plan for construction of a new facility and an operating plan which includes funding for programs designed to keep people out of detention facilities, as well as funding for the increased costs associated with a larger facility, has been presented to the taxpayers of the County. Voting on the ballot issues will conclude on November 3, 2015. If the taxpayers reject the ballot issues, significant discussion and changes to the operations of the current detention facility will need to take place.

**Contacting the County’s Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County’s finances and to show the County’s accountability for the money it receives. If you have questions concerning this report or need additional financial information, contact the Finance Department at Lewis and Clark County.

**BASIC FINANCIAL STATEMENTS**

LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF NET POSITION  
June 30, 2015

|   | PRIMARY GOVERNMENT         |                             |                      | COMPONENT UNIT                  |
|---|----------------------------|-----------------------------|----------------------|---------------------------------|
|   | GOVERNMENTAL<br>ACTIVITIES | BUSINESS-TYPE<br>ACTIVITIES | TOTAL                | COOPERATIVE<br>HEALTH<br>CENTER |
| <b>ASSETS</b>   |                            |                             |                      |                                 |
| Cash and cash equivalents   | \$ 24,948,984              | \$ 2,772,132                | \$ 27,721,116        | \$ 840,415                      |
| Investments   | 4,629,312                  | 515,153                     | 5,144,465            | 156,177                         |
| Taxes/assessment receivables (net of allowance<br>for uncollectables)   | 1,887,152                  | 20,481                      | 1,907,633            | -                               |
| Accounts/contracts (net of allowance for uncollectibles)                | 777,986                    | 496,829                     | 1,274,815            | 206,478                         |
| Notes receivable  | -                          | 52,434                      | 52,434               | -                               |
| Due from other governments  | 1,221,268                  | -                           | 1,221,268            | -                               |
| Inventories   | 292,471                    | -                           | 292,471              | 72,629                          |
| Restricted assets - noncurrent  | 663,134                    | 561,020                     | 1,224,154            | -                               |
| Long-term accounts/contracts receivable                                 | 221,846                    | -                           | 221,846              | -                               |
| Long-term notes receivable  | -                          | 1,947,795                   | 1,947,795            | -                               |
| Internal balances   | 2,388,912                  | (2,388,912)                 | -                    | -                               |
| Land and construction in progress                                       | 11,605,354                 | 333,895                     | 11,939,249           | -                               |
| Buildings, improvements, vehicles and equipment(net)                    | 14,780,159                 | 14,158,599                  | 28,938,758           | 392,943                         |
| Infrastructure (net)  | 16,324,957                 | -                           | 16,324,957           | -                               |
| <b>Total assets</b>   | <b>79,741,535</b>          | <b>18,469,426</b>           | <b>98,210,961</b>    | <b>1,668,642</b>                |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                   |                            |                             |                      |                                 |
| Pension contributions to<br>measurement date                            | 1,243,515                  | 44,556                      | 1,288,071            | 153,923                         |
| Difference between expected and actual<br>economic experience-Pensions  | 936                        | -                           | 936                  | -                               |
| Changes in actuarial assumptions-Pensions                               | 2,145                      | -                           | 2,145                | -                               |
| <b>Total deferred outflows of resources</b>                             | <b>1,246,596</b>           | <b>44,556</b>               | <b>1,291,152</b>     | <b>153,923</b>                  |
| <b>LIABILITIES</b>  |                            |                             |                      |                                 |
| Accounts payable  | 4,852,150                  | 270,426                     | 5,122,576            | 151,568                         |
| Accrued interest  | 14,911                     | -                           | 14,911               | -                               |
| Long-term liabilities:  |                            |                             |                      |                                 |
| Portion due or payable within one year:                                 |                            |                             |                      |                                 |
| Special assessment debt with government commitment                      | 101,341                    | -                           | 101,341              | -                               |
| Contracts/loans payable   | 165,960                    | -                           | 165,960              | -                               |
| General obligation bonds payable  | 173,487                    | -                           | 173,487              | -                               |
| Revenue bonds payable   | 60,000                     | 298,017                     | 358,017              | -                               |
| Landfill postclosure costs payable                                      | -                          | 12,400                      | 12,400               | -                               |
| Claims payable  | 270,517                    | -                           | 270,517              | -                               |
| Compensated absences payable  | 216,974                    | 6,840                       | 223,814              | 15,595                          |
| Portion due or payable in more than one year:                           |                            |                             |                      |                                 |
| Special assessment debt with government commitment                      | 946,496                    | -                           | 946,496              | -                               |
| Contracts/loans payable   | 478,674                    | -                           | 478,674              | -                               |
| General obligation bonds payable  | 2,946,513                  | -                           | 2,946,513            | -                               |
| Revenue bonds payable   | 125,000                    | 2,345,650                   | 2,470,650            | -                               |
| Landfill postclosure costs payable                                      | -                          | 1,062,113                   | 1,062,113            | -                               |
| Compensated absences payable  | 1,952,760                  | 61,554                      | 2,014,314            | 140,358                         |
| Net pension liability   | 13,511,935                 | 591,264                     | 14,103,199           | 2,042,598                       |
| OPEB implicit rate subsidy  | 359,881                    | 15,872                      | 375,753              | 43,721                          |
| <b>Total liabilities</b>  | <b>26,176,599</b>          | <b>4,664,136</b>            | <b>30,840,735</b>    | <b>2,393,840</b>                |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                    |                            |                             |                      |                                 |
| Prepayments of revenues   | -                          | -                           | -                    | (17,814)                        |
| Changes in actuarial assumptions-Pensions                               | 2,618,854                  | -                           | 2,618,854            | -                               |
| Difference between projected and<br>actual investment earnings-Pensions | 3,949,479                  | 152,773                     | 4,102,252            | 527,774                         |
| Difference between Actual and<br>Expected Contributions-Pensions        | 5,746                      | 210                         | 5,956                | 723                             |
| <b>Total deferred inflows of resources</b>                              | <b>6,574,079</b>           | <b>152,983</b>              | <b>6,727,062</b>     | <b>510,683</b>                  |
| <b>NET POSITION</b>   |                            |                             |                      |                                 |
| Net investment in capital assets  | 42,525,470                 | 11,848,827                  | 54,374,297           | 392,943                         |
| Restricted for:   |                            |                             |                      |                                 |
| Public safety   | 656,241                    | -                           | 656,241              | -                               |
| Public works  | 1,103,057                  | -                           | 1,103,057            | -                               |
| Public Health   | 514,287                    | -                           | 514,287              | -                               |
| Bond reserves   | 76,379                     | 360,256                     | 436,635              | -                               |
| Debt service  | -                          | 200,764                     | 200,764              | -                               |
| Capital projects  | 50,445                     | -                           | 50,445               | -                               |
| Nonexpendable permanent investments                                     | 577,059                    | -                           | 577,059              | -                               |
| Unrestricted  | 2,734,515                  | 1,287,016                   | 4,021,531            | (1,474,901)                     |
| <b>Total net position</b>   | <b>\$ 48,237,453</b>       | <b>\$ 13,696,863</b>        | <b>\$ 61,934,316</b> | <b>\$ (1,081,958)</b>           |

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

LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended June 30, 2015

| Function/Programs   | PROGRAM REVENUES                     |                      |                                    |                                  | NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION |                      |                            |
|---|--------------------------------------|----------------------|------------------------------------|----------------------------------|---|----------------------|----------------------------|
|   | FEES, FINES, AND CHARGE FOR SERVICES |                      | OPERATING GRANTS AND CONTRIBUTIONS | CAPITAL GRANTS AND CONTRIBUTIONS | PRIMARY GOVERNMENT BUSINESS-                      |                      | COMPONENT UNIT COOPERATIVE |
|   | EXPENSES                             |                      |                                    |                                  | GOVERNMENTAL ACTIVITIES                           | ACTIVITIES           | HEALTH CENTER              |
| Primary government:   |                                      |                      |                                    |                                  |   |                      |                            |
| Governmental activities                                     |                                      |                      |                                    |                                  |   |                      |                            |
| General government  | \$ 10,325,352                        | \$ 1,651,223         | \$ 253,906                         | -                                | \$ (8,420,223)                                    | \$                   | \$ (8,420,223)             |
| Public safety   | 14,673,081                           | 2,709,236            | 1,358,834                          | -                                | (10,605,011)                                      |                      | (10,605,011)               |
| Public works  | 6,448,605                            | 164,047              | 608,672                            | 778,063                          | (4,897,823)                                       |                      | (4,897,823)                |
| Public health   | 5,131,006                            | 1,519,462            | 1,575,801                          | -                                | (2,035,743)                                       |                      | (2,035,743)                |
| Social and economic   | 1,028,988                            | 3,975                | -                                  | -                                | (1,025,013)                                       |                      | (1,025,013)                |
| Culture and recreation                                      | 118,162                              | -                    | -                                  | -                                | (118,162)   |                      | (118,162)                  |
| Interest on long-term debt                                  | 130,753                              | -                    | -                                  | -                                | (130,753)   |                      | (130,753)                  |
| Total governmental activities                               | <u>37,855,947</u>                    | <u>6,047,943</u>     | <u>3,797,213</u>                   | <u>778,063</u>                   | <u>(27,232,728)</u>                               | <u>-</u>             | <u>(27,232,728)</u>        |
| Business-type activities                                    |                                      |                      |                                    |                                  |   |                      |                            |
| Solid waste   | 2,557,640                            | 3,307,046            | 8,840                              | -                                | 758,246   |                      | 758,246                    |
| Nursing home  | -                                    | 6,000                | -                                  | -                                | 6,000   |                      | 6,000                      |
| Fairgrounds   | 1,692,946                            | 1,016,438            | 25,473                             | -                                | (651,035)   |                      | (651,035)                  |
| Total business-type activities                              | <u>4,250,586</u>                     | <u>4,329,484</u>     | <u>34,313</u>                      | <u>-</u>                         | <u>113,211</u>                                    | <u>113,211</u>       | <u>113,211</u>             |
| Total primary government                                    | <u>\$ 42,106,533</u>                 | <u>\$ 10,377,427</u> | <u>\$ 3,831,526</u>                | <u>\$ 778,063</u>                | <u>(27,232,728)</u>                               | <u>113,211</u>       | <u>(27,119,517)</u>        |
| Component units:  |                                      |                      |                                    |                                  |   |                      |                            |
| Community Health Center                                     | <u>\$ 4,047,934</u>                  | <u>\$ 2,370,924</u>  | <u>\$ 1,480,413</u>                | <u>\$ 2,793,580</u>              |   |                      | \$ 2,596,983               |
| General revenues:   |                                      |                      |                                    |                                  |   |                      |                            |
| Property taxes  |                                      |                      |                                    |                                  | 20,547,944  | 317,555              | 20,865,499                 |
| Local option tax  |                                      |                      |                                    |                                  | 2,601,077   | -                    | 2,601,077                  |
| Other taxes   |                                      |                      |                                    |                                  | 29,649  | -                    | 29,649                     |
| Grant and contributions not restricted to specific programs |                                      |                      |                                    |                                  | 9,699,588   | -                    | 9,699,588                  |
| Unrestricted investment earnings                            |                                      |                      |                                    |                                  | 103,425   | 41,151               | 144,576                    |
| Miscellaneous   |                                      |                      |                                    |                                  | 646,100   | 607                  | 646,707                    |
| Contributions of capital assets                             |                                      |                      |                                    |                                  | -   | -                    | -                          |
| Transfers   |                                      |                      |                                    |                                  | (40,980)  | 40,980               | -                          |
| Total general revenue and transfers                         |                                      |                      |                                    |                                  | <u>33,586,803</u>                                 | <u>400,293</u>       | <u>33,987,096</u>          |
| Change in net position                                      |                                      |                      |                                    |                                  | 6,354,075   | 513,504              | 6,867,579                  |
| Total net position, beginning                               |                                      |                      |                                    |                                  | 61,319,615  | 13,900,469           | 75,220,084                 |
| Prior period adjustments                                    |                                      |                      |                                    |                                  | (19,436,237)                                      | (717,110)            | (20,153,347)               |
| Total net position, beginning, as restated                  |                                      |                      |                                    |                                  | 41,883,378  | 13,183,359           | 55,066,737                 |
| Total net position, ending                                  |                                      |                      |                                    |                                  | <u>\$ 48,237,453</u>                              | <u>\$ 13,696,863</u> | <u>\$ 61,934,316</u>       |

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

LEWIS AND CLARK COUNTY, MONTANA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2015

|  | SPECIAL REVENUE     |                     | DEBT SERVICE                 |                                     | CAPITAL PROJECTS              |                      | OTHER GOVERNMENTAL FUNDS |                          | TOTAL GOVERNMENTAL FUNDS |                          |
|--|---------------------|---------------------|------------------------------|-------------------------------------|-------------------------------|----------------------|--------------------------|--------------------------|--------------------------|--------------------------|
|  | GENERAL             | PUBLIC SAFETY       | SPECIAL ASSESSMENT DISTRICTS | RURAL SPECIAL IMPROVEMENT DISTRICTS | SPECIAL IMPROVEMENT DISTRICTS | DEBT                 | CAPITAL DEVELOPMENT      | OTHER GOVERNMENTAL FUNDS | OTHER GOVERNMENTAL FUNDS | TOTAL GOVERNMENTAL FUNDS |
| <b>ASSETS</b>  |                     |                     |                              |                                     |                               |                      |                          |                          |                          |                          |
| Cash and cash equivalents  | \$ 1,728,833        | \$ 2,354,902        | \$ 2,738,145                 | \$ 120,731                          | \$ 5,598,687                  | \$ 7,916,279         | \$ 20,457,577            |                          |                          | \$ 3,801,686             |
| Investments  | 321,273             | 437,618             | 508,837                      | 22,436                              | 1,040,419                     | 1,471,103            | 3,801,686                |                          |                          |                          |
| Receivables:   |                     |                     |                              |                                     |                               |                      |                          |                          |                          |                          |
| Taxes/assessments  | 156,068             | 245,739             | 28,068                       | 1,218,684                           | -                             | 238,593              | 1,887,152                |                          |                          |                          |
| Accounts/contracts   | 250,949             | 78,071              | -                            | -                                   | 45,100                        | 85,909               | 460,029                  |                          |                          |                          |
| Due from other funds   | 2,567,291           | -                   | -                            | -                                   | -                             | -                    | 2,567,291                |                          |                          |                          |
| Due from other governments   | 25,254              | 10,738              | -                            | -                                   | -                             | -                    | 1,185,276                |                          |                          |                          |
| Inventories  | 69,101              | -                   | -                            | -                                   | -                             | -                    | 196,573                  |                          |                          |                          |
| Restricted assets:   |                     |                     |                              |                                     |                               |                      |                          |                          |                          |                          |
| Cash and cash equivalents  | 20,500              | -                   | -                            | -                                   | -                             | -                    | 17,296                   |                          |                          |                          |
| Investments  | -                   | -                   | -                            | -                                   | -                             | -                    | 564,763                  |                          |                          |                          |
| Long-term accounts/contracts receivable                                  | 221,846             | -                   | -                            | -                                   | -                             | -                    | 221,846                  |                          |                          |                          |
| Advances to other funds  | -                   | -                   | -                            | -                                   | 217,585                       | -                    | 19,860                   |                          |                          |                          |
| <b>Total assets</b>  | <b>\$ 5,361,115</b> | <b>\$ 3,127,068</b> | <b>\$ 3,275,050</b>          | <b>\$ 1,361,851</b>                 | <b>\$ 6,901,791</b>           | <b>\$ 11,695,652</b> | <b>\$ 31,722,527</b>     |                          |                          |                          |
| <b>LIABILITIES</b>   |                     |                     |                              |                                     |                               |                      |                          |                          |                          |                          |
| Liabilities:   |                     |                     |                              |                                     |                               |                      |                          |                          |                          |                          |
| Accounts payable   | \$ 345,958          | \$ 376,514          | \$ 9,938                     | \$ -                                | \$ 1,111,554                  | \$ 976,340           | \$ 2,820,304             |                          |                          |                          |
| Due to other funds   | 1,634,100           | -                   | -                            | -                                   | -                             | 395,964              | 2,030,064                |                          |                          |                          |
| Advances from other funds  | -                   | -                   | -                            | 19,860                              | -                             | -                    | 19,860                   |                          |                          |                          |
| <b>Total liabilities</b>   | <b>1,980,058</b>    | <b>376,514</b>      | <b>9,938</b>                 | <b>19,860</b>                       | <b>1,111,554</b>              | <b>1,372,304</b>     | <b>4,870,228</b>         |                          |                          |                          |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                     |                     |                              |                                     |                               |                      |                          |                          |                          |                          |
| Deferred inflows of tax revenues   | 296,352             | 69,683              | 7,739                        | 1,198,131                           | -                             | 89,974               | 1,661,879                |                          |                          |                          |
| <b>FUND BALANCE:</b>   |                     |                     |                              |                                     |                               |                      |                          |                          |                          |                          |
| Nonspendable   | 69,101              | -                   | -                            | -                                   | -                             | 773,632              | 842,733                  |                          |                          |                          |
| Restricted   | -                   | -                   | -                            | 143,860                             | 50,445                        | 3,828,968            | 4,023,273                |                          |                          |                          |
| Unrestricted:  |                     |                     |                              |                                     |                               |                      |                          |                          |                          |                          |
| Committed  | 1,704,690           | 2,680,871           | 3,257,373                    | -                                   | 5,739,792                     | 5,607,112            | 18,989,838               |                          |                          |                          |
| Assigned   | 1,305,335           | -                   | -                            | -                                   | -                             | 23,662               | 1,328,997                |                          |                          |                          |
| Unassigned   | 5,579               | -                   | -                            | -                                   | -                             | -                    | 5,579                    |                          |                          |                          |
| <b>Total fund balance</b>  | <b>3,084,705</b>    | <b>2,680,871</b>    | <b>3,257,373</b>             | <b>143,860</b>                      | <b>5,790,237</b>              | <b>10,233,374</b>    | <b>25,190,420</b>        |                          |                          |                          |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 5,361,115</b> | <b>\$ 3,127,068</b> | <b>\$ 3,275,050</b>          | <b>\$ 1,361,851</b>                 | <b>\$ 6,901,791</b>           | <b>\$ 11,695,652</b> | <b>\$ 31,722,527</b>     |                          |                          |                          |

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



LEWIS AND CLARK COUNTY, MONTANA  
 BALANCE SHEET (Continued)  
 GOVERNMENTAL FUNDS  
 June 30, 2015

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
 TO THE STATEMENT OF NET POSITION

Total fund balance for governmental funds

\$ 25,190,420

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Land and Construction in Progress

6,306,758

Buildings, Improvements, Vehicles and Equipment (net)

13,699,082

Infrastructure (net)

16,324,957

Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.

1,661,879

1,246,596

Deferred outflows of resources are not financial resources and therefore are not reported in the funds.

(6,574,079)

Deferred inflows of resources are not due and payable and therefore are not reported in the funds.

Internal service funds are used by management to charge the costs of certain activities, such as maintenance on county buildings and vehicles; purchase, maintenance, and supplies for copiers, gasoline, central office supplies, and information technology and services; postage; radio sites; liability insurance claims; major medical, dental, life, vision insurance and claims; and flexible benefits claims. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Accrued interest

(14,911)

Bonds Payable

(3,120,000)

Special assessment debt payable

(1,047,837)

Loans/contracts payable

(644,634)

Compensated absences

(1,966,289)

Net pension liabilities

(13,511,935)

OPEB implicit rate subsidy

(359,881)

(20,650,576)

Net Position of Governmental Activities

\$ 48,237,453

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

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 For the Fiscal Year Ended June 30, 2015

|   | GENERAL             | PUBLIC SAFETY       | SPECIAL REVENUE     | SPECIAL ASSESSMENT DISTRICTS | RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT | CAPITAL DEVELOPMENT  | OTHER GOVERNMENTAL FUNDS | TOTAL GOVERNMENTAL FUNDS |
|---|---------------------|---------------------|---------------------|------------------------------|--|----------------------|--------------------------|--------------------------|
| <b>REVENUES</b>   |                     |                     |                     |                              |  |                      |                          |                          |
| Taxes/assessments   | \$ 5,953,796        | \$ 8,440,609        | \$ 895,226          | \$ 223,141                   | \$ -                                     | \$ -                 | \$ 8,671,428             | \$ 24,184,200            |
| Licenses and permits  | 277,982             | 1,505               | -                   | -                            | -  | -                    | -                        | 279,487                  |
| Intergovernmental   | 2,709,473           | 971,926             | 744                 | -                            | -  | 139,550              | 5,321,346                | 9,143,039                |
| Charges for services  | 1,201,242           | 591,722             | -                   | -                            | -  | -                    | 3,502,878                | 5,295,842                |
| Fines and forfeitures   | 69,971              | 254,207             | -                   | -                            | -  | -                    | 148,436                  | 472,614                  |
| Miscellaneous   | 55,529              | 45,395              | 2,460               | -                            | -  | 307,355              | 350,418                  | 761,157                  |
| Interest earnings   | 22,279              | 3,693               | 3,808               | 176                          | -  | 16,091               | 52,089                   | 98,136                   |
| <b>Total revenues</b>   | <b>10,290,272</b>   | <b>10,309,057</b>   | <b>902,238</b>      | <b>223,317</b>               | <b>462,996</b>                           | <b>18,046,595</b>    | <b>40,234,475</b>        |                          |
| <b>EXPENDITURES</b>   |                     |                     |                     |                              |  |                      |                          |                          |
| Current:  |                     |                     |                     |                              |  |                      |                          |                          |
| General government  | 6,294,774           | -                   | -                   | -                            | -  | 319,151              | 3,842,160                | 10,456,085               |
| Public safety   | 338,507             | 9,557,462           | -                   | -                            | -  | 207,002              | 3,628,637                | 13,731,608               |
| Public works  | 1,242,358           | -                   | 484,410             | -                            | -  | 108,818              | 3,892,657                | 5,728,243                |
| Public health   | 61,000              | -                   | -                   | -                            | -  | -                    | 5,059,782                | 5,120,782                |
| Social and economic   | 547,915             | -                   | -                   | -                            | -  | -                    | 479,365                  | 1,027,280                |
| Culture and recreation  | -                   | -                   | -                   | -                            | -  | -                    | 59,952                   | 59,952                   |
| Debt service  | -                   | -                   | -                   | 170,896                      | -  | -                    | 373,713                  | 544,609                  |
| Capital outlay  | -                   | -                   | -                   | -                            | -  | 2,087,058            | 1,860,032                | 3,947,090                |
| <b>Total expenditures</b>                                       | <b>8,484,554</b>    | <b>9,557,462</b>    | <b>484,410</b>      | <b>170,896</b>               | <b>2,722,029</b>                         | <b>19,196,298</b>    | <b>40,615,649</b>        |                          |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>1,805,718</b>    | <b>751,595</b>      | <b>417,828</b>      | <b>52,421</b>                | <b>(2,259,033)</b>                       | <b>(1,149,703)</b>   | <b>(381,174)</b>         |                          |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                     |                     |                     |                              |  |                      |                          |                          |
| Transfers in  | 357,558             | 378,520             | 26,896              | -                            | -  | 2,721,352            | 3,483,728                | 6,968,054                |
| Transfers out   | (919,558)           | (1,445,350)         | (70,726)            | (26,935)                     | -  | (1,148,554)          | (3,375,909)              | (6,987,032)              |
| Loans   | -                   | -                   | -                   | -                            | -  | 730,000              | 261,258                  | 991,258                  |
| Proceeds from disposal of capital assets                        | -                   | 89,988              | -                   | -                            | -  | (180,295)            | -                        | (90,307)                 |
| <b>Total other financing sources and uses</b>                   | <b>(562,000)</b>    | <b>(976,842)</b>    | <b>(43,830)</b>     | <b>(26,935)</b>              | <b>2,122,503</b>                         | <b>369,077</b>       | <b>881,973</b>           |                          |
| <b>Net change in fund balances</b>                              | <b>1,243,718</b>    | <b>(225,247)</b>    | <b>373,998</b>      | <b>25,486</b>                | <b>(136,530)</b>                         | <b>(780,626)</b>     | <b>500,799</b>           |                          |
| Fund balance, July 1  | 1,840,987           | 2,906,118           | 2,883,375           | 118,374                      | 5,926,767                                | 11,014,000           | 24,689,621               |                          |
| Fund balance, June 30   | <b>\$ 3,084,705</b> | <b>\$ 2,680,871</b> | <b>\$ 3,257,373</b> | <b>\$ 143,860</b>            | <b>\$ 5,790,237</b>                      | <b>\$ 10,233,374</b> | <b>\$ 25,190,420</b>     |                          |

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

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)  
 GOVERNMENTAL FUNDS  
 For the Fiscal Year Ended June 30, 2015

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

|   |    |                  |
|---|----|------------------|
| Net Change in fund balances -- total governmental funds   | \$ | 500,799          |
| The change in net position reported for governmental activities in the statement of activities is different because:  |    |                  |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expenses.  |    |                  |
| Capital assets purchases capitalized  | \$ | 6,248,683        |
| Construction in Progress increase/(decrease)  |    | (2,301,593)      |
| Retirement, Trade In, Donation, etc of Capital assets   |    | (14,598)         |
| Depreciation expense  |    | (2,234,555)      |
|   |    | 1,697,937        |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.  |    |                  |
| Long-term receivables   |    | (1,035,530)      |
| Proceeds from long-term debt provides current financial resources to the governmental funds and the repayment of principal consumes the current financial resources of the governmental funds, thus contributing to the change in fund balance. In the statement of net position, however, issuing debt and repaying principal, increases and decreases, respectively, long-term liabilities and does not affect the statement of activities.   |    |                  |
| Proceeds of long-term debt  |    | (991,258)        |
| Principal payments are:   |    |                  |
| Bonds payable   |    | 125,000          |
| Contract/loans payable  |    | 305,343          |
|   |    | (560,915)        |
| Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available.   |    |                  |
| Compensated absences  |    | (103,695)        |
| Net pension   |    | 596,819          |
| OPEB implicit rate subsidy  |    | (92,882)         |
| Accrued interest  |    | (2,257)          |
|   |    | 397,985          |
| Internal service funds are used by management to charge the costs of certain activities, such as maintenance on county buildings and vehicles; purchase, maintenance, and supplies for copiers, gasoline, central office supplies, and information technology and services; postage; radio sites; liability insurance claims; major medical, dental, life, vision insurance and claims; and flexible benefits claims. The net revenues/(losses) of the internal service funds are included in governmental activities in the statement of activities. |    |                  |
| Change in net position of governmental activities   |    | 5,353,799        |
|   | \$ | <u>6,354,075</u> |

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

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)  
 GENERAL AND MAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 1 of 5)

|                                    | GENERAL FUND         |                      |                      | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
|------------------------------------|----------------------|----------------------|----------------------|---|
|                                    | BUDGETED AMOUNTS     |                      | ACTUAL               |   |
|                                    | ORIGINAL             | FINAL                |                      |   |
| <b>REVENUES</b>                    |                      |                      |                      |   |
| <b>Taxes/Assessments</b>           |                      |                      |                      |   |
| Real property                      | \$ 5,079,720         | \$ 5,079,720         | \$ 5,038,709         | \$ (41,011)   |
| Local option tax                   | 464,087              | 464,087              | 520,421              | 56,334  |
| Entitlements                       | 750,149              | 750,149              | 814,171              | 64,022  |
| <b>Total Taxes/Assessments</b>     | <b>6,293,956</b>     | <b>6,293,956</b>     | <b>6,373,301</b>     | <b>79,345</b>   |
| <b>Licenses and Permits</b>        |                      |                      |                      |   |
| Alcoholic beverage licenses        | 10,000               | 10,000               | -                    | (10,000)  |
| General business                   | 245,000              | 245,000              | 256,967              | 11,967  |
| Other licenses & permits           | 20,625               | 20,625               | 19,748               | (877)   |
| <b>Total Licenses and Permits</b>  | <b>275,625</b>       | <b>275,625</b>       | <b>276,715</b>       | <b>1,090</b>  |
| <b>Intergovernmental</b>           |                      |                      |                      |   |
| Federal grants:                    |                      |                      |                      |   |
| Other federal grants               | 60,000               | 60,000               | 71,973               | 11,973  |
| Federal shared revenue:            |                      |                      |                      |   |
| Taylor grazing                     | 1,400                | 1,400                | 1,423                | 23  |
| Payments in lieu                   | 1,901,971            | 1,901,971            | 1,717,934            | (184,037)   |
| State grants:                      |                      |                      |                      |   |
| Other state grants                 | 9,200                | 9,200                | 11,286               | 2,086   |
| State shared revenues:             |                      |                      |                      |   |
| Personal property reimbursement    | 825,635              | 825,635              | 866,238              | 40,603  |
| Gambling revenues                  | 22,800               | 22,800               | 26,201               | 3,401   |
| Other local sources                | 42,000               | 42,000               | 21,324               | (20,676)  |
| <b>Total Intergovernmental</b>     | <b>2,863,006</b>     | <b>2,863,006</b>     | <b>2,716,379</b>     | <b>(146,627)</b>  |
| <b>Charges for Services</b>        |                      |                      |                      |   |
| General government:                |                      |                      |                      |   |
| Administrative fees                | 586,745              | 586,745              | 594,635              | 7,890   |
| Attorney fees                      | 66,393               | 66,393               | 65,709               | (684)   |
| Property tax                       | 10,500               | 10,500               | 22,125               | 11,625  |
| Election services                  | 5,000                | 5,000                | 2,784                | (2,216)   |
| Clerk and Recorder                 | 318,000              | 318,000              | 390,908              | 72,908  |
| Treasurer's fees                   | 20,400               | 20,400               | 29,146               | 8,746   |
| Weed                               | 25,000               | 25,000               | 42,094               | 17,094  |
| Other charges for services         | 2,000                | 2,000                | 4,084                | 2,084   |
| <b>Total Charges for Services</b>  | <b>1,034,038</b>     | <b>1,034,038</b>     | <b>1,151,485</b>     | <b>117,447</b>  |
| <b>Fines and Forfeitures</b>       |                      |                      |                      |   |
| Court fines:                       |                      |                      |                      |   |
| Fines and forfeitures              | 300                  | 300                  | 471                  | 171   |
| Surcharge                          | 68,000               | 68,000               | 69,500               | 1,500   |
| <b>Total Fines and Forfeitures</b> | <b>68,300</b>        | <b>68,300</b>        | <b>69,971</b>        | <b>1,671</b>  |
| <b>Miscellaneous Revenues</b>      | <b>50,000</b>        | <b>50,000</b>        | <b>55,529</b>        | <b>5,529</b>  |
| <b>Interest Earnings</b>           | <b>9,500</b>         | <b>9,500</b>         | <b>22,279</b>        | <b>12,779</b>   |
| <b>Total revenues</b>              | <b>\$ 10,594,425</b> | <b>\$ 10,594,425</b> | <b>\$ 10,665,659</b> | <b>\$ 71,234</b>  |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)  
 GENERAL AND MAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015

(Page 2 of 5)

| EXPENDITURES                    | GENERAL FUND     |                  |                  |   |
|---------------------------------|------------------|------------------|------------------|---|
|                                 | BUDGETED AMOUNTS |                  |                  | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
|                                 | ORIGINAL         | FINAL            | ACTUAL           |   |
| <b>General Government</b>       |                  |                  |                  |   |
| Legislative services            |                  |                  |                  |   |
| Personal services               | \$ 299,495       | \$ 299,495       | \$ 306,177       | \$ (6,682)  |
| Operations and maintenance      | 94,698           | 94,698           | 80,812           | 13,886  |
| Judicial services               |                  |                  |                  |   |
| Personal services               | 367,282          | 367,282          | 367,822          | (540)   |
| Operations and maintenance      | 99,111           | 99,111           | 87,976           | 11,135  |
| Administrative services         |                  |                  |                  |   |
| Personal services               | 323,815          | 323,815          | 291,202          | 32,613  |
| Operations and maintenance      | 300,705          | 300,705          | 191,226          | 109,479   |
| Financial services              |                  |                  |                  |   |
| Personal services               | 1,209,471        | 1,209,471        | 1,184,215        | 25,256  |
| Operations and maintenance      | 333,921          | 333,921          | 285,882          | 48,039  |
| Personnel services              |                  |                  |                  |   |
| Personal services               | 272,589          | 272,589          | 274,558          | (1,969)   |
| Operations and maintenance      | 1,975            | 1,975            | 2,317            | (342)   |
| Elections                       |                  |                  |                  |   |
| Personal services               | 221,391          | 221,391          | 232,325          | (10,934)  |
| Operations and maintenance      | 379,536          | 379,536          | 326,341          | 53,195  |
| Records administration          |                  |                  |                  |   |
| Personal services               | 164,265          | 164,265          | 164,932          | (667)   |
| Operations and maintenance      | 115,150          | 115,150          | 97,803           | 17,347  |
| Legal services                  |                  |                  |                  |   |
| Personal services               | 1,660,599        | 1,660,599        | 1,600,186        | 60,413  |
| Operations and maintenance      | 312,836          | 312,836          | 313,186          | (350)   |
| Public school administration    |                  |                  |                  |   |
| Personal services               | 100,029          | 100,029          | 98,750           | 1,279   |
| Operations and maintenance      | 15,833           | 15,833           | 13,948           | 1,885   |
| Other general government        |                  |                  |                  |   |
| Operations and maintenance      | 539,996          | 539,996          | 306,611          | 233,385   |
| <b>Total General Government</b> | <b>6,812,697</b> | <b>6,812,697</b> | <b>6,226,269</b> | <b>586,428</b>  |
| <b>Public Safety</b>            |                  |                  |                  |   |
| Coroner services                |                  |                  |                  |   |
| Personal services               | 224,782          | 224,782          | 155,322          | 69,460  |
| Operations and maintenance      | 120,533          | 120,533          | 74,905           | 45,628  |
| Civil defense                   |                  |                  |                  |   |
| Personal services               | 98,896           | 98,896           | 90,900           | 7,996   |
| Operations and maintenance      | 21,805           | 21,805           | 16,826           | 4,979   |
| <b>Total Public Safety</b>      | <b>466,016</b>   | <b>466,016</b>   | <b>337,953</b>   | <b>128,063</b>  |
| <b>Public Works</b>             |                  |                  |                  |   |
| Road and street services        |                  |                  |                  |   |
| Personal services               | 399,311          | 399,311          | 352,202          | 47,109  |
| Operations and maintenance      | 79,321           | 79,321           | 58,951           | 20,370  |
| Bridge                          |                  |                  |                  |   |
| Personal services               | 340,648          | 340,648          | 322,354          | 18,294  |
| Operations and maintenance      | 194,922          | 194,922          | 134,605          | 60,317  |
| Facilities administration       |                  |                  |                  |   |
| Operations and maintenance      | 39,000           | 39,000           | 39,000           | -   |
| Weed                            |                  |                  |                  |   |
| Personal services               | 203,013          | 203,013          | 180,955          | 22,058  |
| Operations and maintenance      | 132,459          | 132,459          | 114,718          | 17,741  |
| <b>Total Public Works</b>       | <b>1,388,674</b> | <b>1,388,674</b> | <b>1,202,785</b> | <b>185,889</b>  |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)  
 GENERAL AND MAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 3 of 5)

|   | GENERAL FUND          |                       |                     | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
|---|-----------------------|-----------------------|---------------------|---|
|   | BUDGETED AMOUNTS      |                       | ACTUAL              |   |
|   | ORIGINAL              | FINAL                 |                     |   |
| <b>Public Health</b>  |                       |                       |                     |   |
| Animal control services   |                       |                       |                     |   |
| Operations and maintenance  | 61,000                | 61,000                | 61,000              | -   |
| <b>Total Public Health</b>  | <b>61,000</b>         | <b>61,000</b>         | <b>61,000</b>       | <b>-</b>  |
| <b>Social and Economic</b>  |                       |                       |                     |   |
| Aging services  |                       |                       |                     |   |
| Operations and maintenance  | 149,939               | 149,939               | 149,996             | (57)  |
| Welfare services  |                       |                       |                     |   |
| Operations and maintenance  | 393,461               | 393,461               | 397,919             | (4,458)   |
| <b>Total Social and Economic</b>  | <b>543,400</b>        | <b>543,400</b>        | <b>547,915</b>      | <b>(4,515)</b>  |
| <b>Total expenditures</b>   | <b>9,271,787</b>      | <b>9,271,787</b>      | <b>8,375,922</b>    | <b>895,865</b>  |
| <b>Excess (deficiency) of revenue<br/>    over (under) expenditures</b> | <b>1,322,638</b>      | <b>1,322,638</b>      | <b>2,289,737</b>    | <b>967,099</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                                   |                       |                       |                     |   |
| Transfers in  | 555,000               | 555,000               | 357,558             | (197,442)   |
| Transfers out   | (2,990,828)           | (2,990,828)           | (3,100,458)         | (109,630)   |
| <b>Total other financing sources and uses</b>                           | <b>(2,435,828)</b>    | <b>(2,435,828)</b>    | <b>(2,742,900)</b>  | <b>(307,072)</b>  |
| <b>Net change in fund balances</b>                                      | <b>\$ (1,113,190)</b> | <b>\$ (1,113,190)</b> | <b>(453,163)</b>    | <b>\$ 660,027</b>   |
| Fund balance, July 1  |                       |                       | 5,133,430           |   |
| Fund balance, June 30   |                       |                       | <u>\$ 4,680,267</u> |   |

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

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)  
 GENERAL AND MAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 4 of 5)

|   | PUBLIC SAFETY      |                    |                     |   |
|---|--------------------|--------------------|---------------------|---|
|   | BUDGETED AMOUNTS   |                    | ACTUAL<br>AMOUNTS   | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
|   | ORIGINAL           | FINAL              |                     |   |
| <b>REVENUES</b>   |                    |                    |                     |   |
| Taxes/assessments   | \$ 9,051,974       | \$ 9,051,974       | \$ 9,093,135        | \$ 41,161   |
| Licenses and permits  | 1,600              | 1,600              | 1,505               | (95)  |
| Intergovernmental   | 978,083            | 978,083            | 978,037             | (46)  |
| Charges for services  | 522,000            | 522,000            | 616,378             | 94,378  |
| Fines and forfeitures   | 240,000            | 240,000            | 254,207             | 14,207  |
| Miscellaneous   | 34,000             | 34,000             | 45,395              | 11,395  |
| Interest earnings   | -                  | -                  | 3,693               | 3,693   |
| <b>Total revenues</b>   | <b>10,827,657</b>  | <b>10,827,657</b>  | <b>10,992,350</b>   | <b>164,693</b>  |
| <b>EXPENDITURES</b>   |                    |                    |                     |   |
| Current:  |                    |                    |                     |   |
| Public safety   |                    |                    |                     |   |
| Personal services   | 6,496,516          | 6,496,516          | 6,210,658           | 285,858   |
| Operations and maintenance  | 3,434,944          | 3,434,944          | 3,318,356           | 116,588   |
| <b>Total expenditures</b>   | <b>9,931,460</b>   | <b>9,931,460</b>   | <b>9,529,014</b>    | <b>402,446</b>  |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>896,197</b>     | <b>896,197</b>     | <b>1,463,336</b>    | <b>567,139</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                    |                    |                     |   |
| Transfers in  | 398,254            | 398,254            | 378,520             | (19,734)  |
| Transfers out   | (1,380,985)        | (1,380,985)        | (1,445,350)         | (64,365)  |
| Proceeds from disposal of capital assets                            | 30,000             | 30,000             | 89,988              | 59,988  |
| <b>Total other financing sources and uses</b>                       | <b>(952,731)</b>   | <b>(952,731)</b>   | <b>(976,842)</b>    | <b>(24,111)</b>   |
| <b>Net change in fund balances</b>                                  | <b>\$ (56,534)</b> | <b>\$ (56,534)</b> | <b>486,494</b>      | <b>\$ 543,028</b>   |
| Fund balance, July 1  |                    |                    | 2,306,026           |   |
| Fund balance, June 30   |                    |                    | <b>\$ 2,792,520</b> |   |

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

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)  
 GENERAL AND MAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 5 of 5)

|   | SPECIAL ASSESSMENT DISTRICTS |                       |                     |  |
|---|------------------------------|-----------------------|---------------------|--|
|   | BUDGETED AMOUNTS             |                       | ACTUAL AMOUNTS      | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
|   | ORIGINAL                     | FINAL                 |                     |  |
| <b>REVENUES</b>   |                              |                       |                     |  |
| Taxes/assessments   | \$ 852,066                   | \$ 852,066            | \$ 887,610          | \$ 35,544  |
| Intergovernmental   | 738                          | 738                   | 744                 | 6  |
| Miscellaneous   | 4,000                        | 4,000                 | 2,460               | (1,540)  |
| Interest earnings   | 6,045                        | 6,045                 | 3,808               | (2,237)  |
| <b>Total revenues</b>   | <b>862,849</b>               | <b>862,849</b>        | <b>894,622</b>      | <b>31,773</b>                                    |
| <b>EXPENDITURES</b>   |                              |                       |                     |  |
| Current:  |                              |                       |                     |  |
| Public works  | -                            | -                     | -                   | -  |
| Personal services   | 9,760                        | 9,760                 | 6,402               | 3,358  |
| Operations and maintenance                                      | 3,535,621                    | 3,535,621             | 550,194             | 2,985,427  |
| Debt service  | 51,377                       | 51,377                | -                   | 51,377   |
| <b>Total expenditures</b>                                       | <b>3,596,758</b>             | <b>3,596,758</b>      | <b>556,596</b>      | <b>3,040,162</b>                                 |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(2,733,909)</b>           | <b>(2,733,909)</b>    | <b>338,026</b>      | <b>3,071,935</b>                                 |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                              |                       |                     |  |
| Transfers in  | -                            | -                     | 26,896              | 26,896   |
| Transfers out   | (25,000)                     | (25,000)              | (70,726)            | (45,726)   |
| <b>Total other financing sources and uses</b>                   | <b>(25,000)</b>              | <b>(25,000)</b>       | <b>(43,830)</b>     | <b>(18,830)</b>                                  |
| <b>Net change in fund balances</b>                              | <b>\$ (2,758,909)</b>        | <b>\$ (2,758,909)</b> | <b>294,196</b>      | <b>\$ 3,053,105</b>                              |
| Fund balance, July 1  |                              |                       | 2,952,786           |  |
| Fund balance, June 30   |                              |                       | <b>\$ 3,246,982</b> |  |

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





**County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2015**

**LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
June 30, 2015**

|  | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS |                            |                            |                              |                             | GOVERNMENTAL<br>ACTIVITIES-<br>INTERNAL<br>SERVICE FUNDS |
|--|---|----------------------------|----------------------------|------------------------------|-----------------------------|--|
|  | COONEY<br>HOME                              | COUNTY<br>LANDFILL         | FAIR<br>ENTERPRISE         | OTHER<br>ENTERPRISE<br>FUNDS | TOTAL                       |  |
| <b>ASSETS</b>  |   |                            |                            |                              |                             |  |
| Current assets:  |   |                            |                            |                              |                             |  |
| Cash and cash equivalents  | \$ -  | \$ 1,502,607               | \$ 36,066                  | \$ 1,233,459                 | \$ 2,772,132                | \$ 4,453,611   |
| Investments  | -   | 279,234                    | 6,702                      | 229,217                      | 515,153                     | 827,626  |
| Receivables:   |   |                            |                            |                              |                             |  |
| Taxes/assessments  | -   | -                          | 20,481                     | -                            | 20,481                      | -  |
| Accounts/contracts   | 18,628                                      | 152,296                    | -                          | 325,905                      | 496,829                     | 317,957  |
| Notes receivable   | 52,434                                      | -                          | -                          | -                            | 52,434                      | -  |
| Due from other funds   | -   | -                          | -                          | -                            | -                           | 1,634,100  |
| Inventories  | -   | -                          | -                          | -                            | -                           | 26,797   |
| Total current assets   | <u>71,062</u>                               | <u>1,934,137</u>           | <u>63,249</u>              | <u>1,788,581</u>             | <u>3,857,029</u>            | <u>7,260,091</u>   |
| Noncurrent assets:   |   |                            |                            |                              |                             |  |
| Restricted assets:   |   |                            |                            |                              |                             |  |
| Cash and cash equivalents  | -   | 492,338                    | -                          | -                            | 492,338                     | 98,371   |
| Investments  | -   | 68,682                     | -                          | -                            | 68,682                      | -  |
| Long-term notes receivable   | 1,947,795                                   | -                          | -                          | -                            | 1,947,795                   | -  |
| Land and Construction in Progress                                    | -   | 216,606                    | -                          | 117,289                      | 333,895                     | 5,298,596  |
| Buildings, improvements, vehicles and equipment(net)                 | -   | 4,494,029                  | 9,595,499                  | 69,071                       | 14,158,599                  | 1,081,077  |
| Total noncurrent assets  | <u>1,947,795</u>                            | <u>5,271,655</u>           | <u>9,595,499</u>           | <u>186,360</u>               | <u>17,001,309</u>           | <u>6,478,044</u>   |
| <b>Total assets</b>  | <b><u>2,018,857</u></b>                     | <b><u>7,205,792</u></b>    | <b><u>9,658,748</u></b>    | <b><u>1,974,941</u></b>      | <b><u>20,858,338</u></b>    | <b><u>13,738,135</u></b>                                 |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |   |                            |                            |                              |                             |  |
| Pension contributions to measurement date                            | -   | 23,560                     | 20,996                     | -                            | 44,556                      | -  |
| <b>Total deferred outflows of resources</b>                          | <b><u>-</u></b>                             | <b><u>23,560</u></b>       | <b><u>20,996</u></b>       | <b><u>-</u></b>              | <b><u>44,556</u></b>        | <b><u>-</u></b>  |
| <b>LIABILITIES</b>   |   |                            |                            |                              |                             |  |
| Current liabilities:   |   |                            |                            |                              |                             |  |
| Accounts payable   | -   | 21,000                     | 25,453                     | 223,973                      | 270,426                     | 2,031,846  |
| Due to other funds   | 2,171,327                                   | -                          | -                          | -                            | 2,171,327                   | -  |
| Revenue bonds payable  | -   | 298,017                    | -                          | -                            | 298,017                     | 60,000   |
| Landfill postclosure costs payable - current                         | -   | -                          | -                          | 12,400                       | 12,400                      | -  |
| Claims payable   | -   | -                          | -                          | -                            | -                           | 270,517  |
| Advances from other funds  | -   | -                          | 217,585                    | -                            | 217,585                     | -  |
| Compensated absences payable   | -   | 1,289                      | 4,259                      | 1,292                        | 6,840                       | 20,345   |
| Total current liabilities  | <u>2,171,327</u>                            | <u>320,306</u>             | <u>247,297</u>             | <u>237,665</u>               | <u>2,976,595</u>            | <u>2,382,708</u>   |
| Noncurrent liabilities:  |   |                            |                            |                              |                             |  |
| Revenue bonds payable  | -   | 2,345,650                  | -                          | -                            | 2,345,650                   | 125,000  |
| Landfill postclosure costs payable                                   | -   | 950,513                    | -                          | 111,600                      | 1,062,113                   | -  |
| Compensated absences payable   | -   | 11,604                     | 38,326                     | 11,624                       | 61,554                      | 183,100  |
| Net pension liability  | -   | 312,642                    | 278,622                    | -                            | 591,264                     | -  |
| OPEB implicit rate subsidy   | -   | 7,984                      | 7,888                      | -                            | 15,872                      | -  |
| Total noncurrent liabilities   | <u>-</u>                                    | <u>3,628,393</u>           | <u>324,836</u>             | <u>123,224</u>               | <u>4,076,453</u>            | <u>308,100</u>   |
| <b>Total liabilities</b>   | <b><u>2,171,327</u></b>                     | <b><u>3,948,699</u></b>    | <b><u>572,133</u></b>      | <b><u>360,889</u></b>        | <b><u>7,053,048</u></b>     | <b><u>2,690,808</u></b>                                  |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |   |                            |                            |                              |                             |  |
| Difference between projected and actual investment earnings-Pensions | -   | 80,782                     | 71,991                     | -                            | 152,773                     | -  |
| Difference between Actual and Expected Contributions-Pensions        | -   | 111                        | 99                         | -                            | 210                         | -  |
| <b>Total deferred inflows of resources</b>                           | <b><u>-</u></b>                             | <b><u>80,893</u></b>       | <b><u>72,090</u></b>       | <b><u>-</u></b>              | <b><u>152,983</u></b>       | <b><u>-</u></b>  |
| <b>NET POSITION</b>  |   |                            |                            |                              |                             |  |
| Net investment in capital assets                                     | -   | 2,066,968                  | 9,595,499                  | 186,360                      | 11,848,827                  | 6,194,673  |
| Restricted for bond reserve  | -   | 360,256                    | -                          | -                            | 360,256                     | 76,379   |
| Restricted for debt service  | -   | 200,764                    | -                          | -                            | 200,764                     | -  |
| Unrestricted   | (152,470)                                   | 571,772                    | (559,978)                  | 1,427,692                    | 1,287,016                   | 4,776,275  |
| <b>Total net position</b>  | <b><u>\$ (152,470)</u></b>                  | <b><u>\$ 3,199,760</u></b> | <b><u>\$ 9,035,521</u></b> | <b><u>\$ 1,614,052</u></b>   | <b><u>\$ 13,696,863</u></b> | <b><u>\$ 11,047,327</u></b>                              |

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

**County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2015**

**LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2015**

|   | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS |                    |                    |                              | TOTAL             | GOVERNMENTAL<br>ACTIVITIES-<br>INTERNAL<br>SERVICE FUNDS |
|---|---|--------------------|--------------------|------------------------------|-------------------|--|
|   | COONEY<br>HOME                              | COUNTY<br>LANDFILL | FAIR<br>ENTERPRISE | OTHER<br>ENTERPRISE<br>FUNDS |                   |  |
| <b>OPERATING REVENUES</b>                         |   |                    |                    |                              |                   |  |
| Charges for services                              | \$ -  | \$ 1,551,556       | \$ 1,016,438       | \$ 1,755,490                 | \$ 4,323,484      | \$ 9,061,659   |
| Miscellaneous                                     | 6,000                                       | -                  | 607                | -                            | 6,607             | 302,474  |
| <b>Total Operating Revenues</b>                   | <b>6,000</b>                                | <b>1,551,556</b>   | <b>1,017,045</b>   | <b>1,755,490</b>             | <b>4,330,091</b>  | <b>9,364,133</b>   |
| <b>OPERATING EXPENSES</b>                         |   |                    |                    |                              |                   |  |
| Personal services                                 | -   | 309,977            | 412,798            | 110,742                      | 833,517           | 1,950,896  |
| Supplies  | -   | 261,075            | 263,160            | 103,049                      | 627,284           | 1,820,679  |
| Purchased services                                | -   | 68,929             | 661,092            | 1,383,297                    | 2,113,318         | 4,909,410  |
| Depreciation                                      | -   | 238,597            | 339,142            | 12,855                       | 590,594           | 119,641  |
| <b>Total Operating Expenses</b>                   | <b>-</b>                                    | <b>878,578</b>     | <b>1,676,192</b>   | <b>1,609,943</b>             | <b>4,164,713</b>  | <b>8,800,626</b>   |
| <b>Operating income (loss)</b>                    | <b>6,000</b>                                | <b>672,978</b>     | <b>(659,147)</b>   | <b>145,547</b>               | <b>165,378</b>    | <b>563,507</b>   |
| <b>NONOPERATING REVENUES (EXPENSES)</b>           |   |                    |                    |                              |                   |  |
| Taxes pledged to secure revenue bonds             | -   | -                  | 317,555            | -                            | 317,555           | -  |
| Intergovernmental                                 | -   | 8,840              | 25,473             | -                            | 34,313            | -  |
| Interest income                                   | 35,971                                      | 2,697              | 920                | 1,563                        | 41,151            | 5,289  |
| Interest expense                                  | -   | (69,119)           | (16,754)           | -                            | (85,873)          | (14,230)   |
| Capital grants and contributions                  | -   | -                  | -                  | -                            | -                 | 4,821,235  |
| <b>Total Nonoperating Revenues (Expenses)</b>     | <b>35,971</b>                               | <b>(57,582)</b>    | <b>327,194</b>     | <b>1,563</b>                 | <b>307,146</b>    | <b>4,812,294</b>   |
| <b>Income (loss) before transfers</b>             | <b>41,971</b>                               | <b>615,396</b>     | <b>(331,953)</b>   | <b>147,110</b>               | <b>472,524</b>    | <b>5,375,801</b>   |
| Transfers in                                      | -   | -                  | 50,000             | -                            | 50,000            | 66,805   |
| Transfers out                                     | -   | -                  | (9,020)            | -                            | (9,020)           | (88,807)   |
| <b>Change in net position</b>                     | <b>41,971</b>                               | <b>615,396</b>     | <b>(290,973)</b>   | <b>147,110</b>               | <b>513,504</b>    | <b>5,353,799</b>   |
| Total net position, beginning                     | (194,441)                                   | 2,963,549          | 9,664,419          | 1,466,942                    | 13,900,469        | 5,693,528  |
| Prior period adjustments                          | -   | (379,185)          | (337,925)          | -                            | (717,110)         | -  |
| <b>Total net position, beginning, as restated</b> | <b>(194,441)</b>                            | <b>2,584,364</b>   | <b>9,326,494</b>   | <b>1,466,942</b>             | <b>13,183,359</b> | <b>5,693,528</b>   |
| Total net position, ending                        | \$ (152,470)                                | \$ 3,199,760       | \$ 9,035,521       | \$ 1,614,052                 | \$ 13,696,863     | \$ 11,047,327  |

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

**County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2015**

**LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2015**

|  | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS |                     |                     |                              |                     | GOVERNMENTAL<br>ACTIVITIES-<br>INTERNAL<br>SERVICE FUNDS |
|--|---|---------------------|---------------------|------------------------------|---------------------|--|
|  | COONEY<br>HOME                              | COUNTY<br>LANDFILL  | FAIR<br>ENTERPRISE  | OTHER<br>ENTERPRISE<br>FUNDS | TOTAL               |  |
| <b>Cash flows from operating activities:</b>   |   |                     |                     |                              |                     |  |
| Cash received from customers   | \$ (21,283)                                 | \$ 1,544,619        | \$ 1,016,438        | \$ 1,724,776                 | \$ 4,264,550        | \$ 9,016,307   |
| Cash payments for goods and services   | 23,530                                      | (323,104)           | (918,441)           | (1,446,278)                  | (2,664,293)         | (8,776,633)  |
| Cash payments for employees  | -   | (314,642)           | (404,723)           | (111,578)                    | (830,943)           | (1,939,317)  |
| Cash received from other operating revenues  | 6,000                                       | -                   | 607                 | -                            | 6,607               | 302,474  |
| Cash payments for landfill closure and post closure  | -   | 13,705              | -                   | (12,400)                     | 1,305               | -  |
| <b>Net cash provided by (used by) operating activities</b>   | <b>8,247</b>                                | <b>920,578</b>      | <b>(306,119)</b>    | <b>154,520</b>               | <b>777,226</b>      | <b>(1,397,169)</b>                                       |
| <b>Cash flows from noncapital financing activities:</b>  |   |                     |                     |                              |                     |  |
| Payments for principal and interest on bonds and notes   | 54,951                                      | -                   | -                   | -                            | 54,951              | -  |
| Proceeds from taxes  | -   | -                   | 579,608             | -                            | 579,608             | -  |
| Proceeds received from non-capital grants  | -   | -                   | 17,595              | -                            | 17,595              | -  |
| Transfers from other Funds   | -   | -                   | 50,000              | -                            | 50,000              | 2,247,705  |
| Transfers to other Funds   | -   | -                   | (9,020)             | -                            | (9,020)             | (88,807)   |
| Proceeds from interfund loans  | (91,718)                                    | -                   | -                   | -                            | (91,718)            | -  |
| Repayment of interfund loans   | -   | -                   | (373,807)           | -                            | (373,807)           | -  |
| <b>Net cash provided by (used by) noncapital financing activities</b>                                    | <b>(36,767)</b>                             | <b>-</b>            | <b>264,376</b>      | <b>-</b>                     | <b>227,609</b>      | <b>2,158,898</b>   |
| <b>Cash flows from capital and related financing activities:</b>   |   |                     |                     |                              |                     |  |
| Payments for capital acquisitions  | -   | (420)               | -                   | (18,046)                     | (18,466)            | (218,338)  |
| Principal repayment - bonds/loans  | -   | (290,418)           | (315,081)           | -                            | (605,499)           | (55,000)   |
| Interest paid  | -   | (69,119)            | (16,754)            | -                            | (85,873)            | (14,230)   |
| <b>Net cash provided by (used by) capital and related financing activities</b>                           | <b>-</b>                                    | <b>(359,957)</b>    | <b>(331,835)</b>    | <b>(18,046)</b>              | <b>(709,838)</b>    | <b>(287,568)</b>   |
| <b>Cash flows from investing activities:</b>   |   |                     |                     |                              |                     |  |
| Receipts of interest and dividends   | 28,520                                      | 2,697               | 920                 | 1,563                        | 33,700              | 5,289  |
| Payments for investments   | -   | (130,059)           | 44,156              | (67,051)                     | (152,954)           | (239,718)  |
| <b>Net cash provided by (used by) investing activities</b>   | <b>28,520</b>                               | <b>(127,362)</b>    | <b>45,076</b>       | <b>(65,488)</b>              | <b>(119,254)</b>    | <b>(234,429)</b>   |
| <b>Net increase (decrease) in cash and cash equivalents</b>  | <b>-</b>                                    | <b>433,259</b>      | <b>(328,502)</b>    | <b>70,986</b>                | <b>175,743</b>      | <b>239,732</b>   |
| Cash and cash equivalents, July 1  | -   | 1,561,686           | 364,568             | 1,162,473                    | 3,088,727           | 4,312,250  |
| <b>Cash and cash equivalents, June 30</b>  | <b>\$ -</b>                                 | <b>\$ 1,994,945</b> | <b>\$ 36,066</b>    | <b>\$ 1,233,459</b>          | <b>\$ 3,264,470</b> | <b>\$ 4,551,982</b>                                      |
| Cash and cash equivalents, current   | \$ -  | \$ 1,502,607        | \$ 36,066           | \$ 1,233,459                 | \$ 2,772,132        | \$ 4,453,611   |
| Cash and cash equivalents, noncurrent - restricted   | -   | 492,338             | -                   | -                            | 492,338             | 98,371   |
| <b>Total Cash and cash equivalents, June 30</b>  | <b>\$ -</b>                                 | <b>\$ 1,994,945</b> | <b>\$ 36,066</b>    | <b>\$ 1,233,459</b>          | <b>\$ 3,264,470</b> | <b>\$ 4,551,982</b>                                      |
| <b>Reconciliation of operating income to net cash provided by operating activity:</b>                    |   |                     |                     |                              |                     |  |
| Operating income (loss)  | \$ 6,000                                    | \$ 672,978          | \$ (659,147)        | \$ 145,547                   | \$ 165,378          | \$ 563,507   |
| <b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b> |   |                     |                     |                              |                     |  |
| Depreciation   | -   | 238,597             | 339,142             | 12,855                       | 590,594             | 119,641  |
| Change in assets and liabilities:  |   |                     |                     |                              |                     |  |
| (Increase) decrease taxes/accounts/other receivables   | 2,247                                       | (6,940)             | -                   | (30,714)                     | (35,407)            | (45,351)   |
| (Increase) decrease due from other funds   | -   | -                   | -                   | -                            | -                   | (3,815,000)  |
| (Increase) decrease inventory  | -   | -                   | -                   | -                            | -                   | 1,897  |
| Increase (decrease) compensated absences   | -   | (4,876)             | 4,130               | (836)                        | (1,582)             | (9,316)  |
| Increase (decrease) accounts payable   | -   | 6,494               | 8,107               | 75,717                       | 90,318              | 1,925,940  |
| Increase (decrease) payables for capital purchases   | -   | -                   | -                   | (35,649)                     | (35,649)            | (232,451)  |
| Gain/(Loss) from disposal of capital assets  | -   | -                   | -                   | -                            | -                   | 7,918  |
| Increase (decrease) claims payable   | -   | -                   | -                   | -                            | -                   | 86,046   |
| Increase (decrease) postclosure liability  | -   | 13,705              | -                   | (12,400)                     | 1,305               | -  |
| Increase (decrease) in Pension liability   | -   | (367)               | (334)               | -                            | (701)               | -  |
| Increase (decrease) in OPEB implicit rate subsidy  | -   | 987                 | 1,983               | -                            | 2,970               | -  |
| <b>Net cash provided by (used by) operating activities</b>   | <b>\$ 8,247</b>                             | <b>\$ 920,578</b>   | <b>\$ (306,119)</b> | <b>\$ 154,520</b>            | <b>\$ 777,226</b>   | <b>\$ (1,397,169)</b>                                    |
| <b>Schedule of Noncash Transactions</b>  |   |                     |                     |                              |                     |  |
| Write off of taxes receivables   | \$ -  | \$ -                | \$ 418              | \$ -                         | \$ 418              | \$ -   |
| Write off of accounts receivables  | 26,678                                      | -                   | -                   | 5,611                        | 32,289              | -  |
| Gain/(Loss) from disposal of capital assets  | -   | -                   | -                   | -                            | -                   | 7,918  |

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



**LEWIS AND CLARK COUNTY  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
June 30, 2015**

|                                       | <b>INVESTMENT<br/>TRUST<br/>FUNDS</b> | <b>AGENCY<br/>FUNDS</b> |
|---------------------------------------|---------------------------------------|-------------------------|
| <b>ASSETS</b>                         |                                       |                         |
| Cash and cash equivalents             | \$ 33,127,514                         | \$ 7,708,278            |
| Investments                           | 5,943,955                             | 1,432,451               |
| Receivables:                          |                                       |                         |
| Taxes/assessments                     | -                                     | 2,367,733               |
| Land held for resale                  | -                                     | 22,628                  |
| <b>Total assets</b>                   | <b>39,071,469</b>                     | <b>11,531,090</b>       |
| <b>LIABILITIES</b>                    |                                       |                         |
| Accounts payable                      | -                                     | 2,858,060               |
| Intergovernmental payable             | -                                     | 8,673,030               |
| <b>Total liabilities</b>              | <b>-</b>                              | <b>11,531,090</b>       |
| <b>NET POSITION</b>                   |                                       |                         |
| Held in trust for:                    |                                       |                         |
| External investment pool participants | 36,755,178                            | -                       |
| Individual investment accounts        | 2,316,291                             | -                       |
| <b>Total net position</b>             | <b>\$ 39,071,469</b>                  | <b>\$ -</b>             |

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

**LEWIS AND CLARK COUNTY  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
For the Fiscal Year Ended June 30, 2015**

|  | <b>INVESTMENT<br/>TRUST<br/>FUNDS</b> |
|--|---------------------------------------|
| <b>ADDITIONS</b>   |                                       |
| Contributions to pooled investments                            | \$ 121,450,643                        |
| Interest and investment income                                 | 54,265                                |
| <b>Total additions</b>   | <b>121,504,908</b>                    |
| <b>DEDUCTIONS</b>  |                                       |
| Distribution from pooled investments                           | 116,296,425                           |
| Administrative expenses  | 1,340                                 |
| <b>Total deductions</b>  | <b>116,297,765</b>                    |
| Change in net position held in trust for:<br>Pool participants | 5,207,143                             |
| Net position held in trust, beginning of year                  | 33,864,326                            |
| <b>Net position held in trust, end of year</b>                 | <b>\$ 39,071,469</b>                  |

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





**NOTES TO THE FINANCIAL STATEMENTS**

LEWIS AND CLARK COUNTY, MONTANA  
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County of Lewis and Clark have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

A. Reporting Entity

Lewis and Clark County is a political subdivision of the State of Montana. The County seat is Helena, which also serves as the state capitol. The population of the County is predominantly urban with the majority of the residents within a twenty-mile radius of Helena.

The County government includes a three (3) member commission, members elected at large and serving three staggered six (6) year terms. Ten (10) additional elected officials serve four (4) year terms.

For financial reporting purposes, the County has included all funds which comprise the County (the primary government) and its component units. The component units are entities for which the County is financially accountable, or whose relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the County to impose its will on the organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County.

**Discretely Presented Component Units**

The component unit is an entity that is legally separate from the County because it possesses corporate powers, but is financially accountable to the County, whose relationships with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The component unit columns of the financial statements include the financial data of the following entity.

Cooperative Health Center – The Cooperative Health Center (CHC) is a nonprofit corporation organized for the purpose of providing health services to the medically under-served in the County.

CHC's board, which includes representatives of local health care providers and consumers, is not controlled by the County. The County is financially accountable for the CHC as a result of fiscal dependency. Under terms of an agreement between the CHC and the County, the CHC must follow fiscal and personnel policies established by the County. Among these fiscal and personnel policies are procurement, claims processing, capital asset and hiring and firing. Due to this close operational and financial relationship, CHC could impose specific financial burdens on the County. Therefore, the County Commission can impose its will on the CHC by approving or not approving most of the major fiscal issues. The CHC does not separately present financial information for the entity and therefore it is presented as a governmental fund type within these statements and notes.

### **Related Organizations**

The following fall into the category of “related organizations” as defined by the Governmental Accounting Standards Board criteria.

Helena Airport Authority – For this entity, the Lewis and Clark Board of County Commissioners appoint the majority of the board of directors, but cannot impose their will on the organization, nor does the County derive any benefit or burden from this organization.

Lewis and Clark Library – The Library was formed in 1974 by an Interlocal Library Contract executed by Lewis and Clark County and the City of Helena. The County and the City each appoint two members to the Library Board of Trustees while the fifth member is jointly appointed by the City and County Commissions. The Library is funded through fees and tax levies collected by the County. The County cannot impose their will on the organization, nor does the County derive any benefit or burden from this organization. See Note 21 - Joint Ventures for a summary of financial information for the Library.

### **Investment Pool**

The County maintains an investment pool consisting of funds belonging to the County and of funds held with the County Treasurer belonging to legally separate entities, such as fire, water, sewer, irrigation and cemetery special districts and school districts. The Treasurer’s investment pool, hereafter called investment pool, is comprised of two components: (1) internal pooled deposits and investments and (2) external pooled deposits and investments. There is no regulatory oversight of the investment pool, but an investment committee is responsible for setting policy and reviewing and monitoring investments.

All school districts and other special districts within Lewis and Clark County are required by Montana State Statutes to hold all funds with the County Treasurer and have the option to participate in the county’s investment pool or to direct their own investments. These districts have elected to participate in the investment pool.

## **B. Basis of Presentation, Basis of Accounting**

*Government-wide Statements:* The statement of net position and the statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Certain indirect costs are included in the program expense reported for the individual functions and activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

*Fund Financial Statements:* The fund financial statements provide information about the County’s funds, including its fiduciary funds. Separate statements for each fund category - *governmental*, *proprietary*, and *fiduciary* - are presented. The emphasis of fund financial statements is on major governmental and

enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All other expenses not meeting this definition are reported as non-operating.

The County reports the following major governmental funds:

*General Fund:* This is the County's main operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

*Public Safety Fund:* This fund accounts for the receipt of revenues from mill levies, grants, and fees, along with the expenditures related to public safety, including law enforcement, detention, drug task force, and patrol.

*Special Assessment Districts:* This fund is used to account for the receipt of property tax assessments and related expenditures dedicated for the maintenance of specific roads, parks, lighting districts and fire service areas.

*Rural Special Improvement District Debt Fund:* This fund is used to accumulate revenues from assessments collected on the property tax bills. It is used for periodic payments of principal and interest of special improvement districts debt.

*Capital Development Fund:* This fund accounts for the County's transfers from other funds and resources relating to expenditures dedicated to the acquisition and replacement of major capital assets.

The County reports the following major enterprise funds:

*Cooney Home:* This fund is used to account for the receipt of installment payments of principal and interest from the sale of the long-term care facility.

*County Landfill:* This fund is used to account for the receipt of user charges and other resources and related expenses for the operation, maintenance, construction of new cells and related closure and postclosure costs associated with the landfill.

*Fairgrounds:* This fund is used to account for the receipt of user charges and other resources and related expenses for the operation of the County fairgrounds. It is also used for the accumulation of tax revenues and expenditures related to the major construction project.

Additionally, the County reports the following fund types:

*Permanent Funds:* These funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the County's programs. As allowed by Montana Code Annotated (MCA) 37-19-82, the earnings of Forestvale Perpetual Care Fund are used for maintaining the county cemetery.

*Enterprise Funds:* These funds account for the operations and activities, which render services on a user charge basis to the general public. Primary services are landfills and transfer stations.

*Internal Service Funds:* These funds account for the financing of goods and services provided by one department or agency to other departments or agencies on a cost reimbursement basis, such as maintenance on County buildings and vehicles; gasoline; information technology and services; liability insurance claims; major medical, dental, life, vision insurance and claims; and flexible benefits claims.

*Fiduciary Funds:* These funds account for monies held on behalf of school districts, special districts, and other governments and agencies that use the County as a depository; property taxes collected on behalf of other governments; and surety bonds and performance deposits.

### **Measurement Focus, Basis of Accounting**

*Government-wide, Proprietary Statements, and Fiduciary Funds:* The government-wide, proprietary fund and fiduciary funds financial statements are reported using the economic resources measurement focus. Agency funds have no measurement focus. The government-wide, proprietary funds, investment trust funds, and the agency funds financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, includes property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

*Governmental Fund Financial Statements:* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, excluding motor vehicle taxes, licenses, and interest on investments are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the County finances certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted funds available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

## **C. Assets, Liabilities and Net Position or Equity**

### **Deposits and Investments**

*Interest rate risk:* In accordance with its investment policy, the County manages its exposure to declining fair values by limiting the maturity of its investment portfolio to no more than two years.

*Credit risk:* State law authorizes the County to invest in the State Short-Term Investment Pool (STIP); repurchase agreements; registered warrants of the County or of municipalities or school districts located in the County; U.S. government treasury bills, notes, bonds and other treasury obligations such as state and local government series; general obligations of certain agencies of the United States such as Federal Home Loan Bank; and U.S. government security money market funds if the fund meets certain conditions. Credit risk is minimized by compliance with State law.

*Concentration of credit risk:* The County's investment policy does not specifically address concentration of credit risk to allow for an investment in any one issuer not to be in excess of a specific threshold percentage of the government's total investments.

*Custodial credit risk:* In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. For an investment, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law governs the amount and types of security required to cover that portion of the deposits which is not guaranteed or insured according to law. Per state law, when negotiable securities are furnished, such securities may be placed in trust and the trustee's receipt may be accepted in lieu of actual securities when such receipt is in favor of the treasurer and their successors. Sections 7-6-202 and 7-6-206, MCA severely limit the types of investments and time deposits which are permitted by the County. Compliance with these statutes minimizes the County's custodial credit risk.

The County's external investment pool is required to report certain investments at fair value in the balance sheet and recognize the corresponding change in the fair value of investments in the year in which the change occurred. The County will state investments at fair value, when material.

The County's cash and cash equivalents are considered to be cash on hand and demand deposits. In addition, the investments with the State of Montana's Short-Term Investment Pool (STIP) is deemed to be a cash equivalent since it is sufficiently liquid as to permit withdrawal of cash at any time without prior notice or penalty.

The County's investments are considered to be U.S. Government obligations, collateralized mortgage obligations, mortgage-backed securities, repurchase agreements, certificates of deposit and mutual funds that invest only in government obligations or securities issued by agencies of the United States. The cash resources of the individual funds are combined to form a pool of cash and investments, which is managed by an investment committee. Assets held by Lewis and Clark County for external participants in the pool is shown in the Investment Trust Fund at fair value. On June 30, 2015, the percentage share of the investment pool that relates to the external investments is 46 percent.

The fair value of pooled investments is determined annually and is based on current market prices. Investment income earned as a result of pooling is distributed to those funds authorized by statute using a formula based on the average daily balance of cash and investments in each fund. Changes in the fair value of investments are recognized as revenue at the end of each year.

The County also manages several individual investment trust accounts for external participants. These accounts are reported in the Individual Investment Fund. Funds in the Individual Investment Fund are invested entirely in STIP.

At June 30, 2015 the balance in the individual investment trust accounts were as follows:

|  |                     |
|--|---------------------|
| Helena School District Elementary Building Reserves  | \$ 1,002,969        |
| Helena School District High School Building Reserves | 1,081,828           |
| Helena School District other investment              | 196,210             |
| Helena School District fiscal agent bond account     | 103                 |
| Helena School District Endowment                     | <u>35,181</u>       |
| Total Individual Investment Accounts                 | <u>\$ 2,316,291</u> |

Individual investment accounts are held and invested separately by the County and interest earned is deposited solely in the individual accounts.

The County issues warrants in payment of its obligations. When the warrants are presented to the treasury, the County's demand account is automatically charged to pay the warrants. Cash balances in all funds except the payroll fund are reported net of outstanding warrants.

### **Short-term Interfund Receivables/Payables**

Activity between individual funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are classified as "due from other funds" or "due to other funds" on the balance sheet.

Noncurrent portions of long-term interfund loan receivables in governmental type funds are reported as advances and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources, therefore, are not available for appropriation.

All property tax receivables are shown net of an allowance for uncollectible taxes receivable. The property tax receivable allowance is equal to 2 percent of the outstanding property taxes at fiscal year-end. At June 30, 2015 the allowance amounted to \$44,543 for the primary government and \$48,321 for agency funds.

Property tax levies are set on or before the second Monday in August, in connection with the budget process. Real property (and certain attached personal property) taxes are billed within ten days after the third Monday in October and are due in equal installments on November 30 and the following May 31. After those dates, they become delinquent (and a lien is placed upon the property). After three years, the County may exercise the lien and take title to the property. Special assessments are either billed in one installment due November 30 or two installments due November 30 and the following May 31. Personal property taxes (other than those billed with real estate) are generally billed no later than the second Monday in July (normally in May and June), based on the prior November's levies. Personal property taxes, other than mobile homes, are due thirty days after billing. Mobile home taxes are billed in two halves, the first due May 31 and the second due the following November 30. The tax billings are considered past due after the respective due date and are subject to a penalty (2 percent of the tax charge) and monthly interest (10 percent annually of the tax charge).

### **Inventories and Prepaid Items**

Inventories are valued at cost using the first-in/first-out expenditures method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as deferred outflows of resources in both government-wide and fund financial statements.

### **Restricted Assets**

Certain proceeds of enterprise fund and internal service fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted on the statement of net position because their use is limited by applicable bond covenants. The "bond reserve" account is used to report resources set aside to make up potential future deficiencies in the revenue bond debt service account. The "bond debt service" account is used to segregate resources accumulated for debt service payments over the next twelve months. The "perpetual care – nonexpendable" account is used to legally restrict the principal of a program to the extent that only earnings may be used for purposes that support the County's program. The Other purposes classification represents assets that are contractually or legally restricted to a specific program.

**Capital Assets**

The County’s major infrastructure networks - roads and bridges – that had been put in place prior to implementation of GASB Statement 34, were first reported retroactively in fiscal-year 2007.

The County’s works of art, exhibits, and books are not being capitalized. The County has a policy that says these items are protected and preserved.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets’ lives are not capitalized.

Purchased or constructed capital assets are recorded at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. The County capitalizes all assets purchased during the year over the following threshold (unless purchased by federal money, then the threshold is \$5,000):

|                          | <u>Capitalize and Depreciate</u>  |
|--------------------------|---|
| Land                     | Capitalize only   |
| Land Improvements        | \$50,000  |
| Building                 | \$50,000  |
| Building Improvements    | \$50,000  |
| Construction in Progress | Capitalize only if total will be over:<br>\$50,000 for Buildings; or<br>\$50,000 for Improvements; or<br>\$250,000 for Infrastructure |
| Machinery and Equipment  | \$15,000  |
| Vehicle                  | \$15,000  |
| Infrastructure           | \$250,000   |

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of the capital assets of business-type activities is included in the capitalized value of the asset constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

| <u>Asset Class</u>    | <u>Estimated Useful Lives</u> |
|-----------------------|-------------------------------|
| Infrastructure        | 6-50                          |
| Buildings             | 15-40                         |
| Building Improvements | 7-30                          |
| Vehicles              | 5-15                          |
| Equipment             | 5-10                          |
| Computer Equipment    | 3-7                           |

**Compensated Absences**

It is the County’s policy to permit employees to accumulate a limited amount of earned but unused vacation benefits, which will be paid to employees upon separation from County service. Employees are allowed to accumulate and carry over a maximum to two times their annual accumulation of vacation, but no more than 90 days into the new calendar year. There is no restriction on the amount of sick leave that may be accumulated. In addition, all nonexempt employees are allowed to accumulate compensatory time at time and one-half. Union contracts set the limit of compensatory time allowed. Upon separation, employees are paid 100 percent of accumulated vacation, 25 percent of accumulated sick leave and nonexempt employees are paid 100 percent of compensatory time. The liability for compensated absences is reported in the government-wide and proprietary fund statements.



### **Long-term Obligations**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

### **Pension Plans**

The Teachers' Retirement System (TRS) and the Montana Public Employee Retirement Administration (MPERA), which administers the Public Employee Retirement System and the Sheriffs' Retirement System, prepare their financial statements using the accrual basis of accounting. For the purposes of measuring the Net Pension Liability, deferred inflows of resources and deferred outflows of resources related to pensions, pension expense information about the fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same accrual basis as they are reported by TRS and MPERA. For this purpose, plan contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Revenues are recognized in the accounting period they are earned and become measurable. Benefit payments and refunds are recognized in the accounting period when due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. TRS and MPERA adhere to all applicable Governmental Accounting Standards Board (GASB) statements.

### **Postemployment Benefits**

The County accounts for postemployment benefit obligations in accordance with Governmental Accounting Standards Board. The County allows retirees, their dependents and spouses to pay the same level of rates for insurance as current employees. The standard implies that this gives the retirees an "implicit rate subsidy" since retirees generally have higher health costs and should pay higher premiums. The County feels this is not a legal liability since nothing in State law or other contracts requires us to provide the same rate and we can change it at any time. Rates are actuarially established for the entire group and therefore the costs are covered. The County will continue to fund this imposed liability on a pay-as-you-go basis, as County staff feel it would be irresponsible to set aside taxpayer funds in a irrevocable trust fund that will never be used and probably continue to increase.

