

# LEWIS AND CLARK COUNTY MONTANA



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FISCAL YEAR 2018**

**JULY 1, 2017 TO JUNE 30, 2018**

**Rimini, Montana** is located approximately 12 miles west of Helena, the state capital and county seat of Lewis and Clark County. This ghost town still has some permanent and seasonal residences. By 1890, Rimini was a mining town with about 300 residences. The town was founded in 1864, and was said to have a school, church, saw mill, hotels, saloons, stores, and other businesses.

In 1890, the price of silver dropped and the mining boom was starting to decline, causing many of the miners to move away. By 1920, only around 20 residences remained. Although Rimini's main mining resource was silver, there was mining in the surrounding areas for gold, zinc, copper, and lead. Some gold mining continued in the area, by 1928 the Rimini Mining District reported over \$7 million worth of minerals had been mined out of the area, most of which was in the 1800s. The mining district is one of Montana's oldest mining districts and was said to have over 100 mines.

During World War II, new life was brought to Rimini, when the Camp Rimini War Dog Reception and Training Center was irrupted. The camp was active from 1942-1944 and was home to about 140 people, 800 sled dogs, and 100 pack dogs. The facility consisted of a headquarters building, veterinarian hospital and barracks. The dog-training center trained 263 sled dogs and 268 pack dogs for the Army's K-9 Corps. The purpose for the training camp was to invade Nazi-occupied Norway with sled dogs and mushers, but that mission never happened. Instead, the dog teams were used to assist soldiers in retrieving equipment and supplies. They were also used for search and rescue missions to bring home pilots from airplanes that went down in Greenland, Newfoundland, Baffin Island, Labrador, and Alaska.

Beginning 1986, the Race to the Sky sled dog race used Camp Rimini each year as either a starting or ending point for one of the three legs of the race, until a few years ago because of a lack of snowpack. During those years Rimini would come to life with the sound of dogs barking and mushers mushing.

Today, recreationalists can enjoy finding old cabins and remnants of old mining claims hidden throughout the mountains in the Rimini area. Although, the war dog training camp along with buildings in the camp no longer remain and most of the mines are docile, the spirit of the dog training camp and old mining sites still live on.

*For more information on the above refer to the Montana Historical Society, Legends of America, Montana Outdoors Magazine, and local newspapers. More information about Camp Rimini can be found at the Montana Military Museum located at the Fort Harrison Complex in Helena, Montana.*

*Pictures provided by: Alan Snell (artist) and Montana's Race to the Sky.*

# LEWIS & CLARK COUNTY, MONTANA



## COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended June 30, 2018

**July 1, 2017 to June 30, 2018**

PRESENTED BY  
LEWIS AND CLARK COUNTY ACCOUNTING DEPARTMENT

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

**Fiscal Year 2018**

**July 1, 2017 - June 30, 2018**

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

**Paulette DeHart, County Treasurer**

**Rodger Nordahl**

**Amy Reeves**

**Sherry Smith, CPA**

**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 6, 2018

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 (County) for the fiscal year ended June 30, 2018.

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 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, 2018, 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, 2018. 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 certain provisions of laws, regulations, contracts, grant agreements and other matters, 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 (OMB) 2CFR200 Uniform Guidance. 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 2CFR200 are 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 68,881. 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 maintenances, weed control, building maintenances, solid waste services, and cemetery services, along with 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 PureView Health Center as a component unit. The county operated a nursing home, but sold the facility on June 1, 2012, on an installment sale. Currently, 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 Board of County Commissioners (BOCC). The Budget Officer for the BOCC uses these requests for appropriation as the starting point for developing a proposed budget. The BOCC 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 BOCC 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 BOCC. 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.

Over the past several years, the County has seen steady growth. Property tax revenue has grown at approximately 2 percent each year. In the last several years, the County has seen a considerable uptick in construction growth, and the demand for services such as subdivision applications has increased.

The County has seen a lower unemployment rate than the state and national rate for several years. 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 unchanged from one year ago. The current unadjusted unemployment figure for Montana is 3.8 percent and the nation is 4.0 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 BOCC.

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 BOCC 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 2018, \$2.6 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, BOCC 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 notes, 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.

The highest priority of the County is coping with an overcrowded detention facility. A proposal to remodel the current detention facility and a companion levy for operations and maintenance was placed on the November 2016 ballot. Voters approved the construction levy for the remodel of the facility but did not approve the companion levy. In November 2017, the County again asked the voters for approval of the companion levy. This vote was successful and the County is moving forward with the remodel of the current facility, working with the City of Helena to relocate the City Police Department and the Sheriff's office and has begun to implement the jail diversion and mental health programs included in the operations and maintenance levy. The detention center will see an increase in staffing of approximately fifteen new officers. The Sheriff will also be combined with the Coroner in the upcoming November election.

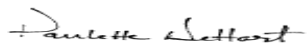
### **Awards and Acknowledgements**


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 CAFR for the fiscal year ended June 30, 2017. This was the twenty second 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 CAFR. 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 CAFR 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

  
\_\_\_\_\_  
Sherry Smith, CPA  
Accountant



Government Finance Officers Association

**Certificate of  
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**Lewis and Clark County Montana**

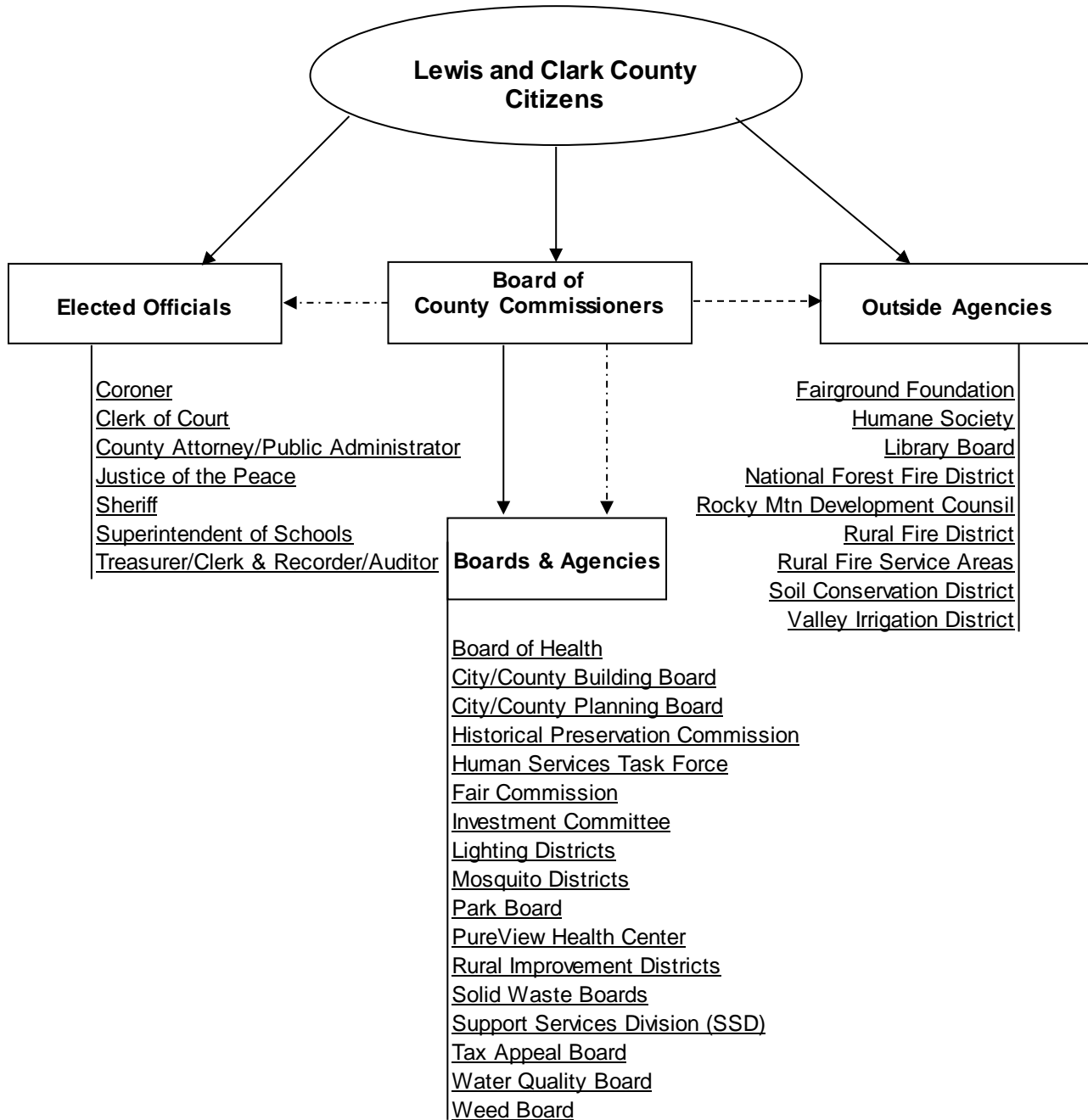
For its Comprehensive Annual Financial Report  
for the Fiscal Year Ended

**June 30, 2017**

*Christopher P. Morill*

Executive Director/CEO

# Lewis and Clark County, Montana ORGANIZATIONAL CHART



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



**LEWIS AND CLARK COUNTY  
HELENA, MONTANA  
JUNE 30, 2018**

**LIST OF PRINCIPAL OFFICIALS  
BOARD OF COUNTY COMMISSIONERS**

Mr. Andy Hunthausen	Chairman
Mr. Jim McCormick	Vice-Chair
Mrs. Susan Good Geise	Member

**COUNTY OFFICIALS**

Mr. Leo Gallagher	Attorney/Public Administrator
Mrs. Angie Sparks	Clerk of Court
Mr. Bryan Backeberg	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 Mike McMahon	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, 2018, 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, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general and major special revenue funds 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 15, 99, 100, and 101 through 102, 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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial 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 nonmajor fund financial 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 6, 2018, 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 6, 2018

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

June 30, 2018 and 2017

### INTRODUCTION

As management of the County, we offer readers of the County's basic financial statements this comparative narrative overview and analysis of the financial activities of the County for the fiscal years ended June 30, 2018 and 2017. 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 vi-x of this report.

### FINANCIAL HIGHLIGHTS

- The County's primary government assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at June 30, 2018, by \$76.6 million (reported as net position) compared with \$71.1 million at June 30, 2017. Of this amount, \$14.3 million (reported as unrestricted net position) may be used to meet the government's general obligations to citizens and creditors.
- The total net position increased by \$5.5 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, 2018, the County's governmental funds reported combined ending fund balances of \$38 million, compared with \$33.5 million at June 30, 2017. Of this amount, \$31.8 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 five fiscal years. Several of the road and building projects were completed in this fiscal year, along with several buildings being started.
- The County made principal payments for the general obligation bond, special assessment loans, revenue bonds, and contracts/loans of \$1.8 million.
- On November 4, 2008, the electors of the County authorized the BOCC to issue and sell up to \$10 million principal amount of general obligation bonds in one or more series for the purpose of preserving open space lands in the County. The County issued a second series of general obligation bonds in the amount of \$4 million in fiscal year 2018. Thus, the total issue to date is \$7 million.
- For a summary of new Government Accounting Standards Board 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 the County's basic financial statements. The basic financial statements are comprised of 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 the 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 taxes, 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 PureView Health Center. Although legally separate, this component unit is important because the County is financially accountable for it.

The government-wide statements can be found on pages 17 and 18 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 BOCC 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 in and out of the funds, and the balances left at year-end that are available for spending. These funds use the modified accrual basis 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*.

The 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, capital development fund, and road/bridge infrastructure fund, which are considered to be major funds. Data from the other 56 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** - The 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, nursing home, and 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, and 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 Revenues, Expenses, and Changes in Net Position, 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 the 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 33, 34, and 195 -214 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 36-96 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 98-110.

All required supplementary information other than GASB 68 and 75, 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 OPEB and Pension 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 121-214 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 the County, the net position was \$76,678,476 at June 30, 2018.

The largest portion of the County’s net position, approximately 75.8 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 the County’s net position, 5.6 percent, represents resources that are subject to external restrictions on how they may be used. The remaining 18.6 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, the 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 ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2018	2017	2018	2017	2018	2017
Current and other assets	\$ 46,410,390	\$ 41,134,391	\$ 4,086,626	\$ 4,669,650	\$ 50,497,016	\$ 45,804,041
Capital assets	45,094,125	45,488,769	14,190,683	13,938,968	59,284,808	59,427,737
Total assets	91,504,515	86,623,160	18,277,309	18,608,618	109,781,824	105,231,778
Deferred outflows	8,233,536	7,913,305	222,352	123,401	8,455,888	8,036,706
Long-term liabilities outstanding	30,374,393	34,937,772	3,218,624	3,959,583	33,593,017	38,897,355
Other liabilities	1,309,156	942,106	374,575	124,299	1,683,731	1,066,405
Total liabilities	31,683,549	35,879,878	3,593,199	4,083,882	35,276,748	39,963,760
Deferred inflows	6,269,048	2,159,470	13,440	18,354	6,282,488	2,177,824
Net position:						
Net investment in capital assets	45,094,125	45,488,769	12,994,683	11,898,032	58,088,808	57,386,801
Restricted	2,650,634	4,263,247	342,411	564,711	2,993,045	4,827,958
Unrestricted	14,040,695	6,745,101	1,555,928	2,167,040	15,596,623	8,912,141
Total net position	\$ 61,785,454	\$ 56,497,117	\$ 14,893,022	\$ 14,629,783	\$ 76,678,476	\$ 71,126,900

**Changes in Net Position**

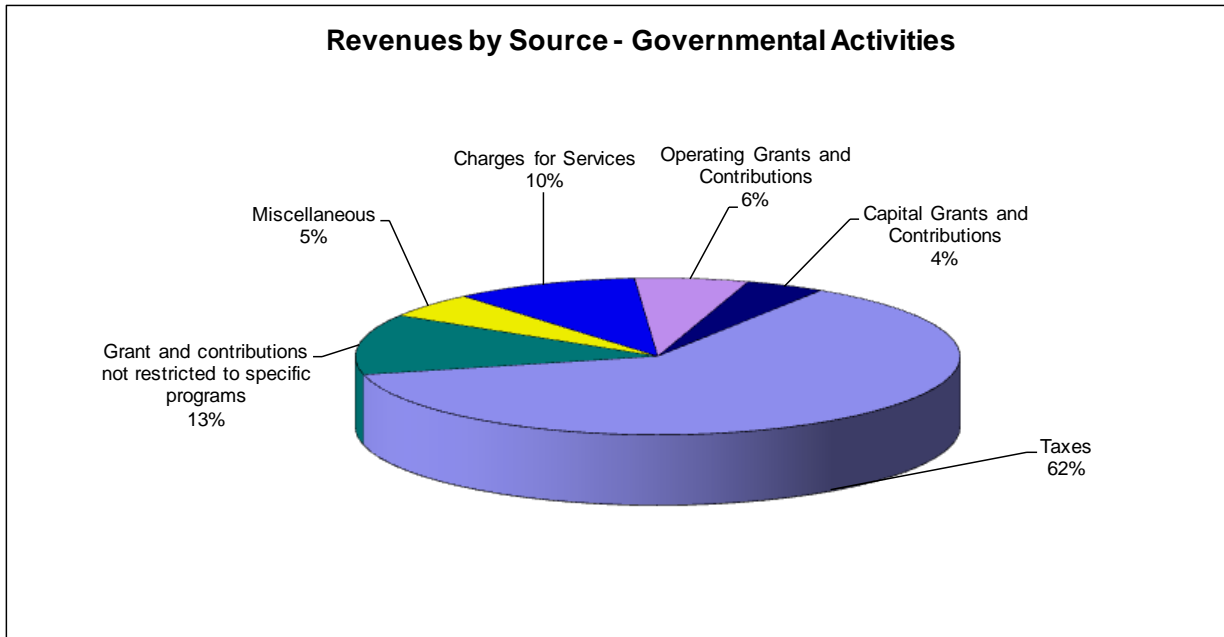
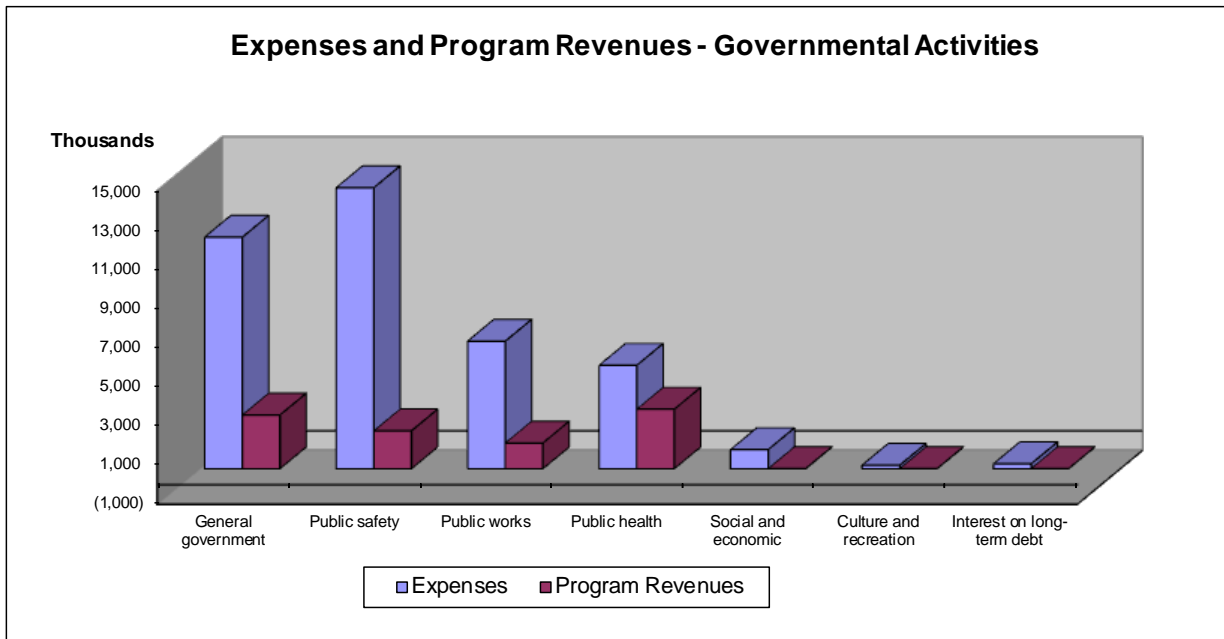
	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program revenues:						
Fees, fines and charges for services	\$ 4,405,029	\$ 5,000,178	\$ 4,075,242	\$ 4,092,598	\$ 8,480,271	\$ 9,092,776
Operating grants and contributions	2,705,986	3,133,748	31,471	32,461	2,737,457	3,166,209
Capital grants and contributions	1,889,489	5,223,990	-	-	1,889,489	5,223,990
Total program revenues	9,000,504	13,357,916	4,106,713	4,125,059	13,107,217	17,482,975
General Revenues						
Taxes	27,690,821	25,732,544	448,426	431,413	28,139,247	26,163,957
Grants and contributions not restricted to other programs	5,574,945	5,042,763	92,206	-	5,667,151	5,042,763
Other	2,302,035	1,404,698	110,040	55,301	2,412,075	1,459,999
Total revenues	44,568,305	45,537,921	4,757,385	4,611,773	49,325,690	50,149,694
Expenses:						
General government	11,811,828	13,982,906	-	-	11,811,828	13,982,906
Public safety	14,336,058	13,858,880	-	-	14,336,058	13,858,880
Public works	6,503,619	7,172,647	-	-	6,503,619	7,172,647
Public health	5,269,257	5,252,895	-	-	5,269,257	5,252,895
Social and economic	969,534	1,059,499	-	-	969,534	1,059,499
Culture and recreation	169,658	117,284	-	-	169,658	117,284
Interest on long-term debt	244,566	127,540	-	-	244,566	127,540
Solid waste	-	-	2,613,054	2,679,399	2,613,054	2,679,399
Fairgrounds	-	-	1,856,540	1,645,566	1,856,540	1,645,566
Total expenses	39,304,520	41,571,651	4,469,594	4,324,965	43,774,114	45,896,616
Increase in net position before transfers	5,263,785	3,966,270	287,791	286,808	5,551,576	4,253,078
Transfers	24,552	(24,306)	(24,552)	24,306	-	-
Increase in net position	5,288,337	3,941,964	263,239	311,114	5,551,576	4,253,078
Net position, beginning	56,497,117	52,575,580	14,629,783	14,323,846	71,126,900	66,899,426
Prior period adjustments (1)	-	(20,427)	-	(5,177)	-	(25,604)
Net position, beginning, as restated	56,497,117	52,555,153	14,629,783	14,318,669	71,126,900	66,873,822
Net Position, ending	\$ 61,785,454	\$ 56,497,117	\$ 14,893,022	\$ 14,629,783	\$ 76,678,476	\$ 71,126,900

(1) Fiscal year 2017's Net Position, beginning, was restated due to prior period adjustments from implementation of GASB 75 as well as acquisition of a land easement obtained in a prior period. The restated amount matched the preceding Net Position schedule prior year amount, which was retroactively adjusted.

**Governmental Activities**

Governmental activities increased the County's net position by \$5,288,337, thereby accounting for 95.3 percent of the total growth in the net position of the County. Total governmental revenues decreased by \$969,616, or (2.1) percent, with total expenses decreased by \$2,267,131 or 5.5 percent. Elements that contributed to the increase in net position are as follows:

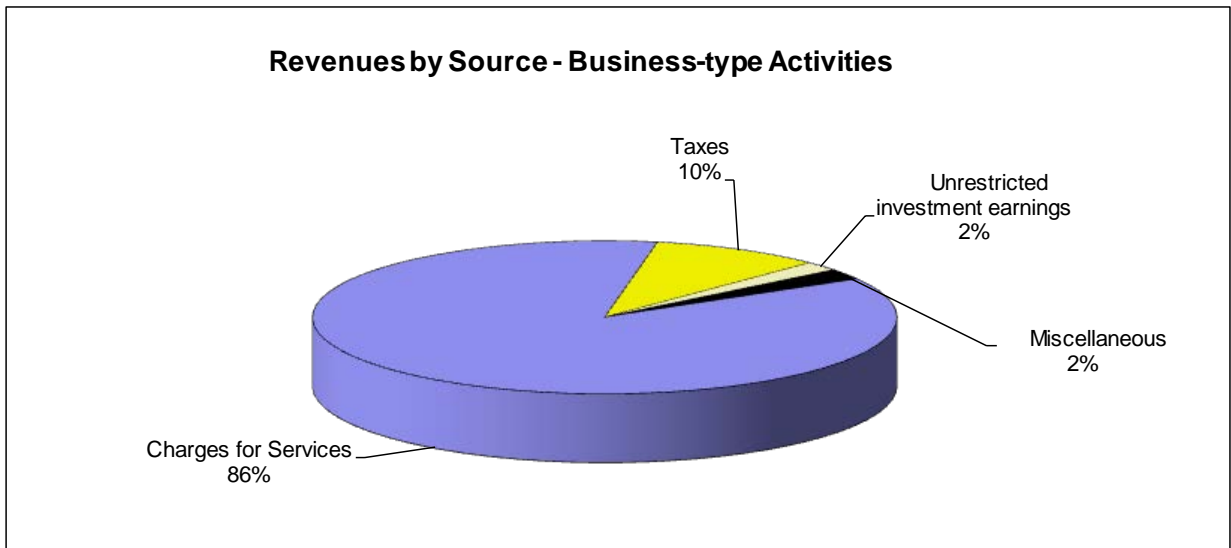
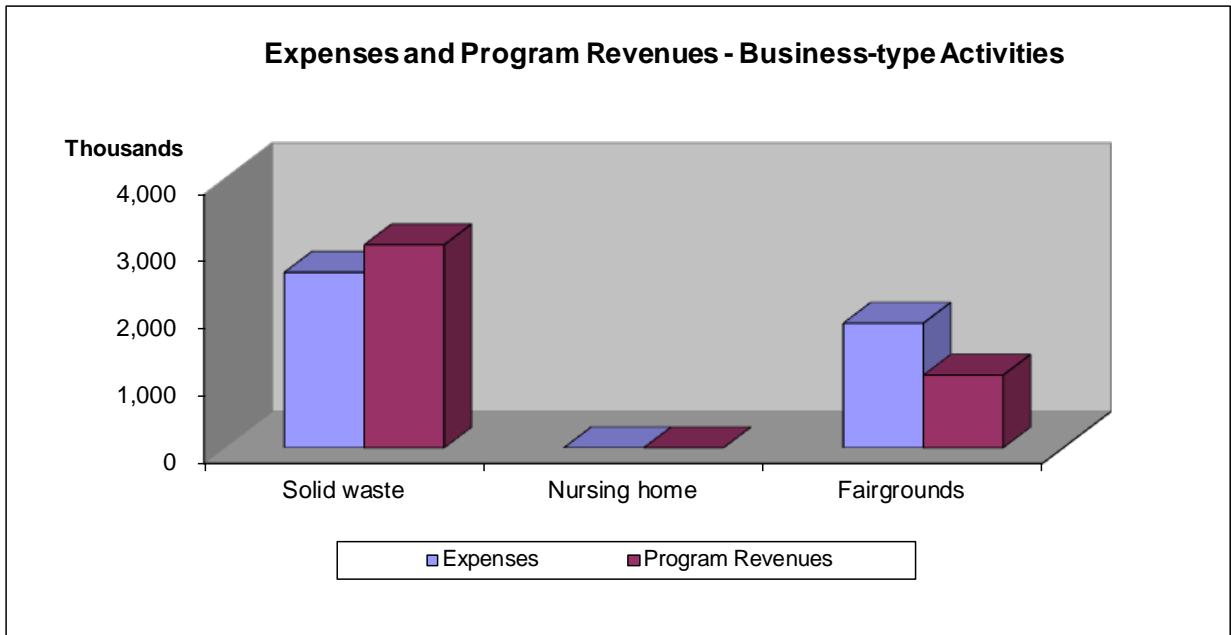
- All of the County's major governmental funds, except Rural Special Improvement District Debt and Road/Bridge Infrastructure, showed positive net change in fund balance, with the largest changes in the General Fund, Special Assessment District, and Capital Development.
- The General Fund shows a positive change of fund balance in excess of \$800,000, with approximately \$297,000 resulting from an increase in taxes, and approximately \$367,000 in intergovernmental revenues net of pension on-behalf grant revenues.
- The Capital Development fund shows a positive change in fund balance of \$2,354,726. The positive change in fund balance is due to the saving of resources by County departments, in excess of \$2.6 million, for future capital purchases/improvements significantly in excess of amounts being spent. The capital outlay amounts, totaling \$.5 million compared to the prior fiscal year amount of \$.8 million, were converted to capital assets in the government-wide schedules, thus increasing the County's net position.
- Other Governmental Funds shows a positive change in fund balance of over \$.8 million.
- Investment earnings made a significant increase in all funds as interest rates rose from the previous fiscal year. The total increase for all governmental funds was \$.3 million.



**Business Activities**

Business-type activities increased the County’s net position by \$263,239, thereby accounting for 4.7 percent of the total growth in the net position of the County. Key elements of this increase are as follows:

- At the fairgrounds, revenues were less than expenses resulting in a decrease in net position of \$274,109.
- Operations relating to solid waste disposal showed an increase in net position of \$532,745.
- The Cooney Home, which was sold in May 2012, resulted in positive change in net position of \$4,603. This positive amount is primarily the result of interest income from the collection of the installment payments from the sale and a payment from a resident account that was previously written off.



## THE COUNTY'S FUNDS

### Governmental funds

As of the end of the current fiscal year, the County's governmental funds reported fund balances of \$38.0 million, an increase of \$4.5 million in comparison with the prior year increase of \$6 million. Of this amount, \$.9 million (2.5%) is classified as non-spendable and \$37.1 million (97.5%) constitutes spendable fund balance. The spendable fund balance is further classified as restricted, \$6.6 million (17.5%); committed, \$25.2 million (66.1%); assigned, \$1.9 million (5.0%); and unassigned, \$3.4 million (8.9%). 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 54 and are defined in detail in Note 11.

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 \$5.4 million, while total fund balance was \$5.5 million.

The fund balance of the County's general fund increased by \$832,853 during the current fiscal year. Revenues of taxes, intergovernmental revenues and investment earnings were up marginally, which offset a slight increase in expenditures from the general fund. The remaining revenue categories stayed fairly constant in comparison with prior year's amounts.

The Public Safety Fund had a total fund balance of \$3.1 million, an increase of \$284,678 from the prior year. Public Safety continues to transfer funds to support its future capital needs. Tax revenue increased by \$525,853 due to newly taxable property added to the tax rolls in fiscal year 2018, and a small inflationary factor allowed by state statute.

The Special Assessment Districts Fund had a total fund balance of \$4.6 million, which is \$550,806 more than the prior fiscal year. Current revenues and expenditures were slightly up as more districts are added in the County.

The Rural Special Improvement District Debt Fund had a total fund balance of \$.1 million, which is slightly less than the prior year. Current expenditures were up as more special improvement districts completed major projects, thus spending cash reserves. The fund balance is restricted and can only be used for payments of principal and interest on the loans.

The Capital Development Fund had a total fund balance of \$11.8 million which is up from \$9.4 million in the prior year. The increase in fund balance shows that departments contributed to their capital improvement plans (CIP) in excess of the amount they spent on capital outlay projects.

The Road/Bridge Infrastructure Fund had a total fund balance of \$1.2 million, down significantly from the prior year, as work on forest roads saw a significant drop in fiscal year 2018.

### Proprietary funds

The 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 (\$.05) million, the County landfill was \$.5 million and (\$.5) million for the Fairgrounds. The County has met the debt coverage ratios on its revenue bonds.

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 BOCC 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 \$1,163,976, of which is \$399,843 of pension related on-behalf grants. Payments in lieu of taxes of \$2,393,759 were \$443,759 more than budget, and \$372,917 more than what had been received in the previous year.

Actual expenditures from the General Fund were \$656,929 less than budgeted, of which is \$399,843 of pension related on-behalf payroll expense. Most departments contributed by spending less than what they were budgeted, including general governmental, and public works departments that had unspent budgets of \$951,787; and \$142,606; respectively. The Coroner Services Division of the Public Safety Department overspent their budget by approximately \$49,000 due to unexpected expenses, resulting from rebuilding the division after the death of the previous coroner.

**Capital Asset and Debt Administration**

**Capital assets**

The County’s investment in capital assets (net of accumulated depreciation) for its governmental and business type activities as of June 30, 2018, was \$59,284,808. This investment in capital assets includes land, buildings, improvements other than buildings, infrastructure, and machinery and equipment. For fiscal year 2018, the County’s investment in capital assets decreased by \$142,929.

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

Governmental

- The Public Works department, in conjunction with the Federal Land Access Program grants, completed work on improving the surface of three rural roads. No new projects were started in fiscal year 2018, thus resulting in costs decreasing by approximately \$3.5 million.
- Public Works department finished construction for a Junk Vehicle building at the County landfill. Total costs were \$167,937. Due to limited funds from Junk Vehicle, County landfill contributed to part of the cost of the building under stipulation of future use of the building.
- Work was completed on the Murray Building remodel this fiscal year. The project has incurred expenditures in excess of \$620,000.
- Purchase of vehicles and equipment for public safety in the amount of approximately \$240,000.
- Purchase of vehicles, machinery, and equipment for the Public Works department in the amount of approximately \$222,000.
- The Forestvale Cemetery monumental entry way and irrigation system was completed this fiscal year, increasing capital assets by approximately \$263,000.

Business-type

- The County Landfill capital assets with a cost of approximately \$895,000.
- The County Landfill’s major purchase was a compactor in the amount of \$729,523.
- Fairgrounds purchased vehicles and equipment with a cost of \$20,102.
- Depreciation was over \$664,000 for the business-type funds.

**Capital Assets**  
(net of depreciation)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2018	2017	2018	2017	2018	2017
Land	\$ 5,693,056	\$ 6,411,806	\$ 243,648	\$ 243,648	\$ 5,936,704	\$ 6,655,454
Buildings	12,364,232	12,219,132	8,538,444	8,746,692	20,902,676	20,965,824
Improvements other than buildings	6,521,813	876,115	3,920,363	4,025,104	10,442,176	4,901,219
Machinery and equipment	4,193,760	4,831,420	1,488,228	887,624	5,681,988	5,719,044
Infrastructure	16,032,580	16,843,171	-	-	16,032,580	16,843,171
Construction in progress	288,684	4,307,125	-	35,900	288,684	4,343,025
Total capital assets	<u>\$ 45,094,125</u>	<u>\$ 45,488,769</u>	<u>\$ 14,190,683</u>	<u>\$ 13,938,968</u>	<u>\$ 59,284,808</u>	<u>\$ 59,427,737</u>



## Long-term debt

As of June 30, 2018, the County had total debt outstanding of \$8,187,983. Of this amount, \$6,164,677 is general obligation bonds, \$693,270 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment, and \$1,196,000 represents bonds secured solely by specified revenue sources (i.e., revenue bonds). The remaining \$134,036 comprises contract/loan debt backed by the full faith and credit of the government.

Due to the County not incurring any additional debt, the decrease of \$1,852,391 is the result of principal payments. The County made principal payments for general obligation bonds, special assessment loans with governmental commitment, revenue bonds, and contracts/loans of \$558,969; \$275,576; \$844,936, and \$172,910, respectively. The County has not had a recent change in its credit rating.

### Outstanding Debt General Obligation and Revenue Bonds

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
General obligation bonds	\$ 6,164,677	\$ 6,723,646	\$ -	\$ -	\$ 6,164,677	\$ 6,723,646
Special assessment debt with governmental commitment	693,270	968,846	-	-	693,270	968,846
Revenue bonds	-	-	1,196,000	2,040,936	1,196,000	2,040,936
Contracts/loans	134,036	306,946	-	-	134,036	306,946
Total	\$ 6,991,983	\$ 7,999,438	\$ 1,196,000	\$ 2,040,936	\$ 8,187,983	\$ 10,040,374

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 BOCC focuses on maintaining adequate cash balances while continuing to provide the current level of services. The County is anticipating cash balances to decrease by \$17.3 million to \$26.5 million for all County funds. This represents a reserve of 27 percent of budgeted expenditures. This is a healthy reserve and will allow the BOCC 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, 2018, the Capital Development Fund had a cash balance of \$11.8 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 highest priority of the County is coping with an overcrowded detention facility. A proposal to remodel the current detention facility and a companion levy for operations and maintenance was placed on the November 2016 ballot. Voters approved the construction levy for the remodel of the facility but did not approve the companion levy. In November 2017, The County again asked the voters for approval of the companion levy. This vote was successful and the County is moving forward with the remodel of the current facility, working with the City of Helena to relocate the City Police Department and the Sheriff's office, and has begun to implement the jail diversion and mental health programs included in the operations and maintenance levy. The detention center will see an increase in staffing of approximately fifteen new officers. The Sheriff will also be combined with the Coroner following the November, 2018 election.

### **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 the County.

**BASIC FINANCIAL STATEMENTS**

STATEMENT OF NET POSITION  
June 30, 2018

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	PUREVIEW HEALTH CENTER
<b>ASSETS</b>				
Cash and cash equivalents	\$ 34,453,810	\$ 3,108,470	\$ 37,562,280	\$ 1,684,923
Investments	5,774,558	521,417	6,295,975	282,630
Taxes/assessment receivables (net of allowance for uncollectables)	1,424,260	10,484	1,434,744	-
Accounts/contracts receivable (net of allowance for uncollectibles)	608,916	340,294	949,210	471,103
Notes receivable	-	60,186	60,186	-
Due from other governments	984,268	-	984,268	522,932
Inventories	332,678	6,213	338,891	93,192
Restricted assets - noncurrent	613,200	342,411	955,611	-
Long-term accounts/contracts receivable	131,846	-	131,846	-
Long-term notes receivable	-	1,784,005	1,784,005	-
Internal balances	2,086,854	(2,086,854)	-	-
Land and construction in progress	5,981,740	243,648	6,225,388	-
Buildings, improvements, vehicles and equipment (net)	23,079,805	13,947,035	37,026,840	324,370
Infrastructure (net)	16,032,580	-	16,032,580	-
<b>Total assets</b>	<b>91,504,515</b>	<b>18,277,309</b>	<b>109,781,824</b>	<b>3,379,150</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Prepayments of costs	-	-	-	68,762
Deferred outflows related to pensions	8,071,054	214,386	8,285,440	1,296,474
Deferred inflows related to other postemployment benefits	162,482	7,966	170,448	28,209
<b>Total deferred outflows of resources</b>	<b>8,233,536</b>	<b>222,352</b>	<b>8,455,888</b>	<b>1,393,445</b>
<b>LIABILITIES</b>				
Accounts payable	1,299,882	374,575	1,674,457	139,539
Accrued interest	9,274	-	9,274	-
Long-term liabilities:				
Portion due or payable within one year:				
Special assessment debt with government commitment	89,334	-	89,334	-
Contracts/loans payable	53,477	-	53,477	-
General obligation bonds payable	605,085	-	605,085	-
Revenue bonds payable	-	173,000	173,000	-
Landfill postclosure costs payable	-	12,400	12,400	-
Claims payable	429,982	-	429,982	-
Compensated absences payable	221,920	6,922	228,842	28,246
Portion due or payable in more than one year:				
Special assessment debt with government commitment	603,936	-	603,936	-
Contracts/loans payable	80,559	-	80,559	-
General obligation bonds payable	5,559,592	-	5,559,592	-
Revenue bonds payable	-	1,023,000	1,023,000	-
Landfill postclosure costs payable	-	1,066,029	1,066,029	-
Compensated absences payable	1,997,263	62,292	2,059,555	254,214
Net pension liability	20,308,337	854,149	21,162,486	5,165,359
OPEB implicit rate subsidy	424,908	20,832	445,740	73,771
<b>Total liabilities</b>	<b>31,683,549</b>	<b>3,593,199</b>	<b>35,276,748</b>	<b>5,661,129</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows related to pensions	6,137,137	6,973	6,144,110	42,167
Deferred inflows related to other postemployment benefits	131,911	6,467	138,378	22,902
<b>Total deferred inflows of resources</b>	<b>6,269,048</b>	<b>13,440</b>	<b>6,282,488</b>	<b>65,069</b>
<b>NET POSITION</b>				
Net investment in capital assets	45,094,125	12,994,683	58,088,808	324,370
Restricted for:				
Public safety	704,319	-	704,319	-
Public works	605,140	-	605,140	-
Public health	622,064	-	622,064	-
Bond reserves	-	199,456	199,456	-
Debt service	26,836	142,955	169,791	-
Capital projects	55,759	-	55,759	-
Nonexpendable permanent investments	636,516	-	636,516	-
Unrestricted	14,040,695	1,555,928	15,596,623	(1,277,973)
<b>Total net position</b>	<b>\$ 61,785,454</b>	<b>\$ 14,893,022</b>	<b>\$ 76,678,476</b>	<b>\$ (953,603)</b>

STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended June 30, 2018

Function/Programs	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			PUREVIEW HEALTH CENTER
		FEES, FINES, AND CHARGE FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT		TOTAL	
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES		
<b>Primary government:</b>								
Governmental activities								
General government	\$ 11,811,828	\$ 1,716,486	\$ 99,692	\$ 918,850	\$ (9,076,800)		\$ (9,076,800)	
Public safety	14,336,058	1,025,054	883,332	18,200	(12,409,472)		(12,409,472)	
Public works	6,503,619	135,498	217,474	952,439	(5,198,208)		(5,198,208)	
Public health	5,269,257	1,525,842	1,505,488	-	(2,237,927)		(2,237,927)	
Social and economic	969,534	2,149	-	-	(967,385)		(967,385)	
Culture and recreation	169,658	-	-	-	(169,658)		(169,658)	
Interest on long-term debt	244,566	-	-	-	(244,566)		(244,566)	
Total governmental activities	<u>39,304,520</u>	<u>4,405,029</u>	<u>2,705,986</u>	<u>1,889,489</u>	<u>(30,304,016)</u>		<u>(30,304,016)</u>	
Business-type activities								
Solid waste	2,613,054	3,018,109	5,579	-	\$ 410,634		410,634	
Fairgrounds	1,856,540	1,057,133	25,892	-	(773,515)		(773,515)	
Total business-type activities	<u>4,469,594</u>	<u>4,075,242</u>	<u>31,471</u>	<u>-</u>	<u>(362,881)</u>		<u>(362,881)</u>	
Total primary government	<u>\$ 43,774,114</u>	<u>\$ 8,480,271</u>	<u>\$ 2,737,457</u>	<u>\$ 1,889,489</u>	<u>(30,304,016)</u>	<u>(362,881)</u>	<u>(30,666,897)</u>	
<b>Component units:</b>								
PureView Health Center	<u>\$ 7,734,911</u>	<u>\$ 4,698,316</u>	<u>\$ 2,662,322</u>	<u>\$ -</u>				\$ (374,273)
General revenues:								
Property taxes					24,665,749	448,426	25,114,175	-
Local option tax					3,011,120	-	3,011,120	-
Other taxes					13,952	-	13,952	-
Grant and contributions not restricted to specific programs					5,574,945	92,206	5,667,151	-
Unrestricted investment earnings					653,590	62,440	716,030	26,770
Miscellaneous					1,648,445	47,600	1,696,045	-
Transfers					24,552	(24,552)	-	-
Total general revenue and transfers					<u>35,592,353</u>	<u>626,120</u>	<u>36,218,473</u>	<u>26,770</u>
Change in net position					5,288,337	263,239	5,551,576	(347,503)
Total net position, beginning					56,497,117	14,629,783	71,126,900	(606,100)
Total net position, ending					<u>\$ 61,785,454</u>	<u>\$ 14,893,022</u>	<u>\$ 76,678,476</u>	<u>\$ (953,603)</u>



BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2018

	SPECIAL REVENUE			DEBT SERVICE	CAPITAL PROJECTS		OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
	GENERAL	PUBLIC SAFETY	SPECIAL ASSESSMENT DISTRICTS	RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT	CAPITAL DEVELOPMENT	ROAD/BRIDGE INFRASTRUCTURE PROJECTS		
<b>ASSETS</b>								
Cash and cash equivalents	\$ 2,266,219	\$ 2,719,927	\$ 3,994,726	\$ 147,376	\$ 10,097,067	\$ 1,431,638	\$ 8,926,235	\$ 29,583,188
Investments	380,137	456,243	670,079	24,721	1,693,689	240,144	1,497,293	4,962,306
Receivables:								
Taxes/assessments (net)	104,054	165,944	29,611	944,949	-	-	179,702	1,424,260
Accounts/contracts (net)	239,385	33,045	-	-	-	-	173,251	445,681
Due from other funds	2,689,823	-	-	-	-	-	756	2,690,579
Due from other governments	16,753	27,276	-	-	-	-	940,239	984,268
Inventories	65,038	-	-	-	-	-	239,568	304,606
Noncurrent assets:								
Restricted assets:								
Cash and cash equivalents	-	-	-	-	-	-	28,316	28,316
Investments	-	-	-	-	-	-	613,200	613,200
Long-term accounts/contracts receivable	131,846	-	-	-	-	-	-	131,846
Advances to other funds	-	-	-	-	164,839	-	-	164,839
<b>Total assets</b>	<b>\$ 5,893,255</b>	<b>\$ 3,402,435</b>	<b>\$ 4,694,416</b>	<b>\$ 1,117,046</b>	<b>\$ 11,955,595</b>	<b>\$ 1,671,782</b>	<b>\$ 12,598,560</b>	<b>\$ 41,333,089</b>
<b>LIABILITIES</b>								
Accounts payable	\$ 150,600	\$ 219,790	\$ 30,882	\$ -	\$ 136,706	\$ 398,897	\$ 288,978	\$ 1,225,853
Due to other funds	-	-	756	-	-	-	767,808	768,564
<b>Total liabilities</b>	<b>150,600</b>	<b>219,790</b>	<b>31,638</b>	<b>-</b>	<b>136,706</b>	<b>398,897</b>	<b>1,056,786</b>	<b>1,994,417</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Deferred inflows of tax revenues	<b>195,289</b>	<b>56,643</b>	<b>11,994</b>	<b>944,949</b>	<b>-</b>	<b>-</b>	<b>67,935</b>	<b>1,276,810</b>
<b>FUND BALANCE</b>								
Nonspendable	65,038	-	-	-	-	-	876,084	941,122
Restricted	-	-	-	172,097	55,759	-	5,142,507	5,370,363
Unrestricted:								
Committed	35,480	3,126,002	4,650,784	-	11,763,130	1,272,885	5,593,127	26,441,408
Assigned	1,888,959	-	-	-	-	-	23,609	1,912,568
Unassigned	3,557,889	-	-	-	-	-	(161,488)	3,396,401
<b>Total fund balance</b>	<b>5,547,366</b>	<b>3,126,002</b>	<b>4,650,784</b>	<b>172,097</b>	<b>11,818,889</b>	<b>1,272,885</b>	<b>11,473,839</b>	<b>38,061,862</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ 5,893,255</b>	<b>\$ 3,402,435</b>	<b>\$ 4,694,416</b>	<b>\$ 1,117,046</b>	<b>\$ 11,955,595</b>	<b>\$ 1,671,782</b>	<b>\$ 12,598,560</b>	<b>\$ 41,333,089</b>
<b>RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION</b>								
Total fund balance for governmental funds								\$ 38,061,862
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								5,766,848
Buildings, Improvements, Vehicles and Equipment (net)								22,246,240
Infrastructure (net)								16,032,580
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.								
								1,276,810
Deferred outflows of resources are not financial resources and therefore are not reported in the funds.								
								8,233,536
Deferred inflows of resources are not due and payable and therefore are not reported in the funds.								
								(6,269,048)
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.								
								6,159,244
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.								
Accrued interest								(9,274)
Bonds Payable							\$ (6,164,677)	
Special assessment debt payable							(693,270)	
Loans/contracts payable							(134,036)	
Compensated absences							(1,988,116)	
Net pension liabilities							(20,308,337)	
OPEB implicit rate subsidy							(424,908)	
								(29,713,344)
Net Position of Governmental Activities								<b>\$ 61,785,454</b>

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For the Fiscal Year Ended June 30, 2018

	SPECIAL REVENUE			DEBT SERVICE	CAPITAL PROJECTS			TOTAL GOVERNMENTAL FUNDS
	GENERAL	PUBLIC SAFETY	SPECIAL ASSESSMENT DISTRICTS	RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT	CAPITAL DEVELOPMENT	ROAD/BRIDGE INFRASTRUCTURE PROJECTS	OTHER GOVERNMENTAL FUNDS	
<b>REVENUES</b>								
Taxes/assessments	\$ 6,609,158	\$ 9,533,830	\$ 1,348,210	\$ 182,843	\$ -	\$ -	\$ 10,182,684	\$ 27,856,725
Licenses and permits	276,057	1,890	-	-	-	-	3,785	281,732
Intergovernmental	3,818,169	968,509	808	-	64	455,457	4,167,136	9,410,143
Charges for services	1,208,696	412,690	-	-	-	-	2,070,496	3,691,882
Fines and forfeitures	37,320	277,980	-	-	-	-	116,115	431,415
Miscellaneous	53,750	163,120	32,977	-	745,144	-	679,954	1,674,945
Interest earnings	221,054	-	58,621	3,404	148,115	-	155,079	586,273
<b>Total revenues</b>	<b>12,224,204</b>	<b>11,358,019</b>	<b>1,440,616</b>	<b>186,247</b>	<b>893,323</b>	<b>455,457</b>	<b>17,375,249</b>	<b>43,933,115</b>
<b>EXPENDITURES</b>								
Current:								
General government	7,558,233	-	-	-	126,507	-	2,912,020	10,596,760
Public safety	558,838	10,400,758	-	-	124,247	-	2,231,873	13,315,716
Public works	1,305,249	-	709,851	-	110,566	159,138	2,942,157	5,226,961
Public health	65,000	-	-	-	103,513	-	4,928,350	5,096,863
Social and economic	548,968	-	-	-	-	-	414,044	963,012
Culture and recreation	-	-	-	-	-	-	115,050	115,050
Debt service	-	-	43	303,572	-	-	952,464	1,256,079
Capital outlay	-	-	-	-	512,145	1,572,531	660,927	2,745,603
<b>Total expenditures</b>	<b>10,036,288</b>	<b>10,400,758</b>	<b>709,894</b>	<b>303,572</b>	<b>976,978</b>	<b>1,731,669</b>	<b>15,156,885</b>	<b>39,316,044</b>
Excess (deficiency) of revenue over (under) expenditures	<b>2,187,916</b>	<b>957,261</b>	<b>730,722</b>	<b>(117,325)</b>	<b>(83,655)</b>	<b>(1,276,212)</b>	<b>2,218,364</b>	<b>4,617,071</b>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	399,298	382,417	7,058	-	2,668,260	1,025,426	1,906,619	6,389,078
Transfers out	(1,754,361)	(1,055,000)	(186,974)	(84)	(229,879)	-	(3,225,151)	(6,451,449)
<b>Total other financing sources and uses</b>	<b>(1,355,063)</b>	<b>(672,583)</b>	<b>(179,916)</b>	<b>(84)</b>	<b>2,438,381</b>	<b>1,025,426</b>	<b>(1,318,532)</b>	<b>(62,371)</b>
<b>Net change in fund balances</b>	<b>832,853</b>	<b>284,678</b>	<b>550,806</b>	<b>(117,409)</b>	<b>2,354,726</b>	<b>(250,786)</b>	<b>899,832</b>	<b>4,554,700</b>
Fund balance, July 1	4,714,513	2,841,324	4,099,978	289,506	9,464,163	1,523,671	10,574,007	33,507,162
Fund balance, June 30	<b>\$ 5,547,366</b>	<b>\$ 3,126,002</b>	<b>\$ 4,650,784</b>	<b>\$ 172,097</b>	<b>\$ 11,818,889</b>	<b>\$ 1,272,885</b>	<b>\$ 11,473,839</b>	<b>\$ 38,061,862</b>



STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)  
 GOVERNMENTAL FUNDS  
 For the Fiscal Year Ended June 30, 2018

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	\$	4,554,700	
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	\$	6,742,785	
Construction in progress increase/(decrease)		(3,997,182)	
Retirement, trade in, donation, etc of capital assets		(251,318)	
Depreciation expense		<u>(2,807,917)</u>	(313,632)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Long-term receivables		(195,904)	
GASB 68 recognition of On-behalf payments to Pension Plans		<u>(163,254)</u>	(359,158)
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.			
Principal payments are:			
Bonds payable		558,969	
Contract/bans payable		<u>448,486</u>	1,007,455
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		(25,828)	
Net pension		18,888	
OPEB implicit rate subsidy		115,497	
Accrued interest		<u>4,058</u>	112,615
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.			
			<u>286,357</u>
Change in net position of governmental activities	<u>\$</u>		<u>5,288,337</u>

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, 2018  
 (Page 1 of 5)

