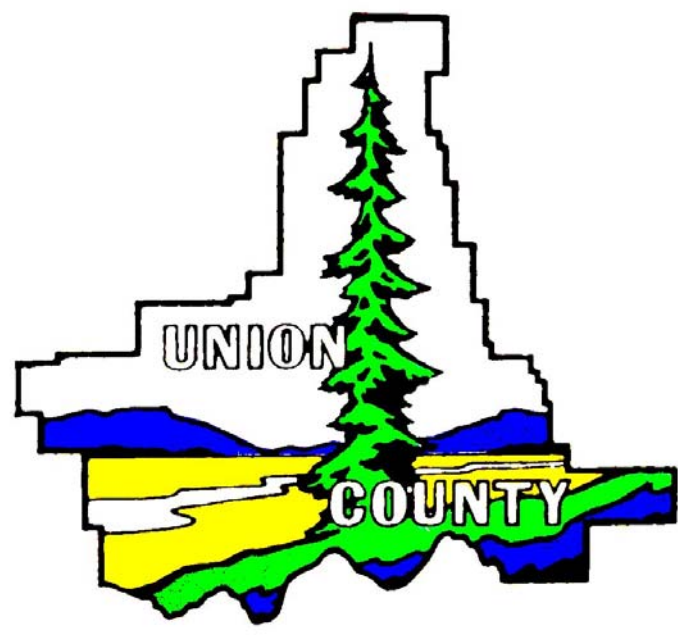


# UNION COUNTY, OREGON

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## ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2017





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**UNION COUNTY, OREGON**  
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## **INTRODUCTORY SECTION**

**UNION COUNTY, OREGON**  
**County Officials**

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**Commissioners**

|                |            |                   |
|----------------|------------|-------------------|
| Donna Beverage | 12-31-2020 | La Grande, Oregon |
| Steve McClure  | 12-31-2018 | La Grande, Oregon |
| Jack Howard    | 12-31-2018 | La Grande, Oregon |

**District Attorney**

|                 |            |                   |
|-----------------|------------|-------------------|
| Kelsie McDaniel | 12-31-2018 | La Grande, Oregon |
|-----------------|------------|-------------------|

**County Clerk**

|              |            |                   |
|--------------|------------|-------------------|
| Robin Church | 12-31-2020 | La Grande, Oregon |
|--------------|------------|-------------------|

**County Treasurer**

|                |            |                   |
|----------------|------------|-------------------|
| Donna Marshall | 12-31-2020 | La Grande, Oregon |
|----------------|------------|-------------------|

**County Assessor and Tax Collector**

|            |            |                   |
|------------|------------|-------------------|
| Cody Vavra | 12-31-2020 | La Grande, Oregon |
|------------|------------|-------------------|

**County Sheriff**

|                |            |                   |
|----------------|------------|-------------------|
| Boyd Rasmussen | 12-31-2020 | La Grande, Oregon |
|----------------|------------|-------------------|

\* Elected Officials may be contacted by writing to: 1106 K Avenue, La Grande, Oregon 97850

## **FINANCIAL SECTION**



LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1121 ADAMS AVENUE • P.O. BOX 1024

LA GRANDE, OREGON 97850-1024

**Independent Auditors' Report**

Board of Commissioners  
Union County Courthouse  
1106 K Avenue  
La Grande, OR 97850

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Union County, Oregon, as of and for the year ended June 30, 2017, 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.

**Auditors' 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 of 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 auditors' judgment, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider 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, each major fund, and the aggregate remaining fund information of Union County, Oregon, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance 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 and budgetary comparison information 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 management discussion and analysis 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 management discussion and analysis information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison information is the responsibility of management and was derived from, and, relate directly to, the underlying accounting and other records used to prepare the financial statements. This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

### **Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Union County, Oregon's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and other financial schedules 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, other financial schedules, 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 nonmajor fund financial statements, other financial schedules, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2017 on our consideration of Union County, Oregon's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Union County, Oregon's internal control over financial reporting and on compliance.

## Report on Other Legal and Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 19, 2017 on our consideration of Union County, Oregon's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC  
Certified Public Accountants

By Michael R. Poe

Michael R. Poe, CPA  
Owner/Member

La Grande, Oregon  
December 19, 2017

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**MANAGEMENT'S  
DISCUSSION AND ANALYSIS**

## UNION COUNTY, OREGON Management's Discussion and Analysis

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This discussion and analysis presents the highlights of financial activities and financial position for Union County. The analysis focuses on significant financial issues, major financial activities and resulting changes in financial position, budget changes and variances from the budget, and specific issues related to funds and the economic factors affecting the County.

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

### FINANCIAL HIGHLIGHTS

- The assets of Union County exceeded its liabilities at the close of the most recent fiscal year by \$54,568,361 on its government-wide Statement of Net Position. Of this, \$46,847,789 was invested in capital assets, net of related debt; \$5,630,568 was restricted for specific purposes and \$2,090,004 was unrestricted and may be used to meet the County's ongoing obligations to creditors and citizens of the County.
- The County's net position increased by \$784,065 or 1.5% which was due mainly to increases in accounts receivable and infrastructure.
- The County's Governmental Funds experienced an increase of \$396,676 in fund balances, with the General Fund experiencing an increase in its fund balance of \$3,646. The minimal increase in general fund balance was due to similar increases in both revenues and expenditures.
- At the close of the June 30, 2017, fiscal year, unreserved fund balance for the General Fund was \$905,015 or 9.96% of total General Fund Expenditures for the fiscal year.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The County's annual financial report consists of several sections. Taken together they provide a comprehensive financial report of the County. The components of the report include the following:

**Management's Discussion and Analysis.** This section of the report provides financial highlights, overview and economic factors affecting the County.

**Basic Financial Statements.** Includes a Statement of Net Position, a Statement of Activities, fund financial statements and the notes to basic financial statements.

*Government-wide Statements:* The Statements of Net Position and Activities focus on entity-wide presentations using the accrual basis of accounting. The statements present the activities of Union County and its component units, legally separate organizations for which the County is financially accountable. The County Commissioners also serve as the governing board for the component units. Those units include the Union County Solid Waste District and the Union County 4-H & Extension Service District. These statements include the financial activities of the overall government, except for fiduciary activities. The 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.