### **Fund Balance/Net Position**

*Fund Balance:* Governmental fund balances are required to be allocated to two general classifications, nonspendable and spendable.

Nonspendable represents the portion of fund balance that the resources are not in spendable form such as inventory, and, in the general fund, long-term notes and loans receivable. Also considered nonspendable are resources that are legally required to be maintained intact (i.e. principal portion of permanent trusts).

Spendable fund balance is further categorized as restricted, committed, assigned, and unassigned.

- Restricted – Constraint is externally imposed by third party (grantor, contributor, etc.), state constitution or by enabling legislation by the legislature;
- Committed – Constraint is internally imposed by the County Commission by resolution by the end of the reporting period;
- Assigned – Constraint is internally expressed intent by the government body or authorized official (s) through budget approval process by the reporting date;
- Unassigned – remaining balance with no constraints.

The County adopted a spending policy for restricted and unrestricted fund balances with the following order of spending: restricted, assigned, committed, and lastly unassigned. When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of assigned funds, then committed funds and finally unassigned funds, as needed, unless the County has provided otherwise in its commitment or assignment actions. The County Commission is the highest body in the County. Any constraints on funds set by them through public meeting and commission vote must be reported as committed, if action is taken by fiscal year end. Once the Commission has established the commitment, it can only be modified or rescinded by similar public meeting and Commission vote. The County's Chief Administrative Officer or the County Finance Officer is generally the only other persons that can impose constraints that would cause amounts to be assigned. These constraints generally relate to carrying over budget authority from prior years for projects that have been budgeted for by the County Commission, but were not complete as of the prior year end.

Additional disclosure of the purpose of every major special revenue fund in the financial statements is in Note 11.

The County does not maintain a stabilization fund or have a minimum fund balance policy.

*Net position:* Net position represents the difference between assets plus deferred outflows of resources minus liabilities minus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net investment in capital assets excludes unspent debt proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Restricted resources are used first to fund appropriation.

### **Grant Revenue**

The County recognizes grant income on government-mandated and voluntary non-exchange transactions when all eligibility requirements have been met. Cash or other assets provided in advance are reported as advances and as deferred inflows of resources.

### **Interfund Transactions**

Interfund services provided and used 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 reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services provided/used are reported as transfers. Transfers occurring between the County (primary government) and discretely presented component units are reported as revenue and expenses.

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

**A. Budgetary Information**

**General Budget Policies**

An annual appropriated operating budget is adopted each fiscal year for County funds in accordance with State statutes. Levied funds that have an annual appropriated operating budget include the County's General Fund; Health Facilities Debt Service Fund; Library-Agency Fund; and the following Special Revenue Funds: Craig Mosquito, Mosquito Control, Water Quality, Mental Health, Roads, Predatory Animal Control, Cattle Protection Program, District Court, Search and Rescue Operations, Parks, Permissive Medical Insurance, Forestvale Cemetery, County Planning, Emergency Disaster, County Health, Senior Citizens, County Extension, and Public Safety. Others funds that have budgets adopted include Health-Related Grants, Public Safety Radio Projects, Inmate Programs, Records Preservation, Parks Development, Lincoln Parks, BEP Program, DUI Programs, City/County Drug, Missouri River Drug Task Force, MRDTF Federal Sharing, Hard Rock Mine Reserve, Metal Mines Tax Reserve, Wolf Creek Wastewater Facility Maintenance, Craig Wastewater Facility Maintenance, Craig Training Center Maintenance, Septic Maintenance Revolving Loan, Septic Maintenance, Open Space, Road Improvement – Subdivision, Alcoholism, Gas Tax, HIDTA, Justice Assistance Grant, Citizens Corp/CERT Program, National Fire Plan, Economic Development, Noxious Weed Trust, Homeland Security, Other Grants, Special Assessment Districts, City/County Building Debt, Open Space Debt, RSID Revolving Debt, Search and Rescue Building Debt, Rural Special Improvement District Debt, Capital Development, CTEP Projects, RID Projects, Federal Grant Projects, Search and Rescue Facility, and Road/Bridge Infrastructure Projects.

**Budget Process**

As provided by State law, Lewis and Clark County follows these procedures to develop the budget information:

- 1) A proposed operating budget is submitted to the County Commissioners for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- 2) Public hearings are conducted to obtain taxpayer comments.
- 3) The final budget is adopted by the County after public hearings have been conducted.
- 4) By the later of the second Monday in August or within 45 calendar days after receiving certified taxable values, the County shall fix the tax levy for each taxing jurisdiction within the County or municipality.

Spending control is legally established by an annual resolution adopted by the County Commission. This resolution delineates the total amount of expenditures budgeted by fund total with the exception of the general fund which includes department totals. Budgetary comparisons have been presented in at least this much detail. Budget appropriation transfers may be made between the general classifications of salaries and wages, operation and maintenance, and capital outlay upon a resolution adopted by the County Commission. Reported budget amounts represent the original adopted budget, as amended by resolution of the County Commission. It is management's responsibility to see that the budget is followed to the budgetary line-item level.

The County Commission may amend a final budget when shortfalls in budgeted revenues require reductions in approved appropriations to avert deficit spending, when savings result from unanticipated adjustments in projected expenditures, when unanticipated state or federal monies are received, or when a public emergency occurs which could not have been foreseen at the time of adoption. The procedure to amend the budget in total can be made only after the County prepares a resolution, notice is published of a public hearing, and a public hearing is held in accordance with State law.

**B. Budget/GAAP Reconciliation**

Legally required budgets are adopted on the cash basis of accounting consistent with the budget laws of the State of Montana, which is a basis of accounting not in accordance with generally accepted accounting principles (GAAP). Under the budget basis of the County, certain revenues and the related assets are recognized when received rather than when susceptible to accrual or when earned, and certain expenditures are recognized when disbursed as determined by the date of the warrant rather than when the obligation was incurred. In addition, inventories are recorded as expenditures when purchased. GAAP requires that material balances of inventory at year-end be reported on the balance sheet. Accordingly, a fund balance reserve is reflected. Annual appropriated budgets are legally adopted for the County’s General Fund, all Special Revenue Funds (except the Forestvale Endowment), Debt Service Funds, and the Capital Projects Funds. No formal budget is adopted for the Permanent Fund (Forestvale Perpetual Care Fund). Formal budgetary polices are employed for the Special Revenue and Debt Service Funds. For many funds, effective budgetary controls are also achieved through (1) Rural Special Improvement District (RSID) bond provisions, (2) Intercap Loan provisions, (3) federal and state grant contracts/agreements, and (4) bond provisions. Also, the Rural Revolving (RSID Revolving) fund is no longer deemed budgetary, but continues to receive delinquent tax collections.

Individual fund budgetary amounts equal appropriation amounts. All annual appropriations lapse at fiscal year end. Encumbrances are appropriated in the subsequent fiscal year.

Accounting principles used in developing data on a budgetary basis differ from those used in preparing financial statements in conformity with generally accepted accounting principles (GAAP). The following schedule reconciles the amounts on the basic governmental fund - Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (which is prepared on a non-GAAP budgetary basis) to the amounts in the basic governmental fund -Statement of Revenues, Expenditures, and Changes in Fund Balance (which is prepared on a GAAP basis) for the major funds.

|                                      | Major Funds         |                     |                         |                   |                     |
|--------------------------------------|---------------------|---------------------|-------------------------|-------------------|---------------------|
|                                      | General             | Public Safety       | Special Assmt Districts | RSID Debt         | Capital Development |
| Fund Balances Budget                 | \$ 4,680,267        | \$ 2,792,520        | \$ 3,246,982            | \$ 123,307        | \$ 6,856,691        |
| Basis Differences                    |                     |                     |                         |                   |                     |
| Inventory                            | 69,101              | -                   | -                       | -                 | -                   |
| Accrual of tax revenue               | 111,563             | 176,056             | 20,329                  | 20,553            | -                   |
| Accrual of licenses and permits      | 128,821             | -                   | -                       | -                 | -                   |
| Accrual of intergovernmental revenue | 25,254              | 10,738              | -                       | -                 | -                   |
| Accrual of charges for services      | 49,757              | 78,071              | -                       | -                 | -                   |
| Accrual of miscellaneous revenue     | -                   | -                   | -                       | -                 | 45,100              |
| Accrual of transfers out             | (1,634,100)         | -                   | -                       | -                 | -                   |
| Accrual of expenditures              | (345,958)           | (376,514)           | (9,938)                 | -                 | (1,111,554)         |
| Fund Balances (GAAP) Basis           | 3,084,705           | 2,680,871           | 3,257,373               | 143,860           | 5,790,237           |
| Unbudgeted Fund Balances             | -                   | -                   | -                       | -                 | -                   |
| Total Major Funds - Fund Balances    | <u>\$ 3,084,705</u> | <u>\$ 2,680,871</u> | <u>\$ 3,257,373</u>     | <u>\$ 143,860</u> | <u>\$ 5,790,237</u> |

In addition, forty-two nonmajor special revenue, five nonmajor debt service, and five nonmajor capital project funds have legally required budgets and are included on the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual. The following schedule also reconciles the actual amounts for those nonmajor funds budgeted and not budgeted to the total shown on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Nonmajor Governmental Funds.

|                                      | Non-Major Governmental Funds |              |                  |               |
|--------------------------------------|------------------------------|--------------|------------------|---------------|
|                                      | Special Revenue              | Debt Service | Capital Projects | Permanent     |
| Fund Balances Budget                 | \$ 7,888,679                 | \$ 307,632   | \$ 813,776       | \$ -          |
| Basis Differences                    |                              |              |                  |               |
| Inventory                            | 196,573                      | -            | -                | -             |
| Accrual of tax revenue               | 131,620                      | 16,999       | -                | -             |
| Accrual of intergovernmental revenue | 1,185,276                    | -            | -                | -             |
| Accrual of charges for services      | 36,326                       | -            | -                | -             |
| Accrual of miscellaneous revenue     | 49,583                       | -            | -                | -             |
| Accrual of expenditures              | (765,085)                    | -            | (205,064)        | -             |
| Fund Balances (GAAP) Basis           | 8,722,972                    | 324,631      | 608,712          | -             |
| Unbudgeted Fund Balances             | 299,001                      | -            | -                | 278,058       |
|                                      | 9,021,973                    | 324,631      | 608,712          | 278,058       |
| Total Nonmajor Funds - Fund Balances |                              |              |                  | \$ 10,233,374 |

**C. Fund or Position Deficits**

Primary Government

The Cooney Home is the only fund with a deficit at fiscal year-end. The Cooney Home was sold in May 2012. The negative amount is the result of account receivables being recognized as uncollectible and the expensing of the costs to collect receivables that occurred after the sale. The deficit will slowly improve as the County receives interest revenue from the collection of the installment payments of principal and interest from the sale.

Component Unit

At fiscal year end, CHC reported a fund deficit as a result of the application of GASB 68’s pension liability.

**D. New Accounting Guidance Implemented**

The County has adopted the provisions of the following GASB pronouncements for fiscal year 2015:

- Statement No. 68, *Accounting and Financial Reporting for Pensions*, which is effective for the County beginning in fiscal year 2015. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities.
- Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*, with the provisions to be applied simultaneously with the provisions of Statement 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68.

**NOTE 3 – DEPOSITS AND INVESTMENTS**

The County’s investment pool is in accordance with Montana Code Annotated Section 7-6-201 and County’s Investment Pool Investment Policy. The responsibility for conducting investment transactions reside with the County Treasurer, with overall policy guidance the responsibility of a committee formed by the County Commissioners. The pool is not registered with the SEC. The fair value of investments is reviewed monthly, with yearly adjustments to the financial statements at fiscal year-end, if necessary. All parties involved share in gains or loss equitably, based on their average daily balances. Participating jurisdictions elect to participate by an interlocal agreement, with each party share equal, dollar for dollar. Jurisdictions may elect to invest funds outside the investment pool (shown as “Individual Investments” in these notes), but will not participate in pool gains or losses.

Following is a reconciliation of the County’s deposit and investment balances as of June 30, 2015:

|               | Pooled Cash<br>and Investments | Individual<br>Investments | Other             | Total                |
|---------------|--------------------------------|---------------------------|-------------------|----------------------|
| Bank Deposits | \$ 2,584,099                   | \$ 12,181                 | \$ 136,167        | \$ 2,732,447         |
| Investments   | 77,697,205                     | 2,304,110                 | 564,763           | 80,566,078           |
| Total         | <u>\$ 80,281,304</u>           | <u>\$ 2,316,291</u>       | <u>\$ 700,930</u> | <u>\$ 83,298,525</u> |

|                                | Government-wide<br>Statement<br>of Net Position | Fiduciary Funds<br>Statement<br>of Net Position | Component<br>Units | Total                |
|--------------------------------|---|---|--------------------|----------------------|
| Cash and Cash Equivalents      | \$ 27,721,116                                   | \$ 40,835,792                                   | \$ 840,415         | \$ 69,397,323        |
| Investments                    | 5,144,465                                       | 7,376,406                                       | 156,177            | 12,677,048           |
| Restricted assets (noncurrent) | 1,224,154                                       | -   | -                  | 1,224,154            |
| Total                          | <u>\$ 34,089,735</u>                            | <u>\$ 48,212,198</u>                            | <u>\$ 996,592</u>  | <u>\$ 83,298,525</u> |

Carrying amounts and fair values (Bank Balance for Cash Deposits) for the County’s cash/cash equivalents and investments are presented in the following schedules.

**Cash Deposits**

The composition of cash and cash equivalent deposits at fair value on June 30, 2015, was as follows:

|                          | Primary<br>Government | Component<br>Unit   |
|--------------------------|-----------------------|---------------------|
| Cash on hand             | \$ 100,535            | \$ 983              |
| Petty cash               | 49,250                | 900                 |
| Time deposits            | 2,402,216             | 30,195              |
| Fiscal agent deposits    | 98,371                | -                   |
| Money market account     | 24,477                | -                   |
| Total Primary Government | <u>\$ 2,674,849</u>   |                     |
| Total Component Unit     |                       | <u>32,078</u>       |
| Total Reporting Entity   |                       | <u>\$ 2,706,927</u> |

Cash balances, available for investment - except those held separately, are maintained in pooled bank and investment accounts to improve investment opportunities. Available cash is invested until the cash is needed for expenditures. Any short-term investments with a maturity of 90 days or less from the date of acquisition are treated as cash equivalents for financial statement purposes.

Cash and cash equivalent deposits may include cash and cash items: demand, time, savings, fiscal agent deposits, money markets, and certificates of deposit. Certificates of deposit amounts are required in the above schedule, per GASB 3, for disclosure of credit and market risk, but for financial reporting purposes, they are reported as investments.

The County minimizes custodial credit risk by restrictions set forth in County policy and state law. Custodial credit risk for deposits is the risk that in the event of a financial institution failure, the County’s deposits may not be returned or the County will not be able to recover the collateral securities in the possession of the outside party. The County’s policy requires deposits to be 102 percent secured by collateral valued at fair value. The Treasurer’s Office maintains a listing of financial institutions, which are approved for investment purposes. Types of securities that may be pledged as collateral are detailed in Section 17-6-103, Montana Code Annotated (MCA). County policy requires that specific safeguards, against risk of loss, be evidenced when the County does not physically hold securities.

At fiscal year end, the County's carrying amount of deposits was \$2,432,411 and the bank balance was \$2,506,557. The carrying amount of deposits for the County includes \$30,195 of the component unit cash balance. Of the bank balance, \$250,000 will be covered by federal depository insurance (FDIC), and any remaining will be covered by securities held by the pledging financial institution's trust department or agent in the County's name.

Fiscal agent deposits of \$98,371 consist of deposits with trustees related to the issuance of bonds by the county. These funds are invested in accordance with bond covenants and are pledged for payment of principal, interest and specified capital improvements. The pledging financial institution's trust department or agent in the County's name holds the invested funds.

At fiscal year end, the County did not have any certificates of deposit. Certificates of deposit must be 100 percent collateralized by securities held by the pledging financial institution's trust department or agent in the County's name.

Both Forestvale Perpetual Care Fund and Forestvale Endowment Fund had money market balances at fiscal year end, of \$6,735 and \$5,561, respectively. The pledging financial institution's trust department or agent in the County's name holds the invested funds. In the following disclosures, the values are included, but information related to credit ratings should be obtained from the trust departments.

State of Montana statutes require that the County have pledged securities equal to 50 percent of its total deposits and investments, which are not insured or guaranteed, if the institution in which the deposit is made has a net worth to total assets ratio of 6 percent or more. At June 30, 2015, the County was in compliance with this statute.

### **Investments**

On June 30, 2015, the book value approximated the fair value of the investments; therefore no unrealized gain or loss was recorded for the year. The composition of investments on June 30, 2015, was as follows:

#### **Primary Government**

At fiscal year end, the reported amount of the primary government's investments was \$77,481,483. Of the amount, none were uninsured and unregistered with the pledging financial institution's trust department or agent holding the invested funds in the County's name.

#### **Component Unit**

At fiscal year end, the reported amount of the component government's investments was \$964,514. Of the amount, none was uninsured and unregistered with the pledging financial institution's trust department or agent holding the invested funds in the County's name.

Although the County has no formal policy relating to interest rate risks, the following table illustrates the specific identification method used to disclose interest rate risks related with the County's investments. The specific identification method does not compute a disclosure measure, but presents a list of each investment, its amount, its maturity date, and any call options. The investments include certain short-term cash equivalents, various long-term items and restricted assets by maturity in years. The County uses a laddering technique in which it purchases investments in which one or two may mature each month. The investments have maturity ranges from nine to twenty four months. As a long-term investment matures, a new one may be purchased to replace it or the County may wait to replace it, meanwhile investing short-term until an appropriate replacement is found. The State short-term investment pool has investments with a weighted average maturity of 41 days. The laddering allows for diversity in the portfolio to minimize interest rate risk.

State statutes limit investments for all funds, with the exception of Forestvale Perpetual Care Fund and Forestvale Endowment Fund, to the following types:

- Direct obligations of the United States Government
- Securities issued and guaranteed by agencies of the United States
- Mutual funds that invest only in government obligation
- Securities issued by agencies of the United States Securities guaranteed by the United States or by an agency of the United States but not issued by agencies of the United States
- Repurchase agreements
- State Short-Term Investment Pool (STIP)

|   | Less<br>than 1       | 1 - 2.5             | 4 - 10            | More<br>than 10  | No<br>Maturity    | Total<br>Fair Value  |
|---|----------------------|---------------------|-------------------|------------------|-------------------|----------------------|
| <b>Primary Government Investments:</b>      |                      |                     |                   |                  |                   |                      |
| Federal National Mortgage Association - CMO | \$ -                 | \$ -                | \$ -              | \$ 20,210        | \$ -              | \$ 20,210            |
| Agency Notes                                | 2,972,783            | 9,431,766           | 106,664           | 77,365           | -                 | 12,588,578           |
| State Short-Term Investment Pool (STIP)     | 64,307,932           | -                   | -                 | -                | -                 | 64,307,932           |
| Fixed Income Taxable Bonds                  | -                    | -                   | -                 | -                | 188,722           | 188,722              |
| Equity Funds                                |                      |                     |                   |                  | 337,834           | 337,834              |
| Other                                       |                      |                     |                   |                  | 38,207            | 38,207               |
| <b>Total Primary Government</b>             | <b>\$ 67,280,715</b> | <b>\$ 9,431,766</b> | <b>\$ 106,664</b> | <b>\$ 97,575</b> | <b>\$ 564,763</b> | <b>\$ 77,481,483</b> |
| <b>Component Unit Investments:</b>          |                      |                     |                   |                  |                   |                      |
| Federal National Mortgage Association - CMO | \$ -                 | \$ -                | \$ -              | \$ 254           | \$ -              | \$ 254               |
| Agency Notes                                | 37,367               | 118,556             | -                 | -                | -                 | 155,923              |
| State Short-Term Investment Pool (STIP)     | 808,337              | -                   | -                 | -                | -                 | 808,337              |
| <b>Total Component unit</b>                 | <b>\$ 845,704</b>    | <b>\$ 118,556</b>   | <b>\$ -</b>       | <b>\$ 254</b>    | <b>\$ -</b>       | <b>\$ 964,514</b>    |
| <b>Total Reporting Entity</b>               | <b>\$ 68,126,419</b> | <b>\$ 9,550,322</b> | <b>\$ 106,664</b> | <b>\$ 97,829</b> | <b>\$ 564,763</b> | <b>\$ 78,445,997</b> |

Along with the limitations placed on investments by state law, the County minimizes custodial credit risk by restrictions set forth in County policy. Custodial credit risk for investments is the risk that in the event of a financial institution failure, the County's investments may not be returned or the County will not be able to recover the collateral securities in the possession of the outside party. The County Treasurer's Office maintains a listing of financial institutions and securities dealers, not affiliated with a bank, which are approved for investment purposes. County policy requires that that specific safeguard against risk of loss be evidenced when the County does not physically hold securities.

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County securities have credit risk as measured by major credit rating services. This risk is that the issuer of a county security may default in making timely principal and interest payments. The county has addressed the issue of credit risk in its formal investment policy by requiring safekeeping and collateralization of its investments. The county primarily invests in State of Montana short-term investment pool and obligations of the U.S. government. The Forestvale Perpetual Care Fund and Forestvale Endowment Fund are authorized to invest in stocks, bonds, and mutual funds.

The State of Montana short-term investment pool has its own formal investment policy that addresses credit risk. A copy of the policy is located at [www.investmentmt.com/Programs/STIP/STIP\\_IPS.pdf](http://www.investmentmt.com/Programs/STIP/STIP_IPS.pdf).

The County invests in the Short-Term Investment Pool (STIP) managed by the State of Montana. The STIP investments are purchased in accordance with the statutorily mandated "Prudent Expert Principle". The portfolio may include asset-backed securities, commercial paper, corporate and U.S. Government direct obligations, U.S. Government agency securities, repurchase agreements, institutional money market funds, certificates of deposit and variable rate securities. These securities are purchased to provide shareholders with a diversified portfolio earning a competitive return. The County has reported these



investments as cash equivalents for financial reporting purposes. Per GASB 3 for disclosure of credit risk, STIP amounts are required in the investment footnote schedules. Amounts invested by the County in STIP may be redeemed at any date at the carrying value on that date. Audited financial statements for the State of Montana’s Board of Investments are available at 555 Fuller Avenue, Helena, Montana 59601.

Investments in the Short-Term Investment Pool are reported at fair value. The fair value of pooled investments is determined annually and is based on year-end market prices. The unit value of the pool, including STIP, is fixed at \$1 for both participant redemptions and purchases. Investments in the STIP are carried at cost. STIP is managed by the State of Montana and is classified as a 2A-7 like pool. STIP income is automatically reinvested in additional units.

Governmental Accounting Standards Board (GASB) Technical Bulletin No. 94-1, effective for periods ending after December 31, 1994, requires governmental entities participating in an investment pool to disclose certain types of securities held in the pool. As noted above, the County invests in STIP. This pool contains two types of investments requiring disclosure, which are asset-backed securities and variable rate (floating-rate) securities.

Obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit risk quality per GASB No. 40. The agency notes of \$12,588,578 of the primary unit and \$155,923 of the component unit, meet this requirement.

The credit ratings presented in the following tables are provided by Standard and Poor’s Corporation (S & P) rating service. If no rating is available from S & P, then a Moody’s Investment Services, Inc rating will be used. The County does not have policies regarding credit ratings of investments.

| <b>Investments:</b>                         | Primary Government    | Component Unit        | S & P         |
|---|-----------------------|-----------------------|---------------|
|   | Fair Value            | Fair Value            |               |
| Federal National Mortgage Association - CMO | \$ 20,210             | \$ 254                | NR            |
| State Short-Term Investment Pool (STIP)     |                       |                       |               |
| Asset Backed Commercial Paper               | 204,400,440           | 248,246               | A1            |
| Corporate Commercial Paper                  | 2,650,846             | 32,257                | A1            |
| Corporate - Variable Rate                   | 14,959,818            | 182,040               | A1+           |
| Certificate of Deposit - Fixed              | 3,925,280             | 47,765                | A1            |
| Certificate of Deposit - Variable           | 11,775,841            | 143,296               | A1+           |
| Other Asset Backed                          | 728,035               | 8,859                 | NR            |
| US Government Agencies - Fixed              | 1,426,133             | 17,354                | A1+           |
| US Government Agencies - Variable           | 6,254,489             | 76,108                | A1+           |
| Money Market Funds (Unrated)                | 4,228,626             | 51,457                | NR            |
| Money Market Funds (Rated)                  | 78,505                | 955                   | A1+           |
| Forestvale Investments                      | 564,763               |                       | not available |
| Total Primary Government                    | <u>\$ 251,012,986</u> |                       |               |
| Total Component Government                  |                       | <u>808,591</u>        |               |
| Total Reporting Entity                      |                       | <u>\$ 251,821,577</u> |               |

The County has invested in collateralized mortgage obligations (CMOs). These investments are mortgage-backed securities and are commonly referred to as derivatives, meaning that the value of the security is derived from underlying instruments or market indices. The County is invested in derivatives taking many forms including, but not limited to, floating and inverse floating securities and principal-only strips. These investments are categorized as Federal National Mortgage Association - CMO in the previous schedules.

The County invested in derivatives in an effort to maximize yields. These securities are based on cash flows from the underlying mortgages. Therefore, they are sensitive to the mortgagee's payments, which may vary based on raises and declines in interest rates. Maturity dates on these securities are in fiscal year 2023. The book value (cost) of the County's derivative holdings as of June 30, 2015, was \$20,465 and the fair value on that date was \$20,036.

Following is the County's statement of net assets and changes in net assets for its investment pool.

**STATEMENT OF NET POSITION  
INVESTMENT POOL  
June 30, 2015**

|                                       | Internal<br>Portion | External<br>Portion | Total<br>Investment<br>Pool |
|---------------------------------------|---------------------|---------------------|-----------------------------|
| <b>Assets</b>                         |                     |                     |                             |
| Cash and cash equivalents             | \$ 36,705,116       | \$ 30,995,252       | \$ 67,700,368               |
| Investments                           | 6,821,010           | 5,759,926           | 12,580,936                  |
| Total assets                          | 43,526,126          | 36,755,178          | 80,281,304                  |
| <b>Net position</b>                   |                     |                     |                             |
| Held in trust for:                    |                     |                     |                             |
| Internal investment pool participants | 43,526,126          |                     | 43,526,126                  |
| External investment pool participants |                     | 36,755,178          | 36,755,178                  |
| Total net position                    | \$ 43,526,126       | \$ 36,755,178       | \$ 80,281,304               |

**STATEMENT OF CHANGES IN NET ASSETS  
INVESTMENT POOL**

For the Fiscal Year Ended June 30, 2015

|   | Internal<br>Portion | External<br>Portion | Total<br>Investment<br>Pool |
|---|---------------------|---------------------|-----------------------------|
| <b>Additions</b>                            |                     |                     |                             |
| Total contributions to pooled investments   | \$ 150,983,822      | \$ 118,149,569      | \$ 269,133,391              |
| <b>Deductions</b>                           |                     |                     |                             |
| Total distribution from pooled investments  | 158,836,289         | 112,372,041         | 271,208,330                 |
| Net increase (decrease)                     | (7,852,467)         | 5,777,528           | (2,074,939)                 |
| Net assets held in trust, beginning of year | 51,378,593          | 30,977,650          | 82,356,243                  |
| Net assets held in trust, end of year       | \$ 43,526,126       | \$ 36,755,178       | \$ 80,281,304               |

**Restricted Cash/Investments**

Following are the restricted cash/investments held by the County as of June 30, 2015. These amounts are reported within the Restricted assets - noncurrent account on the Statement of Net Position.

**Governmental Activities**

Endowment funds

    Restricted for endowment \$ 564,763

Internal service funds

    Restricted for bond reserve 98,371

    Total Governmental activities restricted cash \$ 663,134

**Business-type Activities**

Enterprise funds

    Restricted for bond reserve 360,256

    Restricted for debt service 200,764

    Total Business-type restricted cash \$ 561,020

**NOTE 4 – RECEIVABLES**

Receivables as of year-end for the government’s individual major and non-major funds - in the aggregate and discretely presented component units - in the aggregate, are as follows:

**Governmental Activities**

|                              | General           | Public Safety     | Special Assessment Districts | RSID Debt           | Other Non-Major Funds | Total               |
|------------------------------|-------------------|-------------------|------------------------------|---------------------|-----------------------|---------------------|
| Receivable:                  |                   |                   |                              |                     |                       |                     |
| Taxes/Assessments            | \$ 159,253        | \$ 250,754        | \$ 28,641                    | \$ 1,243,555        | \$ 243,463            | \$ 1,925,666        |
| Allowance for Uncollectibles | (3,185)           | (5,015)           | (573)                        | (24,871)            | (4,870)               | (38,514)            |
| Taxes (net)                  | <u>\$ 156,068</u> | <u>\$ 245,739</u> | <u>\$ 28,068</u>             | <u>\$ 1,218,684</u> | <u>\$ 238,593</u>     | <u>\$ 1,887,152</u> |

**Business-type Activities and Component Units**

|                                 | Cooney Home      | County Landfill   | Fairgrounds      | Nonmajor Funds    | Total             | Internal Service  | Component Unit    |
|---------------------------------|------------------|-------------------|------------------|-------------------|-------------------|-------------------|-------------------|
| Receivable:                     |                  |                   |                  |                   |                   |                   |                   |
| Taxes/Assessments               | \$ -             | \$ -              | \$ 20,899        | \$ -              | \$ 20,899         | \$ -              | \$ -              |
| Allowance for Uncollectibles    | -                | -                 | (418)            | -                 | (418)             | -                 | -                 |
| Taxes (net)                     | -                | -                 | 20,481           | -                 | 20,481            | -                 | -                 |
| Accounts receivable             | 18,628           | 152,296           | -                | 331,516           | 502,440           | 317,957           | 489,888           |
| Allowance for doubtful accounts | -                | -                 | -                | (5,611)           | (5,611)           | -                 | (283,410)         |
| Net accounts                    | <u>18,628</u>    | <u>152,296</u>    | <u>-</u>         | <u>325,905</u>    | <u>496,829</u>    | <u>317,957</u>    | <u>206,478</u>    |
| Total                           | <u>\$ 18,628</u> | <u>\$ 152,296</u> | <u>\$ 20,481</u> | <u>\$ 325,905</u> | <u>\$ 517,310</u> | <u>\$ 317,957</u> | <u>\$ 206,478</u> |

**General Fund Accounts Receivable**

The County entered into an agreement with Rocky Mountain Development Council, which is associated with unpaid insurance premiums, thus resulting in an amount owing of \$281,846, with a payment due this year of \$30,000, the remaining amount of \$221,846 being classified as a long-term accounts receivable. \$ 251,846

Governmental funds report *Deferred Inflows of Revenue* for amounts which asset recognition criteria has been met, but for which revenue recognition criteria has not been met. Under modified accrual basis of accounting, such amounts are measurable, but not available. Governmental funds also report *Deferred Inflows of Resources* in connection with revenues collected after all eligibility requirements are met, but prior to meeting time requirements. At the end of the current fiscal year, the various components of *deferred inflows* reported in the governmental funds were as follows:

**Governmental Activities**

|  | Deferred Inflows of Revenue |
|--|-----------------------------|
| Taxes/Assessment receivable (General Fund)                 | \$ 296,352                  |
| Taxes/Assessment receivable (Public Safety Fund)           | 69,683                      |
| Taxes/Assessment receivable (Special Assessment Districts) | 7,739                       |
| Taxes/Assessment receivable (RSID Debt)                    | 1,198,131                   |
| Taxes/Assessment receivable (Nonmajor Funds)               | 89,974                      |
| Total  | <u>\$ 1,661,879</u>         |

**NOTE 5 – INTERFUND RECEIVABLES AND PAYABLES**

The County uses interfund receivables and payables for funds that incur negative cash balances due to expenditures exceeding revenues for a short time period and for accrued transfers at fiscal year-end. Balances due to/from other funds at June 30, 2015, consist of the following:

| <u>Governmental Activities</u> |                                    |                     |
|--------------------------------|------------------------------------|---------------------|
| <u>Receivable Fund</u>         | <u>Payable Funds</u>               | <u>Amount</u>       |
| General Fund                   | Public Safety Radio                | \$ 20,403           |
|                                | HIDTA Grant                        | 59,455              |
|                                | JAG Grant                          | 14,709              |
|                                | National Fire Plan                 | 1,076               |
|                                | Noxious Weed Trust Grant           | 4,459               |
|                                | Homeland Security                  | 8,120               |
|                                | Other Grants                       | 270,743             |
|                                | Health Facility Debt               | 16,999              |
|                                | Total non-major governmental funds | <u>395,964</u>      |
|                                | Cooney Home                        | 2,171,327           |
|                                | Total enterprise funds             | <u>2,171,327</u>    |
| Liability Insurance fund       | General Fund                       | 1,634,100           |
|                                | Total major funds                  | <u>1,634,100</u>    |
|                                |                                    | <u>\$ 4,201,391</u> |
| Total governmental activities  |                                    | <u>\$ 4,201,391</u> |

**NOTE 6 – NOTE AND ADVANCES RECEIVABLE**

Notes and advances receivable at June 30, 2015, include the following:

**Governmental Activities**

Debt Service Funds

**RSID Revolving Fund**

2 percent above the STIP rate, advance receivable from Woodlawn Service Connection, due in semi-annual payments through 2018. \$ 19,860

Capital Projects Funds

**Capital Development Fund**

2 percent above the STIP rate, advance receivable from Fairgrounds Enterprise for major construction projects and portable bleachers, due in semi-annual payments beginning in December 2008 and continuing through 2016. 217,585

Total governmental activities \$ 237,445

**Business-Type Activities**

**Enterprise Fund**

**Cooney Home**

Two promissory notes entered into with Cooney Realty LLC for the acquisition of the nursing home were refinanced on May 30, 2014. The new interest rate is 1.81%, with monthly installments of \$7,384, and a final balloon payment due June 1, 2020.

\$ 2,000,229

**NOTE 7 –TRANSFERS**

The County uses interfund transfers for regular re-occurring internal charges, such as administration fees and insurance costs, to name a few.

The following is a summary of transfers in and out during fiscal year 2015:

|  | <b>Transfers Out</b> |                     |                                  |                  |                          |                             |                      |                        |                     |
|--|----------------------|---------------------|----------------------------------|------------------|--------------------------|-----------------------------|----------------------|------------------------|---------------------|
|  | General Fund         | Public Safety Fund  | Special Assessment District Fund | RSID Debt Fund   | Capital Development Fund | Nonmajor Governmental Funds | Fair Enterprise Fund | Internal Service Funds | Total Transfers In  |
| <b>Transfer In:</b>                          |                      |                     |                                  |                  |                          |                             |                      |                        |                     |
| <b><u>Governmental Funds:</u></b>            |                      |                     |                                  |                  |                          |                             |                      |                        |                     |
| General Fund                                 | \$ -                 | \$ -                | \$ -                             | \$ -             | \$ -                     | \$ 357,558                  | \$ -                 | \$ -                   | \$ 357,558          |
| Public Safety                                | -                    | -                   | -                                | -                | -                        | 378,520                     | -                    | -                      | 378,520             |
| Special Assessment Dist                      | -                    | -                   | -                                | 26,896           | -                        | -                           | -                    | -                      | 26,896              |
| Capital Development                          | 596,036              | 1,024,831           | 25,000                           | -                | -                        | 1,004,415                   | 9,020                | 62,050                 | 2,721,352           |
| Nonmajor Government                          | 304,422              | 420,519             | 45,726                           | 39               | 1,148,554                | 1,537,711                   | -                    | 26,757                 | 3,483,728           |
| Total Governmental Funds                     |                      |                     |                                  |                  |                          |                             |                      |                        | <u>6,968,054</u>    |
| <b><u>Enterprise Funds:</u></b>              |                      |                     |                                  |                  |                          |                             |                      |                        |                     |
| Fairgrounds                                  | 50,000               | -                   | -                                | -                | -                        | -                           | -                    | -                      | 50,000              |
| Internal Services                            | (30,900)             | -                   | -                                | -                | -                        | 97,705                      | -                    | -                      | 66,805              |
|  | <u>\$ 919,558</u>    | <u>\$ 1,445,350</u> | <u>\$ 70,726</u>                 | <u>\$ 26,935</u> | <u>\$ 1,148,554</u>      | <u>\$ 3,375,909</u>         |                      |                        |                     |
| Total transfers out - governmental funds     |                      |                     |                                  |                  |                          | <u>\$ 6,987,032</u>         |                      |                        |                     |
| Total transfers out - enterprise funds       |                      |                     |                                  |                  |                          |                             | <u>\$ 9,020</u>      |                        |                     |
| Total transfers out - internal service funds |                      |                     |                                  |                  |                          |                             |                      | <u>\$ 88,807</u>       |                     |
| Total Transfers In / Out                     |                      |                     |                                  |                  |                          |                             |                      |                        | <u>\$ 7,084,859</u> |

**NOTE 8 – CAPITAL ASSETS**

**PRIMARY GOVERNMENT**

|  | Beginning<br>Balance | Increases            | Decrease            | Ending<br>Balance    |
|--|----------------------|----------------------|---------------------|----------------------|
| <b><u>Governmental Activities:</u></b>       |                      |                      |                     |                      |
| <i>Capital assets not being depreciated:</i> |                      |                      |                     |                      |
| Land   | \$ 4,807,606         | \$ 368,378           | \$ -                | \$ 5,175,984         |
| Construction in progress                     | 3,645,210            | 6,323,985            | 3,539,825           | 6,429,370            |
| Total capital assets not being depreciated   | <u>8,452,816</u>     | <u>6,692,363</u>     | <u>3,539,825</u>    | <u>11,605,354</u>    |
| <i>Capital assets being depreciated:</i>     |                      |                      |                     |                      |
| Buildings                                    | 18,041,892           | 2,751,059            | -                   | 20,792,951           |
| Improvements other than Buildings            | 2,183,669            | 758,190              | -                   | 2,941,859            |
| Infrastructure                               | 20,388,192           | 1,965,989            | 15,116              | 22,339,065           |
| Machinery & Equipment                        | 14,120,059           | 596,587              | 728,110             | 13,988,536           |
| Total capital assets being depreciated       | <u>54,733,812</u>    | <u>6,071,825</u>     | <u>743,226</u>      | <u>60,062,411</u>    |
| Less accumulated depreciation for:           |                      |                      |                     |                      |
| Buildings                                    | 10,792,349           | 465,005              | -                   | 11,257,354           |
| Improvements other than Buildings            | 1,788,187            | 75,345               | -                   | 1,863,532            |
| Infrastructure                               | 5,198,566            | 830,658              | 15,116              | 6,014,108            |
| Machinery & Equipment                        | 9,539,456            | 983,189              | 700,344             | 9,822,301            |
| Total accumulated depreciation               | <u>27,318,558</u>    | <u>2,354,197</u>     | <u>715,460</u>      | <u>28,957,295</u>    |
| Total capital assets being depreciated, net  | <u>27,415,254</u>    | <u>3,717,628</u>     | <u>27,766</u>       | <u>31,105,116</u>    |
| Government activity capital assets, net      | <u>\$ 35,868,070</u> | <u>\$ 10,409,991</u> | <u>\$ 3,567,591</u> | <u>\$ 42,710,470</u> |
| <b><u>Business-type Activities:</u></b>      |                      |                      |                     |                      |
| <b><i>Solid Waste</i></b>                    |                      |                      |                     |                      |
| <i>Capital assets not being depreciated:</i> |                      |                      |                     |                      |
| Land   | \$ 243,648           | \$ -                 | \$ -                | \$ 243,648           |
| Construction in progress                     | 36,132               | 54,115               | -                   | 90,247               |
| Total capital assets not being depreciated   | <u>279,780</u>       | <u>54,115</u>        | <u>-</u>            | <u>333,895</u>       |
| <i>Capital assets being depreciated:</i>     |                      |                      |                     |                      |
| Buildings                                    | 325,366              | -                    | -                   | 325,366              |
| Improvements other than Buildings            | 5,581,161            | -                    | -                   | 5,581,161            |
| Machinery & Equipment                        | 2,135,362            | -                    | -                   | 2,135,362            |
| Total capital assets being depreciated       | <u>8,041,889</u>     | <u>-</u>             | <u>-</u>            | <u>8,041,889</u>     |
| Less accumulated depreciation for:           |                      |                      |                     |                      |
| Buildings                                    | 159,294              | 8,134                | -                   | 167,428              |
| Improvements other than Buildings            | 1,664,821            | 122,190              | -                   | 1,787,011            |
| Machinery & Equipment                        | 1,403,222            | 121,128              | -                   | 1,524,350            |
| Total accumulated depreciation               | <u>3,227,337</u>     | <u>251,452</u>       | <u>-</u>            | <u>3,478,789</u>     |
| Total capital assets being depreciated, net  | <u>4,814,552</u>     | <u>(251,452)</u>     | <u>-</u>            | <u>4,563,100</u>     |
| Solid Waste capital assets, net              | <u>5,094,332</u>     | <u>(197,337)</u>     | <u>-</u>            | <u>4,896,995</u>     |

|  | Beginning<br>Balance | Increases           | Decrease    | Ending<br>Balance    |
|--|----------------------|---------------------|-------------|----------------------|
| <b><i>Fairgrounds</i></b>                    |                      |                     |             |                      |
| <i>Capital assets being depreciated:</i>     |                      |                     |             |                      |
| Buildings                                    | 10,882,747           | -                   | 200         | 10,882,547           |
| Improvements other than Buildings            | 617,517              | -                   | -           | 617,517              |
| Machinery & Equipment                        | 307,373              | -                   | -           | 307,373              |
| Total capital assets being depreciated       | <u>11,807,637</u>    | <u>-</u>            | <u>200</u>  | <u>11,807,437</u>    |
| Less accumulated depreciation for:           |                      |                     |             |                      |
| Buildings                                    | 1,515,792            | 287,715             | 200         | 1,803,307            |
| Improvements other than Buildings            | 239,299              | 35,765              | -           | 275,064              |
| Machinery & Equipment                        | 117,905              | 15,662              | -           | 133,567              |
| Total accumulated depreciation               | <u>1,872,996</u>     | <u>339,142</u>      | <u>200</u>  | <u>2,211,938</u>     |
| Total capital assets being depreciated, net  | <u>9,934,641</u>     | <u>(339,142)</u>    | <u>-</u>    | <u>9,595,499</u>     |
| Fairgrounds capital assets, net              | <u>9,934,641</u>     | <u>(339,142)</u>    | <u>-</u>    | <u>9,595,499</u>     |
| Business-type activities capital assets, net | <u>\$ 15,028,972</u> | <u>\$ (536,478)</u> | <u>\$ -</u> | <u>\$ 14,492,494</u> |

Depreciation expense was charged to functions as follows:

|   |                     |
|---|---------------------|
| <b>Governmental Activities:</b>                       |                     |
| General government                                    | \$ 404,293          |
| Public safety   | 927,108             |
| Public works  | 926,287             |
| Public health   | 36,591              |
| Social and economic services                          | 1,708               |
| Culture and recreation                                | 58,210              |
| Total depreciation expense - governmental activities: | <u>\$ 2,354,197</u> |
| <b>Business-type activities:</b>                      |                     |
| Solid waste   | \$ 251,452          |
| Fair  | 339,142             |
| Total depreciation expense-business-type activities:  | <u>\$ 590,594</u>   |

**DISCRETELY PRESENTED COMPONENT UNITS**

Activity for the **Cooperative Health Center**, for the period ending June 30, 2015, was as follows:

|   | Beginning<br>Balance | Increases    | Decrease     | Ending<br>Balance |
|---|----------------------|--------------|--------------|-------------------|
| <i>Capital assets not being depreciated:</i>  |                      |              |              |                   |
| Construction in progress                      | \$ 2,455,436         | \$ 2,385,838 | \$ 4,841,274 | \$ -              |
| <i>Capital assets being depreciated:</i>      |                      |              |              |                   |
| Buildings                                     | 356,939              | -            | -            | 356,939           |
| Machinery & Equipment                         | 114,680              | 55,424       | -            | 170,104           |
| Total capital assets being depreciated        | 471,619              | 55,424       | -            | 527,043           |
| Less accumulated depreciation for:            |                      |              |              |                   |
| Buildings                                     | 28,556               | 14,277       | -            | 42,833            |
| Machinery & Equipment                         | 80,149               | 11,118       | -            | 91,267            |
| Total accumulated depreciation                | 108,705              | 25,395       | -            | 134,100           |
| Total capital assets being depreciated, net   | 362,914              | 30,029       | -            | 392,943           |
| Cooperative Health Center capital assets, net | \$ 2,818,350         | \$ 2,415,867 | \$ 4,841,274 | \$ 392,943        |

**NOTE 9 – LONG-TERM DEBT**

**GENERAL OBLIGATION BONDS**

Governmental Activities

The following is a summary of general obligation bond transactions for the fiscal year ended June 30, 2015:

|                       | Open Space   | Search and<br>Rescue Building | Total General<br>Obligation Bonds |
|-----------------------|--------------|-------------------------------|-----------------------------------|
| Bond payable, July 1  | \$ 2,515,000 | \$ -                          | \$ 2,515,000                      |
| Bond issued           | -            | 730,000                       | 730,000                           |
| Bond retired          | (125,000)    | -                             | (125,000)                         |
| Bond payable, June 30 | \$ 2,390,000 | \$ 730,000                    | \$ 3,120,000                      |

On November 4, 2008, pursuant to a voter approved ballot, the Open Space Grant Program was created. It allows for the issuing of up to \$10,000,000 in general obligation bonds for the preserving of open-space lands in the county, including working lands and land for protecting water and wildlife. A special revenue fund, Open Space, was created, in which, to deposit the revenue bond proceeds and for the associated disbursements. To date, \$3,000,000 has been issued.

On November 6, 2012, pursuant to a voter approved ballot, the amount of up to \$1,000,000 was approved for the construction of a Search and Rescue building. The amount is to be levied for a period of ten years. The building construction was completed in the spring of 2015. Two years of the levy were applied directly to the construction cost and the remaining eight years of the levy will be applied to the debt service cost of \$730,000.



Revenues for the retirement of the general obligation bond issue are collected through mill levies. All revenue collections and debt repayment disbursements are reported in the Open Space and Search and Rescue Debt Service funds, respectively. Bonds payable at June 30, 2015, consist of the following issue:

|                                  | Interest<br>Rate             | Maturity<br>Date | Issued             | Amount<br>Outstanding<br>6/30/2015 |
|----------------------------------|------------------------------|------------------|--------------------|------------------------------------|
| <b>General Obligation Bonds:</b> |                              |                  |                    |                                    |
| Open Space Projects              | variable<br>(2.00% to 4.05%) | 7/1/2030         | \$3,000,000        | \$2,390,000                        |
| Search and Rescue Building       | variable (1)                 | 8/15/2023        | \$730,000          | \$730,000                          |
| Total GO Bonds                   |                              |                  | <u>\$3,730,000</u> | <u>\$3,120,000</u>                 |

(1) Based on Montana Board of Investments - intercap loan rate

General obligation bond debt service requirements to maturity are as follows:

| FY Ending | Interest          | Principal           | Total               |
|-----------|-------------------|---------------------|---------------------|
| 2016      | \$ 85,700         | \$ 173,487          | \$ 259,187          |
| 2017      | 84,871            | 222,867             | 307,738             |
| 2018      | 80,975            | 223,970             | 304,945             |
| 2019      | 77,019            | 230,085             | 307,104             |
| 2020      | 72,173            | 236,215             | 308,388             |
| 2021-2025 | 276,358           | 1,103,376           | 1,379,734           |
| 2026-2030 | 115,768           | 930,000             | 1,045,768           |
| Total     | <u>\$ 792,864</u> | <u>\$ 3,120,000</u> | <u>\$ 3,912,864</u> |

**REVENUE BONDS**

At June 30, 2015, the outstanding revenue bond indebtedness of Lewis and Clark County is as follows:

Governmental Activities

Health Care Facility Revenue Bonds, Series 1998D: \$ 185,000

This bond has an interest rate of 3.8 to 5.1 percent, payable from the Cooperative Health Center in annual installments of \$30,000 to \$65,000 beginning February 1, 1999, callable on or after February 1, 2006. The original debt, issued on February 1, 1998, was \$1,367,072 and is a limited tax levy of up to 3 mills. Final payment is scheduled for February 1, 2018, upon which time the tax levy will cease.

Business-type Activities

At June 30, 2015, the outstanding revenue bond indebtedness of Lewis and Clark County is as follows:

Solid Waste Facility Refunding Revenue Bonds, Series 2004: 2,643,667  
(DNRC SRF Loan Program)

In fiscal year 2013, the County issued refunding bonds in the amount of \$2,004,000. The purpose of this issuance is to use the proceeds to retire the County's outstanding Solid Waste Facility Revenue Bonds, Series 2004. The new

bonds will have an interest rate of 2.25 percent in comparison to the old rate of 3.75 percent. The semi-annual installment payments range from \$85,266.50 to \$100,273.75 beginning July 1, 2013. Final payment is scheduled for July 1, 2024. The carrying amount of the Series 2004 bonds was \$2,004,000, therefore resulting in no increase or decrease in bonds payable for this series.

The reduction in the cash flow requirement was \$229,056, with the economic gain calculated at \$38,132.

Additional revenue bonds were issued in fiscal years 2009 and 2011, amounting to \$649,900 and \$1,400,000, respectively. The issue made in fiscal year 2009 has been paid off in full.

The bonds are to be repaid from the net revenues, less operating expenses, derived from the operations from the County's Solid Waste Facility. Upon satisfaction of the debt, rates charged to the users will be reduced.

Total Revenue Bonds \$2,828,667

The County is carrying the cost of the Solid Waste Facility Revenue Bonds at par plus the unamortized deferred loss due to refunding. The deferred loss is amortized on a monthly basis over the life of the bonds. These revenue bonds are unsecured and repayment is from charges for services of the corresponding facilities.

Revenue bond resolutions include various restrictive covenants. The more significant covenants 1) require that cash be restricted and reserved for operations, debt service, and replacement and depreciation of facilities; 2) specify minimum required operating revenue; and 3) specific and timely reporting of financial information to bond holders and the registrar.

The following information is presented to satisfy bond covenant provisions. The bond resolution for the 1998 Health Care Revenue Bonds issued in February 1998 requires a 110 percent earnings ratio based on the current year's maximum debt service requirement. Bond requirements for the County Landfill Refunding Revenue Bond requires that net revenues in excess of current expenses equal 125 percent of the maximum amount of principal and interest in any subsequent fiscal year.

For the year ended June 30, 2015, the County was in compliance with these requirements for the County Solid Waste Facility and the Health Care Facilities.

|                           | <u>County Solid<br/>Waste Facility</u> | <u>Health Care<br/>Facilities</u> |
|---------------------------|--|-----------------------------------|
| Gross revenues            | \$ 1,554,253                           | \$ 399,454                        |
| Direct operating expenses | <u>639,981</u>                         | <u>275,252</u>                    |
| Net Revenue               | <u>\$ 914,272</u>                      | <u>\$ 124,202</u>                 |
| <br>                      |  |                                   |
| Maximum debt service      | \$ 360,256                             | \$ 69,435                         |
| <br>                      |  |                                   |
| Percent coverage          | 253.8%                                 | 178.9%                            |

Gross revenues include operating revenues and interest income. Direct operating expenses exclude depreciation and interest expense on the bond issue.

Revenue bond debt service requirements to maturity are as follows:

**Governmental Activities**

| <u>FY Ending</u> | <u>Interest</u>  | <u>Principal</u>  | <u>Total</u>      |
|------------------|------------------|-------------------|-------------------|
| 2016             | \$ 9,435         | \$ 60,000         | \$ 69,435         |
| 2017             | 6,375            | 60,000            | 66,375            |
| 2018             | 3,315            | 65,000            | 68,315            |
| Totals           | <u>\$ 19,125</u> | <u>\$ 185,000</u> | <u>\$ 204,125</u> |

**Business-type Activities**

| <u>FY Ending</u> | <u>Interest</u>   | <u>Principal</u>    | <u>Total</u>        |
|------------------|-------------------|---------------------|---------------------|
| 2016             | \$ 61,954         | \$ 298,017          | \$ 359,971          |
| 2017             | 54,589            | 304,714             | 359,303             |
| 2018             | 47,056            | 312,512             | 359,568             |
| 2019             | 39,330            | 320,413             | 359,743             |
| 2020             | 31,408            | 328,420             | 359,828             |
| 2021-2025        | 54,558            | 1,079,591           | 1,134,149           |
| Totals           | <u>\$ 288,895</u> | <u>\$ 2,643,667</u> | <u>\$ 2,932,562</u> |

**Changes in Long-Term Liabilities**

The following is a summary of the changes in long-term liabilities for the year ended June 30, 2015:

| <u>Governmental Activities</u>         | <u>Balance</u><br><u>7/1/2014</u> | <u>Additions</u>    | <u>Reductions</u>   | <u>Balance</u><br><u>6/30/2015</u> | <u>Due</u><br><u>Within</u><br><u>One Year</u> |
|--|-----------------------------------|---------------------|---------------------|------------------------------------|--|
| General obligation bonds               | \$ 2,515,000                      | \$ 730,000          | \$ 125,000          | \$ 3,120,000                       | \$ 173,487                                     |
| Revenue bonds                          | 240,000                           | -                   | 55,000              | 185,000                            | 60,000   |
| Special assessment                     | 931,521                           | 261,258             | 144,942             | 1,047,837                          | 101,341  |
| Contracts/Loans                        | 805,035                           | -                   | 160,401             | 644,634                            | 165,960  |
| Compensated absences                   | 2,075,355                         | 1,972,259           | 1,877,880           | 2,169,734                          | 216,973  |
| Pension liabilities (a)                | 20,658,347                        | -                   | 7,146,413           | 13,511,934                         | 1,351,193                                      |
| OPEB implicit rate subsidy             | 266,999                           | 92,882              | -                   | 359,881                            | -  |
| Total                                  | <u>\$ 27,492,257</u>              | <u>\$ 3,056,399</u> | <u>\$ 9,509,636</u> | <u>\$ 21,039,020</u>               | <u>\$ 2,068,955</u>                            |
| <b><u>Business-type Activities</u></b> |                                   |                     |                     |                                    |  |
| Revenue bonds                          | \$ 3,249,166                      | \$ -                | \$ 605,499          | \$ 2,643,667                       | \$ 298,017                                     |
| Landfill liability                     | 1,073,208                         | 13,705              | 12,400              | 1,074,513                          | 12,400   |
| Compensated absences                   | 69,977                            | 71,717              | 73,301              | 68,393                             | 6,840  |
| Pension liabilities (a)                | 760,866                           | -                   | 169,602             | 591,264                            | -  |
| OPEB implicit rate subsidy             | 13,902                            | 1,970               | -                   | 15,872                             | -  |
| Total                                  | <u>\$ 5,167,119</u>               | <u>\$ 87,392</u>    | <u>\$ 860,802</u>   | <u>\$ 4,393,709</u>                | <u>\$ 317,257</u>                              |

(a) Pension liabilities are being reported for the first time in fiscal year 2015, as required by GASB 68.

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At fiscal year end, the revenue bond balance of \$185,000 and \$203,445 of the compensated absences represent internal service funds' liabilities. Also, for the governmental activities, claims, judgments, compensated absences, and net pension and net other postemployment obligations are generally liquidated by the general fund and other governmental funds.

For the business-type activities, claims, judgments, compensated absences, and net pension and net other postemployment obligations are generally liquidated by the enterprise fund it relates to.

The County’s employees participate in three cost-sharing defined benefit pension plans administered by the State of Montana. As required by GASB Statement 68, the County is to record its share of the unfunded liabilities even though they have made all statutorily required contributions. The amounts represent the proportionate share of the liability that was allocated by the State of Montana to the County.

The OPEB plan allows retirees to participate, as a group at a rate that does not cover all the related costs. This results in the reporting of an “implicit rate” subsidy in the related financial statements. While this liability is disclosed for financial purposes, it does not represent a legal liability of the County, or any of its component units.

**SPECIAL ASSESSMENT DEBT AND CONTRACTS/LOANS PAYABLE**

**Governmental Activities**

The following loans represent borrowings from the Montana Board of Investments InterCap Loan Program.

**Special Assessment Debt**

Montana Board of Investment intercap loans have a variable interest rate that is adjusted annually. For fiscal year 2015, the rate was 1.0 percent. Special assessment debts at June 30, 2015, are as follows:

|  | Amount<br>Issued    | Year of<br>Maturity | Principal<br>Balance<br>6/30/2015 | Due<br>Within<br>One Year | FY2016<br>Interest<br>Rate (%) |
|--|---------------------|---------------------|-----------------------------------|---------------------------|--------------------------------|
| Augusta Rural Improvement District               | \$ 31,458           | 2022                | \$ 31,458                         | \$ 4,361                  | 1.25%                          |
| Lambkins Rural Improvement District              | 27,228              | 2022                | 27,228                            | 3,774                     | 1.25%                          |
| Lincoln Rural Improvement District               | 58,776              | 2022                | 58,776                            | 8,148                     | 1.25%                          |
| Maynard Rural Improvement District               | 8,680               | 2016                | 1,001                             | 1,001                     | 1.25%                          |
| Bel Air Curbs Rural Improvement District         | 13,685              | 2018                | 1,765                             | 564                       | 1.25%                          |
| Townview Rural Improvement District              | 39,197              | 2018                | 1,824                             | 583                       | 1.25%                          |
| Green Acres Rural Improvement District           | 25,273              | 2018                | 3,236                             | 1,034                     | 1.25%                          |
| Autumn Wind Rural Improvement District           | 40,124              | 2025                | 22,886                            | 1,984                     | 1.25%                          |
| Fantasy Road Rural Improvement District          | 9,279               | 2027                | 2,512                             | 187                       | 1.25%                          |
| Big Sky Road Rural Improvement District          | 167,895             | 2028                | 138,589                           | 9,271                     | 1.25%                          |
| Crestwood Road Rural Improvement District        | 94,656              | 2024                | 75,055                            | 8,011                     | 1.25%                          |
| Settler's Cove Rural Improvement District        | 105,507             | 2030                | 105,507                           | 6,553                     | 1.25%                          |
| Lake Home Condo Rural Improvement District       | 14,000              | 2030                | 14,000                            | 870                       | 1.25%                          |
| McHugh Rural Improvement District                | 495,272             | 2023                | 235,000                           | 35,000                    | 4.40%                          |
| Woodlawn Rural Improvement District - wastewater | 143,000             | 2027                | 98,000                            | 6,000                     | 2.75%                          |
| Woodlawn Rural Improvement District - water      | 319,516             | 2028                | 231,000                           | 14,000                    | 2.75%                          |
| Total Special Assessment Debt                    | <u>\$ 1,593,546</u> |                     | <u>\$ 1,047,837</u>               | <u>\$ 101,341</u>         |                                |

The loans are special assessment debt issued for the construction and maintenance of capital improvements within defined special improvement districts. The loans are payable from special assessments levied against the properties in the respective districts. The County has a secondary responsibility on the debt issued for the various districts. State law obligates the County to pay the debt service on these loans even if the assessments on the property owners are in default. At fiscal year-end 2015, funds with special assessment debt had \$20,218 in delinquent tax receivables. State law provides for and the County uses a “Special Improvement District Revolving Fund” to accumulate resources for such debt service payment. Statutes allow

for a special property tax levy as long as the balance in this fund is less than 5 percent of total outstanding special assessment debt with government commitment. This fiscal year, the County did not levy for the fund.

Contracts/Loans Payable

Loans are issued for cost of construction or remodeling of buildings, repairs and replacement of bridges, purchase of motor graders for public works and public safety radio and computer systems.

|   | Amount<br>Issued    | Year of<br>Maturity | Principal<br>Balance<br>6/30/2015 | Due<br>Within<br>One Year | FY2016<br>Interest<br>Rate (%) |
|---|---------------------|---------------------|-----------------------------------|---------------------------|--------------------------------|
| City/County Building Remodel            | \$ 977,748          | 2018                | \$ 356,257                        | \$ 115,508                | 1.25%                          |
| City/County Building Remodel - Phase II | 505,000             | 2021                | 288,377                           | 50,452                    | 1.25%                          |
| <b>Total</b>                            | <b>\$ 1,482,748</b> |                     | <b>\$ 644,634</b>                 | <b>\$ 165,960</b>         |                                |

The following is a summary of maturities and interest by years for the special assessment debt and contracts payable at June 30, 2015. With variable interest rates that are adjusted annually, the actual interest is shown for the next year and the future years are estimated using the FY2016 rate of 1.25 percent.

| FY Ending                            | Special Assessment Debt |                   | Contracts Payable |                  |
|--------------------------------------|-------------------------|-------------------|-------------------|------------------|
|                                      | Principal               | Interest          | Principal         | Interest         |
| 2016                                 | \$ 101,341              | \$ 24,382         | \$ 165,960        | \$ 7,428         |
| 2017                                 | 101,884                 | 21,723            | 171,727           | 5,377            |
| 2018                                 | 109,438                 | 18,922            | 172,911           | 3,251            |
| 2019                                 | 107,529                 | 15,964            | 53,477            | 1,508            |
| 2020                                 | 108,996                 | 12,995            | 54,524            | 836              |
| 2021-2025                            | 343,492                 | 33,592            | 26,035            | 163              |
| 2026-2030                            | 175,157                 | 7,381             | -                 | -                |
| <b>Total Governmental Activities</b> | <b>\$ 1,047,837</b>     | <b>\$ 134,959</b> | <b>\$ 644,634</b> | <b>\$ 18,563</b> |

**NOTE 10 - CONDUIT DEBT**

The County has authorized the issuance of certain bonds in its name to provide tax exempt status because it perceives a substantial public benefit will be achieved through the use of proceeds. The following describes the various types of such third party debt.

Environmental Facilities Revenue Bonds – These bonds have been issued on behalf of Asarco, Inc., to finance pollution control projects at the Asarco plant in Lewis and Clark County.

Higher Education Revenue Note – These notes have been issued on behalf of Carroll College, to finance construction of various buildings and improvements, including installation of energy efficiency improvements to various buildings and facilities on the Carroll College campus.

Industrial Development Revenue Bonds – These bonds have been issued on behalf of Golden Triangle, Inc., to finance a portion of the construction, acquisition and financing of mental health facilities.

Family Services Provider Revenue Bonds – These bonds have been issued on behalf of Montana Advocacy Program, Inc., to finance the acquisition and remodeling of a building to provide office space for the corporation.

As of June 30, 2015, the status of all third party debt issued is:

|  | <u>Issued</u>        | <u>Outstanding</u>   |
|--|----------------------|----------------------|
| Environmental Facilities Revenue Bonds Asarco, Inc.          | \$ 33,160,000        | \$ 33,160,000        |
| Environmental Facilities Revenue Bonds Asarco, Inc.          | 34,800,000           | 34,800,000           |
| Higher Education Revenue Bond - Carroll College              | 12,315,000           | 1,555,000            |
| Higher Education Revenue Bond - Carroll College              | 4,250,000            | 4,143,085            |
| Industrial Development Revenue Bonds - Golden Triangle, Inc. | 2,000,000            | 584,000              |
| Family Services Provider Revenue Bonds                       | 995,000              | 755,549              |
| Total  | <u>\$ 87,520,000</u> | <u>\$ 74,997,634</u> |

These bonds do not constitute an indebtedness of the County. The debt is payable solely from the funds and assets pledged by the ultimate borrower stipulated in the loan agreements. In the opinion of County officials, this debt is not payable from any revenues or assets of the County, and neither, the full faith and credit of the taxing authority of the County, the State or any political subdivision thereof is obligated to the payment of principal or interest on the bonds.

**NOTE 11 – FUND BALANCE – MAJOR PURPOSE PRESENTATION**

GASB Statement No. 54 requires the County to present the governmental fund balances and each major special revenue fund revenues by specific purposes. In the basic financial statements, the fund balance classifications are presented in the aggregate. The tables presented below further display the fund balances and major special revenue fund revenues and by major purposes.

GOVERNMENTAL FUND BALANCE BY FUNCTION

|  | General      | Special Revenue |                              | Debt Service                            | Capital Projects    |        | Other Nonmajor Governmental | Total         |
|--|--------------|-----------------|------------------------------|---|---------------------|--------|-----------------------------|---------------|
|  |              | Public Safety   | Special Assessment Districts | Rural Special Improvement District Debt | Capital Development |        |                             |               |
| <b>FUND BALANCE:</b>                     |              |                 |                              |   |                     |        |                             |               |
| <u>Nonspendable:</u>                     |              |                 |                              |   |                     |        |                             |               |
| Inventory                                | \$ 69,101    | \$ -            | \$ -                         | \$ -                                    | \$ -                | \$ -   | \$ 196,573                  | \$ 265,674    |
| Permanent portion of endowment           | -            | -               | -                            | -                                       | -                   | -      | 577,059                     | 577,059       |
| Total Nonspendable                       | 69,101       | -               | -                            | -                                       | -                   | -      | 773,632                     | 842,733       |
| <u>Restricted:</u>                       |              |                 |                              |   |                     |        |                             |               |
| Federal/state/other grants               |              |                 |                              |   |                     |        |                             |               |
| Road commitments                         | -            | -               | -                            | -                                       | -                   | -      | 812,379                     | 812,379       |
| General government commitments           | -            | -               | -                            | -                                       | -                   | -      | -                           | -             |
| Open space commitments                   | -            | -               | -                            | -                                       | -                   | -      | 1,516,286                   | 1,516,286     |
| Building construction/improvements       | -            | -               | -                            | -                                       | -                   | 50,445 | -                           | 50,445        |
| Public safety commitments                | -            | -               | -                            | -                                       | -                   | -      | 180,024                     | 180,024       |
| Alcohol/drug program commitments         | -            | -               | -                            | -                                       | -                   | -      | 476,217                     | 476,217       |
| Public work commitments                  | -            | -               | -                            | -                                       | -                   | -      | 63,346                      | 63,346        |
| Health-related commitments               | -            | -               | -                            | -                                       | -                   | -      | 475,945                     | 475,945       |
| Debt service                             | -            | -               | -                            | 143,860                                 | -                   | -      | 304,771                     | 448,631       |
| Total Restricted                         | -            | -               | -                            | 143,860                                 | 50,445              | -      | 3,828,968                   | 4,023,273     |
| <u>Committed:</u>                        |              |                 |                              |   |                     |        |                             |               |
| General government commitments           | -            | -               | -                            | -                                       | 274,858             | -      | 712,521                     | 987,379       |
| District court                           | -            | -               | -                            | -                                       | 14,553              | -      | 746,677                     | 761,230       |
| Public safety equipment                  | -            | 2,680,871       | -                            | -                                       | 729,547             | -      | 153,922                     | 3,564,340     |
| Public safety facility improvements      | -            | -               | -                            | -                                       | 767,974             | -      | -                           | 767,974       |
| Public works                             | -            | -               | -                            | -                                       | 371,980             | -      | 220,524                     | 592,504       |
| Road and bridge commitments              | -            | -               | -                            | -                                       | 2,306,318           | -      | 1,962,747                   | 4,269,065     |
| Cemetery project commitments             | -            | -               | -                            | -                                       | 461,534             | -      | -                           | 461,534       |
| Public health commitments                | -            | -               | -                            | -                                       | 590,475             | -      | 1,493,627                   | 2,084,102     |
| Parks improvement                        | -            | -               | -                            | -                                       | 222,553             | -      | 186,181                     | 408,734       |
| Social & economical commitments          | -            | -               | -                            | -                                       | -                   | -      | 130,913                     | 130,913       |
| Special improvement district commitments | -            | -               | 3,257,373                    | -                                       | -                   | -      | -                           | 3,257,373     |
| Contract commitments                     | 1,704,690    | -               | -                            | -                                       | -                   | -      | -                           | 1,704,690     |
| Total Committed                          | 1,704,690    | 2,680,871       | 3,257,373                    | -                                       | 5,739,792           | -      | 5,607,112                   | 18,989,838    |
| <u>Assigned:</u>                         |              |                 |                              |   |                     |        |                             |               |
| No contractual commitments               | 1,305,335    | -               | -                            | -                                       | -                   | -      | 8,352                       | 1,313,687     |
| Public safety                            | -            | -               | -                            | -                                       | -                   | -      | 15,310                      | 15,310        |
| Total Assigned                           | 1,305,335    | -               | -                            | -                                       | -                   | -      | 23,662                      | 1,328,997     |
| <u>Unassigned</u>                        |              |                 |                              |   |                     |        |                             |               |
|  | 5,579        | -               | -                            | -                                       | -                   | -      | -                           | 5,579         |
| Total fund balance                       | \$ 3,084,705 | \$ 2,680,871    | \$ 3,257,373                 | \$ 143,860                              | \$ 5,790,237        | \$ -   | \$ 10,233,374               | \$ 25,190,420 |

Major Funds - Revenues by specific purposes

|                              | <u>General</u>       | <u>Public Safety</u> | <u>Special Assess-<br/>ment Districts</u> |
|------------------------------|----------------------|----------------------|---|
| Taxes/assessments            | \$ 5,953,796         | \$ 8,440,609         | \$ 895,226                                |
| Licenses and permits         | 277,982              | 1,505                | -   |
| Federal grants               | 1,784,424            | 510,890              | -   |
| State grants                 | 903,725              | 461,036              | 744                                       |
| Local grants                 | 21,324               | -                    | -   |
| Charges for services         | 1,201,242            | 591,722              | -   |
| Fines and forfeitures        | 69,971               | 254,207              | -   |
| Miscellaneous                | 55,529               | 45,395               | 2,460                                     |
| Interest earnings            | 22,279               | 3,693                | 3,808                                     |
| Transfers in                 | 357,558              | 378,520              | 26,896                                    |
| Proceeds from sale of assets | -                    | 89,988               | -   |
| Total Major Funds revenue    | <u>\$ 10,647,830</u> | <u>\$ 10,777,565</u> | <u>\$ 929,134</u>                         |

**NOTE 12 - LEASES**

**Capital Leases**

In fiscal year 2015, Lewis and Clark County did not have any capital leases.

**NOTE 13 – LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS**

State and Federal laws and regulations require that Lewis and Clark County place a final cover on its landfill when closed and to perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The amount of the related closure and postclosure care costs recognized in each period is based on the relative amount of waste received during the period, even though some of the closure and postclosure care costs will be paid after the landfill is closed. Lewis and Clark County is required by state and federal regulations to provide financial assurance for landfill closure, postclosure and remediation (if applicable). The County qualifies and has chosen to provide assurance by using the Local Government financial test.

**County Landfill**

The County Landfill began accepting waste in the Class II area on October 11, 1994. The Class II area encompasses a total of 80 acres. In the Class II area, individual cells will be opened, filled and closed over time. These cells are named Phase 1, Phase 2, etc. The final construction of the first cell to be opened, Phase 1, was completed in December 1994. The Phase 2 cell began accepting waste in December of 2002. The closure of the Phase 1 cell was completed during fiscal year 2004. Also in fiscal year 2004, a new area was opened called Class IV that will be used only for construction waste.

In March 2014, a new engineer’s report was completed and it provided, among others, three significant changes from the January 2009 engineer’s report. The first being a change in the annual tonnage from 45,000 tons per year to 40,000 tons per year, with an annual escalation of 1.25%. The second change was to the remaining life of the landfill, which was changed from 87 years to 98 years. Thirdly were the changes to closure and postclosure cost estimates.

The new cost estimates and new remaining useful life(s) associated with the March 2014 engineer’s report, resulted in the following changes to the reported amounts:

- Montana financial assurance regulations require that the landfill financially assure for the largest planned open area during the life of the landfill. One of two financial assurance approaches shall be used when building financial assurance. The county uses the approach to financially assure the largest area that will ever be open during the life of the site. When Phases 4 and 5 are open, the



landfill will have 29.5 acres open in the Class II landfill area and 7 acres of Class IV area which will be required to be closed over the remaining life of the site.

- The estimated total cost for landfill closure and postclosure care is \$2,266,250. This is a decrease of \$346,462. The total closure cost for the Class II and Class IV areas, associated with the largest open areas as noted above, are \$1,359,650 and \$306,000, respectively. In the Class II area, Phase 2 is nearing the end of its useful life and is currently being closed. The total postclosure liability is \$600,600.
- The fiscal year-end liability that represents the financial insurance amount is \$950,513, which is comprised of estimated costs for Class II area closures, Class IV area closure, and post-closure monitoring of \$809,505, \$71,431 and \$69,577, respectively. The yearly increase in liability for closure for Class II cells and the Class IV cell is \$5,731 and \$2,443, respectively. The yearly increase in liability for postclosure is \$5,531.

The amounts reported to date, represent estimates based upon the use of approximately 16.5 percent of the landfill's ultimate capacity and are based on what it would cost to perform all closure and postclosure care at year-end; however, actual costs may be higher due to inflation.

### **Scratch Gravel Landfill**

The Scratch Gravel Landfill was closed on October 8, 1994. Based on the new engineer's report, as of March 2014, the remaining estimated costs for landfill postclosure changed from \$220,000 to \$136,400. The total postclosure liability at fiscal year-end is \$124,000, with the annual estimated landfill postclosure of \$12,400 for each of the next 10 years. All costs are based on what it would cost to perform all postclosure care at year-end; however, actual costs may be higher due to inflation, as current EPA regulations regarding financial assurance were not in effect during the life of the Scratch Gravel landfill. Postclosure costs were not accumulated. All postclosure costs will be financed with current revenues.

It is anticipated that future inflation costs at the County and the Scratch Gravel Landfills will be in part financed from earnings on investments. The remaining portion of anticipated future inflation costs (including inadequate earnings on investments, if any) and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example), may need to be covered by charges to future landfill users, taxpayers, or both.

## **NOTE 14 – EMPLOYEE BENEFIT PLANS**

### **Montana Public Employees Retirement System**

With a few exceptions, all of Lewis and Clark County's employees must participate in one of three state-administered cost-sharing multiple-employer defined benefit pension plans. The exceptions are employees that work less than 960 hours and elected officials of the County. These two groups have the option of participating in Public Employees' Retirement System (PERS). One employee is covered by the Teachers Retirement System (MTRS). Sheriff employees are covered by the Sheriffs' Retirement System (SRS), and substantially all other County employees are covered by Public Employee Retirement System (PERS). SRS and TRS are administered by the Montana Public Employee Retirement Administration (MPERA).

**Pension Totals: County’s proportionate share of PERS, SRS and TRS pension amounts - combined**

|                                | <u>County's Proportionate Share Associated With</u> |                    |                 | <u>Total Pension</u> |
|--------------------------------|---|--------------------|-----------------|----------------------|
|                                | <u>PERS</u>   | <u>SRS</u>         | <u>TRS</u>      | <u>Amount</u>        |
| Total pension liability        | \$66,976,348  | \$20,121,591       | \$319,199       | \$87,417,138         |
| Fiduciary net position         | 53,491,745  | 17,555,021         | 224,575         | 71,271,341           |
| Net Pension liability          | <u>\$13,484,603</u>                                 | <u>\$2,566,570</u> | <u>\$94,624</u> | <u>\$16,145,797</u>  |
| Deferred outflows of resources | \$0   | \$0                | \$3,081         | \$3,081              |
| Deferred inflows of resources  | \$3,484,200   | \$3,750,024        | \$16,561        | \$7,250,785          |
| Pension expense                | \$1,038,167   | \$143,393          | \$9,077         | \$1,190,637          |

Following are detail disclosures for each retirement plan, as required by GASB 68.

**Public Employee Retirement-Defined Benefit Retirement Plan**

**Plan Description:**

The Public Employee Retirement-Defined Benefit Retirement Plan (PERS-DBRP), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing plan established July 1, 1945, and governed by Title 19, chapters 2 & 3, Montana Code Annotated (MCA). This plan covers the State, local governments, certain employees of the Montana University System, and school districts.

All new members are initially members of the PERS-DBRP and have a 12-month window during which they may choose to remain in the PERS-DBRP or join the PERS-DCRP by filing an irrevocable election. Members may not be members of both the defined contribution and defined benefit retirement plans. All new members from the universities also have a third option to join the university system’s Montana University System Retirement Program (MUS-RP). For members that choose to join the PERS-DCRP or the MUS-RP, a percentage of the employer contributions will be used to pay down the liability of the PERS-DBRP.

The PERS-DBRP provides retirement, disability, and death benefits to plan members and their beneficiaries. Benefits are established by state law and can only be amended by the Legislature. Benefits are based on eligibility, years of service, and highest average compensation. Member rights are vested after five years of service.

**Summary of Benefits:**

**Member’s highest average compensation (HAC)**

- Hired prior to July 1, 2011 - highest average compensation during any consecutive 36 months;
- Hired on or after July 1, 2011 - highest average compensation during any consecutive 60 months;
- Hired on or after July 1, 2013 - 110% annual cap on compensation considered as part of a member’s highest average compensation.

**Eligibility for benefit**

Service retirement:

- Hired prior to July 1, 2011: Age 60, 5 years of membership service;  
Age 65, regardless of membership service; or  
Any age, 30 years of membership service.

- Hired on or after July 1, 2011: Age 65, 5 years of membership service;  
Age 70, regardless of membership service.

Early retirement, actuarially reduced:

Hired prior to July 1, 2011: Age 50, 5 years of membership service; or  
Any age, 25 years of membership service.

Hired on or after July 1, 2011: Age 55, 5 years of membership service.

**Vesting**

5 years of membership service.

**Monthly benefit formula**

Members hired prior to July 1, 2011:

- Less than 25 years of membership service: 1.785% of HAC per year of service credit;
- 25 years of membership service or more: 2% of HAC per year of service credit.

Members hired on or after July 1, 2011:

- Less than 10 years of membership service: 1.5% of HAC per year of service credit;
- 10 years or more, but less than 30 years of membership service: 1.785% of HAC per year of service credit;
- 30 years or more of membership service: 2% of HAC per year of service credit.