	GENERAL FUND			
	BUDGETED AMOUNTS			VARIANCE WITH
	ORIGINAL	FINAL	ACTUAL	FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>Taxes/Assessments</b>				
Real Property	\$ 5,119,455	\$ 5,119,455	\$ 5,252,537	\$ 133,082
Local Option Tax	580,746	580,746	602,462	21,716
Entitlements	815,905	815,905	850,389	34,484
<b>Total Taxes/Assessments</b>	<b>6,516,106</b>	<b>6,516,106</b>	<b>6,705,388</b>	<b>189,282</b>
<b>Licenses and Permits</b>				
General business	260,000	260,000	250,987	(9,013)
Other licenses & permits	19,500	19,500	25,247	5,747
<b>Total Licenses and Permits</b>	<b>279,500</b>	<b>279,500</b>	<b>276,234</b>	<b>(3,266)</b>
<b>Intergovernmental</b>				
Federal grants:				
Other federal grants	50,000	50,000	60,335	10,335
Federal shared revenue:				
Taylor grazing	1,500	1,500	1,776	276
Payments in lieu	1,950,000	1,950,000	2,393,759	443,759
State grants:				
Other state grants	8,000	8,000	401,629	393,629
State shared revenues:				
Personal property reimbursement	937,872	937,872	931,717	(6,155)
Gambling revenues	20,600	20,600	25,627	5,027
<b>Total Intergovernmental</b>	<b>2,967,972</b>	<b>2,967,972</b>	<b>3,814,843</b>	<b>846,871</b>
<b>Charges for Services</b>				
General government:				
Administrative fees	616,231	616,231	607,117	(9,114)
Attorney fees	2,000	2,000	75,575	73,575
Property tax	13,300	13,300	8,425	(4,875)
Election services	70,000	70,000	4,426	(65,574)
Clerk and Recorder	458,500	458,500	446,281	(12,219)
Treasurer's fees	32,400	32,400	26,329	(6,071)
Weed	31,500	31,500	33,922	2,422
Other charges for services	500	500	6,621	6,121
<b>Total Charges for Services</b>	<b>1,224,431</b>	<b>1,224,431</b>	<b>1,208,696</b>	<b>(15,735)</b>
<b>Fines and Forfeitures</b>				
Court fines:				
Fines and forfeitures	300	300	381	81
Surcharge	65,000	65,000	36,939	(28,061)
<b>Total Fines and Forfeitures</b>	<b>65,300</b>	<b>65,300</b>	<b>37,320</b>	<b>(27,980)</b>
Miscellaneous revenues	25,000	25,000	53,750	28,750
Interest earnings	75,000	75,000	221,054	146,054
<b>Total revenues</b>	<b>\$ 11,153,309</b>	<b>\$ 11,153,309</b>	<b>\$ 12,317,285</b>	<b>\$ 1,163,976</b>

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, 2018  
 (Page 2 of 5)

EXPENDITURES	GENERAL FUND			
	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>General Government</b>				
Legislative services				
Personal services	\$ 361,905	\$ 361,905	\$ 307,806	\$ 54,099
Operations and maintenance	82,844	82,844	75,691	7,153
Judicial services				
Personal services	419,835	419,835	365,423	54,412
Operations and maintenance	94,033	94,033	88,941	5,092
Administrative services				
Personal services	420,797	420,797	278,382	142,415
Operations and maintenance	319,316	319,316	189,156	130,160
Financial services				
Personal services	1,366,274	1,366,274	1,409,265	(42,991)
Operations and maintenance	366,658	366,658	302,002	64,656
Personnel services				
Personal services	278,157	278,157	253,584	24,573
Operations and maintenance	2,500	2,500	2,874	(374)
Elections				
Personal services	260,570	260,570	257,302	3,268
Operations and maintenance	500,975	500,975	397,863	103,112
Records administration				
Personal services	181,103	181,103	186,849	(5,746)
Operations and maintenance	117,108	117,108	97,020	20,088
Legal services				
Personal services	1,896,330	1,896,330	1,819,304	77,026
Operations and maintenance	383,912	383,912	338,399	45,513
Public school administration				
Personal services	96,283	96,283	98,214	(1,931)
Operations and maintenance	16,499	16,499	15,235	1,264
Other general government				
Personal services	-	-	399,843	(399,843)
Operations and maintenance	933,849	933,849	663,851	269,998
<b>Total General Government</b>	<b>8,098,948</b>	<b>8,098,948</b>	<b>7,547,004</b>	<b>551,944</b>
<b>Public Safety</b>				
Coroner services				
Personal services	229,943	229,943	230,348	(405)
Operations and maintenance	140,910	140,910	189,806	(48,896)
Civil defense				
Personal services	121,016	121,016	109,497	11,519
Operations and maintenance	19,839	19,839	28,469	(8,630)
<b>Total Public Safety</b>	<b>511,708</b>	<b>511,708</b>	<b>558,120</b>	<b>(46,412)</b>
<b>Public Works</b>				
Road and street services				
Personal services	424,282	424,282	426,599	(2,317)
Operations and maintenance	79,564	79,564	52,747	26,817
Bridge				
Personal services	344,579	344,579	344,396	183
Operations and maintenance	204,550	204,550	165,465	39,085
Facilities administration				
Operations and maintenance	69,554	69,554	69,556	(2)
Weed				
Personal services	213,848	213,848	161,490	52,358
Operations and maintenance	118,357	118,357	91,875	26,482
<b>Total Public Works</b>	<b>\$ 1,454,734</b>	<b>\$ 1,454,734</b>	<b>\$ 1,312,128</b>	<b>\$ 142,606</b>

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, 2018  
 (Page 3 of 5)

	GENERAL FUND			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	BUDGETED AMOUNTS		ACTUAL	
	ORIGINAL	FINAL		
<b>Public Health</b>				
Animal control services				
Operations and maintenance	\$ 65,000	\$ 65,000	\$ 65,000	\$ -
<b>Total Public Health</b>	<b>65,000</b>	<b>65,000</b>	<b>65,000</b>	<b>-</b>
<b>Social and Economic</b>				
Aging services				
Operations and maintenance	154,249	154,249	154,236	13
Welfare services				
Operations and maintenance	403,510	403,510	394,732	8,778
<b>Total Social and Economic</b>	<b>557,759</b>	<b>557,759</b>	<b>548,968</b>	<b>8,791</b>
<b>Total expenditures</b>	<b>10,688,149</b>	<b>10,688,149</b>	<b>10,031,220</b>	<b>656,929</b>
Excess (deficiency) of revenue over (under) expenditures	<b>465,160</b>	<b>465,160</b>	<b>2,286,065</b>	<b>1,820,905</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	375,000	375,000	399,298	24,298
Transfers out	(1,929,002)	(1,929,002)	(1,754,361)	174,641
<b>Total other financing sources and uses</b>	<b>(1,554,002)</b>	<b>(1,554,002)</b>	<b>(1,355,063)</b>	<b>198,939</b>
<b>Net change in fund balances</b>	<b>\$ (1,088,842)</b>	<b>\$ (1,088,842)</b>	<b>931,002</b>	<b>\$ 2,019,844</b>
Fund balance, July 1			4,487,274	
Fund balance, June 30			<b>\$ 5,418,276</b>	

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, 2018  
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	PUBLIC SAFETY			
	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Taxes/assessments	\$ 9,311,652	\$ 9,311,652	\$ 9,692,960	\$ 381,308
Licenses and permits	1,600	1,600	1,890	290
Intergovernmental	1,057,814	1,057,814	971,429	(86,385)
Charges for services	568,398	568,398	450,063	(118,335)
Fines and forfeitures	250,000	250,000	277,980	27,980
Miscellaneous	16,600	16,600	120,330	103,730
<b>Total revenues</b>	<b>11,206,064</b>	<b>11,206,064</b>	<b>11,514,652</b>	<b>308,588</b>
<b>EXPENDITURES</b>				
Current:				
Public safety				
Personal services	7,094,247	7,094,247	6,854,915	239,332
Operations and maintenance	3,719,080	3,719,080	3,519,842	199,238
<b>Total expenditures</b>	<b>10,813,327</b>	<b>10,813,327</b>	<b>10,374,757</b>	<b>438,570</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>392,737</b>	<b>392,737</b>	<b>1,139,895</b>	<b>747,158</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	513,261	513,261	382,417	(130,844)
Transfers out	(930,000)	(930,000)	(1,055,000)	(125,000)
Proceeds from disposal of capital assets	30,000	30,000	24,640	(5,360)
<b>Total other financing sources and uses</b>	<b>(386,739)</b>	<b>(386,739)</b>	<b>(647,943)</b>	<b>(261,204)</b>
<b>Net change in fund balances</b>	<b>\$ 5,998</b>	<b>\$ 5,998</b>	<b>491,952</b>	<b>\$ 485,954</b>
Fund balance, July 1			2,684,218	
Fund balance, June 30			<b>\$ 3,176,170</b>	

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, 2018  
 (Page 5 of 5)

	SPECIAL ASSESSMENT DISTRICTS			
	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Taxes/assessments	\$ 1,057,802	\$ 1,057,802	\$ 1,349,536	\$ 291,734
Intergovernmental	814	814	808	(6)
Miscellaneous	1,000	1,000	32,977	31,977
Interest earnings	12,222	12,222	58,621	46,399
<b>Total revenues</b>	<b>1,071,838</b>	<b>1,071,838</b>	<b>1,441,942</b>	<b>370,104</b>
<b>EXPENDITURES</b>				
Current:				
Public works				
Personal services	7,640	7,640	5,434	2,206
Operations and maintenance	5,035,664	5,035,664	685,045	4,350,619
Debt service	-	-	43	(43)
<b>Total expenditures</b>	<b>5,043,304</b>	<b>5,043,304</b>	<b>690,522</b>	<b>4,352,782</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(3,971,466)</b>	<b>(3,971,466)</b>	<b>751,420</b>	<b>4,722,886</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	7,058	7,058
Transfers out	(30,000)	(30,000)	(186,974)	(156,974)
<b>Total other financing sources and uses</b>	<b>(30,000)</b>	<b>(30,000)</b>	<b>(179,916)</b>	<b>(149,916)</b>
<b>Net change in fund balances</b>	<b>\$ (4,001,466)</b>	<b>\$ (4,001,466)</b>	<b>571,504</b>	<b>\$ 4,572,970</b>
Fund balance, July 1			4,092,495	
Fund balance, June 30			<b>\$ 4,663,999</b>	



STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS  
 June 30, 2018

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY HOME	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS	TOTAL	
<b>ASSETS</b>						
Current assets:						
Cash and cash equivalents	\$ -	\$ 1,430,012	\$ 91,803	\$ 1,586,655	\$ 3,108,470	\$ 4,842,306
Investments	-	239,871	15,399	266,147	521,417	812,252
Receivables:						
Taxes/assessments (net)	-	-	10,484	-	10,484	-
Accounts/contracts (net)	18,628	134,995	-	186,671	340,294	163,235
Notes receivable	60,186	-	-	-	60,186	-
Inventories	-	6,213	-	-	6,213	28,072
Total current assets	<u>78,814</u>	<u>1,811,091</u>	<u>117,686</u>	<u>2,039,473</u>	<u>4,047,064</u>	<u>5,845,865</u>
Noncurrent assets:						
Restricted assets:						
Cash and cash equivalents	-	293,225	-	-	293,225	-
Investments	-	49,186	-	-	49,186	-
Long-term notes receivable	1,784,005	-	-	-	1,784,005	-
Land and construction in progress	-	180,054	-	63,594	243,648	214,892
Buildings, improvements, vehicles and equipment(net)	-	5,071,990	8,745,080	129,965	13,947,035	833,565
Total noncurrent assets	<u>1,784,005</u>	<u>5,594,455</u>	<u>8,745,080</u>	<u>193,559</u>	<u>16,317,099</u>	<u>1,048,457</u>
<b>Total assets</b>	<b><u>1,862,819</u></b>	<b><u>7,405,546</u></b>	<b><u>8,862,766</u></b>	<b><u>2,233,032</u></b>	<b><u>20,364,163</u></b>	<b><u>6,894,322</u></b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Deferred outflows related to pensions	-	93,378	121,008	-	214,386	-
Deferred inflows related to other postemployment benefits	-	3,953	4,013	-	7,966	-
<b>Total deferred outflows of resources</b>	<b><u>-</u></b>	<b><u>97,331</u></b>	<b><u>125,021</u></b>	<b><u>-</u></b>	<b><u>222,352</u></b>	<b><u>-</u></b>
<b>LIABILITIES</b>						
Current liabilities:						
Accounts payable	-	18,170	16,250	340,155	374,575	74,029
Due to other funds	1,922,015	-	-	-	1,922,015	-
Revenue bonds payable	-	173,000	-	-	173,000	-
Landfill postclosure costs payable - current	-	-	-	12,400	12,400	-
Claims payable	-	-	-	-	-	429,982
Advances from other funds	-	-	164,839	-	164,839	-
Compensated absences payable	-	958	4,870	1,094	6,922	23,108
Total current liabilities	<u>1,922,015</u>	<u>192,128</u>	<u>185,959</u>	<u>353,649</u>	<u>2,653,751</u>	<u>527,119</u>
Noncurrent liabilities:						
Revenue bonds payable	-	1,023,000	-	-	1,023,000	-
Landfill postclosure costs payable	-	991,629	-	74,400	1,066,029	-
Compensated absences payable	-	8,626	43,830	9,836	62,292	207,959
Net pension liability	-	372,031	482,118	-	854,149	-
OPEB implicit rate subsidy	-	10,338	10,494	-	20,832	-
Total noncurrent liabilities	<u>-</u>	<u>2,405,624</u>	<u>536,442</u>	<u>84,236</u>	<u>3,026,302</u>	<u>207,959</u>
<b>Total liabilities</b>	<b><u>1,922,015</u></b>	<b><u>2,597,752</u></b>	<b><u>722,401</u></b>	<b><u>437,885</u></b>	<b><u>5,680,053</u></b>	<b><u>735,078</u></b>
Deferred inflows related to pensions	-	3,037	3,936	-	6,973	-
Deferred inflows related to other postemployment benefits	-	3,209	3,258	-	6,467	-
<b>Total deferred inflows of resources</b>	<b><u>-</u></b>	<b><u>6,246</u></b>	<b><u>7,194</u></b>	<b><u>-</u></b>	<b><u>13,440</u></b>	<b><u>-</u></b>
<b>NET POSITION</b>						
Net investment in capital assets	-	4,056,044	8,745,080	193,559	12,994,683	1,048,457
Restricted for bond reserve	-	199,456	-	-	199,456	-
Restricted for debt service	-	142,955	-	-	142,955	-
Unrestricted	(59,196)	500,424	(486,888)	1,601,588	1,555,928	5,110,787
<b>Total net position</b>	<b><u>\$ (59,196)</u></b>	<b><u>\$ 4,898,879</u></b>	<b><u>\$ 8,258,192</u></b>	<b><u>\$ 1,795,147</u></b>	<b><u>\$ 14,893,022</u></b>	<b><u>\$ 6,159,244</u></b>



STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2018

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTAL	GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY HOME	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS		
<b>OPERATING REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ 448,426	\$ -	\$ 448,426	\$ -
Charges for services	-	1,357,157	1,057,133	1,660,952	4,075,242	10,243,054
Miscellaneous	-	47,600	-	-	47,600	72,846
<b>Total operating revenues</b>	<b>-</b>	<b>1,404,757</b>	<b>1,505,559</b>	<b>1,660,952</b>	<b>4,571,268</b>	<b>10,315,900</b>
<b>OPERATING EXPENSES</b>						
Personal services	-	238,259	488,554	81,064	807,877	2,035,248
Supplies	-	265,922	263,543	83,475	612,940	1,885,689
Purchased services	-	173,387	749,933	1,409,741	2,333,061	6,162,666
Depreciation	-	297,781	350,119	16,369	664,269	104,861
<b>Total operating expenses</b>	<b>-</b>	<b>975,349</b>	<b>1,852,149</b>	<b>1,590,649</b>	<b>4,418,147</b>	<b>10,188,464</b>
<b>Operating income (loss)</b>	<b>-</b>	<b>429,408</b>	<b>(346,590)</b>	<b>70,303</b>	<b>153,121</b>	<b>127,436</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Intergovernmental	-	5,579	25,892	-	31,471	4,681
Interest income	4,603	37,333	-	20,504	62,440	67,317
Interest expense	-	(47,056)	(4,391)	-	(51,447)	-
Capital grants and contributions	-	92,206	-	-	92,206	-
<b>Total nonoperating revenues (expenses)</b>	<b>4,603</b>	<b>88,062</b>	<b>21,501</b>	<b>20,504</b>	<b>134,670</b>	<b>71,998</b>
<b>Income (loss) before transfers</b>	<b>4,603</b>	<b>517,470</b>	<b>(325,089)</b>	<b>90,807</b>	<b>287,791</b>	<b>199,434</b>
Transfers in	-	-	60,000	-	60,000	250,000
Transfers out	-	(75,532)	(9,020)	-	(84,552)	(163,077)
<b>Change in net position</b>	<b>4,603</b>	<b>441,938</b>	<b>(274,109)</b>	<b>90,807</b>	<b>263,239</b>	<b>286,357</b>
Total net position, beginning	(63,799)	4,456,941	8,532,301	1,704,340	14,629,783	5,872,887
Total net position, ending	<b>\$ (59,196)</b>	<b>\$ 4,898,879</b>	<b>\$ 8,258,192</b>	<b>\$ 1,795,147</b>	<b>\$ 14,893,022</b>	<b>\$ 6,159,244</b>

**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
For the Fiscal Year Ended June 30, 2018

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY HOME	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS	TOTAL	
<b>Cash flows from operating activities:</b>						
Cash received from customers	\$ -	\$ 1,331,351	\$ 1,057,133	\$ 1,731,564	\$ 4,120,048	\$ 10,292,586
Cash payments for goods and services	-	(427,392)	(999,908)	(1,263,116)	(2,690,416)	(7,875,534)
Cash payments for employees	-	(265,769)	(452,433)	(82,663)	(800,865)	(2,063,800)
Cash received from other operating revenues	-	47,600	458,368	-	505,968	72,846
Cash payments for landfill closure and post closure	-	13,706	-	(12,400)	1,306	-
<b>Net cash provided by (used by) operating activities</b>	<b>-</b>	<b>699,496</b>	<b>63,160</b>	<b>373,385</b>	<b>1,136,041</b>	<b>426,098</b>
<b>Cash flows from noncapital financing activities:</b>						
Payments for principal and interest on bonds and notes	50,134	-	-	-	50,134	-
Proceeds received from non-capital grants	-	-	18,663	-	18,663	4,681
Transfers from other funds	-	-	60,000	-	60,000	250,000
Transfers to other funds	-	(75,532)	(9,020)	-	(84,552)	(163,077)
Proceeds from interfund loans	(54,737)	-	-	-	(54,737)	-
Repayment of interfund loans	-	-	(8,282)	-	(8,282)	-
<b>Net cash provided by (used by) noncapital financing activities</b>	<b>(4,603)</b>	<b>(75,532)</b>	<b>61,361</b>	<b>-</b>	<b>(18,774)</b>	<b>91,604</b>
<b>Cash flows from capital and related financing activities:</b>						
Payments for capital acquisitions	-	(895,840)	(20,102)	-	(915,942)	(236,691)
Principal repayment - bonds/loans	-	(844,936)	-	-	(844,936)	-
Interest paid	-	(47,056)	(4,391)	-	(51,447)	-
Capital Grants and Contributions	-	92,206	-	-	92,206	-
<b>Net cash provided by (used by) capital and related financing activities</b>	<b>-</b>	<b>(1,695,626)</b>	<b>(24,493)</b>	<b>-</b>	<b>(1,720,119)</b>	<b>(236,691)</b>
<b>Cash flows from investing activities:</b>						
Receipts of interest and dividends	4,603	37,333	-	20,502	62,438	67,316
Payments for investments	-	174,497	(14,307)	(44,169)	116,021	175,569
<b>Net cash provided by (used by) investing activities</b>	<b>4,603</b>	<b>211,830</b>	<b>(14,307)</b>	<b>(23,667)</b>	<b>178,459</b>	<b>242,885</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>-</b>	<b>(859,832)</b>	<b>85,721</b>	<b>349,718</b>	<b>(424,393)</b>	<b>523,896</b>
Cash and cash equivalents, July 1	-	2,583,069	6,082	1,236,937	3,826,088	4,318,410
<b>Cash and cash equivalents, June 30</b>	<b>\$ -</b>	<b>\$ 1,723,237</b>	<b>\$ 91,803</b>	<b>\$ 1,586,655</b>	<b>\$ 3,401,695</b>	<b>\$ 4,842,306</b>
Cash and cash equivalents, current	-	1,430,012	91,803	1,586,655	3,108,470	4,842,306
Cash and cash equivalents, noncurrent - restricted	-	293,225	-	-	293,225	-
<b>Total Cash and cash equivalents, June 30</b>	<b>\$ -</b>	<b>\$ 1,723,237</b>	<b>\$ 91,803</b>	<b>\$ 1,586,655</b>	<b>\$ 3,401,695</b>	<b>\$ 4,842,306</b>
<b>Reconciliation of operating income to net cash provided by operating activity:</b>						
Operating income (loss)	\$ -	\$ 429,408	\$ (346,590)	\$ 70,303	\$ 153,121	\$ 127,436
<b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b>						
Depreciation	-	297,781	350,119	16,369	664,269	104,861
Change in assets and liabilities:						
(Increase) decrease taxes/accounts/other receivables	-	(25,806)	16,902	70,612	61,708	49,533
(Increase) decrease inventory	-	(6,213)	-	-	(6,213)	(9,166)
(Increase) decrease deferred outflow of resources	-	(38,460)	(60,491)	-	(98,951)	-
Increase (decrease) compensated absences	-	(2,525)	(1,808)	(1,599)	(5,932)	17,167
Increase (decrease) accounts payable	-	12,700	7,476	230,100	250,276	(25,289)
Increase (decrease) payables for capital purchases	-	(40)	-	-	(40)	-
Increase (decrease) claims payable	-	-	-	-	-	161,556
Increase (decrease) postclosure liability	-	13,706	-	(12,400)	1,306	-
Increase (decrease) in pension liability	-	20,385	98,388	-	118,773	-
Increase (decrease) in OPEB implicit rate subsidy	-	1,148	1,490	-	2,638	-
Increase (decrease) deferred inflow of resources	-	(2,588)	(2,326)	-	(4,914)	-
<b>Net cash provided by (used by) operating activities</b>	<b>\$ -</b>	<b>\$ 699,496</b>	<b>\$ 63,160</b>	<b>\$ 373,385</b>	<b>\$ 1,136,041</b>	<b>\$ 426,098</b>
<b>Schedule of Noncash Transactions</b>						
Write off of taxes receivables	\$ -	\$ -	\$ 214	\$ -	\$ 214	\$ -
Write off of accounts receivables	-	-	-	3,810	3,810	-
Grant revenue contributed to cover pension expenses	-	5,579	7,250	-	12,829	-



STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
June 30, 2018

	INVESTMENT TRUST FUNDS	AGENCY FUNDS
<b>ASSETS</b>		
Cash and cash equivalents	\$ 93,116,909	\$ 7,943,114
Investments	6,357,442	1,328,674
Receivables:		
Taxes/assessments (net)	-	1,673,164
Land held for resale	-	19,098
	<hr/>	<hr/>
<b>Total assets</b>	<b>99,474,351</b>	<b>10,964,050</b>
<b>LIABILITIES</b>		
Accounts payable	-	1,491,793
Intergovernmental payable	-	9,472,257
	<hr/>	<hr/>
<b>Total liabilities</b>	<b>-</b>	<b>10,964,050</b>
<b>NET POSITION</b>		
Held in trust for:		
External investment pool participants	43,340,682	-
Individual investment accounts	56,133,669	-
	<hr/>	<hr/>
<b>Total net position</b>	<b>\$ 99,474,351</b>	<b>\$ -</b>

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
For the Fiscal Year Ended June 30, 2018**

	<u>INVESTMENT TRUST FUNDS</u>
<b>ADDITIONS</b>	
Contributions to pooled investments	\$ 207,141,911
Interest and investment income	<u>1,324,961</u>
<b>Total additions</b>	<b><u>208,466,872</u></b>
<b>DEDUCTIONS</b>	
Distribution from pooled investments	148,226,773
Administrative expenses	<u>15,128</u>
<b>Total deductions</b>	<b><u>148,241,901</u></b>
Change in net position held in trust for: Pool participants	60,224,971
Net position held in trust, beginning of year	<u>39,249,380</u>
<b>Net position held in trust, end of year</b>	<b><u>\$ 99,474,351</u></b>

**NOTES TO THE FINANCIAL STATEMENTS**

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County 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 capital. 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. Eleven (11) 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 unit. The component unit is an entity 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

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

PureView's board, which includes representatives of local health care providers and consumers, is not controlled by the County. The County is financially accountable for PureView as a result of fiscal dependency. Under terms of an agreement between PureView and the County, PureView 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, PureView could impose specific financial burdens on the County. Therefore, the BOCC can impose its will on PureView by approving or not approving most of the major fiscal issues. PureView 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 GASB.

Helena Airport Authority – For this entity, the BOCC 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 (Library) – The Library was formed in 1974 by an Interlocal Library Contract executed by the 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.

**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 unit. 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 non-exchange 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 non-exchange 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.

*Road/Bridge Infrastructure Projects Fund:* This fund is used to account for the receipt and transfer of funding for the expenditures associated with road/bridge infrastructure projects.

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, and 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.

- Investment Trust Fund- This fund accounts for the local government investment pool operated by the Montana Board of Investments. These funds are invested entirely in the Montana Short Term Investment Program (STIP). These funds belong to the County as well as to legally separate entities such as school districts and other special purpose districts.
- Agency Funds-These funds include assets held by the County as an agent for purposes such as inmate commissary funds, protested taxes, investment earnings, estate administration, and taxes collected on behalf of other governments.

**Measurement Focus, Basis of Accounting**

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 fiscal 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 general revenues.

**C. Assets, Liabilities and Net Position or Equity****Deposits and Investments**

The County's investment pool is governed by Title 7, Chapter 6, and Part 2 of the MCA and County's Investment Pool Policy. An investment committee, formed by the BOCC, is responsible for overall policy guidance and reviewing and monitoring investments. Responsibility for conducting investment transactions reside with the County Treasurer. The pool is not registered with the Securities and Exchange Commission (SEC).

Deposits and investments may include demand, time, and savings deposits, direct obligations of the United States Government, securities issued by agencies of the United States, investments in the STIP, repurchase agreements, and registered warrants.

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash, and have maturities at purchase date of three months or less. The County's cash and cash equivalents (including restricted assets) are considered to be cash on hand, demand, savings and time deposits, STIP and all short-term investments with original maturity dates of three months or less from the date of acquisition. Investments with STIP are deemed to be a cash equivalent since they are sufficiently liquid as to permit withdrawal of cash at any time without prior notice or penalty. STIP portfolio is reported using Net Asset Value (NAV) beginning with fiscal year ending June 30, 2016.

Investments are reported at fair value, with the following limited exceptions: 1) investments in nonparticipating certificates of deposit are reported at cost and 2) money market investments, including U.S. Treasury and Agency obligations, which mature within one year of acquisition, are reported at amortized cost. Fair value is defined as 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. Fair value is determined annually at fiscal year-end and requires the use of valuation techniques, a specific method or combination of methods using one or more of three approaches: market, cost, or income approach.

The County maintains an investment pool consisting of funds belonging to the County and also of funds held by the County Treasurer belonging to legally separate entities such as school districts and special purpose districts. These districts can elect to participate in the County's investment pool or can self-direct investment of their funds in individual investment accounts, but will not participate in pool gains or losses. Any self-directed individual investment accounts are reported in an "Individual Investment Fund" in the fiduciary fund financial statements.

Funds in the Individual Investment Fund are invested entirely in STIP, with interest earned deposited solely into the individual account. At June 30, 2018, the balance in the individual investment trust accounts were as follows:

Helena School District Elementary Building Reserves	\$ 50,746,533
Helena School District High School Building Reserves	2,013,975
Helena School District Other Investment	206,728
Helena School District Fiscal Agent Bond Account	103
Helena School District Endowment	27,022
East Helena School District Building Reserves	<u>3,139,308</u>
Total Individual Investment Accounts	<u>\$ 56,133,669</u>

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. On June 30, 2018, the percentage share of the investment pool that relates to the external investments is 44 percent.

The County has not provided or obtained any legally binding guarantees to support the value of the investments. Investments and withdrawals from the pool are based on the underlying value of deposits and investments of each participant. Investment income earned on pooled investments is allocated to the County and participating external entities using a formula based on the average daily balance of cash and investments in each fund in relation to total pooled investments, with distribution monthly. All parties involved share in gains or loss equitably, based on their average daily balances. Although the fair value of investments is reviewed monthly, changes in the fair value of investments are recognized as gains or lost revenue at the fiscal year-end, if the changes are material.

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, 2018, the allowance amounted to \$33,090 for the primary government and \$34,145 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.

**Capital Assets**

The County’s major infrastructure networks – roads and bridges – that had been put in place prior to implementation of GASB 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 acquisition value (entry price) 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):

Capitalize and Depreciate

Land	Capitalize only
Land Improvements	\$50,000
Building	\$50,000
Building Improvements	\$50,000
Construction in Progress	Capitalize only if total will be over:
	\$50,000 for Buildings; or
	\$50,000 for Improvements; or
	\$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	15-50
Buildings	15-40
Building Improvements	7-25
Vehicles	5-15
Equipment	5-15
Computer Equipment	3-7

**Deferred Outflows of Resources**

Deferred outflow of resources is a financial statement element. A deferred outflow of resources is a consumption of net assets by the government that is applicable to a future reporting period. The government-wide statement of net position, proprietary fund statement of net position, and governmental fund balance sheet report a separate section for deferred outflows of resources. Deferred outflows of resources may be disclosed on the face of the financial statements, in the notes to the financial statements, or a combination of both.

**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 of 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 (PERS) and the Sheriffs’ Retirement System (SRS), prepare their financial statements using the accrual basis of accounting. For the purposes of measuring the Net Pension Liability (NPL), 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 as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Expenses are recognized in the accounting period incurred. Investments are reported at fair value. TRS and MPERA adhere to all applicable GASB statements.

**Postemployment Benefits**

The County accounts for postemployment benefit obligations in accordance with GASB. 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 an irrevocable trust fund that will never be used and probably continue to increase.

**Deferred Inflows of Resources**

Deferred inflows of resources are acquisitions of net assets by the government that is applicable to a future period. The government-wide statement of net position, proprietary fund statement of net position, and governmental fund balance sheet report a separate section for deferred inflows of resources. Deferred inflows of resources may be disclosed on the face of the financial statements, in the notes to the financial statements, or a combination of both.

**Fund Balance/Net Position**

GASB 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.

*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 BOCC 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 general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. In governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

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 BOCC 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 BOCC has established the commitment, it can only be modified or rescinded by similar public meeting and BOCC 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 BOCC, but were not complete as of the prior fiscal year-end.

Additional disclosure of the purpose of all major special revenue funds in the financial statement is in Note 11.

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

GASB 63 resulted in presentation changes in the government-wide and proprietary fund financial statements. Among other changes, equity is classified as 'net position'. Components of net position are net investment in capital assets, restricted, and unrestricted.

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, 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, Detention and Diversion Services, Records Preservation, Parks Development, Lincoln Parks, 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, 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, Detention Center Remodel, and Road/Bridge Infrastructure Projects.

### **Budget Process**

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

- 1) A proposed operating budget is submitted to the BOCC 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 set the tax levy for each taxing jurisdiction within the County or municipality.

Spending control is legally established by an annual resolution adopted by the BOCC. 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 BOCC. Reported budget amounts represent the original adopted budget, as amended by resolution of the BOCC. It is management's responsibility to see that the budget is followed to the budgetary line-item level.

The BOCC 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 policies 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 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	Road/Bridge Infrastructure
	Fund Balances Budget	\$ 5,418,276	\$ 3,176,170	\$ 4,663,999	\$ 172,097	\$ 11,955,595
Basis Differences						
Inventory	65,038	-	-	-	-	-
Accrual of tax revenue	70,612	109,301	17,617	-	-	-
Accrual of licenses and permits	127,287	-	-	-	-	-
Accrual of intergovernmental revenue	16,753	27,276	-	-	-	-
Accrual of charges for services	-	14,895	-	-	-	-
Accrual of miscellaneous revenue	-	18,150	-	-	-	-
Accrual of expenditures	(150,600)	(219,790)	(30,832)	-	(136,706)	(14,794)
Fund Balances (GAAP) Basis	5,547,366	3,126,002	4,650,784	172,097	11,818,889	1,272,885
Unbudgeted Fund Balances	-	-	-	-	-	-
Total Major Funds - Fund Balances	\$ 5,547,366	\$ 3,126,002	\$ 4,650,784	\$ 172,097	\$ 11,818,889	\$ 1,272,885

In addition, forty-seven nonmajor special revenue, five nonmajor debt service, and four 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	\$ 9,666,020	\$ 412,984	\$ (417,648)
Basis Differences				
Inventory	239,568	-	-	-
Accrual of tax revenue	104,323	7,444	-	-
Accrual of intergovernmental revenue	521,512	-	418,727	-
Accrual of charges for services	59,248	-	-	-
Accrual of miscellaneous revenue	114,003	-	-	-
Accrual of expenditures	(271,022)	-	(17,836)	-
Fund Balances (GAAP) Basis	10,433,652	420,428	(16,757)	-
Unbudgeted Fund Balances	326,744	-	-	309,772
Total Nonmajor Funds - Fund Balances	10,760,396	420,428	(16,757)	309,772
				\$ 11,473,839

## C. Fund or Position Deficits

### Primary Government

The Mental Health fund has a deficit at fiscal year-end. The deficit will be reduced as the County is reimbursed for provided services by an ongoing grant.

The Emergency Disaster fund has a deficit at fiscal year-end. The deficit will be reduced as levied taxes are collected within six months of fiscal year-end.

The Inmate Programs fund has a deficit at fiscal year-end. The deficit will be reduced as the department reconciles the expenditures with collected revenue and makes the necessary transfer.

The Detention and Diversion Services fund has a deficit at fiscal year-end. The deficit will be reduced as levied taxes are collected within six months of fiscal year-end.

The Detention Center Remodel fund has a deficit at fiscal year-end. The deficit will be reduced when bond proceeds are received within six months of fiscal year end.

The Cooney Home fund has 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, PureView reports a net position deficit as a result of the application of GASB 68 in the government-wide statements, but a positive fund balance in its fund statements.

## **D. New Accounting Guidance Implemented**

The County has adopted the provisions of the following GASB pronouncements for fiscal year 2018:

- **Statement 85**, *Omnibus 2017*, which is effective for fiscal year 2018. The objective of this Statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits [OPEB]).
- **Statement 86**, *Certain Debt Extinguishment Issues*, which is effective for fiscal year 2018. The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance.
- **Statement 89**, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, which is effective for fiscal year 2020. The County has chosen to early implement this Statement. The primary objective of this Statement is to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for interest cost incurred before the end of a construction period.

**NOTE 3 – DEPOSITS AND INVESTMENTS**

Following is a reconciliation of the County’s deposit and investment balances as of June 30, 2018:

	Pooled Cash		Total	Individual	
	and Investments	Other		Reporting Entity	Investments
Bank Deposits	\$ 2,587,327	\$ 50,445	\$ 2,637,772	\$ 75,082	\$ 2,712,854
Investments	96,142,917	613,200	96,756,117	56,058,587	152,814,704
Total	<u>\$ 98,730,244</u>	<u>\$ 663,645</u>	<u>\$ 99,393,889</u>	<u>\$ 56,133,669</u>	<u>\$ 155,527,558</u>

	Government-wide		Total	Fiduciary Funds	
	Statement	Component		Reporting Entity	Statement
	of Net Position	Units		of Net Position	
Cash and Cash Equivalents	\$ 37,562,280	\$ 1,684,923	\$ 39,247,203	\$ 101,060,023	\$ 140,307,226
Investments	6,295,975	282,630	6,578,605	\$7,686,116	14,264,721
Restricted assets (noncurrent)	955,611	-	955,611	-	955,611
Total	<u>\$ 44,813,866</u>	<u>\$ 1,967,553</u>	<u>\$ 46,781,419</u>	<u>\$ 108,746,139</u>	<u>\$ 155,527,558</u>

**Bank Deposits**

The composition of bank deposits on June 30, 2018, was as follows:

	Primary	Component	Total	Individual
	Government	Unit		Investments
Cash on hand	\$ 116,164	\$ 2,737	\$ 118,901	\$ 103
Petty cash	22,020	1,400	23,420	-
Time deposits	2,423,736	48,399	2,472,135	-
Money market account	23,316	-	23,316	74,979
Total Reporting Entity	<u>\$ 2,585,236</u>	<u>\$ 52,536</u>	<u>\$ 2,637,772</u>	
Total Individual Investments				<u>\$ 75,082</u>

**Investments**

The composition of investments on June 30, 2018, was as follows:

Primary Government Investments:	Fair Value	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Treasury Notes	\$ 980,508	\$ -	\$ 980,508	\$ -
Agency Notes	13,040,835	-	13,040,835	-
Equity Funds	391,638	-	391,638	-
Fixed Income Taxable Bonds	229,336	-	229,336	-
Other	39,648	-	39,648	-
Total Reporting Entity	<u>\$ 14,681,965</u>	<u>\$ -</u>	<u>\$ 14,681,965</u>	<u>\$ -</u>
<b>Individual Investments:</b>				
Certificates of Deposit	\$ 131,749	\$ -	\$ 131,749	\$ -
Total Investments by Fair Value Level	<u>\$ 14,813,714</u>	<u>\$ -</u>	<u>\$ 14,813,714</u>	<u>\$ -</u>
<b>Investments measured at NAV</b>				
STIP - Internal	\$ 81,960,758			
STIP - External	<u>55,926,838</u>			
Total investments measured at NAV	<u>\$ 137,887,596</u>			
Total Investments Measured at Fair Value	<u>\$ 152,701,310</u>			

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy, as follows, is based on the valuation inputs used to measure fair value. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs.

- Level 1 Inputs - Quoted prices in active markets for identical assets. Examples of this valuation technique are: prices quoted in active markets.

- Level 2 Inputs - Significant other observable inputs; these investments are valued with several methods including quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, such as: interest rates and yield curves observable at commonly quoted intervals, volatilities, and credit spreads and inputs that are derived principally from or corroborated by observable market data by correlation or other means (market-corroborated inputs).
- Level 3 Inputs - Significant unobservable inputs. Examples of this valuation technique are: discounted cash flow techniques or consensus pricing.

On June 30, 2018, the reporting entity had cost or amortized cost values that approximated the fair value of the investments; therefore no unrealized gain or loss was recorded for the year. The cost or amortized cost amount of the County's investments are \$96,756,117, whereas the fair value amount was \$96,642,723.

#### Primary Government

At fiscal year-end, the reported amount of the primary government's investments, at cost or amortized cost values, was \$94,841,100. 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, at cost or amortized cost values, was \$1,915,017. 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.

#### Individual Investments

At fiscal year-end, the reported amount of the individual investments belonging to legally separate entities such as school districts and special purpose districts was \$56,058,587. Of the amount, none was uninsured and unregistered with the pledging financial institution's trust department or agent holding the invested funds in the legally separate entities name.

The County voluntarily participates in STIP administered by the Montana Board of Investments (MBOI). A local government's STIP ownership is represented by shares, the prices of which are fixed at \$1.00 per share, and participants may buy or sell shares with one business days' notice. STIP administrative expenses are charged daily against the STIP income, which is distributed on the first calendar day of each month. Shareholders have the option to automatically reinvest their distribution income in additional shares. STIP is not registered with the Securities and Exchange Commission. STIP is not covered by Federal Deposit Insurance Corporation (FDIC) - insured or otherwise insured or guaranteed by the federal government, the State of Montana, the MBOI or any other entity against investment losses, and there is no guaranteed rate of return on funds invested in STIP shares. The MBOI maintains a reserve fund to offset possible losses and limit fluctuations in STIP's valuation. Information on investments held in the STIP can be found in the Annual Report on the MBOI website at <http://investmentmt.com/AnnualReportsAudits>.

The STIP investments are purchased in accordance with the statutorily mandated "Prudent Expert Principle". The portfolio may include asset-backed securities, commercial paper, corporate, U.S. Government direct obligations, U.S. Government agency securities, institutional government money market funds, certificates of deposit and variable rate (floating-rate) instruments. The STIP investments must have a maximum maturity of 397 days or less, unless they are a variable rate security. 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.

MBOI approved that for financial reporting purposes the STIP portfolio be reported on a NAV or "fair value" basis beginning with the fiscal year ended June 30, 2016. MBOI provides a NAV factor to calculate fair value. The County deems the difference between the reported amortized cost and the NAV calculated fair value to be immaterial, therefore are using the amortized cost amount on the financial reports.

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.

Further information concerning deposit and investment policies and risks may be found in the MBOI's Annual Report: <http://investmentmt.com/AnnualReportsAudits>.

STIP formal investment policy is located at [www.investmentmt.com/STIP](http://www.investmentmt.com/STIP).

### **Deposit and Investment Risks**

Custodial credit risks – deposits: The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover pledged (collateral) securities that are in the possession of an outside party.

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, 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 \$2,472,135 and the bank balance was \$3,334,416. The carrying amount of deposits for the County includes \$48,399 of the component unit cash balance. Of the bank balance, \$250,000 will be covered by 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 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 the end of this fiscal year, the County did not have any fiscal agent deposits.

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 \$11,733 and \$11,583, 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 statute requires 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, 2018, the County was in compliance with this statute.

Credit risk – Investments: Credit risk for investments is 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.

Credit risk is further minimized by compliance with State law, which limits local governments to certain investment types. 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 40. The agency notes of \$12,932,606 and treasury notes of \$966,923 of the primary unit and \$262,969, and \$19,661, respectively, 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.

Investments:	Primary	Component	S & P
	Government	Unit	
	Fair Value	Fair Value	
STIP			
Treasuries	\$ 1,479,346	\$ 30,081	A1+
Corporate Commercial Paper	21,479,793	436,766	A1
Corporate - Notes	16,735,258	340,291	A1+
Certificate of Deposit - Fixed	40,633,000	826,223	A1
Forestvale Investments	613,200	-	not available
Total Primary Government	\$ 80,940,597		
Total Component Government		1,633,361	
Total Reporting Entity		\$ 82,573,958	

Custodial credit risk – Investments: The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. Investments are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either a) the counterparty or b) the counterparty’s trust department or agent, but not in the name of the County.

Both Forestvale Perpetual Care Fund and Forestvale Endowment Fund have investments at fiscal year-end, of \$298,039 and \$315,161, respectively. The pledging financial institution’s trust department or agent in the County’s name holds the invested funds. In the disclosures, the values are included, but information related to credit ratings should be obtained from the trust departments.

Interest Rate Risk – Investments: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Interest rate risk is minimized by compliance with state law which limit local governments to certain investment types. Additionally, under state law, an investment may not have a maturity date exceeding 5 years, except when the investment is used in an escrow account for an advance refunding of an outstanding bond issue, or for investments of local government group self-insurance programs. 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 three years.

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 thirty six 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 STIP has an investment policy that they will maintain a weighted average maturity of 60 days or less. The laddering allows for diversity in the portfolio to minimize interest rate risk.

As of June 30, 2018, the County had the following investments and maturities (at fair value):

	Investment Maturities (in Years)					Total Fair Value
	Less than 1	1 - 3	4 - 10	More than 10	No Maturity	
<b>Primary Government Investments:</b>						
Treasury Notes	\$ -	\$ 960,968	\$ -	\$ -	\$ -	\$ 960,968
Agency Notes	4,999,539	7,781,410	-	-	-	12,780,949
STIP	80,327,397	-	-	-	-	80,327,397
Equity Funds	-	-	-	-	391,638	391,638
Fixed Income Taxable Bonds	-	-	-	-	229,336	229,336
Other	-	-	-	-	39,648	39,648
Total Primary Government	<u>85,326,936</u>	<u>8,742,378</u>	<u>-</u>	<u>-</u>	<u>660,622</u>	<u>94,729,936</u>
<b>Component Unit Investments:</b>						
Treasury Notes	-	19,540	-	-	-	19,540
Agency Notes	101,660	158,226	-	-	-	259,886
STIP	1,633,361	-	-	-	-	1,633,361
Total Component Unit	<u>1,735,021</u>	<u>177,766</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,912,787</u>
Total Reporting Entity	<u>\$ 87,061,957</u>	<u>\$ 8,920,144</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 660,622</u>	<u>\$ 96,642,723</u>
<b>Individual Investments:</b>						
Certificates of Deposit	\$ -	\$ 131,749	\$ -	\$ -	\$ -	\$ 131,749
STIP	55,926,838	-	-	-	-	55,926,838
Total Individual Investments	<u>\$ 55,926,838</u>	<u>\$ 131,749</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,058,587</u>

Concentration of credit risk - investments: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's investment policy 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.

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

STATEMENT OF NET POSITION  
 INVESTMENT POOL  
 June 30, 2018

	Internal Portion	External Portion	Total Investment Pool
<b>Assets</b>			
Cash and cash equivalents	\$ 47,433,097	\$ 37,114,988	\$ 84,548,085
Investments	7,956,465	6,225,694	14,182,159
Total assets	55,389,562	43,340,682	98,730,244
<b>Net position</b>			
Held in trust for:			
Internal investment pool participants	55,389,562	-	55,389,562
External investment pool participants	-	43,340,682	43,340,682
Total net position	\$ 55,389,562	\$ 43,340,682	\$ 98,730,244

STATEMENT OF CHANGES IN NET POSITION  
 INVESTMENT POOL  
 For the Fiscal Year Ended June 30, 2018

	Internal Portion	External Portion	Total Investment Pool
<b>Additions</b>			
Total contributions to pooled investments	\$ 329,108,630	\$ 128,841,766	\$ 457,950,396
<b>Deductions</b>			
Total distribution from pooled investments	323,442,626	122,282,824	445,725,450
Net increase (decrease)	5,666,004	6,558,942	12,224,946
Net position held in trust, beginning of year	49,723,558	36,781,740	86,505,298
Net positions held in trust, end of year	\$ 55,389,562	\$ 43,340,682	\$ 98,730,244

**Restricted Cash/Investments**

Following are the restricted cash/investments held by the County as of June 30, 2018. These amounts are reported within the restricted assets - noncurrent account on the Statement of Net Position.

**Governmental Activities**

Endowment funds	
Investments restricted for endowment	\$ 613,200
Cash restricted for endowment	23,316
Total Governmental activities restricted cash/investments	\$ 636,516

**Business-type Activities**

Enterprise funds	
Restricted for bond reserve	\$ 199,456
Restricted for debt service	142,955
Total Business-type restricted cash	\$ 342,411



**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	\$ 106,178	\$ 169,331	\$ 30,215	\$ 964,234	\$ 183,368	\$ 1,453,326
Allowance for Uncollectibles	(2,124)	(3,387)	(604)	(19,285)	(3,666)	(29,066)
Taxes (net)	<u>\$ 104,054</u>	<u>\$ 165,944</u>	<u>\$ 29,611</u>	<u>\$ 944,949</u>	<u>\$ 179,702</u>	<u>\$ 1,424,260</u>

**Business-type Activities and Component Units**

	Cooney Home	Fairgrounds	County Landfill	Nonmajor Funds	Total	Internal Service	Component Unit
Receivable:							
Taxes/Assessments	\$ -	\$ 10,698	\$ -	\$ -	\$ 10,698	\$ -	\$ -
Allowance for Uncollectibles	-	(214)	-	-	(214)	-	-
Taxes (net)	<u>\$ -</u>	<u>\$ 10,484</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,484</u>	<u>\$ -</u>	<u>\$ -</u>
Accounts receivable	\$ 18,628	\$ -	\$ 134,995	\$ 190,481	\$ 344,104	\$ 163,024	\$ 800,513
Allowance for doubtful accounts	-	-	-	(3,810)	(3,810)	-	(329,410)
Net accounts	<u>18,628</u>	<u>-</u>	<u>134,995</u>	<u>186,671</u>	<u>340,294</u>	<u>163,024</u>	<u>471,103</u>
Total	<u>\$ 18,628</u>	<u>\$ -</u>	<u>\$ 134,995</u>	<u>\$ 186,671</u>	<u>\$ 340,294</u>	<u>\$ 163,024</u>	<u>\$ 471,103</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 original amount owing of \$281,846, with a payment due this year of \$30,000, the remaining amount of \$131,846 being classified as a long-term accounts receivable.