**UNION COUNTY, OREGON**  
**Management's Discussion and Analysis**

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*Fund Financial Statements:* The statements focus separately on major governmental and proprietary funds and types of fiduciary funds and blended component units. 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 non-major funds.

The notes to the basic financial statements provide additional disclosures required by governmental accounting standards and provide information to assist the reader in understanding the County's financial condition.

**Required Supplementary Information.** This section includes Statements of Revenues and Expenditures – Budget and Actual for the General Fund, Public Works Fund, Community Corrections Fund, Human Services Program Fund and Justice Court Fund.

The notes to the Required Supplementary Information provide information to assist the reader in understanding the County's budgetary comparison.

**Other Supplementary Information.** This section includes additional information on non-major funds including combining statements, balance sheets, statements of revenues, expenditures and changes in fund balances and statements of revenues and expenditures – budget and actual.

**Other Financial Schedules.** This section includes information on Agency Funds and a Schedule of Property Tax Transaction.

**Audit Deliverables Required by the Single Audit Amendment Act of 1996.** Supplemental communication on County compliance and internal controls as required by Oregon statutes. This section also includes additional reports by the County's independent auditor and the schedule of expenditures of federal award as required by Government Auditing Standards and the Single Audit Act.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The County's net position as of June 30, 2017, was \$54,568,361. By far the largest portion of net position is comprised of the County's investment in capital assets (land, buildings, equipment and public infrastructure), less any related debt outstanding that was used to acquire those assets. The County uses capital assets to provide services to citizens; therefore, these assets are not available for future spending. The resources to repay the related debt is not provided by capital assets, but will be provided from other sources.

**UNION COUNTY, OREGON**  
**Management's Discussion and Analysis**

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**Table 1 - Union County Net Assets at Year End**

|                            | Governmental      |                   | Business-type     |                   | Total             |                   |
|----------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
|                            | <u>Activities</u> |                   | <u>Activities</u> |                   |                   |                   |
|                            | <u>2017</u>       | <u>2016</u>       | <u>2017</u>       | <u>2016</u>       | <u>2017</u>       | <u>2016</u>       |
| <b>ASSETS</b>              |                   |                   |                   |                   |                   |                   |
| Current and other          | 11,180,908        | 10,399,179        | (721,818)         | (331,414)         | 10,459,090        | 10,067,765        |
| Capital Assets             | 35,279,962        | 34,315,428        | 17,728,963        | 17,014,784        | 53,008,925        | 51,330,212        |
| Total Assets               | <u>46,460,870</u> | <u>44,714,607</u> | <u>17,007,145</u> | <u>16,683,370</u> | <u>63,468,015</u> | <u>61,397,977</u> |
| <b>LIABILITIES</b>         |                   |                   |                   |                   |                   |                   |
| Current                    | 2,311,066         | 1,890,269         | 1,085,321         | 575,872           | 3,396,387         | 2,466,141         |
| Non-Current                | 2,365,459         | 1,667,800         | 2,099,496         | 2,494,085         | 4,464,955         | 4,161,885         |
| Total Liabilities          | <u>4,676,525</u>  | <u>3,558,069</u>  | <u>3,184,817</u>  | <u>3,069,957</u>  | <u>7,861,342</u>  | <u>6,628,026</u>  |
| <b>DEFERRED INFLOWS</b>    | <u>1,011,571</u>  | <u>989,002</u>    | <u>37,112</u>     | <u>26,384</u>     | <u>1,048,683</u>  | <u>1,015,386</u>  |
| <b>NET POSITION</b>        |                   |                   |                   |                   |                   |                   |
| Invested in capital assets | 31,632,923        | 31,585,137        | 15,214,866        | 14,110,563        | 46,847,789        | 45,695,700        |
| Restricted                 | 5,630,568         | 3,066,183         | -                 | -                 | 5,630,568         | 3,066,183         |
| Unrestricted               | 3,509,283         | 5,516,216         | (1,419,279)       | (523,534)         | 2,090,004         | 4,992,682         |
| Total Net Assets           | <u>40,772,774</u> | <u>40,167,536</u> | <u>13,795,587</u> | <u>13,587,029</u> | <u>54,568,361</u> | <u>53,754,565</u> |

Total net position increased by \$784,065. The most significant increase was completed infrastructure improvement projects.