**Guaranteed Annual Benefit Adjustment (GABA)\***

- 3% for members hired **prior to** July 1, 2007
- 1.5% for members hired **on or after** July 1, 2007

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of other adjustments to the member's benefit.

\*At this time, as a result of permanent injunction issued in the AMRPE vs State litigation, the GABA rate in effect is being used in the calculation. Clarification of the GABA rate for members hired on or after July 1, 2013 is pending.

**Total number of members (employees) covered by benefit terms as of June 30, 2015:**

1. Active plan members: 28,237
2. Inactive members entitled to but not yet receiving benefits or a refund:
  - Vested: 2,925
  - Non-vested: 8,839
3. Inactive members and beneficiaries currently receiving benefits:
  - Service Retirements: 20,080
  - Disability Retirements: 176
  - Survivor Benefits: 425

**Overview of Contributions:**

1. Rates are specified by state law for periodic employer and employee contributions  
The State legislature has the authority to establish and amend contribution rates to the plan.
2. Member contributions to the system:
  - a. Plan members are required to contribute 7.90% of member's compensation. Contributions are deducted from each member's salary and remitted by participating employers.
  - b. The 7.90% member contributions is temporary and will be decreased to 6.9% on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below 25 years following the reduction of both the additional employer and additional member contribution rates.
3. Employer contributions to the system:
  - a. State and University System employers are required to contribute 8.27% of members' compensation.

- b. Local government entities are required to contribution 8.17% of members' compensation.
- c. School district employers contributed 7.90% of members' compensation.
- d. Following the 2013 Legislative Session, PERS-employer contributions were temporarily increased. Effective July 1, 2013, employer contributions increased 1.0%. Beginning July 1, 2014, employer contributions will increase an additional 0.1% a year over 10 years, through 2024. The employer additional contributions including the 0.27% added in 2007 and 2009, terminates on January 1 following actuary valuation results that show the amortization period of the PERS-DBRP has dropped below 25 years and would remain below 25 years following the reductions of both the additional employer and member contributions rates.
- e. Effective July 1, 2013, the additional employer contributions for DCRP and MUS-RP is allocated to the defined benefit plan's Plan Choice Rate unfunded liability.
- f. Effective July 1, 2013, employers are required to make contributions on working retirees' compensation. Member contributions for working retirees are not required.

4. Non-Employer Contributions

- a. Special Funding
  - i. The State contributes 0.1% of members' compensation on behalf of local government entities.
  - ii. The State contributes 0.37% of members' compensation on behalf of school district entities.
- b. Not Special Funding
  - i. The State contributes from the Coal Tax Severance fund.

**Stand-Alone Statements:**

The PERS financial information is reported in the Public Employees' Retirement Board's (the Board) Comprehensive Annual Financial Report for the fiscal year ended. It is available from the PERB at 100 North Park, PO Box 200131, Helena, MT 59620-0131, 406-444-3154.

CAFR information including our stand alone financial statements can be found on our web site at <http://mpera.mt.gov/annualReports.shtml>

The latest actuarial valuation and experience study can be found at our website at <http://mpera.mt.gov/actuarialValuations.asp>

**Actuarial Assumptions:**

The Total Pension Liability as of June 30, 2014, is based on the results of an actuarial valuation date of June 30, 2014. There were several significant assumptions and other inputs used to measure the Total Pension Liability. The actuarial assumptions used in the June 30, 2014 valuation were based on the results of the last actuarial experience study, dated May 2010 for the six year period July 1, 2003 to June 30, 2009. Among those assumptions were the following :

- General Wage Growth\* 4.00%
- \*includes Inflation at 3.00%
- Merit Increases 0% to 6%
- Investment Return 7.75%
- Postretirement Benefit Increases

- 3% for members hired **prior to July 1, 2007**
- 1.5% for members hired on or after July 1, 2007

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of other adjustments to the member's benefit.

\*At this time as a result of permanent injunction issued in the *AMRPE vs State* litigation, the GABA rate in effect is being used in the calculation. Clarification of the GABA rate for members hired on or after July 1, 2013 is pending.

- Mortality assumptions among contributing members, terminated vested members, service retired members and beneficiaries based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2015 with scale AA.
- Mortality assumptions among Disabled Retirees are based on RP 2000 Combined Employee and Annuitant Mortality Tables with no projections. No future mortality improvement is assumed.

**Discount Rate:**

The discount rate used to measure the Total Pension Liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities will be made based on the Board’s funding policy, which establishes the contractually required rates under Montana Code Annotated. The State contributes 0.1% of salaries for local governments and 0.37% for school districts. In addition, the State contributes coal severance tax and interest money from the general fund. The interest is contributed monthly and the severance tax is contributed quarterly. Based on those assumptions, the System’s fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2122. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability. No municipal bond rate was incorporated in the discount rate.

**Target Allocations:**

| <u>Asset Class</u> | <u>Target Asset Allocation</u> | <u>Long-term Expected Real Rate of Return</u> |
|--------------------|--------------------------------|---|
| Cash Equivalents   | 2.00%                          | -0.25%  |
| Domestic Equity    | 36.00%                         | 4.80%   |
| Foreign Equity     | 18.00%                         | 6.05%   |
| Fixed Income       | 24.00%                         | 1.68%   |
| Private Equity     | 12.00%                         | 8.50%   |
| Real Estate        | 8.00%                          | 4.50%   |

The long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared for the System. The most recent analysis, performed for the period covering fiscal years 2003 through 2009, is outlined in a report dated May 2010, which is located on the MPERA website. Several factors are considered in evaluating the long-term rate of return assumption including rates of return adopted by similar public sector systems, and by using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is intended to be a long term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. Best estimates are presented as the arithmetic real rates of return for each major asset class included in the System’s target asset allocation as of June 30, 2014, is summarized in the above table.

**Sensitivity Analysis:**

|  | <u>1.0% Decrease<br/>(6.75%)</u> | <u>Current Discount<br/>Rate</u> | <u>1.0% Increase<br/>(8.75%)</u> |
|--|----------------------------------|----------------------------------|----------------------------------|
| PERS’ Net Pension Liability                                  | \$1,982,274,732                  | \$1,246,010,898                  | \$625,044,646                    |
| County’s Proportionate share of<br>the Net Pension Liability | \$21,452,611                     | \$13,484,603                     | \$6,764,370                      |

In accordance with GASB 68 regarding the disclosure of the sensitivity of the Net Pension Liability to changes in the discount rate, the above table presents the Net Pension Liability calculated using the discount rate of 7.75%, as well as what the Net Pension Liability would be if it were calculated using a discount rate that is 1.00% lower (6.75%) or 1.00% higher (8.75%) than the current rate.

**Net Pension Liability:**

In accordance with GASB Statement 68, Accounting and Financial Reporting for Pensions, employers are required to recognize and report certain amounts associated with their participation in the Public Employees’ Retirement System (PERS). Statement 68 became effective June 30, 2015 and includes requirements to record and report their proportionate share of the collective Net Pension Liability, Pension Expense, Deferred Inflows and Deferred Outflows of resources associated with pensions.

In accordance with Statement 68, PERS has a special funding situation in which the State of Montana is legally responsible for making contributions directly to PERS on behalf of the employers. Due to the existence of this special funding situation, local governments and school districts are required to report the portion of the State of Montana’s proportionate share of the collective Net Pension Liability that is associated with the employer.

The State of Montana also has a funding situation that is not Special Funding whereby the State General Fund provides contributions from the Coal Severance Tax and interest. All employers are required to report the portion of Coal Tax Severance Tax and interest attributable to the employer.

|   | Net Pension<br>Liability<br><u>as of 6/30/13</u> | Net Pension<br>Liability<br><u>as of 6/30/14</u> | Percent<br>of Collective<br><u>NPL</u> |
|---|--|--|--|
| County’s proportionate share  | \$17,352,612                                     | \$13,484,603                                     | 1.082222%                              |
| State of Montana’s<br>proportionate share<br>associated with County | <u>211,902</u>                                   | <u>164,668</u>                                   | <u>1.374780%</u>                       |
| Total   | \$17,564,514                                     | \$13,649,271                                     | 2.457002%                              |

At June 30, 2015, the County recorded a liability of \$13,484,603 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2014, and the Total Pension Liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of July 1, 2014. The County’s proportion of the Net Pension Liability was based on the County’s contributions received by PERS during the measurement period July 1, 2013, through June 30, 2014, relative to the total employer contributions received from all of PERS’ participating employers. At June 30, 2014, the employer’s proportion was 1.082222 percent.

**Changes in actuarial assumptions and methods:** There were no changes in assumptions or other inputs that affected the measurement of the Total Pension Liability.

**Changes in benefit terms:** There have been no changes in benefit terms since the previous measurement date.

**Changes in proportionate share:** There were no changes between the measurement date of the collective Net Pension Liability and the employer’s reporting date that are expected to have a significant effect on the employer’s proportionate share of the collective NPL.

**Pension Expense:**

|   | Pension Expense<br><u>as of 6/30/14</u> |
|---|---|
| County’s proportionate share  | \$ 656,880                              |
| State of Montana’s<br>proportionate share<br>associated with County | <u>381,287</u>                          |
| Total   | \$1,038,167                             |

At June 30, 2015, the County recognized a total pension expense of \$1,038,166 of which \$656,880 is for its proportionate share of the PERS' pension expense and \$381,287 that the employer must recognize as grant revenue for the support provided by the State of Montana for its proportionate share of the pension expense that is associated with the employer.

**Recognition of Beginning Deferred Outflow:**

At June 30, 2015, the County recognized a beginning deferred outflow of resources for the employers FY2014 contributions of \$1,040,811.

**Deferred Inflows and Outflows:**

At June 30, 2015, the County reported its proportionate share of PERS' deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

|   | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|---|---|--|
| Differences between expected and actual economic experience                           | \$ -                                      | \$ -                                     |
| Changes in actuarial assumptions  | -   | -  |
| Differences between projected and actual investment earnings                          | -   | \$ 3,484,200                             |
| Difference between actual and expected contributions                                  | -   | 4,770                                    |
| Changes in proportion   | N/A                                       | N/A                                      |
| *Contributions paid to PERS subsequent to the measurement date - FY2015 Contributions | \$ 1,016,151                              | -  |
| Total   | \$ 1,016,151                              | \$ 3,488,970                             |

\*Amounts reported as deferred outflows of resources related to pensions resulting from the employer's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

| <u>Year ended June 30</u> | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> | <u>Amount recognized in<br/>Pension Expense as an<br/>increase or (decrease) to<br/>Pension Expense</u> |
|---------------------------|---|--|---|
| 2016                      | \$ -                                      | \$ 872,641                               | \$ (872,641)  |
| 2017                      | -   | 872,641                                  | (872,641)   |
| 2018                      | -   | 871,050                                  | (871,050)   |
| 2019                      | -   | -  | -   |
| 2020                      | -   | -  | -   |
| Thereafter                | -   | -  | -   |

**Sheriff's Retirement System**

**Plan Description:**

The Sheriff's Retirement System (SRS), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing plan established July 1, 1974, and governed by Title 19, chapters 2 & 7, Montana Code Annotated (MCA). This plan provides retirement benefits to all Department of Justice criminal and gambling investigators hired after July 1, 1993, all detention officers hired after July 1, 2005, and to all

Montana sheriffs. Benefits are established by state law and can only be amended by the Legislature. The SRS provides retirement, disability and death benefits to plan members and their beneficiaries. Benefits are based on eligibility, years of service and highest average compensation. Member rights are vested after five years of service.

**Summary of Benefits:**

**Member's highest average compensation (HAC)**

Hired prior to July 1, 2011 - highest average compensation during any consecutive 36 months;

Hired on or after July 1, 2011 - highest average compensation during any consecutive 60 months;

Hired on or after July 1, 2013 - 110% annual cap on compensation considered as part of a member's highest average compensation.

**Eligibility for benefit**

20 years of membership service, regardless of age.

**Early Retirement**

Age 50, 5 years of membership service, actuarially reduced.

**Vesting**

5 years of membership service.

**Monthly benefit formula**

2.5% of HAC per year of service.

**Guaranteed Annual Benefit Adjustment (GABA)**

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of all other adjustments to the member's benefit.

- 3% for members hired **prior to** July 1, 2007
- 1.5% for members hired **on or after** July 1, 2007

**Total number of members (employees) covered by benefit terms as of June 30, 2015:**

1. Active plan members: 1,336
2. Inactive members entitled to but not yet receiving benefits or a refund:
  - Vested: 81
  - Non-vested: 342
3. Inactive members and beneficiaries currently receiving benefits:
  - Service Retirements: 523
  - Disability Retirements: 32
  - Survivor Benefits: 22

**Overview of Contributions:**

1. Rates are specified by state law for periodic employer and employee contributions. The State Legislature has the authority to establish and amend contribution rates to the plan.
2. Member contributions to the system:
  - a. Plan members are required to contribute 9.245% of member's compensation. Contributions are deducted from each member's salary and remitted by participating employers.
3. Employer contributions to the system:
  - a. The employers are required to contribute 9.825% of members' compensation.
  - b. Effective July 1, 2013, employer contributions are required to be paid on working retiree compensation. Member contributions are not required for working retirees.



**Stand-Alone Statements:**

The SRS financial information is reported in the Public Employees’ Retirement Board’s (the Board) Comprehensive Annual Financial Report for the fiscal year ended. It is available from the PERB at 100 North Park, PO Box 200131, Helena, MT 59620-0131, 406-444-3154.

CAFR information including our stand alone financial statements can be found on our web site at <http://mpera.mt.gov/annualReports.shtml>

The latest actuarial valuation and experience study can be found at our website at <http://mpera.mt.gov/actuarialValuations.asp>

**Actuarial Assumptions:**

The Total Pension Liability as of June 30, 2014, is based on the results of an actuarial valuation date of June 30, 2014. There were several significant assumptions and other inputs used to measure the Total Pension Liability. The actuarial assumptions used in the June 30, 2014 valuation were based on the results of the last actuarial experience study, dated May 2010 for the six year period July 1, 2003 to June 30, 2009. Among those assumptions were the following :

- General Wage Growth\* 4.00%
- \*includes Inflation at 3.00%
- Merit Increases 0% to 7.3%
- Investment Return 7.75%
- Postretirement Benefit Increases
  - 3% for members hired **prior to** July 1, 2007
  - 1.5% for members hired **on or after** July 1, 2007

After the member has completed 12 full months of retirement, the member’s benefit increases by the applicable percentage (provided below) each January, inclusive of other adjustments to the member’s benefit.
- Mortality assumptions among contributing members, terminated vested members, service retired members and beneficiaries based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2015 with scale AA.
- Mortality assumptions among Disabled Retirees are based on RP 2000 Combined Employee and Annuitant Mortality Tables with no projections. No future mortality improvement is assumed.

**Discount Rate:**

The discount rate used to measure the Total Pension Liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities will be made based on the Board’s funding policy, which establishes the contractually required rates under Montana Code Annotated. Based on those assumptions, the System’s fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2122. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability. No municipal bond rate was incorporated in the discount rate.

**Target Allocations:**

| <u>Asset Class</u> | <u>Target Asset Allocation</u> | <u>Long-term Expected Real Rate of Return</u> |
|--------------------|--------------------------------|---|
| Cash Equivalents   | 2.00%                          | -0.25%  |
| Domestic Equity    | 36.00%                         | 4.80%   |
| Foreign Equity     | 18.00%                         | 6.05%   |
| Fixed Income       | 24.00%                         | 1.68%   |
| Private Equity     | 12.00%                         | 8.50%   |
| Real Estate        | 8.00%                          | 4.50%   |

The long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared for the System. The most recent analysis, performed for the period covering fiscal years 2003 through 2009, is outlined in a report dated May 2010, which is located on the MPERA website. Several factors are considered in evaluating the long-term rate of return assumption including rates of return adopted by similar public sector systems, and by using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is intended to be a long term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. Best estimates are presented as the arithmetic real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2014, is summarized in the above table.

**Sensitivity Analysis:**

|  | 1.0% Decrease<br><u>(6.75%)</u> | Current Discount<br><u>Rate</u> | 1.0% Increase<br><u>(8.75%)</u> |
|--|---------------------------------|---------------------------------|---------------------------------|
| PERS' Net Pension Liability                                  | \$87,589,281                    | \$41,617,020                    | \$3,675,904                     |
| County's Proportionate share of<br>the Net Pension Liability | \$5,401,732                     | \$2,566,570                     | \$226,697                       |

In accordance with GASB 68 regarding the disclosure of the sensitivity of the Net Pension Liability to changes in the discount rate, the above table presents the Net Pension Liability calculated using the discount rate of 7.75%, as well as what the Net Pension Liability would be if it were calculated using a discount rate that is 1.00% lower (6.75%) or 1.00% higher (8.75%) than the current rate.

**Net Pension Liability:**

In accordance with GASB Statement 68, Accounting and Financial Reporting for Pensions, employers are required to recognize and report certain amounts associated with their participation in the Sheriffs' Retirement System (SRS). Statement 68 became effective June 30, 2015 and includes requirements to record and report their proportionate share of the collective Net Pension Liability, Pension Expense, Deferred Inflows and Deferred Outflows of resources associated with pensions.

|                              | Net Pension<br>Liability<br><u>as of 6/30/13</u> | Net Pension<br>Liability<br><u>as of 6/30/14</u> | Percent<br>of Collective<br><u>NPL</u> |
|------------------------------|--|--|--|
| County's proportionate share | \$6,585,738                                      | \$2,566,570                                      | 6.167116%                              |

At June 30, 2015, the County recorded a liability of \$2,566,570 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2014, and the Total Pension Liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of July 1, 2014. The County's proportion of the Net Pension Liability was based on the County's contributions received by SRS during the measurement period July 1, 2013, through June 30, 2014, relative to the total employer contributions received from all of SRS' participating employers. At June 30, 2014, the employer's proportion was 6.167116 percent.

**Changes in actuarial assumptions and methods:** Because the beginning and ending values are based on the same actuarial valuation and there were no significant events, no liability gains or losses due to experience are reported this year. The plan did report a change in assumption because there was an increase in the discount rate resulting in a decrease in the Liability. There were no other changes in assumptions or other inputs that affected the measurement of the Total Pension Liability.

**Changes in benefit terms:** There have been no changes in benefit terms since the previous measurement date.

**Changes in proportionate share:** There were no changes between the measurement date of the collective Net Pension Liability and the employer’s reporting date that are expected to have a significant effect on the employer’s proportionate share of the collective NPL.

**Pension Expense:**

|                              |                                  |
|------------------------------|----------------------------------|
|                              | Pension Expense<br>as of 6/30/14 |
| County’s proportionate share | \$ 143,393                       |

At June 30, 2015, the County recognized a Pension Expense of \$143,393 for its proportionate share of the SRS’ Pension Expense.

**Recognition of Beginning Deferred Outflow:**

At June 30, 2015, the County recognized a beginning deferred outflow of resources for the employers FY 2014 contributions of \$412,538.

**Deferred Inflows and Outflows:**

At June 30, 2015, the County reported its proportionate share of SRS’ deferred outflows of resources and deferred inflows of resources related to SRS from the following sources:

|   | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|---|---|--|
| Differences between expected and actual economic experience                           | \$ -                                      | \$ -                                     |
| Changes in actuarial assumptions  | -   | \$ 2,618,854                             |
| Differences between projected and actual investment earnings                          | -   | \$ 1,131,170                             |
| Diffence between actual and expected contributions                                    | -   | -  |
| Changes in proportion   | N/A                                       | N/A                                      |
| *Contributions paid to PERS subsequent to the measurement date - FY2015 Contributions | 419,140                                   | -  |
| Total   | <u>\$ 419,140</u>                         | <u>\$ 3,750,024</u>                      |

\*Amounts reported as deferred outflows of resources related to pensions resulting from the employer’s contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

| <u>Year ended June 30</u> | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> | <u>Amount recognized in<br/>Pension Expense as an<br/>increase or (decrease) to<br/>Pension Expense</u> |
|---------------------------|---|--|---|
| 2016                      | \$ -                                      | \$ 719,268                               | \$ (719,268)  |
| 2017                      | -   | 719,268                                  | (719,268)   |
| 2018                      | -   | 719,268                                  | (719,268)   |
| 2019                      | -   | 436,476                                  | (436,476)   |
| 2020                      | -   | 436,476                                  | (436,476)   |
| Thereafter                | -   | -  | -   |

## Teachers Retirement System

### **Plan Description:**

The Teachers' Retirement System (TRS or the System) is a mandatory-participation multiple-employer cost-sharing defined-benefit public pension plan that provides retirement services to individuals employed as teachers, administrators, and in other professional and skilled positions employed in public education in Montana.

The TRS Board is the governing body of the System and the TRS staff administers the system in conformity with the laws set forth in Title 19, chapter 20 of the Montana Code Annotated, and administrative rules set forth in Title 2, chapter 44 of the Administrative Rules of Montana. Additional information pertaining to membership, benefit structure, and prior years' actuarial valuations, as well as links to applicable statutes and administrative rules, may be obtained by visiting the TRS web site at trs.mt.

### **Summary of Benefits:**

Through June 30, 2013, all members enrolled in TRS participated in a single-tiered plan ("Tier One"). Employees with a minimum of 25 years of service or who have reached age 60 with 5 years of service are eligible to receive an annual retirement benefit equal to creditable service years divided by 60 times the average final compensation. Final compensation is the average of the highest three consecutive years of earned compensation. Benefits fully vest after 5 years of creditable service. Vested employees may retire at or after age 50 and receive reduced retirement benefits. Beginning July 1, 2013, new members in TRS participate in a second benefit tier ("Tier Two"), which differs from Tier One as follows:

- Tier Two uses a 5-year average final compensation (as opposed to 3-year AFC in Tier One)
- Tier Two provides for unreduced service retirement benefits at age 60 with 5 years of creditable service or at age 55 with at least 30 years of creditable service (rather than at age 60 with 5 years of service or at any age with creditable service in 25 years in Tier One)
- Tier Two provides for early retirement benefits with 5 years of creditable service at age 55 (rather than age 50 in Tier One)
- Tier Two has a one percent higher normal employee contribution rate (though a temporary 1% supplemental employee contribution rate is also now currently in place for Tier One members), and
- Tier Two provides for an enhanced benefit calculation -  $1.85\% \times \text{AFC} \times \text{years of creditable service}$  - for members retiring with at least 30 years of creditable service and at least 60 years of age (rather than  $1.6667 \times \text{AFC} \times \text{years of creditable service}$ )

A guaranteed annual benefit adjustment (GABA) is payable on January 1st of each calendar year for each retiree who has received at least 36 monthly retirement benefit payments prior to that date. The GABA is applicable to both Tier One and Tier Two members. The GABA calculated prior to July 1, 2013, was 1.5% of the benefit payable as of January 1st. Effective July 1, 2013, the GABA to be calculated for Tier One and Tier Two members each year may vary from 0.5% to 1.5% based on the retirement system's funding status and the period required to amortize any unfunded accrued actuarial liability as determined in the prior actuarial valuation. The legislative enactment that allows for reduction of the GABA for Tier One members is currently being litigated. A temporary restraining order requires continued calculation of the GABA at the full 1.5% rate for Tier One members pending resolution of the litigation.

### **Overview of Contributions:**

The System receives a portion of the total required statutory contributions directly from the State for all employers. The employers are considered to be in a special funding situation as defined by GASB 68 and the State is treated as a non-employer contributing entity in TRS. The System receives 2.49% of reportable compensation from the State's general fund for School Districts and Other Employers. The System also receives 0.11% of reportable compensation from the State's general fund for State and University Employers. Finally, the State is also required to contribute \$25 million in perpetuity payable July 1st of each year.

MCA 19-20-605 requires each employer to contribute 9.85% of total compensation paid to all re-employed TRS retirees employed in a TRS reportable position. Pursuant to MCA 19-20-609, this amount shall increase by 1.00%

for fiscal year 2014 and increase by 0.10% each fiscal year through 2024 until the total employer contribution is equal to 11.85% of re-employed retiree compensation.

The tables below show the history of legislated contributions for TRS members, employers and the State.

**School District and Other Employers**

|                               | <u>Members</u> | <u>Employers</u> | <u>General fund</u> | <u>Total employee &amp; employer</u> |
|-------------------------------|----------------|------------------|---------------------|--------------------------------------|
| Prior to July 1, 2007         | 7.15%          | 7.47%            | 0.11%               | 14.73%                               |
| July 1, 2007 to June 30, 2009 | 7.15%          | 7.47%            | 2.11%               | 16.73%                               |
| July 1, 2009 to June 30, 2013 | 7.15%          | 7.47%            | 2.49%               | 17.11%                               |
| July 1, 2013 to June 30, 2014 | 8.15%          | 8.47%            | 2.49%               | 19.11%                               |
| July 1, 2014 to June 30, 2015 | 8.15%          | 8.57%            | 2.49%               | 19.21%                               |
| July 1, 2015 to June 30, 2016 | 8.15%          | 8.67%            | 2.49%               | 19.31%                               |
| July 1, 2016 to June 30, 2017 | 8.15%          | 8.77%            | 2.49%               | 19.41%                               |
| July 1, 2017 to June 30, 2018 | 8.15%          | 8.87%            | 2.49%               | 19.51%                               |
| July 1, 2018 to June 30, 2019 | 8.15%          | 8.97%            | 2.49%               | 19.61%                               |
| July 1, 2019 to June 30, 2020 | 8.15%          | 9.07%            | 2.49%               | 19.71%                               |
| July 1, 2020 to June 30, 2021 | 8.15%          | 9.17%            | 2.49%               | 19.81%                               |
| July 1, 2021 to June 30, 2022 | 8.15%          | 9.27%            | 2.49%               | 19.91%                               |
| July 1, 2022 to June 30, 2023 | 8.15%          | 9.37%            | 2.49%               | 20.01%                               |
| July 1, 2023 to June 30, 2024 | 8.15%          | 9.47%            | 2.49%               | 20.11%                               |

**State and University Employers**

|                               | <u>Members</u> | <u>Employers</u> | <u>General fund</u> | <u>Total employee &amp; employer</u> |
|-------------------------------|----------------|------------------|---------------------|--------------------------------------|
| Prior to July 1, 2007         | 7.15%          | 7.47%            | 0.11%               | 14.73%                               |
| July 1, 2007 to June 30, 2009 | 7.15%          | 9.47%            | 0.11%               | 16.73%                               |
| July 1, 2009 to June 30, 2013 | 7.15%          | 9.85%            | 0.11%               | 17.11%                               |
| July 1, 2013 to June 30, 2014 | 8.15%          | 10.85%           | 0.11%               | 19.11%                               |
| July 1, 2014 to June 30, 2015 | 8.15%          | 10.95%           | 0.11%               | 19.21%                               |
| July 1, 2015 to June 30, 2016 | 8.15%          | 11.05%           | 0.11%               | 19.31%                               |
| July 1, 2016 to June 30, 2017 | 8.15%          | 11.15%           | 0.11%               | 19.41%                               |
| July 1, 2017 to June 30, 2018 | 8.15%          | 11.25%           | 0.11%               | 19.51%                               |
| July 1, 2018 to June 30, 2019 | 8.15%          | 11.35%           | 0.11%               | 19.61%                               |
| July 1, 2019 to June 30, 2020 | 8.15%          | 11.45%           | 0.11%               | 19.71%                               |
| July 1, 2020 to June 30, 2021 | 8.15%          | 11.55%           | 0.11%               | 19.81%                               |
| July 1, 2021 to June 30, 2022 | 8.15%          | 11.65%           | 0.11%               | 19.91%                               |
| July 1, 2022 to June 30, 2023 | 8.15%          | 11.75%           | 0.11%               | 20.01%                               |
| July 1, 2023 to June 30, 2024 | 8.15%          | 11.85%           | 0.11%               | 20.11%                               |

**TRS Stand-Alone Statements:** TRS’ stand-alone financial statements, actuarial valuations and experience studies can be found online at <https://trs.mt.gov/TrsInfo/NewsAnnualReports>

**Actuarial Assumptions:**

The Total Pension Liability as of June 30, 2014, is based on the results of an actuarial valuation date of July 1, 2014. There were several significant assumptions and other inputs used to measure the total pension liability. The actuarial assumptions used in the July 1, 2014 valuation were based on the results of the last actuarial experience study, dated May 1, 2014. Among those assumptions were the following:

- Total Wage Increases\* 8.51%
- Investment Return 7.75%
- Price Inflation 3.25%

- Postretirement Benefit Increases 1.50% (starting three years after retirement)
- Mortality among contributing members, service retired members, and beneficiaries
  - For Males: RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back four years, with mortality improvements projected by Scale BB to 2018.
  - For Females: RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back two years, with mortality improvements projected by Scale BB to 2018.
- Mortality among disabled members
  - For Males: RP 2000 Disabled Mortality Table for Males, set forward one year, with mortality improvements projected by Scale BB to 2018.
  - For Females: RP 2000 Disabled Mortality Table for Females, set forward five years, with mortality improvements projected by Scale BB to 2018.

\*Total Wage Increases include 4.00% general wage increase assumption and 4.51% merit and longevity increases.

**Discount Rate:**

The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities will be made based on the Board’s funding policy, which establishes the contractually required rates under Montana Code Annotated. In addition to the contributions, the State general fund will contribute \$25 million annually to the System payable July 1st of each year. Based on those assumptions, the System’s fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2116. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. No municipal bond rate was incorporated in the discount rate.

**Target Allocations:**

| Asset Class                | Target Asset Allocation | Real Rate of Return Arithmetic Basis |
|----------------------------|-------------------------|--------------------------------------|
| Broad US Equity            | 36.00%                  | 4.80%                                |
| Broad International Equity | 18.00%                  | 6.05%                                |
| Private Equity             | 12.00%                  | 8.50%                                |
| Intermediate Bonds         | 23.40%                  | 1.50%                                |
| Core Real Estate           | 4.00%                   | 4.50%                                |
| High Yield Bonds           | 2.60%                   | 3.25%                                |
| Non-Core Real Estate       | <u>4.00%</u>            | 7.50%                                |
|                            | 100.00%                 |                                      |

The long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared every four years for the System. The most recent analysis, performed for the period covering fiscal years 2008 through 2013, is outlined in a report dated May 2014. Several factors are considered in evaluating the long-term rate of return assumption including long term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected

returns in future years. Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2014, is summarized in the above table.

**Sensitivity Analysis:**

|  | 1.0% Decrease<br>( <u>6.75%</u> ) | Current Discount<br><u>Rate</u> | 1.0% Increase<br>( <u>8.75%</u> ) |
|--|-----------------------------------|---------------------------------|-----------------------------------|
| County's Proportionate share of<br>the Net Pension Liability | \$131,463                         | \$94,624                        | \$63,501                          |

In accordance with GASB 68 regarding the disclosure of the sensitivity of the Net Pension Liability to changes in the discount rate, the above table presents the Net Pension Liability calculated using the discount rate of 7.75%, as well as what the Net Pension Liability would be if it were calculated using a discount rate that is 1.00% lower (6.75%) or 1.00% higher (8.75%) than the current rate.

**Net Pension Liability:**

In accordance with GASB Statement 68, Accounting and Financial Reporting for Pensions, employers are required to recognize and report certain amounts associated with their participation in the Montana Teachers' Retirement System (TRS). Statement 68 became effective June 30, 2015 and includes requirements to record and report their proportionate share of the collective Net Pension Liability, Pension Expense, Deferred Inflows and Deferred Outflows of resources associated with pensions. In accordance with Statement 68, TRS has a special funding situation in which the State of Montana is legally responsible for making contributions directly to TRS that are used to provide pension benefits to the retired members of TRS. Due to the existence of a special funding situation, employers are also required to report the portion of the State of Montana's proportionate share of the collective Net Pension Liability that is associated with the employer.

|   | Net Pension<br>Liability<br>as of 6/30/13 | Net Pension<br>Liability<br>as of 6/30/14 | Percent<br>of Collective<br><u>NPL</u> |
|---|---|---|--|
| County's proportionate share  | \$109,373                                 | \$94,624                                  | 0.00614901%                            |
| State of Montana's<br>proportionate share<br>associated with County | <u>77,988</u>                             | <u>67,471</u>                             | <u>0.00438454%</u>                     |
| Total   | \$187,361                                 | \$162,095                                 | 0.01053355%                            |

At June 30, 2015, the County recorded a liability of \$94,624 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2014, and the Total Pension Liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of July 1, 2014. The County's proportion of the Net Pension Liability was based on the County's contributions received by TRS during the measurement period July 1, 2013, through June 30, 2014, relative to the total employer contributions received from all of TRS' participating employers. At June 30, 2014, the employer's proportion was 0.0061 percent.

**Changes in actuarial assumptions and methods:** The following changes in assumptions or other inputs that affected the measurement of the Total Pension Liability have been made since the previous measurement date.

- Assumed rate of inflation was reduced from 3.50% to 3.25%
- Payroll Growth Assumption was reduced from 4.50% to 4.00%
- Assumed real wage growth was reduced from 1.00% to 0.75%
- Investment return assumption was changed from net of investment and administrative expensed to net of investment expenses only.
- Mortality among contributing members, service retired members, and beneficiaries was updated to the following:
  - For Males: RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back four years, with mortality improvements projected by Scale BB to 2018.

- For Females: RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back two years, with mortality improvements projected by Scale BB to 2018.
- Mortality among disabled members was updated to the following:
  - For Males: RP 2000 Disabled Mortality Table for Males, set forward one year, with mortality improvements projected by Scale BB to 2018.
  - For Females: RP 2000 Disabled Mortality Table for Females, set forward five years, with mortality improvements projected by Scale BB to 2018.

**Changes in benefit terms:** There have been no changes in benefit terms since the previous measurement date.

**Changes in proportionate share:** There were no changes between the measurement date of the collective Net Pension Liability and the employer’s reporting date that are expected to have a significant effect on the employer’s proportionate share of the collective NPL.

**Pension Expense:**

|   | Pension Expense<br><u>as of 6/30/14</u> |
|---|---|
| County’s proportionate share  | \$ 5,299                                |
| State of Montana’s<br>proportionate share<br>associated with County | <u>3,778</u>                            |
| Total   | <u>\$ 9,077</u>                         |

At June 30, 2015, the County recognized a Pension Expense of \$9,077 for its proportionate share of the TRS’ Pension Expense.

**Recognition of Beginning Deferred Outflow:**

At June 30, 2015, the County recognized a beginning deferred outflow of resources for the employers FY2014 contributions of \$6,568.

**Deferred Inflows and Outflows:**

At June 30, 2015, the County reported its proportionate share of SRS’ deferred outflows of resources and deferred inflows of resources related to TRS from the following sources:

|   | Deferred Outflows<br><u>of Resources</u> | Deferred Inflows<br><u>of Resources</u> |
|---|--|---|
| Differences between expected and actual economic experience                           | \$ 936                                   | \$ 936                                  |
| Changes in actuarial assumptions  | 2,145                                    | -                                       |
| Differences between projected and actual investment earnings                          | -  | 14,656                                  |
| Diffence between actual and expected contributions                                    | -  | 1,905                                   |
| Changes in proportion   | N/A                                      | N/A                                     |
| *Contributions paid to PERS subsequent to the measurement date - FY2015 Contributions | 6,702                                    | -                                       |
| Total   | <u>\$ 9,783</u>                          | <u>\$ 17,497</u>                        |



\*Amounts reported as deferred outflows of resources related to pensions resulting from the employer’s contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

| <u>Year ended June 30</u> | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> | <u>Amount recognized in<br/>Pension Expense as an<br/>increase or (decrease) to<br/>Pension Expense</u> |
|---------------------------|---|--|---|
| 2016                      | \$ 1,027                                  | \$ 4,140                                 | \$ (3,113)  |
| 2017                      | 1,027                                     | 4,140                                    | (3,113)   |
| 2018                      | 1,027                                     | 4,140                                    | (3,113)   |
| 2019                      | -   | 4,140                                    | (4,140)   |
| 2020                      | -   | -  | -   |
| Thereafter                | -   | -  | -   |

**Other Employee Benefits**

Lewis and Clark County provides medical insurance coverage for its employees via a self funded plan administered by Allegiance Benefit Plan Management, Inc., of Missoula, Montana. The purpose of this plan is to pay medical, dental and vision claims of Lewis and Clark County employees and their covered dependents, and to minimize the total cost of annual medical insurance to the County. Rates for the coming year are determined in consultation with the administrator based on past claim experience. Medical claims exceeding \$120,000 specific per claimant plus \$50,000 aggregate for the group are covered by a commercial “stop-loss” policy that the plan purchases. The County accrues, as liabilities, those claims that have been reported within ninety days of the date of the financial statements, but were identified by Allegiance Benefit Plan Management, Inc., as being incurred prior to the date of the financial statements. As of June 30, 2015, the County’s medical insurance fund had a balance of \$1,626,404. Employees are responsible to pay 60 percent of a claimant’s costs up to \$3,500 for individuals and \$7,000 per family. After the \$3,500 out-of-pocket maximum is met, 100 percent of any eligible costs are covered by the health plan.

| <b><u>Medical Benefit</u></b>  | <u>Annual Deductible (1)</u> |                | <u>Benefit Percentage (1)</u> |                      | <u>Out-of-pocket Maximum (1)</u> |                |
|--------------------------------|------------------------------|----------------|-------------------------------|----------------------|----------------------------------|----------------|
|                                | <u>PPO</u>                   | <u>Non-PPO</u> | <u>PPO</u>                    | <u>Non-PPO</u>       | <u>PPO</u>                       | <u>Non-PPO</u> |
| Per Covered Person             | \$250                        | \$500          | 60%                           | 50%                  | \$3,500                          | \$100,000      |
| Per Family                     | \$750                        | \$1,000        | 60%                           | 50%                  | \$7,000                          | N/A            |
| <b><u>Pharmacy Benefit</u></b> |                              |                | <u>Preferred</u>              | <u>Non-Preferred</u> |                                  |                |
| Per Covered Person             | \$200                        |                | 20%                           | 40%                  |                                  |                |
| Per Family                     | \$400                        |                |                               |                      |                                  |                |

(1) per benefit period

This is a generalization of the coverage, specific exceptions are available in the Health Benefits manual.

The County continues to monitor health care costs closely and is prepared to take steps as is deemed necessary if a deficit occurs.

A reconciliation of claims payable follows:

|                         | <u>Fiscal Year<br/>2015</u> | <u>Fiscal Year<br/>2014</u> |
|-------------------------|-----------------------------|-----------------------------|
| Claims payable, July 1  | \$ 184,471                  | \$ 346,225                  |
| Claims incurred         | (2,885,103)                 | (3,123,458)                 |
| Claims paid             | 2,971,149                   | 2,961,704                   |
| Claims payable, June 30 | <u>\$ 270,517</u>           | <u>\$ 184,471</u>           |

The County pays the premium for a \$25,000 life insurance policy for all employees enrolled in the Health Benefits Plan. The premiums were paid to an insurance carrier during the fiscal year ended June 30, 2015.

The County also operates an Internal Revenue Code Section 125 plan for medical and day care expenses. Employees could contribute pretax dollars up to \$2,500 per year for medical expenses and up to \$5,000 per year for day care expenses.

### **Other Post Employment Benefits (OPEB)**

As required by state law, the County provides employees who retire an option to continue to participate in the County's group health insurance plan. The County also allows terminated employees to continue their health care coverage for 18 months past the date of termination as required by the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA). As of June 30, 2015, the County had six enrollees under the Retiree division, plus one spouse, no child dependants and no employees under COBRA insurance coverage, plus no enrollees previously enrolled as dependents, but post dependent eligibility. There were also no spouse and no child dependents covered under County Cobra participants. To continue coverage, employees are required to pay the full cost of the benefits. The County will pay the first six months of insurance for retirees with 20 years or more with the County. As of June 30, 2015, the County was paying insurance for one retiree.

As required by Governmental Accounting Standards Board (GASB) Statement No. 45 Other Post Employment Benefits, the County has calculated and included a post employment benefit liability in 2015.

### **Plan Description**

The Lewis and Clark County Employee Group Benefit Plan maintains a single-employer self-insured medical plan that is administered by Allegiance Benefit Plan Management, Inc. The plan currently provides defined medical, dental and vision insurance benefits for eligible employees, retirees, spouses and dependants. Participation is elected by the retiree at the time of retirement. Benefit provisions are set annually by the Board of County Commissioners and may be revoked or altered at any time.

### **Funding Policy**

The County provides no direct subsidy to the health insurance premiums for retirees. Retirees pay for the entire cost of the health insurance premium. Eligible retired employees include former fulltime and certain other employees. As of June 30, 2015, there are six enrollees participating in retiree division of the employer's sponsored health plan. In fiscal year 2015, retirees contributed \$46,748 towards the cost of the County's annual premium, with premiums per month being \$750 for retiree only and \$1,150 for retiree and spouse, less amounts earned toward wellness credits. Premiums for retirees covering children add \$70 per child per month, with a limit of \$280 per month to the above options.

### **Annual OPEB Cost Obligation**

The County's other postemployment benefit (OPEB) cost (expense) is calculated based on the projected unit credit cost method. The objective under this method is to fund each participant's benefits under the plan as they accrue. Thus, the total benefit to which each participant is expected to become entitled at retirement is broken down into units, each associated with a year of past or future credit service. Typically, when this method is introduced, there will be an initial liability for benefits credited for service prior to that date, and to the extent that the liability is not covered by assets of the plan, there is an unfunded liability to be funded over a stipulated period in accordance with an amortization schedule.

**Primary Government**

|  | 2015              | 2014              | 2013              |
|--|-------------------|-------------------|-------------------|
| Annual required contribution               | \$ 45,766         | \$ 95,470         | \$ 95,695         |
| Interest on net OPEB obligation            | 14,823            | 11,996            | 10,310            |
| Adjustment to annual required contribution | <u>(11,626)</u>   | <u>(9,408)</u>    | <u>(8,087)</u>    |
| Annual OPEB cost (expense)                 | 48,963            | 98,058            | 97,918            |
| Contributions made                         | <u>(34,149)</u>   | <u>(31,437)</u>   | <u>(56,186)</u>   |
| Increase/(Decrease) in net OPEB obligation | 14,814            | 66,621            | 41,732            |
| Net OPEB obligation - beginning of year    | <u>360,939</u>    | <u>294,318</u>    | <u>252,586</u>    |
| Net OPEB obligation - end of year          | <u>\$ 375,753</u> | <u>\$ 360,939</u> | <u>\$ 294,318</u> |
| Percentage of Annual OPEB Cost Contributed | 69.74%            | 32.06%            | 57.38%            |

Prior periods restated due to formula and rounding errors

Funded Status and Funding Progress

As of June 30, 2015, the actuarial accrued liability (AAL) for benefits was \$440,442 all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$23,517,124 and the ratio of unfunded actuarial accrued liability to the covered payroll was 1.87 percent. There are no assets set aside to fund these benefits as the County funds post-retirement health insurance benefits on a pay-as-you-go basis.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the note to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. As required by GASB 45, fiscal year 2009 was the first year an actuarial had been completed for other postemployment benefits. Additional information can be found in the Required Supplementary Information section.

Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The following assumptions were made:

Mortality - Healthy, for PERS and SRS, mortality is assumed to follow RP 2000 Healthy Combined Mortality Tables projected to 2015 using Scale AA with no collar adjustments for males and females. For TRS, mortality is assumed to follow the RP 2000 Combined Mortality Table set back three years for males, set back two years for females, with mortality improvements projected by Scale AA to 2008.

Mortality - Disabled, for PERS and SRS, disabled mortality is assumed to follow RP 2000 Disabled Mortality Tables with no projections and no collar adjustments for males and females. For TRS, disabled mortality is based on RP 2000 Disabled Mortality Table, set back three years for males, set forward three years for females, with mortality improvements projected by Scale AA to 2008.

Turnover rates were based on specific gender age data assigning active members a probability of remaining employed until the assumed retirement age and for developing an expected future working lifetime assumption for purposes of allocating to periods the present value of total benefits to be paid. The

amortization factors are for a 30-year, level percent of pay amortization on an open basis, using a 4.25 percent investment rate and a 2.5 percent payroll inflation rate.

**Participation**

- 20.0% of future retirees are assumed to elect medical coverage.
- 70.0% of the future retirees who elect medical coverage and are married (see marriage rate assumption) are assumed to elect spousal coverage as well.

**Lapse Rates:** For participants age 65 and older, a variable participation rate was applied in addition to those listed above. These Lapse Rates account for potential migration into a less costly Medicare plan once retirees become eligible for Medicare as their primary coverage.

| <u>Age</u> | <u>Lapse Rate</u> | <u>Age</u> | <u>Lapse Rate</u> | <u>Age</u> | <u>Lapse Rate</u> |
|------------|-------------------|------------|-------------------|------------|-------------------|
| 65         | 90.0%             | 67         | 50.0%             | 69         | 50.0%             |
| 66         | 70.0%             | 68         | 50.0%             | 70+        | 50.0%             |

Healthcare cost trend rate (HCCTR) was based on projections from historical rates of the County.

| <u>Plan Year</u> | <u>Insurance Plan</u>          |                           |
|------------------|--------------------------------|---------------------------|
|                  | <u>Medical, Dental, Vision</u> | <u>Prescription Drugs</u> |
| 2014             | 8.5%                           | 8.0%                      |
| 2015             | 7.5%                           | 7.5%                      |
| 2016             | 7.0%                           | 7.0%                      |
| 2017             | 6.5%                           | 6.5%                      |
| 2018             | 6.0%                           | 6.0%                      |
| 2019             | 5.5%                           | 5.5%                      |
| 2020             | 5.0%                           | 5.0%                      |
| 2021+            | 4.5%                           | 4.5%                      |

The “annual age 65” per capita claims cost for the period July 1, 2014 to June 30, 2015 are as follows:

| <u>Coverage</u>             | <u>Medical</u> | <u>Prescription Drugs</u> |
|-----------------------------|----------------|---------------------------|
| Before Medicare Eligibility | \$11,214       | \$3,174                   |
| After Medicare Eligibility  | \$2,243        | \$3,174                   |

The following retiree contributions are a weighted average of all retiree contributions for the period July 1, 2014 to June 30, 2015:

| <u>Medical, Dental, Vision</u> | <u>Retiree/</u>         |               |
|--------------------------------|-------------------------|---------------|
| <u>Prescription Drugs</u>      | <u>Surviving Spouse</u> | <u>Spouse</u> |
| Before Medicare Eligibility    | \$9,000                 | \$4,800       |
| After Medicare Eligibility     | \$9,000                 | \$4,800       |

The following are the retiree contribution increases for Medical, Dental, Vision, and Prescription Drugs:

| <u>Plan Year</u> | <u>Retiree/</u>         |               |
|------------------|-------------------------|---------------|
|                  | <u>Surviving Spouse</u> | <u>Spouse</u> |
| 2014             | 8.4%                    | 8.4%          |
| 2015             | 7.1%                    | 7.1%          |
| 2016             | 6.6%                    | 6.6%          |
| 2017             | 6.1%                    | 6.1%          |
| 2018             | 5.6%                    | 5.6%          |
| 2019             | 5.1%                    | 5.1%          |
| 2020             | 4.6%                    | 4.6%          |
| 2021             | 4.5%                    | 4.5%          |

Health insurance premiums for 2014 retirees were used as the basis for calculation of the present value of total benefits to be paid.

### **Deferred Compensation**

Lewis and Clark County offers employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all County employees and permits them to defer a portion of their salary until future years. In fiscal year 2007, Lewis and Clark County changed the plan provider to Great-West Retirement Services, hereafter referred to as Great-West. Great-West purchased and is doing business under the name Empower Retirement Services.

The deferred compensation is not available to employees until termination, retirement, death or an unforeseen emergency. The plans operate according to the requirements set forth under Internal Revenue Code Section 457. Under those requirements, all amounts of compensation deferred under the plan, all property rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the exclusive benefit of the participants and their beneficiaries, rather than for the County. A fiduciary relationship does not exist between the County and Great-West, therefore the County has elected to not report the balances and activities of the plans in its financial statements.

### **NOTE 15 – RISK MANAGEMENT**

The County faces a considerable number of risks of loss, including (a) damage to and loss of property and contents; (b) employees' torts; (c) professional liability, i.e., employee injuries; and (d) medical insurance costs of employees. Commercial policies transferring all risks of loss, except for relatively small deductible amounts are purchased for property and content damage, employee torts, and professional liabilities. The County participates in two state-wide public risk pools operated by the Montana Association of Counties, for workers' compensation and for tort liability coverage. Employee medical insurance is provided through a privately administered, partially self-insured plan. Given the lack of coverage available, the County has no coverage for potential losses from environmental damages. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Lewis and Clark County has joined with other Montana counties to form a self-insurance pool offering workers' compensation coverage. This pool, named the Montana Association of Counties Workers' Compensation Trust, provides claim administrative services. Premiums paid to the Trust for fiscal year 2015 amounted to \$396,494. Audited financial statements for fiscal year ended June 30, 2015, are available from the Montana Association of Counties Workers' Compensation Trust.

The County has joined with other Montana counties to form a self-insurance pool offering liability and general insurance coverage. This pool, named the Montana Association of Counties Joint Powers Insurance Authority Trust, provides for property, liability, public officials' errors and omissions, and crime coverage. The county has a \$10,000 deductible per occurrence. Claims over \$10,000 are covered by the pool. The Trust also provides for additional coverage for the above areas through excess insurance lines for varying amounts. Premiums paid to the Trust for fiscal year 2015 amounted to \$479,077.

Audited financial statements for the fiscal year ended June 30, 2015, are available from the Montana Association of Counties Joint Powers Insurance Authority.

Members of the public risk pools may be subject to supplemental assessments in the event of deficiencies. They are also responsible for their own claim liabilities in the event the pool fails.

### **NOTE 16 – ON-BEHALF PAYMENTS FOR SALARIES AND BENEFITS**

*GASB Statement No. 24 Accounting and Financial Reporting for Certain Grants and Other Financial Assistance* requires the County to report in the financial statements on-behalf salary and fringe benefit payments. The State of Montana makes salary payments directly to the County Attorney. The State of Montana does not contribute to fringe benefits, as the county pays the full cost. The basis for recognizing

the revenue and expenditure payments is the actual contribution made by the State. For fiscal year 2015, the State contributed \$63,605 toward the annual salary of \$113,618, plus \$315 in taxable cell-phone reimbursements to the County Attorney. These amounts are reflected in the general fund of the County.

**NOTE 17 – COMMITMENTS AND CONTINGENCIES**

**Construction Contract Commitments**

At June 30, 2015, there were uncompleted construction contracts as follows:

| <u>Project Title</u>                             | <u>Construction<br/>Committed</u> | <u>Fund<br/>Type</u>   | <u>Encumbered<br/>Amount</u> |
|--|-----------------------------------|------------------------|------------------------------|
| Road Projects                                    | \$ 4,073,000                      | Non-major governmental | \$ 225,173                   |
| YWCA Rehabilitation Project                      | 1,470,677                         | Non-major governmental | -                            |
| Land Purchase buy-sell for Jail building project | 1,050,000                         | Capital Development    | -                            |
| Cooperative Health Center Remodel                | 276,000                           | Internal Service       | 225,173                      |
| Mosquito control                                 | 109,270                           | Non-major governmental | 109,270                      |
| Generator install at fairgrounds                 | 75,630                            | Non-major governmental | -                            |
| HCTV broadcast allocation                        | 66,095                            | General                | 66,095                       |
| Detention Center Construction                    | 50,445                            | Capital Development    | 50,445                       |
| AWD Tractor Lease                                | 31,433                            | Capital Development    | -                            |
| Total  | <u>\$ 7,202,550</u>               |                        | <u>\$ 676,156</u>            |

**Grant Contingencies**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

**Legal Contingencies**

The County is party to many legal proceedings. The legal proceedings are not, in the opinion of the County’s legal counsel, likely to have a material adverse impact (more than a \$25,000) on the County’s financial position or liquidity, except as listed below.

| <u>Case</u>                                       | <u>Damages<br/>Requested</u> | <u>Potential<br/>of Loss</u> | <u>Status</u>                           |
|---|------------------------------|------------------------------|---|
| Various -subdivision road improvement proceedings | \$ 1,634,100                 | Settled                      | Payment to be made in fiscal year 2016  |
| CDV-08-5 81                                       | \$ 500,000                   | Remote                       | Supreme Court remands to District Court |
| CDV-07-423  | \$ 150,000                   | Remote                       | In litigation                           |

At June 30, 2015, the County had accrued a contingent liability for \$1,634,100 for the above large settled cases, as \$1,034,100 has been settled and paid out in fiscal year 2016, along with the additional \$600,000 being settled with pay out expected in fiscal year 2016. The remaining amounts are estimates.

The County has several unasserted claims that have not been filed in court for \$30,000 that has a possible unfavorable outcome.

**NOTE 18 – SUBSEQUENT EVENTS**

Subsequent to year-end, the County entered into the following agreements:

On July 22, 2015, the County entered into a contract of \$218,436 for a TSEP bridge project on Sun Canyon Road.

On July 28, 2015, the County entered into a contract of \$35,889 to provide and install a generator at the Augusta Senior Center.

On August 11, 2015, the County entered into a contract of \$595,595 chip sealing on County and RID roads.

On August 18, 2015, the County entered into contracts for resurfacing two roads. The resurfacing contracts amount to \$864,300 and \$895,000, with the associated engineering contracts being \$105,628 and 79,850, signed on August 27, 2015 and September 1, 2015, respectively.

On August 25, 2015, the County entered into a road construction contract of \$2,563,688, with the associated engineering contract being \$376,601, signed on September 3, 2015.

On August 28, 2015, the County entered into a contract of \$98,411 for paint striping on roads.

On September 10, 2015, the County entered into a contract of \$511,562 for the purchase of 6 motor graders.

On September 14, 2015, the County entered into a contract of \$132,260 for the construction of the Forestvale Monumental Entry.

**NOTE 19 – RECENT ACCOUNTING PRONOUNCEMENTS**

The GASB has recently issued several statements since the governments previous annual report submission. The County will be evaluating them for future impact on these financial statements.

The Government Accounting Standards Board (GASB) has issued **Statement No. 72**, *Fair Value Measurement and Application*, which is effective for the County beginning in fiscal year 2016. The primary objective of this Statement is to address accounting and financial reporting issues related to fair value measurements. The definition of *fair value* is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

The Government Accounting Standards Board (GASB) has issued **Statement No. 73**, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, which is effective for the County beginning in fiscal year 2016. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability.

The Government Accounting Standards Board (GASB) has issued **Statement No. 74**, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, which is effective for the County beginning in fiscal year 2017. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability.

The Government Accounting Standards Board (GASB) has issued **Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions***, which is effective for the County beginning in fiscal year 2018. The objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities.

The Government Accounting Standards Board (GASB) has issued **Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments***, which is effective for the County beginning in fiscal year 2016. The objective of this Statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The “GAAP hierarchy” consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles.

The Government Accounting Standards Board (GASB) has issued **Statement No. 77, *Tax Abatement Disclosures***, which is effective for the County beginning in fiscal year 2016. The objective of this Statement is to requires disclosure of tax abatement information about (1) a reporting government’s own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government’s tax revenues.

The County has not assessed the impact of these statement on its financial position and results of operations, but has acknowledged the adoption of these statement may have a material effect on its basic financial statements.

**NOTE 20 – DISCONTINUED OPERATIONS**

In June 2012, the County sold the Cooney Home to exit the nursing home business. The County accounted for the nursing home business as a discontinued operation. The County signed two contracts for a long-term notes receivable of \$2,262,201. On May 30, 2014, the contracts were amended with the new total of \$2,049,977, including the accrued interest. Payments are now being made monthly. The County sold all assets of the nursing home, except for accounts receivable as of June 1, 2012, thus in fiscal year 2015, the County is reporting revenue and expenses that are associated with those receivables. The County received payments of \$49,747 in the current fiscal year, therefore leaving a balance on the notes of \$2,000,229. Interest in the amount of \$38,859 was paid during the fiscal year.

As of June 30, 2015, the County had a net receivable balance of \$18,627. All asset and liability balances shown in the Statement of Net Position - Proprietary Funds on page 28 in the Cooney Home major fund are related to the discontinued operation, and have been valued at their net realizable value.

For the year ending June 30, 2015, a summary of the results of operations of the discontinued nursing home business unit follows:

|                                   |                  |
|-----------------------------------|------------------|
| Revenue                           | \$ 41,971        |
| Costs and expenses                | <u>(-)</u>       |
| Gain from discontinued operations | <u>\$ 41,971</u> |



**NOTE 21 – JOINT VENTURES**

**Lewis and Clark Library**

In 1974, the County entered into an interlocal Library contract with the City of Helena to create the Lewis and Clark Library located within the City of Helena. The five-member Board of Trustees consists of two members appointed by each government and one member appointed jointly. Upon dissolution, the County has a 50% share in the net assets of the Library. The most current summary financial information as of, and for, the fiscal year ended June 30 is:

|                                    | <u>2015</u>         | <u>2014</u>         |
|------------------------------------|---------------------|---------------------|
| Cash and investments               | \$ 5,049,395        | \$ 4,301,926        |
| Other assets                       | -                   | 2,060,849           |
| Total assets                       | <u>\$ 5,049,395</u> | <u>\$ 6,362,775</u> |
| Liabilities                        | \$ -                | \$ 253,645          |
| Net position                       | <u>\$ 5,049,395</u> | <u>\$ 6,109,130</u> |
| Revenues                           | \$ 3,564,310        | \$ 3,287,301        |
| Expenses                           | <u>(2,728,568)</u>  | <u>(2,923,353)</u>  |
| Change in net position             | 835,742             | 363,948             |
| Net position, July 1               | 6,108,901           | 5,744,953           |
| Change in accounting principle (1) | <u>(1,895,248)</u>  | -                   |
| Net position, July 1, as restated  | 4,213,653           | 5,744,953           |
| Net position, June 30              | <u>\$ 5,049,395</u> | <u>\$ 6,108,901</u> |

(1) In fiscal year 2015, the library made a change of principle by moving from a modified accrual basis of accounting to a cash basis, as allowed by the State of Montana.

Financial statements of the Lewis and Clark Library are available from the Administrative Office, 120 South Last Chance Gulch Helena, Montana, 59601. In fiscal year 2015, the library started reporting on a cash basis, as allowed by the State of Montana.

**NOTE 22 – PRIOR PERIOD ADJUSTMENT**

For the year ended June 30, 2015, the County implemented GASB Statement No. 68, regarding the reporting of pension liabilities, and GASB Statement No. 71, regarding reporting of pension contributions subsequent to the measurement date of June 30, 2014. Accordingly, beginning net position has been restated to reflect the previously unrecognized pension liability as follows:

|  | <u>Primary Government</u> | <u>Component Unit</u> |
|--|---------------------------|-----------------------|
| Beginning net position, as originally reported | \$ 75,220,084             | \$ 3,580,997          |
| Pension liability, June 30, 2013               | (21,419,213)              | (2,628,510)           |
| Retirement contributions in 2014               | 1,265,866                 | 151,162               |
| Net restatement                                | <u>(20,153,347)</u>       | <u>(2,477,348)</u>    |
| Beginning net position, as restated            | <u>\$ 55,066,737</u>      | <u>\$ 1,103,649</u>   |

As the pension expense, deferred inflows and deferred outflows related to the net pension liability were not available for the period ending June 30, 2014, the prior year financial statements have not been restated. This statement requires the County to recognize pension liabilities, and the related deferred inflows and outflows for its proportionate share of actuarially determined unfunded liabilities of cost sharing defined benefit retirement plans the County participates in (See Note 14).

**REQUIRED SUPPLEMENTARY INFORMATION**

**LEWIS AND CLARK COUNTY, MONTANA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
Public Employee's Retirement System - Defined Benefit**

|   | <u>2015</u>          |
|---|----------------------|
| County's proportion of the net pension liability (asset)  | 1.082222%            |
| County's proportionate share of the net pension liability (asset)   | \$ 13,484,603        |
| State's proportionate share of the net pension liability (asset) associated with the County                       | 164,668              |
| Total   | <u>\$ 13,649,271</u> |
| County's covered-employee payroll   | \$ 12,250,734        |
| County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 110.07%              |
| Plan fiduciary net position as a percentage of the total pension liability  | 79.9%                |

Governmental Accounting Standards Board, Statement 68 requires this information to be provided for 10 years. Additional years will be displayed as they become available.

**LEWIS AND CLARK COUNTY, MONTANA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
Sheriffs' Retirement System**

|   | <b>2015</b>  |
|---|--------------|
| County's proportion of the net pension liability (asset)  | 6.167116%    |
| County's proportionate share of the net pension liability (asset)   | \$ 2,566,570 |
| State's proportionate share of the net pension liability (asset) associated with the County                       | -            |
| Total   | \$ 2,566,570 |
| County's covered-employee payroll   | \$ 3,988,436 |
| County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 64.35%       |
| Plan fiduciary net position as a percentage of the total pension liability  | 87.2%        |

Governmental Accounting Standards Board, Statement 68 requires this information to be provided for 10 years. Additional years will be displayed as they become available.

**LEWIS AND CLARK COUNTY, MONTANA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
Teachers Retirement System**

|   | <b>2015</b> |
|---|-------------|
| County's proportion of the net pension liability (asset)  | 0.006100%   |
| County's proportionate share of the net pension liability (asset)   | \$ 94,624   |
| State's proportionate share of the net pension liability (asset) associated with the County                       | 67,471      |
| Total   | \$ 162,095  |
| County's covered-employee payroll   | \$ 78,213   |
| County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 120.98%     |
| Plan fiduciary net position as a percentage of the total pension liability  | 70.4%       |

Governmental Accounting Standards Board, Statement 68 requires this information to be provided for 10 years. Additional years will be displayed as they become available.

**LEWIS AND CLARK COUNTY, MONTANA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CONTRIBUTIONS  
Public Employee's Retirement System - Defined Benefit**

|   | <u>2015</u>         |
|---|---------------------|
| Contractually required DB contributions                               | \$ 997,922          |
| Contributions allocated to PCR  | 31,131              |
| Contributions allocated to DB-UAL                                     | 11,757              |
| Total contractually required contributions                            | <u>\$ 1,040,810</u> |
| Contributions in relation to the contractually required contributions | \$ 1,040,810        |
| Contribution deficiency (excess)                                      | \$ -                |
| County covered-employee payroll                                       | \$ 12,250,734       |
| Contribution as a percentage of covered-employee payroll              | 8.496%              |

Governmental Accounting Standards Board, Statement 68 requires this information to be provided for 10 years. Additional years will be displayed as they become available.

**LEWIS AND CLARK COUNTY, MONTANA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CONTRIBUTIONS  
Sheriffs' Retirement System**

|   | <u>2015</u>  |
|---|--------------|
| Contractually required contributions                                  | \$ 412,538   |
| Contributions in relation to the contractually required contributions | \$ 412,538   |
| Contribution deficiency (excess)                                      | \$ -         |
| County covered-employee payroll                                       | \$ 3,988,436 |
| Contribution as a percentage of covered-employee payroll              | 10.343%      |

Governmental Accounting Standards Board, Statement 68 requires this information to be provided for 10 years. Additional years will be displayed as they become available.

**LEWIS AND CLARK COUNTY, MONTANA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CONTRIBUTIONS  
Teachers Retirement System**

|   | <u>2015</u> |
|---|-------------|
| Contractually required contributions                                  | \$ 6,703    |
| Contributions in relation to the contractually required contributions | \$ 6,703    |
| Contribution deficiency (excess)                                      |             |
| County covered-employee payroll                                       | \$ 78,213   |
| Contribution as a percentage of covered-employee payroll              | 8.570%      |

Governmental Accounting Standards Board, Statement 68 requires this information to be provided for 10 years. Additional years will be displayed as they become available.



**LEWIS AND CLARK COUNTY, MONTANA  
REQUIRED SUPPLEMENTARY INFORMATION  
EMPLOYEE GROUP BENEFITS PLAN - OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

| <u>Actuarial Valuation Date</u> | <u>Actuarial Value of Assets (\$)</u><br>(a) | <u>Actuarial Accrued Liability (AAL) (\$)</u><br>(b) | <u>Unfunded AAL (UAAL) (4)</u><br>(b-a) | <u>Funded Ratio (%)</u><br>(a/b) | <u>Annual Covered Payroll (4)</u><br>(c) | <u>UAAL as a Percentage of Covered Payroll (%)</u><br>(b-a/c) |
|---------------------------------|--|--|---|----------------------------------|--|---|
| June 30, 2015                   | -  | 440,442  | 440,442                                 | 0.00%                            | 23,517,124                               | 1.87%   |
| June 30, 2014                   | -  | 1,017,210  | 1,017,210                               | 0.00%                            | 23,756,062                               | 4.28%   |
| June 30, 2013                   | -  | 965,161  | 965,161                                 | 0.00%                            | 22,343,863                               | 4.32%   |
| June 30, 2012                   | -  | 968,425  | 968,425                                 | 0.00%                            | 25,861,566                               | 3.74%   |
| June 30, 2011                   | -  | 895,820  | 895,820                                 | 0.00%                            | 25,184,371                               | 3.56%   |
| June 30, 2010                   | -  | 926,167  | 926,167                                 | 0.00%                            | 24,358,671                               | 3.80%   |
| June 30, 2009                   | -  | 868,569  | 868,569                                 | 0.00%                            | 23,153,929                               | 3.75%   |

This schedule is based on the actuarial values as of June 30, 2015. Information for years prior to June 30, 2009, is not available.



## LEWIS AND CLARK COUNTY, MONTANA

### SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

The following is a list of non-major special revenue funds. At the end of the listing is a detailed description of the “major” fund - Special Assessment Districts.

#### **Health - Related Grant Funds**

Tenmile Water Quality - Used to account for the receipt of state and federal grants and related expenditures for the study, monitor and improvement of water quality in the Ten Mile Creek area.

Lead Education and Abatement Grant - Used to account for the receipt of federal grant revenues and expenditures related to the East Helena lead abatement and prevention program.

Junk Vehicle Program - Used to account for the receipt of state monies and related expenditures for the collection, control, recycling and disposal of junk vehicles and component parts within the County.

License Establishment Inspection - Used to account for the receipt of state monies and related expenditures for the purpose of conducting health inspections of retail food and beverage establishments within the County.

Subdivision Review - Used to account for the receipt of state monies and related expenditures for the purpose of providing local sanitary review of minor subdivisions within the County.

Helena Valley Non-Point Source Assessment - Used to account for the receipt of federal grants and related expenditures for staffing and field services activities related to the non-point assessment project.

Helena Area Groundwater Phase II - Used to account for the receipt of federal grants and related expenditures for the study, monitor and improvement of groundwater quality in the Helena area.

Watershed Grants - Used to account for the receipt of federal funding and related expenditures for the purposes of completing restoration projects in the Lake Helena Watershed area.

Public Water Supply Inspection - Used to account for the receipt of federal grants and related expenditures for the inspection and testing of small Public Water Supply Systems to ensure that public health and safety is protected.

Lake Helena Watershed Riparian Ag Project - Used to account for the receipt of federal grants and associated revenues, along with the related expenditures for the improvement of water quality for agricultural lands in the Lake Helena Watershed.

Targeted Watershed Grant - Used to account for the receipt of federal grants and associated revenues, along with the related for the control of non-point source water contamination to improve water quality in the Lake Helena Watershed.

Safe Schools Healthy Students - Used for tracking the cost of services associated with the Safe School, Healthy Student initiative.

Asthma Home Visiting Program - Used to account for the receipt of state funding and related expenditures for the purpose of providing home visiting services to control asthma in individuals identified as at risk for special health care needs.

**LEWIS AND CLARK COUNTY, MONTANA**

**SPECIAL REVENUE FUNDS**

Comprehensive Cancer Control Program - Used to account for the receipt of federal grants and associated revenues, along with the related expenditures for the support of collaborative efforts across sectors to reduce the burden of cancer in Montana.

Community Youth Suicide Prevention - Used to account for the receipt of federal funding and related expenditures to assist in the effort to decrease the incidences of youth suicide in Montana.

Breast and Cervical Cancer - Used to account for the receipt of federal funding and related expenditures for the purpose of developing a local breast and cervical cancer (B.C.C.) early detection plan through a local broad-based B.C.C. coalition.

WIC - Used to account for the receipt of federal funding and related expenditures dedicated to the nutritional education and food payments for women, infants and children in the County.

MCH Block Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of assessment, education and prevention of child neglect, abuse and low birth weight.

Home Care/Case Management - Used to account for the receipt of federal funding and other resources and related expenditures for the purpose of in-home care to the elderly and disabled.

MIECHV Infrastructure Development Grant - Used to account for the receipt of federal funding and related expenditures for the Maternal, Infant, and Early Childhood Visiting Infrastructure Development projects.

Ryan White Title III - Case Management - Used to account for the receipt of state funding and related expenditures for the purpose of managing the services provided to patients with human immunodeficiency virus (HIV) and their families.

WIC Peer Breastfeeding - Used to account for the receipt of federal funding and related expenditures dedicated to the Peer Breastfeeding program for women, infants and children in the County.

MT NAPA Obesity Prevention Project - Used to account for the receipt of federal funding and related expenditures for the purpose of obesity prevention.

Community Transformation Grant - Used to account for federal funding for local and state-wide work to help communities adopt active living and active transportation standards.

EPA Air Quality - Used to account for the receipt of federal funding and related expenditures for the purpose of developing and maintaining an air pollution control program.

Severe Disabling Mental Illness Waiver Services - Used to account for the receipt of federal funding and related expenditures for the purpose of providing services related to severe disabling mental illness.

Tobacco Control Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of education on the use of tobacco for a tri-county area.

Healthy Montana Families - Used to account for the receipt of state funding and related expenditures for the purpose of providing home visiting services to high risk pregnant women, their infants, and infants identified as risk for special health care needs.

**LEWIS AND CLARK COUNTY, MONTANA**

**SPECIAL REVENUE FUNDS**

Tuberculosis Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of providing tuberculosis services in the County.

HIV Prevention Services - Used to account for the receipt of federal funding and related expenditures for the purpose of the operation of testing, counseling, referral and partner notification service center to assist in preventing the spread of the human immunodeficiency virus (HIV) and acquired immune deficiency syndrome (AIDS).

Case Management - Low Birth Weight - Used to account for the receipt of state Medicaid and related expenditures for the purpose of improving the incidence of babies born with healthy birth weights.

Ryan White Title II - Used to account for the receipt of state funding and related expenditures for the purpose of assuring individuals living with the human immunodeficiency virus (HIV) are receiving comprehensive out-patient and support services.

Bioterrorism Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of the bioterrorism project.

**Levied Funds**

Craig Mosquito Control District - Used to account for the receipt of property tax revenues and related expenditures to spray and control mosquitoes in the Craig area.

Mosquito Control District - Used to account for the receipt of property tax revenues and related expenditures to spray and control mosquitoes.

Water Quality District - Used to account for the receipt of property tax revenues and related expenditures for the testing and monitoring of wells and other water storage areas in the County.

Mental Health - Used to account for the receipt of property tax revenues and related expenditures to provide mental health services to County residents.

Road - Used to account for the receipt of property tax revenues and related expenditures for the maintenance of roads within the County.

Predatory Animal Control - Used to account for the receipt of a per license fee on sheep revenues and related expenditures for the purpose of paying bounties on predatory animals killed within the County.

Cattle Protection Program - Used to account for the receipt of a per license fee on cattle and related expenditures for the purpose of paying bounties on predatory animals killed within the County.

District Court - Used to account for the receipt of property tax revenues and related expenditures for the operation of the County District Court.

Search and Rescue Operations - Used to account for the receipt of property tax revenues and related expenditures for operating, equipping, and debt service funding related to new construction of a search & rescue facility.

Parks - Used to account for the receipt of property tax revenues and related expenditures for operating, equipping, and maintaining parks within the County.

**LEWIS AND CLARK COUNTY, MONTANA**

**SPECIAL REVENUE FUNDS**

Permissive Medical - Used to account for the receipt of property tax revenue to be used for the payment of health insurance.

Forestvale Cemetery - Used to account for the receipt of property tax revenues and related expenditures for the operation and maintenance of the Forestvale Cemetery.

County Planning - Used to account for the receipt of property tax revenues and other resources and related expenditures for the purpose of reviewing land use proposals to ensure compliance with the County's Comprehensive Plan, subdivision regulations and zoning regulations.

Emergency Disaster - Used to account for the expenditures and receipt of property tax assessments and federal revenues dedicated to the cost for reconstruction and flood mitigation.

County Health - Used to account for the receipt of property tax revenues and other resources and related expenditures for the administration of County health and environmental programs.

Senior Citizens - Used to account for the receipt of property tax revenues and related expenditures dedicated to the promotion of recreational, educational and other activities for senior citizens.

County Extension - Used to account for the receipt of property tax revenues and related expenditures for the purpose of carrying on extension work in agriculture and home economics within the County in cooperation with Montana State University and the Department of Agriculture.

**Other Intergovernmental Funds**

Public Safety Radio Maintenance - Used to account for the receipt of federal monies and related expenditures for the purpose of maintaining numerous radio tower sites within the county.

Inmate Programs - Used to account for the cost of medical care of County prisoners.

Records Preservation - Used to account for the receipt of fees and related expenditures dedicated to the preservation of records maintained in the County Clerk and Recorder's Office.

Parks Development - Used to account for the receipt of funds dedicated for the purpose of future development of specified parks.

Lincoln Parks - Used to account for the receipt of funds dedicated for the purpose of maintaining and improving the parks in Lincoln.

BEP Program - Used to account for the receipt of federal funding and related expenditures for the purpose of controlling domestic abuse with the Batterer's Education and Prevention (BEP) Program in Lewis and Clark County.

DUI Programs - Used to account for the receipt of state funding and related expenditures for the purpose of hiring a summer intern to assist in processing DUI convictions and also used for educating the public on the dangers of driving under the influence.

City/County Drug - Used to account for the receipt of fines and forfeitures and related expenditures for the purpose of disrupting the illicit drug traffic in the City of Helena and Lewis and Clark County.

**LEWIS AND CLARK COUNTY, MONTANA**

**SPECIAL REVENUE FUNDS**

Missouri River Drug Task Force - Used to account for the receipt of federal funding and related expenditures for the purpose of disrupting the illicit drug traffic in the participating jurisdictions by gathering and reporting intelligence data relating to trafficking in narcotics and dangerous drugs.

Missouri River Drug Task Force Federal Sharing - Used to account for the receipt of federal funding and related expenditures of federal drug enforcement activities.

Hard Rock Mine Reserve - Used to account for the receipt of state license tax monies on metalliferous mines to mitigate the effects of the closure of mine operations.

Metal Mines Tax Reserve - Used to account for the receipt of state tax monies on metalliferous mines.

Wolf Creek Wastewater Facility - Used to accumulate funds for the construction, maintenance and operations of a wastewater treatment system for the Wolf Creek area.

Craig Wastewater Facility - Used to accumulate funds for the construction, maintenance and operations of a wastewater treatment system for the Craig Resort area.

Craig Training Center Facility - Used to accumulate funds to be used for the maintenance of the Craig Training Center Facility.

Septic Maintenance Revolving Loan Fund - Used to account for principal and interest repayments from loans to applicants to upgrade and/or fix their septic systems that were originally paid by a grant from the EPA. Expenses in this fund are disbursements for new loans to applicants.

Septic Maintenance Fund - Used to account for revenue and expenditures related to inspection, public outreach and education associated with septic systems.

Open Space Fund - Used to account for the receipt of bond revenue to be used to acquire conservation easements in the County to provide open space access.

Road Improvement - Subdivisions Fund - Used to account for the receipt of revenue to be used to improve County roads impacted by specific new subdivisions.

Alcoholism - Used to account for the receipt of state monies and related expenditures for the treatment and prevention of alcoholism within the County.

Gas Tax - Used to account for the receipt of gas tax apportionment monies and related expenditures dedicated for the repair and construction of roads within the County.

HIDTA - Used to account for the receipt of federal funding and related expenditures for the purpose of federal drug investigation.

Justice Assistance Grant (JAG) - Used to account for the receipt of federal funding and related expenditures for the purpose of increasing law enforcement services.

Citizen Corp/CERT Program - Used to account for the receipt of federal funding and related expenditures for the purpose of public education, training, and volunteer opportunities to engage all citizens in making communities safer and better prepared for preventing and handling threats of terrorism, crime and disasters.

**LEWIS AND CLARK COUNTY, MONTANA**

**SPECIAL REVENUE FUNDS**

National Fire Plan - Used to account for the receipt of federal funding and related expenditures for the purpose of homeowner education, home inspections, mapping of wildland/urban interface, hazard fuel reduction work, and community outreach.

Economic Development - Used to account for grant revenues and expenditures related to community development block grant (CDBG) to assist employees to partially buy-out company stock.

Noxious Weed Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of controlling and eliminating noxious weeds.

Homeland Security Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of homeland security.

Other Grants - Used to account for the receipt of grants revenues and related expenditures.

NFP Projects - BLM Community Assistance  
Energy Efficiency & Conservation Block Grant

Fire Projects Grants  
Brownsfield Assessment Grant

**Other Special Revenue Funds**

Forestvale Endowment Fund - Used to account for income and disbursements of donations made to the Forestvale Cemetery endowment account.



**LEWIS AND CLARK COUNTY, MONTANA**

**DEBT SERVICE FUNDS**

The Debt Service Funds account for the accumulation of property taxes and other revenues for the periodic payment of interest and principal of general obligation and certain special improvement district bonds or warrants and related servicing costs.

City/County Building Debt - Used to account for the receipt of revenues to be used for the periodic payment of principal and interest on the State Board of Investment's loan.

Open Space Debt - Used to account for the receipt of property tax revenues for the periodic payment of principal and interest on revenue bonds issued to finance the Open Space Bonds.

Health Facilities Debt - Used to account for the receipt of property tax revenues for the periodic payment of principal and interest on revenue bonds issued to finance the purchase of the Health Center.