\$ 161,846

Governmental funds report *Deferred Inflows of Revenue* for an amount which asset recognition criterion 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:

<b><u>Governmental Funds</u></b>	<b><u>Deferred Inflows of Revenue</u></b>
Taxes/Assessment receivable (General Fund)	\$ 195,289
Taxes/Assessment receivable (Public Safety Fund)	56,643
Taxes/Assessment receivable (Special Assessment Districts)	11,994
Taxes/Assessment receivable (RSID Debt)	944,949
Taxes/Assessment receivable (Nonmajor Funds)	67,935
	<u>\$ 1,276,810</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, 2018, consist of the following:

<u>Governmental Funds</u>		<u>Amount</u>	<u>Total</u>
<u>Receivable Fund</u>	<u>Payable Funds</u>		
General Fund			
	Water Quality District	\$ 138,368	
	Emergency Disaster	53,066	
	Public Sfty Radio Maint.	11,708	
	Inmate Programs	11,852	
	Detention Services	13,931	
	HIDTA Grant	53,703	
	JAG- Justice Assistance Grant	14,287	
	National Fire Plan II	25,643	
	Homeland Security	5,850	
	NFP Project-BLM Comm Asst	7,835	
	Other Grants	13,917	
	Fed Grant Projects	407,412	
	Detention Center Remodel	<u>10,236</u>	
	<b>Total non-major governmental funds - Due to other funds</b>		\$ 767,808
	Cooney Home	<u>1,922,015</u>	
	<b>Total enterprise funds - Due to other funds</b>		<u>1,922,015</u>
	<b>Total General Fund - Due from other funds</b>		<u>2,689,823</u>
	<b>Total governmental funds - Due from other funds</b>		<u><u>\$ 2,689,823</u></u>

**NOTE 6 – NOTES AND ADVANCES RECEIVABLE**

Notes and advances receivable at June 30, 2018, include the following:

**Governmental Activities**

**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 2022.

\$ 164,839

**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.

\$ 1,844,191

**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 2018:

	<u>Transfers Out</u>									Total Transfers In
	General Fund	Public Safety Fund	Special Assessment District	RSID Debt Fund	Capital Development Fund	Nonmajor Governmental Funds	County Landfill Enterprise Fund	Fair Enterprise Fund	Internal Service Funds	
<b>Transfer In:</b>										
<u>Governmental Funds:</u>										
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 399,298	\$ -	\$ -	\$ -	\$ 399,298
Public Safety	-	-	-	-	-	382,417	-	-	-	382,417
Special Assessment Dist	-	-	6,974	84	-	-	-	-	-	7,058
Capital Development	1,127,084	530,000	30,000	-	-	745,547	75,532	9,020	151,077	2,668,260
Road/Bridge Infrastructure	100,000	-	150,000	-	-	775,426	-	-	-	1,025,426
Nonmajor Government	227,277	525,000	-	-	229,879	922,463	-	-	2,000	1,906,619
Total Governmental Funds										6,389,078
<u>Enterprise Funds:</u>										
Fairgrounds	50,000	-	-	-	-	-	-	-	10,000	60,000
<u>Internal Services</u>	250,000	-	-	-	-	-	-	-	-	250,000
	<u>1,754,361</u>	<u>1,055,000</u>	<u>186,974</u>	<u>84</u>	<u>229,879</u>	<u>3,225,151</u>				
Total transfers out - governmental funds						<u>\$ 6,451,449</u>				
Total transfers out - enterprise funds							<u>\$ 84,552</u>			
Total transfers out - internal service funds								<u>\$ 163,077</u>		
Total Transfers In / Out										<u>\$ 6,699,078</u>

NOTE 8 – CAPITAL ASSETS PRIMARY GOVERNMENT

**PRIMARY GOVERNMENT**

	Beginning Balance	Increases	Decreases	Ending Balance
<b><u>Governmental Activities:</u></b>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 6,411,806	\$ 431,611	\$ 1,150,361	\$ 5,693,056
Construction in progress	4,307,125	161,624	4,180,065	288,684
Total capital assets not being depreciated	<u>10,718,931</u>	<u>593,235</u>	<u>5,330,426</u>	<u>5,981,740</u>
<i>Capital assets being depreciated:</i>				
Buildings	22,399,477	696,492	-	23,095,969
Improvements other than Buildings	2,941,859	5,865,494	-	8,807,353
Infrastructure	24,391,489	319,147	165,923	24,544,713
Machinery & Equipment	15,431,584	374,192	283,024	15,522,752
Total capital assets being depreciated	<u>65,164,409</u>	<u>7,255,325</u>	<u>448,947</u>	<u>71,970,787</u>
Less accumulated depreciation for:				
Buildings	10,180,345	551,392	-	10,731,737
Improvements other than Buildings	2,065,744	219,796	-	2,285,540
Infrastructure	7,548,318	1,129,738	165,923	8,512,133
Machinery & Equipment	10,600,164	1,011,852	283,024	11,328,992
Total accumulated depreciation	<u>30,394,571</u>	<u>2,912,778</u>	<u>448,947</u>	<u>32,858,402</u>
Total capital assets being depreciated, net	<u>34,769,838</u>	<u>4,342,547</u>	<u>-</u>	<u>39,112,385</u>
Government activity capital assets, net	<u>\$ 45,488,769</u>	<u>\$ 4,935,782</u>	<u>\$ 5,330,426</u>	<u>\$ 45,094,125</u>
<b><u>Business-type Activities:</u></b>				
<i>Solid Waste</i>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 243,648	\$ -	\$ -	\$ 243,648
Construction in progress	35,900	-	35,900	-
Total capital assets not being depreciated	<u>279,548</u>	<u>-</u>	<u>35,900</u>	<u>243,648</u>
<i>Capital assets being depreciated:</i>				
Buildings	436,285	92,206	-	528,491
Improvements other than Buildings	5,785,053	58,600	-	5,843,653
Machinery & Equipment	2,260,927	780,973	-	3,041,900
Total capital assets being depreciated	<u>8,482,265</u>	<u>931,779</u>	<u>-</u>	<u>9,414,044</u>
Less accumulated depreciation for:				
Buildings	193,403	15,793	-	209,196
Improvements other than Buildings	2,030,871	127,577	-	2,158,448
Machinery & Equipment	1,673,665	170,780	-	1,844,445
Total accumulated depreciation	<u>3,897,939</u>	<u>314,150</u>	<u>-</u>	<u>4,212,089</u>
Total capital assets being depreciated, net	<u>4,584,326</u>	<u>617,629</u>	<u>-</u>	<u>5,201,955</u>
Solid Waste capital assets, net	<u>\$ 4,863,874</u>	<u>\$ 617,629</u>	<u>\$ 35,900</u>	<u>\$ 5,445,603</u>

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Fairgrounds</b>				
<i>Capital assets being depreciated:</i>				
Buildings	\$ 10,882,547	\$ -	\$ -	\$ 10,882,547
Improvements other than Buildings	617,517	-	-	617,517
Machinery & Equipment	472,987	20,102	-	493,089
Total capital assets being depreciated	<u>11,973,051</u>	<u>20,102</u>	<u>-</u>	<u>11,993,153</u>
Less accumulated depreciation for:				
Buildings	2,378,737	284,661	-	2,663,398
Improvements other than Buildings	346,594	35,765	-	382,359
Machinery & Equipment	172,623	29,693	-	202,316
Total accumulated depreciation	<u>2,897,954</u>	<u>350,119</u>	<u>-</u>	<u>3,248,073</u>
Total capital assets being depreciated, net	<u>9,075,097</u>	<u>(330,017)</u>	<u>-</u>	<u>8,745,080</u>
Fairgrounds capital assets, net	<u>9,075,097</u>	<u>(330,017)</u>	<u>-</u>	<u>8,745,080</u>
Business-type activities capital assets, net	<u>\$ 13,938,971</u>	<u>\$ 287,612</u>	<u>\$ 35,900</u>	<u>\$ 14,190,683</u>

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General government	\$ 345,785
Public safety	919,723
Public works	1,410,094
Public health	177,307
Social and economic services	5,317
Culture and recreation	54,552
Total depreciation expense - governmental activities:	<u>\$ 2,912,778</u>
Includes internal service fund depreciation expense of \$104,861.	
Business-type activities:	
Solid waste	\$ 314,150
Fair	350,119
Total depreciation expense-business-type activities:	<u>\$ 664,269</u>

**DISCRETELY PRESENTED COMPONENT UNITS**

Activity for the **PureView Health Center**, for the period ending June 30, 2018, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<i>Capital assets being depreciated:</i>				
Buildings	\$ 356,939	\$ -	\$ -	\$ 356,939
Machinery & Equipment	192,437	15,000	-	207,437
Total capital assets being depreciated	<u>549,376</u>	<u>15,000</u>	<u>-</u>	<u>564,376</u>
Less accumulated depreciation for:				
Buildings	71,389	14,278	-	85,667
Machinery & Equipment	131,581	22,758	-	154,339
Total accumulated depreciation	<u>202,970</u>	<u>37,036</u>	<u>-</u>	<u>240,006</u>
Total capital assets being depreciated, net	<u>346,406</u>	<u>(22,036)</u>	<u>-</u>	<u>324,370</u>
PureView Health Center capital assets, net	<u>\$ 346,406</u>	<u>\$ (22,036)</u>	<u>\$ -</u>	<u>\$ 324,370</u>

**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, 2018:

	Open Space	Search and Rescue Building	Total General Obligation Bonds
Bond payable, July 1	\$ 6,125,000	\$ 598,646	\$ 6,723,646
Bond issued	-	-	-
Bond retired	(470,000)	(88,969)	(558,969)
Bond payable, June 30	<u>\$ 5,655,000</u>	<u>\$ 509,677</u>	<u>\$ 6,164,677</u>
Bond payable, within one year	\$ 515,000	\$ 90,085	\$ 605,085

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 million 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 to deposit the revenue bond proceeds and for the associated disbursements. To date, \$7 million has been issued.

On November 6, 2012, pursuant to a voter approved ballot, the amount of up to \$1 million 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 2017. 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 fiscal year-end, consist of the following issue:

	Interest Rate	Maturity Date	Issued	Amount Outstanding 6/30/2018
<b>General Obligation Bonds:</b>				
Open Space Projects				
Series 2010	variable (2.00% to 4.05%)	7/1/2030	\$ 3,000,000	\$ 1,990,000
Series 2017	variable (2.00% to 2.75%)	7/1/2027	4,000,000	3,665,000
Search and Rescue Building	variable (1)	8/15/2023	730,000	509,677
Total GO Bonds			<u>\$ 7,730,000</u>	<u>\$ 6,164,677</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
FY19	\$ 170,286	\$ 605,085	\$ 775,371
FY20	156,230	616,215	772,445
FY21	141,933	627,358	769,291
FY22	126,619	638,517	765,136
FY23	111,041	654,689	765,730
2024-2028	298,612	2,627,813	2,926,425
2029-2030	24,098	395,000	419,098
Total	<u>\$ 1,028,819</u>	<u>\$ 6,164,677</u>	<u>\$ 7,193,496</u>

**REVENUE BONDS**

At June 30, 2018, the outstanding revenue bond indebtedness of the County is as follows:

**Governmental Activities**

At June 30, 2018, the County had no outstanding bond indebtedness for governmental activities.

**Business-type Activities**

At June 30, 2018, the outstanding revenue bond indebtedness of the County is as follows:

Solid Waste Facility Refunding Revenue Bonds, Series 2004: \$1,196,000

In fiscal year 2013, the County issued refunding bonds in the amount of \$2,004,000 for the DNRC SRF Loan Program. The purpose of this issuance was to use the proceeds to retire the County’s outstanding Solid Waste Facility Revenue Bonds, Series 2004. The new bonds 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 \$85,267 to \$100,274 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 refunding resulted in a reduction in the cash flow requirement of \$229,056, with the economic gain calculated at \$38,132.

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 \$1,196,000

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. 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, 2018, the County was in compliance with these requirements for the County Solid Waste Facility.

	County Solid Waste Facility
Gross revenues	\$ 1,539,875
Direct operating expenses	677,568
Net Revenue	<u>\$ 862,307</u>
Maximum debt service	\$ 199,456
Percent coverage	432.33%

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:

**Business-type Activities**

<u>FY Ending</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2019	\$ 25,943	\$ 173,000	\$ 198,943
2020	22,028	177,000	199,028
2021	18,023	181,000	199,023
2022	13,928	185,000	198,928
2023	9,743	189,000	198,743
2024-2025	6,548	291,000	297,548
Totals	<u>\$ 96,210</u>	<u>\$ 1,196,000</u>	<u>\$ 1,292,210</u>



The following is a summary of the changes in long-term liabilities for the year ended June 30, 2018:

<u>Governmental Activities</u>	Balance 7/1/2017	Additions	Reductions	Balance 6/30/2018	Within One Year
General obligation bonds	\$ 6,723,646	\$ -	\$ 558,969	\$ 6,164,677	\$ 605,085
Special assessment	968,846	-	275,576	693,270	89,334
Contracts/Loans	306,946	-	172,910	134,036	53,477
Compensated absences	2,176,186	2,008,642	1,965,645	2,219,183	221,920
Pension liabilities	24,072,834	10,925,675	14,690,172	20,308,337	N/A
OPEB implicit rate subsidy	420,888	4,020	-	424,908	N/A
Total	<u>\$ 34,669,346</u>	<u>\$ 12,938,337</u>	<u>\$ 17,663,272</u>	<u>\$ 29,944,411</u>	<u>\$ 969,816</u>
 <u>Business-type Activities</u>					
Revenue bonds	\$ 2,040,936	\$ -	\$ 844,936	\$ 1,196,000	\$ 173,000
Landfill liability	1,075,818	13,705	12,400	1,077,123	12,400
Compensated absences	75,147	75,028	80,961	69,214	6,922
Pension liabilities	748,184	294,915	188,950	854,149	N/A
OPEB implicit rate subsidy	18,194	2,638	-	20,832	N/A
Total	<u>\$ 3,958,279</u>	<u>\$ 386,286</u>	<u>\$ 1,127,247</u>	<u>\$ 3,217,318</u>	<u>\$ 192,322</u>

Of the debt reported for governmental activities from general obligation bonds, special assessments, and contracts/loans shown above, \$0 should be included in net investment in capital assets, as it is related to Open Space, road maintenance, and other non-capital related debt. Of the debt reported in business type activities, the revenue bonds of \$1,196,000 should be included in net investment in capital assets, as it is related to solid waste construction of the County landfill.

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, \$231,067, claims, judgments, compensated absence 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 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 2018, the rate was 3.15 percent. Special assessment debts at June 30, 2018, are as follows:

	Amount Issued	Year of Maturity	Principal Balance 6/30/2018	Due Within One Year	FY18 Interest Rate (%)
Augusta Rural Improvement District	\$ 31,458	2022	\$ 9,868	\$ 2,430	3.15%
Lambkins Rural Improvement District	27,228	2022	7,993	1,968	3.15%
Lincoln Rural Improvement District	58,776	2022	6,154	1,516	3.15%
Autumn Wind Rural Improvement District	40,124	2025	9,176	1,148	3.15%
Big Sky Road Rural Improvement District	167,895	2028	91,132	7,878	3.15%
Crestwood Road Rural Improvement District	94,656	2024	35,204	5,722	3.15%
Settler's Cove Rural Improvement District	105,507	2030	67,784	5,344	3.15%
Lake Home Condo Rural Improvement District	14,000	2030	9,239	728	3.15%
Bridge Creek Rural Improvement District	38,046	2027	19,497	2,035	3.15%
Hillview Rural Improvement District	76,125	2027	54,024	5,639	3.15%
Big Valley-Cabin Road Rural Improvement District	48,668	2024	29,529	4,734	3.15%
Emerald Ridge Rural Improvement District	47,095	2024	13,670	2,192	3.15%
McHugh Road Rural Improvement District	495,272	2023	75,000	25,000	4.40%
Woodlawn Rural Improvement District - Wastewater	143,000	2027	78,000	7,000	2.75%
Woodlawn Rural Improvement District - Water	319,516	2028	187,000	16,000	2.75%
Total Special Assessment Debt	\$ 1,707,366		\$ 693,270	\$ 89,334	

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 2018, funds with special assessment debt had an immaterial amount of 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. Statues 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 Issued	Year of Maturity	Principal Balance 6/30/2018	Due Within One Year	FY2018 Interest Rate (%)
City/County Building Remodel - Phase II	\$ 505,000	2021	\$ 134,036	\$ 53,477	3.15%
Total	\$ 505,000		\$ 134,036	\$ 53,477	

The following is a summary of maturities and interest by years for the special assessment debt and contracts payable at June 30, 2018. 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 FY2019 rate of 3.15 percent.

FY Ending	Special Assessment Debt		Contracts Payable	
	Principal	Interest	Principal	Interest
2019	\$ 89,334	\$ 20,687	\$ 53,477	\$ 3,799
2020	90,840	17,635	54,525	2,107
2021	91,352	14,576	26,034	409
2022	68,871	11,991	-	-
2023	63,243	9,970	-	-
2024-2028	258,444	17,119	-	-
2029-2030	31,186	124	-	-
Total Governmental Activities	\$ 693,270	\$ 92,102	\$ 134,036	\$ 6,315

**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.

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.

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, 2018, the status of all third party debt issued is:

	<u>Issued</u>	<u>Outstanding</u>
Higher Education Revenue Bond - Carroll College	\$ 12,315,000	\$ 10,260,000
Higher Education Revenue Bond - Carroll College	4,250,000	3,772,736
Family Services Provider Revenue Bonds	995,000	623,259
Total	<u>\$ 17,560,000</u>	<u>\$ 14,655,995</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 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

	<u>Special Revenue</u>		<u>Debt Service</u>	<u>Capital Projects</u>		<u>Other Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Public Safety</u>	<u>Special Assmt Districts</u>	<u>RSID Debt</u>	<u>Capital Development</u>		
<b>FUND BALANCE</b>							
<b>Nonspendable:</b>							
Inventory	\$ 65,038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 304,606
Permanent portion of endowment	-	-	-	-	-	-	636,516
Total Nonspendable	65,038	-	-	-	-	-	941,122
<b>Restricted:</b>							
<b>Federal/state/other grants</b>							
Road commitments	-	-	-	-	-	-	38,663
Open space commitments	-	-	-	-	-	-	3,095,162
Public safety commitments	-	-	-	-	-	-	169,514
Alcohol/drug program commitments	-	-	-	-	-	-	534,805
Public work commitments	-	-	-	-	55,759	-	311,862
Health-related commitments	-	-	-	-	-	-	572,073
Debt service	-	-	-	172,097	-	-	420,428
Total Restricted	-	-	-	172,097	55,759	-	5,142,507
<b>Committed:</b>							
General government commitments	-	-	-	-	3,434,244	-	979,004
District Court	-	-	-	-	-	-	797,489
Public safety	-	3,126,002	-	-	2,224,899	-	82,344
Public works	-	-	-	-	5,444,200	-	216,598
Road and bridge commitments	-	-	-	-	-	1,272,885	1,658,841
Public health commitments	-	-	-	-	480,666	-	1,541,951
Parks improvement	-	-	-	-	172,080	-	183,063
Social & economical commitments	-	-	-	-	7,041	-	133,837
Special improvement district commitments	-	-	4,650,784	-	-	-	-
Contract commitments	35,480	-	-	-	-	-	-
Total Committed	35,480	3,126,002	4,650,784	-	11,763,130	1,272,885	5,593,127
<b>Assigned:</b>							
No contractual commitments	1,888,959	-	-	-	-	-	7,467
Public safety	-	-	-	-	-	-	16,142
Total Assigned	1,888,959	-	-	-	-	-	23,609
<b>Unassigned:</b>							
	3,557,889	-	-	-	-	-	(161,488)
Total fund balance	\$ 5,547,366	\$ 3,126,002	\$ 4,650,784	\$ 172,097	\$ 11,818,889	\$ 1,272,885	\$ 11,473,839
							\$ 38,061,862

Major Funds- Revenues by specific purposes

	<u>General</u>	<u>Public Safety</u>	<u>Special Assessment Districts</u>
Taxes/assessments	\$ 6,609,158	\$ 9,533,830	\$ 1,348,210
Licenses and permits	276,057	1,890	-
Federal grants	2,459,196	475,392	-
State grants	1,358,973	493,117	-
Local grants	-	-	808
Charges for services	1,208,696	412,690	-
Fines and forfeitures	37,320	277,980	-
Miscellaneous	53,750	163,120	32,977
Interest Earnings	221,054	-	58,621
Transfers in	399,298	382,417	7,058
Total Major Funds Revenue and Other Financing Sources	<u>\$ 12,623,502</u>	<u>\$ 11,740,436</u>	<u>\$ 1,447,674</u>

**NOTE 12 - LEASES**

**Capital Leases**

In fiscal year 2018, the County did not have any capital leases.

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

State and Federal laws and regulations require that the 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. The 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 closures of the Phase 1 and Phase 2 cells were completed during fiscal years 2004 and 2018, respectively. Also in fiscal year 2004, a new area was opened called Class IV that will be used only for construction waste.

The fiscal year-end liability that represents the financial insurance amount is \$991,629, which is comprised of estimated costs for Class II area closures, Class IV area closure, and post-closure monitoring of \$826,698; \$78,760 and \$86,171, 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 \$5,532.

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 percent. 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. 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 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. This calculation will be updated with each engineer's report.

### **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 \$86,800 with the annual estimated landfill postclosure of \$12,400 for each of the next 8 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 Environmental Protection Agency (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**

### **NOTE14a – PENSION PLANS**

#### **Montana Public Employees Retirement System – Defined Benefit**

With a few exceptions, all of the 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 PERS. One employee is covered by the TRS. Sheriff's employees are covered by the SRS, and substantially all other County employees are covered by PERS.

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

County's Proportionate Share Associated With:

	PERS	SRS	TRS	Total Pension
Total Pension Liability	\$ 82,887,683	\$ 23,929,151	\$ 326,495	\$ 107,143,329
Fiduciary Net Position	61,131,474	19,455,175	228,834	80,815,483
Net Pension Liability	<u>\$ 21,756,209</u>	<u>\$ 4,473,976</u>	<u>\$ 97,660</u>	<u>\$ 26,327,846</u>
Deferred outflows of resources	\$ 5,460,680	\$ 4,112,581	\$ 8,654	\$ 9,581,915
Deferred inflows of resources	\$ 177,607	\$ 6,002,541	\$ 6,129	\$ 6,186,277
Pension expense	\$ 2,837,836	\$ 188,675	\$ 4,986	\$ 3,031,497

	General Government		Fairgrounds		County Landfill		Component Unit - Pure View		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 417,271	\$ 36,689	\$ 11,873	\$ 698	\$ 9,162	\$ 538	\$ 127,207	\$ 7,476	\$ 565,513	\$ 45,401
Changes in actuarial assumptions	\$ 5,642,644	\$ 5,711,421	\$ 65,900	\$ -	\$ 50,853	\$ -	\$ 706,051	\$ -	\$ 6,465,448	\$ 5,711,421
Difference between projected and actual investment earnings	\$ -	\$ 160,990	\$ -	\$ 3,238	\$ -	\$ 2,499	\$ -	\$ 34,691	\$ -	\$ 201,418
Difference between projected and actual contributions and proportionate share	\$ 549,526	\$ 228,037	\$ 16,789	\$ -	\$ 12,955	\$ -	\$ 179,873	\$ -	\$ 759,143	\$ 228,037
*Contributions paid to PERS subsequent to the measurement date FY 2018 Contributions	<u>\$ 1,461,614</u>		<u>\$ 26,446</u>		<u>\$ 20,408</u>		<u>\$ 283,343</u>		<u>\$ 1,791,811</u>	
Total	<u>\$ 8,071,055</u>	<u>\$ 6,137,137</u>	<u>\$ 121,008</u>	<u>\$ 3,936</u>	<u>\$ 93,378</u>	<u>\$ 3,037</u>	<u>\$ 1,296,474</u>	<u>\$ 42,167</u>	<u>\$ 9,581,915</u>	<u>\$ 6,186,277</u>

	General Government	Fairgrounds	County Landfill	Component Unit - Pure View	Total
Proportionate share of ending collective net pension liability	\$ 20,308,338	\$ 482,118	\$ 372,031	\$ 5,165,359	\$ 26,327,846

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

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

**Plan Description**

The PERS-Defined Benefit Retirement Plan (DBRP), administered by the MPERA, is a multiple-employer, cost-sharing plan established July 1, 1945, and governed by Title 19, chapters 2 & 3, MCA. This plan provides retirement benefits to covered employees of the State, and local governments, and 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 choose to remain in the PERS-DBRP or join the PERS-DCRP by filing an irrevocable election. Members may not be participants of both the *defined benefit* and *defined contribution* 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).

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.

## Summary of Benefits

### 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.

#### Second Retirement (requires returning to PERS-covered employer or PERS service):

- 1) Retire before January 1, 2016 and accumulate less than 2 years additional service credit or retire on or after January 1, 2016 and accumulate less than 5 years additional service credit:
  - a. A refund of member's contributions plus return interest (currently .77% effective July 1, 2017).
  - b. No service credit for second employment;
  - c. Start the same benefit amount the month following termination; and
  - d. Guaranteed Annual Benefit Adjustment (GABA) starts again in the January immediately following the second retirement.
- 2) Retire before January 1, 2016 and accumulate at least 2 years of additional service credit:
  - a. A recalculated retirement benefit based on provisions in effect after the initial retirement; and
  - b. GABA starts on the recalculated benefit in the January after receiving the new benefit for 12 months.
- 3) Retire on or after January 1, 2016 and accumulate 5 or more years of service credit:
  - a. The same retirement as prior to the return to service;
  - b. A second retirement benefit as prior to the second period of service based on laws in effect upon the rehire date; and
  - c. GABA starts on both benefits in the January after receiving the original and the new benefit for 12 months.

### Vesting

5 years of membership service

### 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;

### Compensation Cap

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

### Monthly benefit formula

- 1) Members hired prior to July 1, 2011:
  - a. Less than 25 years of membership service: 1.785% of HAC per year of service credit;
  - b. 25 years of membership service or more: 2% of HAC per year of service credit.



- 2) Members hired on or after July 1, 2011:
  - a. Less than 10 years of membership service: 1.5% of HAC per year of service credit;
  - b. 10 years or more, but less than 30 years of membership service: 1.785% of HAC per year of service credit;
  - c. 30 years or more of membership service: 2% of HAC per year of service credit.

**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.

- 3.0% for members hired prior to July 1, 2007
- 1.5% for members hired between July 1, 2007 and June 30, 2013
- Members hired on or after July 1, 2013:
  - a. 1.5% for each year PERS is funded at or above 90%;
  - b. 1.5% reduced by 0.1% for each 2.0% PERS is funded below 90%; and
  - c. 0% whenever the amortization period for PERS is 40 years or more.

**Overview of Contributions**

Member and employer contribution rates are specified by state law and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers. The state Legislature has the authority to establish and amend contribution rates. Member and employer contribution rates are shown in the table below.

Fiscal Year	Member		State & Universities				School Districts	
			Employer	Local Government		Employer	State	
	Hired <7/01/11	Hired >7/01/11	Employer	Employer	State	Employer	State	
2018	7.900%	7.900%	8.570%	8.470%	0.100%	8.200%	0.370%	
2017	7.900%	7.900%	8.470%	8.370%	0.100%	8.100%	0.370%	
2016	7.900%	7.900%	8.370%	8.270%	0.100%	8.000%	0.370%	
2015	7.900%	7.900%	8.270%	8.170%	0.100%	7.900%	0.370%	
2014	7.900%	7.900%	8.170%	8.070%	0.100%	7.800%	0.370%	
2012-2013	6.900%	7.900%	7.170%	7.070%	0.100%	6.800%	0.370%	
2010-2011	6.900%		7.170%	7.070%	0.100%	6.800%	0.370%	
2008-2009	6.900%		7.035%	6.935%	0.100%	6.800%	0.235%	
2000-2007	6.900%		6.900%	6.800%	0.100%	6.800%	0.100%	

- 1) Member contributions to the system of 7.9% are 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.
- 2) Employer contributions to the system:
  - a. Effective July 1, 2014, following the 2013 Legislative session, PERS-employer contributions increase an additional 0.1% a year and will continue over 10 years through 2024. The additional employer contributions including the 0.27% added in 2007 and 2009, will terminate on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below the 25 years following the reduction of both the additional employer and additional member contributions rates.
  - b. Effective July 1, 2013, employers are required to make contributions on working retirees' compensation. Member contributions for working retirees are not required.

- 3) Non Employer Contributions:
  - a. Special Funding
    - i. The state contributed 0.1% of members' compensation on behalf of local government entities.
    - ii. The state contributed 0.37% of members' compensation on behalf of school district entities.
  - b. Not Special Funding
    - i. The state contributed a portion of Coal Severance Tax income and earnings from the Coal Severance Tax fund.

**Actuarial Assumptions**

The TPL used to calculate the NPL was determined by taking the results of the June 30, 2016, actuarial valuation and applying standard roll forward procedures to update the TPL to June 30, 2017. There were several significant assumptions and other inputs used to measure the TPL. The actuarial assumptions used in the June 30, 2017, valuation were based on the results of the last actuarial experience study, dated May 2017, for the six- year period July 1, 2010 to June 30, 2016. Among those assumptions were the following:

- Investment Return (net of admin expense) 7.65%
- Admin Expense as % of Payroll 0.26%
- General Wage Growth\* 3.50%
- \*includes Inflation at 2.75%
- Merit Increases 0% to 6.3%
- Postretirement Benefit Increases:
  - ✧ **Guaranteed Annual Benefit Adjustment (GABA)**  
 After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage each January, **inclusive** of other all adjustments to the member's benefit.
    - 3.0% for members hired **prior to July 1, 2007**
    - 1.5% for members hired between July 1, 2007 and June 30, 2013
    - Members hired on or after July 1, 2013:
      - 1.5% for each year PERS is funded at or above 90%;
      - 1.5% reduced by 0.1% for each 2.0% PERS is funded below 90%; and
      - 0% whenever the amortization period for PERS is 40 years or more.
- Mortality assumptions among contributing members, service retired members and beneficiaries were based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with scale BB, males set back 1 year.
- Mortality assumptions among disabled members were based on RP 2000 Combined Mortality Tables with no projections.

**Discount Rate**

The discount rate used to measure the TPL was 7.65%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities would be made based on the Board's funding policy, which established the contractually required rates under the Montana Code Annotated. The state contributed 0.10% of the salaries paid by local governments and 0.37% paid by school districts. In addition, the state contributed coal severance tax and interest money from the general fund. The interest was contributed monthly and the severance tax was contributed quarterly. Based on those assumptions, the Plan's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2121. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

**Target Allocations**

The long-term expected return on pension plan assets was reviewed as part of the regular experience study prepared for the Plan. The most recent analysis, performed for the period of July 1, 2010 to June 30, 2016, was outlined in a report dated May 2017 and can be located on the MPERA website. The long-term expected rate of return on pension plan investments was determined by considering information from various sources, including historical rates of return, rate of return assumptions 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 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 by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2017, are summarized below.

Asset Class	Target Asset Allocation (a)	Real Rate of Return Arithmetic Basis (b)	Long-Term Expected Real Rate of Return (a) X (b)
Cash Equivalents	2.6%	4.00%	0.10%
Domestic Equity	36.0%	4.55%	1.64%
Foreign Equity	18.0%	6.35%	1.14%
Fixed Income	23.4%	1.00%	0.23%
Private Equity	12.0%	7.75%	0.93%
Real Estate	8.0%	4.00%	0.32%
<b>Total</b>	100.0%		4.37%
		Inflation	2.75%
		Expected arithmetic nominal return	7.12%

The long-term expected nominal rate of return above of 7.12% is an expected portfolio rate of return provided by Board of Investments (BOI), which differs from the total long-term assumed rate of return of 7.65% in the experience study. The assumed investment rate is comprised of a 2.75% inflation rate and a real rate of return of 4.90%.

**Sensitivity Analysis**

The sensitivity of the NPL to the discount rate is shown in the table below. A small change in the discount rate can create a significant change in the liability. The NPL was calculated using the discount rate of 7.65%, as well as what the NPL would be if it were calculated using a discount rate 1.00% lower or 1.00% higher than the current rate.

As of measurement date	1.0% Decrease (6.65 %)	Current Discount Rate	1.0% Increase (8.65 %)
County's Net Pension Liability	\$ 31,686,059	\$ 21,756,209	\$ 13,420,852

**Summary of Significant Accounting Policies**

MPERA prepared financial statements using the accrual basis of accounting. The same accrual basis was used by MPERA for the purposes of determining the NPL; Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions; Pension Expense; the Fiduciary Net Position ; and, Additions to or Deductions from Fiduciary Net Position. Member 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 in which they are due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. MPERA adhered to all accounting principles generally accepted by the United States of America. MPERA applied all applicable pronouncements of the Governmental Accounting Standards Board (GASB).

### **PERS Disclosure for the defined contribution plan**

The County contributed to the State of Montana Public Employee Retirement System Defined Contribution Retirement Plan (PERS-DCRP) for employees that have elected the DCRP. The PERS-DCRP is administered by the PERB and is reported as a multiple-employer plan established July 1, 2002, and governed by Title 19, chapters 2 & 3, MCA.

All new PERS 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 participants of both the *defined benefit* and *defined contribution* retirement plans.

Member and employer contribution rates are specified by state law and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers. The state Legislature has the authority to establish and amend contribution rates.

Benefits are dependent upon eligibility and individual account balances. Participants are vested immediately in their own contributions and attributable income. Participants are vested after 5 years of membership service for the employer's contributions to individual accounts and the attributable income. Non-vested contributions are forfeited upon termination of employment per 19-3-2117(5), MCA. Such forfeitures are used to cover the administrative expenses of the PERS-DCRP.

At the plan level for the measurement period ended June 30, 2017, the PERS-DCRP employer did not recognize any net pension liability or pension expense for the *defined contribution* plan. Plan level non-vested forfeitures for the 300 employers that have participants in the PERS-DCRP totaled \$396,650.

### **Pension Amount Totals**

Employers are provided guidance in GASB Statement 68, paragraph 74, that pension amounts must be combined as a total or aggregate for reporting. This is true when employees are provided benefits through more than one pension, whether cost-sharing, single-employer, or agent plans.

### **Net Pension Liability**

The Total Pension Liability (TPL) minus the Fiduciary Net Position equals the Net Pension Liability (NPL). As GASB Statement 68 allows, a measurement date of up to 12 months before the employer's fiscal year-end can be utilized to determine the Plan's TPL. The basis for the TPL as of June 30, 2017, was determined by taking the results of the June 30, 2016, actuarial valuation and applying standard roll forward procedures. The roll forward procedure uses a calculation that adds the annual normal cost (also called the service cost), subtracts the actual benefit payments and refunds for the plan year, and then applies the expected investment rate of return for the year. The update procedures are in conformity with Actuarial Standards of Practice issued by the Actuarial Standards Board.

#### Special Funding

The State of Montana, as the non-employer contributing entity, paid to the Plan, additional contributions that qualify as *special funding*. Those employers who received *special funding* are counties; cities & towns; school districts & high schools; and other governmental agencies.

#### Not Special Funding

Per Montana law, state agencies and universities paid their own additional contributions. These employer paid contributions are *not* accounted for as special funding for state agencies and universities but are reported as employer contributions. The State of Montana, as the non-employer contributing entity, also paid to the Plan coal tax contributions that are *not* accounted for as special funding for all participating employers.

The proportionate shares of the County's and the State of Montana's NPL for June 30, 2017, and 2016, are displayed below. The County's proportionate share equals the ratio of the County's contributions to the sum of all employer and non-employer contributions during the measurement period. The state's proportionate share for a particular employer equals the ratio of the contributions for a particular employer to the total state contributions paid. The County recorded a liability of \$21,756,209 and the County's proportionate share was 1.1171 percent.

As of Measurement Date	Net Pension Liability as of 6/30/17	Net Pension Liability as of 6/30/16	Percent of Collective NPL as of 6/30/17	Percent of Collective NPL as of 6/30/16	Change in Percent of Collective NPL
County's Proportionate Share	\$ 21,756,209	\$ 17,754,724	1.1171%	1.0423%	0.0747%
State of Montana's Proportionate Share Associated with County	281,583	216,942	1.4351%	1.3320%	0.1031%
<b>Total</b>	<b>\$ 22,037,792</b>	<b>\$ 17,971,666</b>	<b>2.5521%</b>	<b>2.3744%</b>	<b>0.1778%</b>

**Changes in actuarial assumptions and methods**

Effective July 1, 2017, the following assumption changes were used:

- Lowered the interest rate from 7.75% to 7.65%.
- Lowered the inflation rate from 3.00% to 2.75%.
- Updated non-disabled mortality to the RP-2000 Combined Employee and Annuitant Mortality Table projected to 2020 using scale BB, males set back 1 year.
- Increased rates of withdrawal.
- Lowered the merit component of the total salary increase.
- Lowered the wage base component of the total salary increase from 4.00% to 3.50%.
- Decreased the administrative expense load from 0.27% to 0.26%.

Effective July 1, 2017, the following method changes were used:

- Administrative expenses are recognized by an additional amount added to the normal cost contribution rate for the System. This amount will vary from year to year based on the prior year's actual administrative expenses.
- To be consistent with the wage base growth change, the payroll growth assumption for amortization as a level percent of pay was reduced from 4.00% to 3.50%.

**Changes in benefit terms:**

Effective July 1, 2017, the following benefit changes were:

- The interest rate credited to member accounts increased from 0.25% to 0.77%.
- Lump sum payouts in all systems are limited to the member's accumulated contributions rather than the present value of the member's benefit.

**Changes in proportionate share:** Between the measurement date of the collective NPL and the County's reporting date there were no changes in proportion that would have an effect on the County's proportionate share of the collective NPL.

**Pension Expense**

As of measurement date	Pension Expense as of 6/30/2017	Pension Expense as of 6/30/2016
County's Proportionate Share	\$ 2,511,598	\$ 1,069,209
County's Grant Revenue—State of Montana Proportionate Share	15,012	18,180
County's Grant Revenue—State of Montana Coal Tax	311,226	311,067
<b>Total</b>	<b>\$ 2,837,836</b>	<b>\$ 1,398,456</b>

At June 30, 2017 measurement date, the County recognized \$2,511,598 for its proportionate share of the Plan's pension expense. Included in the government-wide statements, on behalf grant revenue of \$15,012 was recognized for the state of Montana proportionate share of the pension expense associated with the employer. Additionally, the County recognized on behalf grant revenue of \$311,226 from the Coal Severance Tax fund.

At June 30, 2018 reporting date, the County recognized on behalf grant revenue of \$15,247 for the State of Montana proportionate share of the pension expense associated with the employer. Additionally, the County recognized on

behalf grant revenue of \$384,596 from the Coal Severance Tax fund in the general fund, as stated in the governmental fund statements.

**Recognition of Deferred Inflows and Outflows**

At June 30, 2017, the County reported its proportionate share of the Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

As of Measurement Date	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 535,787	\$ 31,491
Differences between projected and actual investment earnings	-	146,116
Changes in actuarial assumptions	2,973,846	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	757,616	-
Contributions paid to PERS subsequent to the measurement date	1,193,431	
<b>Total</b>	<b>\$ 5,460,680</b>	<b>\$ 177,607</b>

Other amounts reported as deferred outflows and inflows of resources related to pensions are recognized in the County's pension expense as follows:

For the Measurement Year ended June 30:	Recognition of Deferred Outflows and Deferred Inflows in future years as an increase or (decrease) to Pension Expense
2018	\$ 770,659
2019	\$ 1,701,242
2020	\$ 1,323,197
2021	\$ (463,071)
2022	\$ -
Thereafter	\$ -

**Stand-Alone Statements**

The financial statements of the Montana Public Employees Retirement Board (PERB) *Comprehensive Annual Financial Report (CAFR)* and the GASB 68 Report disclose the Plan's fiduciary net position. The reports are available from the PERB at PO Box 200131, Helena MT 59620-0131, (406) 444-3154 or both are available on the MPERA website at <http://mpera.mt.gov>.

**Sheriff's Retirement System**

**Plan Description**

The Sheriffs' Retirement System (SRS), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing defined benefit plan established July 1, 1974, and governed by Title 19, chapters 2 & 7, 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 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.

**Summary of Benefits**

**Eligibility for benefit and benefit formulas**

**Service retirement**

- 20 years of membership service.
- 2.5% of HAC x years of service credit.

**Early retirement**

- Age 50 with 5 years of membership service.
- This benefit calculated using HAC and service credit at early retirement, and reduced to the actuarial equivalent commencing at the earliest of age 60 or the attainment of 20 years of service credit.

**Vesting**

5 years of membership service

**Member's compensation period used in benefit calculation**

- HAC = Highest Average Compensation
- Hired prior to July 1, 2011: HAC is average of the highest 36 consecutive months of compensation paid to member.
- Hired on or after July 1, 2011: HAC is average of the highest 60 consecutive months of compensation paid to member.

**Compensation Cap**

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

**Guaranteed Annual Benefit Adjustment (GABA)**

After the member has completed 12 full months of retirement, a Guaranteed Annual Benefit Adjustment (GABA) will be made each year equal to:

- 3.0% for members hired prior to July 1, 2007
- 1.5% for members hired on or after July 1, 2007

**Overview of Contributions**

Member and employer contribution rates are specified by state law and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers. The State Legislature has the authority to establish and amend contribution rates. Member and employer contribution rates are shown in the table below.

<u>Fiscal Year</u>	<u>Member</u>	<u>Employer</u>
2010-2018	9.245%	10.115%
2008-2009	9.245%	9.825%
1998-2007	9.245%	9.535%

**Actuarial Assumptions**

The TPL used to calculate the NPL was determined by taking the results of June 30, 2016, actuarial valuation and applying standard roll forward procedures to update the TPL to June 30, 2017. There were several significant assumptions and other inputs used to measure the TPL. The actuarial assumptions used in the June 30, 2017, valuation were based on the results of the last actuarial experience study, dated May 2017, for the six-year period July 1, 2010 to June 30, 2016. Among those assumptions were the following:

- Investment Return 7.65%
- Admin Expense as % of Payroll 0.21%
- General Wage Growth\* 3.50%

- \*includes inflation at 2.75%
- Merit Increases 0% to 6.3%
- Postretirement Benefit Increases
- ✧ **Guaranteed Annual Benefit Adjustment (GABA)**  
 After the member has completed 12 full months of retirement, a Guaranteed Annual Benefit Adjustment (GABA) will be made each year equal to:
  - 3% for members hired **prior to** July 1, 2007
  - 1.5% for members hired **on or after** July 1, 2007
- Mortality assumptions among contributing members, service retired members and beneficiaries were based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with scale BB, set back one year for males.
- Mortality assumptions among Disabled Retirees were based on RP 2000 Combined Mortality Tables.

**Discount Rate**

The discount rate used to measure the TPL was 7.65%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members and employers will be made based on the Board's funding policy, which established the contractually required rates under the Montana Code Annotated. Based on those assumptions, the Plan's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2117. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

**Target Allocations**

The long-term expected return on pension plan assets was reviewed as part of the regular experience study prepared for the Plan. The most recent analysis, performed for the period of July 1, 2010 to June 30, 2016, is outlined in a report dated May 2017 and can be located on the MPERA website. The long-term expected rate of return on pension plan investments was determined by considering information from various sources, including historical rates of return, rate of return assumptions 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 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 by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2017, are summarized below.

Asset Class	Target Asset Allocation	Real Rate of Return Arithmetic Basis	Long-Term Expected Real Rate of Return
	(a)	(b)	(a) X (b)
Cash Equivalents	2.6%	4.00%	0.10%
Domestic Equity	36.0%	4.55%	1.64%
Foreign Equity	18.0%	6.35%	1.14%
Fixed Income	23.4%	1.00%	0.23%
Private Equity	12.0%	7.75%	0.93%
Real Estate	8.0%	4.00%	0.32%
<b>Total</b>	100.0%		4.37%
		Inflation	2.75%
		Expected arithmetic nominal return	7.12%

The long-term expected nominal rate of return above of 7.12% is an expected portfolio rate of return provided by Board of Investments (BOI), which differs from the total long-term assumed rate of return of 7.65% in the experience study. The assumed investment rate is comprised of a 2.75% inflation rate and a real rate of return of 4.90%.



**Sensitivity Analysis**

The sensitivity of the NPL to the discount rate is shown in the table below. A small change in the discount rate can create a significant change to the liability. The NPL was calculated using the discount rate of 7.65%, as well as what the NPL would be if it were calculated using a discount rate 1.00% lower or 1.00% higher than the current rate.

As of measurement date	1.0% Decrease (6.65 %)	Current Discount Rate	1.0% Increase (8.65 %)
County 's Net Pension Liability	\$ 7,899,963	\$ 4,473,976	\$ 1,671,097

**Summary of Significant Accounting Policies**

MPERA prepared financial statements using the accrual basis of accounting. The same accrual basis was used by MPERA for the purposes of determining the NPL; Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions; Pension Expense; the Fiduciary Net Position; and, Additions to or Deductions from Fiduciary Net Position. Member 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 in which they are due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. MPERA adhered to all accounting principles generally accepted by the United States of America. MPERA applied all applicable pronouncements of the Governmental Accounting Standards Board (GASB).

**Net Pension Liability**

The Total Pension Liability (TPL) minus the Fiduciary Net Position equals the Net Pension Liability (NPL). As allowed by GASB Statement 68, a measurement date of up to 12 months before the employer's fiscal year-end can be utilized to determine the Plan's TPL. The basis for the TPL as of June 30, 2017, was determined by taking the results of the June 30, 2016, actuarial valuation and applying standard roll forward procedures. The roll forward procedure uses a calculation that adds the annual normal cost (also called the service cost), subtracts the actual benefit payments and refunds for the plan year, and then applies the expected investment rate of return for the year. The update procedures are in conformity with Actuarial Standards of Practice issued by the Actuarial Standards Board.

The proportionate shares of the employer's NPL for June 30, 2017, and 2016, are displayed below. The County's proportionate share equals the ratio of the County's contributions to the sum of all employer contributions during the measurement period. The County recorded a liability of \$4,473,976 and the County's proportionate share was 5.8793 percent.

As of Measurement Date	Net Pension Liability as of 6/30/17	Net Pension Liability as of 6/30/16	Percent of Collective NPL as of 6/30/17	Percent of Collective NPL as of 6/30/16	Change in Percent of Collective NPL
County's Proportionate Share	\$ 4,473,976	\$ 10,601,743	5.8793%	6.0348%	-0.1555%

**Changes in actuarial assumptions and methods**

Effective July 1, 2017, the following assumption changes were used:

- Lowered the interest rate from 7.75% to 7.65%.
- Lowered the inflation rate from 3.00% to 2.75%.
- Updated non-disabled mortality to the RP-2000 Combined Employee and Annuitant Mortality Table projected to 2020 using scale BB, males set back 1 year.
- Increased the rates of withdrawal.
- Lowered the merit component of the total salary increase.

- Lowered the wage base component of the total salary increase from 4.00% to 3.50%.
- Increased the administrative expense load from 0.17% to 0.21%.

Effective July 1, 2017, the following method changes were used:

- Administrative expenses are recognized by an additional amount added to the normal cost contribution rate for the System. This amount will vary from year to year based on the prior year's actual administrative expenses.
- To be consistent with the wage base growth change, the payroll growth assumption for amortization as a level percent of pay was reduced from 4.00% to 3.50%.

Effective July 1, 2017, the contribution changes were:

- Effective July 1, 2017, SRS employee contributions increase from 9.245% to 10.495% of the member's compensation.
- SRS employer additional contributions increase from 0.58% to 3.58%, for a total employer contribution rate of 13.115%
- SRS employee contributions will return to 9.245% and SRS employer contributions will return to 9.535% when reducing the employee contribution and terminating the additional employer contributions will not cause the amortization period to exceed 25 years.

**Changes in benefit terms**

Effective July 1, 2017, the following benefit changes were:

- The interest rate credited to member accounts increased from 0.25% to 0.77%.
- Second Retirement Benefit applies to retirement system members who return on or after July 1, 2017 to active service covered by the system from which they retired.
- Lump sum payouts in all systems are limited to the member's accumulated contributions rather than the present value of the member's benefit.

**Changes in proportionate share**

There were no changes between the measurement date of the collective NPL and the employer's reporting date that would have a significant effect on the employer's proportionate share of the collective NPL.

**Pension Expense**

As of measurement date	Pension Expense as of 6/30/2017	Pension Expense as of 6/30/2016
County's Proportionate Share	\$ 188,675	\$ 1,336,058

At June 30, 2017 measurement date, the County recognized its proportionate share of the Plan's pension expense.

**Recognition of Deferred Inflows and Outflows**

At June 30, 2017, the County reported its proportionate share of SRS' deferred outflows of resources and deferred inflows of resources related to SRS from the following sources:

As of Measurement Date	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 29,366	\$ 13,765
Differences between projected and actual investment earnings	-	54,916
Changes in actuarial assumptions	3,491,602	5,711,013
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	-	222,848
Contributions paid to SRS subsequent to the measurement date	591,613	
<b>Total</b>	<b>\$ 4,112,581</b>	<b>\$ 6,002,541</b>

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

For the Measurement Year ended June 30:	Recognition of Deferred Outflows and Deferred Inflows in future years as an increase or (decrease) to Pension Expense
2018	\$ (664,074)
2019	\$ (394,479)
2020	\$ (499,635)
2021	\$ (700,539)
2022	\$ -
Thereafter	\$ -

**Stand Alone Statements**

The financial statements of the Montana Public Employees Retirement Board (PERB) Comprehensive Annual Financial Report (CAFR) and the GASB 68 Report disclose the Plan's fiduciary net position. The reports are available from the PERB at PO Box 200131, Helena MT 59620-0131, (406) 444-3154 or both are available on the MPERA website at <http://mpera.mt.gov>.

**Teachers Retirement System**

**Plan Description**

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.gov](http://trs.mt.gov).

**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% x AFC x 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 x AFC x 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 for Tier One members is 1.5% of the benefit payable as of January 1st. For Tier Two members the GABA 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.

**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 all TRS Employers including State Agency and University System Employers. Finally, the State is also required to contribute \$25 million in perpetuity payable July 1st of each year.

The tables below show the legislated contribution rates 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, 2017	8.15%	8.57%	2.49%	19.21%
July 1, 2017 to June 30, 2017	8.15%	8.67%	2.49%	19.31%
July 1, 2017 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, 2017	8.15%	10.95%	0.11%	19.21%
July 1, 2017 to June 30, 2017	8.15%	11.05%	0.11%	19.31%
July 1, 2017 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%

## Actuarial Assumptions

The Total Pension Liability as of June 30, 2017, is based on the results of an actuarial valuation date of July 1, 2017. There were several significant assumptions and other inputs used to measure the total pension liability. The actuarial assumptions used in the July 1, 2017 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\* 4% - 8.51% for Non-University Members and  
5.00% for University Members
- Investment Return 7.75%
- Price Inflation 3.25%
- Postretirement Benefit Increases
  - Tier One Members: If the retiree has received benefits for at least 3 years, the retirement allowance will be increased by 1.5% on January 1<sup>st</sup>.
  - Tier Two Members: The retiree allowance will be increased by an amount equal to or greater than .05% but no more than 1.5% if the most recent actuarial valuation shows the plan to be at least 90% funded and the provisions of the increase is not project to cause the funded ration to be less than 85%.
- Mortality among contributing members, service retired members, and beneficiaries
  - For Males: 1992 Base Rates from the RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and 1992 Base Rates from 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: 1992 Base Rates from the RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the 1992 Base Rates from 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

## Discount Rate

The discount rate used to measure the total pension liability was 7.75 percent. 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 MCA. In addition to the contributions, the State general fund will contribute \$25 million annually to the plan’s payable July 1st of each year. Based on those assumptions, the plan’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:**

Asset Class	Target Asset Allocation (a)	Real Rate of Return Arithmetic Basis (b)	Long-Term Expected Real Rate of Return* (a) X (b)
Broad US Equity	36.00%	4.80%	1.73%
Broad International Equity	18.00%	6.05%	1.09%
Private Equity	12.00%	8.50%	1.02%
Intermediate Bonds	23.40%	1.50%	0.35%
Core Real Estate	4.00%	4.50%	0.18%
High Yield Bonds	2.60%	3.25%	0.08%
Non-Core Real Estate	4.00%	7.50%	0.30%
<b>Total</b>	100.00%		4.75%
		Inflation	3.25%
		Expected arithmetic nominal return	8.00%

\* The long-term expected nominal rate of return above of 8.00% differs from the total TRS long-term rate of return assumption of 7.75%. The assumed rate is comprised of a 3.25% inflation rate and a real long-term expected rate of return of 4.50%.

The assumed 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 2009 through 2013, is outlined in a report dated May 1, 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, 2017, is summarized in the above table.

**Sensitivity Analysis**

As of measurement date	1.0% Decrease (6.75 %)	Current Discount Rate	1.0% Increase (8.75 %)
County's Net Pension Liability	\$ 134,579	\$ 97,660	\$ 66,567

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.