**UNION COUNTY, OREGON**  
**Management's Discussion and Analysis**

**Table 2 – Statement of Activities**

**Fiscal Year ending June 30, 2017 compared to Fiscal Year ending June 30, 2016**

|                                     | <b>Governmental<br/>Activities</b> |                   | <b>Business-Type<br/>Activities</b> |                   | <b>Totals</b>     |                   |
|-------------------------------------|------------------------------------|-------------------|-------------------------------------|-------------------|-------------------|-------------------|
|                                     | 2017                               | 2016              | 2017                                | 2016              | 2017              | 2016              |
| <b>Revenues</b>                     |                                    |                   |                                     |                   |                   |                   |
| Program Revenue                     |                                    |                   |                                     |                   |                   |                   |
| Fees, Fines and Charges for Service | 2,421,866                          | 2,520,295         | 1,517,427                           | 2,176,614         | 3,939,293         | 4,696,909         |
| Operating Grants & Contributions    | 10,204,535                         | 9,082,424         | -                                   | 13,556            | 10,204,535        | 9,095,980         |
| Capital Grants & Contributions      | 196,174                            | 139,859           | 650,039                             | 422,733           | 846,213           | 562,592           |
| General Revenue                     |                                    |                   |                                     |                   |                   |                   |
| Taxes                               | 7,361,698                          | 6,697,047         | -                                   | -                 | 7,361,698         | 6,697,047         |
| Interest & Miscellaneous            | 474,457                            | 577,554           | 45,187                              | 25,216            | 519,644           | 602,770           |
| <b>Special Items</b>                | 11,469                             | (33,049)          | -                                   | -                 | 11,469            | (33,049)          |
| <b>Transfers</b>                    | (135,000)                          | (110,000)         | 135,000                             | 110,000           |                   | -                 |
| <b>Total</b>                        | <b>20,535,199</b>                  | <b>18,874,130</b> | <b>2,347,653</b>                    | <b>2,748,119</b>  | <b>22,882,852</b> | <b>21,622,249</b> |
| <b>Expenses</b>                     |                                    |                   |                                     |                   |                   |                   |
| General Government                  | 3,854,416                          | 3,504,223         | -                                   | -                 | 3,854,416         | 3,504,223         |
| Public Safety                       | 7,002,947                          | 6,835,383         | -                                   | -                 | 7,002,947         | 6,835,383         |
| Public Works                        | 3,054,973                          | 3,273,898         | -                                   | -                 | 3,054,973         | 3,273,898         |
| Health                              | 3,174,955                          | 1,840,265         | -                                   | -                 | 3,174,955         | 1,840,265         |
| Public Services                     | 1,065,717                          | 943,574           | -                                   | -                 | 1,065,717         | 943,574           |
| Culture and Recreation              | 786,788                            | 736,674           | -                                   | -                 | 786,788           | 736,674           |
| Community Development               | 798,286                            | 839,441           | -                                   | -                 | 798,286           | 839,441           |
| Education                           | 149,104                            | 322,005           | -                                   | -                 | 149,104           | 322,005           |
| Interest on long-term debt          | 72,506                             | 62,980            | -                                   | -                 | 72,506            | 62,980            |
| Airport                             | -                                  | -                 | 1,504,590                           | 1,836,046         | 1,504,590         | 1,836,046         |
| Solid Waste Management              | -                                  | -                 | 124,098                             | 124,321           | 124,098           | 124,321           |
| Golf Course                         | -                                  | -                 | 510,407                             | 512,873           | 510,407           | 512,873           |
| <b>Total</b>                        | <b>19,959,692</b>                  | <b>18,358,443</b> | <b>2,139,095</b>                    | <b>2,473,240</b>  | <b>22,098,787</b> | <b>20,831,683</b> |
| Change in Net Position              | 575,507                            | 515,687           | 208,558                             | 274,879           | 784,065           | 790,566           |
| Beginning Net Position              | 40,167,536                         | 39,651,849        | 13,587,029                          | 13,312,150        | 53,754,565        | 52,963,999        |
| Prior period adjustment             | 29,731                             | -                 | -                                   | -                 | 29,731            | -                 |
| <b>Ending Net Position</b>          | <b>40,772,774</b>                  | <b>40,167,536</b> | <b>13,795,587</b>                   | <b>13,587,029</b> | <b>54,568,361</b> | <b>53,754,565</b> |

**UNION COUNTY, OREGON**  
**Management's Discussion and Analysis**

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**GOVERNMENTAL ACTIVITIES**

Governmental revenues showed an increase of \$1,661,069 during fiscal year 2016-17. This is due primarily to public health grants.

As seen in the previous Statement of Activities chart, governmental expenses increased by \$1,601,249, about 8.7 percent. This is also due to public health services not previously funded through the county budget.

**FUND BALANCE HIGHLIGHTS**

At year end June 30, 2017, the General Fund balance increased by \$3,646 and the Public Works fund balance decreased by \$320,653.

**BUDGETARY HIGHLIGHTS**

The Union County Board of Commissioners approved the following additions to the original budget via the resolution process:

- Increase to General Fund – Juvenile Department in the amount of \$10,000 to accept a grant from the Grande Ronde Child Center for the Juvenile Workforce Development Program.
- Increase to Human Services Fund to accept funds in the amount of \$250,000 from the Oregon Department of Human Services. These funds were previously paid directly to the provider (CHD, Inc.) by DHS.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

As of June 30, 2017, the County had invested \$53,008,925 in capital assets (net of depreciation), as reflected in the following table. This represents a net increase of \$1,678,713, with the most significant increase coming from the completion of the new Courthouse Building.

**Table 3 – Capital Assets at Year End**

|                          | <u>2017</u>                | <u>2016</u>                |
|--------------------------|----------------------------|----------------------------|
| Land                     | \$ 6,722,855               | \$ 6,722,855               |
| Improvements             | 18,032,580                 | 17,793,032                 |
| Buildings                | 12,150,530                 | 9,208,222                  |
| Equipment & Vehicles     | 6,615,333                  | 5,557,407                  |
| Infrastructure           | 29,793,319                 | 29,793,319                 |
| Construction in Progress | 4,674,866                  | 5,826,280                  |
| Accumulated Depreciation | <u>(24,980,558)</u>        | <u>(23,570,903)</u>        |
| <b>TOTAL</b>             | <u><u>\$53,008,925</u></u> | <u><u>\$51,330,212</u></u> |

A summary of Union County's long-term debt outstanding is as follows. Details can be found in the Notes to Basic Financial Statements Section beginning with Note 7.

|                                   |              |
|-----------------------------------|--------------|
| Compensated Absences              | \$ 1,077,578 |
| Current Portion of Long Term Debt | 440,369      |
| Current Portion of Leases Payable | 145,234      |
| Long Term Obligation              | 3,776,500    |
| Long Term Capital Leases Payable  | 721,455      |

**UNION COUNTY, OREGON**  
**Management's Discussion and Analysis**

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The long term obligation includes several loans from the Oregon Economic & Community Development Department and Series 2013A & B obligations for infrastructure improvement projects. They are set up on payment schedules detailed in the Notes to the Basic Financial Statements. All loan payments are current. The landfill post closure costs are also included at \$747,471. These costs were estimated over the length of time the county is required to monitor the landfill. Annual expenses are included in the Solid Waste District budget and this long term obligation is reduced each year.

**ECONOMIC FACTORS & NEXT YEAR'S BUDGET**

Union County continues to operate in a challenging, but improving, economic climate. The unemployment rate in Union County improved during the fiscal year, averaging 5.4%, a decrease of .9% over the past fiscal year. The state average for the fiscal year was 4.3%. Efforts to stimulate the local economy and increase family wage jobs in the County remain a high priority for the Board of Commissioners. The County is also concerned about the State of Oregon's ability to provide a stable funding level for state mandated services provided by the County. Another high priority for the Board of Commissioners is long term renewal of the payment in lieu of tax (PILT) authorization.