RSID Revolving - Used to account for the receipt of property tax revenues and other resources and related expenditures for the purpose of paying off bonds or warrants utilized to finance improvements that benefit specific property owners. The following is a list of rural special improvement districts (RSID) with debt of the County:

Rural Special Improvement Districts

|                          |                     |
|--------------------------|---------------------|
| Cave Gulch               | Green Acres         |
| Gable Estates            | Woodlawn Water      |
| Lincoln                  | Fox Crossing        |
| Lambkins                 | Skyview             |
| Maynard                  | Autumn Wind         |
| McHugh                   | Fantasy             |
| Woodlawn Wastewater      | Big Sky Subdivision |
| Bel Air Addition         | Crestwood Green     |
| Bel Air Addition's Curbs | Settlers Cove       |
| Townview Estates         | Lake Home Condo     |

Search & Rescue Building Debt - Used to account for the receipt of property tax revenues for the periodic payment of principal and interest on the State Board of Investment's loan to finance the construction of the Search & Rescue Building.

## **LEWIS AND CLARK COUNTY, MONTANA**

### **CAPITAL PROJECT FUNDS**

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed in proprietary fund types.

CTEP Projects - Used to account for the receipt of federal funding and other matching revenue and the related expenditures of public work projects, such as replacing or constructing bike paths and sidewalks.

RID Projects - Used to account for the transfer of funding for the expenditures related to improvements or construction of the roads and parks.

Federal Grant Projects - Used to account for the receipt of miscellaneous federal grants and the related grant expenditures for small capital projects.

Search and Rescue Facility - Used to account for the funding for the expenditures associated with construction of the search and rescue facility.

Road/Bridge Infrastructure Projects Fund - Used to account for the receipt and transfer of funding for the expenditures associated with road/bridge infrastructure project.

### **PERMANENT FUND**

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for the purposes that support the reporting government's programs.

Forestvale Perpetual Care Fund - Used to account for principal trust amounts received and related to interest income. The interest portion of the trust can be used to maintain the County cemetery.

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LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2015

|  | SPECIAL<br>REVENUE   | DEBT<br>SERVICE   | CAPITAL<br>PROJECTS | PERMANENT<br>FUND<br>FORESTVALE<br>PERPETUAL<br>CARE | TOTAL<br>NONMAJOR<br>GOVERNMENTAL<br>FUNDS |
|--|----------------------|-------------------|---------------------|--|--|
| <b>ASSETS</b>  |                      |                   |                     |  |  |
| Cash and cash equivalents  | \$ 6,973,020         | \$ 257,010        | \$ 686,249          | \$ -   | \$ 7,916,279                               |
| Investments  | 1,295,815            | 47,761            | 127,527             | -  | 1,471,103                                  |
| Receivables:   |                      |                   |                     |  |  |
| Taxes/assessments  | 226,750              | 11,843            | -                   | -  | 238,593                                    |
| Accounts/contracts   | 85,909               | -                 | -                   | -  | 85,909                                     |
| Due from other governments   | 1,185,276            | -                 | -                   | -  | 1,185,276                                  |
| Inventories  | 196,573              | -                 | -                   | -  | 196,573                                    |
| Restricted assets:   |                      |                   |                     |  |  |
| Cash and cash equivalents  | 10,561               | -                 | -                   | 6,735  | 17,296                                     |
| Investments  | 293,440              | -                 | -                   | 271,323  | 564,763                                    |
| Advances to other funds  | -                    | 19,860            | -                   | -  | 19,860                                     |
| <b>Total assets</b>  | <b>\$ 10,267,344</b> | <b>\$ 336,474</b> | <b>\$ 813,776</b>   | <b>\$ 278,058</b>                                    | <b>\$ 11,695,652</b>                       |
| <b>LIABILITIES</b>   |                      |                   |                     |  |  |
| Accounts payable   | \$ 771,276           | \$ -              | \$ 205,064          | \$ -   | \$ 976,340                                 |
| Due to other funds   | 378,965              | 16,999            | -                   | -  | 395,964                                    |
| <b>Total liabilities</b>   | <b>1,150,241</b>     | <b>16,999</b>     | <b>205,064</b>      | <b>-</b>   | <b>1,372,304</b>                           |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                      |                   |                     |  |  |
| Deferred inflows of tax revenues   | 95,130               | (5,156)           | -                   | -  | 89,974                                     |
| <b>FUND BALANCE:</b>   |                      |                   |                     |  |  |
| Nonspendable   | 495,574              | -                 | -                   | 278,058  | 773,632                                    |
| Restricted   | 2,915,485            | 304,771           | 608,712             | -  | 3,828,968                                  |
| Unrestricted:  |                      |                   |                     |  |  |
| Committed  | 5,587,252            | 19,860            | -                   | -  | 5,607,112                                  |
| Assigned   | 23,662               | -                 | -                   | -  | 23,662                                     |
| <b>Total fund balance</b>  | <b>9,021,973</b>     | <b>324,631</b>    | <b>608,712</b>      | <b>278,058</b>                                       | <b>10,233,374</b>                          |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 10,267,344</b> | <b>\$ 336,474</b> | <b>\$ 813,776</b>   | <b>\$ 278,058</b>                                    | <b>\$ 11,695,652</b>                       |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2015  
 (Page 1 of 10)

|  | HEALTH<br>RELATED<br>GRANTS | CRAIG<br>MOSQUITO<br>CONTROL | MOSQUITO<br>CONTROL | WATER<br>QUALITY  | MENTAL<br>HEALTH |
|--|-----------------------------|------------------------------|---------------------|-------------------|------------------|
| <b>ASSETS</b>  |                             |                              |                     |                   |                  |
| Cash and cash equivalents  | \$ 150,479                  | \$ 9,253                     | \$ 58,502           | \$ 79,049         | \$ 998           |
| Investments  | 27,964                      | 1,719                        | 10,872              | 14,690            | 185              |
| Receivables:   |                             |                              |                     |                   |                  |
| Taxes/assessments  | -                           | 138                          | 5,718               | 32,592            | 2,930            |
| Accounts/contracts   | -                           | -                            | -                   | -                 | 49,583           |
| Due from other governments   | 399,707                     | -                            | -                   | -                 | 29,905           |
| Inventories  | -                           | -                            | -                   | -                 | -                |
| Restricted assets:   |                             |                              |                     |                   |                  |
| Cash and cash equivalents  | -                           | -                            | -                   | -                 | -                |
| Investments  | -                           | -                            | -                   | -                 | -                |
| <b>Total assets</b>  | <b>\$ 578,150</b>           | <b>\$ 11,110</b>             | <b>\$ 75,092</b>    | <b>\$ 126,331</b> | <b>\$ 83,601</b> |
| <b>LIABILITIES</b>   |                             |                              |                     |                   |                  |
| Liabilities:   |                             |                              |                     |                   |                  |
| Accounts payable   | \$ 106,075                  | \$ -                         | \$ 33,500           | \$ 12,042         | \$ 28,363        |
| Due to other funds   | -                           | -                            | -                   | -                 | -                |
| <b>Total liabilities</b>   | <b>106,075</b>              | <b>-</b>                     | <b>33,500</b>       | <b>12,042</b>     | <b>28,363</b>    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                             |                              |                     |                   |                  |
| Deferred inflows of tax revenues   | -                           | 138                          | 5,718               | 15,526            | 2,930            |
| <b>FUND BALANCE:</b>   |                             |                              |                     |                   |                  |
| Nonspendable   | -                           | -                            | -                   | -                 | -                |
| Restricted   | 472,075                     | -                            | -                   | -                 | -                |
| Unrestricted:  |                             |                              |                     |                   |                  |
| Committed  | -                           | 10,972                       | 35,874              | 98,763            | 52,308           |
| Assigned   | -                           | -                            | -                   | -                 | -                |
| <b>Total fund balance</b>  | <b>472,075</b>              | <b>10,972</b>                | <b>35,874</b>       | <b>98,763</b>     | <b>52,308</b>    |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 578,150</b>           | <b>\$ 11,110</b>             | <b>\$ 75,092</b>    | <b>\$ 126,331</b> | <b>\$ 83,601</b> |

LEWIS AND CLARK COUNTY, MONTANA  
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 June 30, 2015  
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|  | ROAD                | PREDATORY ANIMAL CONTROL | CATTLE PROTECTION PROGRAM | DISTRICT COURT    | SEARCH & RESCUE OPERATIONS |
|--|---------------------|--------------------------|---------------------------|-------------------|----------------------------|
| <b>ASSETS</b>  |                     |                          |                           |                   |                            |
| Cash and cash equivalents  | \$ 1,645,198        | \$ 128                   | \$ 1,317                  | \$ 657,497        | \$ 85,084                  |
| Investments  | 305,732             | 24                       | 245                       | 122,184           | 15,811                     |
| Receivables:   |                     |                          |                           |                   |                            |
| Taxes/assessments  | 67,588              | 7                        | 317                       | 14,283            | 3,543                      |
| Accounts/contracts   | -                   | -                        | -                         | -                 | -                          |
| Due from other governments   | -                   | -                        | -                         | -                 | -                          |
| Inventories  | 158,231             | -                        | -                         | -                 | -                          |
| Restricted assets:   |                     |                          |                           |                   |                            |
| Cash and cash equivalents  | -                   | -                        | -                         | -                 | -                          |
| Investments  | -                   | -                        | -                         | -                 | -                          |
| <b>Total assets</b>  | <b>\$ 2,176,749</b> | <b>\$ 159</b>            | <b>\$ 1,879</b>           | <b>\$ 793,964</b> | <b>\$ 104,438</b>          |
| <b>LIABILITIES</b>   |                     |                          |                           |                   |                            |
| Liabilities:   |                     |                          |                           |                   |                            |
| Accounts payable   | \$ 53,150           | \$ -                     | \$ -                      | \$ 43,237         | \$ -                       |
| Due to other funds   | -                   | -                        | -                         | -                 | -                          |
| <b>Total liabilities</b>   | <b>53,150</b>       | <b>-</b>                 | <b>-</b>                  | <b>43,237</b>     | <b>-</b>                   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                     |                          |                           |                   |                            |
| Deferred inflows of tax revenues   | 22,481              | 7                        | 317                       | 4,050             | 3,543                      |
| <b>FUND BALANCE:</b>   |                     |                          |                           |                   |                            |
| Nonspendable   | 158,231             | -                        | -                         | -                 | -                          |
| Restricted   | -                   | -                        | -                         | -                 | -                          |
| Unrestricted:  |                     |                          |                           |                   |                            |
| Committed  | 1,942,887           | 152                      | 1,562                     | 746,677           | 100,895                    |
| Assigned   | -                   | -                        | -                         | -                 | -                          |
| <b>Total fund balance</b>  | <b>2,101,118</b>    | <b>152</b>               | <b>1,562</b>              | <b>746,677</b>    | <b>100,895</b>             |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 2,176,749</b> | <b>\$ 159</b>            | <b>\$ 1,879</b>           | <b>\$ 793,964</b> | <b>\$ 104,438</b>          |

LEWIS AND CLARK COUNTY, MONTANA  
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|  | PARKS            | PERMISSIVE<br>MEDICAL | FORESTVALE<br>CEMETERY | COUNTY<br>PLANNING | EMERGENCY<br>DISASTER |
|--|------------------|-----------------------|------------------------|--------------------|-----------------------|
| <b>ASSETS</b>  |                  |                       |                        |                    |                       |
| Cash and cash equivalents  | \$ 13,094        | \$ 124,744            | \$ 189,155             | \$ 377,174         | \$ -                  |
| Investments  | 2,433            | 23,181                | 35,151                 | 70,091             | -                     |
| Receivables:   |                  |                       |                        |                    |                       |
| Taxes/assessments  | 396              | 41,473                | 9,500                  | 6,052              | 176                   |
| Accounts/contracts   | -                | -                     | -                      | -                  | -                     |
| Due from other governments   | -                | -                     | -                      | -                  | -                     |
| Inventories  | -                | -                     | -                      | -                  | -                     |
| Restricted assets:   |                  |                       |                        |                    |                       |
| Cash and cash equivalents  | -                | -                     | -                      | -                  | -                     |
| Investments  | -                | -                     | -                      | -                  | -                     |
| <b>Total assets</b>  | <b>\$ 15,923</b> | <b>\$ 189,398</b>     | <b>\$ 233,806</b>      | <b>\$ 453,317</b>  | <b>\$ 176</b>         |
| <b>LIABILITIES</b>   |                  |                       |                        |                    |                       |
| Liabilities:   |                  |                       |                        |                    |                       |
| Accounts payable   | \$ -             | \$ -                  | \$ 10,639              | \$ 35,030          | \$ -                  |
| Due to other funds   | -                | -                     | -                      | -                  | -                     |
| <b>Total liabilities</b>   | <b>-</b>         | <b>-</b>              | <b>10,639</b>          | <b>35,030</b>      | <b>-</b>              |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                  |                       |                        |                    |                       |
| Deferred inflows of tax revenues   | 396              | 11,994                | 2,643                  | 6,052              | 176                   |
| <b>FUND BALANCE:</b>   |                  |                       |                        |                    |                       |
| Nonspendable   | -                | -                     | -                      | -                  | -                     |
| Restricted   | -                | -                     | -                      | -                  | -                     |
| Unrestricted:  |                  |                       |                        |                    |                       |
| Committed  | 15,527           | 177,404               | 220,524                | 412,235            | -                     |
| Assigned   | -                | -                     | -                      | -                  | -                     |
| <b>Total fund balance</b>  | <b>15,527</b>    | <b>177,404</b>        | <b>220,524</b>         | <b>412,235</b>     | <b>-</b>              |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 15,923</b> | <b>\$ 189,398</b>     | <b>\$ 233,806</b>      | <b>\$ 453,317</b>  | <b>\$ 176</b>         |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
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|  | COUNTY<br>HEALTH    | SENIOR<br>CITIZENS | COUNTY<br>EXTENSION | PUBLIC<br>SAFETY RADIO<br>PROJECT | INMATE<br>PROGRAMS |
|--|---------------------|--------------------|---------------------|-----------------------------------|--------------------|
| <b>ASSETS</b>  |                     |                    |                     |                                   |                    |
| Cash and cash equivalents  | \$ 777,635          | \$ 29,212          | \$ 81,185           | \$ -                              | \$ 9,492           |
| Investments  | 144,510             | 5,429              | 15,087              | -                                 | 1,764              |
| Receivables:   |                     |                    |                     |                                   |                    |
| Taxes/assessments  | 31,938              | 4,477              | 5,622               | -                                 | -                  |
| Accounts/contracts   | -                   | -                  | -                   | -                                 | -                  |
| Due from other governments   | 28,576              | -                  | -                   | 50,190                            | -                  |
| Inventories  | 38,342              | -                  | -                   | -                                 | -                  |
| Restricted assets:   |                     |                    |                     |                                   |                    |
| Cash and cash equivalents  | -                   | -                  | -                   | -                                 | 5,000              |
| Investments  | -                   | -                  | -                   | -                                 | -                  |
| <b>Total assets</b>  | <b>\$ 1,021,001</b> | <b>\$ 39,118</b>   | <b>\$ 101,894</b>   | <b>\$ 50,190</b>                  | <b>\$ 16,256</b>   |
| <b>LIABILITIES</b>   |                     |                    |                     |                                   |                    |
| Liabilities:   |                     |                    |                     |                                   |                    |
| Accounts payable   | \$ 55,471           | \$ -               | \$ -                | \$ 14,477                         | \$ 12,540          |
| Due to other funds   | -                   | -                  | -                   | 20,403                            | -                  |
| <b>Total liabilities</b>   | <b>55,471</b>       | <b>-</b>           | <b>-</b>            | <b>34,880</b>                     | <b>12,540</b>      |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                     |                    |                     |                                   |                    |
| Deferred inflows of tax revenues   | 9,060               | 4,477              | 5,622               | -                                 | -                  |
| <b>FUND BALANCE:</b>   |                     |                    |                     |                                   |                    |
| Nonspendable   | 38,342              | -                  | -                   | -                                 | -                  |
| Restricted   | -                   | -                  | -                   | -                                 | -                  |
| Unrestricted:  |                     |                    |                     |                                   |                    |
| Committed  | 918,128             | 34,641             | 96,272              | -                                 | 3,716              |
| Assigned   | -                   | -                  | -                   | 15,310                            | -                  |
| <b>Total fund balance</b>  | <b>956,470</b>      | <b>34,641</b>      | <b>96,272</b>       | <b>15,310</b>                     | <b>3,716</b>       |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 1,021,001</b> | <b>\$ 39,118</b>   | <b>\$ 101,894</b>   | <b>\$ 50,190</b>                  | <b>\$ 16,256</b>   |



LEWIS AND CLARK COUNTY, MONTANA  
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|  | RECORDS<br>PRESERVATION | PARKS<br>DEVELOPMENT | LINCOLN<br>PARKS | BEP<br>PROGRAM | DUI<br>PROGRAMS  |
|--|-------------------------|----------------------|------------------|----------------|------------------|
| <b>ASSETS</b>  |                         |                      |                  |                |                  |
| Cash and cash equivalents  | \$ 103,625              | \$ 143,911           | \$ 7,043         | \$ -           | \$ 44,935        |
| Investments  | 19,257                  | 26,743               | 1,309            | -              | 8,350            |
| Receivables:   |                         |                      |                  |                |                  |
| Taxes/assessments  | -                       | -                    | -                | -              | -                |
| Accounts/contracts   | -                       | -                    | -                | -              | -                |
| Due from other governments   | -                       | -                    | -                | -              | 21,851           |
| Inventories  | -                       | -                    | -                | -              | -                |
| Restricted assets:   |                         |                      |                  |                |                  |
| Cash and cash equivalents  | -                       | -                    | -                | -              | -                |
| Investments  | -                       | -                    | -                | -              | -                |
| <b>Total assets</b>  | <b>\$ 122,882</b>       | <b>\$ 170,654</b>    | <b>\$ 8,352</b>  | <b>\$ -</b>    | <b>\$ 75,136</b> |
| <b>LIABILITIES</b>   |                         |                      |                  |                |                  |
| Liabilities:   |                         |                      |                  |                |                  |
| Accounts payable   | \$ -                    | \$ -                 | \$ -             | \$ -           | \$ -             |
| Due to other funds   | -                       | -                    | -                | -              | -                |
| <b>Total liabilities</b>   | <b>-</b>                | <b>-</b>             | <b>-</b>         | <b>-</b>       | <b>-</b>         |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                         |                      |                  |                |                  |
| Deferred inflows of tax revenues   | -                       | -                    | -                | -              | -                |
| <b>FUND BALANCE:</b>   |                         |                      |                  |                |                  |
| Nonspendable   | -                       | -                    | -                | -              | -                |
| Restricted   | -                       | -                    | -                | -              | 75,136           |
| Unrestricted:  |                         |                      |                  |                |                  |
| Committed  | 122,882                 | 170,654              | -                | -              | -                |
| Assigned   | -                       | -                    | 8,352            | -              | -                |
| <b>Total fund balance</b>  | <b>122,882</b>          | <b>170,654</b>       | <b>8,352</b>     | <b>-</b>       | <b>75,136</b>    |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 122,882</b>       | <b>\$ 170,654</b>    | <b>\$ 8,352</b>  | <b>\$ -</b>    | <b>\$ 75,136</b> |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
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|  | CITY/COUNTY<br>DRUG | MISSOURI<br>RIVER DRUG<br>TASK FORCE | MRDTF<br>FEDERAL<br>SHARING | HARD ROCK<br>MINE<br>RESERVE | METAL MINES<br>TAX<br>RESERVE |
|--|---------------------|--------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>ASSETS</b>  |                     |                                      |                             |                              |                               |
| Cash and cash equivalents  | \$ 41,583           | \$ 338,226                           | \$ 1                        | \$ 104,313                   | \$ 47,499                     |
| Investments  | 7,728               | 62,854                               | -                           | 19,385                       | 8,827                         |
| Receivables:   |                     |                                      |                             |                              |                               |
| Taxes/assessments  | -                   | -                                    | -                           | -                            | -                             |
| Accounts/contracts   | -                   | -                                    | -                           | -                            | -                             |
| Due from other governments   | -                   | -                                    | -                           | -                            | -                             |
| Inventories  | -                   | -                                    | -                           | -                            | -                             |
| Restricted assets:   |                     |                                      |                             |                              |                               |
| Cash and cash equivalents  | -                   | -                                    | -                           | -                            | -                             |
| Investments  | -                   | -                                    | -                           | -                            | -                             |
| <b>Total assets</b>  | <b>\$ 49,311</b>    | <b>\$ 401,080</b>                    | <b>\$ 1</b>                 | <b>\$ 123,698</b>            | <b>\$ 56,326</b>              |
| <b>LIABILITIES</b>   |                     |                                      |                             |                              |                               |
| Liabilities:   |                     |                                      |                             |                              |                               |
| Accounts payable   | \$ -                | \$ -                                 | \$ -                        | \$ -                         | \$ -                          |
| Due to other funds   | -                   | -                                    | -                           | -                            | -                             |
| <b>Total liabilities</b>   | <b>-</b>            | <b>-</b>                             | <b>-</b>                    | <b>-</b>                     | <b>-</b>                      |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                     |                                      |                             |                              |                               |
| Deferred inflows of tax revenues   | -                   | -                                    | -                           | -                            | -                             |
| <b>FUND BALANCE:</b>   |                     |                                      |                             |                              |                               |
| Nonspendable   | -                   | -                                    | -                           | -                            | -                             |
| Restricted   | -                   | 401,080                              | 1                           | 123,698                      | 56,326                        |
| Unrestricted:  |                     |                                      |                             |                              |                               |
| Committed  | 49,311              | -                                    | -                           | -                            | -                             |
| Assigned   | -                   | -                                    | -                           | -                            | -                             |
| <b>Total fund balance</b>  | <b>49,311</b>       | <b>401,080</b>                       | <b>1</b>                    | <b>123,698</b>               | <b>56,326</b>                 |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 49,311</b>    | <b>\$ 401,080</b>                    | <b>\$ 1</b>                 | <b>\$ 123,698</b>            | <b>\$ 56,326</b>              |

LEWIS AND CLARK COUNTY, MONTANA  
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|  | WOLF CREEK<br>WASTEWATER<br>FAC MAINT | CRAIG<br>WASTEWATER<br>FAC MAINT | CRAIG<br>TRAINING<br>CNTR MAINT | SEPTIC<br>MAINTENANCE<br>REVOLVING LN | SEPTIC<br>MAINTENANCE<br>PROGRAM |
|--|---------------------------------------|----------------------------------|---------------------------------|---------------------------------------|----------------------------------|
| <b>ASSETS</b>  |                                       |                                  |                                 |                                       |                                  |
| Cash and cash equivalents  | \$ 4,980                              | \$ 232,034                       | \$ 20,810                       | \$ 79,137                             | \$ 2,134                         |
| Investments  | 926                                   | 43,119                           | 3,867                           | 14,706                                | 397                              |
| Receivables:   |                                       |                                  |                                 |                                       |                                  |
| Taxes/assessments  | -                                     | -                                | -                               | -                                     | -                                |
| Accounts/contracts   | -                                     | 36,326                           | -                               | -                                     | -                                |
| Due from other governments   | -                                     | -                                | -                               | -                                     | -                                |
| Inventories  | -                                     | -                                | -                               | -                                     | -                                |
| Restricted assets:   |                                       |                                  |                                 |                                       |                                  |
| Cash and cash equivalents  | -                                     | -                                | -                               | -                                     | -                                |
| Investments  | -                                     | -                                | -                               | -                                     | -                                |
| <b>Total assets</b>  | <b>\$ 5,906</b>                       | <b>\$ 311,479</b>                | <b>\$ 24,677</b>                | <b>\$ 93,843</b>                      | <b>\$ 2,531</b>                  |
| <b>LIABILITIES</b>   |                                       |                                  |                                 |                                       |                                  |
| Liabilities:   |                                       |                                  |                                 |                                       |                                  |
| Accounts payable   | \$ -                                  | \$ 62,157                        | \$ -                            | \$ -                                  | \$ 411                           |
| Due to other funds   | -                                     | -                                | -                               | -                                     | -                                |
| <b>Total liabilities</b>   | <b>-</b>                              | <b>62,157</b>                    | <b>-</b>                        | <b>-</b>                              | <b>411</b>                       |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                                       |                                  |                                 |                                       |                                  |
| Deferred inflows of tax revenues   | -                                     | -                                | -                               | -                                     | -                                |
| <b>FUND BALANCE:</b>   |                                       |                                  |                                 |                                       |                                  |
| Nonspendable   | -                                     | -                                | -                               | -                                     | -                                |
| Restricted   | -                                     | -                                | -                               | -                                     | -                                |
| Unrestricted:  |                                       |                                  |                                 |                                       |                                  |
| Committed  | 5,906                                 | 249,322                          | 24,677                          | 93,843                                | 2,120                            |
| Assigned   | -                                     | -                                | -                               | -                                     | -                                |
| <b>Total fund balance</b>  | <b>5,906</b>                          | <b>249,322</b>                   | <b>24,677</b>                   | <b>93,843</b>                         | <b>2,120</b>                     |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 5,906</b>                       | <b>\$ 311,479</b>                | <b>\$ 24,677</b>                | <b>\$ 93,843</b>                      | <b>\$ 2,531</b>                  |

LEWIS AND CLARK COUNTY, MONTANA  
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|  | OPEN<br>SPACE       | ROAD<br>IMPROVEMENT -<br>SUBDIVISION | ALCOHOLISM       | GAS<br>TAX        | HIDTA            |
|--|---------------------|--------------------------------------|------------------|-------------------|------------------|
| <b>ASSETS</b>  |                     |                                      |                  |                   |                  |
| Cash and cash equivalents  | \$ 1,278,668        | \$ 53,256                            | \$ 1             | \$ 181,668        | \$ -             |
| Investments  | 237,618             | 9,897                                | -                | 33,760            | -                |
| Receivables:   |                     |                                      |                  |                   |                  |
| Taxes/assessments  | -                   | -                                    | -                | -                 | -                |
| Accounts/contracts   | -                   | -                                    | -                | -                 | -                |
| Due from other governments   | -                   | -                                    | 19,344           | -                 | 72,960           |
| Inventories  | -                   | -                                    | -                | -                 | -                |
| Restricted assets:   |                     |                                      |                  |                   |                  |
| Cash and cash equivalents  | -                   | -                                    | -                | -                 | -                |
| Investments  | -                   | -                                    | -                | -                 | -                |
| <b>Total assets</b>  | <b>\$ 1,516,286</b> | <b>\$ 63,153</b>                     | <b>\$ 19,345</b> | <b>\$ 215,428</b> | <b>\$ 72,960</b> |
| <b>LIABILITIES</b>   |                     |                                      |                  |                   |                  |
| Liabilities:   |                     |                                      |                  |                   |                  |
| Accounts payable   | \$ -                | \$ 5,326                             | \$ 15,475        | \$ 11,761         | \$ 8,095         |
| Due to other funds   | -                   | -                                    | -                | -                 | 59,455           |
| <b>Total liabilities</b>   | <b>-</b>            | <b>5,326</b>                         | <b>15,475</b>    | <b>11,761</b>     | <b>67,550</b>    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>   |                     |                                      |                  |                   |                  |
| Deferred inflows of tax revenues   | -                   | -                                    | -                | -                 | -                |
| <b>FUND BALANCE:</b>   |                     |                                      |                  |                   |                  |
| Nonspendable   | -                   | -                                    | -                | -                 | -                |
| Restricted   | 1,516,286           | 57,827                               | 3,870            | 203,667           | 5,410            |
| Unrestricted:  |                     |                                      |                  |                   |                  |
| Committed  | -                   | -                                    | -                | -                 | -                |
| Assigned   | -                   | -                                    | -                | -                 | -                |
| <b>Total fund balance</b>  | <b>1,516,286</b>    | <b>57,827</b>                        | <b>3,870</b>     | <b>203,667</b>    | <b>5,410</b>     |
| <b>Total liabilities deferred inflows of resources,<br/>and fund balance</b> | <b>\$ 1,516,286</b> | <b>\$ 63,153</b>                     | <b>\$ 19,345</b> | <b>\$ 215,428</b> | <b>\$ 72,960</b> |

LEWIS AND CLARK COUNTY, MONTANA  
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|  | JUSTICE<br>ASSISTANCE<br>GRANT | CITIZEN CORP/<br>CERT<br>PROGRAM | NATIONAL<br>FIRE<br>PLAN | ECONOMIC<br>DEVELOPMENT | NOXIOUS<br>WEED<br>GRANT |
|--|--------------------------------|----------------------------------|--------------------------|-------------------------|--------------------------|
| <b>ASSETS</b>  |                                |                                  |                          |                         |                          |
| Cash and cash equivalents  | \$ -                           | \$ -                             | \$ -                     | \$ -                    | \$ -                     |
| Investments  | -                              | -                                | -                        | -                       | -                        |
| Receivables:   |                                |                                  |                          |                         |                          |
| Taxes/assessments  | -                              | -                                | -                        | -                       | -                        |
| Accounts/contracts   | -                              | -                                | -                        | -                       | -                        |
| Due from other governments   | 14,709                         | -                                | 11,065                   | -                       | 4,459                    |
| Inventories  | -                              | -                                | -                        | -                       | -                        |
| Restricted assets:   |                                |                                  |                          |                         |                          |
| Cash and cash equivalents  | -                              | -                                | -                        | -                       | -                        |
| Investments  | -                              | -                                | -                        | -                       | -                        |
| <b>Total assets</b>  | <b>\$ 14,709</b>               | <b>\$ -</b>                      | <b>\$ 11,065</b>         | <b>\$ -</b>             | <b>\$ 4,459</b>          |
| <b>LIABILITIES</b>   |                                |                                  |                          |                         |                          |
| Liabilities:   |                                |                                  |                          |                         |                          |
| Accounts payable   | \$ -                           | \$ -                             | \$ 9,880                 | \$ -                    | \$ -                     |
| Due to other funds   | 14,709                         | -                                | 1,076                    | -                       | 4,459                    |
| <b>Total liabilities</b>   | <b>14,709</b>                  | <b>-</b>                         | <b>10,956</b>            | <b>-</b>                | <b>4,459</b>             |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                                |                                  |                          |                         |                          |
| Deferred inflows of tax revenues   | -                              | -                                | -                        | -                       | -                        |
| <b>FUND BALANCE:</b>   |                                |                                  |                          |                         |                          |
| Nonspendable   | -                              | -                                | -                        | -                       | -                        |
| Restricted   | -                              | -                                | 109                      | -                       | -                        |
| Unrestricted:  |                                |                                  |                          |                         |                          |
| Committed  | -                              | -                                | -                        | -                       | -                        |
| Assigned   | -                              | -                                | -                        | -                       | -                        |
| <b>Total fund balance</b>  | <b>-</b>                       | <b>-</b>                         | <b>109</b>               | <b>-</b>                | <b>-</b>                 |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 14,709</b>               | <b>\$ -</b>                      | <b>\$ 11,065</b>         | <b>\$ -</b>             | <b>\$ 4,459</b>          |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2015  
 (Page 10 of 10)

|  | HOMELAND<br>SECURITY<br>GRANT | OTHER<br>GRANTS   | FORESTVALE<br>ENDOWMENT<br>FUND | TOTAL<br>SPECIAL<br>REVENUE |
|--|-------------------------------|-------------------|---------------------------------|-----------------------------|
| <b>ASSETS</b>  |                               |                   |                                 |                             |
| Cash and cash equivalents  | \$ -                          | \$ -              | \$ -                            | \$ 6,973,020                |
| Investments  | -                             | -                 | -                               | 1,295,815                   |
| Receivables:   |                               |                   |                                 |                             |
| Taxes/assessments  | -                             | -                 | -                               | 226,750                     |
| Accounts/contracts   | -                             | -                 | -                               | 85,909                      |
| Due from other governments   | 8,120                         | 524,390           | -                               | 1,185,276                   |
| Inventories  | -                             | -                 | -                               | 196,573                     |
| Restricted assets:   |                               |                   |                                 |                             |
| Cash and cash equivalents  | -                             | -                 | 5,561                           | 10,561                      |
| Investments  | -                             | -                 | 293,440                         | 293,440                     |
| <b>Total assets</b>  | <b>\$ 8,120</b>               | <b>\$ 524,390</b> | <b>\$ 299,001</b>               | <b>\$ 10,267,344</b>        |
| <b>LIABILITIES</b>   |                               |                   |                                 |                             |
| Liabilities:   |                               |                   |                                 |                             |
| Accounts payable   | \$ -                          | \$ 253,647        | \$ -                            | \$ 771,276                  |
| Due to other funds   | 8,120                         | 270,743           | -                               | 378,965                     |
| <b>Total liabilities</b>   | <b>8,120</b>                  | <b>524,390</b>    | <b>-</b>                        | <b>1,150,241</b>            |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                               |                   |                                 |                             |
| Deferred inflows of tax revenues   | -                             | -                 | -                               | 95,130                      |
| <b>FUND BALANCE:</b>   |                               |                   |                                 |                             |
| Nonspendable   | -                             | -                 | 299,001                         | 495,574                     |
| Restricted   | -                             | -                 | -                               | 2,915,485                   |
| Unrestricted:  |                               |                   |                                 |                             |
| Committed  | -                             | -                 | -                               | 5,587,252                   |
| Assigned   | -                             | -                 | -                               | 23,662                      |
| <b>Total fund balance</b>  | <b>-</b>                      | <b>-</b>          | <b>299,001</b>                  | <b>9,021,973</b>            |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ 8,120</b>               | <b>\$ 524,390</b> | <b>\$ 299,001</b>               | <b>\$ 10,267,344</b>        |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 June 30, 2015

|  | CITY/COUNTY<br>BUILDING<br>DEBT | OPEN<br>SPACE<br>DEBT | HEALTH<br>FACILITIES<br>DEBT | RSID<br>REVOLVING<br>DEBT | SEARCH &<br>RESCUE BLDG<br>DEBT | TOTAL<br>DEBT<br>SERVICE |
|--|---------------------------------|-----------------------|------------------------------|---------------------------|---------------------------------|--------------------------|
| <b>ASSETS</b>  |                                 |                       |                              |                           |                                 |                          |
| Cash and cash equivalents  | \$ -                            | \$ 19,992             | \$ -                         | \$ 231,882                | \$ 5,136                        | \$ 257,010               |
| Investments  | -                               | 3,715                 | -                            | 43,091                    | 955                             | 47,761                   |
| Receivables:   |                                 |                       |                              |                           |                                 |                          |
| Taxes/assessments  | -                               | 6,570                 | 2,295                        | -                         | 2,978                           | 11,843                   |
| Advances to other funds  | -                               | -                     | -                            | 19,860                    | -                               | 19,860                   |
| <b>Total assets</b>  | <b>\$ -</b>                     | <b>\$ 30,277</b>      | <b>\$ 2,295</b>              | <b>\$ 294,833</b>         | <b>\$ 9,069</b>                 | <b>\$ 336,474</b>        |
| <b>LIABILITIES</b>   |                                 |                       |                              |                           |                                 |                          |
| Due to other funds   | -                               | -                     | 16,999                       | -                         | -                               | 16,999                   |
| <b>Total liabilities</b>   | <b>-</b>                        | <b>-</b>              | <b>16,999</b>                | <b>-</b>                  | <b>-</b>                        | <b>16,999</b>            |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                                 |                       |                              |                           |                                 |                          |
| Deferred inflows of tax revenues   | \$ -                            | \$ 6,570              | \$ (14,704)                  | \$ -                      | \$ 2,978                        | \$ (5,156)               |
| <b>FUND BALANCE:</b>   |                                 |                       |                              |                           |                                 |                          |
| Nonspendable   | -                               | -                     | -                            | -                         | -                               | -                        |
| Restricted   | -                               | 23,707                | -                            | 274,973                   | 6,091                           | 304,771                  |
| Unrestricted:  |                                 |                       |                              |                           |                                 |                          |
| Committed  | -                               | -                     | -                            | 19,860                    | -                               | 19,860                   |
| <b>Total fund balance</b>  | <b>-</b>                        | <b>23,707</b>         | <b>-</b>                     | <b>294,833</b>            | <b>6,091</b>                    | <b>324,631</b>           |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ -</b>                     | <b>\$ 30,277</b>      | <b>\$ 2,295</b>              | <b>\$ 294,833</b>         | <b>\$ 9,069</b>                 | <b>\$ 336,474</b>        |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECT FUNDS  
 June 30, 2015

|  | CTEP<br>PROJECTS | RID<br>PROJECTS | FEDERAL<br>GRANT<br>PROJECTS | SEARCH &<br>RESCUE<br>FACILITY | ROAD/BRIDGE<br>INFRASTRUCTURE<br>PROJECTS | TOTAL<br>CAPITAL<br>PROJECTS |
|--|------------------|-----------------|------------------------------|--------------------------------|---|------------------------------|
| <b>ASSETS</b>  |                  |                 |                              |                                |   |                              |
| Cash and cash equivalents  | \$ -             | \$ -            | \$ -                         | \$ -                           | \$ 686,249                                | \$ 686,249                   |
| Investments  | -                | -               | -                            | -                              | 127,527                                   | 127,527                      |
| <b>Total assets</b>  | <b>\$ -</b>      | <b>\$ -</b>     | <b>\$ -</b>                  | <b>\$ -</b>                    | <b>\$ 813,776</b>                         | <b>\$ 813,776</b>            |
| <b>LIABILITIES</b>   |                  |                 |                              |                                |   |                              |
| Accounts payable   | \$ -             | \$ -            | \$ -                         | \$ -                           | \$ 205,064                                | \$ 205,064                   |
| Due to other funds   | -                | -               | -                            | -                              | -   | -                            |
| <b>Total liabilities</b>   | <b>-</b>         | <b>-</b>        | <b>-</b>                     | <b>-</b>                       | <b>205,064</b>                            | <b>205,064</b>               |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                     |                  |                 |                              |                                |   |                              |
| Deferred inflows of tax revenues   | -                | -               | -                            | -                              | -   | -                            |
| <b>FUND BALANCE:</b>   |                  |                 |                              |                                |   |                              |
| Restricted   | -                | -               | -                            | -                              | 608,712                                   | 608,712                      |
| <b>Total fund balance</b>  | <b>-</b>         | <b>-</b>        | <b>-</b>                     | <b>-</b>                       | <b>608,712</b>                            | <b>608,712</b>               |
| <b>Total liabilities deferred inflows of resources, and fund balance</b> | <b>\$ -</b>      | <b>\$ -</b>     | <b>\$ -</b>                  | <b>\$ -</b>                    | <b>\$ 813,776</b>                         | <b>\$ 813,776</b>            |



LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Fiscal Year Ended June 30, 2015

|   | SPECIAL<br>REVENUE  | DEBT<br>SERVICE   | CAPITAL<br>PROJECTS | PERMANENT<br>FUND<br>FORESTVALE<br>PERPETUAL<br>CARE | TOTAL<br>NONMAJOR<br>GOVERNMENTAL<br>FUNDS |
|---|---------------------|-------------------|---------------------|--|--|
| <b>REVENUES</b>   |                     |                   |                     |  |  |
| Taxes/assessments   | \$ 8,285,792        | \$ 385,636        | \$ -                | \$ -   | \$ 8,671,428                               |
| Intergovernmental   | 4,672,594           | -                 | 648,752             | -  | 5,321,346                                  |
| Charges for services  | 3,500,575           | -                 | -                   | 2,303  | 3,502,878                                  |
| Fines and forfeitures   | 148,436             | -                 | -                   | -  | 148,436                                    |
| Miscellaneous   | 293,972             | 168,050           | (111,604)           | -  | 350,418                                    |
| Interest earnings   | 38,568              | 1,346             | -                   | 12,175   | 52,089                                     |
| <b>Total revenues</b>   | <b>16,939,937</b>   | <b>555,032</b>    | <b>537,148</b>      | <b>14,478</b>  | <b>18,046,595</b>                          |
| <b>EXPENDITURES</b>   |                     |                   |                     |  |  |
| Current:  |                     |                   |                     |  |  |
| General government  | 3,841,760           | -                 | 400                 | -  | 3,842,160                                  |
| Public safety   | 3,628,637           | -                 | -                   | -  | 3,628,637                                  |
| Public works  | 2,774,102           | -                 | 1,118,555           | -  | 3,892,657                                  |
| Public health   | 5,052,306           | -                 | -                   | 7,476  | 5,059,782                                  |
| Social and economic   | 479,365             | -                 | -                   | -  | 479,365                                    |
| Culture and recreation  | 59,952              | -                 | -                   | -  | 59,952                                     |
| Debt service  | -                   | 373,713           | -                   | -  | 373,713                                    |
| Capital outlay  | 8,120               | -                 | 1,851,912           | -  | 1,860,032                                  |
| <b>Total expenditures</b>   | <b>15,844,242</b>   | <b>373,713</b>    | <b>2,970,867</b>    | <b>7,476</b>   | <b>19,196,298</b>                          |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>1,095,695</b>    | <b>181,319</b>    | <b>(2,433,719)</b>  | <b>7,002</b>   | <b>(1,149,703)</b>                         |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                     |                   |                     |  |  |
| Transfers in  | 1,425,474           | 1,265             | 2,056,989           | -  | 3,483,728                                  |
| Transfers out   | (3,068,331)         | (307,559)         | (19)                | -  | (3,375,909)                                |
| Loans   | -                   | 13,063            | 248,195             | -  | 261,258                                    |
| <b>Total other financing sources and uses</b>                       | <b>(1,642,857)</b>  | <b>(293,231)</b>  | <b>2,305,165</b>    | <b>-</b>   | <b>369,077</b>                             |
| <b>Net change in fund balances</b>                                  | <b>(547,162)</b>    | <b>(111,912)</b>  | <b>(128,554)</b>    | <b>7,002</b>   | <b>(780,626)</b>                           |
| Fund balance, July 1  | 9,569,135           | 436,543           | 737,266             | 271,056  | 11,014,000                                 |
| Fund balance, June 30   | <b>\$ 9,021,973</b> | <b>\$ 324,631</b> | <b>\$ 608,712</b>   | <b>\$ 278,058</b>                                    | <b>\$ 10,233,374</b>                       |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 1 of 10)

|   | HEALTH<br>RELATED<br>GRANTS | CRAIG<br>MOSQUITO<br>CONTROL | MOSQUITO<br>CONTROL | WATER<br>QUALITY | MENTAL<br>HEALTH |
|---|-----------------------------|------------------------------|---------------------|------------------|------------------|
| <b>REVENUES</b>   |                             |                              |                     |                  |                  |
| Taxes/assessments   | \$ -                        | \$ 15,973                    | \$ 199,161          | \$ 303,782       | \$ 92,350        |
| Intergovernmental   | 1,410,328                   | 267                          | 5,751               | -                | 65,468           |
| Charges for services  | 743,702                     | -                            | -                   | 2,455            | -                |
| Fines and forfeitures   | -                           | -                            | -                   | -                | -                |
| Miscellaneous   | 4,459                       | -                            | -                   | 60,412           | 119,583          |
| Interest earnings   | -                           | -                            | -                   | -                | 44               |
| <b>Total revenues</b>   | <b>2,158,489</b>            | <b>16,240</b>                | <b>204,912</b>      | <b>366,649</b>   | <b>277,445</b>   |
| <b>EXPENDITURES</b>   |                             |                              |                     |                  |                  |
| Current:  |                             |                              |                     |                  |                  |
| General government  | -                           | -                            | -                   | -                | -                |
| Public safety   | -                           | -                            | -                   | -                | 421,980          |
| Public works  | -                           | -                            | -                   | -                | -                |
| Public health   | 2,498,086                   | 11,123                       | 185,999             | 384,087          | -                |
| Social and economic   | 109,064                     | -                            | -                   | -                | -                |
| Culture and recreation  | -                           | -                            | -                   | -                | -                |
| Capital outlay  | -                           | -                            | -                   | -                | -                |
| <b>Total expenditures</b>   | <b>2,607,150</b>            | <b>11,123</b>                | <b>185,999</b>      | <b>384,087</b>   | <b>421,980</b>   |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(448,661)</b>            | <b>5,117</b>                 | <b>18,913</b>       | <b>(17,438)</b>  | <b>(144,535)</b> |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                             |                              |                     |                  |                  |
| Transfers in  | 272,561                     | -                            | -                   | 16,658           | 92,328           |
| Transfers out   | (15,640)                    | -                            | -                   | (4,815)          | -                |
| <b>Total other financing sources and uses</b>                       | <b>256,921</b>              | <b>-</b>                     | <b>-</b>            | <b>11,843</b>    | <b>92,328</b>    |
| <b>Net change in fund balances</b>                                  | <b>(191,740)</b>            | <b>5,117</b>                 | <b>18,913</b>       | <b>(5,595)</b>   | <b>(52,207)</b>  |
| Fund balance, July 1  | 663,815                     | 5,855                        | 16,961              | 104,358          | 104,515          |
| Fund balance, June 30   | <b>\$ 472,075</b>           | <b>\$ 10,972</b>             | <b>\$ 35,874</b>    | <b>\$ 98,763</b> | <b>\$ 52,308</b> |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 2 of 10)

|   | ROAD                | PREDATORY ANIMAL CONTROL | CATTLE PROTECTION PROGRAM | DISTRICT COURT    | SEARCH & RESCUE OPERATIONS |
|---|---------------------|--------------------------|---------------------------|-------------------|----------------------------|
| <b>REVENUES</b>   |                     |                          |                           |                   |                            |
| Taxes/assessments   | \$ 2,602,657        | \$ 1,571                 | \$ 22,835                 | \$ 1,243,596      | \$ 121,048                 |
| Intergovernmental   | 977,537             | -                        | -                         | 71,161            | 2,832                      |
| Charges for services  | 51,395              | -                        | -                         | 68,579            | -                          |
| Fines and forfeitures   | -                   | -                        | -                         | 34,361            | -                          |
| Miscellaneous   | 2,485               | -                        | -                         | 409               | 5,141                      |
| Interest earnings   | 1,856               | -                        | -                         | 215               | 1                          |
| <b>Total revenues</b>   | <b>3,635,930</b>    | <b>1,571</b>             | <b>22,835</b>             | <b>1,418,321</b>  | <b>129,022</b>             |
| <b>EXPENDITURES</b>   |                     |                          |                           |                   |                            |
| Current:  |                     |                          |                           |                   |                            |
| General government  | -                   | -                        | -                         | 1,137,938         | -                          |
| Public safety   | -                   | -                        | -                         | 296,044           | 97,414                     |
| Public works  | 2,186,885           | -                        | -                         | -                 | -                          |
| Public health   | -                   | 1,675                    | 26,897                    | -                 | -                          |
| Social and economic   | -                   | -                        | -                         | -                 | -                          |
| Culture and recreation  | -                   | -                        | -                         | -                 | -                          |
| Capital outlay  | -                   | -                        | -                         | -                 | -                          |
| <b>Total expenditures</b>                                       | <b>2,186,885</b>    | <b>1,675</b>             | <b>26,897</b>             | <b>1,433,982</b>  | <b>97,414</b>              |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>1,449,045</b>    | <b>(104)</b>             | <b>(4,062)</b>            | <b>(15,661)</b>   | <b>31,608</b>              |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                     |                          |                           |                   |                            |
| Transfers in  | 199,606             | -                        | -                         | 68,760            | -                          |
| Transfers out   | (1,318,308)         | -                        | -                         | (5,000)           | (12,754)                   |
| <b>Total other financing sources and uses</b>                   | <b>(1,118,702)</b>  | <b>-</b>                 | <b>-</b>                  | <b>63,760</b>     | <b>(12,754)</b>            |
| <b>Net change in fund balances</b>                              | <b>330,343</b>      | <b>(104)</b>             | <b>(4,062)</b>            | <b>48,099</b>     | <b>18,854</b>              |
| Fund balance, July 1  | 1,770,775           | 256                      | 5,624                     | 698,578           | 82,041                     |
| Fund balance, June 30   | <b>\$ 2,101,118</b> | <b>\$ 152</b>            | <b>\$ 1,562</b>           | <b>\$ 746,677</b> | <b>\$ 100,895</b>          |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 3 of 10)

|   | PARKS            | PERMISSIVE<br>MEDICAL | FORESTVALE<br>CEMETERY | COUNTY<br>PLANNING | EMERGENCY<br>DISASTER |
|---|------------------|-----------------------|------------------------|--------------------|-----------------------|
| <b>REVENUES</b>   |                  |                       |                        |                    |                       |
| Taxes/assessments   | \$ 13,883        | \$ 1,205,828          | \$ 304,714             | \$ 798,963         | \$ 322                |
| Intergovernmental   | 876              | -                     | 21,272                 | 112,871            | -                     |
| Charges for services  | -                | -                     | 40,972                 | 28,023             | -                     |
| Fines and forfeitures   | -                | -                     | -                      | -                  | -                     |
| Miscellaneous   | -                | -                     | -                      | -                  | -                     |
| Interest earnings   | 6                | 592                   | 14,096                 | 10                 | -                     |
| <b>Total revenues</b>   | <b>14,765</b>    | <b>1,206,420</b>      | <b>381,054</b>         | <b>939,867</b>     | <b>322</b>            |
| <b>EXPENDITURES</b>   |                  |                       |                        |                    |                       |
| Current:  |                  |                       |                        |                    |                       |
| General government  | -                | 143,239               | -                      | 957,053            | -                     |
| Public safety   | -                | -                     | -                      | -                  | 75,376                |
| Public works  | -                | -                     | 242,242                | -                  | -                     |
| Public health   | -                | -                     | -                      | -                  | -                     |
| Social and economic   | -                | -                     | -                      | -                  | -                     |
| Culture and recreation  | 41,094           | -                     | -                      | -                  | -                     |
| Capital outlay  | -                | -                     | -                      | -                  | -                     |
| <b>Total expenditures</b>   | <b>41,094</b>    | <b>143,239</b>        | <b>242,242</b>         | <b>957,053</b>     | <b>75,376</b>         |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(26,329)</b>  | <b>1,063,181</b>      | <b>138,812</b>         | <b>(17,186)</b>    | <b>(75,054)</b>       |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                  |                       |                        |                    |                       |
| Transfers in  | 33,000           | -                     | 13,440                 | 34,875             | 17,290                |
| Transfers out   | (3,000)          | (1,146,394)           | (80,000)               | (5,000)            | -                     |
| <b>Total other financing sources and uses</b>                       | <b>30,000</b>    | <b>(1,146,394)</b>    | <b>(66,560)</b>        | <b>29,875</b>      | <b>17,290</b>         |
| <b>Net change in fund balances</b>                                  | <b>3,671</b>     | <b>(83,213)</b>       | <b>72,252</b>          | <b>12,689</b>      | <b>(57,764)</b>       |
| Fund balance, July 1  | 11,856           | 260,617               | 148,272                | 399,546            | 57,764                |
| Fund balance, June 30   | <b>\$ 15,527</b> | <b>\$ 177,404</b>     | <b>\$ 220,524</b>      | <b>\$ 412,235</b>  | <b>\$ -</b>           |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 4 of 10)

|   | COUNTY<br>HEALTH  | SENIOR<br>CITIZENS | COUNTY<br>EXTENSION | PUBLIC<br>SAFETY RADIO<br>PROJECT | INMATE<br>PROGRAMS |
|---|-------------------|--------------------|---------------------|-----------------------------------|--------------------|
| <b>REVENUES</b>   |                   |                    |                     |                                   |                    |
| Taxes/assessments   | \$ 1,030,870      | \$ 141,277         | \$ 177,489          | \$ -                              | \$ -               |
| Intergovernmental   | 182,641           | 9,955              | 12,476              | 417,604                           | -                  |
| Charges for services  | 590,678           | -                  | 3,975               | 1,428,036                         | 210,286            |
| Fines and forfeitures   | 3,272             | -                  | -                   | -                                 | 6,548              |
| Miscellaneous   | 17,779            | -                  | 4,466               | 11                                | 36,148             |
| Interest earnings   | 481               | 68                 | 85                  | -                                 | -                  |
| <b>Total revenues</b>   | <b>1,825,721</b>  | <b>151,300</b>     | <b>198,491</b>      | <b>1,845,651</b>                  | <b>252,982</b>     |
| <b>EXPENDITURES</b>   |                   |                    |                     |                                   |                    |
| Current:  |                   |                    |                     |                                   |                    |
| General government  | -                 | -                  | -                   | -                                 | -                  |
| Public safety   | -                 | -                  | -                   | 2,085,401                         | 503,471            |
| Public works  | -                 | -                  | -                   | -                                 | -                  |
| Public health   | 1,575,798         | -                  | -                   | -                                 | -                  |
| Social and economic   | -                 | 157,908            | 212,393             | -                                 | -                  |
| Culture and recreation  | -                 | -                  | -                   | -                                 | -                  |
| Capital outlay  | -                 | -                  | -                   | -                                 | -                  |
| <b>Total expenditures</b>   | <b>1,575,798</b>  | <b>157,908</b>     | <b>212,393</b>      | <b>2,085,401</b>                  | <b>503,471</b>     |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>249,923</b>    | <b>(6,608)</b>     | <b>(13,902)</b>     | <b>(239,750)</b>                  | <b>(250,489)</b>   |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                   |                    |                     |                                   |                    |
| Transfers in  | 183,309           | -                  | 5,040               | 232,080                           | 200,000            |
| Transfers out   | (360,192)         | (3,000)            | (9,800)             | -                                 | -                  |
| <b>Total other financing sources and uses</b>                       | <b>(176,883)</b>  | <b>(3,000)</b>     | <b>(4,760)</b>      | <b>232,080</b>                    | <b>200,000</b>     |
| <b>Net change in fund balances</b>                                  | <b>73,040</b>     | <b>(9,608)</b>     | <b>(18,662)</b>     | <b>(7,670)</b>                    | <b>(50,489)</b>    |
| Fund balance, July 1  | 883,430           | 44,249             | 114,934             | 22,980                            | 54,205             |
| Fund balance, June 30   | <b>\$ 956,470</b> | <b>\$ 34,641</b>   | <b>\$ 96,272</b>    | <b>\$ 15,310</b>                  | <b>\$ 3,716</b>    |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | RECORDS<br>PRESERVATION | PARKS<br>DEVELOPMENT | LINCOLN<br>PARKS | BEP<br>PROGRAM | DUI<br>PROGRAMS  |
|---|-------------------------|----------------------|------------------|----------------|------------------|
| <b>REVENUES</b>   |                         |                      |                  |                |                  |
| Taxes/assessments   | \$ -                    | \$ 9,473             | \$ -             | \$ -           | \$ -             |
| Intergovernmental   | -                       | -                    | -                | -              | 53,815           |
| Charges for services  | 112,675                 | -                    | -                | -              | -                |
| Fines and forfeitures   | -                       | -                    | -                | -              | -                |
| Miscellaneous   | -                       | -                    | 8,700            | -              | 600              |
| Interest earnings   | -                       | -                    | -                | -              | -                |
| <b>Total revenues</b>   | <b>112,675</b>          | <b>9,473</b>         | <b>8,700</b>     | <b>-</b>       | <b>54,415</b>    |
| <b>EXPENDITURES</b>   |                         |                      |                  |                |                  |
| Current:  |                         |                      |                  |                |                  |
| General government  | 84,642                  | -                    | -                | -              | 6,662            |
| Public safety   | -                       | -                    | -                | -              | -                |
| Public works  | -                       | -                    | -                | -              | -                |
| Public health   | -                       | -                    | -                | -              | 28,376           |
| Social and economic   | -                       | -                    | -                | -              | -                |
| Culture and recreation  | -                       | 10,546               | 8,312            | -              | -                |
| Capital outlay  | -                       | -                    | -                | -              | -                |
| <b>Total expenditures</b>   | <b>84,642</b>           | <b>10,546</b>        | <b>8,312</b>     | <b>-</b>       | <b>35,038</b>    |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>28,033</b>           | <b>(1,073)</b>       | <b>388</b>       | <b>-</b>       | <b>19,377</b>    |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                         |                      |                  |                |                  |
| Transfers in  | 5,040                   | -                    | -                | -              | 6,000            |
| Transfers out   | (27,606)                | -                    | -                | (300)          | (12,944)         |
| <b>Total other financing sources and uses</b>                       | <b>(22,566)</b>         | <b>-</b>             | <b>-</b>         | <b>(300)</b>   | <b>(6,944)</b>   |
| <b>Net change in fund balances</b>                                  | <b>5,467</b>            | <b>(1,073)</b>       | <b>388</b>       | <b>(300)</b>   | <b>12,433</b>    |
| Fund balance, July 1  | 117,415                 | 171,727              | 7,964            | 300            | 62,703           |
| Fund balance, June 30   | <b>\$ 122,882</b>       | <b>\$ 170,654</b>    | <b>\$ 8,352</b>  | <b>\$ -</b>    | <b>\$ 75,136</b> |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | CITY/COUNTY<br>DRUG | MISSOURI<br>RIVER DRUG<br>TASK FORCE | MRDTF<br>FEDERAL<br>SHARING | HARD ROCK<br>MINE<br>RESERVE | METAL MINES<br>TAX<br>RESERVE |
|---|---------------------|--------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>REVENUES</b>   |                     |                                      |                             |                              |                               |
| Taxes/assessments   | \$ -                | \$ -                                 | \$ -                        | \$ -                         | \$ -                          |
| Intergovernmental   | -                   | -                                    | 17,702                      | 2,014                        | -                             |
| Charges for services  | -                   | -                                    | -                           | -                            | -                             |
| Fines and forfeitures   | 1,289               | 102,966                              | -                           | -                            | -                             |
| Miscellaneous   | -                   | -                                    | -                           | -                            | -                             |
| Interest earnings   | -                   | -                                    | 4                           | 161                          | 73                            |
| <b>Total revenues</b>   | <b>1,289</b>        | <b>102,966</b>                       | <b>17,706</b>               | <b>2,175</b>                 | <b>73</b>                     |
| <b>EXPENDITURES</b>   |                     |                                      |                             |                              |                               |
| Current:  |                     |                                      |                             |                              |                               |
| General government  | 6,692               | 117,030                              | 21,499                      | -                            | -                             |
| Public safety   | -                   | -                                    | -                           | -                            | -                             |
| Public works  | -                   | -                                    | -                           | -                            | -                             |
| Public health   | -                   | -                                    | -                           | -                            | -                             |
| Social and economic   | -                   | -                                    | -                           | -                            | -                             |
| Culture and recreation  | -                   | -                                    | -                           | -                            | -                             |
| Capital outlay  | -                   | -                                    | -                           | -                            | -                             |
| <b>Total expenditures</b>   | <b>6,692</b>        | <b>117,030</b>                       | <b>21,499</b>               | <b>-</b>                     | <b>-</b>                      |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(5,403)</b>      | <b>(14,064)</b>                      | <b>(3,793)</b>              | <b>2,175</b>                 | <b>73</b>                     |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                     |                                      |                             |                              |                               |
| Transfers in  | -                   | -                                    | -                           | -                            | -                             |
| Transfers out   | -                   | -                                    | -                           | -                            | -                             |
| <b>Total other financing sources and uses</b>                       | <b>-</b>            | <b>-</b>                             | <b>-</b>                    | <b>-</b>                     | <b>-</b>                      |
| <b>Net change in fund balances</b>                                  | <b>(5,403)</b>      | <b>(14,064)</b>                      | <b>(3,793)</b>              | <b>2,175</b>                 | <b>73</b>                     |
| Fund balance, July 1  | 54,714              | 415,144                              | 3,794                       | 121,523                      | 56,253                        |
| Fund balance, June 30   | <b>\$ 49,311</b>    | <b>\$ 401,080</b>                    | <b>\$ 1</b>                 | <b>\$ 123,698</b>            | <b>\$ 56,326</b>              |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | WOLF CREEK<br>WASTEWATER<br>FAC MAINT | CRAIG<br>WASTEWATER<br>FAC MAINT | CRAIG<br>TRAINING<br>CNTR MAINT | SEPTIC<br>MAINTENANCE<br>REVOLVING LN | SEPTIC<br>MAINTENANCE<br>PROGRAM |
|---|---------------------------------------|----------------------------------|---------------------------------|---------------------------------------|----------------------------------|
| <b>REVENUES</b>   |                                       |                                  |                                 |                                       |                                  |
| Taxes/assessments   | \$ -                                  | \$ -                             | \$ -                            | \$ -                                  | \$ -                             |
| Intergovernmental   | -                                     | -                                | -                               | -                                     | -                                |
| Charges for services  | 5,906                                 | 147,527                          | 13,690                          | -                                     | 49,706                           |
| Fines and forfeitures   | -                                     | -                                | -                               | -                                     | -                                |
| Miscellaneous   | -                                     | -                                | -                               | -                                     | 2,567                            |
| Interest earnings   | -                                     | 337                              | 40                              | 5,339                                 | -                                |
| <b>Total revenues</b>   | <b>5,906</b>                          | <b>147,864</b>                   | <b>13,730</b>                   | <b>5,339</b>                          | <b>52,273</b>                    |
| <b>EXPENDITURES</b>   |                                       |                                  |                                 |                                       |                                  |
| Current:  |                                       |                                  |                                 |                                       |                                  |
| General government  | -                                     | -                                | -                               | -                                     | -                                |
| Public safety   | -                                     | -                                | -                               | -                                     | -                                |
| Public works  | -                                     | 95,937                           | 17,865                          | -                                     | -                                |
| Public health   | -                                     | -                                | -                               | 36,575                                | 78,347                           |
| Social and economic   | -                                     | -                                | -                               | -                                     | -                                |
| Culture and recreation  | -                                     | -                                | -                               | -                                     | -                                |
| Capital outlay  | -                                     | -                                | -                               | -                                     | -                                |
| <b>Total expenditures</b>   | <b>-</b>                              | <b>95,937</b>                    | <b>17,865</b>                   | <b>36,575</b>                         | <b>78,347</b>                    |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>5,906</b>                          | <b>51,927</b>                    | <b>(4,135)</b>                  | <b>(31,236)</b>                       | <b>(26,074)</b>                  |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                                       |                                  |                                 |                                       |                                  |
| Transfers in  | -                                     | -                                | -                               | -                                     | 26,710                           |
| Transfers out   | -                                     | -                                | -                               | -                                     | -                                |
| <b>Total other financing sources and uses</b>                       | <b>-</b>                              | <b>-</b>                         | <b>-</b>                        | <b>-</b>                              | <b>26,710</b>                    |
| <b>Net change in fund balances</b>                                  | <b>5,906</b>                          | <b>51,927</b>                    | <b>(4,135)</b>                  | <b>(31,236)</b>                       | <b>636</b>                       |
| Fund balance, July 1  | -                                     | 197,395                          | 28,812                          | 125,079                               | 1,484                            |
| Fund balance, June 30   | <b>\$ 5,906</b>                       | <b>\$ 249,322</b>                | <b>\$ 24,677</b>                | <b>\$ 93,843</b>                      | <b>\$ 2,120</b>                  |



LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | OPEN<br>SPACE       | ROAD<br>IMPROVEMENT -<br>SUBDIVISION | ALCOHOLISM      | GAS<br>TAX        | HIDTA           |
|---|---------------------|--------------------------------------|-----------------|-------------------|-----------------|
| <b>REVENUES</b>   |                     |                                      |                 |                   |                 |
| Taxes/assessments   | \$ -                | \$ -                                 | \$ -            | \$ -              | \$ -            |
| Intergovernmental   | -                   | -                                    | 144,607         | 270,858           | 148,541         |
| Charges for services  | -                   | -                                    | -               | 2,970             | -               |
| Fines and forfeitures   | -                   | -                                    | -               | -                 | -               |
| Miscellaneous   | -                   | 28,462                               | -               | 2,500             | -               |
| Interest earnings   | 2,302               | 80                                   | -               | -                 | -               |
| <b>Total revenues</b>   | <b>2,302</b>        | <b>28,542</b>                        | <b>144,607</b>  | <b>276,328</b>    | <b>148,541</b>  |
| <b>EXPENDITURES</b>   |                     |                                      |                 |                   |                 |
| Current:  |                     |                                      |                 |                   |                 |
| General government  | 529,154             | -                                    | -               | -                 | 158,121         |
| Public safety   | -                   | -                                    | -               | -                 | -               |
| Public works  | -                   | -                                    | -               | 208,143           | -               |
| Public health   | -                   | -                                    | 160,082         | -                 | -               |
| Social and economic   | -                   | -                                    | -               | -                 | -               |
| Culture and recreation  | -                   | -                                    | -               | -                 | -               |
| Capital outlay  | -                   | -                                    | -               | -                 | -               |
| <b>Total expenditures</b>   | <b>529,154</b>      | <b>-</b>                             | <b>160,082</b>  | <b>208,143</b>    | <b>158,121</b>  |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(526,852)</b>    | <b>28,542</b>                        | <b>(15,475)</b> | <b>68,185</b>     | <b>(9,580)</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                     |                                      |                 |                   |                 |
| Transfers in  | -                   | -                                    | -               | 11,433            | 2,940           |
| Transfers out   | -                   | -                                    | -               | (61,792)          | (1,761)         |
| <b>Total other financing sources and uses</b>                       | <b>-</b>            | <b>-</b>                             | <b>-</b>        | <b>(50,359)</b>   | <b>1,179</b>    |
| <b>Net change in fund balances</b>                                  | <b>(526,852)</b>    | <b>28,542</b>                        | <b>(15,475)</b> | <b>17,826</b>     | <b>(8,401)</b>  |
| Fund balance, July 1  | 2,043,138           | 29,285                               | 19,345          | 185,841           | 13,811          |
| Fund balance, June 30   | <b>\$ 1,516,286</b> | <b>\$ 57,827</b>                     | <b>\$ 3,870</b> | <b>\$ 203,667</b> | <b>\$ 5,410</b> |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | JUSTICE<br>ASSISTANCE<br>GRANT | CITIZEN CORP/<br>CERT<br>PROGRAM | NATIONAL<br>FIRE<br>PLAN | ECONOMIC<br>DEVELOPMENT | NOXIOUS<br>WEED<br>GRANT |
|---|--------------------------------|----------------------------------|--------------------------|-------------------------|--------------------------|
| <b>REVENUES</b>   |                                |                                  |                          |                         |                          |
| Taxes/assessments   | \$ -                           | \$ -                             | \$ -                     | \$ -                    | \$ -                     |
| Intergovernmental   | 14,709                         | -                                | 56,784                   | -                       | 23,030                   |
| Charges for services  | -                              | -                                | -                        | -                       | -                        |
| Fines and forfeitures   | -                              | -                                | -                        | -                       | -                        |
| Miscellaneous   | -                              | -                                | -                        | -                       | -                        |
| Interest earnings   | -                              | -                                | -                        | -                       | -                        |
| <b>Total revenues</b>   | <b>14,709</b>                  | <b>-</b>                         | <b>56,784</b>            | <b>-</b>                | <b>23,030</b>            |
| <b>EXPENDITURES</b>   |                                |                                  |                          |                         |                          |
| Current:  |                                |                                  |                          |                         |                          |
| General government  | -                              | -                                | -                        | -                       | -                        |
| Public safety   | 16,278                         | 500                              | 66,008                   | -                       | -                        |
| Public works  | -                              | -                                | -                        | -                       | 23,030                   |
| Public health   | -                              | -                                | -                        | -                       | -                        |
| Social and economic   | -                              | -                                | -                        | -                       | -                        |
| Culture and recreation  | -                              | -                                | -                        | -                       | -                        |
| Capital outlay  | -                              | -                                | -                        | -                       | -                        |
| <b>Total expenditures</b>   | <b>16,278</b>                  | <b>500</b>                       | <b>66,008</b>            | <b>-</b>                | <b>23,030</b>            |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(1,569)</b>                 | <b>(500)</b>                     | <b>(9,224)</b>           | <b>-</b>                | <b>-</b>                 |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                                |                                  |                          |                         |                          |
| Transfers in  | 1,569                          | -                                | 2,823                    | -                       | -                        |
| Transfers out   | -                              | -                                | -                        | -                       | -                        |
| <b>Total other financing sources and uses</b>                       | <b>1,569</b>                   | <b>-</b>                         | <b>2,823</b>             | <b>-</b>                | <b>-</b>                 |
| <b>Net change in fund balances</b>                                  | <b>-</b>                       | <b>(500)</b>                     | <b>(6,401)</b>           | <b>-</b>                | <b>-</b>                 |
| Fund balance, July 1  | -                              | 500                              | 6,510                    | -                       | -                        |
| Fund balance, June 30   | <b>\$ -</b>                    | <b>\$ -</b>                      | <b>\$ 109</b>            | <b>\$ -</b>             | <b>\$ -</b>              |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | HOMELAND<br>SECURITY<br>GRANT | OTHER<br>GRANTS  | FORESTVALE<br>ENDOWMENT | TOTAL<br>SPECIAL<br>REVENUE |
|---|-------------------------------|------------------|-------------------------|-----------------------------|
| <b>REVENUES</b>   |                               |                  |                         |                             |
| Taxes/assessments   | \$ -                          | \$ -             | \$ -                    | \$ 8,285,792                |
| Intergovernmental   | 8,120                         | 641,375          | -                       | 4,672,594                   |
| Charges for services  | -                             | -                | -                       | 3,500,575                   |
| Fines and forfeitures   | -                             | -                | -                       | 148,436                     |
| Miscellaneous   | -                             | 250              | -                       | 293,972                     |
| Interest earnings   | -                             | -                | 12,778                  | 38,568                      |
| <b>Total revenues</b>   | <b>8,120</b>                  | <b>641,625</b>   | <b>12,778</b>           | <b>16,939,937</b>           |
| <b>EXPENDITURES</b>   |                               |                  |                         |                             |
| Current:  |                               |                  |                         |                             |
| General government  | -                             | 679,730          | -                       | 3,841,760                   |
| Public safety   | -                             | 66,165           | -                       | 3,628,637                   |
| Public works  | -                             | -                | -                       | 2,774,102                   |
| Public health   | -                             | 57,334           | 7,927                   | 5,052,306                   |
| Social and economic   | -                             | -                | -                       | 479,365                     |
| Culture and recreation  | -                             | -                | -                       | 59,952                      |
| Capital outlay  | 8,120                         | -                | -                       | 8,120                       |
| <b>Total expenditures</b>   | <b>8,120</b>                  | <b>803,229</b>   | <b>7,927</b>            | <b>15,844,242</b>           |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>-</b>                      | <b>(161,604)</b> | <b>4,851</b>            | <b>1,095,695</b>            |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                               |                  |                         |                             |
| Transfers in  | -                             | 12               | -                       | 1,425,474                   |
| Transfers out   | -                             | (25)             | -                       | (3,068,331)                 |
| <b>Total other financing sources and uses</b>                       | <b>-</b>                      | <b>(13)</b>      | <b>-</b>                | <b>(1,642,857)</b>          |
| <b>Net change in fund balances</b>                                  | <b>-</b>                      | <b>(161,617)</b> | <b>4,851</b>            | <b>(547,162)</b>            |
| Fund balance, July 1  | -                             | 161,617          | 294,150                 | 9,569,135                   |
| Fund balance, June 30   | <b>\$ -</b>                   | <b>\$ -</b>      | <b>\$ 299,001</b>       | <b>\$ 9,021,973</b>         |

**County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2015**

**LEWIS AND CLARK COUNTY, MONTANA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR DEBT SERVICE FUNDS  
For the Fiscal Year Ended June 30, 2015**

|   | <b>CITY/COUNTY<br/>BUILDING<br/>DEBT</b> | <b>OPEN<br/>SPACE<br/>DEBT</b> | <b>HEALTH<br/>FACILITIES<br/>DEBT</b> | <b>RSID<br/>REVOLVING<br/>DEBT</b> | <b>SEARCH &amp;<br/>RESCUE BLDG<br/>DEBT</b> | <b>TOTAL<br/>DEBT<br/>SERVICE</b> |
|---|--|--------------------------------|---------------------------------------|------------------------------------|--|-----------------------------------|
| <b>REVENUES</b>   |  |                                |                                       |                                    |  |                                   |
| Taxes/assessments   | \$ -                                     | \$ 209,412                     | \$ 87,715                             | \$ (13,342)                        | \$ 101,851                                   | \$ 385,636                        |
| Miscellaneous   | 168,050                                  | -                              | -                                     | -                                  | -  | 168,050                           |
| Interest earnings   | -  | 121                            | 75                                    | 1,103                              | 47   | 1,346                             |
| <b>Total revenues</b>   | <b>168,050</b>                           | <b>209,533</b>                 | <b>87,790</b>                         | <b>(12,239)</b>                    | <b>101,898</b>                               | <b>555,032</b>                    |
| <b>EXPENDITURES</b>   |  |                                |                                       |                                    |  |                                   |
| Current:  |  |                                |                                       |                                    |  |                                   |
| Debt service  | 168,050                                  | 205,663                        | -                                     | -                                  | -  | 373,713                           |
| <b>Total expenditures</b>   | <b>168,050</b>                           | <b>205,663</b>                 | <b>-</b>                              | <b>-</b>                           | <b>-</b>                                     | <b>373,713</b>                    |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>-</b>                                 | <b>3,870</b>                   | <b>87,790</b>                         | <b>(12,239)</b>                    | <b>101,898</b>                               | <b>181,319</b>                    |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |  |                                |                                       |                                    |  |                                   |
| Transfers in  | -  | -                              | -                                     | 1,265                              | -  | 1,265                             |
| Transfers out   | -  | -                              | (97,705)                              | (23,300)                           | (186,554)                                    | (307,559)                         |
| Loans   | -  | -                              | -                                     | 13,063                             | -  | 13,063                            |
| <b>Total other financing sources and uses</b>                       | <b>-</b>                                 | <b>-</b>                       | <b>(97,705)</b>                       | <b>(8,972)</b>                     | <b>(186,554)</b>                             | <b>(293,231)</b>                  |
| <b>Net change in fund balances</b>                                  | <b>-</b>                                 | <b>3,870</b>                   | <b>(9,915)</b>                        | <b>(21,211)</b>                    | <b>(84,656)</b>                              | <b>(111,912)</b>                  |
| Fund balance, July 1  | -  | 19,837                         | 9,915                                 | 316,044                            | 90,747                                       | 436,543                           |
| Fund balance, June 30   | <b>\$ -</b>                              | <b>\$ 23,707</b>               | <b>\$ -</b>                           | <b>\$ 294,833</b>                  | <b>\$ 6,091</b>                              | <b>\$ 324,631</b>                 |

**LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECT FUNDS  
 For the Fiscal Year Ended June 30, 2015**

|   | <b>CTEP<br/>PROJECTS</b> | <b>RID<br/>PROJECTS</b> | <b>FEDERAL<br/>GRANT<br/>PROJECTS</b> | <b>SEARCH &amp;<br/>RESCUE<br/>FACILITY</b> | <b>ROAD/BRIDGE<br/>INFRASTRUCTURE<br/>PROJECTS</b> | <b>TOTAL<br/>CAPITAL<br/>PROJECTS</b> |
|---|--------------------------|-------------------------|---------------------------------------|---|--|---------------------------------------|
| <b>REVENUES</b>   |                          |                         |                                       |   |  |                                       |
| Intergovernmental   | \$ 179,154               | \$ -                    | \$ -                                  | \$ -  | \$ 469,598   | \$ 648,752                            |
| Miscellaneous   | -                        | (242)                   | -                                     | (111,362)                                   | -  | (111,604)                             |
| <b>Total revenues</b>   | <b>179,154</b>           | <b>(242)</b>            | <b>-</b>                              | <b>(111,362)</b>                            | <b>469,598</b>                                     | <b>537,148</b>                        |
| <b>EXPENDITURES</b>   |                          |                         |                                       |   |  |                                       |
| Capital outlay  |                          |                         |                                       |   |  |                                       |
| General government  | -                        | -                       | -                                     | 400   | -  | 400                                   |
| Public works  | 69,294                   | 315,753                 | -                                     | -   | 733,508  | 1,118,555                             |
| Capital outlay  | 134,598                  | -                       | -                                     | 1,145,546                                   | 571,768  | 1,851,912                             |
| <b>Total expenditures</b>   | <b>203,892</b>           | <b>315,753</b>          | <b>-</b>                              | <b>1,145,946</b>                            | <b>1,305,276</b>                                   | <b>2,970,867</b>                      |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(24,738)</b>          | <b>(315,995)</b>        | <b>-</b>                              | <b>(1,257,308)</b>                          | <b>(835,678)</b>                                   | <b>(2,433,719)</b>                    |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                          |                         |                                       |   |  |                                       |
| Transfers in  | 24,757                   | 67,800                  | -                                     | 1,257,308                                   | 707,124  | 2,056,989                             |
| Transfers out   | (19)                     | -                       | -                                     | -   | -  | (19)                                  |
| Loans   | -                        | 248,195                 | -                                     | -   | -  | 248,195                               |
| <b>Total other financing sources and uses</b>                       | <b>24,738</b>            | <b>315,995</b>          | <b>-</b>                              | <b>1,257,308</b>                            | <b>707,124</b>                                     | <b>2,305,165</b>                      |
| <b>Net change in fund balances</b>                                  | <b>-</b>                 | <b>-</b>                | <b>-</b>                              | <b>-</b>                                    | <b>(128,554)</b>                                   | <b>(128,554)</b>                      |
| Fund balance, July 1  | -                        | -                       | -                                     | -   | 737,266  | 737,266                               |
| Fund balance, June 30   | <b>\$ -</b>              | <b>\$ -</b>             | <b>\$ -</b>                           | <b>\$ -</b>                                 | <b>\$ 608,712</b>                                  | <b>\$ 608,712</b>                     |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | HEALTH-RELATED GRANTS |                   |  | CRAIG MOSQUITO CONTROL |                  |  |
|---|-----------------------|-------------------|--|------------------------|------------------|--|
|   | FINAL BUDGET          | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET           | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                       |                   |  |                        |                  |  |
| Taxes/assessments   | \$ -                  | \$ -              | \$ -   | \$ 13,210              | \$ 15,973        | \$ 2,763   |
| Intergovernmental   | 1,775,704             | 1,360,894         | (414,810)  | 265                    | 267              | 2  |
| Charges for services  | 891,820               | 743,702           | (148,118)  | -                      | -                | -  |
| Fines and forfeitures   | -                     | -                 | -  | -                      | -                | -  |
| Miscellaneous   | -                     | 4,459             | 4,459  | -                      | -                | -  |
| Investment earnings   | -                     | -                 | -  | -                      | -                | -  |
| <b>Total revenues</b>   | <b>2,667,524</b>      | <b>2,109,055</b>  | <b>(558,469)</b>                                 | <b>13,475</b>          | <b>16,240</b>    | <b>2,765</b>                                     |
| <b>EXPENDITURES</b>   |                       |                   |  |                        |                  |  |
| Current:  |                       |                   |  |                        |                  |  |
| General government  |                       |                   |  |                        |                  |  |
| Personal services   | -                     | -                 | -  | -                      | -                | -  |
| Operations and maintenance                                      | -                     | -                 | -  | -                      | -                | -  |
| Public safety   |                       |                   |  |                        |                  |  |
| Personal services   | -                     | -                 | -  | -                      | -                | -  |
| Operations and maintenance                                      | -                     | -                 | -  | -                      | -                | -  |
| Public works  |                       |                   |  |                        |                  |  |
| Personal services   | -                     | -                 | -  | -                      | -                | -  |
| Operations and maintenance                                      | -                     | -                 | -  | -                      | -                | -  |
| Public health   |                       |                   |  |                        |                  |  |
| Personal services   | 1,756,214             | 1,718,217         | 37,997   | -                      | -                | -  |
| Operations and maintenance                                      | 869,512               | 769,717           | 99,795   | 15,302                 | 11,123           | 4,179  |
| Social and economic   |                       |                   |  |                        |                  |  |
| Personal services   | 96,498                | 86,222            | 10,276   | -                      | -                | -  |
| Operations and maintenance                                      | 18,733                | 22,666            | (3,933)  | -                      | -                | -  |
| Culture and recreation  |                       |                   |  |                        |                  |  |
| Personal services   | -                     | -                 | -  | -                      | -                | -  |
| Operations and maintenance                                      | -                     | -                 | -  | -                      | -                | -  |
| Capital outlay  | -                     | -                 | -  | -                      | -                | -  |
| <b>Total expenditures</b>                                       | <b>2,740,957</b>      | <b>2,596,822</b>  | <b>144,135</b>                                   | <b>15,302</b>          | <b>11,123</b>    | <b>4,179</b>                                     |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(73,433)</b>       | <b>(487,767)</b>  | <b>(414,334)</b>                                 | <b>(1,827)</b>         | <b>5,117</b>     | <b>6,944</b>                                     |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                       |                   |  |                        |                  |  |
| Transfers in  | 312,530               | 272,561           | (39,969)   | -                      | -                | -  |
| Transfers out   | (19,992)              | (15,640)          | 4,352  | -                      | -                | -  |
| <b>Total other financing sources(uses)</b>                      | <b>292,538</b>        | <b>256,921</b>    | <b>(35,617)</b>                                  | <b>-</b>               | <b>-</b>         | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ 219,105</b>     | <b>(230,846)</b>  | <b>\$ (449,951)</b>                              | <b>\$ (1,827)</b>      | <b>5,117</b>     | <b>\$ 6,944</b>                                  |
| Fund balance (deficit), July 1                                  |                       | 409,289           |  |                        | 5,855            |  |
| Fund balance (deficit), June 30                                 |                       | <u>\$ 178,443</u> |  |                        | <u>\$ 10,972</u> |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | MOSQUITO CONTROL   |                   |   | WATER QUALITY      |                   |   |
|---|--------------------|-------------------|---|--------------------|-------------------|---|
|   | FINAL<br>BUDGET    | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET    | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                    |                   |   |                    |                   |   |
| Taxes/assessments   | \$ 190,204         | \$ 199,161        | \$ 8,957  | \$ 302,227         | \$ 294,427        | \$ (7,800)  |
| Intergovernmental   | 5,726              | 5,751             | 25  | -                  | -                 | -   |
| Charges for services  | -                  | -                 | -   | 3,200              | 2,455             | (745)   |
| Fines and forfeitures   | -                  | -                 | -   | -                  | -                 | -   |
| Miscellaneous   | -                  | -                 | -   | 44,900             | 60,412            | 15,512  |
| Investment earnings   | -                  | -                 | -   | -                  | -                 | -   |
| <b>Total revenues</b>   | <b>195,930</b>     | <b>204,912</b>    | <b>8,982</b>  | <b>350,327</b>     | <b>357,294</b>    | <b>6,967</b>  |
| <b>EXPENDITURES</b>   |                    |                   |   |                    |                   |   |
| Current:  |                    |                   |   |                    |                   |   |
| General government  |                    |                   |   |                    |                   |   |
| Personal services   | -                  | -                 | -   | -                  | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                  | -                 | -   |
| Public safety   |                    |                   |   |                    |                   |   |
| Personal services   | -                  | -                 | -   | -                  | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                  | -                 | -   |
| Public works  |                    |                   |   |                    |                   |   |
| Personal services   | -                  | -                 | -   | -                  | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                  | -                 | -   |
| Public health   |                    |                   |   |                    |                   |   |
| Personal services   | -                  | -                 | -   | 280,341            | 275,538           | 4,803   |
| Operations and maintenance                                      | 212,512            | 167,499           | 45,013  | 102,200            | 106,955           | (4,755)   |
| Social and economic   |                    |                   |   |                    |                   |   |
| Personal services   | -                  | -                 | -   | -                  | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                  | -                 | -   |
| Culture and recreation  |                    |                   |   |                    |                   |   |
| Personal services   | -                  | -                 | -   | -                  | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                  | -                 | -   |
| Capital outlay  | -                  | -                 | -   | -                  | -                 | -   |
| <b>Total expenditures</b>                                       | <b>212,512</b>     | <b>167,499</b>    | <b>45,013</b>   | <b>382,541</b>     | <b>382,493</b>    | <b>48</b>   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(16,582)</b>    | <b>37,413</b>     | <b>53,995</b>   | <b>(32,214)</b>    | <b>(25,199)</b>   | <b>7,015</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                    |                   |   |                    |                   |   |
| Transfers in  | -                  | -                 | -   | 18,400             | 16,658            | (1,742)   |
| Transfers out   | -                  | -                 | -   | (4,767)            | (4,815)           | (48)  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>           | <b>-</b>          | <b>-</b>  | <b>13,633</b>      | <b>11,843</b>     | <b>(1,790)</b>  |
| <b>Net change in fund balances</b>                              | <b>\$ (16,582)</b> | <b>37,413</b>     | <b>\$ 53,995</b>  | <b>\$ (18,581)</b> | <b>(13,356)</b>   | <b>\$ 5,225</b>   |
| Fund balance (deficit), July 1                                  |                    | 31,961            |   |                    | 107,095           |   |
| Fund balance (deficit), June 30                                 |                    | <b>\$ 69,374</b>  |   |                    | <b>\$ 93,739</b>  |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | MENTAL HEALTH      |                   |   | ROADS               |                     |   |
|---|--------------------|-------------------|---|---------------------|---------------------|---|
|   | FINAL<br>BUDGET    | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET     | ACTUAL<br>AMOUNTS   | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                    |                   |   |                     |                     |   |
| Taxes/assessments   | \$ 94,250          | \$ 102,245        | \$ 7,995  | \$ 2,552,486        | \$ 2,610,565        | \$ 58,079   |
| Intergovernmental   | 147,712            | 65,563            | (82,149)  | 553,127             | 977,537             | 424,410   |
| Charges for services  | -                  | -                 | -   | 33,000              | 51,395              | 18,395  |
| Fines and forfeitures   | -                  | -                 | -   | -                   | -                   | -   |
| Miscellaneous   | 230,000            | 70,000            | (160,000)   | 6,000               | 2,485               | (3,515)   |
| Investment earnings   | -                  | 44                | 44  | 1,000               | 1,856               | 856   |
| <b>Total revenues</b>   | <b>471,962</b>     | <b>237,852</b>    | <b>(234,110)</b>  | <b>3,145,613</b>    | <b>3,643,838</b>    | <b>498,225</b>  |
| <b>EXPENDITURES</b>   |                    |                   |   |                     |                     |   |
| Current:  |                    |                   |   |                     |                     |   |
| General government  |                    |                   |   |                     |                     |   |
| Personal services   | -                  | -                 | -   | -                   | -                   | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                   | -                   | -   |
| Public safety   |                    |                   |   |                     |                     |   |
| Personal services   | -                  | -                 | -   | -                   | -                   | -   |
| Operations and maintenance                                      | 499,206            | 494,535           | 4,671   | -                   | -                   | -   |
| Public works  |                    |                   |   |                     |                     |   |
| Personal services   | -                  | -                 | -   | 1,333,049           | 1,087,175           | 245,874   |
| Operations and maintenance                                      | -                  | -                 | -   | 1,335,401           | 1,102,460           | 232,941   |
| Public health   |                    |                   |   |                     |                     |   |
| Personal services   | -                  | -                 | -   | -                   | -                   | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                   | -                   | -   |
| Social and economic   |                    |                   |   |                     |                     |   |
| Personal services   | -                  | -                 | -   | -                   | -                   | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                   | -                   | -   |
| Culture and recreation  |                    |                   |   |                     |                     |   |
| Personal services   | -                  | -                 | -   | -                   | -                   | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                   | -                   | -   |
| Capital outlay  | -                  | -                 | -   | -                   | -                   | -   |
| <b>Total expenditures</b>                                       | <b>499,206</b>     | <b>494,535</b>    | <b>4,671</b>  | <b>2,668,450</b>    | <b>2,189,635</b>    | <b>478,815</b>  |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(27,244)</b>    | <b>(256,683)</b>  | <b>(229,439)</b>  | <b>477,163</b>      | <b>1,454,203</b>    | <b>977,040</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                    |                   |   |                     |                     |   |
| Transfers in  | -                  | 92,328            | 92,328  | 211,820             | 199,606             | (12,214)  |
| Transfers out   | -                  | -                 | -   | (1,399,149)         | (1,318,308)         | 80,841  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>           | <b>92,328</b>     | <b>92,328</b>   | <b>(1,187,329)</b>  | <b>(1,118,702)</b>  | <b>68,627</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ (27,244)</b> | <b>(164,355)</b>  | <b>\$ (137,111)</b>                                       | <b>\$ (710,166)</b> | <b>335,501</b>      | <b>\$ 1,045,667</b>                                       |
| Fund balance (deficit), July 1                                  |                    | 165,538           |   |                     | 1,614,975           |   |
| Fund balance (deficit), June 30                                 |                    | <u>\$ 1,183</u>   |   |                     | <u>\$ 1,950,476</u> |   |



LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | PREDATORY ANIMAL CONTROL |                |  | CATTLE PROTECTION PROGRAM |                 |  |
|---|--------------------------|----------------|--|---------------------------|-----------------|--|
|   | FINAL BUDGET             | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET              | ACTUAL AMOUNTS  | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                          |                |  |                           |                 |  |
| Taxes/assessments   | \$ 1,641                 | \$ 1,571       | \$ (70)  | \$ 25,000                 | \$ 22,835       | \$ (2,165)                                       |
| Intergovernmental   | -                        | -              | -  | -                         | -               | -  |
| Charges for services  | -                        | -              | -  | -                         | -               | -  |
| Fines and forfeitures   | -                        | -              | -  | -                         | -               | -  |
| Miscellaneous   | -                        | -              | -  | -                         | -               | -  |
| Investment earnings   | -                        | -              | -  | -                         | -               | -  |
| <b>Total revenues</b>   | <b>1,641</b>             | <b>1,571</b>   | <b>(70)</b>                                      | <b>25,000</b>             | <b>22,835</b>   | <b>(2,165)</b>                                   |
| <b>EXPENDITURES</b>   |                          |                |  |                           |                 |  |
| Current:  |                          |                |  |                           |                 |  |
| General government  |                          |                |  |                           |                 |  |
| Personal services   | -                        | -              | -  | -                         | -               | -  |
| Operations and maintenance                                      | -                        | -              | -  | -                         | -               | -  |
| Public safety   |                          |                |  |                           |                 |  |
| Personal services   | -                        | -              | -  | -                         | -               | -  |
| Operations and maintenance                                      | -                        | -              | -  | -                         | -               | -  |
| Public works  |                          |                |  |                           |                 |  |
| Personal services   | -                        | -              | -  | -                         | -               | -  |
| Operations and maintenance                                      | -                        | -              | -  | -                         | -               | -  |
| Public health   |                          |                |  |                           |                 |  |
| Personal services   | -                        | -              | -  | -                         | -               | -  |
| Operations and maintenance                                      | 1,675                    | 1,675          | -  | 30,000                    | 26,897          | 3,103  |
| Social and economic   |                          |                |  |                           |                 |  |
| Personal services   | -                        | -              | -  | -                         | -               | -  |
| Operations and maintenance                                      | -                        | -              | -  | -                         | -               | -  |
| Culture and recreation  |                          |                |  |                           |                 |  |
| Personal services   | -                        | -              | -  | -                         | -               | -  |
| Operations and maintenance                                      | -                        | -              | -  | -                         | -               | -  |
| Capital outlay  | -                        | -              | -  | -                         | -               | -  |
| <b>Total expenditures</b>                                       | <b>1,675</b>             | <b>1,675</b>   | <b>-</b>   | <b>30,000</b>             | <b>26,897</b>   | <b>3,103</b>                                     |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(34)</b>              | <b>(104)</b>   | <b>(70)</b>                                      | <b>(5,000)</b>            | <b>(4,062)</b>  | <b>938</b>                                       |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                          |                |  |                           |                 |  |
| Transfers in  | -                        | -              | -  | -                         | -               | -  |
| Transfers out   | -                        | -              | -  | -                         | -               | -  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>                 | <b>-</b>       | <b>-</b>   | <b>-</b>                  | <b>-</b>        | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ (34)</b>           | <b>(104)</b>   | <b>\$ (70)</b>                                   | <b>\$ (5,000)</b>         | <b>(4,062)</b>  | <b>\$ 938</b>                                    |
| Fund balance (deficit), July 1                                  |                          | 256            |  |                           | 5,624           |  |
| Fund balance (deficit), June 30                                 |                          | <u>\$ 152</u>  |  |                           | <u>\$ 1,562</u> |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | DISTRICT COURT      |                   |   | SEARCH & RESCUE OPERATIONS |                   |   |
|---|---------------------|-------------------|---|----------------------------|-------------------|---|
|   | FINAL<br>BUDGET     | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET            | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                     |                   |   |                            |                   |   |
| Taxes/assessments   | \$ 1,158,651        | \$ 1,281,533      | \$ 122,882  | \$ 120,540                 | \$ 121,048        | \$ 508  |
| Intergovernmental   | 42,007              | 77,110            | 35,103  | -                          | 2,832             | 2,832   |
| Charges for services  | 61,000              | 68,579            | 7,579   | -                          | -                 | -   |
| Fines and forfeitures   | 44,000              | 34,361            | (9,639)   | -                          | -                 | -   |
| Miscellaneous   | -                   | 409               | 409   | 2,932                      | 5,141             | 2,209   |
| Investment earnings   | -                   | 215               | 215   | -                          | 1                 | 1   |
| <b>Total revenues</b>   | <b>1,305,658</b>    | <b>1,462,207</b>  | <b>156,549</b>  | <b>123,472</b>             | <b>129,022</b>    | <b>5,550</b>  |
| <b>EXPENDITURES</b>   |                     |                   |   |                            |                   |   |
| Current:  |                     |                   |   |                            |                   |   |
| General government  |                     |                   |   |                            |                   |   |
| Personal services   | 736,398             | 668,525           | 67,873  | -                          | -                 | -   |
| Operations and maintenance                                      | 452,354             | 463,954           | (11,600)  | -                          | -                 | -   |
| Public safety   |                     |                   |   |                            |                   |   |
| Personal services   | 132,312             | 128,105           | 4,207   | 2,500                      | 1,113             | 1,387   |
| Operations and maintenance                                      | 235,082             | 160,021           | 75,061  | 103,520                    | 96,301            | 7,219   |
| Public works  |                     |                   |   |                            |                   |   |
| Personal services   | -                   | -                 | -   | -                          | -                 | -   |
| Operations and maintenance                                      | -                   | -                 | -   | -                          | -                 | -   |
| Public health   |                     |                   |   |                            |                   |   |
| Personal services   | -                   | -                 | -   | -                          | -                 | -   |
| Operations and maintenance                                      | -                   | -                 | -   | -                          | -                 | -   |
| Social and economic   |                     |                   |   |                            |                   |   |
| Personal services   | -                   | -                 | -   | -                          | -                 | -   |
| Operations and maintenance                                      | -                   | -                 | -   | -                          | -                 | -   |
| Culture and recreation  |                     |                   |   |                            |                   |   |
| Personal services   | -                   | -                 | -   | -                          | -                 | -   |
| Operations and maintenance                                      | -                   | -                 | -   | -                          | -                 | -   |
| Capital outlay  | -                   | -                 | -   | -                          | -                 | -   |
| <b>Total expenditures</b>                                       | <b>1,556,146</b>    | <b>1,420,605</b>  | <b>135,541</b>  | <b>106,020</b>             | <b>97,414</b>     | <b>8,606</b>  |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(250,488)</b>    | <b>41,602</b>     | <b>292,090</b>  | <b>17,452</b>              | <b>31,608</b>     | <b>14,156</b>   |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                     |                   |   |                            |                   |   |
| Transfers in  | 73,097              | 68,760            | (4,337)   | -                          | -                 | -   |
| Transfers out   | (5,000)             | (5,000)           | -   | (52,864)                   | (12,754)          | 40,110  |
| <b>Total other financing sources(uses)</b>                      | <b>68,097</b>       | <b>63,760</b>     | <b>(4,337)</b>  | <b>(52,864)</b>            | <b>(12,754)</b>   | <b>40,110</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ (182,391)</b> | <b>105,362</b>    | <b>\$ 287,753</b>   | <b>\$ (35,412)</b>         | <b>18,854</b>     | <b>\$ 54,266</b>  |
| Fund balance (deficit), July 1                                  |                     | 674,319           |   |                            | 82,041            |   |
| Fund balance (deficit), June 30                                 |                     | <b>\$ 779,681</b> |   |                            | <b>\$ 100,895</b> |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | PARKS           |                  |  | PERMISSIVE MEDICAL INSURANCE |                    |  |
|---|-----------------|------------------|--|------------------------------|--------------------|--|
|   | FINAL BUDGET    | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET                 | ACTUAL AMOUNTS     | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                 |                  |  |                              |                    |  |
| Taxes/assessments   | \$ 13,243       | \$ 13,883        | \$ 640   | \$ 1,300,000                 | \$ 1,323,137       | \$ 23,137  |
| Intergovernmental   | 870             | 876              | 6  | -                            | -                  | -  |
| Charges for services  | -               | -                | -  | -                            | -                  | -  |
| Fines and forfeitures   | -               | -                | -  | -                            | -                  | -  |
| Miscellaneous   | -               | -                | -  | -                            | -                  | -  |
| Investment earnings   | -               | 6                | 6  | -                            | 592                | 592  |
| <b>Total revenues</b>   | <b>14,113</b>   | <b>14,765</b>    | <b>652</b>                                       | <b>1,300,000</b>             | <b>1,323,729</b>   | <b>23,729</b>                                    |
| <b>EXPENDITURES</b>   |                 |                  |  |                              |                    |  |
| Current:  |                 |                  |  |                              |                    |  |
| General government  |                 |                  |  |                              |                    |  |
| Personal services   | -               | -                | -  | -                            | -                  | -  |
| Operations and maintenance                                      | -               | -                | -  | -                            | 143,239            | (143,239)  |
| Public safety   |                 |                  |  |                              |                    |  |
| Personal services   | -               | -                | -  | -                            | -                  | -  |
| Operations and maintenance                                      | -               | -                | -  | -                            | -                  | -  |
| Public works  |                 |                  |  |                              |                    |  |
| Personal services   | -               | -                | -  | -                            | -                  | -  |
| Operations and maintenance                                      | -               | -                | -  | -                            | -                  | -  |
| Public health   |                 |                  |  |                              |                    |  |
| Personal services   | -               | -                | -  | -                            | -                  | -  |
| Operations and maintenance                                      | -               | -                | -  | -                            | -                  | -  |
| Social and economic   |                 |                  |  |                              |                    |  |
| Personal services   | -               | -                | -  | -                            | -                  | -  |
| Operations and maintenance                                      | -               | -                | -  | -                            | -                  | -  |
| Culture and recreation  |                 |                  |  |                              |                    |  |
| Personal services   | -               | -                | -  | -                            | -                  | -  |
| Operations and maintenance                                      | 42,915          | 41,094           | 1,821  | -                            | -                  | -  |
| Capital outlay  | -               | -                | -  | -                            | -                  | -  |
| <b>Total expenditures</b>                                       | <b>42,915</b>   | <b>41,094</b>    | <b>1,821</b>                                     | <b>-</b>                     | <b>143,239</b>     | <b>(143,239)</b>                                 |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(28,802)</b> | <b>(26,329)</b>  | <b>2,473</b>                                     | <b>1,300,000</b>             | <b>1,180,490</b>   | <b>(119,510)</b>                                 |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                 |                  |  |                              |                    |  |
| Transfers in  | 33,000          | 33,000           | -  | -                            | -                  | -  |
| Transfers out   | (3,000)         | (3,000)          | -  | (1,330,000)                  | (1,146,394)        | 183,606  |
| <b>Total other financing sources(uses)</b>                      | <b>30,000</b>   | <b>30,000</b>    | <b>-</b>   | <b>(1,330,000)</b>           | <b>(1,146,394)</b> | <b>183,606</b>                                   |
| <b>Net change in fund balances</b>                              | <b>\$ 1,198</b> | <b>3,671</b>     | <b>\$ 2,473</b>                                  | <b>\$ (30,000)</b>           | <b>34,096</b>      | <b>\$ 64,096</b>                                 |
| Fund balance (deficit), July 1                                  |                 | 11,856           |  |                              | 113,829            |  |
| Fund balance (deficit), June 30                                 |                 | <u>\$ 15,527</u> |  |                              | <u>\$ 147,925</u>  |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | FORESTVALE CEMETERY |                   |   | COUNTY PLANNING     |                   | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
|---|---------------------|-------------------|---|---------------------|-------------------|---|
|   | FINAL<br>BUDGET     | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET     | ACTUAL<br>AMOUNTS |   |
| <b>REVENUES</b>   |                     |                   |   |                     |                   |   |
| Taxes/assessments   | \$ 296,941          | \$ 340,502        | \$ 43,561   | \$ 733,537          | \$ 798,963        | \$ 65,426   |
| Intergovernmental   | 21,135              | 21,272            | 137   | 33,614              | 112,871           | 79,257  |
| Charges for services  | 17,120              | 40,972            | 23,852  | 15,800              | 28,023            | 12,223  |
| Fines and forfeitures   | -                   | -                 | -   | -                   | -                 | -   |
| Miscellaneous   | -                   | -                 | -   | -                   | -                 | -   |
| Investment earnings   | 11,200              | 14,096            | 2,896   | -                   | 10                | 10  |
| <b>Total revenues</b>   | <b>346,396</b>      | <b>416,842</b>    | <b>70,446</b>   | <b>782,951</b>      | <b>939,867</b>    | <b>156,916</b>  |
| <b>EXPENDITURES</b>   |                     |                   |   |                     |                   |   |
| Current:  |                     |                   |   |                     |                   |   |
| General government  |                     |                   |   |                     |                   |   |
| Personal services   | -                   | -                 | -   | 715,695             | 609,844           | 105,851   |
| Operations and maintenance                                      | -                   | -                 | -   | 307,053             | 358,677           | (51,624)  |
| Public safety   |                     |                   |   |                     |                   |   |
| Personal services   | -                   | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | -                   | -                 | -   | -                   | -                 | -   |
| Public works  |                     |                   |   |                     |                   |   |
| Personal services   | 210,604             | 174,877           | 35,727  | -                   | -                 | -   |
| Operations and maintenance                                      | 89,908              | 66,354            | 23,554  | -                   | -                 | -   |
| Public health   |                     |                   |   |                     |                   |   |
| Personal services   | -                   | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | -                   | -                 | -   | -                   | -                 | -   |
| Social and economic   |                     |                   |   |                     |                   |   |
| Personal services   | -                   | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | -                   | -                 | -   | -                   | -                 | -   |
| Culture and recreation  |                     |                   |   |                     |                   |   |
| Personal services   | -                   | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | -                   | -                 | -   | -                   | -                 | -   |
| Capital outlay  | -                   | -                 | -   | -                   | -                 | -   |
| <b>Total expenditures</b>                                       | <b>300,512</b>      | <b>241,231</b>    | <b>59,281</b>   | <b>1,022,748</b>    | <b>968,521</b>    | <b>54,227</b>   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>45,884</b>       | <b>175,611</b>    | <b>129,727</b>  | <b>(239,797)</b>    | <b>(28,654)</b>   | <b>211,143</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                     |                   |   |                     |                   |   |
| Transfers in  | 15,000              | 13,440            | (1,560)   | 43,350              | 34,875            | (8,475)   |
| Transfers out   | (80,000)            | (80,000)          | -   | (20,000)            | (5,000)           | 15,000  |
| <b>Total other financing sources(uses)</b>                      | <b>(65,000)</b>     | <b>(66,560)</b>   | <b>(1,560)</b>  | <b>23,350</b>       | <b>29,875</b>     | <b>6,525</b>  |
| <b>Net change in fund balances</b>                              | <b>\$ (19,116)</b>  | <b>109,051</b>    | <b>\$ 128,167</b>   | <b>\$ (216,447)</b> | <b>1,221</b>      | <b>\$ 217,668</b>   |
| Fund balance (deficit), July 1                                  |                     | 115,255           |   |                     | 446,044           |   |
| Fund balance (deficit), June 30                                 |                     | <u>\$ 224,306</u> |   |                     | <u>\$ 447,265</u> |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
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|   | EMERGENCY DISASTER |                   |   | COUNTY HEALTH       |                   |   |
|---|--------------------|-------------------|---|---------------------|-------------------|---|
|   | FINAL<br>BUDGET    | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET     | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                    |                   |   |                     |                   |   |
| Taxes/assessments   | \$ -               | \$ 322            | \$ 322  | \$ 1,027,006        | \$ 1,115,778      | \$ 88,772   |
| Intergovernmental   | -                  | -                 | -   | 125,850             | 169,065           | 43,215  |
| Charges for services  | -                  | -                 | -   | 494,217             | 590,678           | 96,461  |
| Fines and forfeitures   | -                  | -                 | -   | -                   | 3,272             | 3,272   |
| Miscellaneous   | -                  | -                 | -   | 29,500              | 17,779            | (11,721)  |
| Investment earnings   | -                  | -                 | -   | -                   | 481               | 481   |
| <b>Total revenues</b>   | <b>-</b>           | <b>322</b>        | <b>322</b>  | <b>1,676,573</b>    | <b>1,897,053</b>  | <b>220,480</b>  |
| <b>EXPENDITURES</b>   |                    |                   |   |                     |                   |   |
| Current:  |                    |                   |   |                     |                   |   |
| General government  |                    |                   |   |                     |                   |   |
| Personal services   | -                  | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                   | -                 | -   |
| Public safety   |                    |                   |   |                     |                   |   |
| Personal services   | -                  | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | 75,377             | 75,376            | 1   | -                   | -                 | -   |
| Public works  |                    |                   |   |                     |                   |   |
| Personal services   | -                  | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                   | -                 | -   |
| Public health   |                    |                   |   |                     |                   |   |
| Personal services   | -                  | -                 | -   | 1,060,050           | 1,024,540         | 35,510  |
| Operations and maintenance                                      | -                  | -                 | -   | 535,171             | 540,084           | (4,913)   |
| Social and economic   |                    |                   |   |                     |                   |   |
| Personal services   | -                  | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                   | -                 | -   |
| Culture and recreation  |                    |                   |   |                     |                   |   |
| Personal services   | -                  | -                 | -   | -                   | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                   | -                 | -   |
| Capital outlay  | -                  | -                 | -   | -                   | -                 | -   |
| <b>Total expenditures</b>                                       | <b>75,377</b>      | <b>75,376</b>     | <b>1</b>  | <b>1,595,221</b>    | <b>1,564,624</b>  | <b>30,597</b>   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(75,377)</b>    | <b>(75,054)</b>   | <b>323</b>  | <b>81,352</b>       | <b>332,429</b>    | <b>251,077</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                    |                   |   |                     |                   |   |
| Transfers in  | 18,377             | 17,290            | (1,087)   | 189,308             | 183,309           | (5,999)   |
| Transfers out   | -                  | -                 | -   | (419,525)           | (360,192)         | 59,333  |
| <b>Total other financing sources(uses)</b>                      | <b>18,377</b>      | <b>17,290</b>     | <b>(1,087)</b>  | <b>(230,217)</b>    | <b>(176,883)</b>  | <b>53,334</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ (57,000)</b> | <b>(57,764)</b>   | <b>\$ (764)</b>   | <b>\$ (148,865)</b> | <b>155,546</b>    | <b>\$ 304,411</b>   |
| Fund balance (deficit), July 1                                  |                    | 57,764            |   |                     | 766,599           |   |
| Fund balance (deficit), June 30                                 |                    | <u>\$ -</u>       |   |                     | <u>\$ 922,145</u> |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | SENIOR CITIZENS   |                  |  | COUNTY EXTENSION   |                  |  |
|---|-------------------|------------------|--|--------------------|------------------|--|
|   | FINAL BUDGET      | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET       | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                   |                  |  |                    |                  |  |
| Taxes/assessments   | \$ 144,868        | \$ 156,438       | \$ 11,570  | \$ 180,810         | \$ 196,482       | \$ 15,672  |
| Intergovernmental   | 9,890             | 9,955            | 65   | 12,395             | 12,476           | 81   |
| Charges for services  | -                 | -                | -  | 2,050              | 3,975            | 1,925  |
| Fines and forfeitures   | -                 | -                | -  | -                  | -                | -  |
| Miscellaneous   | -                 | -                | -  | 3,000              | 4,466            | 1,466  |
| Investment earnings   | -                 | 68               | 68   | -                  | 85               | 85   |
| <b>Total revenues</b>   | <b>154,758</b>    | <b>166,461</b>   | <b>11,703</b>                                    | <b>198,255</b>     | <b>217,484</b>   | <b>19,229</b>                                    |
| <b>EXPENDITURES</b>   |                   |                  |  |                    |                  |  |
| Current:  |                   |                  |  |                    |                  |  |
| General government  |                   |                  |  |                    |                  |  |
| Personal services   | -                 | -                | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                 | -                | -  | -                  | -                | -  |
| Public safety   |                   |                  |  |                    |                  |  |
| Personal services   | -                 | -                | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                 | -                | -  | -                  | -                | -  |
| Public works  |                   |                  |  |                    |                  |  |
| Personal services   | -                 | -                | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                 | -                | -  | -                  | -                | -  |
| Public health   |                   |                  |  |                    |                  |  |
| Personal services   | -                 | -                | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                 | -                | -  | -                  | -                | -  |
| Social and economic   |                   |                  |  |                    |                  |  |
| Personal services   | -                 | -                | -  | 58,146             | 56,534           | 1,612  |
| Operations and maintenance                                      | 157,908           | 157,908          | -  | 168,659            | 155,859          | 12,800   |
| Culture and recreation  |                   |                  |  |                    |                  |  |
| Personal services   | -                 | -                | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                 | -                | -  | -                  | -                | -  |
| Capital outlay  | -                 | -                | -  | -                  | -                | -  |
| <b>Total expenditures</b>                                       | <b>157,908</b>    | <b>157,908</b>   | <b>-</b>   | <b>226,805</b>     | <b>212,393</b>   | <b>14,412</b>                                    |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(3,150)</b>    | <b>8,553</b>     | <b>11,703</b>                                    | <b>(28,550)</b>    | <b>5,091</b>     | <b>33,641</b>                                    |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                   |                  |  |                    |                  |  |
| Transfers in  | -                 | -                | -  | 5,042              | 5,040            | (2)  |
| Transfers out   | (3,000)           | (3,000)          | -  | (9,800)            | (9,800)          | -  |
| <b>Total other financing sources(uses)</b>                      | <b>(3,000)</b>    | <b>(3,000)</b>   | <b>-</b>   | <b>(4,758)</b>     | <b>(4,760)</b>   | <b>(2)</b>                                       |
| <b>Net change in fund balances</b>                              | <b>\$ (6,150)</b> | <b>5,553</b>     | <b>\$ 11,703</b>                                 | <b>\$ (33,308)</b> | <b>331</b>       | <b>\$ 33,639</b>                                 |
| Fund balance (deficit), July 1                                  |                   | 29,088           |  |                    | 95,941           |  |
| Fund balance (deficit), June 30                                 |                   | <u>\$ 34,641</u> |  |                    | <u>\$ 96,272</u> |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
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|   | PUBLIC SAFETY RADIO PROJECT |                    |  | INMATE PROGRAM     |                  |  |
|---|-----------------------------|--------------------|--|--------------------|------------------|--|
|   | FINAL BUDGET                | ACTUAL AMOUNTS     | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET       | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                             |                    |  |                    |                  |  |
| Taxes/assessments   | \$ -                        | \$ -               | \$ -   | \$ -               | \$ -             | \$ -   |
| Intergovernmental   | 330,611                     | 399,965            | 69,354   | -                  | -                | -  |
| Charges for services  | 1,513,641                   | 1,428,036          | (85,605)   | 180,500            | 210,286          | 29,786   |
| Fines and forfeitures   | -                           | -                  | -  | 250                | 6,548            | 6,298  |
| Miscellaneous   | -                           | 11                 | 11   | 83,800             | 36,148           | (47,652)   |
| Investment earnings   | -                           | -                  | -  | -                  | -                | -  |
| <b>Total revenues</b>   | <b>1,844,252</b>            | <b>1,828,012</b>   | <b>(16,240)</b>                                  | <b>264,550</b>     | <b>252,982</b>   | <b>(11,568)</b>                                  |
| <b>EXPENDITURES</b>   |                             |                    |  |                    |                  |  |
| Current:  |                             |                    |  |                    |                  |  |
| General government  |                             |                    |  |                    |                  |  |
| Personal services   | -                           | -                  | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                           | -                  | -  | -                  | -                | -  |
| Public safety   |                             |                    |  |                    |                  |  |
| Personal services   | 235,526                     | 234,773            | 753  | -                  | -                | -  |
| Operations and maintenance                                      | 1,845,267                   | 1,846,020          | (753)  | 501,371            | 501,371          | -  |
| Public works  |                             |                    |  |                    |                  |  |
| Personal services   | -                           | -                  | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                           | -                  | -  | -                  | -                | -  |
| Public health   |                             |                    |  |                    |                  |  |
| Personal services   | -                           | -                  | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                           | -                  | -  | -                  | -                | -  |
| Social and economic   |                             |                    |  |                    |                  |  |
| Personal services   | -                           | -                  | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                           | -                  | -  | -                  | -                | -  |
| Culture and recreation  |                             |                    |  |                    |                  |  |
| Personal services   | -                           | -                  | -  | -                  | -                | -  |
| Operations and maintenance                                      | -                           | -                  | -  | -                  | -                | -  |
| Capital outlay  | -                           | -                  | -  | -                  | -                | -  |
| <b>Total expenditures</b>                                       | <b>2,080,793</b>            | <b>2,080,793</b>   | <b>-</b>   | <b>501,371</b>     | <b>501,371</b>   | <b>-</b>   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(236,541)</b>            | <b>(252,781)</b>   | <b>(16,240)</b>                                  | <b>(236,821)</b>   | <b>(248,389)</b> | <b>(11,568)</b>                                  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                             |                    |  |                    |                  |  |
| Transfers in  | 230,082                     | 232,080            | 1,998  | 170,321            | 200,000          | 29,679   |
| Transfers out   | -                           | -                  | -  | -                  | -                | -  |
| <b>Total other financing sources(uses)</b>                      | <b>230,082</b>              | <b>232,080</b>     | <b>1,998</b>                                     | <b>170,321</b>     | <b>200,000</b>   | <b>29,679</b>                                    |
| <b>Net change in fund balances</b>                              | <b>\$ (6,459)</b>           | <b>(20,701)</b>    | <b>\$ (14,242)</b>                               | <b>\$ (66,500)</b> | <b>(48,389)</b>  | <b>\$ 18,111</b>                                 |
| Fund balance (deficit), July 1                                  |                             | 298                |  |                    | 64,645           |  |
| Fund balance (deficit), June 30                                 |                             | <b>\$ (20,403)</b> |  |                    | <b>\$ 16,256</b> |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
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|   | RECORDS PRESERVATION |                   |  | PARKS DEVELOPMENT  |                   |  |
|---|----------------------|-------------------|--|--------------------|-------------------|--|
|   | FINAL BUDGET         | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET       | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                      |                   |  |                    |                   |  |
| Taxes/assessments   | \$ -                 | \$ -              | \$ -   | \$ 10,000          | \$ 9,473          | \$ (527)   |
| Intergovernmental   | -                    | -                 | -  | -                  | -                 | -  |
| Charges for services  | 109,000              | 112,675           | 3,675  | -                  | -                 | -  |
| Fines and forfeitures   | -                    | -                 | -  | -                  | -                 | -  |
| Miscellaneous   | -                    | -                 | -  | -                  | -                 | -  |
| Investment earnings   | -                    | -                 | -  | -                  | -                 | -  |
| <b>Total revenues</b>   | <b>109,000</b>       | <b>112,675</b>    | <b>3,675</b>                                     | <b>10,000</b>      | <b>9,473</b>      | <b>(527)</b>                                     |
| <b>EXPENDITURES</b>   |                      |                   |  |                    |                   |  |
| Current:  |                      |                   |  |                    |                   |  |
| General government  |                      |                   |  |                    |                   |  |
| Personal services   | 51,709               | 51,619            | 90   | -                  | -                 | -  |
| Operations and maintenance                                      | 40,400               | 33,023            | 7,377  | -                  | -                 | -  |
| Public safety   |                      |                   |  |                    |                   |  |
| Personal services   | -                    | -                 | -  | -                  | -                 | -  |
| Operations and maintenance                                      | -                    | -                 | -  | -                  | -                 | -  |
| Public works  |                      |                   |  |                    |                   |  |
| Personal services   | -                    | -                 | -  | -                  | -                 | -  |
| Operations and maintenance                                      | -                    | -                 | -  | -                  | -                 | -  |
| Public health   |                      |                   |  |                    |                   |  |
| Personal services   | -                    | -                 | -  | -                  | -                 | -  |
| Operations and maintenance                                      | -                    | -                 | -  | -                  | -                 | -  |
| Social and economic   |                      |                   |  |                    |                   |  |
| Personal services   | -                    | -                 | -  | -                  | -                 | -  |
| Operations and maintenance                                      | -                    | -                 | -  | -                  | -                 | -  |
| Culture and recreation  |                      |                   |  |                    |                   |  |
| Personal services   | -                    | -                 | -  | -                  | -                 | -  |
| Operations and maintenance                                      | -                    | -                 | -  | 100,000            | 10,546            | 89,454   |
| Capital outlay  | -                    | -                 | -  | -                  | -                 | -  |
| <b>Total expenditures</b>                                       | <b>92,109</b>        | <b>84,642</b>     | <b>7,467</b>                                     | <b>100,000</b>     | <b>10,546</b>     | <b>89,454</b>                                    |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>16,891</b>        | <b>28,033</b>     | <b>11,142</b>                                    | <b>(90,000)</b>    | <b>(1,073)</b>    | <b>88,927</b>                                    |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                      |                   |  |                    |                   |  |
| Transfers in  | -                    | 5,040             | 5,040  | -                  | -                 | -  |
| Transfers out   | (27,606)             | (27,606)          | -  | -                  | -                 | -  |
| <b>Total other financing sources(uses)</b>                      | <b>(27,606)</b>      | <b>(22,566)</b>   | <b>5,040</b>                                     | <b>-</b>           | <b>-</b>          | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ (10,715)</b>   | <b>5,467</b>      | <b>\$ 16,182</b>                                 | <b>\$ (90,000)</b> | <b>(1,073)</b>    | <b>\$ 88,927</b>                                 |
| Fund balance (deficit), July 1                                  |                      | 117,415           |  |                    | 171,727           |  |
| Fund balance (deficit), June 30                                 |                      | <u>\$ 122,882</u> |  |                    | <u>\$ 170,654</u> |  |



LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | LINCOLN PARKS     |                   |   | BEP             |                   |   |
|---|-------------------|-------------------|---|-----------------|-------------------|---|
|   | FINAL<br>BUDGET   | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                   |                   |   |                 |                   |   |
| Taxes/assessments   | \$ -              | \$ -              | \$ -  | \$ -            | \$ -              | \$ -  |
| Intergovernmental   | -                 | -                 | -   | -               | -                 | -   |
| Charges for services  | -                 | -                 | -   | -               | -                 | -   |
| Fines and forfeitures   | -                 | -                 | -   | -               | -                 | -   |
| Miscellaneous   | 8,412             | 8,700             | 288   | -               | -                 | -   |
| Investment earnings   | -                 | -                 | -   | -               | -                 | -   |
| <b>Total revenues</b>   | <b>8,412</b>      | <b>8,700</b>      | <b>288</b>  | <b>-</b>        | <b>-</b>          | <b>-</b>  |
| <b>EXPENDITURES</b>   |                   |                   |   |                 |                   |   |
| Current:  |                   |                   |   |                 |                   |   |
| General government  |                   |                   |   |                 |                   |   |
| Personal services   | -                 | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                 | -                 | -   | -               | -                 | -   |
| Public safety   |                   |                   |   |                 |                   |   |
| Personal services   | -                 | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                 | -                 | -   | -               | -                 | -   |
| Public works  |                   |                   |   |                 |                   |   |
| Personal services   | -                 | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                 | -                 | -   | -               | -                 | -   |
| Public health   |                   |                   |   |                 |                   |   |
| Personal services   | -                 | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                 | -                 | -   | -               | -                 | -   |
| Social and economic   |                   |                   |   |                 |                   |   |
| Personal services   | -                 | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                 | -                 | -   | -               | -                 | -   |
| Culture and recreation  |                   |                   |   |                 |                   |   |
| Personal services   | 1,115             | 1,370             | (255)   | -               | -                 | -   |
| Operations and maintenance  | 14,345            | 6,942             | 7,403   | -               | -                 | -   |
| Capital outlay  | -                 | -                 | -   | -               | -                 | -   |
| <b>Total expenditures</b>   | <b>15,460</b>     | <b>8,312</b>      | <b>7,148</b>  | <b>-</b>        | <b>-</b>          | <b>-</b>  |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(7,048)</b>    | <b>388</b>        | <b>7,436</b>  | <b>-</b>        | <b>-</b>          | <b>-</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                   |                   |   |                 |                   |   |
| Transfers in  | -                 | -                 | -   | -               | -                 | -   |
| Transfers out   | -                 | -                 | -   | (300)           | (300)             | -   |
| <b>Total other financing sources(uses)</b>                          | <b>-</b>          | <b>-</b>          | <b>-</b>  | <b>(300)</b>    | <b>(300)</b>      | <b>-</b>  |
| <b>Net change in fund balances</b>                                  | <b>\$ (7,048)</b> | <b>388</b>        | <b>\$ 7,436</b>   | <b>\$ (300)</b> | <b>(300)</b>      | <b>\$ -</b>   |
| Fund balance (deficit), July 1                                      |                   | 7,964             |   |                 | 300               |   |
| Fund balance (deficit), June 30                                     |                   | <b>\$ 8,352</b>   |   |                 | <b>\$ -</b>       |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
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|   | DUI PROGRAMS       |                   |   | CITY/COUNTY DRUG  |                   |   |
|---|--------------------|-------------------|---|-------------------|-------------------|---|
|   | FINAL<br>BUDGET    | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET   | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                    |                   |   |                   |                   |   |
| Taxes/assessments   | \$ -               | \$ -              | \$ -  | \$ -              | \$ -              | \$ -  |
| Intergovernmental   | 30,000             | 42,164            | 12,164  | -                 | -                 | -   |
| Charges for services  | -                  | -                 | -   | -                 | -                 | -   |
| Fines and forfeitures   | -                  | -                 | -   | 10,000            | 1,289             | (8,711)   |
| Miscellaneous   | 1,000              | 600               | (400)   | -                 | -                 | -   |
| Investment earnings   | -                  | -                 | -   | -                 | -                 | -   |
| <b>Total revenues</b>   | <b>31,000</b>      | <b>42,764</b>     | <b>11,764</b>   | <b>10,000</b>     | <b>1,289</b>      | <b>(8,711)</b>  |
| <b>EXPENDITURES</b>   |                    |                   |   |                   |                   |   |
| Current:  |                    |                   |   |                   |                   |   |
| General government  |                    |                   |   |                   |                   |   |
| Personal services   | 6,296              | 6,234             | 62  | -                 | -                 | -   |
| Operations and maintenance                                      | 424                | 428               | (4)   | 19,000            | 6,692             | 12,308  |
| Public safety   |                    |                   |   |                   |                   |   |
| Personal services   | -                  | -                 | -   | -                 | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                 | -                 | -   |
| Public works  |                    |                   |   |                   |                   |   |
| Personal services   | -                  | -                 | -   | -                 | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                 | -                 | -   |
| Public health   |                    |                   |   |                   |                   |   |
| Personal services   | -                  | -                 | -   | -                 | -                 | -   |
| Operations and maintenance                                      | 47,100             | 28,376            | 18,724  | -                 | -                 | -   |
| Social and economic   |                    |                   |   |                   |                   |   |
| Personal services   | -                  | -                 | -   | -                 | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                 | -                 | -   |
| Culture and recreation  |                    |                   |   |                   |                   |   |
| Personal services   | -                  | -                 | -   | -                 | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                 | -                 | -   |
| Capital outlay  | -                  | -                 | -   | -                 | -                 | -   |
| <b>Total expenditures</b>                                       | <b>53,820</b>      | <b>35,038</b>     | <b>18,782</b>   | <b>19,000</b>     | <b>6,692</b>      | <b>12,308</b>   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(22,820)</b>    | <b>7,726</b>      | <b>30,546</b>   | <b>(9,000)</b>    | <b>(5,403)</b>    | <b>3,597</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                    |                   |   |                   |                   |   |
| Transfers in  | 6,000              | 6,000             | -   | -                 | -                 | -   |
| Transfers out   | (18,000)           | (12,944)          | 5,056   | -                 | -                 | -   |
| <b>Total other financing sources(uses)</b>                      | <b>(12,000)</b>    | <b>(6,944)</b>    | <b>5,056</b>  | <b>-</b>          | <b>-</b>          | <b>-</b>  |
| <b>Net change in fund balances</b>                              | <b>\$ (34,820)</b> | <b>782</b>        | <b>\$ 35,602</b>  | <b>\$ (9,000)</b> | <b>(5,403)</b>    | <b>\$ 3,597</b>   |
| Fund balance (deficit), July 1                                  |                    | 52,503            |   |                   | 54,714            |   |
| Fund balance (deficit), June 30                                 |                    | <u>\$ 53,285</u>  |   |                   | <u>\$ 49,311</u>  |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | MISSOURI RIVER DRUG TASK FORCE |                   |  | MRDTF FEDERAL SHARING |                |  |
|---|--------------------------------|-------------------|--|-----------------------|----------------|--|
|   | FINAL BUDGET                   | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET          | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                                |                   |  |                       |                |  |
| Taxes/assessments   | \$ -                           | \$ -              | \$ -   | \$ -                  | \$ -           | \$ -   |
| Intergovernmental   | -                              | -                 | -  | 20,000                | 17,702         | (2,298)  |
| Charges for services  | -                              | -                 | -  | -                     | -              | -  |
| Fines and forfeitures   | 194,221                        | 102,966           | (91,255)   | -                     | -              | -  |
| Miscellaneous   | -                              | -                 | -  | -                     | -              | -  |
| Investment earnings   | -                              | -                 | -  | -                     | 4              | 4  |
| <b>Total revenues</b>   | <b>194,221</b>                 | <b>102,966</b>    | <b>(91,255)</b>                                  | <b>20,000</b>         | <b>17,706</b>  | <b>(2,294)</b>                                   |
| <b>EXPENDITURES</b>   |                                |                   |  |                       |                |  |
| Current:  |                                |                   |  |                       |                |  |
| General government  |                                |                   |  |                       |                |  |
| Personal services   | -                              | -                 | -  | -                     | -              | -  |
| Operations and maintenance                                      | 117,031                        | 117,030           | 1  | 18,250                | 21,499         | (3,249)  |
| Public safety   |                                |                   |  |                       |                |  |
| Personal services   | -                              | -                 | -  | -                     | -              | -  |
| Operations and maintenance                                      | -                              | -                 | -  | -                     | -              | -  |
| Public works  |                                |                   |  |                       |                |  |
| Personal services   | -                              | -                 | -  | -                     | -              | -  |
| Operations and maintenance                                      | -                              | -                 | -  | -                     | -              | -  |
| Public health   |                                |                   |  |                       |                |  |
| Personal services   | -                              | -                 | -  | -                     | -              | -  |
| Operations and maintenance                                      | -                              | -                 | -  | -                     | -              | -  |
| Social and economic   |                                |                   |  |                       |                |  |
| Personal services   | -                              | -                 | -  | -                     | -              | -  |
| Operations and maintenance                                      | -                              | -                 | -  | -                     | -              | -  |
| Culture and recreation  |                                |                   |  |                       |                |  |
| Personal services   | -                              | -                 | -  | -                     | -              | -  |
| Operations and maintenance                                      | -                              | -                 | -  | -                     | -              | -  |
| Capital outlay  | -                              | -                 | -  | -                     | -              | -  |
| <b>Total expenditures</b>                                       | <b>117,031</b>                 | <b>117,030</b>    | <b>1</b>   | <b>18,250</b>         | <b>21,499</b>  | <b>(3,249)</b>                                   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>77,190</b>                  | <b>(14,064)</b>   | <b>(91,254)</b>                                  | <b>1,750</b>          | <b>(3,793)</b> | <b>(5,543)</b>                                   |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                                |                   |  |                       |                |  |
| Transfers in  | -                              | -                 | -  | -                     | -              | -  |
| Transfers out   | -                              | -                 | -  | -                     | -              | -  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>                       | <b>-</b>          | <b>-</b>   | <b>-</b>              | <b>-</b>       | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ 77,190</b>               | <b>(14,064)</b>   | <b>\$ (91,254)</b>                               | <b>\$ 1,750</b>       | <b>(3,793)</b> | <b>\$ (5,543)</b>                                |
| Fund balance (deficit), July 1                                  |                                | 415,144           |  |                       | 3,794          |  |
| Fund balance (deficit), June 30                                 |                                | <u>\$ 401,080</u> |  |                       | <u>\$ 1</u>    |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
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|   | HARD ROCK MINE RESERVE |                   |  | METAL MINES TAX RESERVE |                  |  |
|---|------------------------|-------------------|--|-------------------------|------------------|--|
|   | FINAL BUDGET           | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET            | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                        |                   |  |                         |                  |  |
| Taxes/assessments   | \$ -                   | \$ -              | \$ -   | \$ -                    | \$ -             | \$ -   |
| Intergovernmental   | -                      | 2,014             | 2,014  | -                       | -                | -  |
| Charges for services  | -                      | -                 | -  | -                       | -                | -  |
| Fines and forfeitures   | -                      | -                 | -  | -                       | -                | -  |
| Miscellaneous   | -                      | -                 | -  | -                       | -                | -  |
| Investment earnings   | -                      | 161               | 161  | -                       | 73               | 73   |
| <b>Total revenues</b>   | <b>-</b>               | <b>2,175</b>      | <b>2,175</b>                                     | <b>-</b>                | <b>73</b>        | <b>73</b>  |
| <b>EXPENDITURES</b>   |                        |                   |  |                         |                  |  |
| Current:  |                        |                   |  |                         |                  |  |
| General government  |                        |                   |  |                         |                  |  |
| Personal services   | -                      | -                 | -  | -                       | -                | -  |
| Operations and maintenance                                      | -                      | -                 | -  | -                       | -                | -  |
| Public safety   |                        |                   |  |                         |                  |  |
| Personal services   | -                      | -                 | -  | -                       | -                | -  |
| Operations and maintenance                                      | -                      | -                 | -  | -                       | -                | -  |
| Public works  |                        |                   |  |                         |                  |  |
| Personal services   | -                      | -                 | -  | -                       | -                | -  |
| Operations and maintenance                                      | -                      | -                 | -  | -                       | -                | -  |
| Public health   |                        |                   |  |                         |                  |  |
| Personal services   | -                      | -                 | -  | -                       | -                | -  |
| Operations and maintenance                                      | -                      | -                 | -  | -                       | -                | -  |
| Social and economic   |                        |                   |  |                         |                  |  |
| Personal services   | -                      | -                 | -  | -                       | -                | -  |
| Operations and maintenance                                      | -                      | -                 | -  | -                       | -                | -  |
| Culture and recreation  |                        |                   |  |                         |                  |  |
| Personal services   | -                      | -                 | -  | -                       | -                | -  |
| Operations and maintenance                                      | -                      | -                 | -  | -                       | -                | -  |
| Capital outlay  | -                      | -                 | -  | -                       | -                | -  |
| <b>Total expenditures</b>                                       | <b>-</b>               | <b>-</b>          | <b>-</b>   | <b>-</b>                | <b>-</b>         | <b>-</b>   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>-</b>               | <b>2,175</b>      | <b>2,175</b>                                     | <b>-</b>                | <b>73</b>        | <b>73</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                        |                   |  |                         |                  |  |
| Transfers in  | -                      | -                 | -  | -                       | -                | -  |
| Transfers out   | -                      | -                 | -  | -                       | -                | -  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>               | <b>-</b>          | <b>-</b>   | <b>-</b>                | <b>-</b>         | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ -</b>            | <b>2,175</b>      | <b>\$ 2,175</b>                                  | <b>\$ -</b>             | <b>73</b>        | <b>\$ 73</b>                                     |
| Fund balance (deficit), July 1                                  |                        | 121,523           |  |                         | 56,253           |  |
| Fund balance (deficit), June 30                                 |                        | <u>\$ 123,698</u> |  |                         | <u>\$ 56,326</u> |  |

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|   | WOLF CREEK WASTEWATER FACILITY MAINTENANCE |                 |  | CRAIG WASTEWATER FACILITY MAINTENANCE |                   |  |
|---|--|-----------------|--|---------------------------------------|-------------------|--|
|   | FINAL BUDGET                               | ACTUAL AMOUNTS  | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET                          | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |  |                 |  |                                       |                   |  |
| Taxes/assessments   | \$ -                                       | \$ -            | \$ -   | \$ -                                  | \$ -              | \$ -   |
| Intergovernmental   | -  | -               | -  | -                                     | -                 | -  |
| Charges for services  | -  | 5,906           | 5,906  | 100,000                               | 123,214           | 23,214   |
| Fines and forfeitures   | -  | -               | -  | -                                     | -                 | -  |
| Miscellaneous   | -  | -               | -  | -                                     | -                 | -  |
| Investment earnings   | -  | -               | -  | 150                                   | 337               | 187  |
| <b>Total revenues</b>   | <b>-</b>                                   | <b>5,906</b>    | <b>5,906</b>                                     | <b>100,150</b>                        | <b>123,551</b>    | <b>23,401</b>                                    |
| <b>EXPENDITURES</b>   |  |                 |  |                                       |                   |  |
| Current:  |  |                 |  |                                       |                   |  |
| General government  |  |                 |  |                                       |                   |  |
| Personal services   | -  | -               | -  | -                                     | -                 | -  |
| Operations and maintenance                                      | -  | -               | -  | -                                     | -                 | -  |
| Public safety   |  |                 |  |                                       |                   |  |
| Personal services   | -  | -               | -  | -                                     | -                 | -  |
| Operations and maintenance                                      | -  | -               | -  | -                                     | -                 | -  |
| Public works  |  |                 |  |                                       |                   |  |
| Personal services   | -  | -               | -  | -                                     | -                 | -  |
| Operations and maintenance                                      | -  | -               | -  | 175,000                               | 33,780            | 141,220  |
| Public health   |  |                 |  |                                       |                   |  |
| Personal services   | -  | -               | -  | -                                     | -                 | -  |
| Operations and maintenance                                      | -  | -               | -  | -                                     | -                 | -  |
| Social and economic   |  |                 |  |                                       |                   |  |
| Personal services   | -  | -               | -  | -                                     | -                 | -  |
| Operations and maintenance                                      | -  | -               | -  | -                                     | -                 | -  |
| Culture and recreation  |  |                 |  |                                       |                   |  |
| Personal services   | -  | -               | -  | -                                     | -                 | -  |
| Operations and maintenance                                      | -  | -               | -  | -                                     | -                 | -  |
| Capital outlay  | -  | -               | -  | -                                     | -                 | -  |
| <b>Total expenditures</b>                                       | <b>-</b>                                   | <b>-</b>        | <b>-</b>   | <b>175,000</b>                        | <b>33,780</b>     | <b>141,220</b>                                   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>-</b>                                   | <b>5,906</b>    | <b>5,906</b>                                     | <b>(74,850)</b>                       | <b>89,771</b>     | <b>164,621</b>                                   |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |  |                 |  |                                       |                   |  |
| Transfers in  | -  | -               | -  | -                                     | -                 | -  |
| Transfers out   | -  | -               | -  | -                                     | -                 | -  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>                                   | <b>-</b>        | <b>-</b>   | <b>-</b>                              | <b>-</b>          | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ -</b>                                | <b>5,906</b>    | <b>\$ 5,906</b>                                  | <b>\$ (74,850)</b>                    | <b>89,771</b>     | <b>\$ 164,621</b>                                |
| Fund balance (deficit), July 1                                  |  | -               |  |                                       | 185,382           |  |
| Fund balance (deficit), June 30                                 |  | <b>\$ 5,906</b> |  |                                       | <b>\$ 275,153</b> |  |

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|   | CRAIG TRAINING<br>CENTER MAINTENANCE |                   |   | SEPTIC MAINTENANCE<br>REVOVING LOAN |                   |   |
|---|--------------------------------------|-------------------|---|-------------------------------------|-------------------|---|
|   | FINAL<br>BUDGET                      | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET                     | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                                      |                   |   |                                     |                   |   |
| Taxes/assessments   | \$ -                                 | \$ -              | \$ -  | \$ -                                | \$ -              | \$ -  |
| Intergovernmental   | -                                    | -                 | -   | -                                   | -                 | -   |
| Charges for services  | 12,000                               | 13,690            | 1,690   | -                                   | -                 | -   |
| Fines and forfeitures   | -                                    | -                 | -   | -                                   | -                 | -   |
| Miscellaneous   | -                                    | -                 | -   | -                                   | -                 | -   |
| Investment earnings   | 30                                   | 40                | 10  | -                                   | 5,339             | 5,339   |
| <b>Total revenues</b>   | <b>12,030</b>                        | <b>13,730</b>     | <b>1,700</b>  | <b>-</b>                            | <b>5,339</b>      | <b>5,339</b>  |
| <b>EXPENDITURES</b>   |                                      |                   |   |                                     |                   |   |
| Current:  |                                      |                   |   |                                     |                   |   |
| General government  |                                      |                   |   |                                     |                   |   |
| Personal services   | -                                    | -                 | -   | -                                   | -                 | -   |
| Operations and maintenance  | -                                    | -                 | -   | -                                   | -                 | -   |
| Public safety   |                                      |                   |   |                                     |                   |   |
| Personal services   | -                                    | -                 | -   | -                                   | -                 | -   |
| Operations and maintenance  | -                                    | -                 | -   | -                                   | -                 | -   |
| Public works  |                                      |                   |   |                                     |                   |   |
| Personal services   | -                                    | -                 | -   | -                                   | -                 | -   |
| Operations and maintenance  | 17,866                               | 17,865            | 1   | -                                   | -                 | -   |
| Public health   |                                      |                   |   |                                     |                   |   |
| Personal services   | -                                    | -                 | -   | -                                   | -                 | -   |
| Operations and maintenance  | -                                    | -                 | -   | 61,850                              | 61,850            | -   |
| Social and economic   |                                      |                   |   |                                     |                   |   |
| Personal services   | -                                    | -                 | -   | -                                   | -                 | -   |
| Operations and maintenance  | -                                    | -                 | -   | -                                   | -                 | -   |
| Culture and recreation  |                                      |                   |   |                                     |                   |   |
| Personal services   | -                                    | -                 | -   | -                                   | -                 | -   |
| Operations and maintenance  | -                                    | -                 | -   | -                                   | -                 | -   |
| Capital outlay  | -                                    | -                 | -   | -                                   | -                 | -   |
| <b>Total expenditures</b>   | <b>17,866</b>                        | <b>17,865</b>     | <b>1</b>  | <b>61,850</b>                       | <b>61,850</b>     | <b>-</b>  |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(5,836)</b>                       | <b>(4,135)</b>    | <b>1,701</b>  | <b>(61,850)</b>                     | <b>(56,511)</b>   | <b>5,339</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                                      |                   |   |                                     |                   |   |
| Transfers in  | -                                    | -                 | -   | -                                   | -                 | -   |
| Transfers out   | -                                    | -                 | -   | -                                   | -                 | -   |
| <b>Total other financing sources(uses)</b>                          | <b>-</b>                             | <b>-</b>          | <b>-</b>  | <b>-</b>                            | <b>-</b>          | <b>-</b>  |
| <b>Net change in fund balances</b>                                  | <b>\$ (5,836)</b>                    | <b>(4,135)</b>    | <b>\$ 1,701</b>   | <b>\$ (61,850)</b>                  | <b>(56,511)</b>   | <b>\$ 5,339</b>   |
| Fund balance (deficit), July 1                                      |                                      | 28,812            |   |                                     | 150,354           |   |
| Fund balance (deficit), June 30                                     |                                      | <b>\$ 24,677</b>  |   |                                     | <b>\$ 93,843</b>  |   |

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|   | SEPTIC<br>MAINTENANCE PROGRAM |                   |   | OPEN SPACE            |                     |   |
|---|-------------------------------|-------------------|---|-----------------------|---------------------|---|
|   | FINAL<br>BUDGET               | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET       | ACTUAL<br>AMOUNTS   | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                               |                   |   |                       |                     |   |
| Taxes/assessments   | \$ -                          | \$ -              | \$ -  | \$ -                  | \$ -                | \$ -  |
| Intergovernmental   | -                             | -                 | -   | -                     | -                   | -   |
| Charges for services  | 53,475                        | 49,706            | (3,769)   | -                     | -                   | -   |
| Fines and forfeitures   | -                             | -                 | -   | -                     | -                   | -   |
| Miscellaneous   | 3,000                         | 2,567             | (433)   | -                     | -                   | -   |
| Investment earnings   | -                             | -                 | -   | 1,500                 | 2,302               | 802   |
| <b>Total revenues</b>   | <b>56,475</b>                 | <b>52,273</b>     | <b>(4,202)</b>  | <b>1,500</b>          | <b>2,302</b>        | <b>802</b>  |
| <b>EXPENDITURES</b>   |                               |                   |   |                       |                     |   |
| Current:  |                               |                   |   |                       |                     |   |
| General government  |                               |                   |   |                       |                     |   |
| Personal services   | -                             | -                 | -   | -                     | -                   | -   |
| Operations and maintenance                                      | -                             | -                 | -   | 2,002,100             | 537,654             | 1,464,446   |
| Public safety   |                               |                   |   |                       |                     |   |
| Personal services   | -                             | -                 | -   | -                     | -                   | -   |
| Operations and maintenance                                      | -                             | -                 | -   | -                     | -                   | -   |
| Public works  |                               |                   |   |                       |                     |   |
| Personal services   | -                             | -                 | -   | -                     | -                   | -   |
| Operations and maintenance                                      | -                             | -                 | -   | -                     | -                   | -   |
| Public health   |                               |                   |   |                       |                     |   |
| Personal services   | 75,302                        | 63,136            | 12,166  | -                     | -                   | -   |
| Operations and maintenance                                      | 17,019                        | 15,211            | 1,808   | -                     | -                   | -   |
| Social and economic   |                               |                   |   |                       |                     |   |
| Personal services   | -                             | -                 | -   | -                     | -                   | -   |
| Operations and maintenance                                      | -                             | -                 | -   | -                     | -                   | -   |
| Culture and recreation  |                               |                   |   |                       |                     |   |
| Personal services   | -                             | -                 | -   | -                     | -                   | -   |
| Operations and maintenance                                      | -                             | -                 | -   | -                     | -                   | -   |
| Capital outlay  | -                             | -                 | -   | -                     | -                   | -   |
| <b>Total expenditures</b>                                       | <b>92,321</b>                 | <b>78,347</b>     | <b>13,974</b>   | <b>2,002,100</b>      | <b>537,654</b>      | <b>1,464,446</b>  |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(35,846)</b>               | <b>(26,074)</b>   | <b>9,772</b>  | <b>(2,000,600)</b>    | <b>(535,352)</b>    | <b>1,465,248</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                               |                   |   |                       |                     |   |
| Transfers in  | 37,167                        | 26,710            | (10,457)  | -                     | -                   | -   |
| Transfers out   | -                             | -                 | -   | -                     | -                   | -   |
| <b>Total other financing sources(uses)</b>                      | <b>37,167</b>                 | <b>26,710</b>     | <b>(10,457)</b>   | <b>-</b>              | <b>-</b>            | <b>-</b>  |
| <b>Net change in fund balances</b>                              | <b>\$ 1,321</b>               | <b>636</b>        | <b>\$ (685)</b>   | <b>\$ (2,000,600)</b> | <b>(535,352)</b>    | <b>\$ 1,465,248</b>                                       |
| Fund balance (deficit), July 1                                  |                               | 1,484             |   |                       | 2,051,638           |   |
| Fund balance (deficit), June 30                                 |                               | <b>\$ 2,120</b>   |   |                       | <b>\$ 1,516,286</b> |   |

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|   | ROAD IMPROVEMENT<br>SUBDIVISIONS |                   |   | ALCOHOLISM      |                   |   |
|---|----------------------------------|-------------------|---|-----------------|-------------------|---|
|   | FINAL<br>BUDGET                  | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                                  |                   |   |                 |                   |   |
| Taxes/assessments   | \$ -                             | \$ -              | \$ -  | \$ -            | \$ -              | \$ -  |
| Intergovernmental   | -                                | -                 | -   | 144,607         | 144,607           | -   |
| Charges for services  | -                                | -                 | -   | -               | -                 | -   |
| Fines and forfeitures   | -                                | -                 | -   | -               | -                 | -   |
| Miscellaneous   | -                                | 28,462            | 28,462  | -               | -                 | -   |
| Investment earnings   | -                                | 80                | 80  | -               | -                 | -   |
| <b>Total revenues</b>   | <b>-</b>                         | <b>28,542</b>     | <b>28,542</b>   | <b>144,607</b>  | <b>144,607</b>    | <b>-</b>  |
| <b>EXPENDITURES</b>   |                                  |                   |   |                 |                   |   |
| Current:  |                                  |                   |   |                 |                   |   |
| General government  |                                  |                   |   |                 |                   |   |
| Personal services   | -                                | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                                | -                 | -   | -               | -                 | -   |
| Public safety   |                                  |                   |   |                 |                   |   |
| Personal services   | -                                | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                                | -                 | -   | -               | -                 | -   |
| Public works  |                                  |                   |   |                 |                   |   |
| Personal services   | -                                | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                                | -                 | -   | -               | -                 | -   |
| Public health   |                                  |                   |   |                 |                   |   |
| Personal services   | -                                | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                                | -                 | -   | 144,607         | 144,607           | -   |
| Social and economic   |                                  |                   |   |                 |                   |   |
| Personal services   | -                                | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                                | -                 | -   | -               | -                 | -   |
| Culture and recreation  |                                  |                   |   |                 |                   |   |
| Personal services   | -                                | -                 | -   | -               | -                 | -   |
| Operations and maintenance  | -                                | -                 | -   | -               | -                 | -   |
| Capital outlay  | -                                | -                 | -   | -               | -                 | -   |
| <b>Total expenditures</b>   | <b>-</b>                         | <b>-</b>          | <b>-</b>  | <b>144,607</b>  | <b>144,607</b>    | <b>-</b>  |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>-</b>                         | <b>28,542</b>     | <b>28,542</b>   | <b>-</b>        | <b>-</b>          | <b>-</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                                  |                   |   |                 |                   |   |
| Transfers in  | -                                | -                 | -   | -               | -                 | -   |
| Transfers out   | -                                | -                 | -   | -               | -                 | -   |
| <b>Total other financing sources(uses)</b>                          | <b>-</b>                         | <b>-</b>          | <b>-</b>  | <b>-</b>        | <b>-</b>          | <b>-</b>  |
| <b>Net change in fund balances</b>                                  | <b>\$ -</b>                      | <b>28,542</b>     | <b>\$ 28,542</b>  | <b>\$ -</b>     | <b>-</b>          | <b>\$ -</b>   |
| Fund balance (deficit), July 1                                      |                                  | 29,285            |   |                 | 1                 |   |
| Fund balance (deficit), June 30                                     |                                  | <b>\$ 57,827</b>  |   |                 | <b>\$ 1</b>       |   |



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|   | GAS TAX             |                   |  | HIDTA          |                    |  |
|---|---------------------|-------------------|--|----------------|--------------------|--|
|   | FINAL BUDGET        | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET   | ACTUAL AMOUNTS     | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                     |                   |  |                |                    |  |
| Taxes/assessments   | \$ -                | \$ -              | \$ -   | \$ -           | \$ -               | \$ -   |
| Intergovernmental   | 270,000             | 270,858           | 858  | 154,354        | 107,024            | (47,330)   |
| Charges for services  | 5,470               | 2,970             | (2,500)  | -              | -                  | -  |
| Fines and forfeitures   | -                   | -                 | -  | -              | -                  | -  |
| Miscellaneous   | -                   | 2,500             | 2,500  | -              | -                  | -  |
| Investment earnings   | -                   | -                 | -  | -              | -                  | -  |
| <b>Total revenues</b>   | <b>275,470</b>      | <b>276,328</b>    | <b>858</b>                                       | <b>154,354</b> | <b>107,024</b>     | <b>(47,330)</b>                                  |
| <b>EXPENDITURES</b>   |                     |                   |  |                |                    |  |
| Current:  |                     |                   |  |                |                    |  |
| General government  |                     |                   |  |                |                    |  |
| Personal services   | -                   | -                 | -  | 55,931         | 32,888             | 23,043   |
| Operations and maintenance                                      | -                   | -                 | -  | 103,463        | 117,138            | (13,675)   |
| Public safety   |                     |                   |  |                |                    |  |
| Personal services   | -                   | -                 | -  | -              | -                  | -  |
| Operations and maintenance                                      | -                   | -                 | -  | -              | -                  | -  |
| Public works  |                     |                   |  |                |                    |  |
| Personal services   | -                   | -                 | -  | -              | -                  | -  |
| Operations and maintenance                                      | 380,619             | 226,339           | 154,280  | -              | -                  | -  |
| Public health   |                     |                   |  |                |                    |  |
| Personal services   | -                   | -                 | -  | -              | -                  | -  |
| Operations and maintenance                                      | -                   | -                 | -  | -              | -                  | -  |
| Social and economic   |                     |                   |  |                |                    |  |
| Personal services   | -                   | -                 | -  | -              | -                  | -  |
| Operations and maintenance                                      | -                   | -                 | -  | -              | -                  | -  |
| Culture and recreation  |                     |                   |  |                |                    |  |
| Personal services   | -                   | -                 | -  | -              | -                  | -  |
| Operations and maintenance                                      | -                   | -                 | -  | -              | -                  | -  |
| Capital outlay  | -                   | -                 | -  | -              | -                  | -  |
| <b>Total expenditures</b>                                       | <b>380,619</b>      | <b>226,339</b>    | <b>154,280</b>                                   | <b>159,394</b> | <b>150,026</b>     | <b>9,368</b>                                     |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(105,149)</b>    | <b>49,989</b>     | <b>155,138</b>                                   | <b>(5,040)</b> | <b>(43,002)</b>    | <b>(37,962)</b>                                  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                     |                   |  |                |                    |  |
| Transfers in  | -                   | 11,433            | 11,433   | 5,040          | 2,940              | (2,100)  |
| Transfers out   | (61,793)            | (61,792)          | 1  | -              | (1,761)            | (1,761)  |
| <b>Total other financing sources(uses)</b>                      | <b>(61,793)</b>     | <b>(50,359)</b>   | <b>11,434</b>                                    | <b>5,040</b>   | <b>1,179</b>       | <b>(3,861)</b>                                   |
| <b>Net change in fund balances</b>                              | <b>\$ (166,942)</b> | <b>(370)</b>      | <b>\$ 166,572</b>                                | <b>\$ -</b>    | <b>(41,823)</b>    | <b>\$ (41,823)</b>                               |
| Fund balance (deficit), July 1                                  |                     | 215,798           |  |                | (17,632)           |  |
| Fund balance (deficit), June 30                                 |                     | <u>\$ 215,428</u> |  |                | <u>\$ (59,455)</u> |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | JUSTICE ASSISTANCE GRANT |                    |  | CITIZENS CORP/CERT PROGRAM |                |  |
|---|--------------------------|--------------------|--|----------------------------|----------------|--|
|   | FINAL BUDGET             | ACTUAL AMOUNTS     | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET               | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                          |                    |  |                            |                |  |
| Taxes/assessments   | \$ -                     | \$ -               | \$ -   | \$ -                       | \$ -           | \$ -   |
| Intergovernmental   | 13,398                   | -                  | (13,398)   | -                          | -              | -  |
| Charges for services  | -                        | -                  | -  | -                          | -              | -  |
| Fines and forfeitures   | -                        | -                  | -  | -                          | -              | -  |
| Miscellaneous   | -                        | -                  | -  | -                          | -              | -  |
| Investment earnings   | -                        | -                  | -  | -                          | -              | -  |
| <b>Total revenues</b>   | <b>13,398</b>            | <b>-</b>           | <b>(13,398)</b>                                  | <b>-</b>                   | <b>-</b>       | <b>-</b>   |
| <b>EXPENDITURES</b>   |                          |                    |  |                            |                |  |
| Current:  |                          |                    |  |                            |                |  |
| General government  |                          |                    |  |                            |                |  |
| Personal services   | -                        | -                  | -  | -                          | -              | -  |
| Operations and maintenance                                      | -                        | -                  | -  | -                          | -              | -  |
| Public safety   |                          |                    |  |                            |                |  |
| Personal services   | 13,029                   | 16,278             | (3,249)  | -                          | -              | -  |
| Operations and maintenance                                      | -                        | -                  | -  | 499                        | 500            | (1)  |
| Public works  |                          |                    |  |                            |                |  |
| Personal services   | -                        | -                  | -  | -                          | -              | -  |
| Operations and maintenance                                      | -                        | -                  | -  | -                          | -              | -  |
| Public health   |                          |                    |  |                            |                |  |
| Personal services   | -                        | -                  | -  | -                          | -              | -  |
| Operations and maintenance                                      | -                        | -                  | -  | -                          | -              | -  |
| Social and economic   |                          |                    |  |                            |                |  |
| Personal services   | -                        | -                  | -  | -                          | -              | -  |
| Operations and maintenance                                      | -                        | -                  | -  | -                          | -              | -  |
| Culture and recreation  |                          |                    |  |                            |                |  |
| Personal services   | -                        | -                  | -  | -                          | -              | -  |
| Operations and maintenance                                      | -                        | -                  | -  | -                          | -              | -  |
| Capital outlay  | -                        | -                  | -  | -                          | -              | -  |
| <b>Total expenditures</b>                                       | <b>13,029</b>            | <b>16,278</b>      | <b>(3,249)</b>                                   | <b>499</b>                 | <b>500</b>     | <b>(1)</b>                                       |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>369</b>               | <b>(16,278)</b>    | <b>(16,647)</b>                                  | <b>(499)</b>               | <b>(500)</b>   | <b>(1)</b>                                       |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                          |                    |  |                            |                |  |
| Transfers in  | -                        | 1,569              | 1,569  | -                          | -              | -  |
| Transfers out   | -                        | -                  | -  | -                          | -              | -  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>                 | <b>1,569</b>       | <b>1,569</b>                                     | <b>-</b>                   | <b>-</b>       | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ 369</b>            | <b>(14,709)</b>    | <b>\$ (15,078)</b>                               | <b>\$ (499)</b>            | <b>(500)</b>   | <b>\$ (1)</b>                                    |
| Fund balance (deficit), July 1                                  |                          | -                  |  |                            | 500            |  |
| Fund balance (deficit), June 30                                 |                          | <u>\$ (14,709)</u> |  |                            | <u>\$ -</u>    |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | NATIONAL FIRE PLAN |                   |   | ECONOMIC DEVELOPMENT |                   |   |
|---|--------------------|-------------------|---|----------------------|-------------------|---|
|   | FINAL<br>BUDGET    | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET      | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                    |                   |   |                      |                   |   |
| Taxes/assessments   | \$ -               | \$ -              | \$ -  | \$ -                 | \$ -              | \$ -  |
| Intergovernmental   | 175,000            | 88,503            | (86,497)  | 1,650,000            | -                 | (1,650,000)   |
| Charges for services  | -                  | -                 | -   | -                    | -                 | -   |
| Fines and forfeitures   | -                  | -                 | -   | -                    | -                 | -   |
| Miscellaneous   | -                  | -                 | -   | -                    | -                 | -   |
| Investment earnings   | -                  | -                 | -   | -                    | -                 | -   |
| <b>Total revenues</b>   | <b>175,000</b>     | <b>88,503</b>     | <b>(86,497)</b>   | <b>1,650,000</b>     | <b>-</b>          | <b>(1,650,000)</b>  |
| <b>EXPENDITURES</b>   |                    |                   |   |                      |                   |   |
| Current:  |                    |                   |   |                      |                   |   |
| General government  |                    |                   |   |                      |                   |   |
| Personal services   | -                  | -                 | -   | -                    | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                    | -                 | -   |
| Public safety   |                    |                   |   |                      |                   |   |
| Personal services   | 38,378             | 15,651            | 22,727  | -                    | -                 | -   |
| Operations and maintenance                                      | 133,557            | 40,477            | 93,080  | -                    | -                 | -   |
| Public works  |                    |                   |   |                      |                   |   |
| Personal services   | -                  | -                 | -   | -                    | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                    | -                 | -   |
| Public health   |                    |                   |   |                      |                   |   |
| Personal services   | -                  | -                 | -   | -                    | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                    | -                 | -   |
| Social and economic   |                    |                   |   |                      |                   |   |
| Personal services   | -                  | -                 | -   | -                    | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | 1,650,000            | -                 | 1,650,000   |
| Culture and recreation  |                    |                   |   |                      |                   |   |
| Personal services   | -                  | -                 | -   | -                    | -                 | -   |
| Operations and maintenance                                      | -                  | -                 | -   | -                    | -                 | -   |
| Capital outlay  | -                  | -                 | -   | -                    | -                 | -   |
| <b>Total expenditures</b>                                       | <b>171,935</b>     | <b>56,128</b>     | <b>115,807</b>  | <b>1,650,000</b>     | <b>-</b>          | <b>1,650,000</b>  |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>3,065</b>       | <b>32,375</b>     | <b>29,310</b>   | <b>-</b>             | <b>-</b>          | <b>-</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                    |                   |   |                      |                   |   |
| Transfers in  | -                  | 2,823             | 2,823   | -                    | -                 | -   |
| Transfers out   | -                  | -                 | -   | -                    | -                 | -   |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>           | <b>2,823</b>      | <b>2,823</b>  | <b>-</b>             | <b>-</b>          | <b>-</b>  |
| <b>Net change in fund balances</b>                              | <b>\$ 3,065</b>    | <b>35,198</b>     | <b>\$ 32,133</b>  | <b>\$ -</b>          | <b>-</b>          | <b>\$ -</b>   |
| Fund balance (deficit), July 1                                  |                    | (36,274)          |   |                      | -                 |   |
| Fund balance (deficit), June 30                                 |                    | <b>\$ (1,076)</b> |   |                      | <b>\$ -</b>       |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | NOXIOUS WEED TRUST GRANT |                   |  | HOMELAND SECURITY GRANT |                   |  |
|---|--------------------------|-------------------|--|-------------------------|-------------------|--|
|   | FINAL BUDGET             | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET            | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                          |                   |  |                         |                   |  |
| Taxes/assessments   | \$ -                     | \$ -              | \$ -   | \$ -                    | \$ -              | \$ -   |
| Intergovernmental   | 30,000                   | 30,243            | 243  | -                       | -                 | -  |
| Charges for services  | 8,500                    | -                 | (8,500)  | -                       | -                 | -  |
| Fines and forfeitures   | -                        | -                 | -  | -                       | -                 | -  |
| Miscellaneous   | -                        | -                 | -  | -                       | -                 | -  |
| Investment earnings   | -                        | -                 | -  | -                       | -                 | -  |
| <b>Total revenues</b>   | <b>38,500</b>            | <b>30,243</b>     | <b>(8,257)</b>                                   | <b>-</b>                | <b>-</b>          | <b>-</b>   |
| <b>EXPENDITURES</b>   |                          |                   |  |                         |                   |  |
| Current:  |                          |                   |  |                         |                   |  |
| General government  |                          |                   |  |                         |                   |  |
| Personal services   | -                        | -                 | -  | -                       | -                 | -  |
| Operations and maintenance                                      | -                        | -                 | -  | -                       | -                 | -  |
| Public safety   |                          |                   |  |                         |                   |  |
| Personal services   | -                        | -                 | -  | -                       | -                 | -  |
| Operations and maintenance                                      | -                        | -                 | -  | -                       | -                 | -  |
| Public works  |                          |                   |  |                         |                   |  |
| Personal services   | -                        | -                 | -  | -                       | -                 | -  |
| Operations and maintenance                                      | 30,000                   | 23,030            | 6,970  | -                       | -                 | -  |
| Public health   |                          |                   |  |                         |                   |  |
| Personal services   | -                        | -                 | -  | -                       | -                 | -  |
| Operations and maintenance                                      | -                        | -                 | -  | -                       | -                 | -  |
| Social and economic   |                          |                   |  |                         |                   |  |
| Personal services   | -                        | -                 | -  | -                       | -                 | -  |
| Operations and maintenance                                      | -                        | -                 | -  | -                       | -                 | -  |
| Culture and recreation  |                          |                   |  |                         |                   |  |
| Personal services   | -                        | -                 | -  | -                       | -                 | -  |
| Operations and maintenance                                      | -                        | -                 | -  | -                       | -                 | -  |
| Capital outlay  | -                        | -                 | -  | -                       | 8,120             | (8,120)  |
| <b>Total expenditures</b>                                       | <b>30,000</b>            | <b>23,030</b>     | <b>6,970</b>                                     | <b>-</b>                | <b>8,120</b>      | <b>(8,120)</b>                                   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>8,500</b>             | <b>7,213</b>      | <b>(1,287)</b>                                   | <b>-</b>                | <b>(8,120)</b>    | <b>(8,120)</b>                                   |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                          |                   |  |                         |                   |  |
| Transfers in  | -                        | -                 | -  | -                       | -                 | -  |
| Transfers out   | -                        | -                 | -  | -                       | -                 | -  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>                 | <b>-</b>          | <b>-</b>   | <b>-</b>                | <b>-</b>          | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ 8,500</b>          | <b>7,213</b>      | <b>\$ (1,287)</b>                                | <b>\$ -</b>             | <b>(8,120)</b>    | <b>\$ (8,120)</b>                                |
| Fund balance (deficit), July 1                                  |                          | (11,672)          |  |                         | -                 |  |
| Fund balance (deficit), June 30                                 |                          | <b>\$ (4,459)</b> |  |                         | <b>\$ (8,120)</b> |  |