**Summary of Significant Accounting Policies**

The Teachers' Retirement System prepares its 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 of the Teachers' Retirement System (TRS) and additions to/deductions from TRS's fiduciary net position have been determined on the same accrual basis as

they are reported by TRS. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. TRS adheres to all applicable Governmental Accounting Standards Board (GASB) statements.

**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 or the System). Statement 68 became effective June 30, 2015 and includes requirements to record and report their proportionate share of the collective Net Pension Liability. In accordance with Statement 68, the System 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. The following table displays the amounts and the percentages of Net Pension Liability for the fiscal years ended June 30, 2018 and June 30, 2017 (reporting dates).

As of Measurement Date	Net Pension Liability as of 6/30/18	Net Pension Liability as of 6/30/17	Percent of Collective NPL as of 6/30/18	Percent of Collective NPL as of 6/30/17	Change in Percent of Collective NPL
County's proportionate share	\$ 97,660	\$ 102,316	0.0058%	0.0056%	0.0002%
State of Montana's proportionate share associated with County	62,211	70,045	0.0037%	0.0038%	-0.0001%
<b>Total</b>	<b>\$ 159,871</b>	<b>\$ 172,361</b>	<b>0.0095%</b>	<b>0.0094%</b>	<b>0.0001%</b>

At June 30, 2018, the County recorded a liability of \$97,660 for its proportionate share of the Net Pension Liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. Therefore, no update procedures were used to roll forward the total pension liability to the measurement date. 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, 2016, through June 30, 2017, relative to the total employer contributions received from all of TRS' participating employers. At June 30, 2018, the County's proportion was 0.0058 percent.

***Changes in actuarial assumptions and other inputs***

There have been no changes in actuarial assumptions and other inputs since the previous measurement date.

***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 reporting date. However, each employer may have unique circumstances that will impact the employer's proportionate share of the collective net pension liability. If there were changes that are expected to have an impact on the net pension liability, the employer should disclose the amount of the expected resultant change in the employer's proportionate share of the collective net pension liability, if known.

**Pension Expense**

	Pension Expense as of 6/30/2018
County's Proportionate Share	\$ 4,372
State of Montana Proportionate Share	\$ 614
<b>Total</b>	<b>\$ 4,986</b>

At June 30, 2018, the County recognized a Pension Expense of \$4,986 for its proportionate share of the TRS' Pension Expense. The employer also recognized grant revenue of \$614 for the support provided by the State of Montana for its proportionate share of the pension expense that is associated with the employer.

**Deferred Inflows and Outflows**

At June 30, 2018, the County reported its proportionate share of TRS's deferred outflows of resources and deferred inflows of resources related to TRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 359	\$ 146
Changes in actuarial assumptions	\$ -	\$ 408
Difference between projected and actual investment earnings	\$ 1,527	\$ -
Difference between projected and actual contributions	\$ -	\$ 5,189
 *Contributions paid to TRS subsequent to the measurement date FY 2018 Contributions	 \$ 6,768	
Total	\$ 8,654	\$ 6,129

\*Amounts reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the NPL in the year ended June 30, 2019.

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

Year Ended June 30	Deferred Outflows of Resources	Deferred Inflows of Resources	Amount recognized in Pension Expense as an increase or (decrease) to Pension Expense
2019	\$ 758	\$ 4,719	\$ (3,961)
2020	\$ 2,663	\$ 2,441	\$ 222
2021	\$ 1,220	\$ -	\$ 1,220
2022	\$ -	\$ 1,724	\$ (1,724)
2023	\$ -	\$ -	\$ -
Thereafter	\$ -	\$ -	\$ -

**TRS Stand-Alone Statements**

TRS's stand-alone financial statements, actuarial valuations and experience studies can be found online at <https://trs.mt.gov/TrsInfo/NewsAnnualReport>.



**NOTE14b – OTHER EMPLOYEE BENEFITS**

The 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 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, 2018, the County’s medical insurance fund had a balance of \$1,042,122. 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.

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

(1) per benefit period

This chart 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:

	Fiscal Year 2018	Fiscal Year 2017
Claims payable, July 1	\$ 268,426	\$ 159,351
Claims incurred	(3,226,921)	(4,219,572)
Claims paid	3,406,262	4,328,647
Claims payable, June 30	\$ 447,767	\$ 268,426

The County pays the premium for a \$25,000 life insurance policy for all eligible employees that enroll in the benefit. The premiums were paid to an insurance carrier during the fiscal year ended June 30, 2018. The County also operates an Internal Revenue Code Section 125 plan for medical and day care expenses. Employees could contribute pretax dollars up to \$2,550 per year for medical expenses and up to \$5,000 per year for day care expenses.

**Other Post-Employment Benefits**

In June 2015, GASB issued Statement 75: Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions to replace GASB 45 for plan years beginning after June 15, 2018, with the purpose of standardizing post-employment benefit liability calculations.

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, 2018, the County had twelve enrollees under the Retiree division, plus two spouses and one child dependent and two employees under COBRA insurance coverage, including one enrollee previously enrolled as a dependent, but post dependent eligible. There was one 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, 2018, the County was paying insurance for four retirees.

As required by GASB 75, the County has calculated and included an OPEB liability for fiscal year 2018.

### **Plan Description**

The Lewis and Clark County Employee Group Benefit Plan maintain 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 dependents. Participation is elected by the retiree at the time of retirement. Benefit provisions are set annually by the BOCC 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, 2018, there are twelve enrollees participating in retiree division of the employer's sponsored health plan. In fiscal year 2018, retirees contributed \$88,544 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.

### **Reporting Requirements**

The total OPEB liability (TOL) measured under GASB 75 is based upon Service Cost and more standardized reporting assumptions than prior statements. As a pay-as-you-go public entity, GASB 75 requires a 20-year amortization period and a current municipal bond discount rate to establish an Actuarially Determined Contribution (ADC). The GASB 75 valuation is further required to show both historical and projected future net changes in TOL, as well as sensitivity to changes in key underlying assumptions.

Per GASB 75, all employers must have a valuation performed at least every two years as of the first fiscal year beginning after June 15, 2017.

### **Valuation Results**

The ADC for the Lewis and Clark County Employee Group Benefits Plan has been determined under the entry age normal cost method as of June 30, 2018. Many of the assumptions adopted by the County are the same as those used in the actuarial valuations for the pension plans that cover the same employees.

The results of the valuation represent reasonable estimates. However, variation from these or any other estimates of future retiree medical costs is probable. Actual future costs may vary significantly from estimates in this report. Significant differences between actual and expected liability can come from health cost trend or demographic experience which differ from expectations. Changes to benefits offered or to valuation assumptions can also affect liabilities.

There are no assets set aside to fund these benefits and that the County funds these post-retirement benefits on a pay-as-you-go basis from the general assets. For the 2017/2018 valuation, a 3.87 percent discount rate and a 20 percent participation rate assumption was applied, which is reasonable for county employees. For participants age 65 and older, a variable participation rate, or Lapse Rate, was applied by age group, to account for potential migration into a less-costly Medicare plan once retirees become eligible for Medicare. Changes made to other actuarial assumptions used can be found in their respective sections throughout this report.

**Key Highlights**

Following is a summary of key valuation results as of June 30, 2018:

Valuation Result Highlights	Fiscal Year Ending June 30, 2018
Actuarially Determined Contribution (ADC)	\$ 72,852
Total OPEB Liability (TOL)	\$ 519,511
Covered Employee Payroll	\$ 18,676,644
TOL as a Percentage of Payroll Participants	2.78%
Participants	339

- The ADC is the OPEB expense that is actuarially determined in accordance with the requirements of GASB 75. If funds equal to the ADC are not set aside each year, then this amount, less actual benefit payments, will accumulate as a liability reported as the TOL on the County’s financial statements. This amount is expected to be higher under GASB 75 due to the shorter amortization period, all else equal.
- The TOL is the present value of benefits that are attributed to past service. For retirees, this is equal to the present value of benefits. For active employees, this is equal to the present value of future benefits less the present value of future service costs. This is also expected to be higher due to the new Entry Age Normal valuation methodology, all else equal.

**Employees Covered by Benefit Terms**

At June 30, 2018, the following employees were covered by the benefit terms:

	June 30, 2018
Inactive employees or beneficiaries currently receiving benefit payments	8
Active employees	331
Total	339

**Effects of Alternative Rates**

The following tables illustrate the effects of alternative health care cost trend rates and discount rates as required by GASB 74 and 75.

*Sensitivity of the TOL to changes in the healthcare cost trend rates.* The following presents the TOL of the County, as well as what the County’s TOL would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower [6.5%] or 1-percentage-point higher [8.5%] than the current healthcare cost trend rates:

	Total OPEB Liability	Actuarially Determined Contribution
Health Care Cost Trend Rates Minus 1%	\$ 504,638	\$ 66,239
Health Care Cost Trend Rates	\$ 519,511	\$ 72,852
Health Care Cost Trend Rates Plus 1%	\$ 522,386	\$ 72,827

- Trend rate sensitivity applies to all projected years.
- A reduction in trend rate will result in a reduction in the TOL and ADC.

*Sensitivity of the TOL to changes in the discount rate.* The following present the TOL of the County, as well as what the County’s TOL would be if it were calculated using a discount rate that is 1-percentage point lower (2.87%) or 1-percentage-point higher (4.87%) than the current discount rate:

	Total OPEB Liability	Actuarially Determined Contribution
Discount Rate Minus 1% [2.87%]	\$ 487,935	\$ 71,593
Discount Rate [3.87%]	\$ 519,511	\$ 72,852
Discount Rate Plus 1% [4.87%]	\$ 531,702	\$ 66,745

- A reduction in discount rate will typically result in an increase in the TOL and ADC.

**Changes in the Total OPEB Liability**

	Total OPEB Liability
Balance at July 1, 2017	\$ 486,832
Changes for the year:	
Service Cost	42,501
Interest	19,655
Changes in assumptions or other inputs	18,833
Benefit payments	(48,310)
Net changes	32,679
Balance at June 30, 2018	\$ 519,511

- As of June 30, 2018, the plan was zero percent funded. The TOL was \$519,511 and the actuarial value of the fiduciary net position was zero, resulting in a net OPEB liability of \$519,511.

**Deferred Inflow of Resources**

For the year ended June 30, 2018, the County reported deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 198,657	\$ -
Changes of assumptions or other inputs	-	161,280
Total	\$ 198,657	\$ 161,280

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

Year Ended June 30:		
2019	\$	2,706
2020	\$	2,706
2021	\$	2,706
2022	\$	2,706
Thereafter	\$	34,663

**Summary of Plan Provisions**

Following is a brief summary of the essential features of the County’s OPEB benefits that is provided to current and future retirees.

**Retiree and Dependent Medical Benefit Eligibility-** A retiree is considered eligible for coverage under this plan only if the retiree was covered under this plan as a participant on his or her last day of active service for the employer prior to retirement, and subject to the terms of 2-18-704 MCA.

A retiree’s dependents and surviving dependents upon the death of the retiree is also eligible if the retiree was eligible for coverage and covered under this plan, subject to the terms of 2-18-704 MCA.

**Eligibility for Retirement**

*Normal Retirement Eligibility*

Under the Public Employees’ Retirement System:

- For members hired prior to July 1, 2011 - Age 65, or Age 60 and 5 years of service, or 30 years of service
- For members hired on or after July 1, 2011 - Age 70, or Age 65 and 5 years of service

Under the Sheriffs’ Retirement System - 20 years of service

Under the Teachers’ Retirement System - Age 60 and 5 years of service, or 25 years of service

*Early Retirement Eligibility*

Under the Public Employees’ Retirement System:

- For members hired prior to July 1, 2011- Age 50 and 5 years of service, or 25 years of service
- For members hired on or after July 1, 2011- Age 55 and 5 years of service

Under the Sheriffs’ Retirement System - Age 50 and 5 years of service

Under the Teachers’ Retirement System -Age 50 and 5 years of service

**Medicare Retiree** - For retirees who are 65 years of age or older, Medicare is primary and the Plan will be secondary for the covered retiree if he/she is an individual who is enrolled in Medicare Part A or Part B as a result of age and retired.

Medicare is primary and the Plan will be secondary for the covered retiree’s dependent spouse who is enrolled in Medicare Part A or B if both the covered retiree and his/her covered dependent spouse are enrolled in Medicare Part A or Part B as a result of age and retired.

Medicare is primary for the retiree’s dependent spouse when the retiree is not enrolled for Medicare Part A or Part B as a result of age and the retiree’s dependent spouse is enrolled in Medicare Part A or Part B as a result of age.

**Retirement Incentive Program** - In recognition of years of service to the County at the time of retirement, the following policy is adopted:

When a retiring employee meets the following criteria the County will pay the employee’s health insurance premium for the first six months following the effective date of retirement. The criteria are:

1. The retiring employee must have twenty years or more of continuous service with the County.
2. The retiring employee must qualify and retire in accordance with PERS or SRS rules.

**Health Care Premiums**

*Retiree Monthly Premium Rates*- The following premiums for health coverage are in effect as of July 1, 2017:

<u>Coverage</u>	<u>Monthly Contribution</u>
Retiree Only	\$750
Retiree & Spouse	\$1,150
Retiree & Child(ren)	\$750 + \$70 per child up to \$280
Retiree & Family	\$1,150 + \$70 per child up to \$280

**Health Care Benefits**

*Medical Plan Services Summary*

	<u>Annual Deductible</u>	<u>Co-insurance percentages</u>	<u>Annual Out of Pocket Maximums</u>
In Network	\$250/ Member \$750/ Family	40% coinsurance	\$3,500/ Member \$7,000/ Family
Out-of-Network	\$500/ Member \$1,000/ Family	50% coinsurance	\$100,000/ Member N/A/ Family

*Prescription Drugs - Deductible: \$200 per individual, \$400 per family*

Copayment

- Generic 20%
- Preferred Brand 20%
- Non-Preferred Brand 40%

*Dental Plan Services Summary- \$35 Annual Deductible per Individual with \$1,500 Annual Maximum*

- Preventive/Diagnostic Care: Covered at 100%, deductible applies.
- Basic Care: Covered at 50%, deductible applies.
- Major Restorative Care: Covered at 50%, deductible applies.
- Orthodontia: Covered at 50%, deductible applies.

*Vision Plan Services Summary- Annual exam covered in full*

Member may choose:

- \$25 hardware deductible
- Lenses once per 12 months up to \$130
- Frames once per 24 months up to \$130 or
- Contact lenses once per 12 months up to \$130

*Changes in Plan Provisions- None.*

**Deferred Compensation**

The 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, the County changed the plan provider to Great-West Retirement Services, hereafter referred to as Great-West. Great-West was purchased by 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 Empower Retirement Services, 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 participated in a state-wide public risk pool operated by the Montana Association of Counties 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.

The County has joined with other Montana employers to form a self-insurance pool offering workers' compensation coverage. This pool, named Montana State Fund, provides claim administrative services. Premiums paid to Montana State Fund amounted to \$309,790 for the fiscal year.

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 2018 amounted to \$556,824.

Audited financial statements for the fiscal year ended June 30, 2018, 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 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 2018, the State contributed \$72,125 toward the annual salary of \$122,776, plus \$540 in non-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, 2018, there were uncompleted contracts as follows:

<u>Project Title</u>	<u>Construction Committed</u>	<u>Fund Type</u>	<u>Encumbered Amount</u>
Public Works Road Maintenance	\$ 340,282	Major governmental	\$ 78,985
Public Works Road Maintenance	350,711	Non-major governmental	-
Public Works Bridges - Elk Creek	333,420	Major governmental	64,763
Public Works Snow Plows	683,452	Major governmental	143,045
Public Works Buildings	300,334	Major governmental	336,875
Public Works Dodge Ram Sign Truck	44,039	Major governmental	44,039
Public Works Weed Contract	44,000	Major governmental	-
Emergency Disaster Generator	34,832	Non-major governmental	34,832
Flood Mitigation Plan	38,580	Non-major governmental	38,580
Landfill Berm Design	32,162	Major governmental	15,000
Hooper Park Construction	154,700	Non-major governmental	154,700
Total	<u>\$ 2,356,512</u>		<u>\$ 910,819</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 \$25,000) on the County’s financial position or liquidity, except as listed below.

<u>Case</u>	<u>Damages Requested</u>	<u>Potential of Loss</u>	<u>Status</u>
CDV-08-5 81	\$ 500,000	Remote	Supreme Court remands to District Court
ADV-16-608	undetermined	Remote	In litigation
DDV-16-726	\$ 1,000,000	Remote	In litigation

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

**NOTE 18 – SUBSEQUENT EVENTS**

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

On July 24, 2018, the County entered into a contract of \$41,700 with Monture Creek Land Management for noxious weed spraying.

On July 24, 2018, the County entered into a contract of \$43,417 with Robert Peccia & Associates, Inc. for Colorado Gulch rehab engineering.

On July 31, 2018, the County entered into a contract of \$59,565 with Gruber Excavating Inc., for road maintenance work in Sunny Vista.



On August 7, 2018, the County entered into a contract of \$35,276 with CAP Paving, Inc. for spot dig outs and overlays in Ten Mile.

On August 27, 2018, the County entered into a contract of \$42,700 with Billion Auto Group for a new GMC Sierra truck for the weed program.

On August 30, 2018, the County entered into a contract of \$26,090 with the Montana Department of Transportation for MACI Equipment Purchase.

The County, along with the City of Helena, is negotiating the purchase of a building to serve as the new Law Enforcement Center. Although the County and the City committed to the purchase prior to June 30, 2018, the terms and conditions have not been agreed upon. Negotiations should be final by December, 2018.

On October 11, 2018, Resolution 2018-90 was adopted by the BOCC authorizing the voter approved issue and sale of up to \$6,500,000 principal amount in general obligation bonds for the specific purpose of design, remodeling, equipping and furnishing the County detention center facility. The bonds were offered for public sale on November 28, 2018. The total budget for the project is \$7,700,000. Hulteng CCM, Inc., Slate Architecture, and Sletten Construction Company have been chosen to complete the project.

#### NOTE 19 – RECENT ACCOUNTING PRONOUNCEMENTS

The GASB has recently issued several statements since the government's previous annual report submission.

The GASB has issued **Statement 83**, *Certain Asset Retirement Obligations*, which is effective beginning in fiscal year 2019. This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement.

The GASB has issued **Statement 84**, *Fiduciary Activities*, which is effective beginning in fiscal year 2020. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

The GASB has issued **Statement 87**, *Leases*, which is effective beginning in fiscal year 2021. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract.

The County has not assessed the impact of these statements on its financial position and results of operations, but has acknowledged the adoption of certain statements 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 received principal payments of \$50,134, along with interest of \$31,088, in the current fiscal year, therefore leaving a balance on the notes of \$1,844,191.

The County sold all assets of the nursing home, except for accounts receivable as of June 1, 2012, thus the County continues to report revenue and expenses that are associated with those receivables, when they occur. The County received no income on written off patient receivables during the fiscal year.

As of June 30, 2018, the County had a net receivable balance of \$18,628. All asset and liability balances shown in the Statement of Net Position - Proprietary Funds 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, 2018, a summary of the results of operations of the discontinued nursing home business unit follows:

Revenue	\$ 4,603
Costs and expenses	<u>(-)</u>
Gain from discontinued operations	<u>\$ 4,603</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 percent share in the net position of the Library. The most current summary financial information as of, and for, the fiscal year ended June 30 is:

	<u>2018</u>	<u>2017</u>
Cash and investments	\$ 6,622,460	\$ 5,996,575
Other assets	-	-
Total assets	<u>\$ 6,622,460</u>	<u>\$ 5,996,575</u>
Liabilities	\$ -	\$ -
Net position	<u>\$ 6,622,460</u>	<u>\$ 5,996,575</u>
Revenues	\$ 3,850,921	\$ 3,786,070
Expenses	<u>(3,225,036)</u>	<u>(2,953,701)</u>
Change in net position	625,885	832,369
Net position, July 1	5,996,575	5,164,206
Net position, June 30	<u>\$ 6,622,460</u>	<u>\$ 5,996,575</u>

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 – TAX ABATEMENTS**

The County enters into property tax abatement agreements on an individual basis with businesses and individuals under the MCA, Title 15, Taxation. Currently, the County has agreements to abate property taxes under the following sections of the code:

- 15-24-1402. New or expanding industry - Localities may grant property tax abatements to businesses with qualifying improvements or modernized processes that represent new industry or expansion of an existing industry. In the first 5 years after a construction permit is issued, a business’ property is taxed at 50 percent of taxable value with equal percentage increases taxed until the full taxable value is attained in the 10th year. In subsequent years, the property is taxed at 100 percent of its taxable value (MCA 15-10-420).
- 15-24-1502. Remodeling of Buildings or Structures - Property tax abatements may be granted for remodeling, reconstruction, or expansion of commercial property where taxable value of the structure is increased by at least 5%. A property tax exemption may be received during the construction period (not to exceed 12 months), and for up to 5 years following completion of construction. Buildings and structures may also receive a reduction for 4 years following the exemption period.
- 15-24-1603. Historic Properties - Property tax abatements may be granted to owners of historic property undergoing rehabilitation, restoration, or expansion that meets specific criteria as described in MCA 15-

24-1605 or 15-24-1606. Abatements may apply during the construction period (not to exceed 12 months), and for up to 5 years following completion of the construction.

For the fiscal year ended June 30, 2018, the County abated property taxes totaling \$41,611 for qualifying businesses and individuals.

The County has not made any commitments as part of the agreements other than to reduce taxes and is not subject to any tax abatement agreements entered into by other governmental entities. The County has chosen to disclose information about its tax abatement agreements in the aggregate.

**NOTE 23 – PRIOR PERIOD ADJUSTMENT**

For the year ended June 30, 2018, the County recorded no prior period adjustments.



**REQUIRED SUPPLEMENTARY INFORMATION**

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Public Employee's Retirement System - Defined Benefit  
For the Year Ended June 30, 2018  
Determined as of the Measurement Date

	2017	2016	2015	2014
County's proportion of the net pension liability (asset) as %	1.1171%	1.0423%	1.0274%	1.0822%
County's proportionate share of the net pension liability (asset) as amount	\$ 21,756,209	\$ 17,754,724	\$ 14,361,452	\$ 13,484,603
State's proportionate share of the net pension liability (asset) associated with the County	281,583	216,942	176,406	164,668
Total	<u>\$ 22,037,792</u>	<u>\$ 17,971,666</u>	<u>\$ 14,537,858</u>	<u>\$ 13,649,271</u>
County's covered-employee payroll	\$ 13,854,463	\$ 12,485,456	\$ 11,989,727	\$ 12,336,479
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	157.03%	142.20%	119.78%	111.22%
Plan fiduciary net position as a percentage of the total pension liability	73.75%	74.71%	78.40%	79.87%

Sheriffs' Retirement System  
For the Year Ended June 30, 2018  
Determined as of the Measurement Date

	2017	2016	2015	2014
County's proportion of the net pension liability (asset) as %	5.8793%	6.0348%	6.0839%	6.1671%
County's proportionate share of the net pension liability (asset) as amount	\$ 4,473,976	\$ 10,601,743	\$ 5,864,814	\$ 2,566,570
Total	<u>\$ 4,473,976</u>	<u>\$ 10,601,743</u>	<u>\$ 5,864,814</u>	<u>\$ 2,566,570</u>
County's covered-employee payroll	\$ 4,398,862	\$ 4,260,139	\$ 4,139,823	\$ 3,988,436
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	101.71%	248.86%	141.67%	64.35%
Plan fiduciary net position as a percentage of the total pension liability	81.30%	63.00%	75.40%	87.24%

Teachers Retirement System  
For the Year Ended June 30, 2018  
Determined as of the Measurement Date

	2018	2017	2016	2015
County's proportion of the net pension liability (asset) as %	0.0058%	0.0056%	0.0061%	0.0061%
County's proportionate share of the net pension liability (asset) as amount	\$ 97,660	\$ 102,316	\$ 100,684	\$ 94,624
State's proportionate share of the net pension liability (asset) associated with the County	62,211	70,045	74,848	67,471
Total	<u>\$ 159,871</u>	<u>\$ 172,361</u>	<u>\$ 175,532</u>	<u>\$ 162,095</u>
County's covered-employee payroll	\$ 76,403	\$ 72,705	\$ 78,213	\$ 77,543
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	127.82%	140.73%	128.73%	122.03%
Plan fiduciary net position as a percentage of the total pension liability	70.09%	66.69%	69.30%	70.36%

Schedule is intended to show this information for 10 years. Additional years will be displayed as they become available.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CONTRIBUTIONS

Public Employee's Retirement System - Defined Benefit  
 For the Year Ended June 30, 2018  
 Determined as of the Reporting Date

	2018	2017	2016	2015
Contractually required contributions	\$ 1,193,431	\$ 1,159,871	\$ 1,043,603	\$ 988,002
Plan choice rate required contributions	\$ -	\$ -	\$ 27,879	\$ 43,818
Contributions in relation to the contractually required contributions	\$ 1,193,431	\$ 1,159,871	\$ 1,071,482	\$ 1,031,820
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Employer's Covered Payroll	\$ 14,089,377	\$ 13,854,463	\$ 12,485,456	\$ 11,989,727
Contributions as a percent of covered payroll	8.47%	8.37%	8.58%	8.61%

Sherriffs' Retirement System  
 For the Year Ended June 30, 2018  
 Determined as of the Reporting Date

	2018	2017	2016	2015
Contractually required contributions	\$ 591,613	\$ 444,948	\$ 441,544	\$ 419,938
Contributions in relation to the contractually required contributions	\$ 591,613	\$ 444,948	\$ 441,544	\$ 419,938
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Employer's Covered Payroll	\$ 4,510,964	\$ 4,398,762	\$ 4,260,139	\$ 4,139,823
Contributions as a percent of covered payroll	13.12%	10.12%	10.36%	10.14%

Teachers Retirement System  
 For the Year Ended June 30, 2018  
 Determined as of the Reporting Date

	2018	2017	2016	2015
Contractually required contributions	\$ 6,768	\$ 6,700	\$ 6,303	\$ 6,703
Contributions in relation to the contractually required contributions	\$ 6,768	\$ 6,700	\$ 6,303	\$ 6,703
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Employer's Covered Payroll	\$ 76,303	\$ 76,403	\$ 72,705	\$ 78,213
Contributions as a percent of covered payroll	8.87%	8.77%	8.67%	8.57%

Schedule is intended to show this information for 10 years. Additional years will be displayed as they become available.

REQUIRED SUPPLEMENTARY INFORMATION

EMPLOYEE GROUP BENEFITS PLAN – OTHER POSTEMPLOYMENT BENEFITS (OPEB)  
CHANGES IN TOTAL OPEB LIABILITY

Fiscal Year Ending	Total OPEB Liability (TOL) (1)	Service Cost (1)	Interest on TOL (2)	Differences Between Expected and Actual Experience	Changes of Assumptions or Other Inputs (3)	Benefit Payments	Total OPEB Liability (TOL) (4,5)
June 30,2009	\$ 868,569	\$ 72,329	\$ 39,988	\$ -	\$ (1,086)	\$ (53,633)	\$ 926,167
June 30,2010	\$ 926,167	\$ 71,269	\$ 42,391	\$ (112,025)	\$ (625)	\$ (31,357)	\$ 895,820
June 30,2011	\$ 895,820	\$ 76,415	\$ 41,320	\$ -	\$ (932)	\$ (44,198)	\$ 968,425
June 30,2012	\$ 968,425	\$ 75,433	\$ 44,364	\$ (90,467)	\$ (956)	\$ (31,638)	\$ 965,161
June 30,2013	\$ 965,161	\$ 72,927	\$ 44,119	\$ -	\$ (667)	\$ (64,330)	\$ 1,017,210
June 30,2014	\$ 1,017,210	\$ 71,719	\$ 46,279	\$ (657,206)	\$ (1,300)	\$ (36,260)	\$ 440,442
June 30,2015	\$ 440,442	\$ 35,965	\$ 20,247	\$ -	\$ 42,895	\$ (39,397)	\$ 500,152
June 30,2016	\$ 500,152	\$ 34,805	\$ 22,736	\$ -	\$ 54,980	\$ (31,707)	\$ 580,966
June 30,2017	\$ 580,966	\$ 45,995	\$ 22,132	\$ (94,134)	\$ (23,074)	\$ (45,053)	\$ 486,832
June 30,2018	\$ 486,832	\$ 42,501	\$ 19,655	\$ -	\$ 18,833	\$ (48,310)	\$ 519,511

Note: Results are based on a closed membership group using pay-as-you-go funding.

This schedule is based on the actuarial values as of June 30, 2018. Information for years prior to June 30, 2009, is not available.

Primary government comprises 85.75% of totals, Discretely Presented Component Unit comprises 14.25% of totals.

- (1) Beginning of fiscal year.
- (2) Interest calculated per associated year's valuation assumptions
  - a. Fiscal Years Ending 6/30/2009 through 6/30/2016: 4.25%
  - b. Fiscal year Ending 6/30/17: 3.53%
  - c. Fiscal year Ending 6/30/18: 3.87%
- (3) 2010 changes include difference between expected and actual experience.
- (4) End of fiscal year.
- (5) End of year TOL = Beginning of Year TOL + Service Cost + Interest + Claims Experience + Changes in Assumptions - Benefit Payments.

Fiscal Year Ending	Total OPEB Liability (TOL)	Fiduciary Net Position	Net OPEB Liability (NOL)	Fiduciary Net Position as a % of TOL	Covered Employee Payroll (1)	NOL as % of Covered Payroll
June 30,2009	\$ 926,167	\$ -	\$ 926,167	0%	\$ 17,713,813	5.23%
June 30,2010	\$ 895,820	\$ -	\$ 895,820	0%	\$ 18,516,616	4.84%
June 30,2011	\$ 968,425	\$ -	\$ 968,425	0%	\$ 18,812,848	5.15%
June 30,2012	\$ 965,161	\$ -	\$ 965,161	0%	\$ 19,409,028	4.97%
June 30,2013	\$ 1,017,210	\$ -	\$ 1,017,210	0%	\$ 17,253,198	5.90%
June 30,2014	\$ 440,442	\$ -	\$ 440,442	0%	\$ 17,968,448	2.45%
June 30,2015	\$ 500,152	\$ -	\$ 500,152	0%	\$ 16,207,763	3.09%
June 30,2016	\$ 580,966	\$ -	\$ 580,966	0%	\$ 16,818,300	3.45%
June 30,2017	\$ 486,832	\$ -	\$ 486,832	0%	\$ 18,329,138	2.66%
June 30,2018	\$ 519,511	\$ -	\$ 519,511	0%	\$ 18,676,644	2.78%

This schedule is based on the actuarial values as of June 30, 2018. Information for years prior to June 30, 2009, is not available.

Primary government comprises 85.75% of totals, Discretely Presented Component Unit comprises 14.25% of totals.

- (1) Beginning in Fiscal Year 2015, the annual covered payroll will be the same as the amounts used in the Pension RSI.



REQUIRED SUPPLEMENTARY INFORMATION

EMPLOYEE GROUP BENEFITS PLAN – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Fiscal Year Ending	Actuarially Determined Contribution	Amount of Contributions in Relation to Actuarially Determined Contribution	Difference between Actuarially Determined Contribution and Amount of Contributions in Relation to the Actuarially Determined Contribution	Covered Payroll	Amount of Contributions in Relation to Actuarially Determined Contribution as a % of Covered Payroll
June 30,2009	\$ 105,585	\$ 53,633	\$ 51,952	\$ 17,713,813	0.30%
June 30,2010	\$ 106,482	\$ 31,357	\$ 75,125	\$ 18,516,616	0.17%
June 30,2011	\$ 110,794	\$ 44,198	\$ 66,596	\$ 18,812,848	0.23%
June 30,2012	\$ 112,292	\$ 31,638	\$ 80,654	\$ 19,409,028	0.16%
June 30,2013	\$ 109,533	\$ 64,330	\$ 45,203	\$ 17,253,198	0.37%
June 30,2014	\$ 110,115	\$ 36,260	\$ 73,855	\$ 17,968,448	0.20%
June 30,2015	\$ 52,799	\$ 39,397	\$ 13,402	\$ 16,207,763	0.24%
June 30,2016	\$ 53,664	\$ 31,707	\$ 21,957	\$ 16,818,300	0.19%
June 30,2017	\$ 72,819	\$ 45,053	\$ 27,766	\$ 18,329,138	0.25%
June 30,2018	\$ 72,852	\$ 48,310	\$ 24,542	\$ 18,676,644	0.26%

This schedule is based on the actuarial values as of June 30, 2018. Information for years prior to June 30, 2009, is not available.

Primary government comprises 85.75% of totals, Discretely Presented Component Unit comprises 14.25% of totals.

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION****For the Fiscal Year Ended June 30, 2018**

These Notes relate to the Required Supplementary Information for the Public Employee's Retirement System (PERS), Sheriff's Retirement System (SRS), Teacher's Retirement System (TRS) and Other Post Employment Benefit (OPEB).

**PERS****Changes of Benefit Terms**

The following changes to the plan provision were made as identified:

**2015 Legislative Changes**

General Revisions - House Bill 101, effective January 1, 2016

**Second Retirement Benefit** - for PERS

- 1) Applies to PERS members who return to active service on or after January 1, 2016. Members who retire before January 1, 2016, return to PERS-covered employment, and accumulate less than 2 years of service credit before retiring again:
  - Refund of member's contributions from second employment plus regular interest (currently 0.25%);
  - No service credit for second employment;
  - Start same benefit amount the month following termination; and
  - GABA starts again the January immediately following second retirement.
- 2) For members who retire before January 1, 2016, return to PERS-covered employment and accumulate two or more years of service credit before retiring again:
  - Member receives a recalculated retirement benefit based on laws in effect at second retirement; and
  - GABA starts the January after receiving recalculated benefit for 12 months.
- 3) For members who retire on or after January 1, 2016, return to PERS-covered employment and accumulate less than 5 years of service credit before retiring again:
  - Refund of member's contributions from second employment plus regular interest (currently 0.25%);
  - No service credit for second employment;
  - Start same benefit amount the month following termination; and
  - GABA starts again the January immediately following second retirement.
- 4) For members who retire on or after January 1, 2016, return to PERS-covered employment and accumulate five or more years of service credit before retiring again:
  - Member receives the same retirement benefit as prior to return to service;
  - Member receives second retirement benefit for second period of service based on laws in effect at second retirement; and
  - GABA starts on both benefits in January after member receives original and new benefit for 12 months.

Revise DC Funding Laws - House Bill 107, effective July 1, 2015

**Employer Contributions and the Defined Contribution Plan** - for PERS and MUS-RP

The PCR was paid off effective March 2016 and the contributions of 2.37%, .47% and the 1.00% increase previously directed to the PCR are now directed to the Defined Contribution or MUS-RP member's account.

**2017 Legislative Changes**

General Revisions- House Bill 101, effective July 1, 2017

**Working Retiree Limitations** - for PERS

If a PERS retiree returns as an independent contractor to what would otherwise be PERS-covered employment, general contractor overhead costs are excluded from PERS working retiree limitations.

**Terminating Employers - Recovery of actuary costs** - for PERS

Employers who terminate participation in PERS must pay the actuarial liability associated with that termination. Starting July 1, 2017, the terminating employer must also pay for the cost of the actuarial study used to determine that liability.

**Refunds**

- 1) Terminating members eligible to retire may, in lieu of receiving a monthly retirement benefit, refund their accumulated contributions in a lump sum.

- 2) Terminating members with accumulated contributions between \$200 and \$1,000 who wish to rollover their refund must do so within 90 days of termination of service.
- 3) Trusts, estates, and charitable organizations listed as beneficiaries are entitled to receive only a lump-sum payment.

**Family Law Orders**

If a Family Law Order (FLO) is silent regarding the apportionment of post-retirement benefit adjustments such as the Guaranteed Annual Benefit Adjustment (GABA), the FLO is presumed to require apportionment of the post-retirement benefit adjustment in the same percentage as the monthly retirement benefit is apportioned.

**Disabled PERS Defined Contribution (DC) Members**

PERS members hired after July 1, 2011 have a normal retirement age of 65. PERS DC members hired after July 1, 2011 who became disabled were previously only eligible for a disability benefit until age 65. Effective July 1, 2017, these individuals will be eligible for a disability benefit until they reach 70, thus ensuring the same 5-year time period available to PERS DC disabled members hired prior to July 1, 2011 who have a normal retirement age of 60 and are eligible for a disability benefit until age 65.

**PERS Statutory Appropriation - House Bill 648, effective July 1, 2017**

Revenue from coal severance taxes and interest income from the coal severance tax permanent fund previously statutorily-appropriated to the PERS defined benefit trust fund will be replaced with the following statutory appropriations:

- 1) FY2018 - \$31.386 million
- 2) FY2019- \$31.958 million
- 3) Beginning July 1, 2019 through at least June 30, 2025, 101% of the contribution from the previous year from the general fund to the PERS defined benefit trust fund, as follows:
  - a. FY2020 - \$32.277 million
  - b. FY2021 - \$32.6 million
  - c. FY2022 - \$32.926 million
  - d. FY2023 - \$33.255 million
  - e. FY2024 - \$33.588 million
  - f. FY2025 - \$33.924 million

**Changes in Actuarial Assumptions and Methods**

Method and assumptions used in calculations of actuarially determined contributions

The following Actuarial Assumptions were adopted from the June 30, 2017 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return*	7.65%
*Includes inflation at	2.75%
Merit salary increases	0% to 6.30%
Asset valuation method	4-year smoothed market
Actuarial cost method	Entry age Normal
Amortization method	Level percentage of payroll, open
Mortality (Healthy members)	For Males and Females: RP 2000 Combined Employee and Annuitant Mortality Table projected to 2020 using Scale BB, males set back 1 year
Mortality (Disabled members)	For Males and Females: RP 2000 Combined Mortality Table
Admin Expense as % of Payroll	0.26%

Administrative expenses are recognized by an additional amount added to the normal cost contribution rate for the System. This amount varies from year to year based on the prior year's actual administrative expenses.

## **SRS**

### **Changes of Benefit Terms**

The following changes to the plan provisions were made as identified:

#### **2015 Legislative Changes - none**

#### **2017 Legislative Changes -**

General Revisions - House Bill 101, effective July 1, 2017

#### **Second Retirement Benefit - for SRS**

- 1) Applies to retirement system members who return on or after July 1, 2017 to active service covered by the system from which they retired.
- 2) If the member works more than 480 hours in a calendar year and accumulates less than 5 years of service credit before terminating again, the member:
  - a. Is not awarded service credit for the period of reemployment;
  - b. Is refunded the accumulated contributions associated with the period of reemployment;
  - c. Starting the first month following termination of service, receives the same retirement benefit previously paid to the member; and
  - d. Does not accrue post-retirement benefit adjustments during the term of reemployment but receives a Guaranteed Annual Benefit Adjustment (GABA) in January immediately following second retirement.
- 3) If the member works more than 480 hours in a calendar year and accumulates at least 5 years of service credit before terminating again, the member:
  - a. Is awarded service credit for the period of reemployment;
  - b. Starting the first month following termination of service, receives:
    - i. The same retirement benefit previously paid to the member, and
    - ii. A second retirement benefit for the period of reemployment calculated based on the laws in effect as of the member's rehire date; and
  - c. Does not accrue post-retirement benefit adjustments during the term of reemployment but receives a GABA:
    - iii. On the initial retirement benefit in January immediately following second retirement, and
    - iv. On the second retirement benefit starting in January after receiving that benefit for at least 12 months.
- 4) A member who returns to covered service is not eligible for a disability benefit.

### **Refunds**

- 1) Terminating members eligible to retire may, in lieu of receiving a monthly retirement benefit, refund their accumulated contributions in a lump sum.
- 2) Terminating members with accumulated contributions between \$200 and \$1,000 who wish to rollover their refund must do so within 90 days of termination of service.
- 3) Trusts, estates, and charitable organizations listed as beneficiaries are entitled to receive only a lump-sum payment.

### **Family Law Orders**

If a Family Law Order (FLO) is silent regarding the apportionment of post-retirement benefit adjustments such as the Guaranteed Annual Benefit Adjustment (GABA), the FLO is presumed to require apportionment of the post-retirement benefit adjustment in the same percentage as the monthly retirement benefit is apportioned.

#### **SRS Funding-** House Bill 383, effective July 1, 2017 Increase in SRS Employee and Employer Contributions

- 1) SRS employee contributions increase 1.25% from 9.245% to 10.495%.
- 2) SRS employer additional contributions increase 3%, from 0.58% to 3.58%, for a total employer contributions rate of 13.115%.

- 3) SRS employee contributions will return to 9.245% and SRS employer contributions will return to 9.535% when reducing the employee contribution and terminating the additional employer contributions will not cause the amortization period to exceed 25 years.

**Changes in Actuarial Assumptions and Methods**

Method and assumptions used in calculations of actuarially determined contributions

The following Actuarial Assumptions were adopted from the June 30, 2017 actuarial valuation:

General Wage Growth*	3.50%
Investment Rate of Return*	7.65%
*Includes inflation at	2.75%
Merit salary increase	0% to 6.30%
Asset valuation method	Four-year smoothed market
Actuarial cost method	Entry Age Normal
Amortization method	Level percentage of pay, open
Mortality (Healthy members)	For Males and Females: RP 2000 Combined Employee & Annuitant Mortality Table projected to 2020 using Scale BB, males set back 1 year
Mortality (Disabled members)	For Males and Females: RP 2000 Combined Mortality Table
Admin Expense as % of	0.21%

Administrative expenses are recognized by an additional amount added to the normal cost contribution rate for the System. This amount varies from year to year based on the prior year's actual administrative expenses.

**TRS**

**Changes of Benefit Terms:**

The following changes to the plan provision were made as identified:

The 2013 Montana Legislature passed HB 377 which provides additional revenue and created a two tier benefit structure. A Tier One Member is a person who first became a member before July 1, 2013 and has not withdrawn their member's account balance. A Tier Two Member is a person who first becomes a member on or after July 1, 2013 or after withdrawing their member's account balance, becomes a member again on or after July 1, 2013.

The second tier benefit structure for members hired on or after July 1, 2013 is summarized below.

- 1) **Final Average Compensation:** average of earned compensation paid in five consecutive years of full-time service that yields the highest average
- 2) **Service Retirement:** Eligible to receive a service retirement benefit if the member has been credited with at least five full years of creditable service and has attained the age of 60; or has been credited with 30 or more years of full-time or part-time creditable service and has attained age 55
- 3) **Early Retirement:** Eligible to receive an early retirement allowance if a member is not eligible for service retirement but has at least five years of creditable service and attained age 55
- 4) **Professional Retirement Option:** if the member has been credited with 30 or more years of service and has attained the age of 60 they are eligible for an enhanced allowance equal to 1.85 percent of average final compensation times all service at retirement. Otherwise, the multiplier used to calculate the retirement allowance will be equal to 1.67%
- 5) **Annual Contribution:** 8.15% of member's earned compensation
- 6) **Supplemental Contribution Rate:** On or after July 1, 2023, the TRS Board may require a supplemental contribution up to 0.5% if the following three conditions are met:
  - a) The average funded ratio of the System based on the last three annual actuarial valuations is equal to or less

- than 80%; and
- b) The period necessary to amortize all liabilities of the System based on the latest annual actuarial valuation is greater than 20 years; and
- c) A State or employer contribution rate increase or a flat dollar contribution to the Retirement System Trust fund has been enacted that is equivalent to or greater than the supplemental contribution rate imposed by the TRS Board.
- 7) **Disability Retirement:** A member will not be eligible for a disability retirement if the member is or will be eligible for a service retirement on the date of termination
- 8) **Guaranteed Annual Benefit Adjustment (GABA):**
  - a) If the most recent actuarial valuation shows that Retirement System liabilities are at least 90 percent funded and the provision of the increase is not projected to cause the System’s liabilities to be less than 85% funded, the GABA may increase from the 0.5% floor up to 1.5%, as set by the Board.

HB 377 increased revenue from the members, employers and the State as follows:

- Annual State contribution equal to \$25 million paid to the System in monthly installments.
- One-time contribution payable to the System by the trustees of a school district maintaining a retirement fund. The one-time contribution to the System shall be the amount earmarked as an operating reserve in excess of 20% of the adopted retirement fund budget for the fiscal year 2013. The amount received was \$22 million in FY 2014.
- 1% supplemental employer contribution. This will increase the current employer rates:
  - School Districts contributions will increase from 7.47% to 8.47%
  - The Montana University System and State Agencies will increase from 9.85% to 10.85%.
  - The supplemental employer contribution will increase by 0.1% each fiscal year for fiscal year 2014 thru fiscal year 2024. Fiscal years beginning after June 30, 2024 the total supplemental employer contribution will be equal to 2%.
- Members hired prior to July 1, 2013 (Tier One) under HB 377 are required to contribute a supplemental contribution equal to an additional 1% of the member’s earned compensation.
- Each employer is required to contribute 9.85% of total compensation paid to all re-employed TRS retirees employed in a TRS reportable position to the System.

**Changes in actuarial assumptions and other inputs:**

The following changes to the actuarial assumptions were adopted in 2016:

- The normal cost method has been updated to align the calculation of the projected compensation and the total present value of plan benefits so that the normal cost rate reflects the most appropriate allocation of plan costs over future compensation.

The following changes to the actuarial assumptions were adopted in 2015:

- Correctly reflect the proportion of members that are assumed to take a refund of contributions upon termination and appropriately reflect the three year COLA deferral period for Tier Two Members.
- The 0.63% load applied to the projected retirement benefits of the university members “to account for larger than average annual compensation increases observed in the years immediately preceding retirement” is not applied to benefits expected to be paid to university members on account of death, disability and termination (prior to retirement eligibility).
- The actuarial valuation was updated to reflect the assumed rate of retirement for university members at age 60 is 8.50% as stated in the actuarial valuation report.
- The actuarial valuation was updated to reflect the fact that vested terminations are only covered by the \$500 death benefit for the one year following their termination and, once again when the terminated member commences their deferred retirement annuity (they are not covered during the deferral period). Additionally, only the portions of the terminated members that are assumed to “retain membership in the System” are covered by the \$500 death benefit after termination.

The following changes to the actuarial assumptions were adopted in 2014:

- 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 expenses 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.

**Method and assumptions used in calculations of ADC:**

Actuarial cost method	Entry age
Amortization method	Level percentage of pay, open
Remaining amortization period	24 years
Asset valuation method	4-year smoothed market
Inflation	3.25 percent
Salary increase	4.00 to 8.51 percent, including inflation for Non- University Members and 5.00 percent for University Members;
Investment rate of return	7.75 percent, net of pension plan investment expense, and including inflation

**OPEB****INTRODUCTION**

Actuaries Northwest prepared the information for the County to calculate the TOL under the Governmental Accounting Standards Board (GASB) accounting rules for the Lewis and Clark County Employee Group Benefits Plan as of June 30, 2018, as required by GASB 75.

**Funded Status**

As of June 30, 2018, the TOL for benefits was \$519,511, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$18,676,644, and the ratio of TOL to the covered payroll was 2.78 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.

**Actuarial Methods**

*Financial Data* - No assets of the sponsor meet the definition of plan assets under GASB 74 or 75.

*Accounting Policies* - The unfunded actuarial accrued liability is amortized over a 20-year period on an open basis beginning July 1, 2016.

*Funding Policy* - The County funds the benefits on a pay-as-you-go basis from the general assets.

*Actuarial Cost Method* - The actuarial funding method used to determine the cost of the Lewis and Clark County Employee Group Benefits Plan is the entry age normal funding method. The key definition under this method is that the accrued liability is the present value of future benefits less the present value of future normal costs, where the entry age normal cost is the amount of level contribution such that the present value of future normal costs at entry age is exactly equal to the present value of future benefits at entry age. That is, the accrued liability is defined as the present value of prior normal cost deposits. For liability that 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.

*Benefits Not Included in the Valuation* -The County does not fund any portion of retiree life insurance or long term care premiums; nor is the premium rate paid for active employees and retirees the same. Thus, there is no liability for life insurance or long term care calculated in this valuation. The dental and vision benefits are included with the medical coverage with no separate liability to calculate.

*Asset Valuation Method* - Not applicable since no assets meet the definition of plan assets under GASB 74 or 75.

*Changes Since Prior Valuation*-The amortization period and actuarial cost method have been adjusted to conform with the new GASB 75 requirements.

**Actuarial Assumptions**

*Valuation Date* - July 1, 2017

*Interest / Discount Rate* -3.87%

*Projected Payroll Increases* - 4.00%

*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	90.00%	67	50.00%	69	50.00%
66	70.00%	68	50.00%	70+	50.00%

In addition to the above lapse rates, it is assumed that there is a 90% chance of lapse when a participant retires over the age of 65.

*Marital Status – at Retirement-*

- Actual spouse information is used for current retirees
- Future retired members who elect to participate in the plan are assumed to be married at a rate of 60 percent
- Males are assumed to be 3 years older than females

*Mortality – Health-* For PERS and SRS, mortality is assumed to follow the RP 2000 Healthy Combined Mortality Table projected to 2015 using Scale AA with no collar adjustment for males and females. For TRS, mortality is assumed to follow the 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 for males, set back two years for females, with mortality improvements projected by Scale BB to 2018.

*Mortality – Disabled-* For PERS and SRS, disabled mortality is assumed to follow the RP 2000 Disabled Mortality Table with no projections and no collar adjustment for males and females. For TRS, disabled mortality is based on the RP 2000 Disabled Mortality Table, set forward one year for males and set forward five years for females, with mortality improvements projected by Scale BB to 2018.



**NONMAJOR GOVERNMENTAL FUNDS**

## 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

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.

Lake Helena WRP -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.

Upper Ten Mile Mining Area Superfund Cooperative Agreement - Used to account for the receipt of federal funding and related expenditures for the purpose of preventing or reducing the recontamination of residential yards and waterways from mining waste.

Water Quality PD Re-watering and Gage Donation Program - Used to account for the receipt of donations and related expenditures for the purpose of purchasing irrigation water and trading it to water users on Prickly Pear Creek.

Health – Nonperformance Grants - Used for the receipt of federal, state, and/or local government funding and/or donations and the related expenditures for the purpose of tracking miscellaneous non-performance based grants.

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.

Chronic Disease Prevention & Health Promotion - Used to account for the receipt of federal, state, and local funding and/or donations and the related expenditures for the purpose of prevention and early detection of cancer in the general population and to address the public health crisis related to use of commercial tobacco products.

Consented Referral System - Used to account for the receipt of state and local government funding and donations and the related expenditures for the purpose of administering and maintaining the Helena Consented Referral System.

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.

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.

### SPECIAL REVENUE FUNDS

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.

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.

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.

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 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 HIV are receiving comprehensive out-patient and support services.

Emergency Preparedness - Used to account for the receipt of federal funding and related expenditures for the purpose of planning, upgrading and enhancing local capacity to respond to events impacting public health.

Safe Care Grant - Used to account for the receipt of federal funding and related expenditures for the Safe Care Augmented model.

#### **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.

### SPECIAL REVENUE FUNDS

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.