Health insurance costs are a key concern for the County and its employees. Continued increases cause budget issues for both the County and employees. The County provides health insurance for regular full-time employees, and the County and employees share the cost for additional family members.

Union County was able to maintain programs for the upcoming fiscal year due to a healthy Beginning Fund Balance and stable revenues; however, state and federal funding reductions in future years may result in program reductions.

**FINANCIAL CONTACT**

The County's financial statements are designed to present users (citizens, taxpayers, customers, investors, and creditors) with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions about the report or need additional financial information, please contact the County's Administrative Officer at 1106 K Avenue, La Grande, Oregon 97850. You can also obtain at the same address the separately issued financial statements for the component units listed in Note 1 of the County's financial statements.

## **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE FINANCIAL  
STATEMENTS**

**UNION COUNTY, OREGON**  
**Statement of Net Position**  
**June 30, 2017**

|  | <b>Governmental<br/>Activities</b> | <b>Business-Type<br/>Activities</b> | <b>Total</b>         |
|--|------------------------------------|-------------------------------------|----------------------|
| <b>Assets</b>                            |                                    |                                     |                      |
| Cash and investments                     | \$ 5,773,419                       | \$ 678,394                          | \$ 6,451,813         |
| Prepaid expenses                         | 2,192                              | -                                   | 2,192                |
| Taxes receivable                         | 551,194                            | -                                   | 551,194              |
| Accounts receivable, net                 | 2,065,352                          | 721,449                             | 2,786,801            |
| Internal balances                        | 2,266,785                          | (2,266,785)                         | -                    |
| Inventory                                | 521,966                            | 145,124                             | 667,090              |
| Capital assets:                          |                                    |                                     |                      |
| Land                                     | 5,583,300                          | 1,139,555                           | 6,722,855            |
| Construction in progress                 | 577,060                            | 4,097,806                           | 4,674,866            |
| Improvements                             | 1,425,209                          | 16,607,371                          | 18,032,580           |
| Buildings                                | 8,806,269                          | 3,344,261                           | 12,150,530           |
| Equipment and vehicles                   | 5,811,614                          | 803,719                             | 6,615,333            |
| Infrastructure                           | 29,793,319                         | -                                   | 29,793,319           |
| Less: accumulated depreciation           | (16,716,809)                       | (8,263,749)                         | (24,980,558)         |
| Total capital assets                     | <u>35,279,962</u>                  | <u>17,728,963</u>                   | <u>53,008,925</u>    |
| Total assets                             | <u>46,460,870</u>                  | <u>17,007,145</u>                   | <u>63,468,015</u>    |
| <b>Deferred outflows of resources</b>    |                                    |                                     |                      |
| Deferred charge - debt refunding         | -                                  | 10,371                              | 10,371               |
| <b>Liabilities</b>                       |                                    |                                     |                      |
| Accounts payable                         | 750,036                            | 646,917                             | 1,396,953            |
| Unearned revenue                         | 256,952                            | 2,709                               | 259,661              |
| Accrued interest payable                 | 22,498                             | 21,094                              | 43,592               |
| Long-term obligations:                   |                                    |                                     |                      |
| Due within one year                      | 1,281,580                          | 414,601                             | 1,696,181            |
| Due in more than one year                | 2,365,459                          | 2,099,496                           | 4,464,955            |
| Total liabilities                        | <u>4,676,525</u>                   | <u>3,184,817</u>                    | <u>7,861,342</u>     |
| <b>Deferred inflows of resources</b>     |                                    |                                     |                      |
| Deferred revenue - debt refunding        | 1,204                              | 5,733                               | 6,937                |
| Unavailable payment in lieu of taxes     | 1,010,367                          | -                                   | 1,010,367            |
| Unearned golf course annual pass revenue | -                                  | 31,379                              | 31,379               |
| Total deferred inflows of resources      | <u>1,011,571</u>                   | <u>37,112</u>                       | <u>1,048,683</u>     |
| <b>Net Position</b>                      |                                    |                                     |                      |
| Net investment in capital assets         | 31,632,923                         | 15,214,866                          | 46,847,789           |
| Restricted for:                          |                                    |                                     |                      |
| Street projects and bike paths           | 2,489,097                          | -                                   | 2,489,097            |
| Health and human services                | 1,110,127                          | -                                   | 1,110,127            |
| County schools                           | 66,151                             | -                                   | 66,151               |
| Public safety                            | 1,759,740                          | -                                   | 1,759,740            |
| Economic development                     | 160,064                            | -                                   | 160,064              |
| Capital acquisition                      | 45,389                             | -                                   | 45,389               |
| Unrestricted                             | 3,509,283                          | (1,419,279)                         | 2,090,004            |
| Total net position                       | <u>\$ 40,772,774</u>               | <u>\$ 13,795,587</u>                | <u>\$ 54,568,361</u> |