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (BUDGET BASIS)**  
**SPECIAL REVENUE FUNDS**  
 For the Fiscal Year Ended June 30, 2015  
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|   | OTHER GRANTS     |                     |   | TOTAL NONMAJOR SPECIAL REVENUE |                     |   |
|---|------------------|---------------------|---|--------------------------------|---------------------|---|
|   | FINAL<br>BUDGET  | ACTUAL<br>AMOUNTS   | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) | FINAL<br>BUDGET                | ACTUAL<br>AMOUNTS   | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                  |                     |   |                                |                     |   |
| Taxes/assessments   | \$ -             | \$ -                | \$ -  | \$ 8,164,614                   | \$ 8,604,336        | \$ 439,722  |
| Intergovernmental   | 831,298          | 276,837             | (554,461)   | 6,377,563                      | 4,196,386           | (2,181,177)   |
| Charges for services  | -                | -                   | -   | 3,500,793                      | 3,476,262           | (24,531)  |
| Fines and forfeitures   | -                | -                   | -   | 248,471                        | 148,436             | (100,035)   |
| Miscellaneous   | -                | 250                 | 250   | 412,544                        | 244,389             | (168,155)   |
| Investment earnings   | -                | -                   | -   | 13,880                         | 25,790              | 11,910  |
| <b>Total revenues</b>   | <b>831,298</b>   | <b>277,087</b>      | <b>(554,211)</b>  | <b>18,717,865</b>              | <b>16,695,599</b>   | <b>(2,022,266)</b>  |
| <b>EXPENDITURES</b>   |                  |                     |   |                                |                     |   |
| Current:  |                  |                     |   |                                |                     |   |
| General government  |                  |                     |   |                                |                     |   |
| Personal services   | 23,603           | 14,284              | 9,319   | 1,589,632                      | 1,383,394           | 206,238   |
| Operations and maintenance                                      | 499,850          | 431,392             | 68,458  | 3,559,925                      | 2,230,726           | 1,329,199   |
| Public safety   |                  |                     |   |                                |                     |   |
| Personal services   | 25,585           | 17,590              | 7,995   | 447,330                        | 413,510             | 33,820  |
| Operations and maintenance                                      | 89,609           | 35,975              | 53,634  | 3,483,488                      | 3,250,576           | 232,912   |
| Public works  |                  |                     |   |                                |                     |   |
| Personal services   | -                | -                   | -   | 1,543,653                      | 1,262,052           | 281,601   |
| Operations and maintenance                                      | -                | -                   | -   | 2,028,794                      | 1,469,828           | 558,966   |
| Public health   |                  |                     |   |                                |                     |   |
| Personal services   | 23,603           | 24,176              | (573)   | 3,195,510                      | 3,105,607           | 89,903  |
| Operations and maintenance                                      | 82,486           | 26,165              | 56,321  | 2,119,434                      | 1,900,159           | 219,275   |
| Social and economic   |                  |                     |   |                                |                     |   |
| Personal services   | -                | -                   | -   | 154,644                        | 142,756             | 11,888  |
| Operations and maintenance                                      | -                | -                   | -   | 1,995,300                      | 336,433             | 1,658,867   |
| Culture and recreation  |                  |                     |   |                                |                     |   |
| Personal services   | -                | -                   | -   | 1,115                          | 1,370               | (255)   |
| Operations and maintenance                                      | -                | -                   | -   | 157,260                        | 58,582              | 98,678  |
| Capital outlay  | -                | -                   | -   | -                              | 8,120               | (8,120)   |
| <b>Total expenditures</b>                                       | <b>744,736</b>   | <b>549,582</b>      | <b>195,154</b>  | <b>20,276,085</b>              | <b>15,563,113</b>   | <b>4,712,972</b>  |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>86,562</b>    | <b>(272,495)</b>    | <b>(359,057)</b>  | <b>(1,558,220)</b>             | <b>1,132,486</b>    | <b>2,690,706</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                  |                     |   |                                |                     |   |
| Transfers in  | -                | 12                  | 12  | 1,368,534                      | 1,425,474           | 56,940  |
| Transfers out   | -                | (25)                | (25)  | (3,454,796)                    | (3,068,331)         | 386,465   |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>         | <b>(13)</b>         | <b>(13)</b>   | <b>(2,086,262)</b>             | <b>(1,642,857)</b>  | <b>443,405</b>  |
| <b>Net change in fund balances</b>                              | <b>\$ 86,562</b> | <b>(272,508)</b>    | <b>\$ (359,070)</b>                                       | <b>\$ (3,644,482)</b>          | <b>(510,371)</b>    | <b>\$ 3,134,111</b>                                       |
| Fund balance (deficit), July 1                                  |                  | 1,765               |   |                                | 8,399,050           |   |
| Fund balance (deficit), June 30                                 |                  | <b>\$ (270,743)</b> |   |                                | <b>\$ 7,888,679</b> |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | CITY/COUNTY BUILDING DEBT |                |  | OPEN SPACE DEBT |                  |  |
|---|---------------------------|----------------|--|-----------------|------------------|--|
|   | FINAL BUDGET              | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET    | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                           |                |  |                 |                  |  |
| Taxes/assessments   | \$ -                      | \$ -           | \$ -   | \$ 206,000      | \$ 209,412       | \$ 3,412   |
| Miscellaneous   | 169,000                   | 168,050        | (950)  | -               | -                | -  |
| Investment earnings   | -                         | -              | -  | 25              | 121              | 96   |
| <b>Total revenues</b>   | <b>169,000</b>            | <b>168,050</b> | <b>(950)</b>                                     | <b>206,025</b>  | <b>209,533</b>   | <b>3,508</b>                                     |
| <b>EXPENDITURES</b>   |                           |                |  |                 |                  |  |
| Current:  |                           |                |  |                 |                  |  |
| Debt service  | 169,000                   | 168,050        | 950  | 206,963         | 205,663          | 1,300  |
| <b>Total expenditures</b>                                       | <b>169,000</b>            | <b>168,050</b> | <b>950</b>                                       | <b>206,963</b>  | <b>205,663</b>   | <b>1,300</b>                                     |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>-</b>                  | <b>-</b>       | <b>-</b>   | <b>(938)</b>    | <b>3,870</b>     | <b>4,808</b>                                     |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                           |                |  |                 |                  |  |
| Transfers in  | -                         | -              | -  | -               | -                | -  |
| Transfers out   | -                         | -              | -  | -               | -                | -  |
| Loans   | -                         | -              | -  | -               | -                | -  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>                  | <b>-</b>       | <b>-</b>   | <b>-</b>        | <b>-</b>         | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ -</b>               | <b>-</b>       | <b>\$ -</b>                                      | <b>\$ (938)</b> | <b>3,870</b>     | <b>\$ 4,808</b>                                  |
| Fund balance (deficit), July 1                                  |                           | -              |  |                 | 19,837           |  |
| Fund balance (deficit), June 30                                 |                           | <u>\$ -</u>    |  |                 | <u>\$ 23,707</u> |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 2 of 4)

|   | HEALTH FACILITIES DEBT |                    |  | RSID REVOLVING DEBT |                   |  |
|---|------------------------|--------------------|--|---------------------|-------------------|--|
|   | FINAL BUDGET           | ACTUAL AMOUNTS     | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET        | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                        |                    |  |                     |                   |  |
| Taxes/assessments   | \$ 65,000              | \$ 70,716          | \$ 5,716   | \$ -                | \$ -              | \$ -   |
| Miscellaneous   | -                      | -                  | -  | -                   | -                 | -  |
| Investment earnings   | 15                     | 75                 | 60   | 950                 | 1,103             | 153  |
| <b>Total revenues</b>   | <b>65,015</b>          | <b>70,791</b>      | <b>5,776</b>                                     | <b>950</b>          | <b>1,103</b>      | <b>153</b>                                       |
| <b>EXPENDITURES</b>   |                        |                    |  |                     |                   |  |
| Current:  |                        |                    |  |                     |                   |  |
| Debt service  | -                      | -                  | -  | -                   | -                 | -  |
| <b>Total expenditures</b>                                       | <b>-</b>               | <b>-</b>           | <b>-</b>   | <b>-</b>            | <b>-</b>          | <b>-</b>   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>65,015</b>          | <b>70,791</b>      | <b>5,776</b>                                     | <b>950</b>          | <b>1,103</b>      | <b>153</b>                                       |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                        |                    |  |                     |                   |  |
| Transfers in  | -                      | -                  | -  | -                   | 1,265             | 1,265  |
| Transfers out   | (69,000)               | (97,705)           | (28,705)   | (150,000)           | (23,300)          | 126,700  |
| Loans   | -                      | -                  | -  | -                   | 13,063            | 13,063   |
| <b>Total other financing sources(uses)</b>                      | <b>(69,000)</b>        | <b>(97,705)</b>    | <b>(28,705)</b>                                  | <b>(150,000)</b>    | <b>(8,972)</b>    | <b>141,028</b>                                   |
| <b>Net change in fund balances</b>                              | <b>\$ (3,985)</b>      | <b>(26,914)</b>    | <b>\$ (22,929)</b>                               | <b>\$ (149,050)</b> | <b>(7,869)</b>    | <b>\$ 141,181</b>                                |
| Fund balance (deficit), July 1                                  |                        | 9,915              |  |                     | 302,702           |  |
| Fund balance (deficit), June 30                                 |                        | <u>\$ (16,999)</u> |  |                     | <u>\$ 294,833</u> |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | SEARCH & RESCUE BLDG |                  |  | RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT |                   |  |
|---|----------------------|------------------|--|--|-------------------|--|
|   | FINAL BUDGET         | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET                             | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                      |                  |  |  |                   |  |
| Taxes/assessments   | \$ 100,000           | \$ 101,851       | \$ 1,851   | \$ 179,532                               | \$ 215,372        | \$ 35,840  |
| Miscellaneous   | -                    | -                | -  | -  | -                 | -  |
| Investment earnings   | -                    | 47               | 47   | 132                                      | 176               | 44   |
| <b>Total revenues</b>   | <b>100,000</b>       | <b>101,898</b>   | <b>1,898</b>                                     | <b>179,664</b>                           | <b>215,548</b>    | <b>35,884</b>                                    |
| <b>EXPENDITURES</b>   |                      |                  |  |  |                   |  |
| Current:  |                      |                  |  |  |                   |  |
| Debt service  | 189,912              | -                | 189,912  | 177,455                                  | 170,896           | 6,559  |
| <b>Total expenditures</b>                                       | <b>189,912</b>       | <b>-</b>         | <b>189,912</b>                                   | <b>177,455</b>                           | <b>170,896</b>    | <b>6,559</b>                                     |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(89,912)</b>      | <b>101,898</b>   | <b>191,810</b>                                   | <b>2,209</b>                             | <b>44,652</b>     | <b>42,443</b>                                    |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                      |                  |  |  |                   |  |
| Transfers in  | -                    | -                | -  | 2,600                                    | -                 | (2,600)  |
| Transfers out   | -                    | (186,554)        | (186,554)  | (13,316)                                 | (26,935)          | (13,619)   |
| Loans   | -                    | -                | -  | -  | -                 | -  |
| <b>Total other financing sources(uses)</b>                      | <b>-</b>             | <b>(186,554)</b> | <b>(186,554)</b>                                 | <b>(10,716)</b>                          | <b>(26,935)</b>   | <b>(16,219)</b>                                  |
| <b>Net change in fund balances</b>                              | <b>\$ (89,912)</b>   | <b>(84,656)</b>  | <b>\$ 5,256</b>                                  | <b>\$ (8,507)</b>                        | <b>17,717</b>     | <b>\$ 26,224</b>                                 |
| Fund balance (deficit), July 1                                  |                      | 90,747           |  |  | 105,590           |  |
| Fund balance (deficit), June 30                                 |                      | <u>\$ 6,091</u>  |  |  | <u>\$ 123,307</u> |  |



LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | TOTAL DEBT SERVICE  |                   |   |
|---|---------------------|-------------------|---|
|   | FINAL<br>BUDGET     | ACTUAL<br>AMOUNTS | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                     |                   |   |
| Taxes/assessments   | \$ 550,532          | \$ 597,351        | \$ 46,819   |
| Miscellaneous   | 169,000             | 168,050           | (950)   |
| Investment earnings   | 1,122               | 1,522             | 400   |
| <b>Total revenues</b>   | <b>720,654</b>      | <b>766,923</b>    | <b>46,269</b>   |
| <b>EXPENDITURES</b>   |                     |                   |   |
| Current:  |                     |                   |   |
| Debt service  | 743,330             | 544,609           | 198,721   |
| <b>Total expenditures</b>   | <b>743,330</b>      | <b>544,609</b>    | <b>198,721</b>  |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(22,676)</b>     | <b>222,314</b>    | <b>244,990</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                     |                   |   |
| Transfers in  | 2,600               | 1,265             | (1,335)   |
| Transfers out   | (232,316)           | (334,494)         | (102,178)   |
| Loans   | -                   | 13,063            | 13,063  |
| <b>Total other financing sources(uses)</b>                          | <b>(229,716)</b>    | <b>(320,166)</b>  | <b>(90,450)</b>   |
| <b>Net change in fund balances</b>                                  | <b>\$ (252,392)</b> | <b>(97,852)</b>   | <b>\$ 154,540</b>   |
| Fund balance (deficit), July 1                                      |                     | 528,791           |   |
| Fund balance (deficit), June 30                                     |                     | <b>\$ 430,939</b> |   |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 CAPITAL PROJECTS FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | CAPITAL DEVELOPMENT |                     |  | CTEP PROJECTS    |                |  |
|---|---------------------|---------------------|--|------------------|----------------|--|
|   | FINAL BUDGET        | ACTUAL AMOUNTS      | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET     | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                     |                     |  |                  |                |  |
| Intergovernmental   | \$ 2,000            | \$ 139,550          | \$ 137,550                                       | \$ 173,000       | \$ 208,288     | \$ 35,288  |
| Miscellaneous   | 300,000             | 307,355             | 7,355  | -                | -              | -  |
| Investment earnings   | 20,000              | 16,091              | (3,909)  | -                | -              | -  |
| <b>Total revenues</b>   | <b>322,000</b>      | <b>462,996</b>      | <b>140,996</b>                                   | <b>173,000</b>   | <b>208,288</b> | <b>35,288</b>                                    |
| <b>EXPENDITURES</b>   |                     |                     |  |                  |                |  |
| Capital outlay  |                     |                     |  |                  |                |  |
| General government  |                     |                     |  |                  |                |  |
| Operations and maintenance                                      | 1,334,210           | 985,236             | 348,974  | -                | -              | -  |
| Public safety   |                     |                     |  |                  |                |  |
| Operations and maintenance                                      | 852,034             | 464,846             | 387,188  | -                | -              | -  |
| Public works  |                     |                     |  |                  |                |  |
| Operations and maintenance                                      | 417,190             | 384,183             | 33,007   | 143,000          | 203,892        | (60,892)   |
| <b>Total expenditures</b>                                       | <b>2,603,434</b>    | <b>1,834,265</b>    | <b>769,169</b>                                   | <b>143,000</b>   | <b>203,892</b> | <b>(60,892)</b>                                  |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(2,281,434)</b>  | <b>(1,371,269)</b>  | <b>910,165</b>                                   | <b>30,000</b>    | <b>4,396</b>   | <b>(25,604)</b>                                  |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                     |                     |  |                  |                |  |
| Transfers in  | 3,068,988           | 2,721,352           | (347,636)  | -                | 24,757         | 24,757   |
| Transfers out   | (802,000)           | (1,148,554)         | (346,554)  | -                | (19)           | (19)   |
| Loans   | -                   | 730,000             | 730,000  | -                | -              | -  |
| Proceeds from sale of capital assets                            | -                   | 5,055               | 5,055  | -                | -              | -  |
| <b>Total other financing sources(uses)</b>                      | <b>2,266,988</b>    | <b>2,307,853</b>    | <b>40,865</b>                                    | <b>-</b>         | <b>24,738</b>  | <b>24,738</b>                                    |
| <b>Net change in fund balances</b>                              | <b>\$ (14,446)</b>  | <b>936,584</b>      | <b>\$ 951,030</b>                                | <b>\$ 30,000</b> | <b>29,134</b>  | <b>\$ (866)</b>                                  |
| Fund balance (deficit), July 1                                  |                     | 5,920,107           |  |                  | (29,134)       |  |
| Fund balance (deficit), June 30                                 |                     | <b>\$ 6,856,691</b> |  |                  | <b>\$ -</b>    |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 CAPITAL PROJECTS FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | RID PROJECTS     |                  |  | FEDERAL GRANT PROJECTS |                |  |
|---|------------------|------------------|--|------------------------|----------------|--|
|   | FINAL BUDGET     | ACTUAL AMOUNTS   | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET           | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                  |                  |  |                        |                |  |
| Intergovernmental   | \$ -             | \$ -             | \$ -   | \$ -                   | \$ -           | \$ -   |
| Miscellaneous   | -                | -                | -  | -                      | -              | -  |
| Investment earnings   | -                | -                | -  | -                      | -              | -  |
| <b>Total revenues</b>   | <b>-</b>         | <b>-</b>         | <b>-</b>   | <b>-</b>               | <b>-</b>       | <b>-</b>   |
| <b>EXPENDITURES</b>   |                  |                  |  |                        |                |  |
| Capital outlay  |                  |                  |  |                        |                |  |
| General government  |                  |                  |  |                        |                |  |
| Operations and maintenance                                      | -                | -                | -  | -                      | -              | -  |
| Public safety   |                  |                  |  |                        |                |  |
| Operations and maintenance                                      | -                | -                | -  | -                      | -              | -  |
| Public works  |                  |                  |  |                        |                |  |
| Operations and maintenance                                      | 386,500          | 315,753          | 70,747   | -                      | -              | -  |
| <b>Total expenditures</b>                                       | <b>386,500</b>   | <b>315,753</b>   | <b>70,747</b>                                    | <b>-</b>               | <b>-</b>       | <b>-</b>   |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(386,500)</b> | <b>(315,753)</b> | <b>70,747</b>                                    | <b>-</b>               | <b>-</b>       | <b>-</b>   |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                  |                  |  |                        |                |  |
| Transfers in  | 26,500           | 67,800           | 41,300   | -                      | -              | -  |
| Transfers out   | -                | -                | -  | -                      | -              | -  |
| Loans   | 360,250          | 248,195          | (112,055)  | -                      | -              | -  |
| Proceeds from sale of capital assets                            | -                | -                | -  | -                      | -              | -  |
| <b>Total other financing sources(uses)</b>                      | <b>386,750</b>   | <b>315,995</b>   | <b>(70,755)</b>                                  | <b>-</b>               | <b>-</b>       | <b>-</b>   |
| <b>Net change in fund balances</b>                              | <b>\$ 250</b>    | <b>242</b>       | <b>\$ (8)</b>                                    | <b>\$ -</b>            | <b>-</b>       | <b>\$ -</b>                                      |
| Fund balance (deficit), July 1                                  |                  | (242)            |  |                        | -              |  |
| Fund balance (deficit), June 30                                 | <b>\$ -</b>      | <b>-</b>         |  | <b>\$ -</b>            | <b>-</b>       |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 CAPITAL PROJECTS FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | SEARCH & RESCUE FACILITY |                    |  | ROAD/BRIDGE INFRASTRUCTURE PROJECTS |                   |  |
|---|--------------------------|--------------------|--|-------------------------------------|-------------------|--|
|   | FINAL BUDGET             | ACTUAL AMOUNTS     | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) | FINAL BUDGET                        | ACTUAL AMOUNTS    | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
| <b>REVENUES</b>   |                          |                    |  |                                     |                   |  |
| Intergovernmental   | \$ -                     | \$ -               | \$ -   | \$ 2,060,216                        | \$ 469,598        | \$ (1,590,618)                                   |
| Miscellaneous   | -                        | 3,191              | 3,191  | -                                   | -                 | -  |
| Investment earnings   | -                        | -                  | -  | -                                   | -                 | -  |
| <b>Total revenues</b>   | <b>-</b>                 | <b>3,191</b>       | <b>3,191</b>                                     | <b>2,060,216</b>                    | <b>469,598</b>    | <b>(1,590,618)</b>                               |
| <b>EXPENDITURES</b>   |                          |                    |  |                                     |                   |  |
| Capital outlay  |                          |                    |  |                                     |                   |  |
| General government  |                          |                    |  |                                     |                   |  |
| Operations and maintenance                                      | -                        | 400                | (400)  | -                                   | -                 | -  |
| Public safety   |                          |                    |  |                                     |                   |  |
| Operations and maintenance                                      | 1,325,000                | 1,260,099          | 64,901   | -                                   | -                 | -  |
| Public works  |                          |                    |  |                                     |                   |  |
| Operations and maintenance                                      | -                        | -                  | -  | 3,572,695                           | 1,246,107         | 2,326,588  |
| <b>Total expenditures</b>                                       | <b>1,325,000</b>         | <b>1,260,499</b>   | <b>64,501</b>                                    | <b>3,572,695</b>                    | <b>1,246,107</b>  | <b>2,326,588</b>                                 |
| <b>Excess (deficiency) of revenue over (under) expenditures</b> | <b>(1,325,000)</b>       | <b>(1,257,308)</b> | <b>67,692</b>                                    | <b>(1,512,479)</b>                  | <b>(776,509)</b>  | <b>735,970</b>                                   |
| <b>OTHER FINANCING SOURCES (USES)</b>                           |                          |                    |  |                                     |                   |  |
| Transfers in  | 598,000                  | 1,257,308          | 659,308  | 832,965                             | 707,124           | (125,841)  |
| Transfers out   | -                        | -                  | -  | -                                   | -                 | -  |
| Loans   | 815,000                  | -                  | (815,000)  | -                                   | -                 | -  |
| Proceeds from sale of capital assets                            | -                        | -                  | -  | -                                   | -                 | -  |
| <b>Total other financing sources(uses)</b>                      | <b>1,413,000</b>         | <b>1,257,308</b>   | <b>(155,692)</b>                                 | <b>832,965</b>                      | <b>707,124</b>    | <b>(125,841)</b>                                 |
| <b>Net change in fund balances</b>                              | <b>\$ 88,000</b>         | <b>-</b>           | <b>\$ (88,000)</b>                               | <b>\$ (679,514)</b>                 | <b>(69,385)</b>   | <b>\$ 610,129</b>                                |
| Fund balance (deficit), July 1                                  |                          | -                  |  |                                     | 883,161           |  |
| Fund balance (deficit), June 30                                 |                          | <u>\$ -</u>        |  |                                     | <u>\$ 813,776</u> |  |

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 CAPITAL PROJECTS FUNDS  
 For the Fiscal Year Ended June 30, 2015  
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|   | TOTAL CAPITAL PROJECTS |                     |   |
|---|------------------------|---------------------|---|
|   | FINAL<br>BUDGET        | ACTUAL<br>AMOUNTS   | VARIANCE WITH<br>FINAL BUDGET -<br>POSITIVE<br>(NEGATIVE) |
| <b>REVENUES</b>   |                        |                     |   |
| Intergovernmental   | \$ 2,235,216           | \$ 817,436          | \$ (1,417,780)  |
| Miscellaneous   | 300,000                | 310,546             | 10,546  |
| Investment earnings   | 20,000                 | 16,091              | (3,909)   |
| <b>Total revenues</b>   | <b>2,555,216</b>       | <b>1,144,073</b>    | <b>(1,411,143)</b>  |
| <b>EXPENDITURES</b>   |                        |                     |   |
| Capital outlay  |                        |                     |   |
| General government  |                        |                     |   |
| Operations and maintenance  | 1,334,210              | 985,636             | 348,574   |
| Public safety   |                        |                     |   |
| Operations and maintenance  | 2,177,034              | 1,724,945           | 452,089   |
| Public works  |                        |                     |   |
| Operations and maintenance  | 4,519,385              | 2,149,935           | 2,369,450   |
| <b>Total expenditures</b>   | <b>8,030,629</b>       | <b>4,860,516</b>    | <b>3,170,113</b>  |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b> | <b>(5,475,413)</b>     | <b>(3,716,443)</b>  | <b>1,758,970</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>                               |                        |                     |   |
| Transfers in  | 4,526,453              | 4,778,341           | 251,888   |
| Transfers out   | (802,000)              | (1,148,573)         | (346,573)   |
| Loans   | 1,175,250              | 978,195             | (197,055)   |
| Proceeds from sale of capital assets                                | -                      | 5,055               | 5,055   |
| <b>Total other financing sources(uses)</b>                          | <b>4,899,703</b>       | <b>4,613,018</b>    | <b>(286,685)</b>  |
| <b>Net change in fund balances</b>                                  | <b>\$ (575,710)</b>    | <b>896,575</b>      | <b>\$ 1,472,285</b>                                       |
| Fund balance (deficit), July 1                                      |                        | 6,773,892           |   |
| Fund balance (deficit), June 30                                     |                        | <b>\$ 7,670,467</b> |   |



**LEWIS AND CLARK COUNTY, MONTANA**

**ENTERPRISE FUNDS**

Enterprise Funds account for the operations and activities that render services on a user charge basis to the general public.

Augusta Solid Waste District - Used to account for the receipt of property tax assessments and other resources and related expenses for the operation a solid waste district in Augusta.

Lincoln Solid Waste District - Used to account for the receipt of property tax assessments and other resources and related expenses for the operation of a solid waste district in Lincoln.

Scratchgravel Solid Waste District - Used to account for the receipt of property tax assessments, user charges and other resources and related expenses for the operation of the Scratchgravel Solid Waste District.

Marysville Solid Waste Sub-District - Used to account for the receipt of property tax assessments and other resources and related expenses for the operation of the solid waste sub-district in Marysville.

LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF NET POSITION  
NONMAJOR ENTERPRISE FUNDS  
June 30, 2015

|  | AUGUSTA<br>SOLID WASTE   | LINCOLN<br>SOLID WASTE   | SCRATCH-<br>GRAVEL<br>LANDFILL | MARYSVILLE<br>SOLID WASTE | TOTAL<br>NONMAJOR<br>ENTERPRISE<br>FUND |
|--|--------------------------|--------------------------|--------------------------------|---------------------------|---|
| <b>ASSETS</b>  |                          |                          |                                |                           |   |
| Current assets:                                      |                          |                          |                                |                           |   |
| Cash and cash equivalents                            | \$ 52,183                | \$ 234,918               | \$ 917,039                     | \$ 29,319                 | \$ 1,233,459                            |
| Investments  | 9,697                    | 43,655                   | 170,416                        | 5,449                     | 229,217                                 |
| Receivables:   |                          |                          |                                |                           |   |
| Accounts/contracts                                   | 9,767                    | 25,954                   | 286,814                        | 3,370                     | 325,905                                 |
| Total current assets                                 | <u>71,647</u>            | <u>304,527</u>           | <u>1,374,269</u>               | <u>38,138</u>             | <u>1,788,581</u>                        |
| Noncurrent assets:                                   |                          |                          |                                |                           |   |
| Land and Construction in Progress                    | 5,396                    | 53,695                   | 54,611                         | 3,587                     | 117,289                                 |
| Buildings, improvements, vehicles and equipment(net) | 59,365                   | 9,706                    | -                              | -                         | 69,071                                  |
| Total noncurrent assets                              | <u>64,761</u>            | <u>63,401</u>            | <u>54,611</u>                  | <u>3,587</u>              | <u>186,360</u>                          |
| <b>Total assets</b>                                  | <b><u>136,408</u></b>    | <b><u>367,928</u></b>    | <b><u>1,428,880</u></b>        | <b><u>41,725</u></b>      | <b><u>1,974,941</u></b>                 |
| <b>Liabilities:</b>                                  |                          |                          |                                |                           |   |
| Current liabilities:                                 |                          |                          |                                |                           |   |
| Accounts payable                                     | -                        | 72,707                   | 151,266                        | -                         | 223,973                                 |
| Landfill postclosure costs payable - current         | -                        | -                        | 12,400                         | -                         | 12,400                                  |
| Compensated absences payable                         | 680                      | 151                      | 277                            | 184                       | 1,292                                   |
| Total current liabilities                            | <u>680</u>               | <u>72,858</u>            | <u>163,943</u>                 | <u>184</u>                | <u>237,665</u>                          |
| Noncurrent liabilities:                              |                          |                          |                                |                           |   |
| Landfill postclosure costs payable                   | -                        | -                        | 111,600                        | -                         | 111,600                                 |
| Compensated absences payable                         | 6,116                    | 1,362                    | 2,495                          | 1,651                     | 11,624                                  |
| Total noncurrent liabilities                         | <u>6,116</u>             | <u>1,362</u>             | <u>114,095</u>                 | <u>1,651</u>              | <u>123,224</u>                          |
| <b>Total liabilities</b>                             | <b><u>6,796</u></b>      | <b><u>74,220</u></b>     | <b><u>278,038</u></b>          | <b><u>1,835</u></b>       | <b><u>360,889</u></b>                   |
| <b>NET POSITION</b>                                  |                          |                          |                                |                           |   |
| Net investment in capital assets                     | 64,761                   | 63,401                   | 54,611                         | 3,587                     | 186,360                                 |
| Unrestricted   | 64,851                   | 230,307                  | 1,096,231                      | 36,303                    | 1,427,692                               |
| <b>Total net position</b>                            | <b><u>\$ 129,612</u></b> | <b><u>\$ 293,708</u></b> | <b><u>\$ 1,150,842</u></b>     | <b><u>\$ 39,890</u></b>   | <b><u>\$ 1,614,052</u></b>              |



LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION  
 NONMAJOR ENTERPRISE FUNDS  
 For the Fiscal Year Ended June 30, 2015

|   | <u>AUGUSTA<br/>LANDFILL</u> | <u>LINCOLN<br/>LANDFILL</u> | <u>SCRATCH-<br/>GRAVEL<br/>LANDFILL</u> | <u>MARYSVILLE<br/>LANDFILL</u> | <u>TOTAL</u>        |
|---|-----------------------------|-----------------------------|---|--------------------------------|---------------------|
| <b>OPERATING REVENUES</b>                     |                             |                             |   |                                |                     |
| Charges for services                          | \$ 93,042                   | \$ 177,798                  | \$ 1,456,969                            | \$ 27,681                      | \$ 1,755,490        |
| <b>Total Operating Revenues</b>               | <b>93,042</b>               | <b>177,798</b>              | <b>1,456,969</b>                        | <b>27,681</b>                  | <b>1,755,490</b>    |
| <b>OPERATING EXPENSES</b>                     |                             |                             |   |                                |                     |
| Personal services                             | 40,249                      | 16,107                      | 34,837                                  | 19,549                         | 110,742             |
| Supplies                                      | 5,140                       | 8,068                       | 76,170                                  | 13,671                         | 103,049             |
| Purchased services                            | 33,199                      | 135,935                     | 1,213,427                               | 736                            | 1,383,297           |
| Depreciation                                  | 9,780                       | 3,075                       | -                                       | -                              | 12,855              |
| <b>Total Operating Expenses</b>               | <b>88,368</b>               | <b>163,185</b>              | <b>1,324,434</b>                        | <b>33,956</b>                  | <b>1,609,943</b>    |
| <b>Operating income (loss)</b>                | <b>4,674</b>                | <b>14,613</b>               | <b>132,535</b>                          | <b>(6,275)</b>                 | <b>145,547</b>      |
| <b>NONOPERATING REVENUES (EXPENSES)</b>       |                             |                             |   |                                |                     |
| Interest income                               | 69                          | 347                         | 1,101                                   | 46                             | 1,563               |
| <b>Total Nonoperating Revenues (Expenses)</b> | <b>69</b>                   | <b>347</b>                  | <b>1,101</b>                            | <b>46</b>                      | <b>1,563</b>        |
| <b>Income (loss) before transfers</b>         | <b>4,743</b>                | <b>14,960</b>               | <b>133,636</b>                          | <b>(6,229)</b>                 | <b>147,110</b>      |
| <b>Change in net position</b>                 | <b>4,743</b>                | <b>14,960</b>               | <b>133,636</b>                          | <b>(6,229)</b>                 | <b>147,110</b>      |
| Total net position, beginning                 | 124,869                     | 278,748                     | 1,017,206                               | 46,119                         | 1,466,942           |
| Total net position, ending                    | <u>\$ 129,612</u>           | <u>\$ 293,708</u>           | <u>\$ 1,150,842</u>                     | <u>\$ 39,890</u>               | <u>\$ 1,614,052</u> |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CASH FLOWS  
 NONMAJOR ENTERPRISE FUNDS  
 For the Fiscal Year Ended June 30, 2015

|  | AUGUSTA<br>LANDFILL | LINCOLN<br>LANDFILL | SCRATCH-<br>GRAVEL<br>LANDFILL | MARYSVILLE<br>LANDFILL | TOTAL               |
|--|---------------------|---------------------|--------------------------------|------------------------|---------------------|
| <b>Cash flows from operating activities:</b>   |                     |                     |                                |                        |                     |
| Cash received from customers   | \$ 91,865           | \$ 174,531          | \$ 1,428,959                   | \$ 29,421              | \$ 1,724,776        |
| Cash payments for goods and services   | (38,339)            | (116,972)           | (1,276,560)                    | (14,407)               | (1,446,278)         |
| Cash payments for employees  | (40,099)            | (16,240)            | (35,860)                       | (19,379)               | (111,578)           |
| Cash payments for landfill closure and post closure costs  | -                   | -                   | (12,400)                       | -                      | (12,400)            |
| <b>Net cash provided by (used by) operating activities</b>   | <b>13,427</b>       | <b>41,319</b>       | <b>104,139</b>                 | <b>(4,365)</b>         | <b>154,520</b>      |
| <b>Cash flows from capital and related financing activities:</b>   |                     |                     |                                |                        |                     |
| Payments for capital acquisitions  | -                   | (18,046)            | -                              | -                      | (18,046)            |
| <b>Net cash provided by (used by) capital and related financing activities</b>                           | <b>-</b>            | <b>(18,046)</b>     | <b>-</b>                       | <b>-</b>               | <b>(18,046)</b>     |
| <b>Cash flows from investing activities:</b>   |                     |                     |                                |                        |                     |
| Receipts of interest and dividends   | 69                  | 347                 | 1,101                          | 46                     | 1,563               |
| Payments for investments   | (3,774)             | (12,443)            | (50,170)                       | (664)                  | (67,051)            |
| <b>Net cash provided by (used by) investing activities</b>   | <b>(3,705)</b>      | <b>(12,096)</b>     | <b>(49,069)</b>                | <b>(618)</b>           | <b>(65,488)</b>     |
| <b>Net increase (decrease) in cash and cash equivalents</b>  | <b>9,722</b>        | <b>11,177</b>       | <b>55,070</b>                  | <b>(4,983)</b>         | <b>70,986</b>       |
| Cash and cash equivalents, July 1  | 42,461              | 223,741             | 861,969                        | 34,302                 | 1,162,473           |
| <b>Cash and cash equivalents, June 30</b>  | <b>\$ 52,183</b>    | <b>\$ 234,918</b>   | <b>\$ 917,039</b>              | <b>\$ 29,319</b>       | <b>\$ 1,233,459</b> |
| Cash and cash equivalents, current   | \$ 52,183           | \$ 234,918          | \$ 917,039                     | \$ 29,319              | \$ 1,233,459        |
| <b>Total Cash and cash equivalents, June 30</b>  | <b>\$ 52,183</b>    | <b>\$ 234,918</b>   | <b>\$ 917,039</b>              | <b>\$ 29,319</b>       | <b>\$ 1,233,459</b> |
| <b>Reconciliation of operating income to net cash provided by operating activity:</b>                    |                     |                     |                                |                        |                     |
| Operating income (loss)  | \$ 4,674            | \$ 14,613           | \$ 132,535                     | \$ (6,275)             | \$ 145,547          |
| <b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b> |                     |                     |                                |                        |                     |
| Depreciation   | 9,780               | 3,075               | -                              | -                      | 12,855              |
| Change in assets and liabilities:  |                     |                     |                                |                        |                     |
| (Increase) decrease taxes/accounts/other receivables   | (1,177)             | (3,267)             | (28,010)                       | 1,740                  | (30,714)            |
| Increase (decrease) compensated absences   | 150                 | (133)               | (1,023)                        | 170                    | (836)               |
| Increase (decrease) accounts payable   | -                   | 62,680              | 13,037                         | -                      | 75,717              |
| Increase (decrease) payables for capital purchases   | -                   | (35,649)            | -                              | -                      | (35,649)            |
| Increase (decrease) postclosure liability  | -                   | -                   | (12,400)                       | -                      | (12,400)            |
| <b>Net cash provided by (used by) operating activities</b>   | <b>\$ 13,427</b>    | <b>\$ 41,319</b>    | <b>\$ 104,139</b>              | <b>\$ (4,365)</b>      | <b>\$ 154,520</b>   |
| <b>Schedule of Noncash Transactions</b>  |                     |                     |                                |                        |                     |
| Write off of accounts receivables  | 199                 | 530                 | 4,813                          | 69                     | 5,611               |

## **LEWIS AND CLARK COUNTY, MONTANA**

### **INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies on a cost reimbursement basis.

Building Maintenance Services - Used to account for all maintenance on County buildings. Each department is billed on a per unit basis to recover operating costs.

Health Care Facilities - Used to account for all rental revenue and maintenance expense on the County Health Building.

County Shop Fund - Used to account for the County shop, which maintains all County vehicles and bills each department based upon vehicle part and equipment charges and the number of maintenance hours spent on each vehicle.

Fuel Revolving Funds - Used to account for the purchase and maintenance of gasoline. Each department is billed on a per unit basis to recover operating costs.

Information Technology and Services - Used to account for the purchase, maintenance and operation of all information technology services, such as network, geographical information systems, the AS-400 system and technology training for the County and the City of Helena. The source of funding for this department is based upon a fee for service charged to the various departments.

Liability Insurance - Used to account for liability insurance claims.

Health Insurance - Used to account for the major medical coverage, dental, vision, life insurance and employee assistance claims. Each department is charged on a per employee basis to recover the costs.

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF NET POSITION  
 INTERNAL SERVICE FUNDS  
 June 30, 2015  
 (Page 1 of 2)

|  | BUILDING<br>MAINTENANCE<br>SERVICES | HEALTH<br>CARE<br>FACILITIES | COUNTY<br>SHOP           | FUEL<br>REVOLVING       |
|--|-------------------------------------|------------------------------|--------------------------|-------------------------|
| <b>ASSETS</b>  |                                     |                              |                          |                         |
| Current assets:                                      |                                     |                              |                          |                         |
| Cash and cash equivalents                            | \$ 556,732                          | \$ 52,195                    | \$ 228,808               | \$ 56,958               |
| Investments  | 103,459                             | 9,699                        | 42,520                   | 10,585                  |
| Receivables:   |                                     |                              |                          |                         |
| Accounts/contracts                                   | -                                   | -                            | -                        | -                       |
| Due from other funds                                 | -                                   | -                            | -                        | -                       |
| Inventories  | -                                   | -                            | 7,114                    | 19,683                  |
| Total current assets                                 | <u>660,191</u>                      | <u>61,894</u>                | <u>278,442</u>           | <u>87,226</u>           |
| Noncurrent assets:                                   |                                     |                              |                          |                         |
| Restricted assets:                                   |                                     |                              |                          |                         |
| Cash and cash equivalents                            | -                                   | 98,371                       | -                        | -                       |
| Land and Construction in Progress                    | -                                   | 5,298,596                    | -                        | -                       |
| Buildings, improvements, vehicles and equipment(net) | 273,602                             | 655,057                      | 46,960                   | -                       |
| Total noncurrent assets                              | <u>273,602</u>                      | <u>6,052,024</u>             | <u>46,960</u>            | <u>-</u>                |
| <b>Total assets</b>                                  | <b><u>933,793</u></b>               | <b><u>6,113,918</u></b>      | <b><u>325,402</u></b>    | <b><u>87,226</u></b>    |
| <b>Liabilities:</b>                                  |                                     |                              |                          |                         |
| Current liabilities:                                 |                                     |                              |                          |                         |
| Accounts payable                                     | 23,587                              | 240,774                      | 7,702                    | 14,542                  |
| Revenue bonds payable                                | -                                   | 60,000                       | -                        | -                       |
| Claims payable                                       | -                                   | -                            | -                        | -                       |
| Compensated absences payable                         | 4,337                               | 2,405                        | 2,209                    | -                       |
| Total current liabilities                            | <u>27,924</u>                       | <u>303,179</u>               | <u>9,911</u>             | <u>14,542</u>           |
| Noncurrent liabilities:                              |                                     |                              |                          |                         |
| Revenue bonds payable                                | -                                   | 125,000                      | -                        | -                       |
| Compensated absences payable                         | 39,036                              | 21,644                       | 19,882                   | -                       |
| Total noncurrent liabilities                         | <u>39,036</u>                       | <u>146,644</u>               | <u>19,882</u>            | <u>-</u>                |
| <b>Total liabilities</b>                             | <b><u>66,960</u></b>                | <b><u>449,823</u></b>        | <b><u>29,793</u></b>     | <b><u>14,542</u></b>    |
| <b>NET POSITION</b>                                  |                                     |                              |                          |                         |
| Net investment in capital assets                     | 273,602                             | 5,768,653                    | 46,960                   | -                       |
| Restricted for bond reserve                          | -                                   | 76,379                       | -                        | -                       |
| Unrestricted   | 593,231                             | (180,937)                    | 248,649                  | 72,684                  |
| <b>Total net position</b>                            | <b><u>\$ 866,833</u></b>            | <b><u>\$ 5,664,095</u></b>   | <b><u>\$ 295,609</u></b> | <b><u>\$ 72,684</u></b> |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF NET POSITION  
 INTERNAL SERVICE FUNDS  
 June 30, 2015  
 (Page 2 of 2)

|  | INFORMATION<br>TECHNOLOGY<br>& SERVICES | LIABILITY<br>INSURANCE     | HEALTH<br>INSURANCE        | TOTAL<br>INTERNAL<br>SERVICE |
|--|---|----------------------------|----------------------------|------------------------------|
| <b>ASSETS</b>  |   |                            |                            |                              |
| Current assets:                                      |   |                            |                            |                              |
| Cash and cash equivalents                            | \$ 1,102,418                            | \$ 1,080,511               | \$ 1,375,989               | \$ 4,453,611                 |
| Investments  | 204,865                                 | 200,794                    | 255,704                    | 827,626                      |
| Receivables:   |   |                            |                            |                              |
| Accounts/contracts                                   | 46,014                                  | -                          | 271,943                    | 317,957                      |
| Due from other funds                                 | -                                       | 1,634,100                  | -                          | 1,634,100                    |
| Inventories  | -                                       | -                          | -                          | 26,797                       |
| Total current assets                                 | <u>1,353,297</u>                        | <u>2,915,405</u>           | <u>1,903,636</u>           | <u>7,260,091</u>             |
| Noncurrent assets:                                   |   |                            |                            |                              |
| Restricted assets:                                   |   |                            |                            |                              |
| Cash and cash equivalents                            | -                                       | -                          | -                          | 98,371                       |
| Land and Construction in Progress                    | -                                       | -                          | -                          | 5,298,596                    |
| Buildings, improvements, vehicles and equipment(net) | 105,458                                 | -                          | -                          | 1,081,077                    |
| Total noncurrent assets                              | <u>105,458</u>                          | <u>-</u>                   | <u>-</u>                   | <u>6,478,044</u>             |
| <b>Total assets</b>                                  | <b><u>1,458,755</u></b>                 | <b><u>2,915,405</u></b>    | <b><u>1,903,636</u></b>    | <b><u>13,738,135</u></b>     |
| <b>Liabilities:</b>                                  |   |                            |                            |                              |
| Current liabilities:                                 |   |                            |                            |                              |
| Accounts payable                                     | 102,141                                 | 1,643,100                  | -                          | 2,031,846                    |
| Revenue bonds payable                                | -                                       | -                          | -                          | 60,000                       |
| Claims payable                                       | -                                       | -                          | 270,517                    | 270,517                      |
| Compensated absences payable                         | 10,722                                  | -                          | 672                        | 20,345                       |
| Total current liabilities                            | <u>112,863</u>                          | <u>1,643,100</u>           | <u>271,189</u>             | <u>2,382,708</u>             |
| Noncurrent liabilities:                              |   |                            |                            |                              |
| Revenue bonds payable                                | -                                       | -                          | -                          | 125,000                      |
| Compensated absences payable                         | 96,495                                  | -                          | 6,043                      | 183,100                      |
| Total noncurrent liabilities                         | <u>96,495</u>                           | <u>-</u>                   | <u>6,043</u>               | <u>308,100</u>               |
| <b>Total liabilities</b>                             | <b><u>209,358</u></b>                   | <b><u>1,643,100</u></b>    | <b><u>277,232</u></b>      | <b><u>2,690,808</u></b>      |
| <b>NET POSITION</b>                                  |   |                            |                            |                              |
| Net investment in capital assets                     | 105,458                                 | -                          | -                          | 6,194,673                    |
| Restricted for bond reserve                          | -                                       | -                          | -                          | 76,379                       |
| Unrestricted   | <u>1,143,939</u>                        | <u>1,272,305</u>           | <u>1,626,404</u>           | <u>4,776,275</u>             |
| <b>Total net position</b>                            | <b><u>\$ 1,249,397</u></b>              | <b><u>\$ 1,272,305</u></b> | <b><u>\$ 1,626,404</u></b> | <b><u>\$ 11,047,327</u></b>  |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION  
 INTERNAL SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 1 of 2)

|   | BUILDING<br>MAINTENANCE<br>SERVICES | HEALTH<br>CARE<br>FACILITIES | COUNTY<br>SHOP    | FUEL<br>REVOLVING |
|---|-------------------------------------|------------------------------|-------------------|-------------------|
| <b>OPERATING REVENUES</b>                     |                                     |                              |                   |                   |
| Charges for services                          | \$ 1,102,960                        | \$ 276,864                   | \$ 539,098        | \$ 317,139        |
| Miscellaneous                                 | 147                                 | 24,755                       | 465               | -                 |
| <b>Total Operating Revenues</b>               | <b>1,103,107</b>                    | <b>301,619</b>               | <b>539,563</b>    | <b>317,139</b>    |
| <b>OPERATING EXPENSES</b>                     |                                     |                              |                   |                   |
| Personal services                             | 353,223                             | 160,321                      | 235,992           | -                 |
| Supplies                                      | 264,588                             | 63,878                       | 216,764           | 319,366           |
| Purchased services                            | 254,174                             | 51,053                       | 69,373            | 509               |
| Depreciation                                  | 37,148                              | 25,659                       | 5,446             | -                 |
| <b>Total Operating Expenses</b>               | <b>909,133</b>                      | <b>300,911</b>               | <b>527,575</b>    | <b>319,875</b>    |
| <b>Operating income (loss)</b>                | <b>193,974</b>                      | <b>708</b>                   | <b>11,988</b>     | <b>(2,736)</b>    |
| <b>NONOPERATING REVENUES (EXPENSES)</b>       |                                     |                              |                   |                   |
| Interest income                               | 646                                 | 130                          | 316               | 73                |
| Interest expense                              | -                                   | (14,230)                     | -                 | -                 |
| Capital grants and contributions              | -                                   | 4,821,235                    | -                 | -                 |
| <b>Total Nonoperating Revenues (Expenses)</b> | <b>646</b>                          | <b>4,807,135</b>             | <b>316</b>        | <b>73</b>         |
| <b>Income (loss) before transfers</b>         | <b>194,620</b>                      | <b>4,807,843</b>             | <b>12,304</b>     | <b>(2,663)</b>    |
| Transfers in                                  | -                                   | 97,705                       | -                 | -                 |
| Transfers out                                 | (56,600)                            | (24,757)                     | (2,000)           | -                 |
| <b>Change in net position</b>                 | <b>138,020</b>                      | <b>4,880,791</b>             | <b>10,304</b>     | <b>(2,663)</b>    |
| Total net position, beginning                 | 728,813                             | 783,304                      | 285,305           | 75,347            |
| Total net position, ending                    | <b>\$ 866,833</b>                   | <b>\$ 5,664,095</b>          | <b>\$ 295,609</b> | <b>\$ 72,684</b>  |

**LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS  
For the Fiscal Year Ended June 30, 2015  
(Page 2 of 2)**

|   | <b>INFORMATION<br/>TECHNOLOGY<br/>&amp; SERVICES</b> | <b>LIABILITY<br/>INSURANCE</b> | <b>HEALTH<br/>INSURANCE</b> | <b>TOTAL</b>         |
|---|--|--------------------------------|-----------------------------|----------------------|
| <b>OPERATING REVENUES</b>                     |  |                                |                             |                      |
| Charges for services                          | \$ 2,041,896   | \$ 605,094                     | \$ 4,178,608                | \$ 9,061,659         |
| Miscellaneous                                 | 74   | 274,648                        | 2,385                       | 302,474              |
| <b>Total Operating Revenues</b>               | <b>2,041,970</b>                                     | <b>879,742</b>                 | <b>4,180,993</b>            | <b>9,364,133</b>     |
| <b>OPERATING EXPENSES</b>                     |  |                                |                             |                      |
| Personal services                             | 1,143,318  | -                              | 58,042                      | 1,950,896            |
| Supplies                                      | 493,034  | -                              | 463,049                     | 1,820,679            |
| Purchased services                            | 468,771  | 795,307                        | 3,270,223                   | 4,909,410            |
| Depreciation                                  | 51,388   | -                              | -                           | 119,641              |
| <b>Total Operating Expenses</b>               | <b>2,156,511</b>                                     | <b>795,307</b>                 | <b>3,791,314</b>            | <b>8,800,626</b>     |
| <b>Operating income (loss)</b>                | <b>(114,541)</b>                                     | <b>84,435</b>                  | <b>389,679</b>              | <b>563,507</b>       |
| <b>NONOPERATING REVENUES (EXPENSES)</b>       |  |                                |                             |                      |
| Interest income                               | 1,328  | 709                            | 2,087                       | 5,289                |
| Interest expense                              | -  | -                              | -                           | (14,230)             |
| Capital grants and contributions              | -  | -                              | -                           | 4,821,235            |
| <b>Total Nonoperating Revenues (Expenses)</b> | <b>1,328</b>   | <b>709</b>                     | <b>2,087</b>                | <b>4,812,294</b>     |
| <b>Income (loss) before transfers</b>         | <b>(113,213)</b>                                     | <b>85,144</b>                  | <b>391,766</b>              | <b>5,375,801</b>     |
| Transfers in                                  | -  | (30,900)                       | -                           | 66,805               |
| Transfers out                                 | -  | (5,450)                        | -                           | (88,807)             |
| <b>Change in net position</b>                 | <b>(113,213)</b>                                     | <b>48,794</b>                  | <b>391,766</b>              | <b>5,353,799</b>     |
| Total net position, beginning                 | 1,362,610  | 1,223,511                      | 1,234,638                   | 5,693,528            |
| Total net position, ending                    | <b>\$ 1,249,397</b>                                  | <b>\$ 1,272,305</b>            | <b>\$ 1,626,404</b>         | <b>\$ 11,047,327</b> |

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 1 of 2)

|  | BUILDING<br>MAINTENANCE<br>SERVICES | HEALTH<br>CARE<br>FACILITIES | COUNTY<br>SHOP    | FUEL<br>REVOLVING  |
|--|-------------------------------------|------------------------------|-------------------|--------------------|
| <b>Cash flows from operating activities:</b>   |                                     |                              |                   |                    |
| Cash received from customers   | \$ 1,147,541                        | \$ 276,864                   | \$ 539,098        | \$ 317,139         |
| Cash payments for goods and services   | (518,508)                           | (107,013)                    | (279,616)         | (329,798)          |
| Cash payments for employees  | (360,976)                           | (157,562)                    | (244,807)         | -                  |
| Cash received from other operating revenues  | 147                                 | 24,755                       | 465               | -                  |
| <b>Net cash provided by (used by) operating activities</b>   | <b>268,204</b>                      | <b>37,044</b>                | <b>15,140</b>     | <b>(12,659)</b>    |
| <b>Cash flows from noncapital financing activities:</b>  |                                     |                              |                   |                    |
| Transfers from other Funds   | -                                   | 97,705                       | -                 | -                  |
| Transfers to other Funds   | (56,600)                            | (24,757)                     | (2,000)           | -                  |
| <b>Net cash provided by (used by) noncapital financing activities</b>                                    | <b>(56,600)</b>                     | <b>72,948</b>                | <b>(2,000)</b>    | <b>-</b>           |
| <b>Cash flows from capital and related financing activities:</b>   |                                     |                              |                   |                    |
| Payments for capital acquisitions  | (18,921)                            | (199,417)                    | -                 | -                  |
| Principal repayment - bonds/loans  | -                                   | (55,000)                     | -                 | -                  |
| Interest paid  | -                                   | (14,230)                     | -                 | -                  |
| <b>Net cash provided by (used by) capital and related financing activities</b>                           | <b>(18,921)</b>                     | <b>(268,647)</b>             | <b>-</b>          | <b>-</b>           |
| <b>Cash flows from investing activities:</b>   |                                     |                              |                   |                    |
| Receipts of interest and dividends   | 646                                 | 130                          | 316               | 73                 |
| Payments for investments   | (46,304)                            | 17,344                       | (10,950)          | (775)              |
| <b>Net cash provided by (used by) investing activities</b>   | <b>(45,658)</b>                     | <b>17,474</b>                | <b>(10,634)</b>   | <b>(702)</b>       |
| <b>Net increase (decrease) in cash and cash equivalents</b>  | <b>147,025</b>                      | <b>(141,181)</b>             | <b>2,506</b>      | <b>(13,361)</b>    |
| Cash and cash equivalents, July 1  | 409,707                             | 291,747                      | 226,302           | 70,319             |
| <b>Cash and cash equivalents, June 30</b>  | <b>\$ 556,732</b>                   | <b>\$ 150,566</b>            | <b>\$ 228,808</b> | <b>\$ 56,958</b>   |
| Cash and cash equivalents, current   | \$ 556,732                          | \$ 52,195                    | \$ 228,808        | \$ 56,958          |
| Cash and cash equivalents, noncurrent - restricted   | -                                   | 98,371                       | -                 | -                  |
| <b>Total Cash and cash equivalents, June 30</b>  | <b>\$ 556,732</b>                   | <b>\$ 150,566</b>            | <b>\$ 228,808</b> | <b>\$ 56,958</b>   |
| <b>Reconciliation of operating income to net cash provided by operating activity:</b>                    |                                     |                              |                   |                    |
| Operating income (loss)  | \$ 193,974                          | \$ 708                       | \$ 11,988         | \$ (2,736)         |
| <b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b> |                                     |                              |                   |                    |
| Depreciation   | 37,148                              | 25,659                       | 5,446             | -                  |
| Change in assets and liabilities:  |                                     |                              |                   |                    |
| (Increase) decrease taxes/accounts/other receivables   | 44,581                              | -                            | -                 | -                  |
| (Increase) decrease inventory  | -                                   | -                            | 6,719             | (4,822)            |
| Increase (decrease) compensated absences   | (7,091)                             | 464                          | (6,634)           | -                  |
| Increase (decrease) accounts payable   | (408)                               | 234,746                      | (2,379)           | (5,101)            |
| Increase (decrease) payables for capital purchases   | -                                   | (232,451)                    | -                 | -                  |
| Gain or loss from disposal of capital assets   | -                                   | 7,918                        | -                 | -                  |
| Increase (decrease) claims payable   | -                                   | -                            | -                 | -                  |
| <b>Net cash provided by (used by) operating activities</b>   | <b>\$ 268,204</b>                   | <b>\$ 37,044</b>             | <b>\$ 15,140</b>  | <b>\$ (12,659)</b> |

Schedule of Noncash Transactions



LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2015  
 (Page 2 of 2)

|  | INFORMATION<br>TECHNOLOGY<br>& SERVICES | LIABILITY<br>INSURANCE | HEALTH<br>INSURANCE | TOTAL                 |
|--|---|------------------------|---------------------|-----------------------|
| <b>Cash flows from operating activities:</b>   |   |                        |                     |                       |
| Cash received from customers   | \$ 2,005,533                            | \$ 605,094             | \$ 4,125,038        | \$ 9,016,307          |
| Cash payments for goods and services   | (936,036)                               | (2,958,436)            | (3,647,226)         | (8,776,633)           |
| Cash payments for employees  | (1,117,866)                             | -                      | (58,106)            | (1,939,317)           |
| Cash received from other operating revenues  | 74                                      | 274,648                | 2,385               | 302,474               |
| <b>Net cash provided by (used by) operating activities</b>   | <b>(48,295)</b>                         | <b>(2,078,694)</b>     | <b>422,091</b>      | <b>(1,397,169)</b>    |
| <b>Cash flows from noncapital financing activities:</b>  |   |                        |                     |                       |
| Transfers from other Funds   | -                                       | 2,150,000              | -                   | 2,247,705             |
| Transfers to other Funds   | -                                       | (5,450)                | -                   | (88,807)              |
| <b>Net cash provided by (used by) noncapital financing activities</b>                                    | <b>-</b>                                | <b>2,144,550</b>       | <b>-</b>            | <b>2,158,898</b>      |
| <b>Cash flows from capital and related financing activities:</b>   |   |                        |                     |                       |
| Payments for capital acquisitions  | -                                       | -                      | -                   | (218,338)             |
| Principal repayment - bonds/loans  | -                                       | -                      | -                   | (55,000)              |
| Interest paid  | -                                       | -                      | -                   | (14,230)              |
| <b>Net cash provided by (used by) capital and related financing activities</b>                           | <b>-</b>                                | <b>-</b>               | <b>-</b>            | <b>(287,568)</b>      |
| <b>Cash flows from investing activities:</b>   |   |                        |                     |                       |
| Receipts of interest and dividends   | 1,328                                   | 709                    | 2,087               | 5,289                 |
| Payments for investments   | (39,073)                                | (52,082)               | (107,878)           | (239,718)             |
| <b>Net cash provided by (used by) investing activities</b>   | <b>(37,745)</b>                         | <b>(51,373)</b>        | <b>(105,791)</b>    | <b>(234,429)</b>      |
| <b>Net increase (decrease) in cash and cash equivalents</b>  | <b>(86,040)</b>                         | <b>14,483</b>          | <b>316,300</b>      | <b>239,732</b>        |
| Cash and cash equivalents, July 1  | 1,188,458                               | 1,066,028              | 1,059,689           | 4,312,250             |
| <b>Cash and cash equivalents, June 30</b>  | <b>\$ 1,102,418</b>                     | <b>\$ 1,080,511</b>    | <b>\$ 1,375,989</b> | <b>\$ 4,551,982</b>   |
| Cash and cash equivalents, current   | \$ 1,102,418                            | \$ 1,080,511           | \$ 1,375,989        | \$ 4,453,611          |
| Cash and cash equivalents, noncurrent - restricted   | -                                       | -                      | -                   | 98,371                |
| <b>Cash and cash equivalents, June 30</b>  | <b>\$ 1,102,418</b>                     | <b>\$ 1,080,511</b>    | <b>\$ 1,375,989</b> | <b>\$ 4,551,982</b>   |
| <b>Reconciliation of operating income to net cash provided by operating activity:</b>                    |   |                        |                     |                       |
| Operating income (loss)  | \$ (114,541)                            | \$ 84,435              | \$ 389,679          | \$ 563,507            |
| <b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b> |   |                        |                     |                       |
| Depreciation   | 51,388                                  | -                      | -                   | 119,641               |
| Change in assets and liabilities:  |   |                        |                     |                       |
| (Increase) decrease taxes/accounts/other receivables   | (36,362)                                | -                      | (53,570)            | (45,351)              |
| (Increase) decrease due from other funds   | -                                       | (3,815,000)            | -                   | (3,815,000)           |
| (Increase) decrease inventory  | -                                       | -                      | -                   | 1,897                 |
| Increase (decrease) compensated absences   | 4,009                                   | -                      | (64)                | (9,316)               |
| Increase (decrease) accounts payable   | 47,211                                  | 1,651,871              | -                   | 1,925,940             |
| Increase (decrease) payables for capital purchases   | -                                       | -                      | -                   | (232,451)             |
| Gain or loss from disposal of capital assets   | -                                       | -                      | -                   | 7,918                 |
| Increase (decrease) claims payable   | -                                       | -                      | 86,046              | 86,046                |
| <b>Net cash provided by (used by) operating activities</b>   | <b>\$ (48,295)</b>                      | <b>\$ (2,078,694)</b>  | <b>\$ 422,091</b>   | <b>\$ (1,397,169)</b> |

Schedule of Noncash Transactions



**LEWIS AND CLARK COUNTY, MONTANA**

**DISCRETELY PRESENTED COMPONENT UNITS**

Cooperative Health Center – The Cooperative Health Center (CHC) is a nonprofit corporation organized for the purpose of providing health services to the medically underserved in the County.

**LEWIS AND CLARK COUNTY, MONTANA  
COMPONENT UNIT  
BALANCE SHEET  
June 30, 2015**

|  | <b>COOPERATIVE<br/>HEALTH<br/>CENTER</b> |
|--|--|
| <b>ASSETS</b>  |  |
| Cash and cash equivalents  | \$ 840,415                               |
| Investments  | 156,177                                  |
| Receivables:   |  |
| Accounts/contracts   | 206,478                                  |
| Inventories  | <u>72,629</u>                            |
| <b>Total assets</b>  | <b><u>\$ 1,275,699</u></b>               |
| <b>LIABILITIES</b>   |  |
| Accounts payable   | <u>\$ 151,568</u>                        |
| <b>Total liabilities</b>   | <b><u>151,568</u></b>                    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>   |  |
| Prepayments of revenues  | <u>(17,814)</u>                          |
| <b>FUND BALANCE:</b>   |  |
| Nonspendable   |  |
| Inventory  | 72,629                                   |
| Restricted   | <u>1,069,316</u>                         |
| <b>Total fund balance</b>  | <b><u>1,141,945</u></b>                  |
| <b>Total liabilities deferred inflows of resources, and fund balance</b>   | <b><u>\$ 1,275,699</u></b>               |
| <b>RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET<br/>TO THE STATEMENT OF NET ASSETS</b>                         |  |
| Total <i>fund balance</i> for governmental funds   | \$ 1,141,945                             |
| Amounts reported for governmental activities in the Statement of Net Assets are different because:                       |  |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.  |  |
| Buildings, Improvements, Vehicles and Equipment(net)   | 392,943                                  |
| Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. | 153,923                                  |
| Deferred outflows of resources are not financial resources and therefore are not reported in the funds.                  | (528,497)                                |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:         |  |
| Compensated Absences   | (155,953)                                |
| Net pension  | (2,042,598)                              |
| OPEB implicit rate subsidy   | <u>(43,721)</u>                          |
| <b>Net Assets of Governmental Activities</b>   | <b><u>\$ (1,081,958)</u></b>             |

**LEWIS AND CLARK COUNTY, MONTANA  
COMPONENT UNIT FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
For the Fiscal Year Ended June 30, 2015**

|   | <b>COOPERATIVE<br/>HEALTH<br/>CENTER</b> |
|---|--|
| <b>REVENUES</b>   |  |
| Intergovernmental   | \$ 4,273,993                             |
| Charges for services  | 1,878,285                                |
| Miscellaneous   | 492,639                                  |
| Interest earnings   | 928                                      |
| <b>Total Revenues</b>   | <b>6,645,845</b>                         |
| <b>EXPENDITURES</b>   |  |
| Current:  |  |
| Public health   | 3,994,298                                |
| Capital outlay  | 2,486,454                                |
| <b>Total Expenditures</b>   | <b>6,480,752</b>                         |
| <b>Excess (deficiency) of revenue<br/>over (under) expenditures</b>   | <b>165,093</b>                           |
| <b>Net change in fund balances</b>  | <b>165,093</b>                           |
| Fund balance, July 1  | 976,852                                  |
| Fund balance, June 30   | <b>\$ 1,141,945</b>                      |
| <b>RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES<br/>IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES</b>   |  |
| Net Change in fund balances -- total governmental funds   | \$ 165,093                               |
| The change in net assets reported for governmental activities in the statement of activities is different because:  |  |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expenses.  |  |
| Capital assets purchases capitalized  | 55,424                                   |
| Construction in Progress increase/(decrease)  | 2,385,838                                |
| Retirement, Trade In, Donation, etc of Capital assets   | (4,841,274)                              |
| Depreciation expense  | (25,395)                                 |
| Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. |  |
| Compensated absences  | 20,672                                   |
| Net pension   | 60,176                                   |
| OPEB implicit rate subsidy  | (6,141)                                  |
| Change in net assets of governmental activities   | <b>\$ (2,185,607)</b>                    |



**LEWIS AND CLARK COUNTY, MONTANA**

**FIDUCIARY ASSETS – INVESTMENT TRUST FUNDS**

External Portion – Investment Pool - Used to account for all cash and investments held in the County's investment pool for legally separate entities.