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.

Detention Services - Used to account for the receipt of property tax revenues and related expenditures for operations associated with Detention and Diversion Services.

#### **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.

## SPECIAL REVENUE FUNDS

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

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.

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.

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 the County.

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.

### SPECIAL REVENUE FUNDS

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.

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.

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  
Brownsfield Assessment Grant

#### **Special Assessment Districts**

Lighting Districts - Used to account for the receipt of property tax assessments and related expenditures dedicated for the payment of lighting services to a respective district. The following is a list of the County's lighting districts:

Pleasant Valley Lighting  
Augusta Lighting  
Maynard Lighting

Fire Service Areas - Used to account for the receipt of property tax assessments and related expenditures for the Lewis and Clark Fire Service Area.

Flood Mitigation Districts - Used to account for the receipt of property tax assessments and related expenditures for flood mitigation maintenance in the Helena Valley.

Park Maintenance Districts - Used to account for the receipt of property tax assessments and related expenditures for the maintenance of Treasure State Park and Oro Fino Park.



**SPECIAL REVENUE FUNDS**

Road Maintenance Districts - Used to account for the receipt of property tax assessments and related expenditures dedicated for the maintenance of specific roads and for the removal of ice and snow. The following is a list of the County's road maintenance districts:

Riddock	Ranch View Estates	Grass-Land	Grand Valley
Middlemas	Ten Mile Creek Estates	Rosemary Acres	Panoramic Meadows
Eastgate	Treasure State	Bel Air Addition	North Forty Estates
La Casa Grande	Schmidtville	Broadwater Estates	American Bar
Lambkins	Gilbert	Pimley Subdivision	Lake Home Condo
North Valley Downs	Vandenbergh Village	Foothills Estate	Bridge Creek
Town View Estates	Augusta	Ryan Minor	Hill View
Pine Hill Estates	Pleasant Valley	Gruber Minor	Big Valley Cabin Road
Sunny Vista	Golden Estates II	Mud Springs	Powder River Court
Tenneson	Settlers Cove	Spruce Drive	Southridge
Lanning / Grandview	Silver Creek	Glacier Point	Emerald Ridge
Prickly Pear	Boundary Street	Fox Crossing	Canyon Ridge
Redwing / Shangri La	Mount Vista	Sky View	Fox Trot
Oro Fino	Gable Estates	Buffalo Hills	Northstar
Beartooth	Munger	Autumn Wind	South Forestvale
Harris	Fawn Meadows	Elkhorn	Stallion Ridge
Oleo Acres	North Hills	Wheat Ridge	Camelot
Colorado Gulch	Lincoln	Crestwood Green	Holmberg
Big Valley	Maynard	Lower Rosemary	Walter Drive
Eagle Ridge	Raven	Frontier Village	Valley View Farms
Green Acres	Rosendale	Timber Works	Applegate Meadows
Evergreen	York	Hayfield Estates	Buckboard
Lime Kiln / South Hills	South Boundary II	Big Sky Subdivision	
Applegate / Norris	Hoff	Fantasy	

**Other Special Revenue Funds**

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

**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.

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 RSID's with debt of the County:

Rural Special Improvement Districts

Augusta	Autumn Wind
Lambkins	Big Sky Subdivision
Lincoln	Crestwood Green
Maynard	Settlers Cove
McHugh	Lake Home Condo
Woodlawn	Bridge Creek
Bel Air Addition	Hill View
Woodlawn Water	Big Valley Cabin Road
Woodlawn Wastewater	Emerald Ridge
Skyview	Camelot

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.

## 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.

Detention Center Remodel – Used to account for the transfer of funding for the expenditures related to the Detention Center remodel 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.

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2018**

	<u>SPECIAL REVENUE</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>	<u>PERMANENT FUND FORESTVALE PERPETUAL CARE</u>	<u>TOTAL NONMAJOR GOVERNMENTAL FUNDS</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 8,573,222	\$ 353,013	\$ -	\$ -	\$ 8,926,235
Investments	1,438,078	59,215	-	-	1,497,293
Receivables:					
Taxes/assessments (net)	165,623	14,079	-	-	179,702
Accounts/contracts (net)	173,251	-	-	-	173,251
Due from other funds	-	756	-	-	756
Due from other governments	521,512	-	418,727	-	940,239
Inventories	239,568	-	-	-	239,568
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	16,583	-	-	11,733	28,316
Investments	315,161	-	-	298,039	613,200
<b>Total assets</b>	<b><u>\$ 11,442,998</u></b>	<b><u>\$ 427,063</u></b>	<b><u>\$ 418,727</u></b>	<b><u>\$ 309,772</u></b>	<b><u>\$ 12,598,560</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ 271,142	\$ -	\$ 17,836	\$ -	\$ 288,978
Due to other funds	350,160	-	417,648	-	767,808
<b>Total liabilities</b>	<b><u>621,302</u></b>	<b><u>-</u></b>	<b><u>435,484</u></b>	<b><u>-</u></b>	<b><u>1,056,786</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	61,300	6,635	-	-	67,935
<b>FUND BALANCE</b>					
Nonspendable	566,312	-	-	309,772	876,084
Restricted	4,722,079	420,428	-	-	5,142,507
Unrestricted:					
Committed	5,593,127	-	-	-	5,593,127
Assigned	23,609	-	-	-	23,609
Unassigned	(144,731)	-	(16,757)	-	(161,488)
<b>Total fund balance</b>	<b><u>10,760,396</u></b>	<b><u>420,428</u></b>	<b><u>(16,757)</u></b>	<b><u>309,772</u></b>	<b><u>11,473,839</u></b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b><u>\$ 11,442,998</u></b>	<b><u>\$ 427,063</u></b>	<b><u>\$ 418,727</u></b>	<b><u>\$ 309,772</u></b>	<b><u>\$ 12,598,560</u></b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2018  
 (Page 1 of 10)

	HEALTH RELATED GRANTS	CRAIG MOSQUITO CONTROL	MOSQUITO CONTROL	WATER QUALITY	MENTAL HEALTH
<b>ASSETS</b>					
Cash and cash equivalents	\$ 278,767	\$ 20,127	\$ 109,090	\$ 189,501	\$ -
Investments	46,760	3,376	18,299	31,787	-
Receivables:					
Taxes/assessments (net)	-	245	4,707	24,643	1,953
Accounts/contracts (net)	-	-	-	-	114,003
Due from other governments	282,219	-	-	-	22,022
Inventories	-	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 607,746</b>	<b>\$ 23,748</b>	<b>\$ 132,096</b>	<b>\$ 245,931</b>	<b>\$ 137,978</b>
<b>LIABILITIES</b>					
Accounts payable	\$ 35,673	\$ -	\$ -	\$ 5,168	\$ 37,185
Due to other funds	-	-	-	-	138,368
<b>Total liabilities</b>	<b>35,673</b>	<b>-</b>	<b>-</b>	<b>5,168</b>	<b>175,553</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	-	245	4,707	16,421	1,953
<b>FUND BALANCE</b>					
Nonspendable	-	-	-	-	-
Restricted	572,073	-	-	-	-
Unrestricted:					
Committed	-	23,503	127,389	224,342	-
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b>572,073</b>	<b>23,503</b>	<b>127,389</b>	<b>224,342</b>	<b>(39,528)</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ 607,746</b>	<b>\$ 23,748</b>	<b>\$ 132,096</b>	<b>\$ 245,931</b>	<b>\$ 137,978</b>

**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**June 30, 2018**  
**(Page 2 of 10)**

	<b>ROAD</b>	<b>PREDATORY ANIMAL CONTROL</b>	<b>CATTLE PROTECTION PROGRAM</b>	<b>DISTRICT COURT</b>	<b>SEARCH &amp; RESCUE OPERATIONS</b>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,416,877	\$ 160	\$ 3,175	\$ 685,945	\$ 38,836
Investments	237,668	27	533	115,061	6,514
Receivables:					
Taxes/assessments (net)	52,182	13	2,200	9,529	2,574
Accounts/contracts (net)	-	-	-	-	-
Due from other governments	-	-	-	6,649	-
Inventories	189,577	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 1,896,304</u></b>	<b><u>\$ 200</u></b>	<b><u>\$ 5,908</u></b>	<b><u>\$ 817,184</u></b>	<b><u>\$ 47,924</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ 25,338	\$ -	\$ -	\$ 34,424	\$ -
Due to other funds	-	-	-	-	-
<b>Total liabilities</b>	<b><u>25,338</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>34,424</u></b>	<b><u>-</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	22,548	13	2,200	(14,729)	2,574
<b>FUND BALANCE</b>					
Nonspendable	189,577	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted:					
Committed	1,658,841	187	3,708	797,489	45,350
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b><u>1,848,418</u></b>	<b><u>187</u></b>	<b><u>3,708</u></b>	<b><u>797,489</u></b>	<b><u>45,350</u></b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b><u>\$ 1,896,304</u></b>	<b><u>\$ 200</u></b>	<b><u>\$ 5,908</u></b>	<b><u>\$ 817,184</u></b>	<b><u>\$ 47,924</u></b>

**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**June 30, 2018**  
**(Page 3 of 10)**

	<u>PARKS</u>	<u>PERMISSIVE MEDICAL</u>	<u>FORESTVALE CEMETERY</u>	<u>COUNTY PLANNING</u>	<u>EMERGENCY DISASTER</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 28,027	\$ 129,894	\$ 185,485	\$ 602,986	\$ -
Investments	4,701	21,789	31,113	101,145	-
Receivables:					
Taxes/assessments (net)	266	28,937	5,698	4,671	2
Accounts/contracts (net)	-	-	-	-	-
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 32,994</u></b>	<b><u>\$ 180,620</u></b>	<b><u>\$ 222,296</u></b>	<b><u>\$ 708,802</u></b>	<b><u>\$ 2</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ 18,273	\$ 6,113
Due to other funds	-	-	-	-	53,066
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>18,273</u></b>	<b><u>59,179</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	266	12,584	5,698	(9,146)	2
<b>FUND BALANCE</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted:					
Committed	32,728	168,036	216,598	699,675	-
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b><u>32,728</u></b>	<b><u>168,036</u></b>	<b><u>216,598</u></b>	<b><u>699,675</u></b>	<b><u>(59,179)</u></b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b><u>\$ 32,994</u></b>	<b><u>\$ 180,620</u></b>	<b><u>\$ 222,296</u></b>	<b><u>\$ 708,802</u></b>	<b><u>\$ 2</u></b>

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
June 30, 2018  
(Page 4 of 10)

	COUNTY HEALTH	SENIOR CITIZENS	COUNTY EXTENSION	PUBLIC SAFETY RADIO PROJECT	INMATE PROGRAMS
<b>ASSETS</b>					
Cash and cash equivalents	\$ 675,730	\$ 34,645	\$ 79,967	\$ -	\$ -
Investments	113,347	5,811	13,414	-	-
Receivables:					
Taxes/assessments (net)	21,281	2,998	3,724	-	-
Accounts/contracts (net)	-	-	-	-	-
Due from other governments	6,838	-	-	32,849	-
Inventories	49,991	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	5,000
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 867,187</b>	<b>\$ 43,454</b>	<b>\$ 97,105</b>	<b>\$ 32,849</b>	<b>\$ 5,000</b>
<b>LIABILITIES</b>					
Accounts payable	\$ 18,758	\$ -	\$ -	\$ 4,999	\$ 19,790
Due to other funds	-	-	-	11,708	11,852
<b>Total liabilities</b>	<b>18,758</b>	<b>-</b>	<b>-</b>	<b>16,707</b>	<b>31,642</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	9,242	2,998	3,724	-	-
<b>FUND BALANCE</b>					
Nonspendable	49,991	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted:					
Committed	789,196	40,456	93,381	-	-
Assigned	-	-	-	16,142	-
<b>Total fund balance</b>	<b>839,187</b>	<b>40,456</b>	<b>93,381</b>	<b>16,142</b>	<b>(26,642)</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ 867,187</b>	<b>\$ 43,454</b>	<b>\$ 97,105</b>	<b>\$ 32,849</b>	<b>\$ 5,000</b>



**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**June 30, 2018**  
**(Page 5 of 10)**

	<b>RECORDS PRESERVATION</b>	<b>DETENTION &amp; DIVERSION SERVICES</b>	<b>PARKS DEVELOPMENT</b>	<b>LINCOLN PARKS</b>	<b>DUI PROGRAMS</b>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 95,306	\$ -	\$ 128,740	\$ 6,394	\$ 36,600
Investments	15,987	-	21,595	1,073	6,139
Receivables:					
Taxes/assessments (net)	-	-	-	-	-
Accounts/contracts (net)	-	-	-	-	-
Due from other governments	-	-	-	-	7,600
Inventories	-	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 111,293</b>	<b>\$ -</b>	<b>\$ 150,335</b>	<b>\$ 7,467</b>	<b>\$ 50,339</b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ 5,451	\$ -	\$ -	\$ -
Due to other funds	-	13,931	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>19,382</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	-	-	-	-	-
<b>FUND BALANCE</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	50,339
Unrestricted:					
Committed	111,293	-	150,335	-	-
Assigned	-	-	-	7,467	-
<b>Total fund balance</b>	<b>111,293</b>	<b>(19,382)</b>	<b>150,335</b>	<b>7,467</b>	<b>50,339</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ 111,293</b>	<b>\$ -</b>	<b>\$ 150,335</b>	<b>\$ 7,467</b>	<b>\$ 50,339</b>

**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**June 30, 2018**  
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	<b>CITY/COUNTY DRUG</b>	<b>MISSOURI RIVER DRUG TASK FORCE</b>	<b>MRDTF FEDERAL SHARING</b>	<b>HARD ROCK MINE RESERVE</b>	<b>METAL MINES TAX RESERVE</b>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 31,680	\$ 361,224	\$ 19,284	\$ 95,686	\$ 49,478
Investments	5,314	60,592	3,235	16,050	8,300
Receivables:					
Taxes/assessments (net)	-	-	-	-	-
Accounts/contracts (net)	-	-	-	-	-
Due from other governments	-	-	40,131	-	-
Inventories	-	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 36,994</u></b>	<b><u>\$ 421,816</u></b>	<b><u>\$ 62,650</u></b>	<b><u>\$ 111,736</u></b>	<b><u>\$ 57,778</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	-	-	-	-	-
<b>FUND BALANCE</b>					
Nonspendable	-	-	-	-	-
Restricted	-	421,816	62,650	111,736	57,778
Unrestricted:					
Committed	36,994	-	-	-	-
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b><u>36,994</u></b>	<b><u>421,816</u></b>	<b><u>62,650</u></b>	<b><u>111,736</u></b>	<b><u>57,778</u></b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b><u>\$ 36,994</u></b>	<b><u>\$ 421,816</u></b>	<b><u>\$ 62,650</u></b>	<b><u>\$ 111,736</u></b>	<b><u>\$ 57,778</u></b>

**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**June 30, 2018**  
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	<u>WOLF CREEK WASTEWATER FAC MAINT</u>	<u>CRAIG WASTEWATER FAC MAINT</u>	<u>CRAIG TRAINING CNTR MAINT</u>	<u>SEPTIC MAINTENANCE REVOLVING LN</u>	<u>SEPTIC MAINTENANCE PROGRAM</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 4,903	\$ 144,517	\$ 49,733	\$ 92,312	\$ 10,966
Investments	823	24,241	8,342	15,485	1,839
Receivables:					
Taxes/assessments (net)	-	-	-	-	-
Accounts/contracts (net)	7,498	13,087	-	-	-
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 13,224</u></b>	<b><u>\$ 181,845</u></b>	<b><u>\$ 58,075</u></b>	<b><u>\$ 107,797</u></b>	<b><u>\$ 12,805</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 120
Due to other funds	-	-	-	-	-
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>120</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	-	-	-	-	-
<b>FUND BALANCE</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted:					
Committed	13,224	181,845	58,075	107,797	12,685
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b><u>13,224</u></b>	<b><u>181,845</u></b>	<b><u>58,075</u></b>	<b><u>107,797</u></b>	<b><u>12,685</u></b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b><u>\$ 13,224</u></b>	<b><u>\$ 181,845</u></b>	<b><u>\$ 58,075</u></b>	<b><u>\$ 107,797</u></b>	<b><u>\$ 12,805</u></b>

**COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
June 30, 2018  
(Page 8 of 10)**

	<b>OPEN SPACE</b>	<b>ROAD IMPROVEMENT - SUBDIVISION</b>	<b>ALCOHOLISM</b>	<b>GAS TAX</b>	<b>HIDTA</b>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 2,650,556	\$ 260,537	\$ -	\$ 43,741	\$ 5,826
Investments	444,606	43,703	-	7,337	977
Receivables:					
Taxes/assessments (net)	-	-	-	-	-
Accounts/contracts (net)	-	-	-	-	-
Due from other governments	-	-	29,015	-	52,300
Inventories	-	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 3,095,162</u></b>	<b><u>\$ 304,240</u></b>	<b><u>\$ 29,015</u></b>	<b><u>\$ 51,078</u></b>	<b><u>\$ 59,103</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ 29,015	\$ 12,415	\$ 5,400
Due to other funds	-	-	-	-	53,703
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>29,015</u></b>	<b><u>12,415</u></b>	<b><u>59,103</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	-	-	-	-	-
<b>FUND BALANCE</b>					
Nonspendable	-	-	-	-	-
Restricted	3,095,162	304,240	-	38,663	-
Unrestricted:					
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b><u>3,095,162</u></b>	<b><u>304,240</u></b>	<b><u>-</u></b>	<b><u>38,663</u></b>	<b><u>-</u></b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b><u>\$ 3,095,162</u></b>	<b><u>\$ 304,240</u></b>	<b><u>\$ 29,015</u></b>	<b><u>\$ 51,078</u></b>	<b><u>\$ 59,103</u></b>

**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**June 30, 2018**  
**(Page 9 of 10)**

	<u>JUSTICE ASSISTANCE GRANT</u>	<u>NATIONAL FIRE PLAN</u>	<u>NOXIOUS WEED GRANT</u>	<u>HOMELAND SECURITY GRANT</u>	<u>OTHER GRANTS</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ -	\$ 6,527	\$ -	\$ -
Investments	-	-	1,095	-	-
Receivables:					
Taxes/assessments (net)	-	-	-	-	-
Accounts/contracts (net)	-	38,663	-	-	-
Due from other governments	14,287	-	-	5,850	21,752
Inventories	-	-	-	-	-
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total assets</b>	<b><u>\$ 14,287</u></b>	<b><u>\$ 38,663</u></b>	<b><u>\$ 7,622</u></b>	<b><u>\$ 5,850</u></b>	<b><u>\$ 21,752</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ 13,020	\$ -	\$ -	\$ -
Due to other funds	14,287	25,643	-	5,850	21,752
	<u>14,287</u>	<u>38,663</u>	<u>-</u>	<u>5,850</u>	<u>21,752</u>
<b>Total liabilities</b>	<b><u>14,287</u></b>	<b><u>38,663</u></b>	<b><u>-</u></b>	<b><u>5,850</u></b>	<b><u>21,752</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows of tax revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	7,622	-	-
Unrestricted:					
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total fund balance</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>7,622</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b><u>\$ 14,287</u></b>	<b><u>\$ 38,663</u></b>	<b><u>\$ 7,622</u></b>	<b><u>\$ 5,850</u></b>	<b><u>\$ 21,752</u></b>

**COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
June 30, 2018  
(Page 10 of 10)**

	<u>FORESTVALE ENDOWMENT FUND</u>	<u>TOTAL SPECIAL REVENUE</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ -	\$ 8,573,222
Investments	-	1,438,078
Receivables:		
Taxes/assessments (net)	-	165,623
Accounts/contracts (net)	-	173,251
Due from other governments	-	521,512
Inventories	-	239,568
Noncurrent assets:		
Restricted assets:		
Cash and cash equivalents	11,583	16,583
Investments	315,161	315,161
	<u>326,744</u>	<u>11,442,998</u>
<b>Total assets</b>	<b>\$ 326,744</b>	<b>\$ 11,442,998</b>
<b>LIABILITIES</b>		
Accounts payable	\$ -	\$ 271,142
Due to other funds	-	350,160
	<u>-</u>	<u>621,302</u>
<b>Total liabilities</b>	<b>-</b>	<b>621,302</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows of tax revenues	-	61,300
	<u>-</u>	<u>61,300</u>
<b>FUND BALANCE</b>		
Nonspendable	326,744	566,312
Restricted	-	4,722,079
Unrestricted:		
Committed	-	5,593,127
Assigned	-	23,609
	<u>326,744</u>	<u>10,760,396</u>
<b>Total fund balance</b>	<b>326,744</b>	<b>10,760,396</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ 326,744</b>	<b>\$ 11,442,998</b>

**COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
June 30, 2018**

	<u>CITY/COUNTY BUILDING DEBT</u>	<u>OPEN SPACE DEBT</u>	<u>HEALTH FACILITIES DEBT</u>	<u>RSID REVOLVING DEBT</u>	<u>SEARCH &amp; RESCUE BLDG DEBT</u>	<u>TOTAL DEBT SERVICE</u>
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ 16,606	\$ -	\$ 289,622	\$ 46,785	\$ 353,013
Investments	-	2,786	-	48,581	7,848	59,215
Receivables:						
Taxes/assessments (net)	-	12,154	-	-	1,925	14,079
Due from other funds	-	-	-	756	-	756
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 31,546</b>	<b>\$ -</b>	<b>\$ 338,959</b>	<b>\$ 56,558</b>	<b>\$ 427,063</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred inflows of tax revenues	\$ -	\$ 4,710	\$ -	\$ -	\$ 1,925	\$ 6,635
<b>FUND BALANCE</b>						
Restricted	-	26,836	-	338,959	54,633	420,428
<b>Total fund balance</b>	<b>-</b>	<b>26,836</b>	<b>-</b>	<b>338,959</b>	<b>54,633</b>	<b>420,428</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ -</b>	<b>\$ 31,546</b>	<b>\$ -</b>	<b>\$ 338,959</b>	<b>\$ 56,558</b>	<b>\$ 427,063</b>

**COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECT FUNDS  
June 30, 2018**

	<b>CTEP PROJECTS</b>	<b>RID PROJECTS</b>	<b>FEDERAL GRANT PROJECTS</b>	<b>DETENTION CENTER REMODEL</b>	<b>TOTAL CAPITAL PROJECTS</b>
<b>ASSETS</b>					
Due from other governments	\$ -	\$ -	\$ 418,727	\$ -	\$ 418,727
<b>Total assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 418,727</b>	<b>\$ -</b>	<b>\$ 418,727</b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ 11,315	\$ 6,521	\$ 17,836
Due to other funds	\$ -	\$ -	\$ 407,412	\$ 10,236	\$ 417,648
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>418,727</b>	<b>16,757</b>	<b>435,484</b>
<b>FUND BALANCE</b>					
Restricted	-	-	-	-	-
<b>Total fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(16,757)</b>	<b>(16,757)</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 418,727</b>	<b>\$ -</b>	<b>\$ 418,727</b>



**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NONMAJOR GOVERNMENTAL FUNDS  
For the Fiscal Year Ended June 30, 2018**

	<b>SPECIAL REVENUE</b>	<b>DEBT SERVICE</b>	<b>CAPITAL PROJECTS</b>	<b>PERMANENT FUND FORESTVALE PERPETUAL CARE</b>	<b>TOTAL NONMAJOR GOVERNMENTAL FUNDS</b>
<b>REVENUES</b>					
Taxes/assessments	\$ 9,404,136	\$ 778,548	\$ -	\$ -	\$ 10,182,684
Licenses and permits	3,785	-	-	-	3,785
Intergovernmental	3,680,672	-	486,464	-	4,167,136
Charges for services	2,068,976	-	-	1,520	2,070,496
Fines and forfeitures	116,115	-	-	-	116,115
Miscellaneous	500,480	179,474	-	-	679,954
Interest earnings	123,932	8,091	-	23,056	155,079
<b>Total revenues</b>	<b>15,898,096</b>	<b>966,113</b>	<b>486,464</b>	<b>24,576</b>	<b>17,375,249</b>
<b>EXPENDITURES</b>					
Current:					
General government	2,815,820	-	96,200	-	2,912,020
Public safety	2,231,850	-	23	-	2,231,873
Public works	2,942,157	-	-	-	2,942,157
Public health	4,920,225	-	-	8,125	4,928,350
Social and economic	414,044	-	-	-	414,044
Culture and recreation	115,050	-	-	-	115,050
Debt service	-	952,464	-	-	952,464
Capital outlay	24,050	-	636,877	-	660,927
<b>Total expenditures</b>	<b>13,463,196</b>	<b>952,464</b>	<b>733,100</b>	<b>8,125</b>	<b>15,156,885</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>2,434,900</b>	<b>13,649</b>	<b>(246,636)</b>	<b>16,451</b>	<b>2,218,364</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	1,676,740	-	229,879	-	1,906,619
Transfers out	(3,223,973)	(1,178)	-	-	(3,225,151)
<b>Total other financing sources and uses</b>	<b>(1,547,233)</b>	<b>(1,178)</b>	<b>229,879</b>	<b>-</b>	<b>(1,318,532)</b>
<b>Net change in fund balances</b>	<b>887,667</b>	<b>12,471</b>	<b>(16,757)</b>	<b>16,451</b>	<b>899,832</b>
Fund balance, July 1	9,872,729	407,957	-	293,321	10,574,007
Fund balance, June 30	<b>\$ 10,760,396</b>	<b>\$ 420,428</b>	<b>\$ (16,757)</b>	<b>\$ 309,772</b>	<b>\$ 11,473,839</b>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**For the Fiscal Year Ended June 30, 2018**  
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	<b>HEALTH RELATED GRANTS</b>	<b>CRAIG MOSQUITO CONTROL</b>	<b>MOSQUITO CONTROL</b>	<b>WATER QUALITY</b>	<b>MENTAL HEALTH</b>
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ 18,244	\$ 232,987	\$ 358,487	\$ 106,841
Licenses and permits	3,785	-	-	-	-
Intergovernmental	1,368,363	288	6,014	-	64,662
Charges for services	751,424	-	-	3,299	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	24,742	-	-	113	114,786
Interest earnings	-	-	-	-	-
<b>Total revenues</b>	<b>2,148,314</b>	<b>18,532</b>	<b>239,001</b>	<b>361,899</b>	<b>286,289</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	466,059
Public works	-	-	-	-	-
Public health	2,380,069	10,417	199,153	341,208	-
Social and economic	28,485	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>2,408,554</b>	<b>10,417</b>	<b>199,153</b>	<b>341,208</b>	<b>466,059</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(260,240)</b>	<b>8,115</b>	<b>39,848</b>	<b>20,691</b>	<b>(179,770)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	410,899	-	-	18,610	-
Transfers out	(126,478)	-	-	(7,300)	-
<b>Total other financing sources and uses</b>	<b>284,421</b>	<b>-</b>	<b>-</b>	<b>11,310</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>24,181</b>	<b>8,115</b>	<b>39,848</b>	<b>32,001</b>	<b>(179,770)</b>
Fund balance, July 1	547,892	15,388	87,541	192,341	140,242
Fund balance, June 30	<b>\$ 572,073</b>	<b>\$ 23,503</b>	<b>\$ 127,389</b>	<b>\$ 224,342</b>	<b>\$ (39,528)</b>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**For the Fiscal Year Ended June 30, 2018**  
 (Page 2 of 10)

	<b>ROAD</b>	<b>PREDATORY ANIMAL CONTROL</b>	<b>CATTLE PROTECTION PROGRAM</b>	<b>DISTRICT COURT</b>	<b>SEARCH &amp; RESCUE OPERATIONS</b>
<b>REVENUES</b>					
Taxes/assessments	\$ 2,879,092	\$ 2,735	\$ 24,316	\$ 1,433,174	\$ 136,984
Licenses and permits	-	-	-	-	-
Intergovernmental	969,937	-	-	69,156	2,813
Charges for services	70,073	-	-	72,538	-
Fines and forfeitures	-	-	-	25,087	-
Miscellaneous	14,747	-	-	7,022	1,028
Interest earnings	13,849	-	-	-	-
<b>Total revenues</b>	<b>3,947,698</b>	<b>2,735</b>	<b>24,316</b>	<b>1,606,977</b>	<b>140,825</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	1,222,422	-
Public safety	-	-	-	385,843	112,790
Public works	2,281,434	-	-	-	-
Public health	-	2,715	29,613	-	-
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>2,281,434</b>	<b>2,715</b>	<b>29,613</b>	<b>1,608,265</b>	<b>112,790</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>1,666,264</b>	<b>20</b>	<b>(5,297)</b>	<b>(1,288)</b>	<b>28,035</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	237,320	-	-	76,721	-
Transfers out	(1,175,426)	-	-	(35,000)	(60,000)
<b>Total other financing sources and uses</b>	<b>(938,106)</b>	<b>-</b>	<b>-</b>	<b>41,721</b>	<b>(60,000)</b>
<b>Net change in fund balances</b>	<b>728,158</b>	<b>20</b>	<b>(5,297)</b>	<b>40,433</b>	<b>(31,965)</b>
Fund balance, July 1	1,120,260	167	9,005	757,056	77,315
Fund balance, June 30	<b>\$ 1,848,418</b>	<b>\$ 187</b>	<b>\$ 3,708</b>	<b>\$ 797,489</b>	<b>\$ 45,350</b>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**For the Fiscal Year Ended June 30, 2018**  
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	<u>PARKS</u>	<u>PERMISSIVE MEDICAL</u>	<u>FORESTVALE CEMETERY</u>	<u>COUNTY PLANNING</u>	<u>EMERGENCY DISASTER</u>
<b>REVENUES</b>					
Taxes/assessments	\$ 14,602	\$ 1,434,668	\$ 331,254	\$ 926,196	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	939	-	22,819	68,953	-
Charges for services	-	-	37,195	15,903	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	3,116	-	25,000	11,869	-
Interest earnings	-	-	15,494	-	-
<b>Total revenues</b>	<b>18,657</b>	<b>1,434,668</b>	<b>431,762</b>	<b>1,022,921</b>	<b>-</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	253,792	-	818,065	-
Public safety	-	-	-	-	94,378
Public works	-	-	298,947	-	-
Public health	-	-	-	-	-
Social and economic	-	-	-	-	-
Culture and recreation	60,186	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>60,186</b>	<b>253,792</b>	<b>298,947</b>	<b>818,065</b>	<b>94,378</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(41,529)</b>	<b>1,180,876</b>	<b>132,815</b>	<b>204,856</b>	<b>(94,378)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	40,000	-	10,080	30,422	35,099
Transfers out	(3,000)	(1,166,794)	(100,000)	(20,954)	-
<b>Total other financing sources and uses</b>	<b>37,000</b>	<b>(1,166,794)</b>	<b>(89,920)</b>	<b>9,468</b>	<b>35,099</b>
<b>Net change in fund balances</b>	<b>(4,529)</b>	<b>14,082</b>	<b>42,895</b>	<b>214,324</b>	<b>(59,279)</b>
Fund balance, July 1	37,257	153,954	173,703	485,351	100
Fund balance, June 30	<b>\$ 32,728</b>	<b>\$ 168,036</b>	<b>\$ 216,598</b>	<b>\$ 699,675</b>	<b>\$ (59,179)</b>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
 For the Fiscal Year Ended June 30, 2018  
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	<b>COUNTY HEALTH</b>	<b>SENIOR CITIZENS</b>	<b>COUNTY EXTENSION</b>	<b>PUBLIC SAFETY RADIO PROJECT</b>	<b>INMATE PROGRAMS</b>
<b>REVENUES</b>					
Taxes/assessments	\$ 1,142,535	\$ 164,133	\$ 197,888	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	154,799	10,678	13,382	157,147	-
Charges for services	607,730	-	2,149	500	145,499
Fines and forfeitures	6,346	-	-	-	1,591
Miscellaneous	28,586	-	6,093	-	69,936
Interest earnings	-	-	-	-	-
<b>Total revenues</b>	<b>1,939,996</b>	<b>174,811</b>	<b>219,512</b>	<b>157,647</b>	<b>217,026</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	355,949	562,907
Public works	-	-	-	-	-
Public health	1,739,644	-	-	-	-
Social and economic	-	162,297	208,262	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>1,739,644</b>	<b>162,297</b>	<b>208,262</b>	<b>355,949</b>	<b>562,907</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>200,352</b>	<b>12,514</b>	<b>11,250</b>	<b>(198,302)</b>	<b>(345,881)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	177,833	-	5,250	187,080	350,000
Transfers out	(395,597)	(3,000)	(11,927)	-	-
<b>Total other financing sources and uses</b>	<b>(217,764)</b>	<b>(3,000)</b>	<b>(6,677)</b>	<b>187,080</b>	<b>350,000</b>
<b>Net change in fund balances</b>	<b>(17,412)</b>	<b>9,514</b>	<b>4,573</b>	<b>(11,222)</b>	<b>4,119</b>
Fund balance, July 1	856,599	30,942	88,808	27,364	(30,761)
Fund balance, June 30	<b>\$ 839,187</b>	<b>\$ 40,456</b>	<b>\$ 93,381</b>	<b>\$ 16,142</b>	<b>\$ (26,642)</b>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2018  
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	RECORDS PRESERVATION	DETENTION & DIVERSION SERVICES	PARKS DEVELOPMENT	LINCOLN PARKS	DUI PROGRAMS
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	28,801
Charges for services	105,336	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	48,674	-	7,293	34,815
Interest earnings	-	-	-	-	-
<b>Total revenues</b>	<b>105,336</b>	<b>48,674</b>	<b>-</b>	<b>7,293</b>	<b>63,616</b>
<b>EXPENDITURES</b>					
Current:					
General government	86,570	-	-	-	9,107
Public safety	-	106,775	-	-	-
Public works	-	-	-	-	-
Public health	-	-	-	-	54,244
Social and economic	-	-	-	-	-
Culture and recreation	-	-	35,000	19,864	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>86,570</b>	<b>106,775</b>	<b>35,000</b>	<b>19,864</b>	<b>63,351</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>18,766</b>	<b>(58,101)</b>	<b>(35,000)</b>	<b>(12,571)</b>	<b>265</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	5,040	38,719	-	-	6,000
Transfers out	(23,474)	-	-	-	(10,931)
<b>Total other financing sources and uses</b>	<b>(18,434)</b>	<b>38,719</b>	<b>-</b>	<b>-</b>	<b>(4,931)</b>
<b>Net change in fund balances</b>	<b>332</b>	<b>(19,382)</b>	<b>(35,000)</b>	<b>(12,571)</b>	<b>(4,666)</b>
Fund balance, July 1	110,961	-	185,335	20,038	55,005
Fund balance, June 30	<b>\$ 111,293</b>	<b>\$ (19,382)</b>	<b>\$ 150,335</b>	<b>\$ 7,467</b>	<b>\$ 50,339</b>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
For the Fiscal Year Ended June 30, 2018  
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	CITY/COUNTY DRUG	MISSOURI RIVER DRUG TASK FORCE	MRDTF FEDERAL SHARING	HARD ROCK MINE RESERVE	METAL MINES TAX RESERVE
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	62,600	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	101	82,990	-	-	-
Miscellaneous	-	-	-	-	-
Interest earnings	-	-	67	1,566	782
<b>Total revenues</b>	<b>101</b>	<b>82,990</b>	<b>62,667</b>	<b>1,566</b>	<b>782</b>
<b>EXPENDITURES</b>					
Current:					
General government	8,894	190,871	14,500	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Public health	-	-	-	-	-
Social and economic	-	-	-	15,000	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>8,894</b>	<b>190,871</b>	<b>14,500</b>	<b>15,000</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(8,793)</b>	<b>(107,881)</b>	<b>48,167</b>	<b>(13,434)</b>	<b>782</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	2,004	-	-	-
Transfers out	-	(6,001)	-	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>(3,997)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(8,793)</b>	<b>(111,878)</b>	<b>48,167</b>	<b>(13,434)</b>	<b>782</b>
Fund balance, July 1	45,787	533,694	14,483	125,170	56,996
Fund balance, June 30	<b>\$ 36,994</b>	<b>\$ 421,816</b>	<b>\$ 62,650</b>	<b>\$ 111,736</b>	<b>\$ 57,778</b>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
 For the Fiscal Year Ended June 30, 2018  
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	<b>WOLF CREEK WASTEWATER FAC MAINT</b>	<b>CRAIG WASTEWATER FAC MAINT</b>	<b>CRAIG TRAINING CNTR MAINT</b>	<b>SEPTIC MAINTENANCE REVOLVING LN</b>	<b>SEPTIC MAINTENANCE PROGRAM</b>
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	29,977	85,349	11,966	-	20,593
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest earnings	99	2,620	738	18,625	-
<b>Total revenues</b>	<b>30,076</b>	<b>87,969</b>	<b>12,704</b>	<b>18,625</b>	<b>20,593</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	20,776	85,480	-	-	-
Public health	-	-	-	-	34,709
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>20,776</b>	<b>85,480</b>	<b>-</b>	<b>-</b>	<b>34,709</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>9,300</b>	<b>2,489</b>	<b>12,704</b>	<b>18,625</b>	<b>(14,116)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	26,329
Transfers out	-	-	-	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,329</b>
<b>Net change in fund balances</b>	<b>9,300</b>	<b>2,489</b>	<b>12,704</b>	<b>18,625</b>	<b>12,213</b>
Fund balance, July 1	3,924	179,356	45,371	89,172	472
Fund balance, June 30	<b>\$ 13,224</b>	<b>\$ 181,845</b>	<b>\$ 58,075</b>	<b>\$ 107,797</b>	<b>\$ 12,685</b>



COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2018  
 (Page 8 of 10)

	OPEN SPACE	ROAD IMPROVEMENT - SUBDIVISION	ALCOHOLISM	GAS TAX	HIDTA
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	119,706	268,746	203,156
Charges for services	-	-	-	3,500	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	82,739	-	-	-
Interest earnings	41,894	3,602	-	-	-
<b>Total revenues</b>	<b>41,894</b>	<b>86,341</b>	<b>119,706</b>	<b>272,246</b>	<b>203,156</b>
<b>EXPENDITURES</b>					
Current:					
General government	66	-	-	-	183,083
Public safety	-	-	-	-	-
Public works	-	-	-	236,665	-
Public health	-	-	113,903	-	-
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	18,200
<b>Total expenditures</b>	<b>66</b>	<b>-</b>	<b>113,903</b>	<b>236,665</b>	<b>201,283</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>41,828</b>	<b>86,341</b>	<b>5,803</b>	<b>35,581</b>	<b>1,873</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	(56,918)	(2,062)
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(56,918)</b>	<b>(2,062)</b>
<b>Net change in fund balances</b>	<b>41,828</b>	<b>86,341</b>	<b>5,803</b>	<b>(21,337)</b>	<b>(189)</b>
Fund balance, July 1	3,053,334	217,899	(5,803)	60,000	189
Fund balance, June 30	<b>\$ 3,095,162</b>	<b>\$ 304,240</b>	<b>\$ -</b>	<b>\$ 38,663</b>	<b>\$ -</b>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2018  
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	JUSTICE ASSISTANCE GRANT	NATIONAL FIRE PLAN	NOXIOUS WEED GRANT	HOMELAND SECURITY GRANT	OTHER GRANTS
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	14,287	-	22,084	5,850	45,492
Charges for services	-	101,814	4,131	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	19,921
Interest earnings	-	-	-	-	-
<b>Total revenues</b>	<b>14,287</b>	<b>101,814</b>	<b>26,215</b>	<b>5,850</b>	<b>65,413</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	-	28,450
Public safety	14,287	101,814	-	-	31,048
Public works	-	-	18,855	-	-
Public health	-	-	-	-	5,876
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	5,850	-
<b>Total expenditures</b>	<b>14,287</b>	<b>101,814</b>	<b>18,855</b>	<b>5,850</b>	<b>65,374</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>-</b>	<b>7,360</b>	<b>-</b>	<b>39</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	19,334	-	-
Transfers out	-	-	(19,072)	-	(39)
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>262</b>	<b>-</b>	<b>(39)</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>-</b>	<b>7,622</b>	<b>-</b>	<b>-</b>
Fund balance, July 1	-	-	-	-	-
Fund balance, June 30	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,622</b>	<b>\$ -</b>	<b>\$ -</b>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**For the Fiscal Year Ended June 30, 2018**  
**(Page 10 of 10)**

	<u>FORESTVALE ENDOWMENT</u>	<u>TOTAL SPECIAL REVENUE</u>
<b>REVENUES</b>		
Taxes/assessments	\$ -	\$ 9,404,136
Licenses and permits	-	3,785
Intergovernmental	-	3,680,672
Charges for services	-	2,068,976
Fines and forfeitures	-	116,115
Miscellaneous	-	500,480
Interest earnings	24,596	123,932
	<u>24,596</u>	<u>15,898,096</u>
<b>Total revenues</b>	<b>24,596</b>	<b>15,898,096</b>
<b>EXPENDITURES</b>		
Current:		
General government	-	2,815,820
Public safety	-	2,231,850
Public works	-	2,942,157
Public health	8,674	4,920,225
Social and economic	-	414,044
Culture and recreation	-	115,050
Capital outlay	-	24,050
	<u>8,674</u>	<u>13,463,196</u>
<b>Total expenditures</b>	<b>8,674</b>	<b>13,463,196</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>15,922</b>	<b>2,434,900</b>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	-	1,676,740
Transfers out	-	(3,223,973)
	<u>-</u>	<u>(1,547,233)</u>
<b>Total other financing sources and uses</b>	<b>-</b>	<b>(1,547,233)</b>
 <b>Net change in fund balances</b>	 <b>15,922</b>	 <b>887,667</b>
Fund balance, July 1	<u>310,822</u>	<u>9,872,729</u>
Fund balance, June 30	<u>\$ 326,744</u>	<u>\$ 10,760,396</u>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
For the Fiscal Year Ended June 30, 2018

	CITY/COUNTY BUILDING DEBT	OPEN SPACE DEBT	HEALTH FACILITIES DEBT	RSID REVOLVING DEBT	SEARCH & RESCUE BLDG DEBT	TOTAL DEBT SERVICE
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ 675,511	\$ 1,178	\$ -	\$ 101,859	\$ 778,548
Miscellaneous	179,474	-	-	-	-	179,474
Interest earnings	-	3,005	-	4,700	386	8,091
<b>Total revenues</b>	<b>179,474</b>	<b>678,516</b>	<b>1,178</b>	<b>4,700</b>	<b>102,245</b>	<b>966,113</b>
<b>EXPENDITURES</b>						
Current:						
Debt service	179,474	669,613	-	-	103,377	952,464
<b>Total expenditures</b>	<b>179,474</b>	<b>669,613</b>	<b>-</b>	<b>-</b>	<b>103,377</b>	<b>952,464</b>
Excess (deficiency) of revenue over (under) expenditures	-	8,903	1,178	4,700	(1,132)	13,649
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers out	-	-	(1,178)	-	-	(1,178)
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>(1,178)</b>	<b>-</b>	<b>-</b>	<b>(1,178)</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>8,903</b>	<b>-</b>	<b>4,700</b>	<b>(1,132)</b>	<b>12,471</b>
Fund balance, July 1	-	17,933	-	334,259	55,765	407,957
Fund balance, June 30	<b>\$ -</b>	<b>\$ 26,836</b>	<b>\$ -</b>	<b>\$ 338,959</b>	<b>\$ 54,633</b>	<b>\$ 420,428</b>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECT FUNDS  
 For the Fiscal Year Ended June 30, 2018

	CTEP PROJECTS	RID PROJECTS	FEDERAL GRANT PROJECTS	DETENTION CENTER REMODEL	TOTAL CAPITAL PROJECTS
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ -	\$ 486,464	\$ -	\$ 486,464
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>486,464</b>	<b>-</b>	<b>486,464</b>
<b>EXPENDITURES</b>					
Capital outlay					
General government	-	-	96,200	-	96,200
Public safety	-	-	-	23	23
Capital outlay	-	-	620,143	16,734	636,877
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>716,343</b>	<b>16,757</b>	<b>733,100</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>-</b>	<b>(229,879)</b>	<b>(16,757)</b>	<b>(246,636)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	229,879	-	229,879
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>229,879</b>	<b>-</b>	<b>229,879</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(16,757)</b>	<b>(16,757)</b>
Fund balance, July 1	-	-	-	-	-
Fund balance, June 30	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (16,757)</b>	<b>\$ (16,757)</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, 2018  
(Page 1 of 23)