*(The accompanying notes are an integral part of these financial statements)*

**UNION COUNTY, OREGON**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2017**

| Activities  | Expenses            | Program Revenues                   |                                  |                                | Net Revenue (Expense) and Changes in Net Position |                          |                      |
|---|---------------------|------------------------------------|----------------------------------|--------------------------------|---|--------------------------|----------------------|
|   |                     | Fees, Fines & Charges for Services | Operating Grants & Contributions | Capital Grants & Contributions | Governmental Activities                           | Business-Type Activities | Total                |
| <b>Primary government:</b>                          |                     |                                    |                                  |                                |   |                          |                      |
| Governmental activities:                            |                     |                                    |                                  |                                |   |                          |                      |
| General government                                  | \$ 3,854,416        | \$ 489,332                         | \$ 431,309                       | \$ -                           | \$ (2,933,775)                                    | \$ -                     | \$ (2,933,775)       |
| Public safety                                       | 7,002,947           | 1,368,569                          | 2,305,302                        | -                              | (3,329,076)                                       | -                        | (3,329,076)          |
| Public works  | 3,054,973           | 187,627                            | 1,980,719                        | 146,794                        | (739,833)   | -                        | (739,833)            |
| Health  | 3,174,955           | -                                  | 3,176,093                        | -                              | 1,138   | -                        | 1,138                |
| Public services                                     | 1,065,717           | 58,953                             | 795,587                          | -                              | (211,177)   | -                        | (211,177)            |
| Culture and recreation                              | 786,788             | 91,946                             | 422,386                          | 49,380                         | (223,076)   | -                        | (223,076)            |
| Community development                               | 798,286             | 225,439                            | 1,073,560                        | -                              | 500,713   | -                        | 500,713              |
| Education   | 149,104             | -                                  | 19,579                           | -                              | (129,525)   | -                        | (129,525)            |
| Interest on long-term debt                          | 72,506              | -                                  | -                                | -                              | (72,506)  | -                        | (72,506)             |
| Total governmental activities                       | <u>19,959,692</u>   | <u>2,421,866</u>                   | <u>10,204,535</u>                | <u>196,174</u>                 | <u>(7,137,117)</u>                                | <u>-</u>                 | <u>(7,137,117)</u>   |
| Business-type activities:                           |                     |                                    |                                  |                                |   |                          |                      |
| Airport   | 1,504,590           | 1,066,868                          | -                                | 650,039                        | -   | \$ 212,317               | 212,317              |
| Golf course   | 510,407             | 276,374                            | -                                | -                              | -   | (234,033)                | (234,033)            |
| Solid waste management                              | 124,098             | 174,185                            | -                                | -                              | -   | 50,087                   | 50,087               |
| Total business-type activities                      | <u>2,139,095</u>    | <u>1,517,427</u>                   | <u>-</u>                         | <u>650,039</u>                 | <u>-</u>  | <u>28,371</u>            | <u>28,371</u>        |
| Total primary government                            | <u>\$22,098,787</u> | <u>\$ 3,939,293</u>                | <u>\$10,204,535</u>              | <u>\$ 846,213</u>              | <u>(7,137,117)</u>                                | <u>28,371</u>            | <u>(7,108,746)</u>   |
| <b>General Revenues</b>                             |                     |                                    |                                  |                                |   |                          |                      |
| Property taxes                                      |                     |                                    |                                  |                                | 5,801,761   | -                        | 5,801,761            |
| Payments in lieu of tax                             |                     |                                    |                                  |                                | 1,342,779   | -                        | 1,342,779            |
| Other taxes   |                     |                                    |                                  |                                | 217,158   | -                        | 217,158              |
| Interest and miscellaneous income                   |                     |                                    |                                  |                                | 474,457   | 45,187                   | 519,644              |
| <b>Special items</b>                                |                     |                                    |                                  |                                |   |                          |                      |
| Gain on sale of asset                               |                     |                                    |                                  |                                | 23,303  | -                        | 23,303               |
| Loss on disposal of asset                           |                     |                                    |                                  |                                | (11,834)  | -                        | (11,834)             |
| <b>Transfers</b>                                    |                     |                                    |                                  |                                |   |                          |                      |
|   |                     |                                    |                                  |                                | (135,000)   | 135,000                  | -                    |
| Total general revenues, special items and transfers |                     |                                    |                                  |                                | <u>7,712,624</u>                                  | <u>180,187</u>           | <u>7,892,811</u>     |
| Change in net position                              |                     |                                    |                                  |                                | 575,507   | 208,558                  | 784,065              |
| Net position - beginning                            |                     |                                    |                                  |                                | 40,167,536  | 13,587,029               | 53,754,565           |
| Prior period adjustment                             |                     |                                    |                                  |                                | 29,731  | -                        | 29,731               |
| Net position - ending                               |                     |                                    |                                  |                                | <u>\$ 40,772,774</u>                              | <u>\$ 13,795,587</u>     | <u>\$ 54,568,361</u> |

*(The accompanying notes are an integral part of these financial statements)*

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## **FUND FINANCIAL STATEMENTS**

**UNION COUNTY, OREGON**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2017**

|  | <u>General<br/>Fund</u> | <u>Public Works<br/>Fund</u> | <u>Community<br/>Corrections</u> | <u>Human Services<br/>Program</u> |
|--|-------------------------|------------------------------|----------------------------------|-----------------------------------|
| <b>Assets and Deferred Outflows of Resources</b>                     |                         |                              |                                  |                                   |
| Assets:  |                         |                              |                                  |                                   |
| Cash and investments   | \$ 686,089              | \$ 890,162                   | \$ 1,540,415                     | \$ 38,665                         |
| Prepaid expenses   | 907                     | -                            | -                                | -                                 |
| Taxes receivable   | 522,802                 | -                            | -                                | -                                 |
| Accounts receivable, net   | 290,907                 | 230,435                      | 5,298                            | 81,450                            |
| Interfund receivable   | 1,002,057               | 1,331,645                    | -                                | -                                 |
| Inventory  | -                       | 521,966                      | -                                | -                                 |
| Total assets   | <u>2,502,762</u>        | <u>2,974,208</u>             | <u>1,545,713</u>                 | <u>120,115</u>                    |
| Deferred outflows of resources:                                      | -                       | -                            | -                                | -                                 |
| Total assets and deferred outflows of resources                      | <u>\$ 2,502,762</u>     | <u>\$ 2,974,208</u>          | <u>\$ 1,545,713</u>              | <u>\$ 120,115</u>                 |
| <b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b> |                         |                              |                                  |                                   |
| Liabilities:   |                         |                              |                                  |                                   |
| Accounts payable   | \$ 119,527              | \$ 67,458                    | \$ 27,346                        | \$ 48,848                         |
| Unearned revenue   | -                       | -                            | -                                | -                                 |
| Interfund payable  | -                       | -                            | -                                | -                                 |
| Total liabilities  | <u>119,527</u>          | <u>67,458</u>                | <u>27,346</u>                    | <u>48,848</u>                     |
| Deferred inflows of resources:                                       |                         |                              |                                  |                                   |
| Unavailable property tax revenue                                     | 467,853                 | -                            | -                                | -                                 |
| Unavailable payment in lieu of taxes                                 | 1,010,367               | -                            | -                                | -                                 |
| Total deferred inflows of resources                                  | <u>1,478,220</u>        | <u>-</u>                     | <u>-</u>                         | <u>-</u>                          |
| Fund Balances:   |                         |                              |                                  |                                   |
| Nonspendable   | 907                     | 521,966                      | -                                | -                                 |
| Restricted   | -                       | 2,384,784                    | 1,518,367                        | 71,267                            |
| Committed  | -                       | -                            | -                                | -                                 |
| Unassigned   | 904,108                 | -                            | -                                | -                                 |
| Total fund balances  | <u>905,015</u>          | <u>2,906,750</u>             | <u>1,518,367</u>                 | <u>71,267</u>                     |
| Total liabilities, deferred inflows of resources, and fund balances  | <u>\$ 2,502,762</u>     | <u>\$ 2,974,208</u>          | <u>\$ 1,545,713</u>              | <u>\$ 120,115</u>                 |