Individual Investment Funds - Used to account for all cash and investments held by the County and separately invested for legally separate entities. These funds consist of the following:

City/County Building Investment Fund  
Helena School District No. 1 Bond Accounts  
East Helena School District No. 9 Bond Account  
Montana School Workers' Compensation Program

**LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF FIDUCIARY NET POSITION - INVESTMENT TRUST FUNDS  
FIDUCIARY FUNDS  
June 30, 2015**

|                                       | <b>EXTERNAL<br/>PORTION<br/>INVESTMENT<br/>POOL</b> | <b>INDIVIDUAL<br/>INVESTMENT<br/>FUNDS</b> | <b>TOTAL<br/>INVESTMENT<br/>TRUST<br/>FUNDS</b> |
|---------------------------------------|---|--|---|
| <b>ASSETS</b>                         |   |  |   |
| Cash and cash equivalents             | \$ 30,995,252                                       | \$ 2,132,262                               | \$ 33,127,514                                   |
| Investments                           | 5,759,926   | 184,029                                    | 5,943,955                                       |
| <b>Total assets</b>                   | <b>36,755,178</b>                                   | <b>2,316,291</b>                           | <b>39,071,469</b>                               |
| <br><b>NET POSITION</b>               |   |  |   |
| Held in trust for:                    |   |  |   |
| External investment pool participants | 36,755,178  | -  | 36,755,178                                      |
| Individual investment accounts        | -   | 2,316,291                                  | 2,316,291                                       |
| <b>Total net position</b>             | <b>\$ 36,755,178</b>                                | <b>\$ 2,316,291</b>                        | <b>\$ 39,071,469</b>                            |



LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - INVESTMENT TRUST FUNDS  
 FIDUCIARY FUNDS  
 For the Fiscal Year Ended June 30, 2015

|  | EXTERNAL<br>PORTION<br>INVESTMENT<br>POOL | INDIVIDUAL<br>INVESTMENT<br>FUNDS | TOTAL<br>INVESTMENT<br>TRUST<br>FUNDS |
|--|---|-----------------------------------|---------------------------------------|
| <b>ADDITIONS</b>                               |   |                                   |                                       |
| Contributions to pooled investments            | \$ 118,104,497                            | \$ 3,346,146                      | \$ 121,450,643                        |
| Interest and investment income                 | 45,072                                    | 9,193                             | 54,265                                |
| <b>Total additions</b>                         | <b>118,149,569</b>                        | <b>3,355,339</b>                  | <b>121,504,908</b>                    |
| <b>DEDUCTIONS</b>                              |   |                                   |                                       |
| Distribution from pooled investments           | 112,370,701                               | 3,925,724                         | 116,296,425                           |
| Administrative expenses                        | 1,340                                     | -                                 | 1,340                                 |
| <b>Total deductions</b>                        | <b>112,372,041</b>                        | <b>3,925,724</b>                  | <b>116,297,765</b>                    |
| <b>Change in net position:</b>                 |   |                                   |                                       |
| <b>Pool participants</b>                       | <b>5,777,528</b>                          | <b>(570,385)</b>                  | <b>5,207,143</b>                      |
| Net position held in trust, beginning of year  | 30,977,650                                | 2,886,676                         | 33,864,326                            |
| <b>Net position held in trust, end of year</b> | <b>\$ 36,755,178</b>                      | <b>\$ 2,316,291</b>               | <b>\$ 39,071,469</b>                  |



LEWIS AND CLARK COUNTY, MONTANA

FIDUCIARY ASSETS – AGENCY FUNDS

**Fiduciary Assets - Agency Funds** are funds used to account for assets held by the County in a trustee capacity or as an agent for an individual, private organization, other governmental unit and/or fund. The following is a detailed list of these funds:

Specific

Tri-County Working Group  
Special Mobile Units - Holding  
Fairgrounds Users Foundation  
Payroll Fund  
Refund Revolving  
AT&T Advance Holding  
Sheriff's Commissary  
Sheriff's Volunteer Fire Department  
County Crime Prevention Program  
Sheriff's Civil Trust  
Solid Waste Task Force  
Tax Deed Land  
Entitlement Levy

Tax Review  
Mobile Home/Partial Pay Holding  
Protested Tax  
Estate Administrator  
Redemption  
Clerk of District Court  
Investment Earnings  
Restitution  
Fairgrounds Security Deposits  
County Flex Plan  
MACO Medical Flex Plan  
Subdivision Improvement Agreement

Special Districts

Augusta Fire District  
Eastgate Fire District  
Baxendale Fire  
East Helena Valley Fire  
Birdseye Fire  
Wolf Creek/Craig Fire  
York Fire Service Area  
Canyon Creek Fire  
Dearborn Fire Service Area  
Westside Fire  
Lincoln Fire  
West Helena Valley Fire  
Marysville Fire District

Augusta Rural Fire Service Area  
Montana City Fire District  
Tri-Lakes Fire Service Area  
Helena Valley Irrigation  
Helena Valley Irrigation Contract  
Augusta Cemetery  
Soil Conservation District  
LaCasa Grande Water District  
Treasure State Sewer District  
Augusta Water/Sewer District  
Lincoln Hospital District  
Ten Mile/Pleasant Valley Sewer District

Schools

Helena Elem. School District #1  
Helena High School District #1  
Canyon Creek School District #4  
Prickly Pear Cooperative  
East Helena School District #9  
Wolf Creek School District #13  
Auchard Creek School District #27

Lincoln School District #38  
Augusta Elem. School District #45  
Augusta High School District #45  
County-wide School Transportation  
County-wide Elementary Retirement  
County-wide High Retirement

Cities

City of Helena  
City of East Helena

**LEWIS AND CLARK COUNTY, MONTANA**

**FIDUCIARY ASSETS – AGENCY FUNDS**

State

Motor Vehicles - DOJ  
Fines-Board of Outfitters  
JP Fines and Forfeiture  
Driver License Reinstate Fee  
Wildlife Restitution  
Court Surcharge  
Clerk of Court Special Fee  
Petition for Adoption  
Commencement Action/Proc.  
Dissolution of Marriage Fee  
Petition for Legal Separation  
District Court Fines

Law Enforcement Academy Surcharge  
Marriage Lice/Marriage w/o Sol  
Livestock (Per Capita) Assessments  
University Millage  
State Equalization Aid  
Vo-Tech Millage  
Montana Land Information  
Forest Fire Protection  
Abandoned Property  
Montana Interactive

Other

Lewis and Clark Library

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2015  
 (Page 1 of 6)

|                           | TRI-COUNTY<br>WORKING<br>GROUP | SPEC<br>MOBILE-UNITS<br>HOLDING | FAIRGROUNDS<br>USERS<br>FOUNDATION | PAYROLL                  | REFUND<br>REVOLVING |
|---------------------------|--------------------------------|---------------------------------|------------------------------------|--------------------------|---------------------|
| <b>ASSETS</b>             |                                |                                 |                                    |                          |                     |
| Cash and cash equivalents | \$ 883                         | \$ -                            | \$ 37,389                          | \$ 104,402               | \$ -                |
| Investments               | 164                            | -                               | 6,948                              | 19,401                   | -                   |
| Receivables:              |                                |                                 |                                    |                          |                     |
| Taxes/assessments         | -                              | -                               | -                                  | -                        | -                   |
| Land held for resale      | -                              | -                               | -                                  | -                        | -                   |
| <b>Total assets</b>       | <b><u>\$ 1,047</u></b>         | <b><u>\$ -</u></b>              | <b><u>\$ 44,337</u></b>            | <b><u>\$ 123,803</u></b> | <b><u>\$ -</u></b>  |
| <b>Liabilities:</b>       |                                |                                 |                                    |                          |                     |
| Accounts payable          | \$ 1,047                       | \$ -                            | \$ 44,337                          | \$ -                     | \$ -                |
| Intergovernmental payable | -                              | -                               | -                                  | 123,803                  | -                   |
| <b>Total liabilities</b>  | <b><u>\$ 1,047</u></b>         | <b><u>\$ -</u></b>              | <b><u>\$ 44,337</u></b>            | <b><u>\$ 123,803</u></b> | <b><u>\$ -</u></b>  |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2015  
 (Page 2 of 6)

|                           | AT & T<br>ADVANCE<br>HOLDING | SHERIFF'S<br>COMMISSARY | SHERIFF'S<br>VOLUNTEER FIRE<br>DEPARTMENT | COUNTY CRIME<br>PREVENTION<br>PROGRAM | SHERIFF<br>CIVIL<br>TRUST |
|---------------------------|------------------------------|-------------------------|---|---------------------------------------|---------------------------|
| <b>ASSETS</b>             |                              |                         |   |                                       |                           |
| Cash and cash equivalents | \$ 829                       | \$ 13,758               | \$ 2,022                                  | \$ 609                                | \$ 28,905                 |
| Investments               | 154                          | 2,557                   | 376                                       | 113                                   | 5,372                     |
| Receivables:              |                              |                         |   |                                       |                           |
| Taxes/assessments         | -                            | -                       | -   | -                                     | -                         |
| Land held for resale      | -                            | -                       | -   | -                                     | -                         |
| <b>Total assets</b>       | <b><u>\$ 983</u></b>         | <b><u>\$ 16,315</u></b> | <b><u>\$ 2,398</u></b>                    | <b><u>\$ 722</u></b>                  | <b><u>\$ 34,277</u></b>   |
| <b>Liabilities:</b>       |                              |                         |   |                                       |                           |
| Accounts payable          | \$ 983                       | \$ 16,315               | \$ 2,398                                  | \$ 722                                | \$ 34,277                 |
| Intergovernmental payable | -                            | -                       | -   | -                                     | -                         |
| <b>Total liabilities</b>  | <b><u>\$ 983</u></b>         | <b><u>\$ 16,315</u></b> | <b><u>\$ 2,398</u></b>                    | <b><u>\$ 722</u></b>                  | <b><u>\$ 34,277</u></b>   |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2015  
 (Page 3 of 6)

|                           | SOLID WASTE<br>TASK FORCE | TAX<br>DEED<br>LAND | ENTITLEMENT<br>LEVY | TAX<br>REVIEW    | MOBILE HOME<br>PARTIAL PAYMENT<br>HOLDING |
|---------------------------|---------------------------|---------------------|---------------------|------------------|---|
| <b>ASSETS</b>             |                           |                     |                     |                  |   |
| Cash and cash equivalents | \$ 1,443                  | \$ -                | \$ -                | \$ 50,956        | \$ -                                      |
| Investments               | 268                       | -                   | -                   | 9,469            | -   |
| Receivables:              |                           |                     |                     |                  |   |
| Taxes/assessments         | -                         | -                   | 73,332              | -                | -   |
| Land held for resale      | -                         | 22,628              | -                   | -                | -   |
| <b>Total assets</b>       | <b>\$ 1,711</b>           | <b>\$ 22,628</b>    | <b>\$ 73,332</b>    | <b>\$ 60,425</b> | <b>\$ -</b>                               |
| <b>Liabilities:</b>       |                           |                     |                     |                  |   |
| Accounts payable          | \$ 1,711                  | \$ 22,628           | \$ -                | \$ 60,425        | \$ -                                      |
| Intergovernmental payable | -                         | -                   | 73,332              | -                | -   |
| <b>Total liabilities</b>  | <b>\$ 1,711</b>           | <b>\$ 22,628</b>    | <b>\$ 73,332</b>    | <b>\$ 60,425</b> | <b>\$ -</b>                               |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2015  
 (Page 4 of 6)

|                           | <u>PROTESTED<br/>TAX</u> | <u>ESTATE<br/>ADMINISTRATOR</u> | <u>REDEMPTIONS</u>      | <u>CLERK OF<br/>DISTRICT COURT</u> | <u>INVESTMENT<br/>EARNINGS</u> |
|---------------------------|--------------------------|---------------------------------|-------------------------|------------------------------------|--------------------------------|
| <b>ASSETS</b>             |                          |                                 |                         |                                    |                                |
| Cash and cash equivalents | \$ 307,451               | \$ 101,509                      | \$ 38,284               | \$ 1,683,617                       | \$ 20,403                      |
| Investments               | 57,135                   | 18,864                          | 7,115                   | 312,871                            | 3,791                          |
| Receivables:              |                          |                                 |                         |                                    |                                |
| Taxes/assessments         | -                        | -                               | -                       | -                                  | -                              |
| Land held for resale      | -                        | -                               | -                       | -                                  | -                              |
| <b>Total assets</b>       | <b><u>\$ 364,586</u></b> | <b><u>\$ 120,373</u></b>        | <b><u>\$ 45,399</u></b> | <b><u>\$ 1,996,488</u></b>         | <b><u>\$ 24,194</u></b>        |
| <b>Liabilities:</b>       |                          |                                 |                         |                                    |                                |
| Accounts payable          | \$ 364,586               | \$ 120,373                      | \$ 45,399               | \$ 1,996,488                       | \$ -                           |
| Intergovernmental payable | -                        | -                               | -                       | -                                  | 24,194                         |
| <b>Total liabilities</b>  | <b><u>\$ 364,586</u></b> | <b><u>\$ 120,373</u></b>        | <b><u>\$ 45,399</u></b> | <b><u>\$ 1,996,488</u></b>         | <b><u>\$ 24,194</u></b>        |



LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2015  
 (Page 5 of 6)

|                           | <u>RESTITUTION</u>       | <u>FAIRGROUNDS<br/>SECURITY<br/>DEPOSITS</u> | <u>COUNTY<br/>FLEX PLAN</u> | <u>SUBDIVISION<br/>IMPROVEMENT<br/>AGREEMENTS</u> | <u>SPECIAL<br/>DISTRICTS</u> |
|---------------------------|--------------------------|--|-----------------------------|---|------------------------------|
| <b>ASSETS</b>             |                          |  |                             |   |                              |
| Cash and cash equivalents | \$ 89,825                | \$ 15,963                                    | \$ -                        | \$ 17,644   | \$ 51,955                    |
| Investments               | 16,693                   | 2,967  | -                           | 3,279   | 9,655                        |
| Receivables:              |                          |  |                             |   |                              |
| Taxes/assessments         | -                        | -  | -                           | -   | 95,892                       |
| Land held for resale      | -                        | -  | -                           | -   | -                            |
| <b>Total assets</b>       | <b><u>\$ 106,518</u></b> | <b><u>\$ 18,930</u></b>                      | <b><u>\$ -</u></b>          | <b><u>\$ 20,923</u></b>                           | <b><u>\$ 157,502</u></b>     |
| <b>Liabilities:</b>       |                          |  |                             |   |                              |
| Accounts payable          | \$ 106,518               | \$ 18,930                                    | \$ -                        | \$ 20,923   | \$ -                         |
| Intergovernmental payable | -                        | -  | -                           | -   | 157,502                      |
| <b>Total liabilities</b>  | <b><u>\$ 106,518</u></b> | <b><u>\$ 18,930</u></b>                      | <b><u>\$ -</u></b>          | <b><u>\$ 20,923</u></b>                           | <b><u>\$ 157,502</u></b>     |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2015  
 (Page 6 of 6)

|                           | <u>SCHOOLS</u>             | <u>CITIES</u>              | <u>STATE</u>               | <u>Library</u>             | <u>TOTAL<br/>AGENCY<br/>FUNDS</u> |
|---------------------------|----------------------------|----------------------------|----------------------------|----------------------------|-----------------------------------|
| <b>ASSETS</b>             |                            |                            |                            |                            |                                   |
| Cash and cash equivalents | \$ -                       | \$ 423,225                 | \$ 921,827                 | \$ 3,795,379               | \$ 7,708,278                      |
| Investments               | -                          | 78,649                     | 171,305                    | 705,305                    | 1,432,451                         |
| Receivables:              |                            |                            |                            |                            |                                   |
| Taxes/assessments         | 1,156,100                  | 562,446                    | 390,116                    | 89,847                     | 2,367,733                         |
| Land held for resale      | -                          | -                          | -                          | -                          | 22,628                            |
| <b>Total assets</b>       | <b><u>\$ 1,156,100</u></b> | <b><u>\$ 1,064,320</u></b> | <b><u>\$ 1,483,248</u></b> | <b><u>\$ 4,590,531</u></b> | <b><u>\$ 11,531,090</u></b>       |
| <b>Liabilities:</b>       |                            |                            |                            |                            |                                   |
| Accounts payable          | \$ -                       | \$ -                       | \$ -                       | \$ -                       | \$ 2,858,060                      |
| Intergovernmental payable | 1,156,100                  | 1,064,320                  | 1,483,248                  | 4,590,531                  | 8,673,030                         |
| <b>Total liabilities</b>  | <b><u>\$ 1,156,100</u></b> | <b><u>\$ 1,064,320</u></b> | <b><u>\$ 1,483,248</u></b> | <b><u>\$ 4,590,531</u></b> | <b><u>\$ 11,531,090</u></b>       |

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LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2015  
 (Page 1 of 8)

|                                       | BALANCE<br>July 1, 2014 | ADDITIONS           | DELETIONS           | BALANCE<br>June 30, 2015 |
|---------------------------------------|-------------------------|---------------------|---------------------|--------------------------|
| <b>TRI-COUNTY WORKING GROUP</b>       |                         |                     |                     |                          |
| <b>ASSETS</b>                         |                         |                     |                     |                          |
| Cash and investments                  | \$ 1,254                | \$ 1                | \$ 208              | \$ 1,047                 |
| Receivables                           | -                       | -                   | -                   | -                        |
| Land acquired by tax deed             | -                       | -                   | -                   | -                        |
| Total Assets                          | <u>\$ 1,254</u>         | <u>\$ 1</u>         | <u>\$ 208</u>       | <u>\$ 1,047</u>          |
| <b>LIABILITIES</b>                    |                         |                     |                     |                          |
| Accounts payable                      | \$ 1,254                | \$ 1                | \$ 208              | \$ 1,047                 |
| Due to other governmental units       | -                       | -                   | -                   | -                        |
| Total Liabilities                     | <u>\$ 1,254</u>         | <u>\$ 1</u>         | <u>\$ 208</u>       | <u>\$ 1,047</u>          |
| <b>SPECIAL MOBILE UNITS - HOLDING</b> |                         |                     |                     |                          |
| <b>ASSETS</b>                         |                         |                     |                     |                          |
| Cash and investments                  | \$ 11,885               | \$ 103,922          | \$ 115,807          | \$ -                     |
| Receivables                           | -                       | -                   | -                   | -                        |
| Land acquired by tax deed             | -                       | -                   | -                   | -                        |
| Total Assets                          | <u>\$ 11,885</u>        | <u>\$ 103,922</u>   | <u>\$ 115,807</u>   | <u>\$ -</u>              |
| <b>LIABILITIES</b>                    |                         |                     |                     |                          |
| Accounts payable                      | \$ 11,885               | \$ 103,922          | \$ 115,807          | \$ -                     |
| Due to other governmental units       | -                       | -                   | -                   | -                        |
| Total Liabilities                     | <u>\$ 11,885</u>        | <u>\$ 103,922</u>   | <u>\$ 115,807</u>   | <u>\$ -</u>              |
| <b>FAIRGROUNDS USERS FOUNDATION</b>   |                         |                     |                     |                          |
| <b>ASSETS</b>                         |                         |                     |                     |                          |
| Cash and investments                  | \$ 47,846               | \$ 18,163           | \$ 21,672           | \$ 44,337                |
| Receivables                           | -                       | -                   | -                   | -                        |
| Land acquired by tax deed             | -                       | -                   | -                   | -                        |
| Total Assets                          | <u>\$ 47,846</u>        | <u>\$ 18,163</u>    | <u>\$ 21,672</u>    | <u>\$ 44,337</u>         |
| <b>LIABILITIES</b>                    |                         |                     |                     |                          |
| Accounts payable                      | \$ 47,846               | \$ 18,163           | \$ 21,672           | \$ 44,337                |
| Due to other governmental units       | -                       | -                   | -                   | -                        |
| Total Liabilities                     | <u>\$ 47,846</u>        | <u>\$ 18,163</u>    | <u>\$ 21,672</u>    | <u>\$ 44,337</u>         |
| <b>PAYROLL FUND</b>                   |                         |                     |                     |                          |
| <b>ASSETS</b>                         |                         |                     |                     |                          |
| Cash and investments                  | \$ 125,157              | \$ 9,000,571        | \$ 9,001,925        | \$ 123,803               |
| Receivables                           | -                       | -                   | -                   | -                        |
| Land acquired by tax deed             | -                       | -                   | -                   | -                        |
| Total Assets                          | <u>\$ 125,157</u>       | <u>\$ 9,000,571</u> | <u>\$ 9,001,925</u> | <u>\$ 123,803</u>        |
| <b>LIABILITIES</b>                    |                         |                     |                     |                          |
| Accounts payable                      | \$ -                    | \$ -                | \$ -                | \$ -                     |
| Due to other governmental units       | 125,157                 | 9,000,571           | 9,001,925           | 123,803                  |
| Total Liabilities                     | <u>\$ 125,157</u>       | <u>\$ 9,000,571</u> | <u>\$ 9,001,925</u> | <u>\$ 123,803</u>        |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2015  
 (Page 2 of 8)

|  | BALANCE<br>July 1, 2014 | ADDITIONS         | DELETIONS         | BALANCE<br>June 30, 2015 |
|--|-------------------------|-------------------|-------------------|--------------------------|
| <b>REFUND REVOLVING</b>                    |                         |                   |                   |                          |
| <b>ASSETS</b>                              |                         |                   |                   |                          |
| Cash and investments                       | \$ -                    | \$ 460,750        | \$ 460,750        | \$ -                     |
| Receivables                                | -                       | -                 | -                 | -                        |
| Land acquired by tax deed                  | -                       | -                 | -                 | -                        |
| Total Assets                               | <u>\$ -</u>             | <u>\$ 460,750</u> | <u>\$ 460,750</u> | <u>\$ -</u>              |
| <b>LIABILITIES</b>                         |                         |                   |                   |                          |
| Accounts payable                           | \$ -                    | \$ 460,750        | \$ 460,750        | \$ -                     |
| Due to other governmental units            | -                       | -                 | -                 | -                        |
| Total Liabilities                          | <u>\$ -</u>             | <u>\$ 460,750</u> | <u>\$ 460,750</u> | <u>\$ -</u>              |
| <b>AT &amp; T ADVANCE HOLDING</b>          |                         |                   |                   |                          |
| <b>ASSETS</b>                              |                         |                   |                   |                          |
| Cash and investments                       | \$ 983                  | \$ -              | \$ -              | \$ 983                   |
| Receivables                                | -                       | -                 | -                 | -                        |
| Land acquired by tax deed                  | -                       | -                 | -                 | -                        |
| Total Assets                               | <u>\$ 983</u>           | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 983</u>            |
| <b>LIABILITIES</b>                         |                         |                   |                   |                          |
| Accounts payable                           | \$ 983                  | \$ -              | \$ -              | \$ 983                   |
| Due to other governmental units            | -                       | -                 | -                 | -                        |
| Total Liabilities                          | <u>\$ 983</u>           | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 983</u>            |
| <b>SHERIFF'S COMMISSARY</b>                |                         |                   |                   |                          |
| <b>ASSETS</b>                              |                         |                   |                   |                          |
| Cash and investments                       | \$ 6,740                | \$ 298,321        | \$ 288,746        | \$ 16,315                |
| Receivables                                | -                       | -                 | -                 | -                        |
| Land acquired by tax deed                  | -                       | -                 | -                 | -                        |
| Total Assets                               | <u>\$ 6,740</u>         | <u>\$ 298,321</u> | <u>\$ 288,746</u> | <u>\$ 16,315</u>         |
| <b>LIABILITIES</b>                         |                         |                   |                   |                          |
| Accounts payable                           | \$ 6,740                | \$ 298,321        | \$ 288,746        | \$ 16,315                |
| Due to other governmental units            | -                       | -                 | -                 | -                        |
| Total Liabilities                          | <u>\$ 6,740</u>         | <u>\$ 298,321</u> | <u>\$ 288,746</u> | <u>\$ 16,315</u>         |
| <b>SHERIFF'S VOLUNTEER FIRE DEPARTMENT</b> |                         |                   |                   |                          |
| <b>ASSETS</b>                              |                         |                   |                   |                          |
| Cash and investments                       | \$ 2,398                | \$ -              | \$ -              | \$ 2,398                 |
| Receivables                                | -                       | -                 | -                 | -                        |
| Land acquired by tax deed                  | -                       | -                 | -                 | -                        |
| Total Assets                               | <u>\$ 2,398</u>         | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 2,398</u>          |
| <b>LIABILITIES</b>                         |                         |                   |                   |                          |
| Accounts payable                           | \$ 2,398                | \$ -              | \$ -              | \$ 2,398                 |
| Due to other governmental units            | -                       | -                 | -                 | -                        |
| Total Liabilities                          | <u>\$ 2,398</u>         | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 2,398</u>          |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2015  
 (Page 3 of 8)

|  | BALANCE<br>July 1, 2014 | ADDITIONS         | DELETIONS         | BALANCE<br>June 30, 2015 |
|--|-------------------------|-------------------|-------------------|--------------------------|
| <b>COUNTY CRIME PREVENTION PROGRAM</b> |                         |                   |                   |                          |
| <b>ASSETS</b>                          |                         |                   |                   |                          |
| Cash and investments                   | \$ 722                  | \$ -              | \$ -              | \$ 722                   |
| Receivables                            | -                       | -                 | -                 | -                        |
| Land acquired by tax deed              | -                       | -                 | -                 | -                        |
| Total Assets                           | <u>\$ 722</u>           | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 722</u>            |
| <b>LIABILITIES</b>                     |                         |                   |                   |                          |
| Accounts payable                       | \$ 722                  | \$ -              | \$ -              | \$ 722                   |
| Due to other governmental units        | -                       | -                 | -                 | -                        |
| Total Liabilities                      | <u>\$ 722</u>           | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 722</u>            |
| <b>SHERIFF'S CIVIL TRUST</b>           |                         |                   |                   |                          |
| <b>ASSETS</b>                          |                         |                   |                   |                          |
| Cash and investments                   | \$ 45,732               | \$ 219,929        | \$ 231,384        | \$ 34,277                |
| Receivables                            | -                       | -                 | -                 | -                        |
| Land acquired by tax deed              | -                       | -                 | -                 | -                        |
| Total Assets                           | <u>\$ 45,732</u>        | <u>\$ 219,929</u> | <u>\$ 231,384</u> | <u>\$ 34,277</u>         |
| <b>LIABILITIES</b>                     |                         |                   |                   |                          |
| Accounts payable                       | \$ 45,732               | \$ 219,929        | \$ 231,384        | \$ 34,277                |
| Due to other governmental units        | -                       | -                 | -                 | -                        |
| Total Liabilities                      | <u>\$ 45,732</u>        | <u>\$ 219,929</u> | <u>\$ 231,384</u> | <u>\$ 34,277</u>         |
| <b>SOLID WASTE TASK FORCE</b>          |                         |                   |                   |                          |
| <b>ASSETS</b>                          |                         |                   |                   |                          |
| Cash and investments                   | \$ 1,711                | \$ -              | \$ -              | \$ 1,711                 |
| Receivables                            | -                       | -                 | -                 | -                        |
| Land acquired by tax deed              | -                       | -                 | -                 | -                        |
| Total Assets                           | <u>\$ 1,711</u>         | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 1,711</u>          |
| <b>LIABILITIES</b>                     |                         |                   |                   |                          |
| Accounts payable                       | \$ 1,711                | \$ -              | \$ -              | \$ 1,711                 |
| Due to other governmental units        | -                       | -                 | -                 | -                        |
| Total Liabilities                      | <u>\$ 1,711</u>         | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 1,711</u>          |
| <b>TAX DEED LAND</b>                   |                         |                   |                   |                          |
| <b>ASSETS</b>                          |                         |                   |                   |                          |
| Cash and investments                   | \$ -                    | \$ -              | \$ -              | \$ -                     |
| Receivables                            | -                       | -                 | -                 | -                        |
| Land acquired by tax deed              | 22,628                  | -                 | -                 | 22,628                   |
| Total Assets                           | <u>\$ 22,628</u>        | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 22,628</u>         |
| <b>LIABILITIES</b>                     |                         |                   |                   |                          |
| Accounts payable                       | \$ 22,628               | \$ -              | \$ -              | \$ 22,628                |
| Due to other governmental units        | -                       | -                 | -                 | -                        |
| Total Liabilities                      | <u>\$ 22,628</u>        | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ 22,628</u>         |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2015  
 (Page 4 of 8)

|  | BALANCE<br>July 1, 2014 | ADDITIONS           | DELETIONS            | BALANCE<br>June 30, 2015 |
|--|-------------------------|---------------------|----------------------|--------------------------|
| <b>ENTITLEMENT LEVY</b>                |                         |                     |                      |                          |
| <b>ASSETS</b>                          |                         |                     |                      |                          |
| Cash and investments                   | \$ -                    | \$ 4,640,667        | \$ 4,640,667         | \$ -                     |
| Receivables                            | 387,528                 | 2,479,447           | 2,793,643            | 73,332                   |
| Land acquired by tax deed              | -                       | -                   | -                    | -                        |
| Total Assets                           | <u>\$ 387,528</u>       | <u>\$ 7,120,114</u> | <u>\$ 7,434,310</u>  | <u>\$ 73,332</u>         |
| <b>LIABILITIES</b>                     |                         |                     |                      |                          |
| Accounts payable                       | \$ -                    | \$ -                | \$ -                 | \$ -                     |
| Due to other governmental units        | 387,528                 | 7,120,114           | 7,434,310            | 73,332                   |
| Total Liabilities                      | <u>\$ 387,528</u>       | <u>\$ 7,120,114</u> | <u>\$ 7,434,310</u>  | <u>\$ 73,332</u>         |
| <b>TAX REVIEW</b>                      |                         |                     |                      |                          |
| <b>ASSETS</b>                          |                         |                     |                      |                          |
| Cash and investments                   | \$ 70,897               | \$ 9,006            | \$ 19,478            | \$ 60,425                |
| Receivables                            | -                       | -                   | -                    | -                        |
| Land acquired by tax deed              | -                       | -                   | -                    | -                        |
| Total Assets                           | <u>\$ 70,897</u>        | <u>\$ 9,006</u>     | <u>\$ 19,478</u>     | <u>\$ 60,425</u>         |
| <b>LIABILITIES</b>                     |                         |                     |                      |                          |
| Accounts payable                       | \$ 70,897               | \$ 9,006            | \$ 19,478            | \$ 60,425                |
| Due to other governmental units        | -                       | -                   | -                    | -                        |
| Total Liabilities                      | <u>\$ 70,897</u>        | <u>\$ 9,006</u>     | <u>\$ 19,478</u>     | <u>\$ 60,425</u>         |
| <b>MOBILE HOME/PARTIAL PAY HOLDING</b> |                         |                     |                      |                          |
| <b>ASSETS</b>                          |                         |                     |                      |                          |
| Cash and investments                   | \$ -                    | \$ 37,938           | \$ 37,938            | \$ -                     |
| Receivables                            | -                       | -                   | -                    | -                        |
| Land acquired by tax deed              | -                       | -                   | -                    | -                        |
| Total Assets                           | <u>\$ -</u>             | <u>\$ 37,938</u>    | <u>\$ 37,938</u>     | <u>\$ -</u>              |
| <b>LIABILITIES</b>                     |                         |                     |                      |                          |
| Accounts payable                       | \$ -                    | \$ 37,938           | \$ 37,938            | \$ -                     |
| Due to other governmental units        | -                       | -                   | -                    | -                        |
| Total Liabilities                      | <u>\$ -</u>             | <u>\$ 37,938</u>    | <u>\$ 37,938</u>     | <u>\$ -</u>              |
| <b>PROTESTED TAX</b>                   |                         |                     |                      |                          |
| <b>ASSETS</b>                          |                         |                     |                      |                          |
| Cash and investments                   | \$ 11,211,939           | \$ 111,989          | \$ 10,959,342        | \$ 364,586               |
| Receivables                            | -                       | -                   | -                    | -                        |
| Land acquired by tax deed              | -                       | -                   | -                    | -                        |
| Total Assets                           | <u>\$ 11,211,939</u>    | <u>\$ 111,989</u>   | <u>\$ 10,959,342</u> | <u>\$ 364,586</u>        |
| <b>LIABILITIES</b>                     |                         |                     |                      |                          |
| Accounts payable                       | \$ 11,211,939           | \$ 111,989          | \$ 10,959,342        | \$ 364,586               |
| Due to other governmental units        | -                       | -                   | -                    | -                        |
| Total Liabilities                      | <u>\$ 11,211,939</u>    | <u>\$ 111,989</u>   | <u>\$ 10,959,342</u> | <u>\$ 364,586</u>        |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2015  
 (Page 5 of 8)

|                                 | BALANCE<br>July 1, 2014 | ADDITIONS           | DELETIONS           | BALANCE<br>June 30, 2015 |
|---------------------------------|-------------------------|---------------------|---------------------|--------------------------|
| <b>ESTATE ADMINISTRATION</b>    |                         |                     |                     |                          |
| <b>ASSETS</b>                   |                         |                     |                     |                          |
| Cash and investments            | \$ 125,549              | \$ -                | \$ 5,176            | \$ 120,373               |
| Receivables                     | -                       | -                   | -                   | -                        |
| Land acquired by tax deed       | -                       | -                   | -                   | -                        |
| Total Assets                    | <u>\$ 125,549</u>       | <u>\$ -</u>         | <u>\$ 5,176</u>     | <u>\$ 120,373</u>        |
| <b>LIABILITIES</b>              |                         |                     |                     |                          |
| Accounts payable                | \$ 125,549              | \$ -                | \$ 5,176            | \$ 120,373               |
| Due to other governmental units | -                       | -                   | -                   | -                        |
| Total Liabilities               | <u>\$ 125,549</u>       | <u>\$ -</u>         | <u>\$ 5,176</u>     | <u>\$ 120,373</u>        |
| <b>REDEMPTIONS</b>              |                         |                     |                     |                          |
| <b>ASSETS</b>                   |                         |                     |                     |                          |
| Cash and investments            | \$ 152,414              | \$ 625,200          | \$ 732,215          | \$ 45,399                |
| Receivables                     | -                       | -                   | -                   | -                        |
| Land acquired by tax deed       | -                       | -                   | -                   | -                        |
| Total Assets                    | <u>\$ 152,414</u>       | <u>\$ 625,200</u>   | <u>\$ 732,215</u>   | <u>\$ 45,399</u>         |
| <b>LIABILITIES</b>              |                         |                     |                     |                          |
| Accounts payable                | \$ 152,414              | \$ 625,200          | \$ 732,215          | \$ 45,399                |
| Due to other governmental units | -                       | -                   | -                   | -                        |
| Total Liabilities               | <u>\$ 152,414</u>       | <u>\$ 625,200</u>   | <u>\$ 732,215</u>   | <u>\$ 45,399</u>         |
| <b>CLERK OF DISTRICT COURT</b>  |                         |                     |                     |                          |
| <b>ASSETS</b>                   |                         |                     |                     |                          |
| Cash and investments            | \$ 1,349,130            | \$ 5,886,936        | \$ 5,239,578        | \$ 1,996,488             |
| Receivables                     | -                       | -                   | -                   | -                        |
| Land acquired by tax deed       | -                       | -                   | -                   | -                        |
| Total Assets                    | <u>\$ 1,349,130</u>     | <u>\$ 5,886,936</u> | <u>\$ 5,239,578</u> | <u>\$ 1,996,488</u>      |
| <b>LIABILITIES</b>              |                         |                     |                     |                          |
| Accounts payable                | \$ 1,349,130            | \$ 5,886,936        | \$ 5,239,578        | \$ 1,996,488             |
| Due to other governmental units | -                       | -                   | -                   | -                        |
| Total Liabilities               | <u>\$ 1,349,130</u>     | <u>\$ 5,886,936</u> | <u>\$ 5,239,578</u> | <u>\$ 1,996,488</u>      |
| <b>INVESTMENT EARNINGS</b>      |                         |                     |                     |                          |
| <b>ASSETS</b>                   |                         |                     |                     |                          |
| Cash and investments            | \$ 26,527               | \$ 184,377          | \$ 186,710          | \$ 24,194                |
| Receivables                     | -                       | -                   | -                   | -                        |
| Land acquired by tax deed       | -                       | -                   | -                   | -                        |
| Total Assets                    | <u>\$ 26,527</u>        | <u>\$ 184,377</u>   | <u>\$ 186,710</u>   | <u>\$ 24,194</u>         |
| <b>LIABILITIES</b>              |                         |                     |                     |                          |
| Accounts payable                | \$ -                    | \$ -                | \$ -                | \$ -                     |
| Due to other governmental units | 26,527                  | 184,377             | 186,710             | 24,194                   |
| Total Liabilities               | <u>\$ 26,527</u>        | <u>\$ 184,377</u>   | <u>\$ 186,710</u>   | <u>\$ 24,194</u>         |



LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2015  
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|   | BALANCE<br>July 1, 2014 | ADDITIONS         | DELETIONS         | BALANCE<br>June 30, 2015 |
|---|-------------------------|-------------------|-------------------|--------------------------|
| <b>RESTITUTION</b>                        |                         |                   |                   |                          |
| <b>ASSETS</b>                             |                         |                   |                   |                          |
| Cash and investments                      | \$ 96,891               | \$ 148,316        | \$ 138,689        | \$ 106,518               |
| Receivables                               | -                       | -                 | -                 | -                        |
| Land acquired by tax deed                 | -                       | -                 | -                 | -                        |
| Total Assets                              | <u>\$ 96,891</u>        | <u>\$ 148,316</u> | <u>\$ 138,689</u> | <u>\$ 106,518</u>        |
| <b>LIABILITIES</b>                        |                         |                   |                   |                          |
| Accounts payable                          | \$ 96,891               | \$ 148,316        | \$ 138,689        | \$ 106,518               |
| Due to other governmental units           | -                       | -                 | -                 | -                        |
| Total Liabilities                         | <u>\$ 96,891</u>        | <u>\$ 148,316</u> | <u>\$ 138,689</u> | <u>\$ 106,518</u>        |
| <b>FAIRGROUNDS SECURITY DEPOSITS</b>      |                         |                   |                   |                          |
| <b>ASSETS</b>                             |                         |                   |                   |                          |
| Cash and investments                      | \$ 19,250               | \$ 17,777         | \$ 18,097         | \$ 18,930                |
| Receivables                               | -                       | -                 | -                 | -                        |
| Land acquired by tax deed                 | -                       | -                 | -                 | -                        |
| Total Assets                              | <u>\$ 19,250</u>        | <u>\$ 17,777</u>  | <u>\$ 18,097</u>  | <u>\$ 18,930</u>         |
| <b>LIABILITIES</b>                        |                         |                   |                   |                          |
| Accounts payable                          | \$ 19,250               | \$ 17,777         | \$ 18,097         | \$ 18,930                |
| Due to other governmental units           | -                       | -                 | -                 | -                        |
| Total Liabilities                         | <u>\$ 19,250</u>        | <u>\$ 17,777</u>  | <u>\$ 18,097</u>  | <u>\$ 18,930</u>         |
| <b>COUNTY FLEX PLAN</b>                   |                         |                   |                   |                          |
| <b>ASSETS</b>                             |                         |                   |                   |                          |
| Cash and investments                      | \$ -                    | \$ 230,917        | \$ 230,917        | \$ -                     |
| Receivables                               | -                       | -                 | -                 | -                        |
| Land acquired by tax deed                 | -                       | -                 | -                 | -                        |
| Total Assets                              | <u>\$ -</u>             | <u>\$ 230,917</u> | <u>\$ 230,917</u> | <u>\$ -</u>              |
| <b>LIABILITIES</b>                        |                         |                   |                   |                          |
| Accounts payable                          | \$ -                    | \$ 230,917        | \$ 230,917        | \$ -                     |
| Due to other governmental units           | -                       | -                 | -                 | -                        |
| Total Liabilities                         | <u>\$ -</u>             | <u>\$ 230,917</u> | <u>\$ 230,917</u> | <u>\$ -</u>              |
| <b>SUBDIVISION IMPROVEMENT AGREEMENTS</b> |                         |                   |                   |                          |
| <b>ASSETS</b>                             |                         |                   |                   |                          |
| Cash and investments                      | \$ 12,858               | \$ 8,094          | \$ 29             | \$ 20,923                |
| Receivables                               | -                       | -                 | -                 | -                        |
| Land acquired by tax deed                 | -                       | -                 | -                 | -                        |
| Total Assets                              | <u>\$ 12,858</u>        | <u>\$ 8,094</u>   | <u>\$ 29</u>      | <u>\$ 20,923</u>         |
| <b>LIABILITIES</b>                        |                         |                   |                   |                          |
| Accounts payable                          | \$ 12,858               | \$ 8,094          | \$ 29             | \$ 20,923                |
| Due to other governmental units           | -                       | -                 | -                 | -                        |
| Total Liabilities                         | <u>\$ 12,858</u>        | <u>\$ 8,094</u>   | <u>\$ 29</u>      | <u>\$ 20,923</u>         |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2015  
 (Page 7 of 8)

|                                 | BALANCE<br>July 1, 2014 | ADDITIONS            | DELETIONS            | BALANCE<br>June 30, 2015 |
|---------------------------------|-------------------------|----------------------|----------------------|--------------------------|
| <b>SPECIAL DISTRICTS</b>        |                         |                      |                      |                          |
| <b>ASSETS</b>                   |                         |                      |                      |                          |
| Cash and investments            | \$ 58,455               | \$ 155,940           | \$ 152,785           | \$ 61,610                |
| Receivables                     | 107,023                 | 2,341,514            | 2,352,645            | 95,892                   |
| Land acquired by tax deed       | -                       | -                    | -                    | -                        |
| Total Assets                    | <u>\$ 165,478</u>       | <u>\$ 2,497,454</u>  | <u>\$ 2,505,430</u>  | <u>\$ 157,502</u>        |
| <b>LIABILITIES</b>              |                         |                      |                      |                          |
| Accounts payable                | \$ -                    | \$ -                 | \$ -                 | \$ -                     |
| Due to other governmental units | 165,478                 | 2,497,454            | 2,505,430            | 157,502                  |
| Total Liabilities               | <u>\$ 165,478</u>       | <u>\$ 2,497,454</u>  | <u>\$ 2,505,430</u>  | <u>\$ 157,502</u>        |
| <b>SCHOOL FUNDS</b>             |                         |                      |                      |                          |
| <b>ASSETS</b>                   |                         |                      |                      |                          |
| Cash and investments            | \$ -                    | \$ -                 | \$ -                 | \$ -                     |
| Receivables                     | 6,535,798               | 42,146,726           | 47,526,424           | 1,156,100                |
| Land acquired by tax deed       | -                       | -                    | -                    | -                        |
| Total Assets                    | <u>\$ 6,535,798</u>     | <u>\$ 42,146,726</u> | <u>\$ 47,526,424</u> | <u>\$ 1,156,100</u>      |
| <b>LIABILITIES</b>              |                         |                      |                      |                          |
| Accounts payable                | \$ -                    | \$ -                 | \$ -                 | \$ -                     |
| Due to other governmental units | 6,535,798               | 42,146,726           | 47,526,424           | 1,156,100                |
| Total Liabilities               | <u>\$ 6,535,798</u>     | <u>\$ 42,146,726</u> | <u>\$ 47,526,424</u> | <u>\$ 1,156,100</u>      |
| <b>CITY FUNDS</b>               |                         |                      |                      |                          |
| <b>ASSETS</b>                   |                         |                      |                      |                          |
| Cash and investments            | \$ 976,988              | \$ 21,424,799        | \$ 21,899,913        | \$ 501,874               |
| Receivables                     | 3,194,642               | 21,280,722           | 23,912,918           | 562,446                  |
| Land acquired by tax deed       | -                       | -                    | -                    | -                        |
| Total Assets                    | <u>\$ 4,171,630</u>     | <u>\$ 42,705,521</u> | <u>\$ 45,812,831</u> | <u>\$ 1,064,320</u>      |
| <b>LIABILITIES</b>              |                         |                      |                      |                          |
| Accounts payable                | \$ -                    | \$ -                 | \$ -                 | \$ -                     |
| Due to other governmental units | 4,171,630               | 42,705,521           | 45,812,831           | 1,064,320                |
| Total Liabilities               | <u>\$ 4,171,630</u>     | <u>\$ 42,705,521</u> | <u>\$ 45,812,831</u> | <u>\$ 1,064,320</u>      |
| <b>STATE FUNDS</b>              |                         |                      |                      |                          |
| <b>ASSETS</b>                   |                         |                      |                      |                          |
| Cash and investments            | \$ 1,074,690            | \$ 21,320,061        | \$ 21,301,619        | \$ 1,093,132             |
| Receivables                     | 1,761,071               | 12,315,746           | 13,686,701           | 390,116                  |
| Land acquired by tax deed       | -                       | -                    | -                    | -                        |
| Total Assets                    | <u>\$ 2,835,761</u>     | <u>\$ 33,635,807</u> | <u>\$ 34,988,320</u> | <u>\$ 1,483,248</u>      |
| <b>LIABILITIES</b>              |                         |                      |                      |                          |
| Accounts payable                | \$ -                    | \$ -                 | \$ -                 | \$ -                     |
| Due to other governmental units | 2,835,761               | 33,635,807           | 34,988,320           | 1,483,248                |
| Total Liabilities               | <u>\$ 2,835,761</u>     | <u>\$ 33,635,807</u> | <u>\$ 34,988,320</u> | <u>\$ 1,483,248</u>      |

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2015  
 (Page 8 of 8)

|                                      | BALANCE<br>July 1, 2014 | ADDITIONS             | DELETIONS             | BALANCE<br>June 30, 2015 |
|--------------------------------------|-------------------------|-----------------------|-----------------------|--------------------------|
| <b>LIBRARY</b>                       |                         |                       |                       |                          |
| <b>ASSETS</b>                        |                         |                       |                       |                          |
| Cash and investments                 | \$ 3,688,267            | \$ 3,571,278          | \$ 2,758,861          | \$ 4,500,684             |
| Receivables                          | 480,990                 | 3,028,875             | 3,420,018             | 89,847                   |
| Land acquired by tax deed            | -                       | -                     | -                     | -                        |
| Total Assets                         | <u>\$ 4,169,257</u>     | <u>\$ 6,600,153</u>   | <u>\$ 6,178,879</u>   | <u>\$ 4,590,531</u>      |
| <b>LIABILITIES</b>                   |                         |                       |                       |                          |
| Accounts payable                     | \$ -                    | \$ -                  | \$ -                  | \$ -                     |
| Due to other governmental units      | 4,169,257               | 6,600,153             | 6,178,879             | 4,590,531                |
| Total Liabilities                    | <u>\$ 4,169,257</u>     | <u>\$ 6,600,153</u>   | <u>\$ 6,178,879</u>   | <u>\$ 4,590,531</u>      |
| <br><b>TOTALS - ALL AGENCY FUNDS</b> |                         |                       |                       |                          |
| <b>ASSETS</b>                        |                         |                       |                       |                          |
| Cash and investments                 | \$ 19,108,283           | \$ 68,014,202         | \$ 77,981,756         | \$ 9,140,729             |
| Receivables                          | 12,467,052              | 84,053,780            | 94,153,099            | 2,367,733                |
| Due from other County funds          | -                       | -                     | -                     | -                        |
| Land acquired by tax deed            | 22,628                  | -                     | -                     | 22,628                   |
| Total Assets                         | <u>\$ 31,597,963</u>    | <u>\$ 152,067,982</u> | <u>\$ 172,134,855</u> | <u>\$ 11,531,090</u>     |
| <b>LIABILITIES</b>                   |                         |                       |                       |                          |
| Accounts payable                     | \$ 13,180,827           | \$ 7,716,509          | \$ 18,039,276         | \$ 2,858,060             |
| Due to other governmental units      | 18,417,136              | 144,351,473           | 154,095,579           | 8,673,030                |
| Total Liabilities                    | <u>\$ 31,597,963</u>    | <u>\$ 152,067,982</u> | <u>\$ 172,134,855</u> | <u>\$ 11,531,090</u>     |



**CAPITAL ASSETS USED IN THE OPERATIONS  
OF GOVERNMENTAL FUNDS**

**LEWIS AND CLARK COUNTY, MONTANA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
COMPARATIVE SCHEDULE BY SOURCE (1)  
June 30, 2015 and 2014**

|   | <b>2015</b>          | <b>2014</b>          |
|---|----------------------|----------------------|
| <b>Governmental Funds Capital Assets:</b>                             |                      |                      |
| Land  | \$ 4,963,140         | \$ 4,594,762         |
| Buildings   | 19,180,798           | 16,429,739           |
| Improvements other than buildings                                     | 2,367,075            | 1,776,237            |
| Infrastructure  | 22,339,065           | 20,388,192           |
| Machinery and equipment   | 13,170,580           | 13,279,018           |
| <b>Total Governmental Funds Capital Assets</b>                        | <b>\$ 62,020,658</b> | <b>\$ 56,467,948</b> |
| <br><b>Investment in Governmental Funds Capital Assets by Source:</b> |                      |                      |
| General fund  | \$ 11,708,859        | \$ 11,791,763        |
| Special revenue funds   | 15,004,437           | 15,116,801           |
| Capital projects funds  | 35,307,362           | 29,559,384           |
| <b>Total Governmental Funds Capital Assets</b>                        | <b>\$ 62,020,658</b> | <b>\$ 56,467,948</b> |

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

LEWIS AND CLARK COUNTY, MONTANA  
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
 SCHEDULE BY FUNCTION AND ACTIVITY (1)  
 June 30, 2015

| FUNCTION AND ACTIVITY                          | LAND                | BUILDINGS            | IMPROVEMENTS<br>OTHER THAN<br>BUILDINGS | INFRASTRUCTURE       | MACHINERY<br>AND<br>EQUIPMENT | TOTAL                |
|--|---------------------|----------------------|---|----------------------|-------------------------------|----------------------|
| <b>GENERAL GOVERNMENT</b>                      |                     |                      |   |                      |                               |                      |
| Legislative services                           | \$ -                | \$ 1,570,731         | \$ -                                    | \$ -                 | \$ 77,129                     | \$ 1,647,860         |
| Judicial services                              | -                   | 172,263              | -                                       | -                    | 12,516                        | 184,779              |
| Administrative services                        | 934,203             | 8,936,238            | 548,124                                 | -                    | 151,466                       | 10,570,031           |
| Financial services                             | -                   | -                    | -                                       | -                    | 374,415                       | 374,415              |
| Election services                              | -                   | -                    | -                                       | -                    | 234,200                       | 234,200              |
| Planning services                              | -                   | -                    | -                                       | -                    | 79,591                        | 79,591               |
| Records administration                         | -                   | -                    | -                                       | -                    | 354,335                       | 354,335              |
| Legal services                                 | -                   | -                    | -                                       | -                    | -                             | -                    |
| <b>Total General Government</b>                | <b>934,203</b>      | <b>10,679,232</b>    | <b>548,124</b>                          | <b>-</b>             | <b>1,283,652</b>              | <b>13,445,211</b>    |
| <b>PUBLIC SAFETY</b>                           |                     |                      |   |                      |                               |                      |
| Law enforcement services                       | -                   | 1,839,470            | -                                       | 6,006,233            | 4,641,631                     | 12,487,334           |
| Detention and correction services              | -                   | 3,589,561            | -                                       | -                    | -                             | 3,589,561            |
| Animal control                                 | -                   | -                    | -                                       | -                    | 19,455                        | 19,455               |
| Fire protection and control                    | 125,307             | 424,870              | -                                       | -                    | 191,719                       | 741,896              |
| Civil defense                                  | 22,865              | -                    | -                                       | -                    | 52,998                        | 75,863               |
| <b>Total Public Safety</b>                     | <b>148,172</b>      | <b>5,853,901</b>     | <b>-</b>                                | <b>6,006,233</b>     | <b>4,905,803</b>              | <b>16,914,109</b>    |
| <b>PUBLIC WORKS</b>                            |                     |                      |   |                      |                               |                      |
| Public work administration                     | -                   | 32,757               | -                                       | -                    | 31,721                        | 64,478               |
| Road and street services                       | 3,857,285           | -                    | 1,045,879                               | 16,332,832           | 6,284,929                     | 27,520,925           |
| Cemetery services                              | -                   | 88,304               | 748,456                                 | -                    | 117,691                       | 954,451              |
| Facilities administration                      | -                   | 241,932              | -                                       | -                    | 24,252                        | 266,184              |
| Weed spraying services                         | -                   | 160,960              | -                                       | -                    | 262,383                       | 423,343              |
| <b>Total Public Works</b>                      | <b>3,857,285</b>    | <b>523,953</b>       | <b>1,794,335</b>                        | <b>16,332,832</b>    | <b>6,720,976</b>              | <b>29,229,381</b>    |
| <b>PUBLIC HEALTH</b>                           |                     |                      |   |                      |                               |                      |
| Public health services                         | -                   | -                    | -                                       | -                    | 211,467                       | 211,467              |
| <b>Total Public Health</b>                     | <b>-</b>            | <b>-</b>             | <b>-</b>                                | <b>-</b>             | <b>211,467</b>                | <b>211,467</b>       |
| <b>CULTURE AND RECREATION</b>                  |                     |                      |   |                      |                               |                      |
| Park and recreations services                  | 23,480              | -                    | 24,616                                  | -                    | 32,882                        | 80,978               |
| Library services                               | -                   | 2,123,712            | -                                       | -                    | -                             | 2,123,712            |
| <b>Total Culture and Recreation</b>            | <b>23,480</b>       | <b>2,123,712</b>     | <b>24,616</b>                           | <b>-</b>             | <b>32,882</b>                 | <b>2,204,690</b>     |
| <b>SOCIAL AND ECONOMICS</b>                    |                     |                      |   |                      |                               |                      |
| County extension                               | -                   | -                    | -                                       | -                    | 15,800                        | 15,800               |
| <b>Total Social and Economics</b>              | <b>-</b>            | <b>-</b>             | <b>-</b>                                | <b>-</b>             | <b>15,800</b>                 | <b>15,800</b>        |
| <b>Total Governmental Funds Capital Assets</b> | <b>\$ 4,963,140</b> | <b>\$ 19,180,798</b> | <b>\$ 2,367,075</b>                     | <b>\$ 22,339,065</b> | <b>\$ 13,170,580</b>          | <b>\$ 62,020,658</b> |

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

**LEWIS AND CLARK COUNTY, MONTANA**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY (1)**  
**For the Fiscal Year Ended June 30, 2015**

| FUNCTION AND ACTIVITY                          | GOVERNMENTAL<br>FUNDS CAPITAL<br>ASSETS (2)<br>JULY 1, 2014 | ADDITIONS           | DEDUCTIONS        | GOVERNMENTAL<br>FUNDS CAPITAL<br>ASSETS<br>JUNE 30, 2015 |
|--|---|---------------------|-------------------|--|
| <b>GENERAL GOVERNMENT</b>                      |   |                     |                   |  |
| Legislative services                           | \$ 1,656,740  | \$ -                | \$ 8,880          | \$ 1,647,860   |
| Judicial services                              | 190,279   | -                   | 5,500             | 184,779  |
| Administrative services                        | 9,204,950   | 1,365,081           | -                 | 10,570,031   |
| Financial services                             | 374,415   | -                   | -                 | 374,415  |
| Election services                              | 234,200   | -                   | -                 | 234,200  |
| Planning services                              | 79,591  | -                   | -                 | 79,591   |
| Records administration                         | 354,335   | -                   | -                 | 354,335  |
| <b>Total General Government</b>                | <b>12,094,510</b>   | <b>1,365,081</b>    | <b>14,380</b>     | <b>13,445,211</b>  |
| <b>PUBLIC SAFETY</b>                           |   |                     |                   |  |
| Law enforcement services                       | 11,298,154  | 1,625,907           | 436,727           | 12,487,334   |
| Detention and correction services              | 3,589,561   | -                   | -                 | 3,589,561  |
| Animal control                                 | 19,455  | -                   | -                 | 19,455   |
| Fire services                                  | 741,896   | -                   | -                 | 741,896  |
| Civil defense                                  | 81,863  | -                   | 6,000             | 75,863   |
| <b>Total Public Safety</b>                     | <b>15,730,929</b>   | <b>1,625,907</b>    | <b>442,727</b>    | <b>16,914,109</b>  |
| <b>PUBLIC WORKS</b>                            |   |                     |                   |  |
| Public work administration                     | 64,478  | -                   | -                 | 64,478   |
| Road and street services                       | 24,461,896  | 3,215,145           | 156,116           | 27,520,925   |
| Cemetery services                              | 947,238   | 22,185              | 14,972            | 954,451  |
| Facilities administration                      | 266,184   | -                   | -                 | 266,184  |
| Weed spraying services                         | 437,844   | -                   | 14,501            | 423,343  |
| <b>Total Public Works</b>                      | <b>26,177,640</b>   | <b>3,237,330</b>    | <b>185,589</b>    | <b>29,229,381</b>  |
| <b>PUBLIC HEALTH</b>                           |   |                     |                   |  |
| Public health services                         | 236,529   | 25,613              | 50,675            | 211,467  |
| <b>Total Public Health</b>                     | <b>236,529</b>  | <b>25,613</b>       | <b>50,675</b>     | <b>211,467</b>   |
| <b>CULTURE AND RECREATION</b>                  |   |                     |                   |  |
| Park and recreations services                  | 80,978  | -                   | -                 | 80,978   |
| Library services                               | 2,123,712   | -                   | -                 | 2,123,712  |
| <b>Total Culture and Recreation</b>            | <b>2,204,690</b>  | <b>-</b>            | <b>-</b>          | <b>2,204,690</b>   |
| <b>SOCIAL AND ECONOMICS</b>                    |   |                     |                   |  |
| County extension                               | 23,650  | -                   | 7,850             | 15,800   |
| <b>Total Social and Economics</b>              | <b>23,650</b>   | <b>-</b>            | <b>7,850</b>      | <b>15,800</b>  |
| <b>Total Governmental Funds Capital Assets</b> | <b>\$ 56,467,948</b>  | <b>\$ 6,253,931</b> | <b>\$ 701,221</b> | <b>\$ 62,020,658</b>                                     |

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.



## **STATISTICAL SECTION**

**STATISTICAL SECTION**

This part of the Lewis and Clark County’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government’s overall financial health.

| <b>Contents</b>  | <b>Page</b> |
|--|-------------|
| Financial Trends<br><i>These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.</i>   | 215-219     |
| Revenue Capacity<br><i>These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.</i>   | 220-223     |
| Debt Capacity<br><i>These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt, along with the government’s ability to issue additional debt in the future.</i>                    | 224-228     |
| Demographic and Economic Information<br><i>These schedules offer demographic and economic indicators to help the reader understand how the information in the government’s financial activities take place.</i>  | 229-230     |
| Operating Information<br><i>These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report related to the services the government provides and the activities it performs.</i> | 231-233     |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant years. The county implemented GASB 34 in fiscal year 2002, therefore schedules presenting government-wide information include information beginning with fiscal year 2002.

LEWIS AND CLARK COUNTY, MONTANA  
 NET POSITION BY COMPONENT  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 (amounts expressed in thousands)

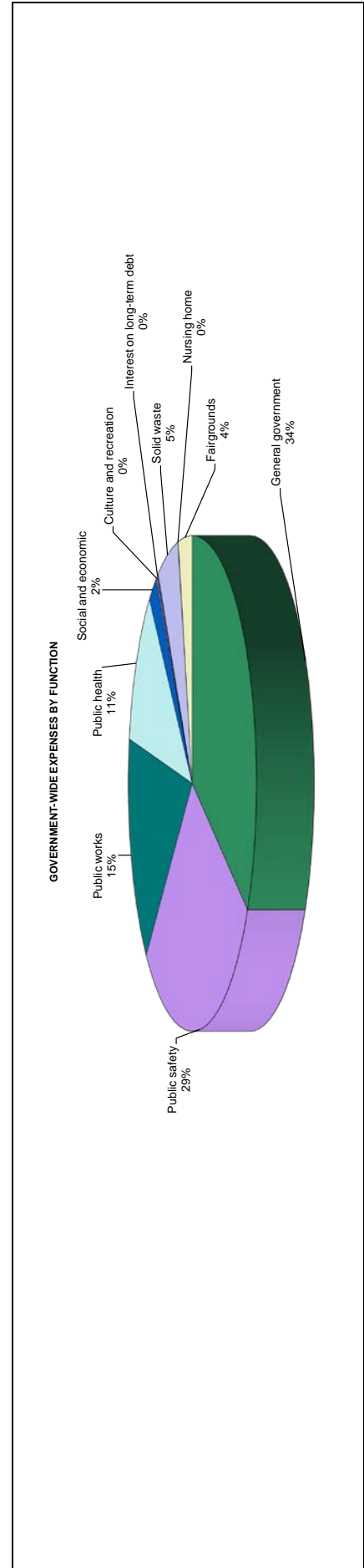
|   | 2006             | 2007             | 2008             | 2009             | 2010             | 2011             | 2012             | 2013             | 2014             | 2015             |
|---|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Governmental activities                     |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Net investment in capital assets            | \$ 16,052        | \$ 22,343        | \$ 24,104        | \$ 26,686        | \$ 27,500        | \$ 28,039        | \$ 30,596        | \$ 31,553        | \$ 33,892        | \$ 42,525        |
| Restricted                                  | 7,257            | 6,170            | 7,543            | 8,419            | 4,676            | 4,346            | 3,887            | 4,581            | 4,551            | 2,977            |
| Unrestricted                                | 9,802            | 10,598           | 11,521           | 11,232           | 16,856           | 19,048           | 20,360           | 21,745           | 22,877           | 2,735            |
| Total governmental activities net position  | <u>\$ 33,111</u> | <u>\$ 39,111</u> | <u>\$ 43,168</u> | <u>\$ 46,337</u> | <u>\$ 49,032</u> | <u>\$ 51,433</u> | <u>\$ 54,843</u> | <u>\$ 57,879</u> | <u>\$ 61,320</u> | <u>\$ 48,237</u> |
| Business-type activities                    |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Net investment in capital assets            | \$ 3,681         | \$ 4,319         | \$ 6,774         | \$ 10,407        | \$ 11,187        | \$ 11,684        | \$ 10,645        | \$ 11,157        | \$ 11,780        | \$ 11,849        |
| Restricted                                  | 500              | 498              | 2,704            | 1,164            | 908              | 858              | 936              | 884              | 886              | 561              |
| Unrestricted                                | 2,589            | 3,007            | (839)            | (2,045)          | (1,529)          | (1,570)          | (246)            | 272              | 1,234            | 1,287            |
| Total business-type activities net position | <u>\$ 6,770</u>  | <u>\$ 7,824</u>  | <u>\$ 8,639</u>  | <u>\$ 9,526</u>  | <u>\$ 10,566</u> | <u>\$ 10,972</u> | <u>\$ 11,355</u> | <u>\$ 12,313</u> | <u>\$ 13,900</u> | <u>\$ 13,697</u> |
| Primary government                          |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Net investment in capital assets            | \$ 19,733        | \$ 26,662        | \$ 30,878        | \$ 37,093        | \$ 38,687        | \$ 39,723        | \$ 41,241        | \$ 42,710        | \$ 45,672        | \$ 54,374        |
| Restricted                                  | 7,757            | 6,668            | 10,247           | 9,583            | 5,584            | 5,204            | 4,823            | 5,465            | 5,437            | 3,538            |
| Unrestricted                                | 12,391           | 13,605           | 10,682           | 9,187            | 15,327           | 17,478           | 20,114           | 22,017           | 24,111           | 4,022            |
| Total primary government net position       | <u>\$ 39,881</u> | <u>\$ 46,935</u> | <u>\$ 51,807</u> | <u>\$ 55,863</u> | <u>\$ 59,598</u> | <u>\$ 62,405</u> | <u>\$ 66,178</u> | <u>\$ 70,192</u> | <u>\$ 75,220</u> | <u>\$ 61,934</u> |

LEWIS AND CLARK COUNTY, MONTANA  
CHANGE IN NET POSITION  
Last Ten Fiscal Years  
(accrual basis of accounting)  
(amounts expressed in thousands)

|  | 2006             | 2007             | 2008             | 2009             | 2010             | 2011             | 2012             | 2013             | 2014             | 2015             |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| <b>Expenses</b>  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Governmental activities:                               |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| General government                                     | \$ 9,605         | \$ 10,709        | \$ 7,521         | \$ 9,444         | \$ 8,785         | \$ 8,639         | \$ 10,666        | \$ 9,822         | \$ 14,967        | \$ 10,325        |
| Public safety  | 7,920            | 4,900            | 8,860            | 9,343            | 10,255           | 10,590           | 11,493           | 11,968           | 13,093           | 14,673           |
| Public works   | 3,603            | 4,484            | 4,777            | 4,187            | 6,584            | 6,350            | 6,094            | 6,197            | 6,742            | 6,449            |
| Public health  | 2,972            | 3,352            | 3,580            | 3,917            | 4,056            | 4,051            | 4,402            | 4,955            | 4,678            | 5,131            |
| Social and economic                                    | 1,427            | 1,726            | 1,746            | 1,243            | 1,167            | 1,466            | 1,077            | 1,457            | 954              | 1,029            |
| Culture and recreation                                 | 96               | 91               | 99               | 125              | 149              | 174              | 106              | 162              | 129              | 118              |
| Interest on long-term debt                             | 370              | 311              | 338              | 324              | 249              | 305              | 317              | 148              | 135              | 131              |
| <b>Total governmental activities expenses</b>          | <b>25,993</b>    | <b>25,573</b>    | <b>26,921</b>    | <b>28,583</b>    | <b>31,245</b>    | <b>31,575</b>    | <b>34,155</b>    | <b>34,709</b>    | <b>40,698</b>    | <b>37,856</b>    |
| Business-type activities:                              |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Solid waste  | 1,948            | 2,021            | 2,213            | 2,267            | 2,469            | 2,618            | 2,571            | 2,575            | 2,389            | 2,558            |
| Nursing home   | 5,098            | 5,353            | 5,493            | 5,915            | 6,169            | 5,896            | 5,756            | 200              | 35               | -                |
| Fairgrounds  | 643              | 708              | 671              | 1,182            | 1,528            | 1,546            | 1,548            | 1,629            | 1,571            | 1,693            |
| <b>Total business-type activities expenses</b>         | <b>7,689</b>     | <b>8,082</b>     | <b>8,377</b>     | <b>9,364</b>     | <b>10,166</b>    | <b>10,060</b>    | <b>9,875</b>     | <b>4,404</b>     | <b>3,995</b>     | <b>4,251</b>     |
| <b>Total primary government expenses</b>               | <b>\$ 33,682</b> | <b>\$ 33,655</b> | <b>\$ 35,298</b> | <b>\$ 37,947</b> | <b>\$ 41,411</b> | <b>\$ 41,635</b> | <b>\$ 44,030</b> | <b>\$ 39,113</b> | <b>\$ 44,693</b> | <b>\$ 42,107</b> |
| <b>Program Revenues</b>                                |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Governmental activities:                               |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Charges for services:                                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| General government                                     | \$ 1,458         | \$ 1,649         | \$ 1,580         | \$ 1,632         | \$ 1,675         | \$ 1,544         | \$ 1,702         | \$ 1,792         | \$ 1,622         | \$ 1,651         |
| Public safety  | 800              | 828              | 677              | 771              | 768              | 792              | 881              | 1,019            | 1,695            | 2,709            |
| Public works   | 108              | 63               | 102              | 85               | 107              | 103              | 116              | 108              | 145              | 164              |
| Public health  | 791              | 646              | 835              | 826              | 797              | 1,011            | 1,201            | 1,279            | 1,428            | 1,520            |
| Social and economic                                    | -                | 5                | 3                | 2                | 1                | 2                | 3                | 2                | 3                | 4                |
| Operating grants and contributions                     | 2,726            | 2,692            | 2,832            | 3,124            | 3,100            | 3,197            | 3,182            | 3,879            | 3,628            | 3,797            |
| Capital grants and contributions                       | 1,126            | 1,733            | 2,629            | 5,549            | 2,334            | 1,417            | 2,829            | 1,998            | 2,827            | 778              |
| <b>Total governmental activities program revenues</b>  | <b>7,009</b>     | <b>7,616</b>     | <b>8,658</b>     | <b>11,989</b>    | <b>8,782</b>     | <b>8,066</b>     | <b>9,914</b>     | <b>10,077</b>    | <b>11,348</b>    | <b>10,623</b>    |
| Business-type activities:                              |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Charges for services:                                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Solid waste  | 2,044            | 2,113            | 2,217            | 2,043            | 2,929            | 2,661            | 2,892            | 2,918            | 3,017            | 3,307            |
| Nursing home   | 4,989            | 5,048            | 5,093            | 5,583            | 5,474            | 5,346            | 4,400            | 12               | -                | 6                |
| Fairgrounds  | 387              | 432              | 417              | 584              | 696              | 813              | 793              | 888              | 949              | 1,017            |
| Operating grants and contributions                     | -                | -                | -                | -                | -                | 22               | 27               | 11               | 22               | 34               |
| Capital grants and contributions                       | -                | -                | -                | -                | -                | -                | -                | -                | -                | -                |
| <b>Total business-type activities program revenues</b> | <b>7,420</b>     | <b>7,593</b>     | <b>7,727</b>     | <b>8,210</b>     | <b>9,099</b>     | <b>8,842</b>     | <b>8,112</b>     | <b>3,829</b>     | <b>3,988</b>     | <b>4,364</b>     |
| <b>Total primary government program revenues</b>       | <b>\$ 14,429</b> | <b>\$ 15,209</b> | <b>\$ 16,385</b> | <b>\$ 20,199</b> | <b>\$ 17,881</b> | <b>\$ 16,908</b> | <b>\$ 18,026</b> | <b>\$ 13,906</b> | <b>\$ 15,336</b> | <b>\$ 14,987</b> |
| Net (expense) revenue                                  | \$ (18,984)      | \$ (17,957)      | \$ (18,263)      | \$ (16,594)      | \$ (22,463)      | \$ (23,509)      | \$ (24,241)      | \$ (24,632)      | \$ (29,350)      | \$ (27,233)      |
| Governmental activities:                               | (269)            | (489)            | (650)            | (1,154)          | (1,067)          | (1,218)          | (1,763)          | (575)            | (7)              | 113              |
| Business-type activities                               | \$ (19,253)      | \$ (18,446)      | \$ (18,913)      | \$ (17,748)      | \$ (23,530)      | \$ (24,727)      | \$ (26,004)      | \$ (25,207)      | \$ (29,357)      | \$ (27,120)      |
| <b>Total primary government expenses</b>               |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |

LEWIS AND CLARK COUNTY, MONTANA  
CHANGE IN NET POSITION (Continued)  
Last Ten Fiscal Years  
(accrual basis of accounting)  
(amounts expressed in thousands)

|   | 2006             | 2007             | 2008             | 2009             | 2010             | 2011             | 2012             | 2013             | 2014             | 2015             |
|---|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| <b>General Revenues and Other Changes in Net Position</b> |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Governmental activities:                                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Taxes   |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Property taxes  | \$ 14,388        | \$ 14,153        | \$ 15,934        | \$ 16,226        | \$ 18,300        | \$ 18,916        | \$ 19,939        | \$ 20,094        | \$ 21,444        | \$ 20,548        |
| Local option tax  | 1,835            | 1,946            | 2,041            | 1,974            | 2,052            | 2,063            | 2,112            | 2,265            | 2,388            | 2,601            |
| Other taxes   | 27               | 22               | 18               | 29               | 35               | 47               | 53               | 6                | 33               | 30               |
| Unrestricted grants and contributions                     | 3,409            | 2,884            | 2,896            | 4,179            | 4,266            | 3,949            | 4,348            | 4,465            | 6,817            | 9,700            |
| Unrestricted investment earnings                          | 573              | 891              | 921              | 468              | 277              | 232              | 168              | 152              | 306              | 103              |
| Miscellaneous   | 458              | 388              | 644              | 550              | 680              | 914              | 1,084            | 735              | 1,820            | 646              |
| Contributions of capital assets                           | -                | -                | (133)            | (2,964)          | -                | (211)            | (53)             | -                | -                | -                |
| Transfers   | (246)            | (259)            | (133)            | (699)            | (452)            | (211)            | (53)             | (49)             | (18)             | (41)             |
| <b>Total governmental activities</b>                      | <b>20,444</b>    | <b>20,025</b>    | <b>22,321</b>    | <b>19,763</b>    | <b>25,158</b>    | <b>25,910</b>    | <b>27,651</b>    | <b>27,668</b>    | <b>32,790</b>    | <b>33,587</b>    |
| Business-type activities:                                 |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Taxes   | 1,063            | 1,133            | 1,139            | 1,245            | 1,351            | 1,402            | 1,451            | 1,495            | 1,568            | 317              |
| Unrestricted grants and contributions                     | -                | -                | 70               | 43               | 287              | -                | -                | -                | -                | -                |
| Unrestricted investment earnings                          | 126              | 184              | 180              | 55               | 17               | 10               | 9                | 8                | 6                | 41               |
| Miscellaneous   | (14)             | (33)             | (57)             | -                | -                | -                | 614              | -                | 3                | 1                |
| Transfers   | 246              | 259              | 133              | 699              | 452              | 211              | 53               | 49               | 18               | 41               |
| <b>Total business-type activities</b>                     | <b>1,421</b>     | <b>1,543</b>     | <b>1,465</b>     | <b>2,042</b>     | <b>2,107</b>     | <b>1,623</b>     | <b>2,127</b>     | <b>1,552</b>     | <b>1,595</b>     | <b>400</b>       |
| <b>Total primary government</b>                           | <b>\$ 21,865</b> | <b>\$ 21,568</b> | <b>\$ 23,786</b> | <b>\$ 21,805</b> | <b>\$ 27,265</b> | <b>\$ 27,533</b> | <b>\$ 29,778</b> | <b>\$ 29,220</b> | <b>\$ 34,385</b> | <b>\$ 33,987</b> |
| <b>Change in Net Position</b>                             |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Governmental activities                                   | \$ 1,460         | \$ 2,068         | \$ 4,058         | \$ 3,169         | \$ 2,695         | \$ 2,401         | \$ 3,410         | \$ 3,036         | \$ 3,440         | \$ 6,354         |
| Business-type activities                                  | 1,152            | 1,054            | 815              | 888              | 1,040            | 405              | 364              | 977              | 1,588            | 513              |
| <b>Total primary government</b>                           | <b>\$ 2,612</b>  | <b>\$ 3,122</b>  | <b>\$ 4,873</b>  | <b>\$ 4,057</b>  | <b>\$ 3,735</b>  | <b>\$ 2,806</b>  | <b>\$ 3,774</b>  | <b>\$ 4,013</b>  | <b>\$ 5,028</b>  | <b>\$ 6,867</b>  |



LEWIS AND CLARK COUNTY, MONTANA  
 FUND BALANCES OF GOVERNMENTAL FUNDS  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 (amounts expressed in thousands)

|                                    | Fiscal Year      |                  |                  |                  |                  |                  |                  |                  |                  |                  |
|------------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
|                                    | 2006             | 2007             | 2008             | 2009             | 2010             | 2011             | 2012             | 2013             | 2014             | 2015             |
| General fund                       |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Nonspendable                       | \$ 37            | \$ 48            | \$ 61            | \$ 45            | \$ 61            | \$ 121           | \$ 96            | \$ 108           | \$ 101           | \$ 69            |
| Restricted                         | -                | -                | -                | -                | -                | -                | -                | -                | 3                | -                |
| Unrestricted:                      |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Committed                          | -                | -                | 8                | 10               | 59               | 81               | 7                | 3                | 4                | 1,705            |
| Assigned                           | 653              | 768              | 819              | 399              | 559              | 354              | 451              | 580              | 1,113            | 719              |
| Unassigned                         | 1,399            | 1,291            | 1,189            | 1,446            | 1,485            | 2,224            | 1,869            | 2,279            | 619              | 592              |
| Total general fund                 | <u>\$ 2,089</u>  | <u>\$ 2,107</u>  | <u>\$ 2,077</u>  | <u>\$ 1,900</u>  | <u>\$ 2,164</u>  | <u>\$ 2,780</u>  | <u>\$ 2,423</u>  | <u>\$ 2,970</u>  | <u>\$ 1,840</u>  | <u>\$ 3,085</u>  |
| All other governmental funds       |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Nonspendable                       | \$ 495           | \$ 568           | \$ 1,717         | \$ 3,282         | \$ 3,014         | \$ 2,634         | \$ 2,371         | \$ 766           | \$ 750           | \$ 774           |
| Restricted                         | 1,894            | 1,670            | 1,522            | 1,579            | 1,530            | 4,389            | 4,105            | 5,795            | 5,643            | 4,023            |
| Unrestricted:                      |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Committed                          | 7,857            | 8,508            | 9,457            | 9,218            | 10,435           | 11,871           | 13,072           | 13,644           | 16,425           | 17,285           |
| Assigned                           | 34               | 88               | 48               | 214              | 119              | 125              | 29               | 9                | 31               | 23               |
| Unassigned                         | (142)            | (57)             | -                | (53)             | (54)             | -                | -                | -                | -                | -                |
| Total all other governmental funds | <u>\$ 10,138</u> | <u>\$ 10,777</u> | <u>\$ 12,744</u> | <u>\$ 14,240</u> | <u>\$ 15,044</u> | <u>\$ 19,019</u> | <u>\$ 19,577</u> | <u>\$ 20,214</u> | <u>\$ 22,849</u> | <u>\$ 22,105</u> |

**LEWIS AND CLARK COUNTY, MONTANA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 (amounts expressed in thousands)

|   | Fiscal Year     |               |                 |                 |                 |                 |               |                 |                 |               |
|---|-----------------|---------------|-----------------|-----------------|-----------------|-----------------|---------------|-----------------|-----------------|---------------|
|   | 2006            | 2007          | 2008            | 2009            | 2010            | 2011            | 2012          | 2013            | 2014            | 2015          |
| <b>Revenues</b>   |                 |               |                 |                 |                 |                 |               |                 |                 |               |
| Taxes/assessments                                       | \$ 14,860       | \$ 15,821     | \$ 17,930       | \$ 19,145       | \$ 19,136       | \$ 21,436       | \$ 21,209     | \$ 22,040       | \$ 25,185       | \$ 24,184     |
| Licenses and permits                                    | 148             | 168           | 183             | 214             | 274             | 190             | 266           | 332             | 286             | 280           |
| Intergovernmental                                       | 7,262           | 7,308         | 8,357           | 12,852          | 9,700           | 8,563           | 10,359        | 10,282          | 13,272          | 9,143         |
| Charges for services                                    | 2,517           | 2,460         | 2,475           | 2,543           | 2,504           | 2,667           | 3,089         | 3,302           | 4,049           | 5,296         |
| Fines and forfeitures                                   | 492             | 563           | 539             | 560             | 570             | 594             | 549           | 567             | 558             | 473           |
| Miscellaneous   | 426             | 365           | 604             | 505             | 637             | 974             | 518           | 776             | 1,177           | 761           |
| Interest earnings                                       | 494             | 778           | 818             | 423             | 255             | 219             | 159           | 143             | 302             | 98            |
| <b>Total revenues</b>                                   | <b>26,199</b>   | <b>27,463</b> | <b>30,906</b>   | <b>36,242</b>   | <b>33,076</b>   | <b>34,643</b>   | <b>36,149</b> | <b>37,442</b>   | <b>44,829</b>   | <b>40,235</b> |
| <b>Expenditures</b>                                     |                 |               |                 |                 |                 |                 |               |                 |                 |               |
| General government                                      | 6,515           | 6,683         | 7,235           | 7,770           | 7,708           | 8,807           | 9,946         | 9,986           | 14,348          | 10,456        |
| Public safety   | 7,530           | 7,342         | 7,982           | 8,430           | 9,156           | 9,601           | 10,506        | 11,067          | 12,152          | 13,732        |
| Public works  | 3,618           | 3,787         | 4,063           | 4,222           | 4,614           | 5,028           | 4,898         | 5,199           | 5,827           | 5,728         |
| Public health   | 2,946           | 3,337         | 3,556           | 3,876           | 4,006           | 4,034           | 4,367         | 4,933           | 4,667           | 5,121         |
| Social and economic                                     | 1,425           | 1,723         | 1,743           | 1,241           | 1,166           | 1,464           | 1,075         | 1,456           | 952             | 1,027         |
| Culture and recreation                                  | 41              | 36            | 44              | 40              | 94              | 118             | 48            | 104             | 71              | 60            |
| Debt service  |                 |               |                 |                 |                 |                 |               |                 |                 |               |
| Principal   | 1,053           | 735           | 661             | 1,183           | 1,215           | 873             | 727           | 646             | 556             | 430           |
| Interest  | 128             | 228           | 227             | 221             | 144             | 190             | 392           | 133             | 120             | 115           |
| Capital outlay  | 1,740           | 2,786         | 4,401           | 8,186           | 4,395           | 2,709           | 4,028         | 2,766           | 4,074           | 3,947         |
| <b>Total expenditures</b>                               | <b>24,996</b>   | <b>26,657</b> | <b>29,912</b>   | <b>35,169</b>   | <b>32,498</b>   | <b>32,824</b>   | <b>35,987</b> | <b>36,290</b>   | <b>42,767</b>   | <b>40,616</b> |
| Excess of revenues over (under) expenditures            | 1,203           | 806           | 994             | 1,073           | 578             | 1,819           | 162           | 1,152           | 2,062           | (381)         |
| <b>Other financing sources (uses)</b>                   |                 |               |                 |                 |                 |                 |               |                 |                 |               |
| Transfers in  | 2,789           | 3,099         | 3,219           | 4,576           | 3,586           | 4,401           | 4,306         | 4,927           | 5,057           | 6,968         |
| Transfers out   | (3,159)         | (3,503)       | (3,480)         | (5,421)         | (4,105)         | (4,631)         | (4,427)       | (5,041)         | (5,973)         | (6,987)       |
| Loans   | 2,286           | 243           | 1,154           | 1,050           | 969             | 3,002           | 9             | -               | 238             | 991           |
| Proceeds from sale of capital asset:                    | 69              | 13            | 50              | 41              | 40              | -               | 150           | 36              | 232             | (90)          |
| Gain (Loss) on sale of investments                      | -               | -             | -               | -               | -               | -               | -             | -               | -               | -             |
| <b>Total other financing sources (uses)</b>             | <b>1,985</b>    | <b>(148)</b>  | <b>943</b>      | <b>246</b>      | <b>490</b>      | <b>2,772</b>    | <b>38</b>     | <b>(78)</b>     | <b>(446)</b>    | <b>882</b>    |
| <b>Net change in fund balances</b>                      | <b>\$ 3,188</b> | <b>\$ 658</b> | <b>\$ 1,937</b> | <b>\$ 1,319</b> | <b>\$ 1,068</b> | <b>\$ 4,591</b> | <b>\$ 200</b> | <b>\$ 1,074</b> | <b>\$ 1,616</b> | <b>\$ 501</b> |
| Debt service as a percentage of noncapital expenditures | 7.1%            | 3.6%          | 3.3%            | 4.6%            | 4.2%            | 3.2%            | 3.1%          | 2.1%            | 1.6%            | 1.3%          |

LEWIS AND CLARK COUNTY, MONTANA  
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 Last Ten Fiscal Years  
 (in thousands of dollars)

| FISCAL YEAR | REAL PROPERTY | PERSONAL PROPERTY | MOBILE HOMES | MOTOR VEHICLE | CENTRALLY ASSESSED | TAX INCREMENT DISTRICT | TOTAL TAXABLE ASSESSED VALUE | TOTAL DIRECT TAX RATE |
|-------------|---------------|-------------------|--------------|---------------|--------------------|------------------------|------------------------------|-----------------------|
| 2006        | \$ 88,438     | \$ 2,591          | 1,197        | n/a           | \$ 17,778          | \$ -                   | \$ 110,004                   | \$ 158.97             |
| 2007        | 91,660        | 2,629             | 1,170        | n/a           | 18,325             | -                      | 113,784                      | 162.80                |
| 2008        | 97,794        | -                 | 1,159        | n/a           | 21,461             | -                      | 120,414                      | 161.74                |
| 2009        | 100,660       | 5,784             | 1,108        | n/a           | 21,518             | -                      | 129,070                      | 160.70                |
| 2010        | 82,536        | 2,663             | 1,028        | n/a           | 21,945             | -                      | 108,172                      | 160.98                |
| 2011        | 83,823        | 2,547             | 1,015        | n/a           | 25,729             | -                      | 113,114                      | 171.34                |
| 2012        | 85,534        | 2,158             | 977          | n/a           | 26,694             | -                      | 115,363                      | 173.90                |
| 2013        | 86,678        | 1,920             | 931          | n/a           | 26,391             | -                      | 115,920                      | 177.28                |
| 2014        | 103,273       | 2,228             | 913          | n/a           | 12,875             | -                      | 119,289                      | 179.91                |
| 2015        | 90,583        | 1,696             | 759          | n/a           | 23,420             | -                      | 116,458                      | 173.75                |

Note: Property in the County is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per \$1,000 of assessed value.