	<b>HEALTH-RELATED GRANTS</b>			<b>CRAIG MOSQUITO CONTROL</b>		
	<b>FINAL BUDGET</b>	<b>ACTUAL AMOUNTS</b>	<b>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</b>	<b>FINAL BUDGET</b>	<b>ACTUAL AMOUNTS</b>	<b>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ 16,538	\$ 18,244	\$ 1,706
Licenses and permits	3,400	3,785	385	-	-	-
Intergovernmental	1,761,646	1,395,886	(365,760)	290	288	(2)
Charges for services	785,623	751,424	(34,199)	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	32,708	24,742	(7,966)	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>2,583,377</b>	<b>2,175,837</b>	<b>(407,540)</b>	<b>16,828</b>	<b>18,532</b>	<b>1,704</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	2,052,899	1,850,824	202,075	-	-	-
Operations and maintenance	589,964	539,514	50,450	24,778	10,417	14,361
Social and economic						
Personal services	9,686	20,921	(11,235)	-	-	-
Operations and maintenance	3,624	7,569	(3,945)	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>2,656,173</b>	<b>2,418,828</b>	<b>237,345</b>	<b>24,778</b>	<b>10,417</b>	<b>14,361</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(72,796)</b>	<b>(242,991)</b>	<b>(170,195)</b>	<b>(7,950)</b>	<b>8,115</b>	<b>16,065</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	298,451	410,899	112,448	-	-	-
Transfers out	(136,193)	(126,478)	9,715	-	-	-
<b>Total other financing sources (uses)</b>	<b>162,258</b>	<b>284,421</b>	<b>122,163</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 89,462</b>	<b>41,430</b>	<b>\$ (48,032)</b>	<b>\$ (7,950)</b>	<b>8,115</b>	<b>\$ 16,065</b>
Fund balance (deficit), July 1		284,097			15,388	
Fund balance (deficit), June 30		<u>\$ 325,527</u>			<u>\$ 23,503</u>	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (BUDGET BASIS)**  
**SPECIAL REVENUE FUNDS**  
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	MOSQUITO CONTROL			WATER QUALITY		
	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	\$ 219,485	\$ 237,644	\$ 18,159	\$ 359,000	\$ 365,985	\$ 6,985
Licenses and permits	-	-	-	-	-	-
Intergovernmental	6,054	6,014	(40)	-	-	-
Charges for services	-	-	-	800	3,299	2,499
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	113	113
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>225,539</b>	<b>243,658</b>	<b>18,119</b>	<b>359,800</b>	<b>369,397</b>	<b>9,597</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	-	-	-	275,696	266,715	8,981
Operations and maintenance	240,959	199,153	41,806	146,791	81,211	65,580
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>240,959</b>	<b>199,153</b>	<b>41,806</b>	<b>422,487</b>	<b>347,926</b>	<b>74,561</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(15,420)</b>	<b>44,505</b>	<b>59,925</b>	<b>(62,687)</b>	<b>21,471</b>	<b>84,158</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	17,892	18,610	718
Transfers out	-	-	-	(7,300)	(7,300)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,592</b>	<b>11,310</b>	<b>718</b>
<b>Net change in fund balances</b>	<b>\$ (15,420)</b>	<b>44,505</b>	<b>\$ 59,925</b>	<b>\$ (52,095)</b>	<b>32,781</b>	<b>\$ 84,876</b>
Fund balance (deficit), July 1		82,884			188,507	
Fund balance (deficit), June 30		<b>\$ 127,389</b>			<b>\$ 221,288</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, 2018  
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	MENTAL HEALTH			ROADS		
	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	\$ 103,667	\$ 106,841	\$ 3,174	\$ 2,850,896	\$ 2,894,783	\$ 43,887
Licenses and permits	-	-	-	-	-	-
Intergovernmental	156,912	61,860	(95,052)	595,929	969,937	374,008
Charges for services	-	-	-	65,000	70,073	5,073
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	45,000	65,467	20,467	3,500	14,747	11,247
Investment earnings	-	-	-	5,000	13,849	8,849
<b>Total revenues</b>	<b>305,579</b>	<b>234,168</b>	<b>(71,411)</b>	<b>3,520,325</b>	<b>3,963,389</b>	<b>443,064</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	519,858	519,858	-	-	-	-
Public works						
Personal services	-	-	-	1,279,725	1,249,893	29,832
Operations and maintenance	-	-	-	1,045,421	971,299	74,122
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>519,858</b>	<b>519,858</b>	<b>-</b>	<b>2,325,146</b>	<b>2,221,192</b>	<b>103,954</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(214,279)</b>	<b>(285,690)</b>	<b>(71,411)</b>	<b>1,195,179</b>	<b>1,742,197</b>	<b>547,018</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	218,432	237,320	18,888
Transfers out	-	-	-	(1,174,914)	(1,175,426)	(512)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(956,482)</b>	<b>(938,106)</b>	<b>18,376</b>
<b>Net change in fund balances</b>	<b>\$ (214,279)</b>	<b>(285,690)</b>	<b>\$ (71,411)</b>	<b>\$ 238,697</b>	<b>804,091</b>	<b>\$ 565,394</b>
Fund balance (deficit), July 1		147,322			850,454	
Fund balance (deficit), June 30		<b>\$ (138,368)</b>			<b>\$ 1,654,545</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, 2018  
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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	\$ 2,980	\$ 2,940	\$ (40)	\$ 26,878	\$ 30,251	\$ 3,373
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>2,980</b>	<b>2,940</b>	<b>(40)</b>	<b>26,878</b>	<b>30,251</b>	<b>3,373</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	5,594	2,715	2,879	26,736	29,613	(2,877)
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>5,594</b>	<b>2,715</b>	<b>2,879</b>	<b>26,736</b>	<b>29,613</b>	<b>(2,877)</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(2,614)</b>	<b>225</b>	<b>2,839</b>	<b>142</b>	<b>638</b>	<b>496</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>\$ (2,614)</b>	<b>225</b>	<b>\$ 2,839</b>	<b>\$ 142</b>	<b>638</b>	<b>\$ 496</b>
Fund balance (deficit), July 1		(38)			3,070	
Fund balance (deficit), June 30		<b>\$ 187</b>			<b>\$ 3,708</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, 2018**  
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	<b>DISTRICT COURT</b>			<b>SEARCH &amp; RESCUE OPERATIONS</b>		
	<b>FINAL BUDGET</b>	<b>ACTUAL AMOUNTS</b>	<b>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</b>	<b>FINAL BUDGET</b>	<b>ACTUAL AMOUNTS</b>	<b>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>						
Taxes/assessments	\$ 1,391,759	\$ 1,431,491	\$ 39,732	\$ 134,090	\$ 136,984	\$ 2,894
Licenses and permits	-	-	-	-	-	-
Intergovernmental	74,507	71,558	(2,949)	2,832	2,813	(19)
Charges for services	65,500	72,538	7,038	-	-	-
Fines and forfeitures	27,500	25,087	(2,413)	-	-	-
Miscellaneous	100	7,022	6,922	-	1,028	1,028
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>1,559,366</b>	<b>1,607,696</b>	<b>48,330</b>	<b>136,922</b>	<b>140,825</b>	<b>3,903</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	839,647	750,253	89,394	-	-	-
Operations and maintenance	585,826	471,808	114,018	-	-	-
Public safety						
Personal services	150,660	128,659	22,001	3,003	1,827	1,176
Operations and maintenance	213,933	251,420	(37,487)	109,787	110,963	(1,176)
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>1,790,066</b>	<b>1,602,140</b>	<b>187,926</b>	<b>112,790</b>	<b>112,790</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(230,700)</b>	<b>5,556</b>	<b>236,256</b>	<b>24,132</b>	<b>28,035</b>	<b>3,903</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	85,000	76,721	(8,279)	-	-	-
Transfers out	(35,000)	(35,000)	-	(60,000)	(60,000)	-
<b>Total other financing sources (uses)</b>	<b>50,000</b>	<b>41,721</b>	<b>(8,279)</b>	<b>(60,000)</b>	<b>(60,000)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (180,700)</b>	<b>47,277</b>	<b>\$ 227,977</b>	<b>\$ (35,868)</b>	<b>(31,965)</b>	<b>\$ 3,903</b>
Fund balance (deficit), July 1		753,729			77,315	
Fund balance (deficit), June 30		<b>\$ 801,006</b>			<b>\$ 45,350</b>	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (BUDGET BASIS)**  
**SPECIAL REVENUE FUNDS**  
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	<b>PARKS</b>			<b>PERMISSIVE MEDICAL INSURANCE</b>		
	<b>FINAL BUDGET</b>	<b>ACTUAL AMOUNTS</b>	<b>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</b>	<b>FINAL BUDGET</b>	<b>ACTUAL AMOUNTS</b>	<b>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>						
Taxes/assessments	\$ 13,676	\$ 14,602	\$ 926	\$ 1,480,000	\$ 1,464,206	\$ (15,794)
Licenses and permits	-	-	-	-	-	-
Intergovernmental	945	939	(6)	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	3,116	3,116	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>14,621</b>	<b>18,657</b>	<b>4,036</b>	<b>1,480,000</b>	<b>1,464,206</b>	<b>(15,794)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	280,900	253,792	27,108
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	75,602	60,186	15,416	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>75,602</b>	<b>60,186</b>	<b>15,416</b>	<b>280,900</b>	<b>253,792</b>	<b>27,108</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(60,981)</b>	<b>(41,529)</b>	<b>19,452</b>	<b>1,199,100</b>	<b>1,210,414</b>	<b>11,314</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	40,000	40,000	-	-	-	-
Transfers out	(3,000)	(3,000)	-	(1,290,000)	(1,166,794)	123,206
<b>Total other financing sources (uses)</b>	<b>37,000</b>	<b>37,000</b>	<b>-</b>	<b>(1,290,000)</b>	<b>(1,166,794)</b>	<b>123,206</b>
<b>Net change in fund balances</b>	<b>\$ (23,981)</b>	<b>(4,529)</b>	<b>\$ 19,452</b>	<b>\$ (90,900)</b>	<b>43,620</b>	<b>\$ 134,520</b>
Fund balance (deficit), July 1		37,257			108,063	
Fund balance (deficit), June 30		<b>\$ 32,728</b>			<b>\$ 151,683</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, 2018  
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	FORESTVALE CEMETERY			COUNTY PLANNING		
	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	\$ 326,570	\$ 342,813	\$ 16,243	\$ 873,960	\$ 917,709	\$ 43,749
Licenses and permits	-	-	-	-	-	-
Intergovernmental	22,970	22,819	(151)	40,368	68,953	28,585
Charges for services	16,770	37,195	20,425	20,750	15,903	(4,847)
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	25,000	25,000	-	11,869	11,869
Investment earnings	13,390	15,494	2,104	-	-	-
<b>Total revenues</b>	<b>379,700</b>	<b>443,321</b>	<b>63,621</b>	<b>935,078</b>	<b>1,014,434</b>	<b>79,356</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	737,286	565,242	172,044
Operations and maintenance	-	-	-	398,450	260,105	138,345
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	209,650	175,407	34,243	-	-	-
Operations and maintenance	118,869	126,654	(7,785)	-	-	-
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>328,519</b>	<b>302,061</b>	<b>26,458</b>	<b>1,135,736</b>	<b>825,347</b>	<b>310,389</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>51,181</b>	<b>141,260</b>	<b>90,079</b>	<b>(200,658)</b>	<b>189,087</b>	<b>389,745</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	15,000	10,080	(4,920)	42,840	30,422	(12,418)
Transfers out	(100,000)	(100,000)	-	(27,000)	(20,954)	6,046
<b>Total other financing sources (uses)</b>	<b>(85,000)</b>	<b>(89,920)</b>	<b>(4,920)</b>	<b>15,840</b>	<b>9,468</b>	<b>(6,372)</b>
<b>Net change in fund balances</b>	<b>\$ (33,819)</b>	<b>51,340</b>	<b>\$ 85,159</b>	<b>\$ (184,818)</b>	<b>198,555</b>	<b>\$ 383,373</b>
Fund balance (deficit), July 1		165,258			505,576	
Fund balance (deficit), June 30		<b>\$ 216,598</b>			<b>\$ 704,131</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, 2018  
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	EMERGENCY DISASTER			COUNTY HEALTH		
	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	\$ -	\$ -	\$ -	\$ 1,134,112	\$ 1,164,601	\$ 30,489
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	134,324	154,800	20,476
Charges for services	-	-	-	584,313	607,730	23,417
Fines and forfeitures	-	-	-	1,500	6,346	4,846
Miscellaneous	-	-	-	20,400	28,586	8,186
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	-	-	-	<b>1,874,649</b>	<b>1,962,063</b>	<b>87,414</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	1,700	(1,700)	-	-	-
Operations and maintenance	88,265	86,565	1,700	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	1,115,951	1,078,846	37,105
Operations and maintenance	-	-	-	672,832	667,090	5,742
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>88,265</b>	<b>88,265</b>	<b>-</b>	<b>1,788,783</b>	<b>1,745,936</b>	<b>42,847</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(88,265)</b>	<b>(88,265)</b>	<b>-</b>	<b>85,866</b>	<b>216,127</b>	<b>130,261</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	88,265	35,099	(53,166)	204,939	177,833	(27,106)
Transfers out	-	-	-	(416,034)	(395,597)	20,437
<b>Total other financing sources (uses)</b>	<b>88,265</b>	<b>35,099</b>	<b>(53,166)</b>	<b>(211,095)</b>	<b>(217,764)</b>	<b>(6,669)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>(53,166)</b>	<b>\$ (53,166)</b>	<b>\$ (125,229)</b>	<b>(1,637)</b>	<b>\$ 123,592</b>
Fund balance (deficit), July 1		100			790,714	
Fund balance (deficit), June 30		<b>\$ (53,066)</b>			<b>\$ 789,077</b>	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (BUDGET BASIS)**  
**SPECIAL REVENUE FUNDS**  
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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	\$ 159,750	\$ 164,133	\$ 4,383	\$ 199,406	\$ 203,865	\$ 4,459
Licenses and permits	-	-	-	-	-	-
Intergovernmental	10,749	10,678	(71)	13,470	13,382	(88)
Charges for services	-	-	-	2,465	2,149	(316)
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	3,400	6,093	2,693
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>170,499</b>	<b>174,811</b>	<b>4,312</b>	<b>218,741</b>	<b>225,489</b>	<b>6,748</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	-	-	-	70,050	69,377	673
Operations and maintenance	162,297	162,297	-	168,659	138,885	29,774
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>162,297</b>	<b>162,297</b>	<b>-</b>	<b>238,709</b>	<b>208,262</b>	<b>30,447</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>8,202</b>	<b>12,514</b>	<b>4,312</b>	<b>(19,968)</b>	<b>17,227</b>	<b>37,195</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	5,040	5,250	210
Transfers out	(3,000)	(3,000)	-	(11,927)	(11,927)	-
<b>Total other financing sources (uses)</b>	<b>(3,000)</b>	<b>(3,000)</b>	<b>-</b>	<b>(6,887)</b>	<b>(6,677)</b>	<b>210</b>
<b>Net change in fund balances</b>	<b>\$ 5,202</b>	<b>9,514</b>	<b>\$ 4,312</b>	<b>\$ (26,855)</b>	<b>10,550</b>	<b>\$ 37,405</b>
Fund balance (deficit), July 1		30,942			82,831	
Fund balance (deficit), June 30		<b>\$ 40,456</b>			<b>\$ 93,381</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, 2018  
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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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	188,820	196,407	7,587	-	-	-
Charges for services	1,200	500	(700)	172,750	145,499	(27,251)
Fines and forfeitures	-	-	-	1,000	1,591	591
Miscellaneous	-	-	-	76,200	69,936	(6,264)
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>190,020</b>	<b>196,907</b>	<b>6,887</b>	<b>249,950</b>	<b>217,026</b>	<b>(32,924)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	254,637	253,420	1,217	-	-	-
Operations and maintenance	107,334	102,396	4,938	515,773	550,296	(34,523)
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>361,971</b>	<b>355,816</b>	<b>6,155</b>	<b>515,773</b>	<b>550,296</b>	<b>(34,523)</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(171,951)</b>	<b>(158,909)</b>	<b>13,042</b>	<b>(265,823)</b>	<b>(333,270)</b>	<b>(67,447)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	212,000	187,080	(24,920)	318,104	350,000	31,896
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>212,000</b>	<b>187,080</b>	<b>(24,920)</b>	<b>318,104</b>	<b>350,000</b>	<b>31,896</b>
<b>Net change in fund balances</b>	<b>\$ 40,049</b>	<b>28,171</b>	<b>\$ (11,878)</b>	<b>\$ 52,281</b>	<b>16,730</b>	<b>\$ (35,551)</b>
Fund balance (deficit), July 1		(39,879)			(23,582)	
Fund balance (deficit), June 30		<b>\$ (11,708)</b>			<b>\$ (6,852)</b>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGET BASIS)  
SPECIAL REVENUE FUNDS  
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	RECORDS PRESERVATION			DETENTION & DIVERSION SERVICES		
	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	114,000	105,336	(8,664)	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	48,674	48,674
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>114,000</b>	<b>105,336</b>	<b>(8,664)</b>	<b>-</b>	<b>48,674</b>	<b>48,674</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	58,461	57,698	763	-	-	-
Operations and maintenance	38,885	28,872	10,013	-	-	-
Public safety						
Personal services	-	-	-	101,325	74,211	27,114
Operations and maintenance	-	-	-	-	27,113	(27,113)
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>97,346</b>	<b>86,570</b>	<b>10,776</b>	<b>101,325</b>	<b>101,324</b>	<b>1</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>16,654</b>	<b>18,766</b>	<b>2,112</b>	<b>(101,325)</b>	<b>(52,650)</b>	<b>48,675</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	5,040	5,040	101,325	38,719	(62,606)
Transfers out	(23,474)	(23,474)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(23,474)</b>	<b>(18,434)</b>	<b>5,040</b>	<b>101,325</b>	<b>38,719</b>	<b>(62,606)</b>
<b>Net change in fund balances</b>	<b>\$ (6,820)</b>	<b>332</b>	<b>\$ 7,152</b>	<b>\$ -</b>	<b>(13,931)</b>	<b>\$ (13,931)</b>
Fund balance (deficit), July 1		110,961			-	
Fund balance (deficit), June 30		<b>\$ 111,293</b>			<b>\$ (13,931)</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, 2018  
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	PARKS DEVELOPMENT			LINCOLN PARKS		
	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	\$ -	\$ (10,000)	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	12,500	7,293	(5,207)
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>10,000</b>	<b>-</b>	<b>(10,000)</b>	<b>12,500</b>	<b>7,293</b>	<b>(5,207)</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	-	-	-	3,948	3,524	424
Operations and maintenance	100,000	51,035	48,965	15,916	16,340	(424)
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>100,000</b>	<b>51,035</b>	<b>48,965</b>	<b>19,864</b>	<b>19,864</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(90,000)</b>	<b>(51,035)</b>	<b>38,965</b>	<b>(7,364)</b>	<b>(12,571)</b>	<b>(5,207)</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>\$ (90,000)</b>	<b>(51,035)</b>	<b>\$ 38,965</b>	<b>\$ (7,364)</b>	<b>(12,571)</b>	<b>\$ (5,207)</b>
Fund balance (deficit), July 1		201,370			20,038	
Fund balance (deficit), June 30		<b>\$ 150,335</b>			<b>\$ 7,467</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, 2018  
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	DUI PROGRAMS			CITY/COUNTY DRUG		
	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	31,552	29,001	(2,551)	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	500	101	(399)
Miscellaneous	13,409	34,815	21,406	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>44,961</b>	<b>63,816</b>	<b>18,855</b>	<b>500</b>	<b>101</b>	<b>(399)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	10,697	8,695	2,002	-	-	-
Operations and maintenance	415	412	3	17,500	8,894	8,606
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	49,045	54,244	(5,199)	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>60,157</b>	<b>63,351</b>	<b>(3,194)</b>	<b>17,500</b>	<b>8,894</b>	<b>8,606</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(15,196)</b>	<b>465</b>	<b>15,661</b>	<b>(17,000)</b>	<b>(8,793)</b>	<b>8,207</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	6,000	6,000	-	-	-
Transfers out	(12,000)	(10,931)	1,069	-	-	-
<b>Total other financing sources (uses)</b>	<b>(12,000)</b>	<b>(4,931)</b>	<b>7,069</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (27,196)</b>	<b>(4,466)</b>	<b>\$ 22,730</b>	<b>\$ (17,000)</b>	<b>(8,793)</b>	<b>\$ 8,207</b>
Fund balance (deficit), July 1		47,205			45,787	
Fund balance (deficit), June 30		<b>\$ 42,739</b>			<b>\$ 36,994</b>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
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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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	10,000	22,469	12,469
Charges for services	-	-	-	-	-	-
Fines and forfeitures	270,000	82,990	(187,010)	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	67	67
<b>Total revenues</b>	<b>270,000</b>	<b>82,990</b>	<b>(187,010)</b>	<b>10,000</b>	<b>22,536</b>	<b>12,536</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	261,653	190,871	70,782	20,000	14,500	5,500
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>261,653</b>	<b>190,871</b>	<b>70,782</b>	<b>20,000</b>	<b>14,500</b>	<b>5,500</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>8,347</b>	<b>(107,881)</b>	<b>(116,228)</b>	<b>(10,000)</b>	<b>8,036</b>	<b>18,036</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	2,004	2,004	-	-	-
Transfers out	(8,000)	(6,001)	1,999	-	-	-
<b>Total other financing sources (uses)</b>	<b>(8,000)</b>	<b>(3,997)</b>	<b>4,003</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 347</b>	<b>(111,878)</b>	<b>\$ (112,225)</b>	<b>\$ (10,000)</b>	<b>8,036</b>	<b>\$ 18,036</b>
Fund balance (deficit), July 1		533,694			14,483	
Fund balance (deficit), June 30		<b>\$ 421,816</b>			<b>\$ 22,519</b>	

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	900	1,566	666	400	782	382
<b>Total revenues</b>	<b>900</b>	<b>1,566</b>	<b>666</b>	<b>400</b>	<b>782</b>	<b>382</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	100,000	15,000	85,000	50,000	-	50,000
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>100,000</b>	<b>15,000</b>	<b>85,000</b>	<b>50,000</b>	<b>-</b>	<b>50,000</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(99,100)</b>	<b>(13,434)</b>	<b>85,666</b>	<b>(49,600)</b>	<b>782</b>	<b>50,382</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>\$ (99,100)</b>	<b>(13,434)</b>	<b>\$ 85,666</b>	<b>\$ (49,600)</b>	<b>782</b>	<b>\$ 50,382</b>
Fund balance (deficit), July 1		125,170			56,996	
Fund balance (deficit), June 30		<u>\$ 111,736</u>			<u>\$ 57,778</u>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGET BASIS)  
SPECIAL REVENUE FUNDS

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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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	25,000	22,479	(2,521)	115,000	107,690	(7,310)
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	50	99	49	1,500	2,620	1,120
<b>Total revenues</b>	<b>25,050</b>	<b>22,578</b>	<b>(2,472)</b>	<b>116,500</b>	<b>110,310</b>	<b>(6,190)</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	24,000	20,776	3,224	250,000	99,397	150,603
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>24,000</b>	<b>20,776</b>	<b>3,224</b>	<b>250,000</b>	<b>99,397</b>	<b>150,603</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>1,050</b>	<b>1,802</b>	<b>752</b>	<b>(133,500)</b>	<b>10,913</b>	<b>144,413</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>\$ 1,050</b>	<b>1,802</b>	<b>\$ 752</b>	<b>\$ (133,500)</b>	<b>10,913</b>	<b>\$ 144,413</b>
Fund balance (deficit), July 1		3,924			157,845	
Fund balance (deficit), June 30		<b>\$ 5,726</b>			<b>\$ 168,758</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, 2018  
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	CRAIG TRAINING CENTER MAINTENANCE			SEPTIC MAINTENANCE REMOVING LOAN		
	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	12,500	11,966	(534)	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	250	738	488	13,900	18,625	4,725
<b>Total revenues</b>	<b>12,750</b>	<b>12,704</b>	<b>(46)</b>	<b>13,900</b>	<b>18,625</b>	<b>4,725</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	-	30,000	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	75,000	-	75,000
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>30,000</b>	<b>-</b>	<b>30,000</b>	<b>75,000</b>	<b>-</b>	<b>75,000</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(17,250)</b>	<b>12,704</b>	<b>29,954</b>	<b>(61,100)</b>	<b>18,625</b>	<b>79,725</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>\$ (17,250)</b>	<b>12,704</b>	<b>\$ 29,954</b>	<b>\$ (61,100)</b>	<b>18,625</b>	<b>\$ 79,725</b>
Fund balance (deficit), July 1		45,371			89,172	
Fund balance (deficit), June 30		<u>\$ 58,075</u>			<u>\$ 107,797</u>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGET BASIS)  
SPECIAL REVENUE FUNDS  
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	SEPTIC MAINTENANCE PROGRAM			OPEN SPACE		
	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	41,250	20,593	(20,657)	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	3,500	-	(3,500)	-	-	-
Investment earnings	-	-	-	10,000	41,894	31,894
<b>Total revenues</b>	<b>44,750</b>	<b>20,593</b>	<b>(24,157)</b>	<b>10,000</b>	<b>41,894</b>	<b>31,894</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	3,050,066	66	3,050,000
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	75,346	27,418	47,928	-	-	-
Operations and maintenance	13,849	7,300	6,549	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>89,195</b>	<b>34,718</b>	<b>54,477</b>	<b>3,050,066</b>	<b>66</b>	<b>3,050,000</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(44,445)</b>	<b>(14,125)</b>	<b>30,320</b>	<b>(3,040,066)</b>	<b>41,828</b>	<b>3,081,894</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	44,445	26,329	(18,116)	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>44,445</b>	<b>26,329</b>	<b>(18,116)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>12,204</b>	<b>\$ 12,204</b>	<b>\$ (3,040,066)</b>	<b>41,828</b>	<b>\$ 3,081,894</b>
Fund balance (deficit), July 1		481			3,053,334	
Fund balance (deficit), June 30		<b>\$ 12,685</b>			<b>\$ 3,095,162</b>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGET BASIS)  
SPECIAL REVENUE FUNDS  
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	ROAD IMPROVEMENT SUBDIVISIONS			ALCOHOLISM		
	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	130,000	113,903	(16,097)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	82,739	82,739	-	-	-
Investment earnings	-	3,602	3,602	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>86,341</b>	<b>86,341</b>	<b>130,000</b>	<b>113,903</b>	<b>(16,097)</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	-	-	-	130,000	113,903	16,097
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>130,000</b>	<b>113,903</b>	<b>16,097</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>86,341</b>	<b>86,341</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>86,341</b>	<b>\$ 86,341</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
Fund balance (deficit), July 1		217,899			-	
Fund balance (deficit), June 30		<u>\$ 304,240</u>			<u>\$ -</u>	



SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2018  
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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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	270,000	268,746	(1,254)	238,778	191,645	(47,133)
Charges for services	2,500	3,500	1,000	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>272,500</b>	<b>272,246</b>	<b>(254)</b>	<b>238,778</b>	<b>191,645</b>	<b>(47,133)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	197,945	177,683	20,262
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	279,701	243,166	36,535	-	-	-
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	-	-	-	-	18,200	(18,200)
<b>Total expenditures</b>	<b>279,701</b>	<b>243,166</b>	<b>36,535</b>	<b>197,945</b>	<b>195,883</b>	<b>2,062</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(7,201)</b>	<b>29,080</b>	<b>36,281</b>	<b>40,833</b>	<b>(4,238)</b>	<b>(45,071)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	(56,918)	(56,918)	-	-	(2,062)	(2,062)
<b>Total other financing sources (uses)</b>	<b>(56,918)</b>	<b>(56,918)</b>	<b>-</b>	<b>-</b>	<b>(2,062)</b>	<b>(2,062)</b>
<b>Net change in fund balances</b>	<b>\$ (64,119)</b>	<b>(27,838)</b>	<b>\$ 36,281</b>	<b>\$ 40,833</b>	<b>(6,300)</b>	<b>\$ (47,133)</b>
Fund balance (deficit), July 1		78,916			(40,600)	
Fund balance (deficit), June 30		<b>\$ 51,078</b>			<b>\$ (46,900)</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, 2018  
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	JUSTICE ASSISTANCE GRANT			NATIONAL FIRE PLAN		
	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	14,288	-	(14,288)	342,796	-	(342,796)
Charges for services	-	-	-	-	96,975	96,975
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>14,288</b>	<b>-</b>	<b>(14,288)</b>	<b>342,796</b>	<b>96,975</b>	<b>(245,821)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	14,288	14,287	1	-	-	-
Operations and maintenance	-	-	-	338,996	101,044	237,952
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>14,288</b>	<b>14,287</b>	<b>1</b>	<b>338,996</b>	<b>101,044</b>	<b>237,952</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>(14,287)</b>	<b>(14,287)</b>	<b>3,800</b>	<b>(4,069)</b>	<b>(7,869)</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>(14,287)</b>	<b>\$ (14,287)</b>	<b>\$ 3,800</b>	<b>(4,069)</b>	<b>\$ (7,869)</b>
Fund balance (deficit), July 1		-			(21,574)	
Fund balance (deficit), June 30		<u>\$ (14,287)</u>			<u>\$ (25,643)</u>	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (BUDGET BASIS)**  
**SPECIAL REVENUE FUNDS**  
**For the Fiscal Year Ended June 30, 2018**  
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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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	215,000	26,566	(188,434)	5,850	-	(5,850)
Charges for services	-	4,131	4,131	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>215,000</b>	<b>30,697</b>	<b>(184,303)</b>	<b>5,850</b>	<b>-</b>	<b>(5,850)</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	209,932	18,855	191,077	-	-	-
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	-	-	-	5,850	5,850	-
<b>Total expenditures</b>	<b>209,932</b>	<b>18,855</b>	<b>191,077</b>	<b>5,850</b>	<b>5,850</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>5,068</b>	<b>11,842</b>	<b>6,774</b>	<b>-</b>	<b>(5,850)</b>	<b>(5,850)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	19,334	19,334	-	-	-
Transfers out	-	(19,072)	(19,072)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>262</b>	<b>262</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 5,068</b>	<b>12,104</b>	<b>\$ 7,036</b>	<b>\$ -</b>	<b>(5,850)</b>	<b>\$ (5,850)</b>
Fund balance (deficit), July 1		(4,482)			-	
Fund balance (deficit), June 30		<b>\$ 7,622</b>			<b>\$ (5,850)</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, 2018  
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	OTHER GRANTS			TOTAL NONMAJOR SPECIAL REVENUE		
	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	\$ -	\$ -	\$ -	\$ 9,302,767	\$ 9,497,092	\$ 194,325
Licenses and permits	-	-	-	3,400	3,785	385
Intergovernmental	489,928	246,480	(243,448)	4,758,008	3,875,144	(882,864)
Charges for services	-	-	-	2,025,421	2,078,980	53,559
Fines and forfeitures	-	-	-	300,500	116,115	(184,385)
Miscellaneous	-	19,921	19,921	210,717	451,161	240,444
Investment earnings	-	-	-	45,390	99,336	53,946
<b>Total revenues</b>	<b>489,928</b>	<b>266,401</b>	<b>(223,527)</b>	<b>16,646,203</b>	<b>16,121,613</b>	<b>(524,590)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	1,646,091	1,381,888	264,203
Operations and maintenance	232,500	34,473	198,027	5,084,140	1,441,476	3,642,664
Public safety						
Personal services	-	-	-	523,913	474,104	49,809
Operations and maintenance	16,628	31,048	(14,420)	1,910,574	1,780,703	129,871
Public works						
Personal services	-	-	-	1,489,375	1,425,300	64,075
Operations and maintenance	-	-	-	1,957,923	1,480,147	477,776
Public health						
Personal services	5,000	4,737	263	3,524,892	3,228,540	296,352
Operations and maintenance	16,214	1,139	15,075	1,991,762	1,706,299	285,463
Social and economic						
Personal services	-	-	-	79,736	90,298	(10,562)
Operations and maintenance	-	-	-	484,580	323,751	160,829
Culture and recreation						
Personal services	-	-	-	3,948	3,524	424
Operations and maintenance	-	-	-	191,518	127,561	63,957
Capital outlay	-	-	-	5,850	24,050	(18,200)
<b>Total expenditures</b>	<b>270,342</b>	<b>71,397</b>	<b>198,945</b>	<b>18,894,302</b>	<b>13,487,641</b>	<b>5,406,661</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>219,586</b>	<b>195,004</b>	<b>(24,582)</b>	<b>(2,248,099)</b>	<b>2,633,972</b>	<b>4,882,071</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	1,691,733	1,676,740	(14,993)
Transfers out	-	(39)	(39)	(3,364,760)	(3,223,973)	140,787
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(39)</b>	<b>(39)</b>	<b>(1,673,027)</b>	<b>(1,547,233)</b>	<b>125,794</b>
<b>Net change in fund balances</b>	<b>\$ 219,586</b>	<b>194,965</b>	<b>\$ (24,621)</b>	<b>\$ (3,921,126)</b>	<b>1,086,739</b>	<b>\$ 5,007,865</b>
Fund balance (deficit), July 1		(216,717)			8,579,281	
Fund balance (deficit), June 30		<b>\$ (21,752)</b>			<b>\$ 9,666,020</b>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2018  
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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	\$ -	\$ -	\$ -	\$ 670,180	\$ 673,275	\$ 3,095
Miscellaneous	185,500	179,474	(6,026)	-	-	-
Investment earnings	-	-	-	-	3,005	3,005
<b>Total revenues</b>	<b>185,500</b>	<b>179,474</b>	<b>(6,026)</b>	<b>670,180</b>	<b>676,280</b>	<b>6,100</b>
<b>EXPENDITURES</b>						
Current:						
Debt service	185,500	179,474	6,026	670,981	669,613	1,368
<b>Total expenditures</b>	<b>185,500</b>	<b>179,474</b>	<b>6,026</b>	<b>670,981</b>	<b>669,613</b>	<b>1,368</b>
Excess (deficiency) of revenue over (under) expenditures	-	-	-	(801)	6,667	7,468
<b>OTHER FINANCING SOURCES (USES)</b>						
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>-</b>	<b>\$ -</b>	<b>\$ (801)</b>	<b>6,667</b>	<b>\$ 7,468</b>
Fund balance (deficit), July 1		-			12,725	
Fund balance (deficit), June 30		<b>\$ -</b>			<b>\$ 19,392</b>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2018  
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	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	\$ -	\$ 1,178	\$ 1,178	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	1,700	4,700	3,000
<b>Total revenues</b>	<b>-</b>	<b>1,178</b>	<b>1,178</b>	<b>1,700</b>	<b>4,700</b>	<b>3,000</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>-</b>	<b>1,178</b>	<b>1,178</b>	<b>1,700</b>	<b>4,700</b>	<b>3,000</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers out	-	(1,178)	(1,178)	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>(1,178)</b>	<b>(1,178)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>	<b>\$ 1,700</b>	<b>4,700</b>	<b>\$ 3,000</b>
Fund balance (deficit), July 1		-			334,259	
Fund balance (deficit), June 30		<b>\$ -</b>			<b>\$ 338,959</b>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2018  
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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	\$ 101,859	\$ 1,859	\$ 186,650	\$ 186,044	\$ (606)
Miscellaneous	-	-	-	-	-	-
Investment earnings	150	386	236	1,357	3,404	2,047
<b>Total revenues</b>	<b>100,150</b>	<b>102,245</b>	<b>2,095</b>	<b>188,007</b>	<b>189,448</b>	<b>1,441</b>
<b>EXPENDITURES</b>						
Current:						
Debt service	103,380	103,377	3	233,741	303,572	(69,831)
<b>Total expenditures</b>	<b>103,380</b>	<b>103,377</b>	<b>3</b>	<b>233,741</b>	<b>303,572</b>	<b>(69,831)</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(3,230)</b>	<b>(1,132)</b>	<b>2,098</b>	<b>(45,734)</b>	<b>(114,124)</b>	<b>(68,390)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers out	-	-	-	-	(84)	(84)
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(84)</b>	<b>(84)</b>
<b>Net change in fund balances</b>	<b>\$ (3,230)</b>	<b>(1,132)</b>	<b>\$ 2,098</b>	<b>\$ (45,734)</b>	<b>(114,208)</b>	<b>\$ (68,474)</b>
Fund balance (deficit), July 1		55,765			286,305	
Fund balance (deficit), June 30		<b>\$ 54,633</b>			<b>\$ 172,097</b>	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (BUDGET BASIS)**  
**DEBT SERVICE FUNDS**  
For the Fiscal Year Ended June 30, 2018  
(Page 4 of 4)

	<b>TOTAL DEBT SERVICE</b>		
	<b>FINAL BUDGET</b>	<b>ACTUAL AMOUNTS</b>	<b>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>			
Taxes/assessments	\$ 956,830	\$ 962,356	\$ 5,526
Miscellaneous	185,500	179,474	(6,026)
Investment earnings	3,207	11,495	8,288
<b>Total revenues</b>	<b>1,145,537</b>	<b>1,153,325</b>	<b>7,788</b>
<b>EXPENDITURES</b>			
Current:			
Debt service	1,193,602	1,256,036	(62,434)
<b>Total expenditures</b>	<b>1,193,602</b>	<b>1,256,036</b>	<b>(62,434)</b>
<b>Excess (deficiency) of revenue     over (under) expenditures</b>	<b>(48,065)</b>	<b>(102,711)</b>	<b>(54,646)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	-	(1,262)	(1,262)
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>(1,262)</b>	<b>(1,262)</b>
<b>Net change in fund balances</b>	<b>\$ (48,065)</b>	<b>(103,973)</b>	<b>\$ (55,908)</b>
Fund balance (deficit), July 1		689,054	
Fund balance (deficit), June 30		<b>\$ 585,081</b>	



SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGET BASIS)  
CAPITAL PROJECTS FUNDS  
For the Fiscal Year Ended June 30, 2018  
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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	\$ -	\$ 64	\$ 64	\$ -	\$ -	\$ -
Miscellaneous	-	1,325	1,325	-	-	-
Investment earnings	57,700	148,115	90,415	-	-	-
<b>Total revenues</b>	<b>57,700</b>	<b>149,504</b>	<b>91,804</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES</b>						
Capital outlay						
General government						
Operations and maintenance	1,272,410	176,662	1,095,748	-	-	-
Public safety						
Operations and maintenance	481,891	364,264	117,627	-	-	-
Public works						
Operations and maintenance	1,467,010	258,684	1,208,326	-	-	-
Public health						
Operations and maintenance	260,000	84,647	175,353	-	-	-
<b>Total expenditures</b>	<b>3,481,311</b>	<b>884,257</b>	<b>2,597,054</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(3,423,611)</b>	<b>(734,753)</b>	<b>2,688,858</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	2,422,202	2,668,260	246,058	-	-	-
Transfers out	(480,000)	(229,879)	250,121	-	-	-
Proceeds from long-term debt	-	-	-	-	-	-
Proceeds from sale of capital assets	-	743,819	743,819	-	-	-
<b>Total other financing sources(uses)</b>	<b>1,942,202</b>	<b>3,182,200</b>	<b>1,239,998</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (1,481,409)</b>	<b>2,447,447</b>	<b>\$ 3,928,856</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
Fund balance (deficit), July 1		9,508,148			-	
Fund balance (deficit), June 30		<b>\$ 11,955,595</b>			<b>\$ -</b>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 CAPITAL PROJECTS FUNDS  
 For the Fiscal Year Ended June 30, 2018  
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	RURAL SPECIAL IMPROVEMENT DISTRICT 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	\$ -	\$ -	\$ -	\$ 1,993,000	\$ 179,795	\$ (1,813,205)
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,993,000</b>	<b>179,795</b>	<b>(1,813,205)</b>
<b>EXPENDITURES</b>						
Capital outlay						
General government						
Operations and maintenance	-	-	-	2,538,250	705,028	1,833,222
Public safety						
Operations and maintenance	-	-	-	-	-	-
Public works						
Operations and maintenance	320,000	-	320,000	-	-	-
Public health						
Operations and maintenance	-	-	-	-	-	-
<b>Total expenditures</b>	<b>320,000</b>	<b>-</b>	<b>320,000</b>	<b>2,538,250</b>	<b>705,028</b>	<b>1,833,222</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(320,000)</b>	<b>-</b>	<b>320,000</b>	<b>(545,250)</b>	<b>(525,233)</b>	<b>20,017</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	20,000	-	(20,000)	746,000	229,879	(516,121)
Transfers out	-	-	-	-	-	-
Loans	300,000	-	(300,000)	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>320,000</b>	<b>-</b>	<b>(320,000)</b>	<b>746,000</b>	<b>229,879</b>	<b>(516,121)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>- \$</b>	<b>-</b>	<b>\$ 200,750</b>	<b>(295,354)</b>	<b>\$ (496,104)</b>
Fund balance (deficit), July 1		-			(112,058)	
Fund balance (deficit), June 30		<b>\$ -</b>			<b>\$ (407,412)</b>	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (BUDGET BASIS)  
CAPITAL PROJECTS FUNDS  
For the Fiscal Year Ended June 30, 2018  
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	DETENTION CENTER REMODEL			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	\$ -	\$ -	\$ -	\$ 1,989,878	\$ 595,730	\$ (1,394,148)
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	-	-	-	<b>1,989,878</b>	<b>595,730</b>	<b>(1,394,148)</b>
<b>EXPENDITURES</b>						
Capital outlay						
General government						
Operations and maintenance	-	-	-	-	-	-
Public safety						
Operations and maintenance	10,222	10,236	(14)	-	-	-
Public works						
Operations and maintenance	-	-	-	4,408,678	1,803,302	2,605,376
Public health						
Operations and maintenance	-	-	-	-	-	-
<b>Total expenditures</b>	<b>10,222</b>	<b>10,236</b>	<b>(14)</b>	<b>4,408,678</b>	<b>1,803,302</b>	<b>2,605,376</b>
Excess (deficiency) of revenue over (under) expenditures	<b>(10,222)</b>	<b>(10,236)</b>	<b>(14)</b>	<b>(2,418,800)</b>	<b>(1,207,572)</b>	<b>1,211,228</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	10,222	-	(10,222)	1,024,914	1,025,426	512
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>10,222</b>	<b>-</b>	<b>(10,222)</b>	<b>1,024,914</b>	<b>1,025,426</b>	<b>512</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>(10,236)</b>	<b>\$ (10,236)</b>	<b>\$ (1,393,886)</b>	<b>(182,146)</b>	<b>\$ 1,211,740</b>
Fund balance (deficit), July 1		-			1,469,825	
Fund balance (deficit), June 30		<b>\$ (10,236)</b>			<b>\$ 1,287,679</b>	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (BUDGET BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**For the Fiscal Year Ended June 30, 2018**  
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	<b>TOTAL CAPITAL PROJECTS</b>		
	<b>FINAL BUDGET</b>	<b>ACTUAL AMOUNTS</b>	<b>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>			
Intergovernmental	\$ 3,982,878	\$ 775,589	\$ (3,207,289)
Miscellaneous	-	1,325	1,325
Investment earnings	57,700	148,115	90,415
<b>Total revenues</b>	<b>4,040,578</b>	<b>925,029</b>	<b>(3,115,549)</b>
<b>EXPENDITURES</b>			
Capital outlay			
General government			
Operations and maintenance	3,810,660	881,690	2,928,970
Public safety			
Operations and maintenance	492,113	374,500	117,613
Public works			
Operations and maintenance	6,195,688	2,061,986	4,133,702
Public health			
Operations and maintenance	260,000	84,647	175,353
<b>Total expenditures</b>	<b>10,758,461</b>	<b>3,402,823</b>	<b>7,355,638</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(6,717,883)</b>	<b>(2,477,794)</b>	<b>4,240,089</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	4,223,338	3,923,565	(299,773)
Transfers out	(480,000)	(229,879)	250,121
Loans	300,000	-	(300,000)
Proceeds from sale of capital assets	-	743,819	743,819
<b>Total other financing sources(uses)</b>	<b>4,043,338</b>	<b>4,437,505</b>	<b>394,167</b>
<b>Net change in fund balances</b>	<b>\$ (2,674,545)</b>	<b>1,959,711</b>	<b>\$ 4,634,256</b>
Fund balance (deficit), July 1		10,865,915	
Fund balance (deficit), June 30		<b>\$ 12,825,626</b>	

## 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.

**STATEMENT OF NET POSITION  
NONMAJOR ENTERPRISE FUNDS  
June 30, 2018**

	<u>AUGUSTA SOLID WASTE</u>	<u>LINCOLN SOLID WASTE</u>	<u>SCRATCH- GRAVEL LANDFILL</u>	<u>MARYSVILLE SOLID WASTE</u>	<u>TOTAL NONMAJOR ENTERPRISE FUND</u>
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 35,198	\$ 209,995	\$ 1,306,580	\$ 34,882	\$ 1,586,655
Investments	5,904	35,225	219,167	5,851	266,147
Receivables:					
Accounts/contracts (net)	4,263	20,989	157,470	3,949	186,671
Total current assets	<u>45,365</u>	<u>266,209</u>	<u>1,683,217</u>	<u>44,682</u>	<u>2,039,473</u>
Noncurrent assets:					
Land and construction in progress	5,396	-	54,611	3,587	63,594
Buildings, improvements, vehicles and equipment(net)	30,562	99,403	-	-	129,965
Total noncurrent assets	<u>35,958</u>	<u>99,403</u>	<u>54,611</u>	<u>3,587</u>	<u>193,559</u>
<b>Total assets</b>	<b><u>81,323</u></b>	<b><u>365,612</u></b>	<b><u>1,737,828</u></b>	<b><u>48,269</u></b>	<b><u>2,233,032</u></b>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	-	14,362	325,793	-	340,155
Landfill postclosure costs payable - current	-	-	12,400	-	12,400
Compensated absences payable	898	172	24	-	1,094
Total current liabilities	<u>898</u>	<u>14,534</u>	<u>338,217</u>	<u>-</u>	<u>353,649</u>
Noncurrent liabilities:					
Landfill postclosure costs payable	-	-	74,400	-	74,400
Compensated absences payable	8,077	1,543	216	-	9,836
Total noncurrent liabilities	<u>8,077</u>	<u>1,543</u>	<u>74,616</u>	<u>-</u>	<u>84,236</u>
<b>Total liabilities</b>	<b><u>8,975</u></b>	<b><u>16,077</u></b>	<b><u>412,833</u></b>	<b><u>-</u></b>	<b><u>437,885</u></b>
<b>NET POSITION</b>					
Net investment in capital assets	35,958	99,403	54,611	3,587	193,559
Unrestricted	36,390	250,132	1,270,384	44,682	1,601,588
<b>Total net position</b>	<b><u>\$ 72,348</u></b>	<b><u>\$ 349,535</u></b>	<b><u>\$ 1,324,995</u></b>	<b><u>\$ 48,269</u></b>	<b><u>\$ 1,795,147</u></b>

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
NONMAJOR ENTERPRISE FUNDS  
For the Fiscal Year Ended June 30, 2018

	<u>AUGUSTA SOLID WASTE</u>	<u>LINCOLN SOLID WASTE</u>	<u>SCRATCH- GRAVEL LANDFILL</u>	<u>MARYSVILLE SOLID WASTE</u>	<u>TOTAL</u>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 90,513	\$ 160,214	\$ 1,370,326	\$ 39,899	\$ 1,660,952
<b>Total Operating Revenues</b>	<b>90,513</b>	<b>160,214</b>	<b>1,370,326</b>	<b>39,899</b>	<b>1,660,952</b>
<b>OPERATING EXPENSES</b>					
Personal services	44,523	12,523	7,259	16,759	81,064
Supplies	5,414	8,967	56,478	12,616	83,475
Purchased services	37,795	121,965	1,248,807	1,174	1,409,741
Depreciation	9,244	7,125	-	-	16,369
<b>Total Operating Expenses</b>	<b>96,976</b>	<b>150,580</b>	<b>1,312,544</b>	<b>30,549</b>	<b>1,590,649</b>
<b>Operating income (loss)</b>	<b>(6,463)</b>	<b>9,634</b>	<b>57,782</b>	<b>9,350</b>	<b>70,303</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Interest income	487	3,034	16,494	489	20,504
<b>Total Nonoperating Revenues (Expenses)</b>	<b>487</b>	<b>3,034</b>	<b>16,494</b>	<b>489</b>	<b>20,504</b>
<b>Income (loss) before transfers</b>	<b>(5,976)</b>	<b>12,668</b>	<b>74,276</b>	<b>9,839</b>	<b>90,807</b>
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
<b>Change in net position</b>	<b>(5,976)</b>	<b>12,668</b>	<b>74,276</b>	<b>9,839</b>	<b>90,807</b>
Total net position, beginning	78,324	336,867	1,250,719	38,430	1,704,340
<b>Total net position, ending</b>	<b>\$ 72,348</b>	<b>\$ 349,535</b>	<b>\$ 1,324,995</b>	<b>\$ 48,269</b>	<b>\$ 1,795,147</b>

**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
For the Fiscal Year Ended June 30, 2018

	AUGUSTA SOLID WASTE	LINCOLN SOLID WASTE	SCRATCH- GRAVEL LANDFILL	MARYSVILLE SOLID WASTE	TOTAL
<b>Cash flows from operating activities:</b>					
Cash received from customers	\$ 94,776	\$ 164,265	\$ 1,432,199	\$ 40,324	\$ 1,731,564
Cash payments for goods and services	(43,209)	(126,530)	(1,079,587)	(13,790)	(1,263,116)
Cash payments for employees	(44,275)	(12,081)	(8,129)	(18,178)	(82,663)
Cash payments for landfill closure and post closure costs	-	-	(12,400)	-	(12,400)
<b>Net cash provided by (used by) operating activities</b>	<b>7,292</b>	<b>25,654</b>	<b>332,083</b>	<b>8,356</b>	<b>373,385</b>
<b>Cash flows from investing activities:</b>					
Receipts of interest and dividends	487	3,035	16,494	489	20,505
Payments for investments	(834)	(2,279)	(40,057)	(999)	(44,169)
<b>Net cash provided by (used by) investing activities</b>	<b>(347)</b>	<b>756</b>	<b>(23,563)</b>	<b>(510)</b>	<b>(23,664)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>6,944</b>	<b>26,408</b>	<b>308,520</b>	<b>7,846</b>	<b>349,718</b>
Cash and cash equivalents, July 1	28,254	183,587	998,060	27,036	1,236,937
<b>Cash and cash equivalents, June 30</b>	<b>\$ 35,198</b>	<b>\$ 209,995</b>	<b>\$ 1,306,580</b>	<b>\$ 34,882</b>	<b>\$ 1,586,655</b>
Cash and cash equivalents, current	\$ 35,198	\$ 209,995	\$ 1,306,580	\$ 34,882	\$ 1,586,655
<b>Total Cash and cash equivalents, June 30</b>	<b>\$ 35,198</b>	<b>\$ 209,995</b>	<b>\$ 1,306,580</b>	<b>\$ 34,882</b>	<b>\$ 1,586,655</b>
<b>Reconciliation of operating income to net cash provided by operating activity:</b>					
Operating income (loss)	\$ (6,463)	\$ 9,634	\$ 57,782	\$ 9,350	\$ 70,303
<b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b>					
Depreciation	9,244	7,125	-	-	16,369
Change in assets and liabilities:					
(Increase) decrease taxes/accounts/other receivables	4,263	4,051	61,873	425	70,612
Increase (decrease) compensated absences	248	442	(870)	(1,419)	(1,599)
Increase (decrease) accounts payable	-	4,402	225,698	-	230,100
Increase (decrease) postclosure liability	-	-	(12,400)	-	(12,400)
<b>Net cash provided by (used by) operating activities</b>	<b>\$ 7,292</b>	<b>\$ 25,654</b>	<b>\$ 332,083</b>	<b>\$ 8,356</b>	<b>\$ 373,385</b>
<b>Schedule of Noncash Transactions</b>					
Write off of accounts receivables	\$ 87	\$ 428	\$ 3,214	\$ 81	\$ 3,810



## 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.

**STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**June 30, 2018**  
**(Page 1 of 2)**

	<b>BUILDING MAINTENANCE SERVICES</b>	<b>HEALTH CARE FACILITIES</b>	<b>COUNTY SHOP</b>	<b>FUEL REVOLVING</b>
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 810,008	\$ 115,140	\$ 374,957	\$ 58,117
Investments	135,871	19,314	62,895	9,749
Receivables:				
Accounts/contracts (net)	-	-	211	-
Inventories	-	-	9,944	18,128
Total current assets	<u>945,879</u>	<u>134,454</u>	<u>448,007</u>	<u>85,994</u>
Noncurrent assets:				
Land and construction in progress	2,048	212,844	-	-
Buildings, improvements, vehicles and equipment(net)	212,920	552,867	30,892	-
Total noncurrent assets	<u>214,968</u>	<u>765,711</u>	<u>30,892</u>	<u>-</u>
<b>Total assets</b>	<b><u>1,160,847</u></b>	<b><u>900,165</u></b>	<b><u>478,899</u></b>	<b><u>85,994</u></b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	22,142	-	-	-
Claims payable	-	-	-	-
Compensated absences payable	3,606	2,356	3,907	-
Total current liabilities	<u>25,748</u>	<u>2,356</u>	<u>3,907</u>	<u>-</u>
Noncurrent liabilities:				
Compensated absences payable	32,454	21,202	35,158	-
Total noncurrent liabilities	<u>32,454</u>	<u>21,202</u>	<u>35,158</u>	<u>-</u>
<b>Total liabilities</b>	<b><u>58,202</u></b>	<b><u>23,558</u></b>	<b><u>39,065</u></b>	<b><u>-</u></b>
<b>NET POSITION</b>				
Net investment in capital assets	214,968	765,711	30,892	-
Unrestricted	887,677	110,896	408,942	85,994
<b>Total net position</b>	<b><u>\$ 1,102,645</u></b>	<b><u>\$ 876,607</u></b>	<b><u>\$ 439,834</u></b>	<b><u>\$ 85,994</u></b>

**STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**June 30, 2018**  
**(Page 2 of 2)**

	<b>INFORMATION TECHNOLOGY &amp; SERVICES</b>	<b>LIABILITY INSURANCE</b>	<b>HEALTH INSURANCE</b>	<b>TOTAL INTERNAL SERVICE</b>
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 1,237,337	\$ 1,113,502	\$ 1,133,245	\$ 4,842,306
Investments	207,552	186,780	190,091	812,252
Receivables:				
Accounts/contracts (net)	-	10,000	153,024	163,235
Inventories	-	-	-	28,072
Total current assets	<u>1,444,889</u>	<u>1,310,282</u>	<u>1,476,360</u>	<u>5,845,865</u>
Noncurrent assets:				
Land and construction in progress	-	-	-	214,892
Buildings, improvements, vehicles and equipment(net)	36,886	-	-	833,565
Total noncurrent assets	<u>36,886</u>	<u>-</u>	<u>-</u>	<u>1,048,457</u>
<b>Total assets</b>	<b><u>1,481,775</u></b>	<b><u>1,310,282</u></b>	<b><u>1,476,360</u></b>	<b><u>6,894,322</u></b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	24,962	26,925	-	74,029
Claims payable	-	-	429,982	429,982
Compensated absences payable	12,813	-	426	23,108
Total current liabilities	<u>37,775</u>	<u>26,925</u>	<u>430,408</u>	<u>527,119</u>
Noncurrent liabilities:				
Compensated absences payable	115,315	-	3,830	207,959
Total noncurrent liabilities	<u>115,315</u>	<u>-</u>	<u>3,830</u>	<u>207,959</u>
<b>Total liabilities</b>	<b><u>153,090</u></b>	<b><u>26,925</u></b>	<b><u>434,238</u></b>	<b><u>735,078</u></b>
<b>NET POSITION</b>				
Net investment in capital assets	36,886	-	-	1,048,457
Unrestricted	1,291,799	1,283,357	1,042,122	5,110,787
<b>Total net position</b>	<b><u>\$ 1,328,685</u></b>	<b><u>\$ 1,283,357</u></b>	<b><u>\$ 1,042,122</u></b>	<b><u>\$ 6,159,244</u></b>

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS  
For the Fiscal Year Ended June 30, 2018  
(Page 1 of 2)

	<u>BUILDING MAINTENANCE SERVICES</u>	<u>HEALTH CARE FACILITIES</u>	<u>COUNTY SHOP</u>	<u>FUEL REVOLVING</u>
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1,124,027	\$ 367,650	\$ 538,253	\$ 250,783
Miscellaneous	488	-	584	-
<b>Total Operating Revenues</b>	<u>1,124,515</u>	<u>367,650</u>	<u>538,837</u>	<u>250,783</u>
<b>OPERATING EXPENSES</b>				
Personal services	330,287	170,580	254,781	-
Supplies	257,189	75,743	241,268	252,631
Purchased services	292,461	72,267	65,138	531
Depreciation	47,740	34,063	5,356	-
<b>Total Operating Expenses</b>	<u>927,677</u>	<u>352,653</u>	<u>566,543</u>	<u>253,162</u>
<b>Operating income (loss)</b>	<b>196,838</b>	<b>14,997</b>	<b>(27,706)</b>	<b>(2,379)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Intergovernmental	-	-	-	-
Interest income	10,577	1,361	6,058	937
<b>Total Nonoperating Revenues (Expenses)</b>	<u>10,577</u>	<u>1,361</u>	<u>6,058</u>	<u>937</u>
<b>Income (loss) before transfers</b>	<b>207,415</b>	<b>16,358</b>	<b>(21,648)</b>	<b>(1,442)</b>
Transfers in	-	-	-	-
Transfers out	(151,077)	-	(2,000)	-
<b>Change in net position</b>	<b>56,338</b>	<b>16,358</b>	<b>(23,648)</b>	<b>(1,442)</b>
Total net position, beginning	1,046,307	860,249	463,482	87,436
<b>Total net position, ending</b>	<u>\$ 1,102,645</u>	<u>\$ 876,607</u>	<u>\$ 439,834</u>	<u>\$ 85,994</u>

**STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS  
For the Fiscal Year Ended June 30, 2018  
(Page 2 of 2)**

	<b>INFORMATION TECHNOLOGY &amp; SERVICES</b>	<b>LIABILITY INSURANCE</b>	<b>HEALTH INSURANCE</b>	<b>TOTAL</b>
<b>OPERATING REVENUES</b>				
Charges for services	\$ 2,384,676	\$ 614,515	\$ 4,963,150	\$ 10,243,054
Miscellaneous	-	69,274	2,500	72,846
<b>Total Operating Revenues</b>	<b>2,384,676</b>	<b>683,789</b>	<b>4,965,650</b>	<b>10,315,900</b>
<b>OPERATING EXPENSES</b>				
Personal services	1,224,611	-	54,989	2,035,248
Supplies	569,922	-	488,936	1,885,689
Purchased services	449,592	812,230	4,470,447	6,162,666
Depreciation	17,702	-	-	104,861
<b>Total Operating Expenses</b>	<b>2,261,827</b>	<b>812,230</b>	<b>5,014,372</b>	<b>10,188,464</b>
<b>Operating income (loss)</b>	<b>122,849</b>	<b>(128,441)</b>	<b>(48,722)</b>	<b>127,436</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Intergovernmental	4,681	-	-	4,681
Interest income	15,843	13,178	19,363	67,317
<b>Total Nonoperating Revenues (Expenses)</b>	<b>20,524</b>	<b>13,178</b>	<b>19,363</b>	<b>71,998</b>
<b>Income (loss) before transfers</b>	<b>143,373</b>	<b>(115,263)</b>	<b>(29,359)</b>	<b>199,434</b>
Transfers in	-	250,000	-	250,000
Transfers out	-	(10,000)	-	(163,077)
<b>Change in net position</b>	<b>143,373</b>	<b>124,737</b>	<b>(29,359)</b>	<b>286,357</b>
Total net position, beginning	1,185,312	1,158,620	1,071,481	5,872,887
<b>Total net position, ending</b>	<b>\$ 1,328,685</b>	<b>\$ 1,283,357</b>	<b>\$ 1,042,122</b>	<b>\$ 6,159,244</b>

**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
For the Fiscal Year Ended June 30, 2018  
(Page 1 of 2)

	<b>BUILDING MAINTENANCE SERVICES</b>	<b>HEALTH CARE FACILITIES</b>	<b>COUNTY SHOP</b>	<b>FUEL REVOLVING</b>
<b>Cash flows from operating activities:</b>				
Cash received from customers	\$ 1,124,027	\$ 367,650	\$ 538,043	\$ 250,783
Cash payments for goods and services	(539,856)	(148,010)	(309,951)	(258,646)
Cash payments for employees	(333,865)	(167,585)	(252,421)	-
Cash received from other operating revenues	488	-	584	-
<b>Net cash provided by (used by) operating activities</b>	<b>250,794</b>	<b>52,055</b>	<b>(23,745)</b>	<b>(7,863)</b>
<b>Cash flows from noncapital financing activities:</b>				
Proceeds received from non-capital grants	-	-	-	-
Transfers from other Funds	-	-	-	-
Transfers to other Funds	(151,077)	-	(2,000)	-
<b>Net cash provided by (used by) noncapital financing activities</b>	<b>(151,077)</b>	<b>-</b>	<b>(2,000)</b>	<b>-</b>
<b>Cash flows from capital and related financing activities:</b>				
Payments for capital acquisitions	(23,848)	(212,843)	-	-
<b>Net cash provided by (used by) capital and related financing activities</b>	<b>(23,848)</b>	<b>(212,843)</b>	<b>-</b>	<b>-</b>
<b>Cash flows from investing activities:</b>				
Receipts of interest and dividends	10,577	1,361	6,057	937
Payments for investments	(5,105)	205,860	6,721	1,631
<b>Net cash provided by (used by) investing activities</b>	<b>5,472</b>	<b>207,221</b>	<b>12,778</b>	<b>2,568</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>81,341</b>	<b>46,433</b>	<b>(12,967)</b>	<b>(5,295)</b>
Cash and cash equivalents, July 1	728,667	68,707	387,924	63,412
<b>Cash and cash equivalents, June 30</b>	<b>\$ 810,008</b>	<b>\$ 115,140</b>	<b>\$ 374,957</b>	<b>\$ 58,117</b>
Cash and cash equivalents, current	\$ 810,008	\$ 115,140	\$ 374,957	\$ 58,117
<b>Total Cash and cash equivalents, June 30</b>	<b>\$ 810,008</b>	<b>\$ 115,140</b>	<b>\$ 374,957</b>	<b>\$ 58,117</b>
<b>Reconciliation of operating income to net cash provided by operating activity:</b>				
Operating income (loss)	\$ 196,838	\$ 14,997	\$ (27,706)	\$ (2,379)
<b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b>				
Depreciation	47,740	34,063	5,356	-
Change in assets and liabilities:				
(Increase) decrease taxes/accounts/other receivables	-	-	(211)	-
(Increase) decrease inventory	-	-	(3,682)	(5,484)
Increase (decrease) compensated absences	(3,195)	6,150	7,090	-
Increase (decrease) accounts payable	9,411	(3,155)	(4,592)	-
Increase (decrease) claims payable	-	-	-	-
<b>Net cash provided by (used by) operating activities</b>	<b>\$ 250,794</b>	<b>\$ 52,055</b>	<b>\$ (23,745)</b>	<b>\$ (7,863)</b>

**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
For the Fiscal Year Ended June 30, 2018  
(Page 2 of 2)

	<b>INFORMATION TECHNOLOGY &amp; SERVICES</b>	<b>LIABILITY INSURANCE</b>	<b>HEALTH INSURANCE</b>	<b>TOTAL</b>
<b>Cash flows from operating activities:</b>				
Cash received from customers	\$ 2,384,674	\$ 604,515	\$ 5,022,894	\$ 10,292,586
Cash payments for goods and services	(1,019,514)	(801,730)	(4,797,827)	(7,875,534)
Cash payments for employees	(1,256,277)	-	(53,652)	(2,063,800)
Cash received from other operating revenues	-	69,274	2,500	72,846
<b>Net cash provided by (used by) operating activities</b>	<b>108,883</b>	<b>(127,941)</b>	<b>173,915</b>	<b>426,098</b>
<b>Cash flows from noncapital financing activities:</b>				
Proceeds received from non-capital grants	4,681	-	-	4,681
Transfers from other Funds	-	250,000	-	250,000
Transfers to other Funds	-	(10,000)	-	(163,077)
<b>Net cash provided by (used by) noncapital financing activities</b>	<b>4,681</b>	<b>240,000</b>	<b>-</b>	<b>91,604</b>
<b>Cash flows from capital and related financing activities:</b>				
Payments for capital acquisitions	-	-	-	(236,691)
<b>Net cash provided by (used by) capital and related financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(236,691)</b>
<b>Cash flows from investing activities:</b>				
Receipts of interest and dividends	15,843	13,178	19,363	67,316
Payments for investments	(7,396)	(7,993)	(18,149)	175,569
<b>Net cash provided by (used by) investing activities</b>	<b>8,447</b>	<b>5,185</b>	<b>1,214</b>	<b>242,885</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>122,011</b>	<b>117,244</b>	<b>175,129</b>	<b>523,896</b>
Cash and cash equivalents, July 1	1,115,326	996,258	958,116	4,318,410
<b>Cash and cash equivalents, June 30</b>	<b>\$ 1,237,337</b>	<b>\$ 1,113,502</b>	<b>\$ 1,133,245</b>	<b>\$ 4,842,306</b>
Cash and cash equivalents, current	\$ 1,237,337	\$ 1,113,502	\$ 1,133,245	\$ 4,842,306
<b>Cash and cash equivalents, June 30</b>	<b>\$ 1,237,337</b>	<b>\$ 1,113,502</b>	<b>\$ 1,133,245</b>	<b>\$ 4,842,306</b>
<b>Reconciliation of operating income to net cash provided by operating activity:</b>				
Operating income (loss)	\$ 122,849	\$ (128,441)	\$ (48,722)	\$ 127,436
<b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b>				
Depreciation	17,702	-	-	104,861
Change in assets and liabilities:				
(Increase) decrease taxes/accounts/other receivables	-	(10,000)	59,744	49,533
(Increase) decrease inventory	-	-	-	(9,166)
Increase (decrease) compensated absences	5,785	-	1,337	17,167
Increase (decrease) accounts payable	(37,453)	10,500	-	(25,289)
Increase (decrease) claims payable	-	-	161,556	161,556
<b>Net cash provided by (used by) operating activities</b>	<b>\$ 108,883</b>	<b>\$ (127,941)</b>	<b>\$ 173,915</b>	<b>\$ 426,098</b>





**DISCRETELY PRESENTED COMPONENT UNITS**

PureView Health Center – PureView Health Center is a nonprofit corporation organized for the purpose of providing health services to the medically underserved in the County.

COMPONENT UNIT  
BALANCE SHEET  
June 30, 2018

	<b>PUREVIEW HEALTH CENTER</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,684,923
Investments	282,630
Receivables:	
Accounts/contracts (net)	471,103
Due from other governments	522,932
Inventories	93,192
<b>Total assets</b>	<b>\$ 3,054,780</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Prepayments of costs	\$ 68,762
<b>Total deferred outflows of resources</b>	<b>68,762</b>
<b>LIABILITIES</b>	
Accounts payable	139,539
<b>Total liabilities</b>	<b>\$ 139,539</b>
<b>FUND BALANCE</b>	
Nonspendable	
Inventory	93,192
Prepayments	68,762
Restricted	2,822,049
<b>Total fund balance</b>	<b>2,984,003</b>
<b>Total liabilities, deferred inflows of resources, and fund balance</b>	<b>\$ 3,123,542</b>
<b>RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION</b>	
Total <i>fund balance</i> for governmental funds	\$ 2,984,003
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.	
Buildings, Improvements, Vehicles and Equipment(net)	324,370
Infrastructure (net)	
Deferred outflows of resources are not financial resources and therefore are not reported in the funds.	1,324,683
Deferred inflows of resources are not due and payable and therefore are not reported in the funds.	(65,069)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Compensated Absences	(282,460)
Net pension	(5,165,359)
Total OPEB implicit rate subsidy	(73,771)
<b>Net Position of Governmental Activities</b>	<b>\$ (953,603)</b>

**COMPONENT UNIT  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
For the Fiscal Year Ended June 30, 2018**

	<u><b>PUREVIEW HEALTH CENTER</b></u>
<b>REVENUES</b>	
Intergovernmental	\$ 2,662,322
Charges for services	3,795,865
Miscellaneous	824,996
Interest earnings	26,770
	<b>7,309,953</b>
<b>EXPENDITURES</b>	
Current:	
Public health	6,792,617
Capital outlay	15,000
	<b>6,807,617</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>502,336</b>
<b>Net change in fund balances</b>	<b>502,336</b>
Fund balance, July 1	2,481,667
Fund balance, June 30	<b>\$ 2,984,003</b>
 <b>RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES</b>	
Net Change in fund balances -- total governmental funds	\$ 502,336
The amounts reported for governmental activities in the statement of activities is different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of net position, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expenses.	
Capital assets purchases capitalized	15,000
Depreciation expense	(37,036)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
GASB68 recognition of On-behalf payments to Pension Plans	77,455
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	(62,427)
Net pension	(837,663)
OPEB implicit rate subsidy	(5,168)
	<b>(905,258)</b>
<b>Change in net position of governmental activities</b>	<b>\$ (347,503)</b>



## 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:

Helena School District No. 1 Bond Accounts and Endowments  
East Helena School District No. 9 Bond Account

**STATEMENT OF FIDUCIARY NET POSITION - INVESTMENT TRUST FUNDS**  
**FIDUCIARY FUNDS**  
**June 30, 2018**

	<b>EXTERNAL PORTION INVESTMENT POOL</b>	<b>INDIVIDUAL INVESTMENT FUNDS</b>	<b>TOTAL INVESTMENT TRUST FUNDS</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 37,114,989	\$ 56,001,920	\$ 93,116,909
Investments	6,225,693	131,749	6,357,442
<b>Total assets</b>	<b>43,340,682</b>	<b>56,133,669</b>	<b>99,474,351</b>
 <b>NET POSITION</b>			
Held in trust for:			
External investment pool participants	43,340,682	-	43,340,682
Individual investment accounts	-	56,133,669	56,133,669
<b>Total net position</b>	<b>\$ 43,340,682</b>	<b>\$ 56,133,669</b>	<b>\$ 99,474,351</b>

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - INVESTMENT TRUST FUNDS  
 FIDUCIARY FUNDS  
 For the Fiscal Year Ended June 30, 2018

	EXTERNAL PORTION INVESTMENT POOL	INDIVIDUAL INVESTMENT FUNDS	TOTAL INVESTMENT TRUST FUNDS
<b>ADDITIONS</b>			
Contributions to pooled investments	\$ 128,337,514	\$ 78,804,397	\$ 207,141,911
Interest and investment income	504,252	820,709	1,324,961
<b>Total additions</b>	<b>128,841,766</b>	<b>79,625,106</b>	<b>208,466,872</b>
<b>DEDUCTIONS</b>			
Distribution from pooled investments	122,267,696	25,959,077	148,226,773
Administrative expenses	15,128	-	15,128
<b>Total deductions</b>	<b>122,282,824</b>	<b>25,959,077</b>	<b>148,241,901</b>
<b>Change in net position: Pool participants</b>	<b>6,558,942</b>	<b>53,666,029</b>	<b>60,224,971</b>
Net position held in trust, beginning of year	36,781,740	2,467,640	39,249,380
<b>Net position held in trust, end of year</b>	<b>\$ 43,340,682</b>	<b>\$ 56,133,669</b>	<b>\$ 99,474,351</b>





**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

Special Mobile Units - Holding	Entitlement Levy
Fairgrounds Users Foundation	Tax Review
Payroll Fund	Mobile Home/Partial Pay Holding
Refund Revolving	Protested Tax
AT&T Advance Holding	Estate Administration
Sheriff's Commissary	Redemption
Sheriff's Volunteer Fire Department	Clerk of District Court
County Crime Prevention Program	Investment Earnings
Sheriff's Civil Trust	Restitution
Solid Waste Task Force	Fairgrounds Security Deposits
Tax Deed Land	County Flex Plan
Coroner Trust	Subdivision Improvement Agreement

Special Districts

Augusta Fire District	Marysville Fire District
Eastgate Fire District	Augusta Rural Fire Service Area
Baxendale Fire	Montana City Fire
East Helena Valley Fire	Helena Valley Irrigation
Birdseye Fire	Augusta Cemetery
Wolf Creek/Craig Fire	Conservation District
York Fire Service Area	LaCasa Grande Water District
Canyon Creek Fire	Wolf Creek Water/Sewer District
Dearborn Fire Service	Lincoln Hospital District
Westside Fire	Ten Mile/Pleasant Valley Sewer District
Lincoln Fire	East Clark Street Sewer District
West Helena Valley Fire	

Schools

Helena Elem. School District #1	Lincoln School District #38
Helena High School District #1	Augusta Elem. School District #45
Canyon Creek School District #4	Augusta High School District #45
Prickly Pear Cooperative	County-wide School Transportation
East Helena School District #9	County-wide Elementary Retirement
Wolf Creek School District #13	County-wide High Retirement
Auchard Creek School District #27	

**FIDUCIARY ASSETS – AGENCY FUNDS**

State

Motor Vehicles - DOJ	Law Enforcement Academy Surcharge
Fines - Board of Outfitters	Marriage Lic/Marriage w/o Sol
JP Fines and Forfeiture	Public Defenders Fees
Driver License Reinstatement Fee	University Millage
Wildlife Restitution	State Equalization Aid
Court Surcharge	Vo-Tech Millage
Clerk of Court Special Fees	Montana Land Information
Petition for Adoption	Escheated Estates
Dissolution of Marriage Fee	Forest Fire Protection
Petition for Legal Separation	Abandoned Property
District Court Fines	Montana Interactive

Other

Justice Court Trust  
Lewis and Clark Library

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS**  
**FIDUCIARY FUNDS**  
**June 30, 2018**  
 (Page 1 of 6)

	<b>SPEC MOBILE-UNITS HOLDING</b>	<b>FAIRGROUNDS USERS FOUNDATION</b>	<b>PAYROLL</b>	<b>REFUND REVOLVING</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 29,919	\$ 395,674	\$ -
Investments	-	5,019	66,371	-
Receivables:				
Taxes/assessments (net)	-	-	-	-
Land held for resale	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 34,938</b>	<b>\$ 462,045</b>	<b>\$ -</b>
	<hr/>	<hr/>	<hr/>	<hr/>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 34,938	\$ 462,045	\$ -
Intergovernmental payable	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total liabilities</b>	<b>\$ -</b>	<b>\$ 34,938</b>	<b>\$ 462,045</b>	<b>\$ -</b>
	<hr/>	<hr/>	<hr/>	<hr/>

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS**  
**FIDUCIARY FUNDS**  
**June 30, 2018**  
**(Page 2 of 6)**

	<u>AT &amp; T ADVANCE HOLDING</u>	<u>SHERIFF'S COMMISSARY</u>	<u>SHERIFF'S VOLUNTEER FIRE DEPARTMENT</u>	<u>COUNTY CRIME PREVENTION PROGRAM</u>	<u>SHERIFF CIVIL TRUST</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 842	\$ 18,305	\$ 2,054	\$ 618	\$ 31,924
Investments	141	3,071	344	104	5,355
Receivables:					
Taxes/assessments (net)	-	-	-	-	-
Land held for resale	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 983</u></b>	<b><u>\$ 21,376</u></b>	<b><u>\$ 2,398</u></b>	<b><u>\$ 722</u></b>	<b><u>\$ 37,279</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ 983	\$ 21,376	\$ 2,398	\$ 722	\$ 37,279
Intergovernmental payable	-	-	-	-	-
<b>Total liabilities</b>	<b><u>\$ 983</u></b>	<b><u>\$ 21,376</u></b>	<b><u>\$ 2,398</u></b>	<b><u>\$ 722</u></b>	<b><u>\$ 37,279</u></b>

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2018  
 (Page 3 of 6)

	SOLID WASTE TASK FORCE	TAX DEED LAND	CORONER TRUST	ENTITLEMENT LEVY	TAX REVIEW	MOBILE HOME PARTIAL PAYMENT HOLDING
<b>ASSETS</b>						
Cash and cash equivalents	\$ 1,465	\$ -	\$ 3,750	\$ -	\$ 30,177	\$ -
Investments	246	-	629	-	5,062	-
Receivables:						
Taxes/assessments (net)	-	-	-	48,925	-	-
Land held for resale	-	19,098	-	-	-	-
<b>Total assets</b>	<b>\$ 1,711</b>	<b>\$ 19,098</b>	<b>\$ 4,379</b>	<b>\$ 48,925</b>	<b>\$ 35,239</b>	<b>\$ -</b>
<b>LIABILITIES</b>						
Accounts payable	\$ 1,711	\$ 19,098	\$ 4,379	\$ -	\$ 35,239	\$ -
Intergovernmental payable	-	-	-	48,925	-	-
<b>Total liabilities</b>	<b>\$ 1,711</b>	<b>\$ 19,098</b>	<b>\$ 4,379</b>	<b>\$ 48,925</b>	<b>\$ 35,239</b>	<b>\$ -</b>

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2018  
 (Page 4 of 6)

	<u>PROTESTED TAX</u>	<u>ESTATE ADMINISTRATOR</u>	<u>REDEMPTIONS</u>	<u>CLERK OF DISTRICT COURT</u>	<u>INVESTMENT EARNINGS</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 106,968	\$ 118,138	\$ 8,988	\$ 338,519	\$ 23,986
Investments	17,943	19,817	1,508	56,783	4,024
Receivables:					
Taxes/assessments (net)	-	-	-	-	-
Land held for resale	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 124,911</u></b>	<b><u>\$ 137,955</u></b>	<b><u>\$ 10,496</u></b>	<b><u>\$ 395,302</u></b>	<b><u>\$ 28,010</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ 124,911	\$ 137,955	\$ 10,496	\$ 395,302	\$ -
Intergovernmental payable	-	-	-	-	28,010
<b>Total liabilities</b>	<b><u>\$ 124,911</u></b>	<b><u>\$ 137,955</u></b>	<b><u>\$ 10,496</u></b>	<b><u>\$ 395,302</u></b>	<b><u>\$ 28,010</u></b>

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS**  
**FIDUCIARY FUNDS**  
**June 30, 2018**  
 (Page 5 of 6)

	<u>RESTITUTION</u>	<u>FAIRGROUNDS SECURITY DEPOSITS</u>	<u>COUNTY FLEX PLAN</u>	<u>SUBDIVISION IMPROVEMENT AGREEMENTS</u>	<u>SPECIAL DISTRICTS</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 91,280	\$ 19,588	\$ 31,399	\$ 12,589	\$ 61,232
Investments	15,311	3,286	5,267	2,112	10,271
Receivables:					
Taxes/assessments (net)	-	-	-	-	101,032
Land held for resale	-	-	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total assets</b>	<b><u>\$ 106,591</u></b>	<b><u>\$ 22,874</u></b>	<b><u>\$ 36,666</u></b>	<b><u>\$ 14,701</u></b>	<b><u>\$ 172,535</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ 106,591	\$ 22,874	\$ 36,666	\$ 14,701	\$ -
Intergovernmental payable	-	-	-	-	172,535
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total liabilities</b>	<b><u>\$ 106,591</u></b>	<b><u>\$ 22,874</u></b>	<b><u>\$ 36,666</u></b>	<b><u>\$ 14,701</u></b>	<b><u>\$ 172,535</u></b>

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2018  
 (Page 6 of 6)

	SCHOOLS	CITIES	STATE	Justice Court Trust	Library	TOTAL AGENCY FUNDS
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ 524,770	\$ 1,019,147	\$ 22,129	\$ 5,049,653	\$ 7,943,114
Investments	-	88,025	170,953	-	847,032	1,328,674
Receivables:						
Taxes/assessments (net)	803,192	388,948	271,327	-	59,740	1,673,164
Land held for resale	-	-	-	-	-	19,098
<b>Total assets</b>	<b>\$ 803,192</b>	<b>\$ 1,001,743</b>	<b>\$ 1,461,427</b>	<b>\$ 22,129</b>	<b>\$ 5,956,425</b>	<b>\$ 10,964,050</b>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ 22,129	\$ -	\$ 1,491,793
Intergovernmental payable	803,192	1,001,743	1,461,427	-	5,956,425	9,472,257
<b>Total liabilities</b>	<b>\$ 803,192</b>	<b>\$ 1,001,743</b>	<b>\$ 1,461,427</b>	<b>\$ 22,129</b>	<b>\$ 5,956,425</b>	<b>\$ 10,964,050</b>



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**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**Year Ended June 30, 2018**  
**(Page 1 of 8)**

	<u>BALANCE</u> <u>July 1, 2017</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>June 30, 2018</u>
<b>SPECIAL MOBILE UNITS - HOLDING</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 108,744	\$ 108,744	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 108,744</u>	<u>\$ 108,744</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 108,744	\$ 108,744	\$ -
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 108,744</u>	<u>\$ 108,744</u>	<u>\$ -</u>
<b>FAIRGROUNDS USERS FOUNDATION</b>				
<b>ASSETS</b>				
Cash and investments	\$ 25,850	\$ 17,355	\$ 8,267	\$ 34,938
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 25,850</u>	<u>\$ 17,355</u>	<u>\$ 8,267</u>	<u>\$ 34,938</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 25,850	\$ 17,355	\$ 8,267	\$ 34,938
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 25,850</u>	<u>\$ 17,355</u>	<u>\$ 8,267</u>	<u>\$ 34,938</u>
<b>PAYROLL FUND</b>				
<b>ASSETS</b>				
Cash and investments	\$ 414,582	\$ 10,258,066	\$ 10,210,603	\$ 462,045
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 414,582</u>	<u>\$ 10,258,066</u>	<u>\$ 10,210,603</u>	<u>\$ 462,045</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 414,582	\$ 10,258,066	\$ 10,210,603	\$ 462,045
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 414,582</u>	<u>\$ 10,258,066</u>	<u>\$ 10,210,603</u>	<u>\$ 462,045</u>

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2018  
 (Page 2 of 8)

	BALANCE July 1, 2017	ADDITIONS	DELETIONS	BALANCE June 30, 2018
<b>REFUND REVOLVING</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 39,246	\$ 39,246	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 39,246</u>	<u>\$ 39,246</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 39,246	\$ 39,246	\$ -
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 39,246</u>	<u>\$ 39,246</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	\$ 19,962	\$ 320,572	\$ 319,158	\$ 21,376
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 19,962</u>	<u>\$ 320,572</u>	<u>\$ 319,158</u>	<u>\$ 21,376</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 19,962	\$ 320,572	\$ 319,158	\$ 21,376
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 19,962</u>	<u>\$ 320,572</u>	<u>\$ 319,158</u>	<u>\$ 21,376</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>

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2018  
 (Page 3 of 8)

	BALANCE July 1, 2017	ADDITIONS	DELETIONS	BALANCE June 30, 2018
<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	\$ 32,202	\$ 115,214	\$ 110,137	\$ 37,279
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 32,202</u>	<u>\$ 115,214</u>	<u>\$ 110,137</u>	<u>\$ 37,279</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 32,202	\$ 115,214	\$ 110,137	\$ 37,279
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 32,202</u>	<u>\$ 115,214</u>	<u>\$ 110,137</u>	<u>\$ 37,279</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	19,098	-	-	19,098
Total Assets	<u>\$ 19,098</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,098</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 19,098	\$ -	\$ -	\$ 19,098
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 19,098</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,098</u>

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**Year Ended June 30, 2018**  
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	<u>BALANCE</u> <u>July 1, 2017</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>June 30, 2018</u>
<b>CORONER TRUST</b>				
<b>ASSETS</b>				
Cash and investments	\$ 4,659	\$ 4,275	\$ 4,555	\$ 4,379
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 4,659</u></b>	<b><u>\$ 4,275</u></b>	<b><u>\$ 4,555</u></b>	<b><u>\$ 4,379</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ 4,659	\$ 4,275	\$ 4,555	\$ 4,379
Due to other governmental units	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 4,659</u></b>	<b><u>\$ 4,275</u></b>	<b><u>\$ 4,555</u></b>	<b><u>\$ 4,379</u></b>
<b>ENTITLEMENT LEVY</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 4,879,324	\$ 4,879,324	\$ -
Receivables	100,557	2,431,874	2,483,506	48,925
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 100,557</u></b>	<b><u>\$ 7,311,198</u></b>	<b><u>\$ 7,362,830</u></b>	<b><u>\$ 48,925</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	100,557	7,311,198	7,362,830	48,925
<b>Total Liabilities</b>	<b><u>\$ 100,557</u></b>	<b><u>\$ 7,311,198</u></b>	<b><u>\$ 7,362,830</u></b>	<b><u>\$ 48,925</u></b>
<b>TAX REVIEW</b>				
<b>ASSETS</b>				
Cash and investments	\$ 60,425	\$ 107,977	\$ 133,163	\$ 35,239
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 60,425</u></b>	<b><u>\$ 107,977</u></b>	<b><u>\$ 133,163</u></b>	<b><u>\$ 35,239</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ 60,425	\$ 107,977	\$ 133,163	\$ 35,239
Due to other governmental units	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 60,425</u></b>	<b><u>\$ 107,977</u></b>	<b><u>\$ 133,163</u></b>	<b><u>\$ 35,239</u></b>
<b>MOBILE HOME/PARTIAL PAY HOLDING</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 6,108	\$ 6,108	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b><u>\$ -</u></b>	<b><u>\$ 6,108</u></b>	<b><u>\$ 6,108</u></b>	<b><u>\$ -</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 6,108	\$ 6,108	\$ -
Due to other governmental units	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ -</u></b>	<b><u>\$ 6,108</u></b>	<b><u>\$ 6,108</u></b>	<b><u>\$ -</u></b>

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**Year Ended June 30, 2018**  
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	<u>BALANCE</u> <u>July 1, 2017</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>June 30, 2018</u>
<b>PROTESTED TAX</b>				
<b>ASSETS</b>				
Cash and investments	\$ 68,233	\$ 106,791	\$ 50,113	\$ 124,911
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 68,233</u>	<u>\$ 106,791</u>	<u>\$ 50,113</u>	<u>\$ 124,911</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 68,233	\$ 106,791	\$ 50,113	\$ 124,911
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 68,233</u>	<u>\$ 106,791</u>	<u>\$ 50,113</u>	<u>\$ 124,911</u>
<b>ESTATE ADMINISTRATION</b>				
<b>ASSETS</b>				
Cash and investments	\$ 125,721	\$ 14,251	\$ 2,017	\$ 137,955
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 125,721</u>	<u>\$ 14,251</u>	<u>\$ 2,017</u>	<u>\$ 137,955</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 125,721	\$ 14,251	\$ 2,017	\$ 137,955
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 125,721</u>	<u>\$ 14,251</u>	<u>\$ 2,017</u>	<u>\$ 137,955</u>
<b>REDEMPTIONS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 59,816	\$ 531,784	\$ 581,104	\$ 10,496
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 59,816</u>	<u>\$ 531,784</u>	<u>\$ 581,104</u>	<u>\$ 10,496</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 59,816	\$ 531,784	\$ 581,104	\$ 10,496
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 59,816</u>	<u>\$ 531,784</u>	<u>\$ 581,104</u>	<u>\$ 10,496</u>
<b>CLERK OF DISTRICT COURT</b>				
<b>ASSETS</b>				
Cash and investments	\$ 1,515,980	\$ 548,399	\$ 1,669,077	\$ 395,302
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 1,515,980</u>	<u>\$ 548,399</u>	<u>\$ 1,669,077</u>	<u>\$ 395,302</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 1,515,980	\$ 548,399	\$ 1,669,077	\$ 395,302
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 1,515,980</u>	<u>\$ 548,399</u>	<u>\$ 1,669,077</u>	<u>\$ 395,302</u>

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**Year Ended June 30, 2018**  
 (Page 6 of 8)

	<b>BALANCE</b> <b>July 1, 2017</b>	<b>ADDITIONS</b>	<b>DELETIONS</b>	<b>BALANCE</b> <b>June 30, 2018</b>
<b>INVESTMENT EARNINGS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 22,920	\$ 1,330,736	\$ 1,325,646	\$ 28,010
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<b>\$ 22,920</b>	<b>\$ 1,330,736</b>	<b>\$ 1,325,646</b>	<b>\$ 28,010</b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	22,920	1,330,736	1,325,646	28,010
Total Liabilities	<b>\$ 22,920</b>	<b>\$ 1,330,736</b>	<b>\$ 1,325,646</b>	<b>\$ 28,010</b>
<b>RESTITUTION</b>				
<b>ASSETS</b>				
Cash and investments	\$ 105,165	\$ 148,916	\$ 147,490	\$ 106,591
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<b>\$ 105,165</b>	<b>\$ 148,916</b>	<b>\$ 147,490</b>	<b>\$ 106,591</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 105,165	\$ 148,916	\$ 147,490	\$ 106,591
Due to other governmental units	-	-	-	-
Total Liabilities	<b>\$ 105,165</b>	<b>\$ 148,916</b>	<b>\$ 147,490</b>	<b>\$ 106,591</b>
<b>FAIRGROUNDS SECURITY DEPOSITS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 18,950	\$ 39,895	\$ 35,971	\$ 22,874
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<b>\$ 18,950</b>	<b>\$ 39,895</b>	<b>\$ 35,971</b>	<b>\$ 22,874</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 18,950	\$ 39,895	\$ 35,971	\$ 22,874
Due to other governmental units	-	-	-	-
Total Liabilities	<b>\$ 18,950</b>	<b>\$ 39,895</b>	<b>\$ 35,971</b>	<b>\$ 22,874</b>
<b>COUNTY FLEX PLAN</b>				
<b>ASSETS</b>				
Cash and investments	\$ 18,025	\$ 226,464	\$ 207,823	\$ 36,666
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<b>\$ 18,025</b>	<b>\$ 226,464</b>	<b>\$ 207,823</b>	<b>\$ 36,666</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 18,025	\$ 226,464	\$ 207,823	\$ 36,666
Due to other governmental units	-	-	-	-
Total Liabilities	<b>\$ 18,025</b>	<b>\$ 226,464</b>	<b>\$ 207,823</b>	<b>\$ 36,666</b>

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**Year Ended June 30, 2018**  
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	<u>BALANCE</u> <u>July 1, 2017</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>June 30, 2018</u>
<b>SUBDIVISION IMPROVEMENT AGREEMENTS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 2,719	\$ 38,629	\$ 26,647	\$ 14,701
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b>\$ 2,719</b>	<b>\$ 38,629</b>	<b>\$ 26,647</b>	<b>\$ 14,701</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 2,719	\$ 38,629	\$ 26,647	\$ 14,701
Due to other governmental units	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 2,719</b>	<b>\$ 38,629</b>	<b>\$ 26,647</b>	<b>\$ 14,701</b>
<b>SPECIAL DISTRICTS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 68,645	\$ 167,782	\$ 164,924	\$ 71,503
Receivables	100,788	2,950,310	2,950,666	101,032
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b>\$ 169,433</b>	<b>\$ 3,118,092</b>	<b>\$ 3,114,990</b>	<b>\$ 172,535</b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	169,433	3,118,092	3,114,990	172,535
<b>Total Liabilities</b>	<b>\$ 169,433</b>	<b>\$ 3,118,092</b>	<b>\$ 3,114,990</b>	<b>\$ 172,535</b>
<b>SCHOOL FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables	1,506,931	41,308,379	42,012,118	803,192
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b>\$ 1,506,931</b>	<b>\$ 41,308,379</b>	<b>\$ 42,012,118</b>	<b>\$ 803,192</b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	1,506,931	41,308,379	42,012,118	803,192
<b>Total Liabilities</b>	<b>\$ 1,506,931</b>	<b>\$ 41,308,379</b>	<b>\$ 42,012,118</b>	<b>\$ 803,192</b>
<b>CITY FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 295,972	\$ 22,267,998	\$ 21,951,175	\$ 612,795
Receivables	786,956	21,023,109	21,421,117	388,948
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b>\$ 1,082,928</b>	<b>\$ 43,291,107</b>	<b>\$ 43,372,292</b>	<b>\$ 1,001,743</b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other County funds	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 1,082,928</b>	<b>\$ 43,291,107</b>	<b>\$ 43,372,292</b>	<b>\$ 1,001,743</b>



**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**Year Ended June 30, 2018**  
**(Page 8 of 8)**

	<u>BALANCE</u> <u>July 1, 2017</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>June 30, 2018</u>
<b>STATE FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 950,526	\$ 23,690,100	\$ 23,450,526	\$ 1,190,100
Receivables	554,463	13,922,893	14,206,029	271,327
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 1,504,989</u>	<u>\$ 37,612,993</u>	<u>\$ 37,656,555</u>	<u>\$ 1,461,427</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	1,504,989	37,612,993	37,656,555	1,461,427
Total Liabilities	<u>\$ 1,504,989</u>	<u>\$ 37,612,993</u>	<u>\$ 37,656,555</u>	<u>\$ 1,461,427</u>
<b>JUSTICE COURT TRUST</b>				
<b>ASSETS</b>				
Cash and investments	\$ 46,727	\$ 559,648	\$ 584,246	\$ 22,129
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 46,727</u>	<u>\$ 559,648</u>	<u>\$ 584,246</u>	<u>\$ 22,129</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 46,727	\$ 559,648	\$ 584,246	\$ 22,129
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 46,727</u>	<u>\$ 559,648</u>	<u>\$ 584,246</u>	<u>\$ 22,129</u>
<b>LIBRARY</b>				
<b>ASSETS</b>				
Cash and investments	\$ 5,280,003	\$ 3,679,187	\$ 3,062,505	\$ 5,896,685
Receivables	122,769	2,965,054	3,028,083	59,740
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 5,402,772</u>	<u>\$ 6,644,241</u>	<u>\$ 6,090,588</u>	<u>\$ 5,956,425</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	5,402,772	6,644,241	6,090,588	5,956,425
Total Liabilities	<u>\$ 5,402,772</u>	<u>\$ 6,644,241</u>	<u>\$ 6,090,588</u>	<u>\$ 5,956,425</u>
<b>TOTALS - ALL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 9,142,896	\$ 69,168,215	\$ 69,039,323	\$ 9,271,788
Receivables	3,172,464	84,640,865	86,140,165	1,673,164
Land acquired by tax deed	19,098	-	-	19,098
Total Assets	<u>\$ 12,334,458</u>	<u>\$ 153,809,080</u>	<u>\$ 155,179,488</u>	<u>\$ 10,964,050</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 2,543,928	\$ 13,192,334	\$ 14,244,469	\$ 1,491,793
Due to other governmental units	9,790,530	140,616,746	140,935,019	9,472,257
Total Liabilities	<u>\$ 12,334,458</u>	<u>\$ 153,809,080</u>	<u>\$ 155,179,488</u>	<u>\$ 10,964,050</u>



**CAPITAL ASSETS USED IN THE OPERATIONS  
OF GOVERNMENTAL FUNDS**

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
COMPARATIVE SCHEDULE BY SOURCE (1)  
June 30, 2018 and 2017**

	<b>2018</b>	<b>2017</b>
<b>Governmental Funds Capital Assets:</b>		
Land	\$ 5,480,212	\$ 6,198,962 (2)
Buildings	21,483,816	20,787,324
Improvements other than buildings	3,093,988	2,367,075
Infrastructure	29,683,295	24,391,490
Machinery and equipment	14,668,344	14,589,583
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 74,409,655</b>	<b>\$ 68,334,434</b>
 <b>Investment in Governmental Funds Capital Assets by Source:</b>		
General fund	\$ 13,650,790	\$ 13,173,291
Special revenue funds	15,583,123	15,547,198
Capital projects funds	45,175,742	39,613,945
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 74,409,655</b>	<b>\$ 68,334,434</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 position.

(2) Prior period adjustments changed beginning balances.

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
 SCHEDULE BY FUNCTION AND ACTIVITY (1)  
 June 30, 2018

FUNCTION AND ACTIVITY	IMPROVEMENTS				MACHINERY	TOTAL
	LAND	BUILDINGS	OTHER THAN BUILDINGS	INFRASTRUCTURE	AND EQUIPMENT	
<b>GENERAL GOVERNMENT</b>						
Legislative services	\$ -	\$ 769,361	\$ -	\$ -	\$ 40,200	\$ 809,561
Judicial services	-	172,263	-	-	12,516	184,779
Administrative services	1,355,475	5,436,238	1,035,363	-	138,272	7,965,348
Financial services	-	-	-	-	374,415	374,415
Election services	-	-	-	-	234,200	234,200
Planning services	95,800	-	-	-	91,058	186,858
Records administration	-	-	-	-	332,397	332,397
Legal services	-	801,370	-	-	55,129	856,499
<b>Total General Government</b>	<b>1,451,275</b>	<b>7,179,232</b>	<b>1,035,363</b>	<b>-</b>	<b>1,278,187</b>	<b>10,944,057</b>
<b>PUBLIC SAFETY</b>						
Law enforcement services	-	1,839,470	-	6,006,233	4,942,061	12,787,764
Detention and correction services	-	3,589,561	-	-	28,345	3,617,906
Coroner Services	-	-	-	-	61,834	61,834
Animal control	-	-	-	-	19,455	19,455
Fire protection and control	125,307	424,870	-	-	373,957	924,134
Civil defense	22,865	-	-	-	177,295	200,160
<b>Total Public Safety</b>	<b>148,172</b>	<b>5,853,901</b>	<b>-</b>	<b>6,006,233</b>	<b>5,602,947</b>	<b>17,611,253</b>
<b>PUBLIC WORKS</b>						
Public work administration	-	32,757	-	-	31,721	64,478
Road and street services	3,857,285	-	6,184,460	18,538,480	7,022,722	35,602,947
Cemetery services	-	88,304	988,130	-	117,691	1,194,125
Facilities administration	-	241,932	-	-	24,252	266,184
Weed spraying services	-	160,960	-	-	306,676	467,636
<b>Total Public Works</b>	<b>3,857,285</b>	<b>523,953</b>	<b>7,172,590</b>	<b>18,538,480</b>	<b>7,503,062</b>	<b>37,595,370</b>
<b>PUBLIC HEALTH</b>						
Public health services	-	5,803,018	-	-	211,467	6,014,485
<b>Total Public Health</b>	<b>-</b>	<b>5,803,018</b>	<b>-</b>	<b>-</b>	<b>211,467</b>	<b>6,014,485</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	-	-	-	-	39,800	39,800
<b>Total Social and Economics</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,800</b>	<b>39,800</b>
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 5,480,212</b>	<b>\$ 21,483,816</b>	<b>\$ 8,232,569</b>	<b>\$ 24,544,713</b>	<b>\$ 14,668,345</b>	<b>\$ 74,409,655</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 position.

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY (1)  
For the Fiscal Year Ended June 30, 2018**

FUNCTION AND ACTIVITY	GOVERNMENTAL FUNDS CAPITAL ASSETS JULY 1, 2017	ADDITIONS	DEDUCTIONS	GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2018
<b>GENERAL GOVERNMENT</b>				
Legislative services	\$ 791,361	\$ -	\$ -	\$ 791,361
Judicial services	184,779	-	-	184,779
Administrative services	8,196,859	918,850	1,150,361	7,965,348
Financial services	374,415	-	7,798	366,617
Election services	234,200	-	-	234,200
Planning services	(2) 223,301	-	28,645	194,656
Records administration	348,898	-	16,501	332,397
Legal services	856,499	18,200	-	874,699
<b>Total General Government</b>	<b>11,210,312</b>	<b>937,050</b>	<b>1,203,305</b>	<b>10,944,057</b>
<b>PUBLIC SAFETY</b>				
Law enforcement services	12,756,876	234,075	203,187	12,787,764
Detention and correction services	3,617,906	-	-	3,617,906
Coroner Services	61,834	-	-	61,834
Animal control	19,455	-	-	19,455
Fire services	924,134	-	-	924,134
Civil defense	200,160	-	-	200,160
<b>Total Public Safety</b>	<b>17,580,365</b>	<b>234,075</b>	<b>203,187</b>	<b>17,611,253</b>
<b>PUBLIC WORKS</b>				
Public work administration	64,478	-	-	64,478
Road and street services	30,252,525	5,533,845	183,423	35,602,947
Cemetery services	954,451	239,674	-	1,194,125
Facilities administration	266,184	-	-	266,184
Weed spraying services	467,636	-	-	467,636
<b>Total Public Works</b>	<b>32,005,274</b>	<b>5,773,519</b>	<b>183,423</b>	<b>37,595,370</b>
<b>PUBLIC HEALTH</b>				
Public health services	5,317,993	696,492	-	6,014,485
<b>Total Public Health</b>	<b>5,317,993</b>	<b>696,492</b>	<b>-</b>	<b>6,014,485</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	15,800	24,000	-	39,800
<b>Total Social and Economics</b>	<b>15,800</b>	<b>24,000</b>	<b>-</b>	<b>39,800</b>
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 68,334,434</b>	<b>\$ 7,665,136</b>	<b>\$ 1,589,915</b>	<b>\$ 74,409,655</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.

(2) Prior period adjustments changed beginning balances.

## STATISTICAL SECTION

**STATISTICAL SECTION**

This part of the 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 <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>	222-226
Revenue Capacity <i>These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.</i>	227-230
Debt Capacity <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>	231-234
Demographic and Economic Information <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>	235-236
Operating Information <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>	237-239

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.