*(The accompanying notes are an integral part of these financial statements)*

**UNION COUNTY, OREGON**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2017**

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| <u>Justice<br/>Court</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total</u>         |
|--------------------------|--|----------------------|
| \$ 219,378               | \$ 2,398,710                               | \$ 5,773,419         |
| -                        | 1,285                                      | 2,192                |
| -                        | 28,392                                     | 551,194              |
| 459,408                  | 997,854                                    | 2,065,352            |
| -                        | -  | 2,333,702            |
| -                        | -  | 521,966              |
| <u>678,786</u>           | <u>3,426,241</u>                           | <u>11,247,825</u>    |
| <u>-</u>                 | <u>-</u>                                   | <u>-</u>             |
| <u>\$ 678,786</u>        | <u>\$ 3,426,241</u>                        | <u>\$ 11,247,825</u> |
|                          |  |                      |
| \$ 18,070                | \$ 468,787                                 | \$ 750,036           |
| 459,408                  | 256,952                                    | 716,360              |
| -                        | 66,917                                     | 66,917               |
| <u>477,478</u>           | <u>792,656</u>                             | <u>1,533,313</u>     |
| -                        | 25,564                                     | 493,417              |
| -                        | -  | 1,010,367            |
| <u>-</u>                 | <u>25,564</u>                              | <u>1,503,784</u>     |
| -                        | 1,285                                      | 524,158              |
| -                        | 1,656,150                                  | 5,630,568            |
| 201,308                  | 954,550                                    | 1,155,858            |
| -                        | (3,964)                                    | 900,144              |
| <u>201,308</u>           | <u>2,608,021</u>                           | <u>8,210,728</u>     |
| <u>\$ 678,786</u>        | <u>\$ 3,426,241</u>                        | <u>\$ 11,247,825</u> |

**UNION COUNTY, OREGON**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
**June 30, 2017**

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**Total fund balances - governmental funds** \$ 8,210,728

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 as assets in the funds.

|                                |                     |            |
|--------------------------------|---------------------|------------|
| Land                           | 5,583,300           |            |
| Construction in progress       | 577,060             |            |
| Improvements                   | 1,425,209           |            |
| Buildings                      | 8,806,269           |            |
| Equipment and vehicles         | 5,811,614           |            |
| Infrastructure                 | 29,793,319          |            |
| Less: accumulated depreciation | <u>(16,716,809)</u> | 35,279,962 |

Some of the County's taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as unearned revenue in the fund statements. 493,417

Some of the County's ticket revenue in the Justice Court will be collected after year-end, but is not available soon enough to pay for the current period's expenditures, and therefore are reported as unearned revenue in the fund statements. Other funds have minor unearned revenues. 459,408

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when paid. In the Statement of Net Position accrued interest is a liability. (22,498)

Long-term obligations, including capital debt obligations payable, are not due and payable in the current period and therefore are not reported in the funds.

|                           |                  |             |
|---------------------------|------------------|-------------|
| Due within one year       | 1,281,580        |             |
| Due in more than one year | <u>2,365,459</u> | (3,647,039) |

Debt refunding costs on long-term debt are not accrued in governmental funds, but rather are recognized as an expenditure when paid. In the Statement of Net Position debt refunding costs are a Deferred Inflow and amortized. (1,204)

**Total net position - governmental activities** \$ 40,772,774

*(The accompanying notes are an integral part of these financial statements)*

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**UNION COUNTY, OREGON**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>General<br/>Fund</u> | <u>Public Works<br/>Fund</u> | <u>Community<br/>Corrections</u> | <u>Human Services<br/>Program</u> |
|---|-------------------------|------------------------------|----------------------------------|-----------------------------------|
| <b>Revenues</b>                                 |                         |                              |                                  |                                   |
| Taxes:  |                         |                              |                                  |                                   |
| Property taxes                                  | \$ 5,289,199            | \$ -                         | \$ -                             | \$ -                              |
| Payments in lieu of tax                         | 1,224,370               | -                            | -                                | -                                 |
| Other taxes                                     | 10,627                  | -                            | -                                | -                                 |
| Intergovernmental                               | 1,184,331               | 2,114,786                    | 314,295                          | 3,142,093                         |
| Charges for services                            | 696,122                 | -                            | 799,363                          | -                                 |
| Licenses and fees                               | 341,533                 | 53,560                       | -                                | -                                 |
| Miscellaneous:                                  |                         |                              |                                  |                                   |
| Fines and forfeitures                           | 31,067                  | -                            | 51,324                           | -                                 |
| Rental income                                   | 143,426                 | -                            | -                                | -                                 |
| Interest on investments                         | 18,346                  | 20,247                       | 12,855                           | -                                 |
| Other income                                    | 117,185                 | 121,056                      | 4,491                            | 65,855                            |
| Total revenues                                  | <u>9,056,206</u>        | <u>2,309,649</u>             | <u>1,182,328</u>                 | <u>3,207,948</u>                  |
| <b>Expenditures</b>                             |                         |                              |                                  |                                   |
| Current:  |                         |                              |                                  |                                   |
| General government                              | 3,532,277               | -                            | -                                | -                                 |
| Public safety                                   | 5,090,167               | -                            | 972,420                          | -                                 |
| Public works                                    | -                       | 2,513,621                    | -                                | -                                 |
| Health  | -                       | -                            | -                                | 3,174,955                         |
| Public services                                 | -                       | -                            | -                                | -                                 |
| Culture and recreation                          | -                       | -                            | -                                | -                                 |
| Community development                           | 265,828                 | -                            | -                                | -                                 |
| Education                                       | -                       | -                            | -                                | -                                 |
| Debt Service:                                   |                         |                              |                                  |                                   |
| Principal                                       | 54,975                  | -                            | -                                | -                                 |
| Interest  | -                       | -                            | -                                | -                                 |
| Capital outlay                                  | 142,313                 | 280,865                      | -                                | -                                 |
| Total expenditures                              | <u>9,085,560</u>        | <u>2,794,486</u>             | <u>972,420</u>                   | <u>3,174,955</u>                  |
| Excess of revenues over<br>(under) expenditures | <u>(29,354)</u>         | <u>(484,837)</u>             | <u>209,908</u>                   | <u>32,993</u>                     |
| <b>Other Financing Sources (Uses)</b>           |                         |                              |                                  |                                   |
| Transfers in                                    | 112,500                 | 40,000                       | -                                | -                                 |
| Transfers out                                   | (79,500)                | (35,000)                     | -                                | -                                 |
| Proceeds from long-term debt                    | -                       | 159,184                      | -                                | -                                 |
| Total other financing sources (uses)            | <u>33,000</u>           | <u>164,184</u>               | <u>-</u>                         | <u>-</u>                          |
| Net change in fund balance                      | 3,646                   | (320,653)                    | 209,908                          | 32,993                            |
| Beginning fund balance                          | <u>901,369</u>          | <u>3,227,403</u>             | <u>1,308,459</u>                 | <u>38,274</u>                     |
| Ending fund balance                             | <u>\$ 905,015</u>       | <u>\$ 2,906,750</u>          | <u>\$ 1,518,367</u>              | <u>\$ 71,267</u>                  |