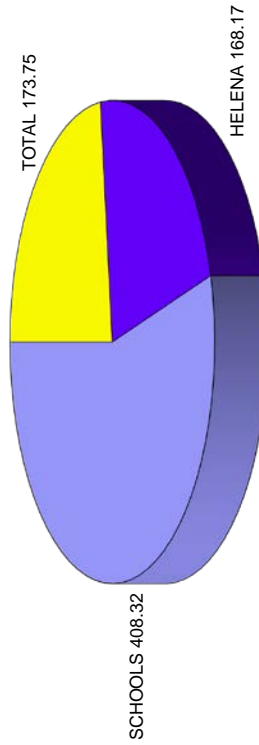
Source: County Property Tax Department



LEWIS AND CLARK COUNTY, MONTANA  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
Last Ten Fiscal Years

| FISCAL YEAR | LEWIS AND CLARK COUNTY |              |         |               |              |              | OVERLAPPING RATES |         |        | TOTAL DIRECT & OVERLAPPING DEBT |
|-------------|------------------------|--------------|---------|---------------|--------------|--------------|-------------------|---------|--------|---------------------------------|
|             | ALL PURPOSE            | DEBT SERVICE | LIBRARY | PUBLIC SAFETY | OTHER LEVIES | TOTAL DIRECT | CITY OF HELENA    | SCHOOLS |        |                                 |
| 2006        | 33.19                  | 1.75         | 23.07   | 52.81         | 48.15        | 158.97       | 131.77            | 368.87  | 659.61 |                                 |
| 2007        | 34.21                  | 1.55         | 23.72   | 54.28         | 49.04        | 162.80       | 134.45            | 356.18  | 653.43 |                                 |
| 2008        | 34.01                  | 1.15         | 23.52   | 53.82         | 49.24        | 161.74       | 135.01            | 363.41  | 660.16 |                                 |
| 2009        | 34.68                  | 1.10         | 20.25   | 54.87         | 49.80        | 160.70       | 149.29            | 375.66  | 685.65 |                                 |
| 2010        | 35.09                  | 1.13         | 20.33   | 55.51         | 48.92        | 160.98       | 150.69            | 367.40  | 679.07 |                                 |
| 2011        | 37.33                  | 1.35         | 21.18   | 58.06         | 53.42        | 171.34       | 155.82            | 370.98  | 698.14 |                                 |
| 2012        | 37.68                  | 1.25         | 21.38   | 58.60         | 54.99        | 173.90       | 157.01            | 355.30  | 686.21 |                                 |
| 2013        | 38.22                  | 0.59         | 21.74   | 59.58         | 57.15        | 177.28       | 159.20            | 346.02  | 682.50 |                                 |
| 2014        | 38.67                  | 0.53         | 21.99   | 60.28         | 58.44        | 179.91       | 159.10            | 361.74  | 700.75 |                                 |
| 2015        | 39.30                  | 0.50         | 22.65   | 62.10         | 49.20        | 173.75       | 168.17            | 408.32  | 750.24 |                                 |

PROPERTY TAX LEVY BY MILLS  
Fiscal Year 2015



Note: Overlapping rates are those that apply to property owners within Lewis & Clark County. Not all overlapping rates apply to all County property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the boundaries of the special district).

Source: County Finance approved mill levies

LEWIS AND CLARK COUNTY, MONTANA  
 PRINCIPAL PROPERTY TAXPAYERS  
 CURRENT TAX YEAR AND NINE YEARS AGO

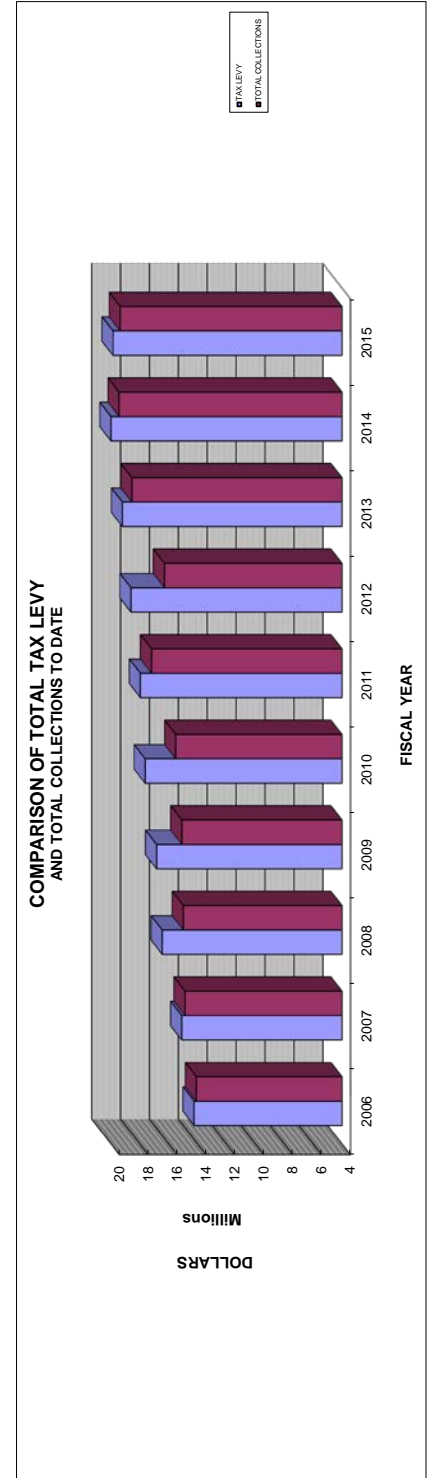
| TAXPAYER                                | 2014                   |      |   | 2005                   |      |   |
|---|------------------------|------|---|------------------------|------|---|
|   | TAXABLE ASSESSED VALUE | RANK | PERCENTAGE OF COUNTY TAXABLE ASSESSED VALUE | TAXABLE ASSESSED VALUE | RANK | PERCENTAGE OF COUNTY TAXABLE ASSESSED VALUE |
| North Western Energy LLC                | \$ 12,469,950          | 1    | 10.64%                                      | \$ 10,545,131          | 1    | 12.03%                                      |
| Celoco Partnership DBA Verizon Wireless | 3,292,909              | 2    | 2.80%                                       | 2,626,451              | 2    | 3.00%                                       |
| PPL Montana LLC                         | 2,013,283              | 3    | 1.71%                                       | 2,626,451              | 2    | 3.00%                                       |
| Century Link (Qwest)                    | 1,750,598              | 4    | 1.48%                                       | 1,962,215              | 3    | 2.23%                                       |
| Railways                                | 1,396,944              | 5    | 1.18%                                       | 947,452                | 4    | 1.08%                                       |
| The Boeing Company                      | 1,041,649              | 6    | 0.88%                                       | -                      | -    | -   |
| Bresnan Communications                  | 939,796                | 7    | 0.79%                                       | -                      | -    | -   |
| Helena Federal Office Complex LLC       | 491,568                | 8    | 0.41%                                       | 387,890                | 6    | 0.43%                                       |
| Yellowstone Pipeline Co                 | 464,620                | 9    | 0.39%                                       | -                      | -    | -   |
| Wal-Mart Stores Inc.                    | 388,458                | 10   | 0.32%                                       | 312,580                | 7    | 0.36%                                       |
| American Smelting & Refining            | -                      | -    | -   | 457,945                | 5    | 0.51%                                       |
| American Chemet Corporation             | -                      | -    | -   | 299,173                | 8    | 0.33%                                       |
| Federal Reserve Bank                    | -                      | -    | -   | 240,668                | 10   | 0.26%                                       |
| Touchmark on Saddle Drive LLC           | -                      | -    | -   | 283,811                | 9    | 0.31%                                       |
| <b>Total</b>                            | <b>\$ 24,249,775</b>   |      | <b>20.60%</b>                               | <b>\$ 20,689,767</b>   |      | <b>23.54%</b>                               |

LEWIS AND CLARK COUNTY, MONTANA  
PROPERTY TAX LEVIES AND COLLECTIONS  
GOVERNMENTAL FUND TYPES  
Last Ten Fiscal Years

| FISCAL YEAR ENDED JUNE 30 | TOTAL TAX LEVY FOR FISCAL YEAR (1) | COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY |                    | COLLECTIONS IN SUBSEQUENT YEARS | TOTAL COLLECTIONS TO DATE |                        |
|---------------------------|------------------------------------|--|--------------------|---------------------------------|---------------------------|------------------------|
|                           |                                    | AMOUNT                                       | PERCENTAGE OF LEVY |                                 | AMOUNT                    | PERCENTAGE OF LEVY (1) |
| 2006                      | \$ 14,241,919                      | \$ 12,865,087                                | 90.33%             | \$ 1,223,736                    | \$ 14,088,823             | 98.93%                 |
| 2007                      | 15,098,296                         | 13,674,775                                   | 90.57%             | 1,195,761                       | 14,870,536                | 98.49%                 |
| 2008                      | 16,450,507                         | 13,477,161                                   | 81.93%             | 1,511,059                       | 14,988,220                | 91.11%                 |
| 2009                      | 16,842,558                         | 13,818,447                                   | 82.04%             | 1,276,013                       | 15,094,460                | 89.62%                 |
| 2010                      | 17,631,450                         | 14,060,369                                   | 79.75%             | 1,458,136                       | 15,518,505                | 88.02%                 |
| 2011                      | 17,965,134                         | 16,052,571                                   | 89.35%             | 1,137,769                       | 17,190,340                | 95.69%                 |
| 2012                      | 18,612,722                         | 15,161,798                                   | 81.46%             | 1,142,719                       | 16,304,517                | 87.60%                 |
| 2013                      | 19,206,701                         | 17,175,186                                   | 89.42%             | 1,377,966                       | 18,553,152                | 96.60%                 |
| 2014                      | 20,137,735                         | 18,593,745                                   | 92.33%             | 846,174                         | 19,439,919                | 96.53%                 |
| 2015                      | 19,857,154                         | 19,359,785                                   | 97.50%             | -                               | 19,359,785                | 97.50%                 |

Source and other information:

(1) From Lewis & Clark County Finance Department budget documents - "Tax Revenues".



Note: Total collections to date may be more or less than total tax levy, due to the recalculation of tax bills related to the incorrect taxable value being placed on a property. The tax bills are recalculated on an on going basis. This changes the total taxable value for a certain tax year. Since the levy is calculated from the taxable value it is possible to collect more or less revenue for property taxes than the original levy was estimated. Thus it is possible to exceed 100% in collections of the levy.

LEWIS AND CLARK COUNTY, MONTANA  
 RATIO OF OUTSTANDING DEBT BY TYPE  
 Last Ten Fiscal Years

(amounts expressed in thousands, except per capita amount)

| Fiscal Year | Governmental Activities  |               |                         |                 | Business-Type Activities |               |                 |          | Total Primary Government | Percentage of Personal Income (1) | Percentage Capita (1) |
|-------------|--------------------------|---------------|-------------------------|-----------------|--------------------------|---------------|-----------------|----------|--------------------------|-----------------------------------|-----------------------|
|             | General Obligation Bonds | Revenue Bonds | Special Assessment Debt | Contracts/Loans | Capital Leases           | Revenue Bonds | Contracts/Loans |          |                          |                                   |                       |
| 2006        | \$ -                     | \$ 605        | \$ 1,181                | \$ 2,678        | \$ -                     | \$ 4,073      | \$ 137          | \$ 8,674 | 0.42%                    | \$ 147                            |                       |
| 2007        | -                        | 565           | 1,208                   | 2,172           | -                        | 3,890         | 118             | 7,953    | 0.36%                    | 132                               |                       |
| 2008        | -                        | 525           | 1,836                   | 2,116           | -                        | 7,233         | 98              | 11,808   | 0.50%                    | 191                               |                       |
| 2009        | -                        | 485           | 1,999                   | 1,894           | -                        | 7,251         | 77              | 11,706   | 0.50%                    | 187                               |                       |
| 2010        | -                        | 440           | 1,755                   | 1,990           | -                        | 6,489         | 88              | 10,762   | 0.44%                    | 169                               |                       |
| 2011        | 2,870                    | 395           | 1,497                   | 1,661           | -                        | 5,372         | 61              | 11,856   | 0.47%                    | 184                               |                       |
| 2012        | 2,755                    | 345           | 1,231                   | 1,229           | -                        | 5,215         | 34              | 10,809   | 0.41%                    | 167                               |                       |
| 2013        | 2,635                    | 295           | 975                     | 960             | -                        | 4,141         | -               | 9,006    | 0.33%                    | 138                               |                       |
| 2014        | 2,515                    | 240           | 931                     | 805             | -                        | 3,249         | -               | 7,740    | N/A                      | N/A                               |                       |
| 2015        | 3,120                    | 185           | 1,048                   | 645             | -                        | 2,644         | -               | 7,642    | N/A                      | N/A                               |                       |

Source and other information:

(1) See the Schedule for Demographic Statistics on page 186 for personal income and population data. Personal income equals estimated population multiplied by per capita income.

**LEWIS AND CLARK COUNTY, MONTANA  
RATIO OF ANNUAL DEBT SERVICE REQUIREMENTS FOR  
Last Ten Fiscal Years  
(amounts expressed in thousands, except per capita amount)**

| <u>FISCAL YEAR</u> | <u>GENERAL OBLIGATION BONDS</u> | <u>LESS: AMOUNT AVAILABLE IN DEBT SERVICE FUNDS</u> | <u>TOTAL</u> | <u>PERCENTAGE OF TAXABLE VALUE OF PROPERTY</u> <sup>1</sup> | <u>PER CAPITA</u> <sup>2</sup> |
|--------------------|---------------------------------|---|--------------|---|--------------------------------|
| 2006               | \$ -                            | \$ -  | \$ -         | 0.00%   | \$ -                           |
| 2007               | -                               | -   | -            | 0.00%   | -                              |
| 2008               | -                               | -   | -            | 0.00%   | -                              |
| 2009               | -                               | -   | -            | 0.00%   | -                              |
| 2010               | -                               | -   | -            | 0.00%   | -                              |
| 2011               | 2,870                           | 23  | 2,847        | 2.52%   | 44.26                          |
| 2012               | 2,755                           | 35  | 2,720        | 2.36%   | 41.93                          |
| 2013               | 2,635                           | 8   | 2,627        | 2.27%   | 40.21                          |
| 2014               | 2,515                           | 20  | 2,495        | 2.09%   | 37.67                          |
| 2015               | 3,120                           | 24  | 3,096        | 2.66%   | 46.12                          |

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

<sup>1</sup> See Schedule "Assessed Value and Actual Value of Taxable Property" for data.

<sup>2</sup> Population data can be found in schedule, "Demographic Statistics".

LEWIS AND CLARK COUNTY, MONTANA  
 LEGAL DEBT MARGIN INFORMATION  
 Last Ten Fiscal Years  
 (amounts expressed in thousands)

|   | 2006            | 2007             | 2008             | 2009             | 2010             | 2011             | 2012             | 2013             | 2014              | 2015              |
|---|-----------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|-------------------|-------------------|
| Debt Limit  | \$ 9,890        | \$ 10,401        | \$ 10,768        | \$ 11,462        | \$ 84,174        | \$ 89,862        | \$ 93,582        | \$ 97,758        | \$ 102,849        | \$ 106,395        |
| Total net debt applicable to limit                                      | -               | -                | -                | -                | -                | 2,893            | 2,790            | 2,643            | 2,535             | 3,144             |
| Legal debt margin   | <u>\$ 9,890</u> | <u>\$ 10,401</u> | <u>\$ 10,768</u> | <u>\$ 11,462</u> | <u>\$ 84,174</u> | <u>\$ 86,969</u> | <u>\$ 90,792</u> | <u>\$ 95,115</u> | <u>\$ 100,314</u> | <u>\$ 103,251</u> |
| Total net debt applicable to the limit<br>as a percentage of debt limit | 0.00%           | 0.00%            | 0.00%            | 0.00%            | 0.00%            | 3.22%            | 2.98%            | 2.70%            | 2.46%             | 2.96%             |

Legal Debt Margin Calculation for Fiscal Year 2014

|  |                   |
|--|-------------------|
| Assessed Value   | \$ 4,255,782      |
| Debt Limit 2.5% of Assessed Value                                  | <u>2.50%</u>      |
| General Obligation Debt Limit (1)                                  | 106,395           |
| Outstanding General Obligation Debt, June 30, 2014                 | \$ 3,120          |
| Less: Amount set aside for repayment of<br>General Obligation Debt | <u>24</u>         |
| Total net debt applicable to limit                                 | 3,144             |
| Legal Debt Margin  | <u>\$ 109,539</u> |

(1) The statutes of the State of Montana prescribe a legal debt limit of 2.5% of the assessed valuation for general obligation debt.

LEWIS AND CLARK COUNTY, MONTANA  
 PLEDGED-REVENUE COVERAGE  
 Last Ten Fiscal Years

**SOLID WASTE FACILITY REVENUE BONDS:**

| FISCAL YEAR | GROSS REVENUE (1) | DIRECT OPERATING EXPENSES (2) | NET REVENUE AVAILABLE FOR DEBT SERVICE | DEBT SERVICE REQUIREMENTS |              |            |          |
|-------------|-------------------|-------------------------------|--|---------------------------|--------------|------------|----------|
|             |                   |                               |  | PRINCIPAL                 | INTEREST (3) | TOTAL      | COVERAGE |
| 2006        | \$ 957,587        | \$ 564,630                    | \$ 392,957                             | \$ 129,000                | \$ 89,400    | \$ 218,400 | 179.9%   |
| 2007        | 1,056,772         | 601,717                       | 455,055                                | 129,000                   | 89,400       | 218,400    | 208.4%   |
| 2008        | 1,070,728         | 672,884                       | 397,844                                | 129,000                   | 89,400       | 218,400    | 182.2%   |
| 2009        | 1,112,752         | 669,706                       | 443,046                                | 172,326                   | 111,903      | 284,229    | 155.9%   |
| 2010        | 1,482,148         | 731,943                       | 750,205                                | 172,326                   | 101,015      | 273,341    | 274.5%   |
| 2011        | 1,225,295         | 784,967                       | 440,328                                | 147,604                   | 94,025       | 241,629    | 182.2%   |
| 2012        | 1,275,347         | 726,536                       | 548,811                                | 293,106                   | 106,880      | 399,986    | 137.2%   |
| 2013        | 1,231,389         | 651,276                       | 580,113                                | 322,914                   | 37,342       | 360,256    | 161.0%   |
| 2014        | 1,320,513         | 611,206                       | 709,307                                | 326,418                   | 33,838       | 360,256    | 196.9%   |
| 2015        | 1,554,253         | 639,981                       | 914,272                                | 330,017                   | 30,239       | 360,256    | 253.8%   |

**HEALTH CARE FACILITY REVENUE BONDS:**

| FISCAL YEAR | GROSS REVENUE (1) | DIRECT OPERATING EXPENSES (2) | NET REVENUE AVAILABLE FOR DEBT SERVICE | DEBT SERVICE REQUIREMENTS |              |           |          |
|-------------|-------------------|-------------------------------|--|---------------------------|--------------|-----------|----------|
|             |                   |                               |  | PRINCIPAL                 | INTEREST (3) | TOTAL     | COVERAGE |
| 2006        | \$ 281,452        | \$ 181,223                    | \$ 100,229                             | \$ 35,000                 | \$ 31,670    | \$ 66,670 | 150.3%   |
| 2007        | 313,981           | 196,237                       | 117,744                                | 40,000                    | 30,130       | 70,130    | 167.9%   |
| 2008        | 319,147           | 205,357                       | 113,790                                | 40,000                    | 28,330       | 68,330    | 166.5%   |
| 2009        | 315,108           | 223,464                       | 91,644                                 | 40,000                    | 26,490       | 66,490    | 137.8%   |
| 2010        | 321,275           | 216,714                       | 104,561                                | 45,000                    | 24,490       | 69,490    | 150.5%   |
| 2011        | 348,865           | 255,545                       | 93,320                                 | 45,000                    | 22,240       | 67,240    | 138.8%   |
| 2012        | 315,359           | 233,874                       | 81,485                                 | 50,000                    | 19,990       | 69,990    | 116.4%   |
| 2013        | 322,106           | 237,634                       | 84,472                                 | 50,000                    | 17,490       | 67,490    | 125.2%   |
| 2014        | 329,882           | 229,713                       | 100,169                                | 55,000                    | 14,990       | 69,990    | 143.1%   |
| 2015        | 399,454           | 275,252                       | 124,202                                | 60,000                    | 9,435        | 69,435    | 178.9%   |

**LEWIS AND CLARK COUNTY, MONTANA  
PLEDGED-REVENUE COVERAGE (Continued)  
Last Ten Fiscal Years**

**COONEY CONVALESCENT HOME REVENUE BONDS:**

| FISCAL YEAR | GROSS REVENUE (1) | DIRECT OPERATING EXPENSES (2) | NET REVENUE AVAILABLE FOR DEBT SERVICE | DEBT SERVICE REQUIREMENTS |              |            |          |
|-------------|-------------------|-------------------------------|--|---------------------------|--------------|------------|----------|
|             |                   |                               |  | PRINCIPAL                 | INTEREST (3) | TOTAL      | COVERAGE |
| 2006        | \$ 5,195,937      | \$ 4,903,704                  | \$ 292,233                             | \$ 75,000                 | \$ 63,845    | \$ 138,845 | 210.5%   |
| 2007        | 5,255,136         | 5,144,836                     | 110,300                                | 75,000                    | 60,545       | 135,545    | 81.4%    |
| 2008        | 5,307,254         | 5,284,999                     | 22,255                                 | 80,000                    | 57,170       | 137,170    | 16.2%    |
| 2009        | 5,802,320         | 5,685,062                     | 117,258                                | 85,000                    | 53,490       | 138,490    | 84.7%    |
| 2010        | 5,589,161         | 5,922,531                     | (333,370)                              | 90,000                    | 49,240       | 139,240    | -239.4%  |
| 2011        | 5,345,676         | 5,694,426                     | (348,750)                              | 95,000                    | 44,740       | 139,740    | -249.6%  |
| 2012        | n/a (4)           | n/a (4)                       | n/a (4)                                | n/a (4)                   | n/a (4)      | n/a (4)    | n/a (4)  |
| 2013        | n/a (4)           | n/a (4)                       | n/a (4)                                | n/a (4)                   | n/a (4)      | n/a (4)    | n/a (4)  |
| 2014        | n/a (4)           | n/a (4)                       | n/a (4)                                | n/a (4)                   | n/a (4)      | n/a (4)    | n/a (4)  |
| 2015        | n/a (4)           | n/a (4)                       | n/a (4)                                | n/a (4)                   | n/a (4)      | n/a (4)    | n/a (4)  |

**SPECIAL ASSESSMENT DEBT:**

| FISCAL YEAR | SPECIAL ASSESSMENT COLLECTIONS | DEBT SERVICE REQUIREMENTS |          |          |
|-------------|--------------------------------|---------------------------|----------|----------|
|             |                                | PRINCIPAL                 | INTEREST | COVERAGE |
| 2006        | \$ 88,536                      | \$ 50,901                 | \$ 8,440 | 149.20%  |
| 2007        | 214,546                        | 206,157                   | 52,383   | 82.98%   |
| 2008        | 361,358                        | 153,437                   | 67,715   | 163.40%  |
| 2009        | 405,974                        | 291,797                   | 72,731   | 111.37%  |
| 2010        | 409,954                        | 707,867                   | 65,727   | 52.99%   |
| 2011        | 414,880                        | 297,164                   | 51,697   | 118.92%  |
| 2012        | 384,567                        | 275,454                   | 37,516   | 122.88%  |
| 2013        | 373,974                        | 256,706                   | 28,226   | 131.25%  |
| 2014        | 328,303                        | 281,336                   | 23,764   | 107.61%  |
| 2015        | 194,343                        | 144,941                   | 22,276   | 116.22%  |

Note: Details regarding the County's outstanding debt can be found in the notes to the Financial Statements. Data is not available for some fiscal years.

Source and other information:

Lewis and Clark County General Purpose Financial Statements, Fiscal Year Ended June 30, 2015

(1) Gross revenue includes operating revenues, non-operating revenue and other financing sources.

(2) Direct operating expenses include operating expenses (except depreciation).

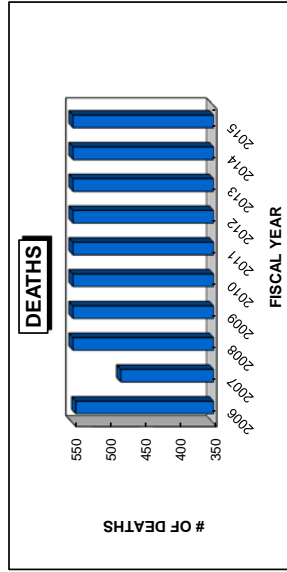
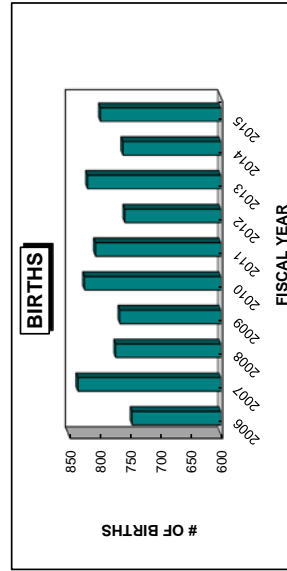
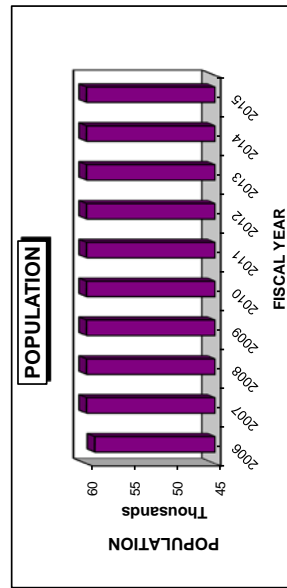
(3) Gross revenue bond interest expense, revenue bond premium amortization not taken into account.

(4) The Cooney Convalescent Home was sold on May 31, 2012.



LEWIS & CLARK COUNTY, MONTANA  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 Last Ten Fiscal Years

| FISCAL YEAR | ESTIMATED POPULATION (a) | BIRTHS (b) | DEATHS (b) | ESTIMATED PER CAPITA PERSONAL INCOME (e) | PERSONAL INCOME (in thousands) (e) | SCHOOLS                      |                               | EMPLOYMENT STATISTICS   |                       |  |
|-------------|--------------------------|------------|------------|--|------------------------------------|------------------------------|-------------------------------|-------------------------|-----------------------|--|
|             |                          |            |            |  |                                    | PUBLIC SCHOOL ENROLLMENT (d) | PRIVATE SCHOOL ENROLLMENT (d) | CIVILIAN EMPLOYMENT (c) | UNEMPLOYMENT RATE (c) |  |
| 2006        | 59,050                   | 746        | 546        | \$ 34,865                                | \$ 2,059                           | 9,403                        | 585                           | 30,554                  | 2.9%                  |  |
| 2007        | 60,131                   | 835        | 482        | 36,915                                   | 2,220                              | 9,424                        | 599                           | 31,768                  | 2.1%                  |  |
| 2008        | 61,747                   | 773        | 579        | 38,680                                   | 2,366                              | 9,298                        | 665                           | 32,891                  | 2.7%                  |  |
| 2009        | 62,671                   | 766        | 575        | 38,771                                   | 2,402                              | 9,495                        | 620                           | 34,688                  | 4.3%                  |  |
| 2010        | 63,604                   | 824        | 582        | 38,238                                   | 2,432                              | 9,621                        | 608                           | 33,893                  | 4.4%                  |  |
| 2011        | 64,318                   | 806        | 555        | N/A                                      | N/A                                | 9,600                        | 674                           | N/A                     | 4.8%                  |  |
| 2012        | 64,876                   | 758        | 560        | N/A                                      | N/A                                | 9,403                        | 761                           | N/A                     | 5.2%                  |  |
| 2013        | 65,338                   | 819        | 561        | N/A                                      | N/A                                | 9,422                        | 692                           | N/A                     | 4.5%                  |  |
| 2014        | 66,236                   | 761        | 568        | N/A                                      | N/A                                | 9,477                        | 708                           | N/A                     | 3.7%                  |  |
| 2015        | 67,135                   | 798        | 590        | N/A                                      | N/A                                | 9,389                        | 685                           | N/A                     | 3.3%                  |  |



Source and other information:

- (a) Montana Department of Commerce
- (b) Lewis and Clark County Coroner
- (c) Montana Department of Labor and Industry
- (d) Lewis & Clark County Superintendent of Schools
- (e) US Department of Commerce Bureau of Economic Analysis
- N/A - Not Available

**LEWIS AND CLARK COUNTY, MONTANA  
TOP TWENTY PRIVATE EMPLOYERS IN LEWIS AND CLARK COUNTY  
Year Ended June 30, 2015**

| <b>COMPANY NAME</b>                      | <b>PRODUCT OR SERVICE</b>         |
|--|-----------------------------------|
| A 2 Z Personnel                          | Employment Services               |
| Acumen Inc                               | Employment Services               |
| American Chemet                          | Metal-based Chemical Manufacturer |
| Blue Cross/Blue Shield                   | Health Services                   |
| Boeing                                   | Manufacturer                      |
| Carroll College                          | Higher Education                  |
| Costco                                   | Wholesale                         |
| Family Outreach                          | Human Services                    |
| Helena Sand & Gravel                     | Road Materials                    |
| Intermountain Children's Home            | Health Services                   |
| Mountain West Bank                       | Financial Services                |
| Rocky Mountain Development Council       | Community Services                |
| St. Peter's Hospital                     | Health Services                   |
| Shodair Children's Hospital              | Health Services                   |
| Student Assistance Foundation of Montana | Higher Education                  |
| Town Pump Inc.                           | Auto Services                     |
| Valley Bank                              | Financial Services                |
| Van's Thriftway                          | Retail                            |
| Wal-Mart                                 | Retail                            |
| West Mont                                | Health Services                   |

**Note:**

Due to confidentiality laws, top employer lists are provided in alphabetical order only...the listing can not be ranked in order of employment and no employment data can be provided for individual businesses.

Data is derived from most current information available at this time, which is 2013.

**Source:**

Montana Department of Labor and Industry

**LEWIS AND CLARK COUNTY, MONTANA**  
**FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM**  
 Last Ten Fiscal Years

| FUNCTION/PROGRAM              | FULL-TIME EQUIVALENT EMPLOYEES |               |               |               |               |               |               |               |               |               |
|-------------------------------|--------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
|                               | 2006                           | 2007          | 2008          | 2009          | 2010          | 2011          | 2012          | 2013          | 2014          | 2015          |
| <b>GENERAL GOVERNMENT</b>     |                                |               |               |               |               |               |               |               |               |               |
| Legislative services          | 3.00                           | 3.00          | 3.00          | 3.00          | 3.00          | 3.00          | 3.00          | 3.00          | 3.00          | 3.00          |
| Judicial services             | 24.44                          | 16.44         | 16.44         | 16.44         | 17.94         | 18.94         | 18.50         | 18.50         | 18.50         | 18.75         |
| Administrative services       | 26.00                          | 27.80         | 27.80         | 27.32         | 27.82         | 27.82         | 27.82         | 27.82         | 27.58         | 27.58         |
| Financial services            | 18.75                          | 18.75         | 18.75         | 15.50         | 15.75         | 15.75         | 15.75         | 15.75         | 16.75         | 16.75         |
| Electron services             | 2.00                           | 3.00          | 9.50          | 3.00          | 3.25          | 3.25          | 3.25          | 3.25          | 3.25          | 3.25          |
| Planning services             | 11.00                          | 12.00         | 14.00         | 12.00         | 12.00         | 10.50         | 9.50          | 8.50          | 8.75          | 8.75          |
| Records administration        | 4.00                           | 4.00          | 4.00          | 4.00          | 4.00          | 4.00          | 4.00          | 4.00          | 4.00          | 4.00          |
| Legal services                | 15.00                          | 16.50         | 17.50         | 19.38         | 19.13         | 20.13         | 20.13         | 21.13         | 21.13         | 22.13         |
| <b>PUBLIC SAFETY</b>          |                                |               |               |               |               |               |               |               |               |               |
| Law enforcement services      | 74.50                          | 78.25         | 81.25         | 72.00         | 72.69         | 76.69         | 75.50         | 78.00         | 78.00         | 78.00         |
| Other public safety           | 4.00                           | 4.13          | 4.13          | 1.50          | 1.50          | 1.50          | 1.50          | 1.50          | 2.50          | 2.50          |
| Civil defense                 | 2.00                           | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          |
| Animal control services       | 1.00                           | 1.00          | 3.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| <b>PUBLIC WORKS</b>           |                                |               |               |               |               |               |               |               |               |               |
| Public work administration    | 7.00                           | 7.60          | 10.60         | 4.00          | 4.04          | 4.04          | 4.04          | 4.04          | 4.04          | 4.04          |
| Bridge maintenance            | 14.00                          | 14.00         | 15.00         | 4.50          | 4.50          | 4.50          | 4.50          | 4.50          | 4.50          | 4.50          |
| Road and street services      | 5.00                           | 5.00          | 5.00          | 14.50         | 15.35         | 15.35         | 15.35         | 17.09         | 17.09         | 17.09         |
| Cemetery services             | 5.80                           | 6.80          | 6.80          | 2.88          | 4.62          | 4.62          | 4.62          | 4.62          | 4.74          | 4.74          |
| Facilities administration     | 8.50                           | 9.50          | 9.50          | 15.10         | 15.95         | 15.95         | 15.95         | 13.77         | 13.77         | 11.91         |
| Solid waste                   | 5.85                           | 5.85          | 6.10          | 6.85          | 7.36          | 7.53          | 7.54          | 7.54          | 7.29          | 7.29          |
| Weed spraying services        | 2.00                           | 2.00          | 2.00          | 1.13          | 3.89          | 3.89          | 3.89          | 4.75          | 4.75          | 4.75          |
| <b>PUBLIC HEALTH</b>          |                                |               |               |               |               |               |               |               |               |               |
| Public health services        | 55.67                          | 55.70         | 46.81         | 47.92         | 47.51         | 48.51         | 43.26         | 44.00         | 44.67         | 44.67         |
| Nursing home                  | 93.90                          | 104.19        | 105.19        | 94.40         | 94.40         | 72.10         | 72.99         | -             | -             | *             |
| <b>CULTURE AND RECREATION</b> |                                |               |               |               |               |               |               |               |               |               |
| Fairs                         | 4.00                           | 5.25          | 8.25          | 6.00          | 7.25          | 7.25          | 7.26          | 7.26          | 7.26          | 7.26          |
| <b>SOCIAL AND ECONOMIC</b>    |                                |               |               |               |               |               |               |               |               |               |
| County extension              | 2.00                           | 2.00          | 2.00          | 2.00          | 2.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| <b>Total</b>                  | <b>389.41</b>                  | <b>415.40</b> | <b>429.52</b> | <b>382.72</b> | <b>386.95</b> | <b>369.32</b> | <b>362.35</b> | <b>293.02</b> | <b>295.57</b> | <b>294.96</b> |

Source and other information:

Lewis & Clark County Budget Office

\* The Cooney Convalescent Home was sold on May 31, 2012.

LEWIS AND CLARK COUNTY, MONTANA  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
Last Ten Fiscal Years

| FUNCTION/PROGRAM                    | 2006         | 2007         | 2008         | 2009         | 2010         | 2011         | 2012         | 2013         | 2014         | 2015         |
|-------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| <b>GENERAL GOVERNMENT</b>           |              |              |              |              |              |              |              |              |              |              |
| Registered Voters (June)            | 38,350       | 36,728       | 38,278       | 34,577       | 35,935       | 36,884       | 34,000       | 36,054       | 37,348       | 40,914       |
| Property Transactions:              |              |              |              |              |              |              |              |              |              |              |
| Filings with Clerk & Recorder       | 22,978       | 21,377       | 19,232       | 19,415       | 18,598       | 17,886       | 16,890       | 20,613       | 16,900       | 15,049       |
| Certificates of Survey              | 195          | 168          | 166          | 114          | 100          | 77           | 86           | 80           | 96           | 114          |
| Real Property Tax Information       |              |              |              |              |              |              |              |              |              |              |
| Taxes Assessed                      | \$65,164,378 | \$67,177,249 | \$72,369,348 | \$76,442,138 | \$79,489,319 | \$85,615,922 | \$86,604,324 | \$87,191,112 | \$91,829,088 | \$90,798,623 |
| Taxes Collected                     | \$62,185,114 | \$65,338,071 | \$66,895,633 | \$76,029,061 | \$72,611,245 | \$85,354,704 | \$80,011,013 | \$81,421,234 | \$85,980,016 | \$88,739,016 |
| Amount Protected                    | \$ 2,869,382 | \$ 2,920,106 | \$ 3,606,907 | \$ 1,836,194 | \$ 2,453,470 | \$ 3,388,656 | \$ 3,973,611 | \$ 3,580,267 | \$ 3,429,216 | \$ 119,758   |
| Total Outstanding                   | \$ 378,761   | \$ 1,820,937 | \$ 2,079,886 | \$ 2,137,774 | \$ 3,368,053 | \$ 3,706,682 | \$ 3,090,119 | \$ 2,580,925 | \$ 3,328,354 | \$ 2,277,034 |
| Number of Bills Sent                | 32,178       | 32,710       | 33,471       | 34,528       | 34,337       | 35,259       | 39,524       | 35,553       | 35,630       | 39,836       |
| Delinquent Reminders                | 4,425        | 9,276        | 5,826        | 2,824        | 5,092        | 3,891        | 8,540        | 9,033        | 944          | 3,972        |
| <b>PUBLIC SAFETY ACTIVITIES</b>     |              |              |              |              |              |              |              |              |              |              |
| Sheriff                             |              |              |              |              |              |              |              |              |              |              |
| Arrests                             | 1,270        | 1,103        | 622          | 518          | 908          | 817          | 832          | 908          | 886          | 1,027        |
| Prisoner Days                       | 28,115       | 24,308       | 27,022       | 28,163       | 32,683       | 35,311       | 37,956       | 29,404       | 32,722       | 34,264       |
| Complaints                          | N/A          | N/A          | N/A          | N/A          | N/A          | N/A          | 14,380       | 16,021       | 17,164       | 17,301       |
| Traffic Violations                  | 5,446        | 4,485        | 3,281        | 2,985        | 3,484        | 2,439        | 2,113        | 2,764        | 3,129        | 3,151        |
| Sheriff's Fire                      |              |              |              |              |              |              |              |              |              |              |
| Emergency Responses                 | 227          | 257          | 317          | 369          | 439          | 473          | 471          | 475          | 395          | 505          |
| Fires Responses                     | 145          | 139          | 159          | 129          | 155          | 134          | 152          | 155          | 84           | 131          |
| Justice Court                       |              |              |              |              |              |              |              |              |              |              |
| Civil & Small Claims                | 2,196        | 2,162        | 2,405        | 2,597        | 2,001        | 1,651        | 1,364        | 1,479        | 1,176        | 1,080        |
| Formal Criminal Complaints          | 1,167        | 610          | 849          | 533          | 838          | 711          | 753          | 798          | 837          | 842          |
| Temporary Restraining Orders        | 137          | 134          | 95           | 109          | 91           | 92           | 118          | 159          | 135          | 159          |
| County Attorney                     |              |              |              |              |              |              |              |              |              |              |
| Felonies                            | 604          | 631          | 703          | 676          | 610          | 624          | 598          | 620          | 615          | 600          |
| Mental Commitments                  | 78           | 94           | 80           | 93           | 108          | 102          | 76           | 100          | 100          | 100          |
| Juvenile Cases                      | 149          | 99           | 65           | 62           | 38           | 44           | 61           | 45           | 45           | 50           |
| <b>PUBLIC WORKS</b>                 |              |              |              |              |              |              |              |              |              |              |
| Refuse Disposal                     |              |              |              |              |              |              |              |              |              |              |
| Refuse disposed of (tons per day)   | 119          | 140.96       | 126.61       | 118.11       | 176.80       | 116.66       | 115.23       | 111.63       | 122.19       | 236.22       |
| Number of permits issued            | N/A          | 12,368       | 12,641       | 13,672       | 12,344       | 14,480       | 13,244       | 14,314       | 14,776       | 16,628       |
| Other Public Works                  |              |              |              |              |              |              |              |              |              |              |
| Road Resurfacing (miles)            | 4            | 12.98        | 12.50        | 11.70        | 12.28        | 10.24        | 10.38        | 14.72        | 11.28        | 16.84        |
| Pothole repairs (by ton of asphalt) | 1,507        | 3,876.58     | 2,096.11     | 1,149.01     | 1,785.26     | 624.49       | 868.77       | 327.00       | 414.00       | 460.61       |
| <b>PUBLIC HEALTH ACTIVITIES</b>     |              |              |              |              |              |              |              |              |              |              |
| Septic System Site Evaluations      | 974          | 606          | 248          | 241          | 289          | 108          | 184          | 150          | 148          | 292          |
| Licensed Establishment Inspections  | 611          | 623          | 604          | 715          | 410          | 585          | 757          | 785          | 690          | 684          |
| Junk Vehicles Hauled                | 224          | 225          | 174          | 230          | 140          | 64           | 14           | 8            | 2            | 14           |
| Air Quality                         |              |              |              |              |              |              |              |              |              |              |
| Good Days                           | 363          | 339          | 350          | 358          | 330          | 347          | 354          | 343          | 354          | 343          |
| Watch Days                          | 2            | 23           | 8            | 7            | 24           | 13           | 9            | 15           | 10           | 16           |
| Poor Days                           | -            | 3            | 8            | -            | 11           | 5            | 3            | 7            | 1            | 6            |
| Communicable Disease Cases          | 275          | 361          | 618          | 514          | 3,262        | 318          | 541          | 545          | 452          | 505          |
| Immunizations Administered          | 8,499        | 7,222        | 7,745        | 8,420        | 11,514       | 6,547        | 6,069        | 10,514       | 5,346        | 5,288        |

Source and other information:

Lewis and Clark County Treasurer's Office      Lewis and Clark County Public Works Department      Lewis and Clark County Justice Court  
 Lewis and Clark County Sheriff's Office      Lewis and Clark County Health Department      Lewis and Clark County Attorney's Office

LEWIS AND CLARK COUNTY, MONTANA  
 CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
 Last Ten Fiscal Years

|                                      | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|--------------------------------------|------|------|------|------|------|------|------|------|------|------|
| <b>GENERAL GOVERNMENT</b>            |      |      |      |      |      |      |      |      |      |      |
| Election tabulators                  | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Touch screen handicap voting devices | 37   | 37   | 37   | 37   | 37   | 37   | 37   | 37   | 37   | 37   |
| <b>PUBLIC SAFETY ACTIVITIES</b>      |      |      |      |      |      |      |      |      |      |      |
| Stations                             | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    |
| Patrol units                         | 50   | 42   | 32   | 31   | 30   | 32   | 30   | 27   | 34   | 33   |
| <b>PUBLIC WORKS</b>                  |      |      |      |      |      |      |      |      |      |      |
| Snow plows                           | 7    | 10   | 10   | 10   | 10   | 10   | 10   | 10   | 10   | 10   |
| Graders                              | 7    | 7    | 7    | 7    | 7    | 6    | 6    | 6    | 6    | 6    |
| Loaders                              | 3    | 3    | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 6    |
| Shops                                | 6    | 6    | 6    | 6    | 6    | 6    | 6    | 6    | 6    | 6    |
| Landfill compactors                  | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Landfill loaders                     | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Landfills (active)                   | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Solid waste container sites          | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    |
| Weed spraying vehicles               | 13   | 9    | 10   | 9    | 11   | 12   | 12   | 12   | 11   | 11   |
| Cemeteries                           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Gravel roads (miles)                 | 429  | 429  | 429  | 431  | 425  | 425  | 426  | 425  | 425  | 422  |
| Paved roads (miles)                  | 44   | 44   | 44   | 45   | 52   | 52   | 52   | 52   | 52   | 53   |
| Chip sealed roads (miles)            | 66   | 66   | 66   | 66   | 65   | 65   | 65   | 64   | 65   | 60   |
| Rural improvement districts (miles)  | 142  | 160  | 161  | 169  | 172  | 178  | 176  | 178  | 181  | 200  |
| <b>PUBLIC HEALTH ACTIVITIES</b>      |      |      |      |      |      |      |      |      |      |      |
| Animal control vehicles              | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Health facilities                    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Nursing homes (1)                    | 1    | 1    | 1    | 1    | 1    | 1    | -    | -    | -    | -    |
| <b>CULTURE AND RECREATION</b>        |      |      |      |      |      |      |      |      |      |      |
| Fairgrounds                          | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Parks                                | 12   | 12   | 12   | 12   | 12   | 12   | 12   | 12   | 12   | 12   |

Source: Lewis and Clark County Treasurer's Office  
 Lewis and Clark County Sheriff's Office  
 Lewis and Clark County Public Works Department

(1) The Cooney Home was sold on May 31, 2012.



**SINGLE AUDIT SECTION**

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*

To the Board of County Commissioners  
Lewis & Clark County, Montana

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, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lewis & Clark County, Montana, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Lewis & Clark County, Montana's basic financial statements, and have issued our report thereon dated December 10, 2015.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Lewis & Clark County, Montana'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 Lewis & Clark County, Montana's internal control. Accordingly, we do not express an opinion on the effectiveness of Lewis & Clark County, Montana'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 Lewis & Clark County, Montana'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.

*Anderson Zurmuehlen + Co, P.C.*

Helena, Montana  
December 10, 2015

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY  
OMB CIRCULAR A-133

To the Board of County Commissioners  
Lewis & Clark County, Montana

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

We have audited Lewis & Clark County, Montana's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Lewis & Clark County, Montana's major federal programs for the year ended June 30, 2015. Lewis & Clark County, Montana'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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Lewis & Clark County, Montana'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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 Lewis & Clark County, Montana'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 Lewis & Clark County, Montana's compliance.

***Opinion on Each Major Federal Program***

In our opinion, Lewis & Clark County, Montana 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, 2015.

### **Report on Internal Control over Compliance**

Management of Lewis & Clark County, Montana 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 Lewis & Clark County, Montana'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 OMB Circular A-133, 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 Lewis & Clark County, Montana'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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Anderson Zurmuehlen + Co, P.C.*

Helena, Montana  
December 10, 2015

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Year Ended June 30, 2015

**Section I - Summary of Auditors' Results**

**Financial Statements:**

|   |               |
|---|---------------|
| Type of auditor's report issued:  | Unmodified    |
| Internal control over financial reporting:  |               |
| Material weakness identified?   | No            |
| Significant deficiency identified that is not considered to be a material weakness? | None reported |
| Noncompliance material to financial statements noted?                               | No            |

**Federal Awards:**

|   |               |
|---|---------------|
| Internal control over major programs:   |               |
| Material weakness identified?   | No            |
| Significant deficiency identified that is not considered to be a material weakness?                               | None reported |
| Type of auditor's report issued on compliance for major programs:   | Unmodified    |
| Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)? | No            |

Identification of major programs:

| <u>CFDA #</u> | <u>Name of Federal Program or Cluster</u>                            |
|---------------|--|
| 10.665        | Schools and Roads – Grants to States                                 |
| 14.239        | Home Investment Partnerships Program                                 |
| 20.205        | Highway Planning and Construction                                    |
| 97.067        | Homeland Security Grant Program                                      |
| 93.526        | Affordable Care Act Grants for Capital Development in Health Centers |

|  |           |
|--|-----------|
| Dollar threshold used to distinguish between type A and type B programs: | \$300,000 |
|--|-----------|

|  |     |
|--|-----|
| Auditee qualified as a low-risk auditee? | Yes |
|--|-----|

*Financial Statement Audit Findings:*

None

LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF PRIOR AUDIT FINDINGS  
Year Ended June 30, 2015

**Summary Schedule of Prior Audit Findings**

There were no prior audit findings.

LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2015

| Federal Grantor/Pass - Through Program Title                                  | Federal CFDA Number | Pass-Through Entity Identifying Number | Program or Award Amount | Beg Bal         | Income/Other   | Matching Income/Other | Matching Expense/Other | Federal Expenditures | Cash Bal         |
|---|---------------------|--|-------------------------|-----------------|----------------|-----------------------|------------------------|----------------------|------------------|
| <b>U.S. Department of Agriculture</b>   |                     |  |                         |                 |                |                       |                        |                      |                  |
| Passed through the Office of Finance and Budget:                              |                     |  | \$ 426,684              | \$ -            | \$ 416,352     | \$ -                  | \$ -                   | \$ 416,352           | \$ -             |
| Schools and Roads - Grants to State - Forest Reserve - major program (note 3) | 10.665              | N/A                                    |                         |                 |                |                       |                        |                      |                  |
| Passed through the State Department of Natural Resources/Conservation:        |                     |  |                         |                 |                |                       |                        |                      |                  |
| Western Wildland Urban Interface Grant Program                                | 10.664              | WSF-11-002                             | 285,000                 | (21,392)        | 21,392         | -                     | -                      | -                    | -                |
| Western Wildland Urban Interface Grant Program                                | 10.664              | WSF-14-003                             | 270,000                 | (9,685)         | 54,748         | 36,119                | 36,119                 | 56,128               | (11,065)         |
| Community Fire Protection   | 10.664              | HZF-13-005                             | 94,100                  | (12,364)        | -              | -                     | -                      | -                    | -                |
| <b>Subtotal by Federal CFDA Number</b>  | <b>10.170</b>       | <b>1350589</b>                         | <b>649,100</b>          | <b>(43,441)</b> | <b>88,504</b>  | <b>36,119</b>         | <b>36,119</b>          | <b>56,128</b>        | <b>(11,065)</b>  |
| Specialty Crop Block Grant  |                     |  | 20,150                  | 1,053           | -              | 504                   | 1,557                  | -                    | -                |
| Passed through the State Department of Public Health and Human Services:      |                     |  |                         |                 |                |                       |                        |                      |                  |
| W.I.C. Program  | 10.557              | 14-07-5-21-012-0                       | 209,615                 | (17,923)        | 77,370         | -                     | -                      | 59,447               | -                |
| W.I.C. Program  | 10.557              | 15-07-5-21-012-0                       | 215,037                 | -               | 120,779        | -                     | -                      | 145,657              | (24,878)         |
| <b>Subtotal by Federal CFDA Number</b>  | <b>10.557</b>       | <b>15-07-5-21-012-0</b>                | <b>424,652</b>          | <b>(17,923)</b> | <b>198,149</b> | <b>-</b>              | <b>-</b>               | <b>205,104</b>       | <b>(24,878)</b>  |
| <b>Total U.S. Department of Agriculture</b>                                   |                     |  | <b>1,520,586</b>        | <b>(60,311)</b> | <b>703,005</b> | <b>36,623</b>         | <b>37,676</b>          | <b>677,584</b>       | <b>(35,943)</b>  |
| <b>Department of Defense</b>  |                     |  |                         |                 |                |                       |                        |                      |                  |
| Fort William Harrison (JLUS)  | 12.610              |  | 160,000                 | (9,519)         | 68,938         | 746                   | 746                    | 59,891               | (472)            |
| <b>Total Department of Defense</b>  |                     |  | <b>160,000</b>          | <b>(9,519)</b>  | <b>68,938</b>  | <b>746</b>            | <b>746</b>             | <b>59,891</b>        | <b>(472)</b>     |
| <b>U.S. Department of Housing and Urban Development</b>                       |                     |  |                         |                 |                |                       |                        |                      |                  |
| Passed through the Montana Department of Commerce:                            |                     |  |                         |                 |                |                       |                        |                      |                  |
| East Helena Schools   | 14.228              | MT-CDBG-13PL-08                        | 30,000                  | -               | 30,000         | -                     | -                      | 30,000               | -                |
| Public Facilities   | 14.228              | MT-CDBG-11PF-08                        | 900,000                 | (13,496)        | -              | -                     | -                      | 42,753               | (56,249)         |
| <b>Subtotal by Federal CFDA Number</b>  | <b>14.228</b>       | <b>MT-CDBG-11PF-08</b>                 | <b>930,000</b>          | <b>(13,496)</b> | <b>30,000</b>  | <b>-</b>              | <b>-</b>               | <b>72,753</b>        | <b>(56,249)</b>  |
| Home Grant  | 14.239              | M12-SG3001-13                          | 750,000                 | (174)           | -              | 263,039               | 263,039                | 223,026              | (223,200)        |
| <b>Subtotal by Federal CFDA Number</b>  | <b>14.239</b>       | <b>M12-SG3001-13</b>                   | <b>1,680,000</b>        | <b>(13,670)</b> | <b>30,000</b>  | <b>263,039</b>        | <b>263,039</b>         | <b>295,779</b>       | <b>(279,449)</b> |
| <b>Total U.S. Department of Housing and Urban Development</b>                 |                     |  |                         |                 |                |                       |                        |                      |                  |
| <b>U.S. Department of the Interior</b>  |                     |  |                         |                 |                |                       |                        |                      |                  |
| BLM Invasive Species  | 15.230              |  | 48,822                  | -               | 13,559         | 1,814                 | 1,814                  | 13,559               | -                |
| Hazardous Fuel Reduction (BLM - Projects)                                     | 15.228              |  | 128,540                 | -               | 46,133         | 27,125                | 27,125                 | 46,133               | -                |
| Passed through the Montana Historical Society:                                |                     |  |                         |                 |                |                       |                        |                      |                  |
| Historic Preservation   | 15.904              | MT-14-020                              | 5,225                   | -               | 5,225          | 5,225                 | 5,225                  | 5,225                | -                |
| Historic Preservation   | 15.904              | MT-14-SP-027                           | 5,000                   | -               | 5,000          | 5,000                 | 5,000                  | 5,000                | -                |
| <b>Subtotal by Federal CFDA Number</b>  | <b>15.904</b>       | <b>MT-14-SP-027</b>                    | <b>10,225</b>           | <b>-</b>        | <b>10,225</b>  | <b>10,225</b>         | <b>10,225</b>          | <b>10,225</b>        | <b>-</b>         |
| <b>Total U.S. Department of the Interior</b>                                  |                     |  | <b>187,587</b>          | <b>-</b>        | <b>69,917</b>  | <b>39,164</b>         | <b>39,164</b>          | <b>69,917</b>        | <b>-</b>         |
| <b>U.S. Department of Justice</b>   |                     |  |                         |                 |                |                       |                        |                      |                  |
| Bullet Proof Vest Partnership Grant   | 16.607              |  | 2,073                   | -               | 233            | 233                   | 233                    | 233                  | -                |
| Bullet Proof Vest Partnership Grant   | 16.607              |  | 11,759                  | -               | 7,743          | 7,743                 | 7,743                  | 7,743                | -                |
| <b>Subtotal by Federal CFDA Number</b>  | <b>16.607</b>       | <b></b>                                | <b>13,832</b>           | <b>-</b>        | <b>7,976</b>   | <b>7,976</b>          | <b>7,976</b>           | <b>7,976</b>         | <b>-</b>         |
| COPS Hiring Program Grant   | 16.710              |  | 125,000                 | (24,570)        | 45,975         | 45,473                | 45,473                 | 74,434               | (53,029)         |
| Passed through Gallatin County:   |                     |  |                         |                 |                |                       |                        |                      |                  |
| Missouri River Drug Task Force  | 16.738              | 12-G01-91564                           | 40,370                  | -               | 16,849         | 9,477                 | 9,477                  | 16,849               | -                |
| Missouri River Drug Task Force  | 16.738              | 13-G01-91728                           | 40,240                  | -               | 40,240         | 21,814                | 21,814                 | 40,240               | -                |
| Byrne Justice Assistance Grant (JAG)  | 16.738              | 2013-DJ-BX-1168                        | 17,620                  | (518)           | -              | 518                   | -                      | -                    | -                |
| Byrne Justice Assistance Grant (JAG)  | 16.738              | 2014-DJ-BX1048                         | 13,398                  | -               | -              | 2,879                 | 2,879                  | 13,398               | (13,398)         |
| <b>Subtotal by Federal CFDA Number</b>  | <b>16.738</b>       | <b>2013-DJ-BX-1168</b>                 | <b>111,628</b>          | <b>(518)</b>    | <b>57,089</b>  | <b>34,688</b>         | <b>34,170</b>          | <b>70,487</b>        | <b>(13,398)</b>  |
| Passed through the Montana Board of Crime Control:                            |                     |  |                         |                 |                |                       |                        |                      |                  |
| Violence Against Women Formula Grant  | 16.588              | 14-W02-91678                           | 37,933                  | -               | 37,933         | 12,644                | 12,644                 | 37,933               | -                |
| Violence Against Women Formula Grant  | 16.588              | 13-W02-91412                           | 37,974                  | 14,403          | -              | -                     | -                      | 14,403               | -                |
| <b>Subtotal by Federal CFDA Number</b>  | <b>16.588</b>       | <b>13-W02-91412</b>                    | <b>75,907</b>           | <b>14,403</b>   | <b>37,933</b>  | <b>12,644</b>         | <b>12,644</b>          | <b>52,336</b>        | <b>-</b>         |
| Underage Drinking Grant   | 16.727              | 11-U01-91617                           | 2,717                   | (2,219)         | 2,639          | 906                   | 906                    | 420                  | -                |
| <b>Subtotal by Federal CFDA Number</b>  | <b>16.727</b>       | <b>11-U01-91617</b>                    | <b>329,084</b>          | <b>(12,904)</b> | <b>151,612</b> | <b>101,687</b>        | <b>101,169</b>         | <b>205,653</b>       | <b>(66,427)</b>  |
| <b>Total U.S. Department of Justice</b>                                       |                     |  |                         |                 |                |                       |                        |                      |                  |
| <b>Drug Enforcement Administration</b>  |                     |  |                         |                 |                |                       |                        |                      |                  |
| Equitable Sharing   | 16.922              |  | -                       | -               | 17,701         | -                     | -                      | 17,701               | -                |
| <b>Total Drug Enforcement Administration</b>                                  |                     |  |                         |                 |                |                       |                        |                      |                  |
|   |                     |  |                         |                 |                |                       |                        |                      |                  |
|   |                     |  |                         |                 |                |                       |                        |                      |                  |

LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2015

| Federal Grantor/Pass - Through Program Title                         | Federal CFDA Number | Pass-Through Entity Identifying Number | Program or Award Amount | Beg Bal          | Income/Other   | Matching Income/Other | Matching Expense/Other | Federal Expenditures | Cash Bal         |
|--|---------------------|--|-------------------------|------------------|----------------|-----------------------|------------------------|----------------------|------------------|
| <b>U.S. Federal Highway Administration</b>                           |                     |  |                         |                  |                |                       |                        |                      |                  |
| Benchmark Road Surface Rock Replacement Project                      | 20.205              |  | 2,600,000               | (4,357)          | 165,975        | -                     | -                      | 161,618              | -                |
| Rimini Road Project  | 20.205              |  | 1,132,000               | (85,880)         | 248,407        | -                     | -                      | 242,527              | (80,000)         |
| Beartooth road Resurfacing   | 20.205              |  | 546,597                 | -                | -              | -                     | -                      | 4,626                | (4,626)          |
| <b>Passed through the State Department of Transportation:</b>        |                     |  |                         |                  |                |                       |                        |                      |                  |
| CTEP-11th Avenue Walks-Helena  | 20.205              | 8137                                   | 129,288                 | (24,688)         | 118,677        | 109,903               | 109,903                | 93,989               | -                |
| Warren School SRTS Path- Helena                                      | 20.205              | 7684                                   | 195,535                 | (4,446)          | -              | 4,465                 | 19                     | -                    | -                |
| Way to Go Campaign-L&C Co.   | 20.205              | 7497                                   | 40,000                  | (3,731)          | 5,912          | -                     | 1,508                  | 5,754                | (5,081)          |
| Air Quality Equipment  | 20.205              | 6774                                   | 136,524                 | -                | 136,524        | 23,422                | -                      | 136,524              | -                |
| Safe Routes to School  | 20.205              | 105758                                 | 15,150                  | (13,203)         | 15,150         | 13                    | -                      | 1,960                | -                |
| <b>Passed through Cascade County:</b>                                |                     |  |                         |                  |                |                       |                        |                      |                  |
| Extraordinary Snow Removal   | 20.205              | N/A                                    | -                       | -                | 17,860         | -                     | -                      | 17,860               | -                |
| <b>Subtotal by Federal CFDA Number</b>                               |                     |  | <b>4,795,094</b>        | <b>(136,305)</b> | <b>708,505</b> | <b>137,803</b>        | <b>134,852</b>         | <b>664,858</b>       | <b>(89,707)</b>  |
| <b>Passed through the State Department of Transportation:</b>        |                     |  |                         |                  |                |                       |                        |                      |                  |
| Traffic Safety   | 20.600              | 107911                                 | 12,000                  | -                | 2,247          | -                     | -                      | 4,470                | (2,223)          |
| Traffic Safety   | 20.600              | 107280                                 | 12,000                  | (2,507)          | 6,089          | -                     | -                      | 3,582                | -                |
| <b>Subtotal by Federal CFDA Number</b>                               |                     |  | <b>24,000</b>           | <b>(2,507)</b>   | <b>8,336</b>   | <b>-</b>              | <b>-</b>               | <b>8,052</b>         | <b>(2,223)</b>   |
| <b>Total U.S. Federal Highway Administration</b>                     |                     |  | <b>4,819,094</b>        | <b>(138,812)</b> | <b>716,841</b> | <b>137,803</b>        | <b>134,852</b>         | <b>672,910</b>       | <b>(91,930)</b>  |
| <b>Environmental Protection Agency</b>                               |                     |  |                         |                  |                |                       |                        |                      |                  |
| Brownfield Assessment Program  | 66.818              |  | 400,000                 | (7,587)          | 36,158         | -                     | -                      | 28,571               | -                |
| Tri-County Small Business Efficiency Program                         | 66.041              |  | 305,000                 | (9,091)          | 22,148         | 250                   | 450                    | 12,857               | -                |
| East Helena Superfund Cooperative Agreement                          | 66.802              |  | 1,005,506               | (43,839)         | 182,382        | -                     | -                      | 185,148              | (46,605)         |
| Environmental Workforce Development and Job Training                 | 66.815              |  | 200,000                 | -                | 14,939         | -                     | -                      | 21,613               | (6,674)          |
| <b>Passed through the State Department of Environmental Quality:</b> |                     |  |                         |                  |                |                       |                        |                      |                  |
| PM 2.5 Mitigation & Outreach/Education Project                       | 66.605              | 213043                                 | 50,000                  | -                | 14,806         | -                     | -                      | 14,806               | -                |
| Air Pollution Control Program  | 66.605              | 514004                                 | 20,041                  | -                | 5,010          | -                     | 5,010                  | -                    | -                |
| Air Pollution Control Program  | 66.605              | 515004                                 | 20,041                  | -                | 15,031         | 28,162                | 23,224                 | 20,041               | (72)             |
| <b>Subtotal by Federal CFDA Number</b>                               |                     |  | <b>90,082</b>           | <b>-</b>         | <b>34,847</b>  | <b>28,162</b>         | <b>28,234</b>          | <b>34,847</b>        | <b>(72)</b>      |
| Helena Valley Non-Point Source Assessment                            | 66.460              | 212062                                 | 77,265                  | (8,991)          | 13,929         | 5,329                 | 5,329                  | 6,363                | (1,425)          |
| Lake Helena Watershed Restoration Project                            | 66.460              | 211072                                 | 161,870                 | (5,187)          | 25,504         | 98,129                | 98,129                 | 80,842               | (60,525)         |
| <b>Subtotal by Federal CFDA Number</b>                               |                     |  | <b>239,135</b>          | <b>(14,178)</b>  | <b>39,433</b>  | <b>103,458</b>        | <b>103,458</b>         | <b>87,205</b>        | <b>(61,950)</b>  |
| <b>Total U.S. Environmental Protection Agency</b>                    |                     |  | <b>2,239,723</b>        | <b>(74,695)</b>  | <b>329,907</b> | <b>131,870</b>        | <b>132,142</b>         | <b>370,241</b>       | <b>(115,301)</b> |
| <b>Office of National Drug Control Policy</b>                        |                     |  |                         |                  |                |                       |                        |                      |                  |
| High Intensity Drug Trafficking Area (HIDTA)                         | 95.001              |  | 128,882                 | (33,203)         | 92,390         | 1,885                 | 1,885                  | 59,187               | -                |
| High Intensity Drug Trafficking Area (HIDTA)                         | 95.001              |  | 231,698                 | -                | 14,634         | -                     | -                      | 90,407               | (75,773)         |
| <b>Total U.S. Office of National Drug Control Policy</b>             |                     |  | <b>360,580</b>          | <b>(33,203)</b>  | <b>107,024</b> | <b>1,885</b>          | <b>1,885</b>           | <b>149,594</b>       | <b>(75,773)</b>  |
| <b>Federal Emergency Management Agency</b>                           |                     |  |                         |                  |                |                       |                        |                      |                  |
| <b>Passed through the Department of Military Affairs:</b>            |                     |  |                         |                  |                |                       |                        |                      |                  |
| CERT Program   | 97.067              | 2006-GE-T6-0062                        | 1,216                   | 500              | -              | -                     | -                      | 500                  | -                |
| Radio System Site upgrade  | 97.067              | EMW-2014-SS-00019-S01                  | 200,000                 | -                | 154,291        | -                     | -                      | 164,472              | (10,181)         |
| County Fairgrounds Generator   | 97.067              | EMW-2014-SS-00019-S01                  | 105,000                 | -                | -              | -                     | -                      | 8,120                | (8,120)          |
| Radio Communications   | 97.067              | EMW-2014-SS-00019-S01                  | 138,800                 | -                | 59,500         | -                     | -                      | 89,991               | (30,491)         |
| EOD - Equipment  | 97.067              | EMW-2014-SS-00019-S01                  | 35,000                  | -                | 28,396         | -                     | -                      | 28,396               | -                |
| HS Lewis & Clark EOD - Equipment                                     | 97.067              | EMW-2013-SS-00064                      | 32,000                  | (4,076)          | 4,076          | -                     | -                      | -                    | -                |
| EOD - Training   | 97.067              | EMW-2014-SS-00019-S01                  | 12,000                  | -                | 4,720          | -                     | -                      | 4,720                | -                |
| HS Lewis & Clark Communication System Management                     | 97.067              | EMW-2013-SS-00064                      | 250,000                 | (28,719)         | 186,322        | -                     | -                      | 157,603              | -                |
| Interoperable Emergency Comm.  | 97.067              | 2010-IP-T0-0023                        | 174,825                 | 150              | -              | -                     | 150                    | -                    | -                |
| <b>Subtotal by Federal CFDA Number</b>                               |                     |  | <b>948,841</b>          | <b>(32,145)</b>  | <b>437,305</b> | <b>-</b>              | <b>150</b>             | <b>453,802</b>       | <b>(48,732)</b>  |
| Homeland Security Grant Program EMPG                                 | 97.042              | EW-2014-EP-00006                       | 54,274                  | -                | 20,199         | 45,453                | 45,453                 | 45,453               | (25,254)         |
| Homeland Security Grant Program EMPG                                 | 97.042              | EMW-2013-EP-00044-S01                  | 53,266                  | (23,834)         | 36,555         | 2,458                 | 2,458                  | 12,721               | -                |
| <b>Subtotal by Federal CFDA Number</b>                               |                     |  | <b>107,540</b>          | <b>(23,834)</b>  | <b>56,754</b>  | <b>47,911</b>         | <b>47,911</b>          | <b>58,174</b>        | <b>(25,254)</b>  |
| 2011 Spring Flooding   | 97.036              | 1996-DR-MT                             | -                       | 2,369            | -              | -                     | 2,369                  | -                    | -                |
| <b>Total Federal Emergency Management Agency</b>                     |                     |  | <b>1,056,381</b>        | <b>(53,610)</b>  | <b>494,059</b> | <b>47,911</b>         | <b>50,430</b>          | <b>511,976</b>       | <b>(74,046)</b>  |

LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2015

| Federal Grantor/Pass - Through Program Title                                    | Federal CFDA Number | Pass-Through Entity Identifying Number | Program or Award Amount | Beg Bal             | Income/Other        | Matching Income/Other | Matching Expense/Other | Federal Expenditures | Cash Bal            |
|---|---------------------|--|-------------------------|---------------------|---------------------|-----------------------|------------------------|----------------------|---------------------|
| <b>U.S. Department of Health and Human Services</b>                             |                     |  |                         |                     |                     |                       |                        |                      |                     |
| <b>Passed through the State Department of Public Health and Human Services:</b> |                     |  |                         |                     |                     |                       |                        |                      |                     |
| Childhood Immunization Grant  | 93.268              | 14-07-4-31-123-0                       | 21,937                  | 5,308               | 16,453              | 22                    | 22                     | 21,761               | -                   |
| Childhood Immunization Grant  | 93.268              | 15-07-4-31-123-0                       | 27,355                  | 6,839               | 6,839               | -                     | -                      | 6,839                | -                   |
| <b>Subtotal by Federal CFDA Number</b>  |                     |  | <b>49,292</b>           | <b>5,308</b>        | <b>23,292</b>       | <b>22</b>             | <b>22</b>              | <b>28,600</b>        | <b>-</b>            |
| HIV Prevention Services   | 93.940              | 15-07-4-51-009-0                       | 17,057                  | -                   | 4,677               | 1,370                 | 1,370                  | 6,172                | (1,495)             |
| HIV Prevention Services   | 93.940              | 14-07-4-51-009-0                       | 14,057                  | (1,577)             | 7,736               | -                     | -                      | 6,159                | -                   |
| <b>Subtotal by Federal CFDA Number</b>  |                     |  | <b>31,114</b>           | <b>(1,577)</b>      | <b>12,413</b>       | <b>1,370</b>          | <b>1,370</b>           | <b>12,331</b>        | <b>(1,495)</b>      |
| Bioterrorism  | 93.069              | 15-07-6-11-028-0                       | 82,707                  | 64,098              | 64,098              | -                     | -                      | 64,098               | -                   |
| Bioterrorism  | 93.069              | 14-07-6-11-028-0                       | 88,361                  | (24,264)            | 24,264              | -                     | -                      | -                    | -                   |
| <b>Subtotal by Federal CFDA Number</b>  |                     |  | <b>171,068</b>          | <b>(24,264)</b>     | <b>88,362</b>       | <b>-</b>              | <b>-</b>               | <b>64,098</b>        | <b>-</b>            |
| Maternal Child Health and Block Grant   | 93.994              | 14-07-5-01-025-0                       | 68,935                  | 13,787              | 13,787              | -                     | -                      | -                    | -                   |
| Maternal Child Health and Block Grant   | 93.994              | 15-07-5-01-025-0                       | 59,004                  | (13,787)            | 47,203              | 44,256                | 44,254                 | 59,006               | (11,801)            |
| <b>Subtotal by Federal CFDA Number</b>  |                     |  | <b>127,939</b>          | <b>(13,787)</b>     | <b>60,990</b>       | <b>44,256</b>         | <b>44,254</b>          | <b>59,006</b>        | <b>(11,801)</b>     |
| Maternal Infant and Early Childhood Home Visiting Infra. Development            | 93.505              | 13-07-5-31-032-0                       | 155,709                 | 40,399              | 4,237               | -                     | 29,555                 | 15,081               | -                   |
| Maternal Infant and Early Childhood Home Visiting Infra. Development            | 93.505              | 14-07-5-01-092-0                       | 170,500                 | -                   | 144,925             | -                     | -                      | 170,414              | (25,489)            |
| Maternal Infant and Early Childhood Home Visiting Infra. Development-Safecare   | 93.505              | 14-07-5-01-104-0                       | 94,166                  | 80,041              | -                   | -                     | -                      | 94,166               | (14,125)            |
| <b>Subtotal by Federal CFDA Number</b>  |                     |  | <b>420,375</b>          | <b>40,399</b>       | <b>229,203</b>      | <b>-</b>              | <b>29,555</b>          | <b>279,661</b>       | <b>(39,614)</b>     |
| Title IV- Legal Services  | 93.658              | 14-03-8-25-000-2                       | n/a                     | 1,349               | 13,018              | -                     | -                      | 14,367               | -                   |
| Title IV- Legal Services  | 93.658              | 15-03-8-25-000-2                       | n/a                     | -                   | 2,202               | -                     | -                      | 9,303                | (7,101)             |
| <b>Subtotal by Federal CFDA Number</b>  |                     |  | <b>-</b>                | <b>1,349</b>        | <b>15,220</b>       | <b>-</b>              | <b>-</b>               | <b>23,670</b>        | <b>(7,101)</b>      |
| Best Beginnings Community Councils  | 93.110              | 1102COMM0005                           | 6,474                   | 46                  | -                   | -                     | -                      | 46                   | -                   |
| Community Transformation Grant  | 93.531              | 14-07-3-01-114-0                       | 50,000                  | (8,716)             | 22,428              | 740                   | 14,452                 | 14,452               | -                   |
| Childhood Immunization Grant  | 93.539              | 14-07-4-31-166-0                       | 11,900                  | -                   | 5,300               | 675                   | 675                    | 5,300                | -                   |
| Best Beginnings Community Councils  | 93.600              | 1102COMM0005                           | 93,600                  | 26                  | 3,757               | -                     | -                      | 26                   | -                   |
| ARRA - Best Beginnings Community Councils                                       | 93.708              | 1102COMM0005                           | 47,569                  | 336                 | -                   | -                     | -                      | 336                  | -                   |
| Public Health System Improvement  | 93.991              | 14-07-1-01-104-0                       | 25,000                  | -                   | 15,000              | -                     | -                      | 15,000               | -                   |
| <b>Passed through Community Transportation Association of America:</b>          |                     |  |                         |                     |                     |                       |                        |                      |                     |
| Helena Area Transit Inclusive Planning  | 93.048              | 90TC0001/01                            | 19,455                  | (22)                | 70,101              | 22                    | -                      | 81,440               | (11,339)            |
| Helena Area Transit Inclusive Planning  | 93.048              | 90TC0001/02                            | 88,879                  | -                   | 3,795               | -                     | -                      | 12,984               | (9,189)             |
| Helena Area Transit Inclusive Planning  | 93.048              | 90TC0001/03                            | 61,500                  | -                   | -                   | -                     | -                      | -                    | -                   |
| <b>Subtotal by Federal CFDA Number</b>  |                     |  | <b>169,834</b>          | <b>(22)</b>         | <b>73,896</b>       | <b>22</b>             | <b>-</b>               | <b>94,424</b>        | <b>(20,528)</b>     |
| <b>Passed through Missoula County:</b>  |                     |  |                         |                     |                     |                       |                        |                      |                     |
| Ryan White Part C Early Intervention Service                                    | 93.918              | H76HA00798                             | 3,000                   | (661)               | 2,250               | 754                   | 4                      | 2,339                | -                   |
| <b>Total U.S. Department of Health and Human Services</b>                       |                     |  | <b>1,117,322</b>        | <b>(1,563)</b>      | <b>548,354</b>      | <b>47,839</b>         | <b>75,880</b>          | <b>599,289</b>       | <b>(80,539)</b>     |
| <b>Other Federal Financial Assistance</b>                                       |                     |  |                         |                     |                     |                       |                        |                      |                     |
| <b>Passed through State Treasurer's Office:</b>                                 |                     |  |                         |                     |                     |                       |                        |                      |                     |
| Taylor Grazing  | 15.034              | N/A                                    | -                       | -                   | 1,423               | -                     | -                      | 1,423                | -                   |
| <b>Total Other Federal Financial Assistance</b>                                 |                     |  | <b>-</b>                | <b>-</b>            | <b>1,423</b>        | <b>-</b>              | <b>-</b>               | <b>1,423</b>         | <b>-</b>            |
| <b>Total Federal Financial Assistance - Primary Government</b>                  |                     |  | <b>\$ 13,470,357</b>    | <b>\$ (398,287)</b> | <b>\$ 3,238,781</b> | <b>\$ 808,567</b>     | <b>\$ 836,983</b>      | <b>\$ 3,631,958</b>  | <b>\$ (819,880)</b> |
| <b>Component Unit Federal Financial Assistance</b>                              |                     |  |                         |                     |                     |                       |                        |                      |                     |
| <b>U.S. Department of Health and Human Services</b>                             |                     |  |                         |                     |                     |                       |                        |                      |                     |
| Health Center Cluster   | 93.224              |  | 2,117,869               | 769,537             | 1,301,687           | 598,051               | 1,367,587              | 1,301,688            | -                   |
| Health Center Cluster   | 93.224              |  | 1,884,034               | -                   | 628,011             | 1,737,388             | 740,795                | 628,011              | 996,593             |
| <b>Subtotal by Federal CFDA Number</b>  |                     |  | <b>4,001,903</b>        | <b>769,537</b>      | <b>1,929,698</b>    | <b>2,335,439</b>      | <b>2,108,382</b>       | <b>1,929,699</b>     | <b>996,593</b>      |
| CHC   | 93.526              |  | 5,000,000               | (5,000)             | 2,798,580           | -                     | -                      | 2,793,580            | -                   |
| <b>Total Component Unit</b>   |                     |  | <b>\$ 9,001,903</b>     | <b>\$ 764,537</b>   | <b>\$ 4,728,278</b> | <b>\$ 2,335,439</b>   | <b>\$ 2,108,382</b>    | <b>\$ 4,723,279</b>  | <b>\$ 996,593</b>   |
| <b>Total Expenditures of Federal Awards</b>                                     |                     |  | <b>\$ 22,472,260</b>    | <b>\$ 366,250</b>   | <b>\$ 7,967,059</b> | <b>\$ 3,144,006</b>   | <b>\$ 2,945,365</b>    | <b>\$ 8,355,237</b>  | <b>\$ 176,713</b>   |



**LEWIS AND CLARK COUNTY, MONTANA**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Year Ended June 30, 2015**

**Note 1 - Basis of Presentation**

The accompanying schedule is presented on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles and is a different basis of accounting than the general-purpose financial statements. Accordingly, revenues are recognized when received and expenditures are recognized when disbursed.

**Note 2 – Subrecipients**

Circular A-133 requires the schedule of expenditures of federal awards to include, to the extent practical, an identification of the total amount provided to subrecipients from each federal program. Of the federal expenditures presented in the schedule, Lewis and Clark County provided federal awards to subrecipients as follows:

| <u>Program Title</u>                      | <u>Federal CFDA<br/>Number</u> | <u>Amount Provided to<br/>Subrecipients</u> |
|---|--------------------------------|---|
| Best Beginnings Community Councils        | 93.110                         | \$ 46                                       |
| Best Beginnings Community Councils        | 93.600                         | \$ 26                                       |
| ARRA - Best Beginnings Community Councils | 93.708                         | \$ 336                                      |

**Note 3 - Other Information**

**U S Department of Agriculture**

The \$416,352 reported, represents 66 2/3 percent of the total amount of \$624,216 received by the County. The remaining 33 1/3 percent was distributed directly to the countywide school levy funds as required by state statute, and was not recorded by Lewis and Clark County.