**NET POSITION BY COMPONENT**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**  
**(amounts expressed in thousands)**

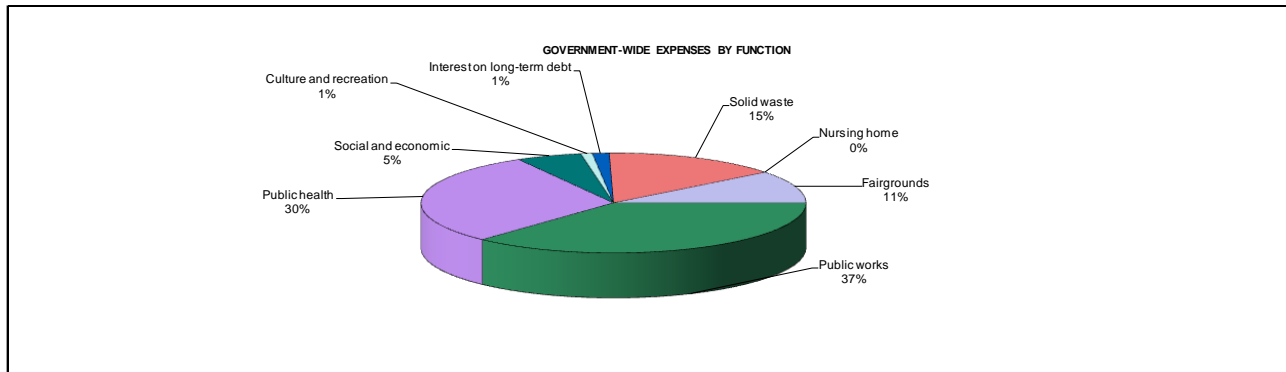
	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
Governmental activities										
Net Investment in capital assets	\$ 26,686	\$ 27,500	\$ 28,039	\$ 30,596	\$ 31,553	\$ 33,892	\$ 42,525	\$ 42,642	\$ 45,489	\$ 45,094
Restricted	8,419	4,676	4,346	3,887	4,581	4,551	2,977	2,953	4,263	3,906
Unrestricted	11,232	16,856	19,048	20,360	21,745	22,877	2,735	6,980	6,745	12,781
<b>Total governmental activities net position</b>	<b>\$ 46,337</b>	<b>\$ 49,032</b>	<b>\$ 51,433</b>	<b>\$ 54,843</b>	<b>\$ 57,879</b>	<b>\$ 61,320</b>	<b>\$ 48,237</b>	<b>\$ 52,575</b>	<b>\$ 56,497</b>	<b>\$ 61,781</b>
Business-type activities										
Net Investment in capital assets	\$ 10,407	\$ 11,187	\$ 11,684	\$ 10,645	\$ 11,157	\$ 11,780	\$ 11,849	\$ 11,656	\$ 11,898	\$ 12,995
Restricted	1,164	908	858	936	884	886	561	563	565	342
Unrestricted	(2,045)	(1,529)	(1,570)	(246)	272	1,234	1,287	2,105	2,167	1,556
<b>Total business-type activities net position</b>	<b>\$ 9,526</b>	<b>\$ 10,566</b>	<b>\$ 10,972</b>	<b>\$ 11,335</b>	<b>\$ 12,313</b>	<b>\$ 13,900</b>	<b>\$ 13,697</b>	<b>\$ 14,324</b>	<b>\$ 14,630</b>	<b>\$ 14,893</b>
Primary government										
Net Investment in capital assets	\$ 37,093	\$ 38,687	\$ 39,723	\$ 41,241	\$ 42,710	\$ 45,672	\$ 54,374	\$ 54,298	\$ 57,387	\$ 58,089
Restricted	9,583	5,584	5,204	4,823	5,465	5,437	3,538	3,516	4,828	4,248
Unrestricted	9,187	15,327	17,478	20,114	22,017	24,111	4,022	9,085	8,912	14,337
<b>Total primary government net position</b>	<b>\$ 55,863</b>	<b>\$ 59,598</b>	<b>\$ 62,405</b>	<b>\$ 66,178</b>	<b>\$ 70,192</b>	<b>\$ 75,220</b>	<b>\$ 61,934</b>	<b>\$ 66,899</b>	<b>\$ 71,127</b>	<b>\$ 76,674</b>

**CHANGE IN NET POSITION**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**  
**(amounts expressed in thousands)**

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Expenses</b>										
Governmental activities:										
General government	\$ 9,444	\$ 8,785	\$ 8,639	\$ 10,666	\$ 9,822	\$ 14,967	\$ 10,325	\$ 11,778	\$ 13,983	\$ 11,812
Public safety	9,343	10,255	10,590	11,493	11,968	13,093	14,673	13,127	13,859	14,336
Public works	4,187	6,584	6,350	6,094	6,197	6,742	6,449	5,455	7,173	6,504
Public health	3,917	4,056	4,051	4,402	4,955	4,678	5,131	5,273	5,253	5,269
Social and economic	1,243	1,167	1,466	1,077	1,457	954	1,029	1,018	1,059	969
Culture and recreation	125	149	174	106	162	129	118	104	117	170
Interest on long-term debt	324	249	305	317	148	135	131	131	128	249
<b>Total governmental activities expenses</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>	<b>36,886</b>	<b>41,572</b>	<b>39,309</b>
Business-type activities:										
Solid waste	2,267	2,469	2,618	2,571	2,575	2,389	2,558	2,532	2,679	2,613
Nursing home	5,915	6,169	5,896	5,756	200	35	-	-	-	-
Fairgrounds	1,182	1,528	1,546	1,548	1,629	1,571	1,693	1,762	1,646	1,857
<b>Total business-type activities expenses</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>4,294</b>	<b>4,325</b>	<b>4,470</b>
<b>Total primary government expenses</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>\$ 41,180</b>	<b>\$ 45,897</b>	<b>\$ 43,779</b>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 1,632	\$ 1,675	\$ 1,544	\$ 1,702	\$ 1,792	\$ 1,622	\$ 1,651	\$ 1,661	\$ 1,649	\$ 1,717
Public safety	771	768	792	881	1,019	1,695	2,709	1,426	1,508	1,025
Public works	85	107	103	116	108	145	164	133	186	136
Public health	826	797	1,011	1,201	1,279	1,428	1,520	1,711	1,651	1,526
Social and economic	2	1	2	3	2	3	4	4	7	2
Operating grants and contributions	3,124	3,100	3,197	3,182	3,879	3,628	3,797	4,554	3,134	2,706
Capital grants and contributions	5,549	2,334	1,417	2,829	1,998	2,827	778	1,030	5,224	1,889
<b>Total governmental activities program revenues</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>	<b>10,519</b>	<b>13,359</b>	<b>9,001</b>
Business-type activities:										
Charges for services:										
Solid waste	2,043	2,929	2,661	2,892	2,918	3,017	3,307	3,389	3,125	3,024
Nursing home	5,583	5,474	5,346	4,400	12	-	6	41	-	-
Fairgrounds	584	696	813	793	888	949	1,017	956	967	1,083
Operating grants and contributions	-	-	22	27	11	22	34	34	32	-
<b>Total business-type activities program revenues</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>4,420</b>	<b>4,124</b>	<b>4,107</b>
<b>Total primary government program revenues</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>	<b>\$ 14,939</b>	<b>\$ 17,483</b>	<b>\$ 13,108</b>
Net (expense) revenue										
Governmental activities:	\$ (16,594)	\$ (22,463)	\$ (23,509)	\$ (24,241)	\$ (24,632)	\$ (29,350)	\$ (27,233)	\$ (26,367)	\$ (28,213)	\$ (30,308)
Business-type activities	(1,154)	(1,067)	(1,218)	(1,763)	(575)	(7)	113	126	(201)	(363)
<b>Total primary government expenses</b>	<b>\$ (17,748)</b>	<b>\$ (23,530)</b>	<b>\$ (24,727)</b>	<b>\$ (26,004)</b>	<b>\$ (25,207)</b>	<b>\$ (29,357)</b>	<b>\$ (27,120)</b>	<b>\$ (26,241)</b>	<b>\$ (28,414)</b>	<b>\$ (30,671)</b>

**CHANGE IN NET POSITION (Continued)**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**  
**(amounts expressed in thousands)**

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>General Revenues and Other</b>										
<b>Changes in Net Position</b>										
Governmental activities:										
Taxes										
Property taxes	\$ 16,226	\$ 18,300	\$ 18,916	\$ 19,939	\$ 20,094	\$ 21,444	\$ 20,548	\$ 22,014	\$ 22,866	\$ 24,666
Local option tax	1,974	2,052	2,063	2,112	2,265	2,388	2,601	2,750	2,859	3,011
Other taxes	29	35	47	53	6	33	30	16	7	14
Unrestricted grants and contributions	4,179	4,266	3,949	4,348	4,465	6,817	9,700	5,386	5,043	5,575
Unrestricted investment earnings	468	277	232	168	152	306	103	181	315	653
Miscellaneous	550	680	914	1,084	735	1,820	646	1,793	1,090	1,648
Contributions of capital assets	(2,964)	-	-	-	-	-	-	-	-	-
Transfers	(699)	(452)	(211)	(53)	(49)	(18)	(41)	(50)	(24)	25
<b>Total governmental activities</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>	<b>32,090</b>	<b>32,156</b>	<b>35,592</b>
Business-type activities:										
Taxes	1,245	1,351	1,402	1,451	1,495	1,568	317	410	432	448
Unrestricted grants and contributions	43	287	-	-	-	-	-	-	-	92
Unrestricted investment earnings	55	17	10	9	8	6	41	41	55	63
Miscellaneous	-	-	-	614	-	3	1	-	-	48
Transfers	699	452	211	53	49	18	41	50	24	(25)
<b>Total business-type activities</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>501</b>	<b>511</b>	<b>626</b>
<b>Total primary government</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>\$ 32,591</b>	<b>\$ 32,667</b>	<b>\$ 36,218</b>
<b>Change in Net Position</b>										
Governmental activities	\$ 3,169	\$ 2,695	\$ 2,401	\$ 3,410	\$ 3,036	\$ 3,440	\$ 6,354	\$ 5,723	\$ 3,943	\$ 5,284
Business-type activities	888	1,040	405	364	977	1,588	513	627	310	263
<b>Total primary government</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>	<b>\$ 6,350</b>	<b>\$ 4,253</b>	<b>\$ 5,547</b>



**FUND BALANCES OF GOVERNMENTAL FUNDS**  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 (amounts expressed in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General fund										
Nonspendable	\$ 45	\$ 61	\$ 121	\$ 96	\$ 108	\$ 101	\$ 69	\$ 70	\$ 56	\$ 65
Restricted	-	-	-	-	-	3	-	-	-	-
Unrestricted:										
Committed	10	59	81	7	3	4	1,705	19	21	35
Assigned	399	559	354	451	580	1,113	719	1,440	1,089	1,889
Unassigned	1,446	1,485	2,224	1,869	2,279	619	592	3,069	3,548	3,558
<b>Total general fund</b>	<b>\$ 1,900</b>	<b>\$ 2,164</b>	<b>\$ 2,780</b>	<b>\$ 2,423</b>	<b>\$ 2,970</b>	<b>\$ 1,840</b>	<b>\$ 3,085</b>	<b>\$ 4,598</b>	<b>\$ 4,714</b>	<b>\$ 5,547</b>
All other governmental funds										
Nonspendable	\$ 3,282	\$ 3,014	\$ 2,634	\$ 2,371	\$ 766	\$ 750	\$ 774	\$ 843	\$ 896	\$ 876
Restricted	1,579	1,530	4,389	4,105	5,795	5,643	4,023	3,670	7,036	6,626
Unrestricted:										
Committed	9,218	10,435	11,871	13,072	13,644	16,425	17,285	18,442	20,814	24,989
Assigned	214	119	125	29	9	31	23	120	47	24
Unassigned	(53)	(54)	-	-	-	-	-	(131)	-	-
<b>Total all other governmental funds</b>	<b>\$ 14,240</b>	<b>\$ 15,044</b>	<b>\$ 19,019</b>	<b>\$ 19,577</b>	<b>\$ 20,214</b>	<b>\$ 22,849</b>	<b>\$ 22,105</b>	<b>\$ 22,944</b>	<b>\$ 28,793</b>	<b>\$ 32,515</b>

**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**  
**(amounts expressed in thousands)**

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Revenues</b>										
Taxes/assessments	\$ 19,145	\$ 19,136	\$ 21,436	\$ 21,209	\$ 22,040	\$ 25,185	\$ 24,184	\$ 24,819	\$ 25,822	\$ 27,857
Licenses and permits	214	274	190	266	332	286	280	289	289	282
Intergovernmental	12,852	9,700	8,563	10,359	10,282	13,272	9,143	10,698	13,067	9,410
Charges for services	2,543	2,504	2,667	3,089	3,302	4,049	5,296	4,106	4,013	3,692
Fines and forfeitures	560	570	594	549	567	558	473	540	698	431
Miscellaneous	505	637	974	518	776	1,177	761	726	898	1,675
Interest earnings	423	255	219	159	143	302	98	164	279	586
<b>Total revenues</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>41,342</b>	<b>45,066</b>	<b>43,933</b>
<b>Expenditures</b>										
General government	7,770	7,708	8,807	9,946	9,986	14,348	10,456	11,670	12,536	10,597
Public safety	8,430	9,156	9,601	10,506	11,067	12,152	13,732	12,472	12,698	13,316
Public works	4,222	4,614	5,028	4,898	5,199	5,827	5,728	4,839	5,155	5,227
Public health	3,876	4,006	4,034	4,367	4,933	4,667	5,121	5,290	5,023	5,097
Social and economic	1,241	1,166	1,464	1,075	1,456	952	1,027	1,022	1,053	963
Culture and recreation	40	94	118	48	104	71	60	46	62	115
Debt service										
Principal	1,183	1,215	873	727	646	556	430	500	523	1,007
Interest	221	144	190	392	133	120	115	121	119	249
Capital outlay	8,186	4,395	2,709	4,028	2,766	4,074	3,947	2,827	6,054	2,745
<b>Total expenditures</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>	<b>38,787</b>	<b>43,223</b>	<b>39,316</b>
Excess of revenues over (under) expenditures	1,073	578	1,819	162	1,152	2,062	(381)	2,555	1,843	4,617
<b>Other financing sources (uses)</b>										
Transfers in	4,576	3,586	4,401	4,306	4,927	5,057	6,968	5,940	7,724	6,389
Transfers out	(5,421)	(4,105)	(4,631)	(4,427)	(5,041)	(5,973)	(6,987)	(6,143)	(7,867)	(6,451)
Loans	1,050	969	3,002	9	-	238	991	-	-	-
Proceeds from sale of capital assets	41	40	-	150	36	232	(90)	-	-	-
Proceeds from long-term debt	-	-	-	-	-	-	-	-	4,265	-
<b>Total other financing sources (uses)</b>	<b>246</b>	<b>490</b>	<b>2,772</b>	<b>38</b>	<b>(78)</b>	<b>(446)</b>	<b>882</b>	<b>(203)</b>	<b>4,122</b>	<b>(62)</b>
<b>Net change in fund balances</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>	<b>\$ 2,352</b>	<b>\$ 5,965</b>	<b>\$ 4,555</b>
Debt service as a percentage of noncapital expenditures	5.2%	4.8%	3.5%	3.5%	2.3%	1.7%	1.5%	1.7%	1.7%	3.4%

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 Last Ten Fiscal Years  
 (in thousands of dollars)

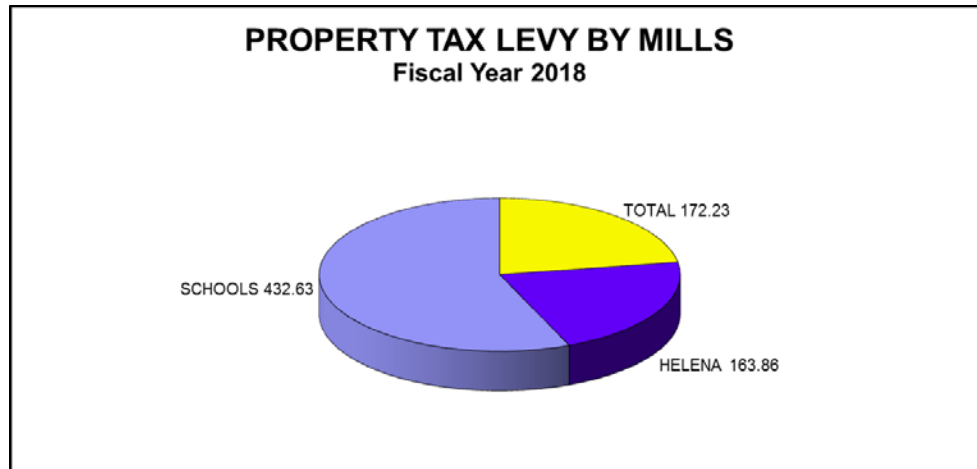
FISCAL YEAR	REAL PROPERTY	PERSONAL PROPERTY	MOBILE HOMES	MOTOR VEHICLE	CENTRALLY ASSESSED	TAX INCREMENT DISTRICT	TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT TAX RATE
2009	\$ 100,660	\$ 5,784	\$ 1,108	n/a	\$ 21,518	\$ -	\$ 129,070	160.70
2010	82,536	2,663	1,028	n/a	21,945	-	108,172	160.98
2011	83,823	2,547	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
2016	92,677	2,539	723	n/a	25,048	-	120,987	173.79
2017	93,495	2,713	710	n/a	27,591	-	124,509	176.24
2018	129,486	2,642	710	n/a	n/a	-	132,838	-

Note: Property in the County is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are assessed value. Starting 2018 centrally assessed will be included in the real property total.

Source: County Property Tax Department

**PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
Last Ten Fiscal Years**

FISCAL YEAR	LEWIS AND CLARK COUNTY					TOTAL DIRECT	OVERLAPPING RATES		TOTAL DIRECT & OVERLAPPING DEBT
	ALL PURPOSE	DEBT SERVICE	LIBRARY	PUBLIC SAFETY	OTHER LEVIES		CITY OF HELENA	SCHOOLS	
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
2016	39.15	0.58	22.56	61.86	49.64	173.79	164.76	388.22	726.77
2017	39.76	0.43	22.91	62.82	50.32	176.24	167.32	391.74	735.30
2018	38.71	-	22.30	61.16	50.06	172.23	163.86	432.63	768.72



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

**PRINCIPAL PROPERTY TAXPAYERS  
CURRENT TAX YEAR AND NINE YEARS AGO**

TAXPAYER	2017			2008		
	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF COUNTY TAXABLE ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF COUNTY TAXABLE ASSESSED VALUE
North Western Energy LLC	\$ 18,830,115	1	14.10%	\$ 13,105,018	1	14.96%
Verizon Wireless	3,205,079	2	2.39%	-	-	-
Railways	1,859,632	3	1.38%	968,620	5	1.11%
Century Link (Qwest)	1,389,130	4	1.03%	2,358,138	3	2.68%
Charter Communications Inc.	824,724	5	0.61%	-	-	-
Yellowstone Pipeline Co	799,700	6	0.59%	-	-	-
Helena Federal Office Complex LLC	445,856	7	0.32%	397,479	6	0.44%
Health Care Service Corporation	444,469	8	0.32%	-	-	-
Skyway Regional Shopping Center LLC	379,208	9	0.27%	-	-	-
Touchmark Living Centers LLC	363,223	10	0.26%	303,182	9	0.34%
Celloco Partnership DBA Verizon Wireless	-	-	-	2,190,619	4	2.50%
PPL Montana LLC	-	-	-	2,589,155	2	2.96%
American Smelting & Refining	-	-	-	325,904	8	0.36%
American Chemet Corporation	-	-	-	355,891	7	0.40%
<b>Total</b>	<b><u>\$ 28,541,136</u></b>		<b><u>21.27%</u></b>	<b><u>\$ 22,594,006</u></b>		<b><u>25.75%</u></b>

Source: Lewis and Clark County Treasurer

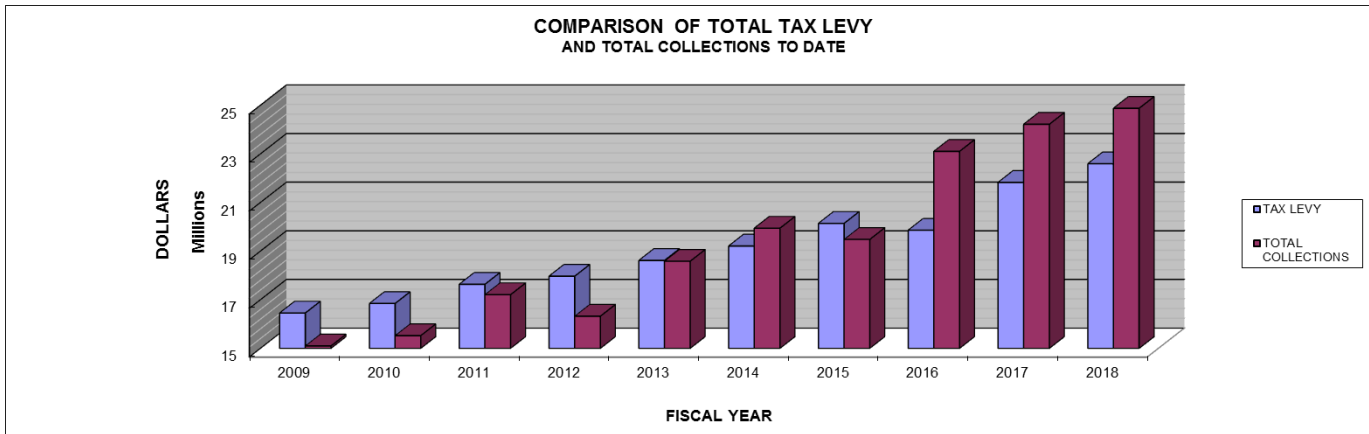


**PROPERTY TAX LEVIES AND COLLECTIONS  
GOVERNMENTAL FUND TYPES  
Last Ten Fiscal Years**

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)
2009	\$ 16,450,507	\$ 13,818,447	84.00%	\$ 1,275,931	\$ 15,094,378	91.76%
2010	16,842,558	14,060,369	83.48%	1,458,188	15,518,557	92.14%
2011	17,631,450	16,052,571	91.05%	1,152,239	17,204,810	97.58%
2012	17,965,134	15,161,798	84.40%	1,157,038	16,318,836	90.84%
2013	18,612,722	17,175,186	92.28%	1,404,759	18,579,945	99.82%
2014	19,206,701	18,593,745	96.81%	1,346,091	19,939,836	103.82%
2015	20,137,735	19,359,785	96.14%	117,923	19,477,708	96.72%
2016	19,857,154	22,175,184	111.67%	926,017	23,101,201	116.34%
2017	21,822,894	23,300,048	106.77%	916,058	24,216,106	110.97%
2018	22,591,847	24,873,303	110.10%	-	24,873,303	110.10%

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 ongoing 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.

**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)	Outstanding Debt per Capita (2)
	General Obligation Bonds	Revenue Bonds	Special Assessment Debt	Contracts/Loans	Capital Leases	Revenue Bonds	Contracts/Loans			
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%	185
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	0.34%	138
2014	2,515	240	931	805	-	3,249	-	7,740	0.28%	118
2015	3,120	185	1,048	645	-	2,644	-	7,642	0.26%	115
2016	2,947	125	887	479	-	2,346	-	6,784	0.23%	101
2017	6,724	-	969	307	-	2,041	-	10,041	N/A	147
2018	6,165	-	693	134	-	1,196	-	8,188	N/A	N/A

Source and other information:

- (1) See the Schedule for Demographic Statistics on page 235 for personal income and population data. Personal income equals estimated population multiplied by per capita income.
- (2) Equals Total Primary Government debt divided by estimated population.

**RATIO OF ANNUAL DEBT SERVICE REQUIREMENTS FOR  
Last Ten Fiscal Years  
(amounts expressed in thousands, except per capita amount)**

FISCAL YEAR	GENERAL OBLIGATION BONDS	LESS: AMOUNT AVAILABLE IN DEBT SERVICE FUNDS	TOTAL	PERCENTAGE OF TAXABLE VALUE OF PROPERTY	PER CAPITA
2009	\$ -	\$ -	\$ -	0.00%	\$ -
2010	-	-	-	0.00%	-
2011	2,870	23	2,847	2.63%	44.76
2012	2,755	35	2,720	2.40%	42.34
2013	2,635	8	2,627	2.28%	40.51
2014	2,515	20	2,495	2.15%	38.19
2015	3,120	24	3,096	2.60%	47.01
2016	2,947	77	2,870	2.46%	43.17
2017	6,724	18	6,706	5.54%	99.67
2018	6,165	27	6,138	4.93%	90.01

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

See Schedule "Assessed Value and Actual Value of Taxable Property" for data.

Population data can be found in schedule, "Demographic Statistics".

**LEGAL DEBT MARGIN INFORMATION**  
**Last Ten Fiscal Years**  
(amounts expressed in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Debt Limit	\$11,462	\$84,174	\$89,862	\$93,582	\$97,758	\$102,849	\$106,395	\$174,414	\$176,881	\$191,763
Total net debt applicable to limit	-	-	2,893	2,790	2,643	2,535	3,144	-	-	6,192
Legal debt margin	<b>\$11,462</b>	<b>\$84,174</b>	<b>\$86,969</b>	<b>\$90,792</b>	<b>\$95,115</b>	<b>\$100,314</b>	<b>\$103,251</b>	<b>\$174,414</b>	<b>\$176,881</b>	<b>\$185,571</b>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	3.22%	2.98%	2.70%	2.46%	2.96%	0.00%	0.00%	3.23%

**Legal Debt Margin Calculation for Fiscal Year 2018**

Assessed Value	\$7,670,512
Debt Limit 2.5% of Assessed Value	<u>2.50%</u>
General Obligation Debt Limit (1)	191,763
Outstanding General Obligation Debt, June 30, 2018	\$ 6,165
Less: Amount set aside for repayment of General Obligation Debt	<u>27</u>
Total net debt applicable to limit	<u>6,192</u>
Legal Debt Margin	<b><u>\$ 197,955</u></b>

(1) The statutes of the State of Montana prescribe a legal debt limit of 2.5% of the assessed valuation for general obligation debt.

**PLEGGED-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
2009	\$ 1,112,752	\$ 669,706	\$ 443,046	\$ 172,326	\$ 111,903	\$284,229	155.88%
2010	1,482,148	731,943	750,205	172,326	101,015	273,341	274.46%
2011	1,225,295	784,967	440,328	147,604	94,025	241,629	182.23%
2012	1,275,347	726,536	548,811	293,106	106,880	399,986	137.21%
2013	1,231,389	651,276	580,113	322,914	37,342	360,256	161.03%
2014	1,320,513	611,206	709,307	326,418	33,838	360,256	196.89%
2015	1,554,253	639,981	914,272	330,017	30,239	360,256	253.78%
2016	1,745,996	673,708	1,072,288	333,714	26,542	360,256	297.65%
2017	1,488,181	688,528	799,653	337,512	22,744	360,256	221.97%
2018	1,539,875	677,567	862,308	194,000	5,456	199,456	432.33%

**SPECIAL ASSESSMENT DEBT:**

FISCAL YEAR	SPECIAL ASSESSMENT COLLECTIONS	DEBT SERVICE REQUIREMENTS		
		PRINCIPAL	INTEREST	COVERAGE
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%
2016	221,354	160,784	22,722	120.62%
2017	180,972	128,141	20,584	121.68%
2018	183,257	275,576	60,410	54.54%

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, 2018

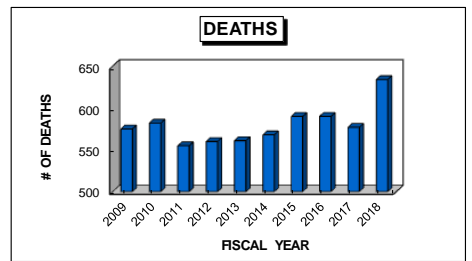
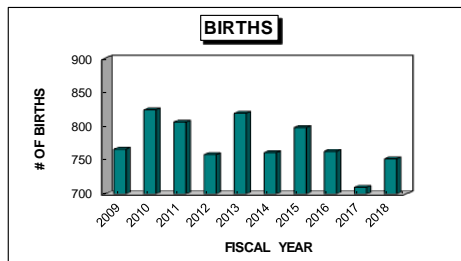
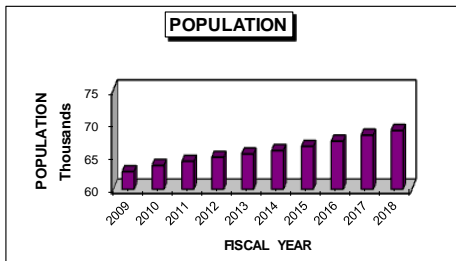
(1) Gross revenue includes operating revenues, non-operating revenue and other financing sources.

(2) Direct operating expenses include operating expenses (except depreciation).

(3) Gross revenue bond interest expense, revenue bond premium amortization not taken into account.

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 (e) (in thousands)	SCHOOLS		EMPLOYMENT STATISTICS	
						PUBLIC SCHOOL ENROLLMENT (d)	PRIVATE SCHOOL ENROLLMENT (d)	CIVILIAN EMPLOYMENT (c)	UNEMPLOYMENT RATE (c)
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	64,237	806	555	39,212	2,519	9,600	674	N/A	4.8%
2012	64,845	758	560	40,716	2,640	9,403	761	N/A	5.2%
2013	65,333	819	561	40,518	2,647	9,422	692	N/A	4.5%
2014	65,856	761	568	41,665	2,743	9,477	708	N/A	3.7%
2015	66,479	798	590	43,683	2,904	9,389	685	N/A	3.3%
2016	67,282	763	590	44,733	3,010	9,288	766	N/A	3.5%
2017	68,189	710	577	N/A	N/A	9,572	877	N/A	3.3%
2018	68,881	752	634	N/A	N/A	9,585	901	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

TOP TWENTY PRIVATE EMPLOYERS IN LEWIS AND CLARK COUNTY  
Year Ended June 30, 2018

<u>COMPANY NAME</u>	<u>PRODUCT OR SERVICE</u>
A 2 Z Personnel	Employment Services
Albertsons	Retail
American Chemet	Metal-based Chemical Manufacturer
Blue Cross/Blue Shield of Montana	Health Services
Boeing	Manufacturer
Carroll College	Higher Education
Costco	Wholesale
Intermountain Children's Home	Health Services
Lowes Home Center	Retail
McDonalds	Food Services
Montana Independent Living Project	Health Services
Rocky Mountain Development Council	Community and Family Programs
St. Peter's Hospital	Health Services
Salvation Army	Charitable Services
Shodair Children's Hospital	Health Services
Touchmark	Assisted Living
Town Pump Inc.	Auto Services
Valley Bank	Financial Services
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 2016.

Source:

Montana Department of Labor and Industry

FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM  
Last Ten Fiscal Years

FUNCTION/PROGRAM	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<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	16.44	17.94	18.94	18.50	18.50	18.50	18.75	19.75	20.00	20.00
Administrative services	27.32	27.82	27.82	27.82	27.82	27.58	27.58	26.32	26.32	25.82
Financial services	15.50	15.75	15.75	15.75	15.75	16.75	16.75	16.75	18.75	18.75
Election services	3.00	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25
Planning services	12.00	12.00	10.50	9.50	8.50	8.75	8.75	8.75	8.90	7.90
Records administration	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Legal services	19.38	19.13	20.13	20.13	21.13	21.13	22.13	21.13	23.13	23.13
<b>PUBLIC SAFETY</b>										
Law enforcement services	72.00	72.69	76.69	75.50	78.00	78.00	78.00	79.00	80.00	86.75
Other public safety	1.50	1.50	1.50	1.50	1.50	2.50	2.50	3.00	3.00	6.24
Civil defense	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00	1.00	1.00
Animal control services	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
<b>PUBLIC WORKS</b>										
Public work administration	4.00	4.04	4.04	4.04	4.04	4.04	4.04	3.80	3.80	3.80
Bridge maintenance	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Road and street services	14.50	15.35	15.35	15.35	17.09	17.09	17.09	17.09	17.09	18.11
Cemetery services	2.88	4.62	4.62	4.62	4.62	4.74	4.74	4.74	4.74	4.74
Facilities administration	15.10	15.95	15.95	15.95	13.77	13.77	11.91	11.91	11.91	12.56
Solid waste	6.85	7.36	7.53	7.54	7.54	7.29	7.29	7.29	7.29	6.10
Weed spraying services	1.13	3.89	3.89	3.89	4.75	4.75	4.75	4.77	4.77	4.77
<b>PUBLIC HEALTH</b>										
Public health services	47.92	47.51	48.51	43.26	44.00	44.67	44.67	45.31	45.80	45.85
Nursing home <sup>1)</sup>	94.40	94.40	72.10	72.99	-	-	-	-	-	-
<b>CULTURE AND RECREATION</b>										
Fairs	6.00	7.25	7.25	7.26	7.26	7.26	7.26	7.26	7.50	7.00
<b>SOCIAL AND ECONOMIC</b>										
County extension	2.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
<b>Total</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>	<b>294.62</b>	<b>300.75</b>	<b>309.27</b>

Source and other information: Lewis & Clark County Budget Office

(1) The Cooney Convalescent Home was sold on May 31, 2012.



**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
Last Ten Fiscal Years

FUNCTION/PROGRAM	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>GENERAL GOVERNMENT</b>										
Registered Voters (June)	34,577	35,935	36,884	34,000	36,054	37,348	40,914	42,943	44,530	45,668
Property Transactions:										
Filings with Clerk & Recorder	19,415	18,598	17,886	16,890	20,613	16,900	15,049	16,575	15,990	16,036
Certificates of Survey	114	100	77	86	80	96	114	80	93	89
Real Property Tax Information										
Taxes Assessed	\$76,442,138	\$79,489,319	\$85,615,922	\$86,604,324	\$87,191,112	\$91,829,088	\$90,798,623	\$ 91,837,237	\$ 95,483,142	\$106,245,540
Taxes Collected	\$76,029,061	\$72,611,245	\$85,354,704	\$80,011,013	\$81,421,234	\$85,980,016	\$88,739,016	\$ 89,361,004	\$ 93,702,827	\$104,552,369
Amount Protested	\$ 1,836,194	\$ 2,453,470	\$ 3,388,656	\$ 3,973,611	\$ 3,580,267	\$ 3,429,216	\$ 119,758	\$ 1,177,573	\$ 218,656	\$ 93,873
Total Outstanding	\$ 2,137,774	\$ 3,368,053	\$ 3,706,682	\$ 3,090,119	\$ 2,580,925	\$ 3,328,354	\$ 2,277,034	\$ 1,772,783	\$ 2,360,956	\$ 1,688,038
Number of Bills Sent	34,528	34,337	35,259	39,524	35,553	35,630	39,836	39,901	40,124	36,160
Delinquent Reminders	2,824	5,092	3,891	8,540	9,033	944	3,972	9,553	2,180	2,706
<b>PUBLIC SAFETY ACTIVITIES</b>										
Sheriff										
Arrests	518	908	817	832	908	886	1,027	827	877	765
Prisoner Days	28,163	32,683	35,311	37,956	29,404	32,722	34,264	34,360	34,704	38,685
Complaints	N/A	N/A	N/A	14,380	16,021	17,164	17,301	17,441	17,121	17,036
Traffic Violations	2,985	3,484	2,439	2,113	2,764	3,129	3,151	2,640	2,371	2,546
Sheriff's Fire										
Emergency Responses	369	439	473	471	475	395	505	541	647	539
Fires Responses	129	155	134	152	155	84	131	141	139	144
Justice Court										
Civil & Small Claims	2,597	2,001	1,651	1,364	1,479	1,176	1,080	1,082	1,297	1,445
Formal Criminal Complaints	533	838	711	753	798	837	842	839	1,517	881
Temporary Restraining Orders	109	91	92	118	159	135	159	157	161	120
County Attorney										
Felonies	676	610	624	598	620	615	600	775	845	870
Mental Commitments	93	108	102	76	100	100	100	100	100	100
Juvenile Cases	62	38	44	61	45	45	50	50	35	40
<b>PUBLIC WORKS</b>										
Refuse Disposal										
Refuse disposed of (tons per day)	118.11	176.80	116.66	115.23	111.63	122.19	236.22	252.76	196.58	166.63
Number of permits issued	13,672	12,344	14,480	13,244	14,314	14,776	16,628	15,420	15,042	15,786
Other Public Works										
Road Resurfacing (sq yds)	164,736	172,902	144,179	146,150	207,258	158,822	237,107	155,725	169,946	177,304
Pothole repairs (by ton of asphalt)	1,149.01	1,785.26	624.49	868.77	327.00	414.00	460.61	3,169.90	602.73	180.62
<b>PUBLIC HEALTH ACTIVITIES</b>										
Septic System Site Evaluations	241	289	108	184	150	148	292	143	117	190
Licensed Establishment Inspections	715	410	585	757	785	690	684	774	789	672
Junk Vehicles Hauled	230	140	64	14	8	2	14	14	24	25
Air Quality										
Good Days	358	330	347	354	343	354	343	332	327	279
Watch Days	7	24	13	9	15	10	16	17	16	39
Poor Days	-	11	5	3	7	1	6	11	22	42
Communicable Disease Cases	514	3,262	318	541	545	452	505	900	472	439
Immunizations Administered	8,420	11,514	6,547	6,069	10,514	5,346	5,288	5,900	5,074	4,975

## Source and other information:

Lewis and Clark County Treasurer's Office  
 Lewis and Clark County Sheriff's Office  
 Lewis and Clark County Public Works Department  
 Lewis and Clark County Health Department  
 Lewis and Clark County Justice Court  
 Lewis and Clark County Attorney's Office

**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM**  
**Last Ten Fiscal Years**

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<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	26	26	26
<b>PUBLIC SAFETY ACTIVITIES</b>										
Stations	4	4	4	4	4	4	4	4	4	4
Patrol units	31	30	32	30	27	34	33	33	33	39
<b>PUBLIC WORKS</b>										
Snow plows	10	10	10	10	10	10	10	10	10	10
Graders	7	7	6	6	6	6	6	6	6	6
Loaders	5	5	5	5	5	5	6	6	6	6
Shops	6	6	6	6	6	6	6	6	6	6
Landfill compactors	1	1	1	1	1	1	1	1	1	2
Landfill loaders	2	2	2	2	2	2	2	2	3	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	9	11	12	12	12	11	11	12	11	12
Cemeteries	1	1	1	1	1	1	1	1	1	1
Gravel roads (miles)	431	425	425	426	425	425	422	422	422	414
Paved roads (miles)	45	52	52	52	52	52	53	53	53	61
Chip sealed roads (miles)	66	65	65	65	64	65	60	59	59	59
Rural improvement districts (miles)	169	172	178	176	178	181	200	213	213	213
<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	-	-	-	-	-	-	-
<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, 2018, 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 6, 2018.

**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*.

We did note certain matters not requiring inclusion in this report that we reported to Lewis & Clark County, Montana’s management in a separate letter dated December 6, 2018.

**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.



Helena, Montana  
December 6, 2018

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

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 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, 2018. 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about 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, 2018.

### **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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Anderson Zurmuehlen + Co, P.C.*

Helena, Montana  
December 6, 2018

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Year Ended June 30, 2018

**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 Uniform Guidance?	No

Identification of major programs:

<u>CFDA #</u>	<u>Name of Federal Program or Cluster</u>
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
10.665	Schools and Roads – Grants to States
20.205	Highway Planning and Construction

Dollar threshold used to distinguish between type A and type B programs:	\$750,000
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Auditee qualified as a low-risk auditee?	Yes
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*Financial Statement Audit Findings:*

None

*Federal Award Findings:*

None



LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2018

**Summary Schedule of Prior Audit Findings**

There were no prior audit findings.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2018

Federal Grantor/Pass - Through Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Beginning Bal	Income/ Other	Matching Income/ Other	Matching Expense/ Other	Federal Expenditures	Cash Bal
<b>U.S. Department of Agriculture</b>									
<b>Passed through the Office of Finance and Budget:</b>									
Schools and Roads - Grants to State - Forest Reserve - major program (note 3)	10.665	N/A	\$ 426,684	\$ -	\$ 390,489	\$ -	\$ -	\$ 390,489	\$ -
<b>Passed through the State Department of Public Health and Human Services:</b>									
W.I.C. Program	10.557	18-07-5-21-012-0	214,334	-	150,197	-	-	188,047	(37,850)
W.I.C. Program	10.557	17-07-5-21-012-0	228,913	(27,339)	87,713	977	-	61,351	-
<b>Subtotal by Federal CFDA Number</b>			<b>443,247</b>	<b>(27,339)</b>	<b>237,910</b>	<b>977</b>	<b>-</b>	<b>249,398</b>	<b>(37,850)</b>
<b>Total U.S. Department of Agriculture</b>			<b>869,931</b>	<b>(27,339)</b>	<b>628,399</b>	<b>977</b>	<b>-</b>	<b>639,887</b>	<b>(37,850)</b>
<b>U.S. Department of Defense</b>									
Fort William Harrison (JLUS)	12.610		250,000	(110,706)	145,179	7,153	7,153	34,473	-
<b>Total Department of Defense</b>			<b>250,000</b>	<b>(110,706)</b>	<b>145,179</b>	<b>7,153</b>	<b>7,153</b>	<b>34,473</b>	<b>-</b>
<b>U.S. Department of Housing and Urban Development</b>									
<b>Passed through the Montana Department of Commerce:</b>									
Public Health Building	14.228	MT-CDBG-16PF-06	450,000	(617)	139,827	171,509	171,509	449,383	(310,173)
West Mont	14.228	MT-CDBG-17HR-02	450,000	-	-	-	-	77	(77)
West Mont	14.228	MT-CDBG-16PL-13	35,000	(14,409)	28,683	9,561	5,959	17,876	-
<b>Subtotal by Federal CFDA Number</b>			<b>935,000</b>	<b>(15,026)</b>	<b>168,510</b>	<b>181,070</b>	<b>177,468</b>	<b>467,336</b>	<b>(310,250)</b>
<b>Total U.S. Department of Housing and Urban Development</b>			<b>935,000</b>	<b>(15,026)</b>	<b>168,510</b>	<b>181,070</b>	<b>177,468</b>	<b>467,336</b>	<b>(310,250)</b>
<b>U.S. Department of the Interior</b>									
BLM Invasive Species	15.230		68,822	-	16,833	-	-	16,833	-
Hazardous Fuel Reduction (BLM - Projects)	15.228		253,540	(5,800)	14,593	-	-	16,628	(7,835)
<b>Passed through the Montana Historical Society:</b>									
Historic Preservation	15.904	MT-18-020	5,500	-	-	3,667	3,667	-	-
Historic Preservation	15.904	MT-17-020	5,500	-	5,500	3,667	3,667	5,500	-
<b>Subtotal by Federal CFDA Number</b>			<b>11,000</b>	<b>-</b>	<b>5,500</b>	<b>7,334</b>	<b>7,334</b>	<b>5,500</b>	<b>-</b>
<b>Total U.S. Department of the Interior</b>			<b>333,362</b>	<b>(5,800)</b>	<b>36,926</b>	<b>7,334</b>	<b>7,334</b>	<b>38,961</b>	<b>(7,835)</b>
<b>U.S. Department of Justice</b>									
Bullet Proof Vest Partnership Grant	16.607		7,597	(2,625)	4,800	2,175	2,175	2,175	-
Bullet Proof Vest Partnership Grant	16.607		4,033	-	-	492	492	492	(492)
<b>Subtotal by Federal CFDA Number</b>			<b>11,630</b>	<b>(2,625)</b>	<b>4,800</b>	<b>2,667</b>	<b>2,667</b>	<b>2,667</b>	<b>(492)</b>
Equitable Sharing	16.922		-	-	22,470	-	-	22,470	-
Coverdell Forensic Science Improvement	16.742		45,336	(20,556)	42,371	-	-	21,815	-
<b>Passed through Gallatin County:</b>									
Missouri River Drug Task Force	16.738	16-G01-92168	36,919	-	36,918	15,822	15,822	36,918	-
<b>Passed through City of Helena:</b>									
Byrne Justice Assistance Grant (JAG)	16.738	BJA-201711301	13,919	-	-	-	-	13,919	(13,919)
<b>Subtotal by Federal CFDA Number</b>			<b>50,838</b>	<b>-</b>	<b>36,918</b>	<b>15,822</b>	<b>15,822</b>	<b>50,837</b>	<b>(13,919)</b>
<b>Passed through City of Billings:</b>									
Internet Crimes Against Children	16.543	2016-MC-FX-K038	3,000	(243)	582	-	-	339	-
Internet Crimes Against Children	16.543	2016-MC-FX-K038	4,060	-	588	-	-	747	(159)
<b>Subtotal by Federal CFDA Number</b>			<b>7,060</b>	<b>(243)</b>	<b>1,170</b>	<b>-</b>	<b>-</b>	<b>1,086</b>	<b>(159)</b>
<b>Passed through the Montana Board of Crime Control:</b>									
LCC Services for VDVSAS	16.575	15-V88-92149	32,314	-	5,246	55,486	55,486	13,920	(8,674)
Violence Against Women Formula Grant	16.588	16-W02-91944	38,560	(9,640)	9,640	-	-	-	-
Violence Against Women Formula Grant	16.588	17-W02-92102	71,633	-	55,486	5,201	5,201	71,633	(16,147)
<b>Subtotal by Federal CFDA Number</b>			<b>110,193</b>	<b>(9,640)</b>	<b>65,126</b>	<b>5,201</b>	<b>5,201</b>	<b>71,633</b>	<b>(16,147)</b>
<b>Total U.S. Department of Justice</b>			<b>257,371</b>	<b>(33,064)</b>	<b>178,101</b>	<b>79,176</b>	<b>79,176</b>	<b>184,428</b>	<b>(39,391)</b>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2018

Federal Grantor/Pass - Through Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Beginning Bal	Income/ Other	Matching Income/ Other	Matching Expense/ Other	Federal Expenditures	Cash Bal
<b>U.S. Department of Transportation</b>									
Beartooth Road Resurfacing	20.205		2,914,881	(132,262)	93,154	262,808	200,664	23,036	-
York-Nelson Road Resurfacing	20.205		701,114	(12,645)	-	89,191	58,646	17,900	-
Marysville Road Corridor Completion	20.205		2,013,175	(13,284)	747,530	218,419	218,206	734,459	-
Stemple Pass Road North Resurfacing	20.205		733,311	(9,270)	-	9,270	-	-	-
<b>Subtotal by Federal CFDA Number</b>			<b>6,362,481</b>	<b>(167,461)</b>	<b>840,684</b>	<b>579,688</b>	<b>477,516</b>	<b>775,395</b>	<b>-</b>
<b>Passed through the State Department of Transportation:</b>									
Traffic Safety	20.600 .616 .608	109109	9,600	4,830	-	-	-	4,830	-
Traffic Safety	20.600 .616 .608	109554	9,600	-	597	-	-	5,013	(4,416)
<b>Subtotal by Federal CFDA Number</b>			<b>19,200</b>	<b>4,830</b>	<b>597</b>	<b>-</b>	<b>-</b>	<b>9,843</b>	<b>(4,416)</b>
<b>Total U.S. Department of Transportation</b>			<b>6,381,681</b>	<b>(162,631)</b>	<b>841,281</b>	<b>579,688</b>	<b>477,516</b>	<b>785,238</b>	<b>(4,416)</b>
<b>U.S. Environmental Protection Agency</b>									
Environmental Workforce Development and Job Training	66.815		200,000	(25,087)	30,962	-	-	5,875	-
East Helena Superfund Cooperative Agreement	66.802		1,505,506	(82,557)	217,436	-	-	167,702	(32,823)
Upper Tenmile Creek Mining Area Superfund	66.802		71,638	(4,233)	-	-	-	3,908	(8,141)
<b>Subtotal by Federal CFDA Number</b>			<b>1,577,144</b>	<b>(86,790)</b>	<b>217,436</b>	<b>-</b>	<b>-</b>	<b>171,610</b>	<b>(40,964)</b>
<b>Passed through the State Department of Environmental Quality:</b>									
Air Pollution Control Program	66.605	518004	20,041	-	20,041	15,327	15,327	20,041	-
<b>Passed through the State Department of Natural Resources and Conservation:</b>									
Lake Helena Watershed Restoration Project	66.460	216029	65,750	(2,000)	25,999	2,000	2,000	24,629	(630)
<b>Total U.S. Environmental Protection Agency</b>			<b>1,862,935</b>	<b>(113,877)</b>	<b>294,438</b>	<b>17,327</b>	<b>17,327</b>	<b>222,155</b>	<b>(41,594)</b>
<b>Office of National Drug Control Policy</b>									
High Intensity Drug Trafficking Area (HIDTA)	95.001		204,456	-	33,920	-	-	87,606	(53,686)
High Intensity Drug Trafficking Area (HIDTA)	95.001		196,073	(50,422)	157,725	17	17	107,303	-
<b>Total U.S. Office of National Drug Control Policy</b>			<b>400,529</b>	<b>(50,422)</b>	<b>191,645</b>	<b>17</b>	<b>17</b>	<b>194,909</b>	<b>(53,686)</b>
<b>Federal Emergency Management Agency</b>									
<b>Passed through the Department of Military Affairs:</b>									
Pre-Disaster Mitigation Plan	97.047	PDMC-PL-08-MT-2015-001	25,450	(25,000)	25,250	-	-	250	-
Sheriff System Administrator	97.067	EMW-2016-SS-00006	163,442	(71,059)	128,204	-	-	57,145	-
Sheriff System Administrator	97.067	EMW-2017-SS-00009	139,879	-	68,203	-	-	100,505	(32,302)
Emergency Generator for Public Health Response	97.067	EMW-2017-SS-00009	40,000	-	-	-	-	5,850	(5,850)
EOD - Readiness and Response Project	97.067	EMW-2017-SS-00009	60,000	-	-	-	-	7,254	(7,254)
<b>Subtotal by Federal CFDA Number</b>			<b>403,321</b>	<b>(71,059)</b>	<b>196,407</b>	<b>-</b>	<b>-</b>	<b>170,754</b>	<b>(45,406)</b>
Homeland Security Grant Program EMPG	97.042	EMD-2016-EP-00002	50,805	(13,427)	23,506	10,079	10,079	10,079	-
Homeland Security Grant Program EMPG	97.042	EMW-2017-EP-00003	53,582	-	36,829	53,148	53,148	53,148	(16,319)
<b>Subtotal by Federal CFDA Number</b>			<b>104,387</b>	<b>(13,427)</b>	<b>60,335</b>	<b>63,227</b>	<b>63,227</b>	<b>63,227</b>	<b>(16,319)</b>
Trap Club Emergency Flood Detention Basin Project	97.039	DR-1996-MT-P32R	546,449	(57,278)	39,969	3,552	22,506	63,765	(100,028)
<b>Total Federal Emergency Management Agency</b>			<b>1,079,607</b>	<b>(166,764)</b>	<b>321,961</b>	<b>66,779</b>	<b>85,733</b>	<b>297,996</b>	<b>(161,753)</b>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2018

Federal Grantor/Pass - Through Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Beginning 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 Association of Food &amp; Drug Officials:</b>									
FDA Regional Food Safety Seminar	93.103	G-T-1611-04486	3,000	-	2,201	-	-	2,201	-
<b>Passed through the State Department of Public Health and Human Services:</b>									
Public Health Emergency Preparedness	93.074	17-07-6-11-028-0	82,707	-	18,609	-	-	18,609	-
Public Health Emergency Preparedness	93.074	18-07-6-11-028-0	82,707	-	64,098	-	-	64,098	-
<b>Subtotal by Federal CFDA Number</b>			<b>165,414</b>	<b>-</b>	<b>82,707</b>	<b>-</b>	<b>-</b>	<b>82,707</b>	<b>-</b>
Childhood Immunization Grant	93.268	17-07-4-31-123-0	41,032	-	27,355	-	-	27,355	-
Healthy Montana Families	93.505	17-07-5-41-177-0	196,992	(50,750)	135,098	8,768	6,101	127,248	(40,233)
Court Assessment Program	93.586	06-027-3687	9,260	-	9,260	-	-	9,260	-
Montana Cancer Control Program	93.752	17-07-3-01-009-0	64,000	-	16,000	-	-	16,000	-
Public Health Systems Improvement	93.758	18-07-1-01-174-0	25,000	-	20,875	2,200	2,200	20,875	-
Montana Cancer Control Program	93.800	18-07-3-01-009-0	49,275	-	34,000	-	-	49,275	(15,275)
Montana Cancer Control Program	93.800	17-07-3-01-009-0	42,500	-	10,625	-	-	10,625	-
<b>Subtotal by Federal CFDA Number</b>			<b>91,775</b>	<b>-</b>	<b>44,625</b>	<b>-</b>	<b>-</b>	<b>59,900</b>	<b>(15,275)</b>
Montana Cancer Control Program	93.898	18-07-3-01-009-0	77,383	-	43,972	-	-	77,383	(33,411)
HIV Prevention Services	93.940	15-07-4-51-009-0	55,055	(5,298)	11,673	-	-	6,375	-
HIV Prevention Program	93.940	18-07-4-51-006-0	20,570	-	-	-	-	9,745	(9,745)
<b>Subtotal by Federal CFDA Number</b>			<b>75,625</b>	<b>(5,298)</b>	<b>11,673</b>	<b>-</b>	<b>-</b>	<b>16,120</b>	<b>(9,745)</b>
Montana Cancer Control Program	93.959	18-07-3-01-009-0	46,255	-	-	-	-	46,255	(46,255)
Maternal Child Health and Block Grant	93.994	18-07-5-01-025-0	63,666	-	38,200	28,650	28,650	63,666	(25,466)
Maternal Child Health and Block Grant	93.994	17-07-5-01-025-0	63,184	(12,637)	25,273	19,505	19,505	12,636	-
<b>Subtotal by Federal CFDA Number</b>			<b>126,850</b>	<b>(12,637)</b>	<b>63,473</b>	<b>48,155</b>	<b>48,155</b>	<b>76,302</b>	<b>(25,466)</b>
<b>Passed through Community Transportation Association of America:</b>									
Helena Area Transit Inclusive Planning	93.048	90TC0001/03	61,500	(25,276)	-	25,276	-	-	-
<b>Passed through NACDD:</b>									
Reaching People with Disabilities thru Healthy Com.	93.424	1362018	16,250	-	11,750	-	-	6,885	4,865
Reaching People with Disabilities thru Healthy Com.	93.424	1372016	22,800	6,143	2,375	-	-	3,200	5,318
<b>Subtotal by Federal CFDA Number</b>			<b>39,050</b>	<b>6,143</b>	<b>14,125</b>	<b>-</b>	<b>-</b>	<b>10,085</b>	<b>10,183</b>
<b>Total U.S. Department of Health and Human Services</b>			<b>1,023,136</b>	<b>(87,818)</b>	<b>471,364</b>	<b>84,399</b>	<b>56,456</b>	<b>571,691</b>	<b>(160,202)</b>
<b>Other Federal Financial Assistance</b>									
<b>Passed through State Treasurer's Office:</b>									
Taylor Grazing	15.034	N/A	-	-	1,776	-	-	1,776	-
<b>Total Other Federal Financial Assistance</b>			<b>-</b>	<b>-</b>	<b>1,776</b>	<b>-</b>	<b>-</b>	<b>1,776</b>	<b>-</b>
<b>Total Federal Financial Assistance - Primary Government</b>			<b>\$ 13,393,552</b>	<b>\$ (773,447)</b>	<b>\$ 3,279,580</b>	<b>\$ 1,023,920</b>	<b>\$ 908,180</b>	<b>\$ 3,438,850</b>	<b>\$ (816,977)</b>
<b>Component Unit Federal Financial Assistance</b>									
<b>U.S. Department of Health and Human Services</b>									
Health Center Cluster	93.224		\$ 814,756	\$ 1,609,650	\$ -	\$ 814,756	\$ 1,609,650	\$ 814,756	\$ -
Health Center Cluster	93.527		1,949,176	(934,446)	1,308,871	934,446	-	1,308,871	-
Health Center Cluster	93.527		1,843,592	-	351,404	-	-	874,336	(522,932)
Health Center Cluster	93.527		2,007,768	1,302,603	-	-	1,302,603	-	-
<b>Subtotal by Federal CFDA Number</b>			<b>5,800,536</b>	<b>368,157</b>	<b>1,660,275</b>	<b>934,446</b>	<b>1,302,603</b>	<b>2,183,207</b>	<b>(522,932)</b>
<b>Total Component Unit</b>			<b>\$ 6,615,292</b>	<b>\$ 1,977,807</b>	<b>\$ 1,660,275</b>	<b>\$ 1,749,202</b>	<b>\$ 2,912,253</b>	<b>\$ 2,997,963</b>	<b>\$ (522,932)</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 20,008,844</b>	<b>\$ 1,204,360</b>	<b>\$ 4,939,855</b>	<b>\$ 2,773,122</b>	<b>\$ 3,820,433</b>	<b>\$ 6,436,813</b>	<b>\$ (1,339,909)</b>

See accompanying - Notes to the Schedule of Expenditures of Federal Awards

A few beginning balances have been changed due to accounting adjustments. These adjustments do not affect expenditures.

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Year Ended June 30, 2018

### 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 - Other Information

#### U S Department of Agriculture

The \$390,489 reported, represents 66 2/3 percent of the total amount of \$585,734 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 the County.

### Note 3 - Indirect Cost Rate

The County did not elect to use the 10% de minimus indirect cost rate from Title 2 United States Code of Federal Regulations, Part 200, Uniform Guidance Administrative Requirements, Subpart E Costs Principles.



Picture provided by: Alan Snell (artist) and Bear's Den Custom Framing