*(The accompanying notes are an integral part of these financial statements)*

**UNION COUNTY, OREGON**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2017**

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| <u>Justice<br/>Court</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total</u>        |
|--------------------------|--|---------------------|
| \$ -                     | \$ 463,033                                 | \$ 5,752,232        |
| -                        | 118,409                                    | 1,342,779           |
| -                        | 206,531                                    | 217,158             |
| -                        | 2,588,205                                  | 9,343,710           |
| -                        | 42,538                                     | 1,538,023           |
| -                        | 363,115                                    | 758,208             |
| 399,022                  | 4,436                                      | 485,849             |
| -                        | 72,255                                     | 215,681             |
| 1,916                    | 23,442                                     | 76,806              |
| 1,805                    | 542,113                                    | 852,505             |
| <u>402,743</u>           | <u>4,424,077</u>                           | <u>20,582,951</u>   |
| -                        | 57,517                                     | 3,589,794           |
| 296,545                  | 508,753                                    | 6,867,885           |
| -                        | 120,054                                    | 2,633,675           |
| -                        | -  | 3,174,955           |
| -                        | 1,065,030                                  | 1,065,030           |
| -                        | 710,009                                    | 710,009             |
| -                        | 533,060                                    | 798,888             |
| -                        | 149,104                                    | 149,104             |
| -                        | 39,897                                     | 94,872              |
| -                        | 21,872                                     | 21,872              |
| -                        | 681,197                                    | 1,104,375           |
| <u>296,545</u>           | <u>3,886,493</u>                           | <u>20,210,459</u>   |
| <u>106,198</u>           | <u>537,584</u>                             | <u>372,492</u>      |
| -                        | 141,500                                    | 294,000             |
| (60,500)                 | (254,000)                                  | (429,000)           |
| -                        | -  | 159,184             |
| <u>(60,500)</u>          | <u>(112,500)</u>                           | <u>24,184</u>       |
| 45,698                   | 425,084                                    | 396,676             |
| <u>155,610</u>           | <u>2,182,937</u>                           | <u>7,814,052</u>    |
| <u>\$ 201,308</u>        | <u>\$ 2,608,021</u>                        | <u>\$ 8,210,728</u> |

**UNION COUNTY, OREGON**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2017**

---

|   |                   |
|---|-------------------|
| <b>Total net change in fund balances - governmental funds</b>   | <b>\$ 396,676</b> |
| <br>Amounts reported for governmental <i>activities</i> in the statement of activities are different because:   |                   |
| Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay and other capitalized expenditures (\$1,042,952) and the gain on disposal of assets (\$23,303) exceeds depreciation expense (\$867,065) and loss on retired assets (\$11,834) in the current year. | 187,356           |
| In the Statement of Activities, gains and losses on disposal of capital assets are reported, whereas, in the governmental funds, the proceeds from the disposal of capital assets are reflected, regardless of whether a gain or loss is realized.  | (95,000)          |
| Because some property taxes will not be collected for several months after the County's fiscal year end, they are not considered "available" revenues and are unearned in the governmental funds. Unearned tax revenues increased (decreased) by this amount in the current year.   | 49,529            |
| Because some ticket revenue from the Justice Court will not be collected for several months after the County's fiscal year end, they are not considered "available" revenues in the governmental funds. Unearned ticket revenues increased (decreased) by this amount in the current year.  | 120,052           |
| In the Statement of Activities, compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for compensated absences are measured by the amount of financial resources used. Accrued compensated absences (increased) decreased by this amount in the current year.   | (116,312)         |
| Assets transferred to other governmental entities are not recognized in the governmental funds, but the basis is recognized as a loss in the Statement of Activities.   |                   |
| Loan proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities.   | (159,184)         |
| Repayment of principal on long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.  | 201,195           |
| Debt refunding costs are amortized over the life of the corresponding debt for the purposes of the Statement of Activities.   | 602               |
| In the governmental funds interest is recognized as an expenditure when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. This is the amount by which accrued interest (increased) decreased.   | (9,407)           |
| <b>Change in net position - governmental activities</b>   | <b>\$ 575,507</b> |

*(The accompanying notes are an integral part of these financial statements)*



**UNION COUNTY, OREGON**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2017**

|   | <u>Airport<br/>Fund</u> | <u>Buffalo Peak<br/>Golf Course<br/>Fund</u> | <u>Union County<br/>Solid Waste<br/>Fund</u> | <u>Total</u>         |
|---|-------------------------|--|--|----------------------|
| <b>Assets</b>                               |                         |  |  |                      |
| Current assets:                             |                         |  |  |                      |
| Cash and investments                        | \$ 181,718              | \$ -   | \$ 496,676                                   | \$ 678,394           |
| Accounts receivable                         | 635,330                 | 42,233                                       | 43,886                                       | 721,449              |
| Inventory                                   | 131,115                 | 14,009                                       | -  | 145,124              |
| Total current assets                        | <u>948,163</u>          | <u>56,242</u>                                | <u>540,562</u>                               | <u>1,544,967</u>     |
| Noncurrent assets:                          |                         |  |  |                      |
| Capital assets:                             |                         |  |  |                      |
| Land  | -                       | 1,088,950                                    | 50,605                                       | 1,139,555            |
| Construction in progress                    | 4,097,806               | -  | -  | 4,097,806            |
| Buildings                                   | 2,876,378               | 47,076                                       | 420,807                                      | 3,344,261            |
| Equipment and vehicles                      | 187,356                 | 527,401                                      | 88,962                                       | 803,719              |
| Improvements                                | 15,735,601              | 713,301                                      | 158,469                                      | 16,607,371           |
| Less: accumulated depreciation              | <u>(7,222,662)</u>      | <u>(759,085)</u>                             | <u>(282,002)</u>                             | <u>(8,263,749)</u>   |
| Total noncurrent assets                     | <u>15,674,479</u>       | <u>1,617,643</u>                             | <u>436,841</u>                               | <u>17,728,963</u>    |
| Total assets                                | <u>16,622,642</u>       | <u>1,673,885</u>                             | <u>977,403</u>                               | <u>19,273,930</u>    |
| <b>Deferred Outflows of Resources</b>       |                         |  |  |                      |
| Deferred charge - debt refunding            | <u>10,371</u>           | <u>-</u>                                     | <u>-</u>                                     | <u>10,371</u>        |
| <b>Liabilities</b>                          |                         |  |  |                      |
| Current liabilities:                        |                         |  |  |                      |
| Accounts payable                            | 640,300                 | 6,617  | -  | 646,917              |
| Unearned revenue                            | -                       | 2,709  | -  | 2,709                |
| Interfund payable                           | 935,140                 | 1,331,645                                    | -  | 2,266,785            |
| Accrued interest payable                    | 1,568                   | 19,526                                       | -  | 21,094               |
| Closure & post-closure care costs - current | -                       | -  | 30,000                                       | 30,000               |
| Loans payable - current                     | 280,000                 | 93,196                                       | -  | 373,196              |
| Compensated absences                        | -                       | 11,405                                       | -  | 11,405               |
| Total current liabilities                   | <u>1,857,008</u>        | <u>1,465,098</u>                             | <u>30,000</u>                                | <u>3,352,106</u>     |
| Noncurrent liabilities:                     |                         |  |  |                      |
| Closure and post-closure care costs         | -                       | -  | 717,471                                      | 717,471              |
| Loans payable                               | 295,000                 | 1,087,025                                    | -  | 1,382,025            |
| Total noncurrent liabilities                | <u>295,000</u>          | <u>1,087,025</u>                             | <u>717,471</u>                               | <u>2,099,496</u>     |
| Total liabilities                           | <u>2,152,008</u>        | <u>2,552,123</u>                             | <u>747,471</u>                               | <u>5,451,602</u>     |
| <b>Deferred Inflows of Resources</b>        |                         |  |  |                      |
| Deferred revenue - debt refunding           | -                       | 5,733  | -  | 5,733                |
| Unearned golf course annual pass revenue    | -                       | 31,379                                       | -  | 31,379               |
| Total deferred inflows of resources         | <u>-</u>                | <u>37,112</u>                                | <u>-</u>                                     | <u>37,112</u>        |
| <b>Net Position</b>                         |                         |  |  |                      |
| Net investment in capital assets            | 15,099,479              | 426,017                                      | (310,630)                                    | 15,214,866           |
| Unrestricted                                | <u>(618,474)</u>        | <u>(1,341,367)</u>                           | <u>540,562</u>                               | <u>(1,419,279)</u>   |
| Total net position                          | <u>\$ 14,481,005</u>    | <u>\$ (915,350)</u>                          | <u>\$ 229,932</u>                            | <u>\$ 13,795,587</u> |

*(The accompanying notes are an integral part of these financial statements)*

**UNION COUNTY, OREGON**  
**Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Airport<br/>Fund</u> | <u>Buffalo Peak<br/>Golf Course<br/>Fund</u> | <u>Union County<br/>Solid Waste<br/>Fund</u> | <u>Total</u>         |
|---|-------------------------|--|--|----------------------|
| <b>Operating Revenues</b>               |                         |  |  |                      |
| Franchise fees                          | \$ -                    | \$ -   | \$ 174,185                                   | \$ 174,185           |
| Charges for services                    | 680,809                 | 276,374                                      | -  | 957,183              |
| Licenses and fees                       | 17,709                  | -  | -  | 17,709               |
| Rental income                           | 368,350                 | -  | -  | 368,350              |
| Miscellaneous                           | 41,190                  | -  | 1,746  | 42,936               |
| Total operating revenues                | <u>1,108,058</u>        | <u>276,374</u>                               | <u>175,931</u>                               | <u>1,560,363</u>     |
| <b>Operating Expenses</b>               |                         |  |  |                      |
| Personnel services                      | 168,557                 | 267,718                                      | -  | 436,275              |
| Materials and services                  | 737,220                 | 159,561                                      | 114,893                                      | 1,011,674            |
| Depreciation                            | 572,346                 | 46,239                                       | 9,205  | 627,790              |
| Total operating expenses                | <u>1,478,123</u>        | <u>473,518</u>                               | <u>124,098</u>                               | <u>2,075,739</u>     |
| Operating income (loss)                 | <u>(370,065)</u>        | <u>(197,144)</u>                             | <u>51,833</u>                                | <u>(515,376)</u>     |
| <b>Nonoperating Revenues (Expenses)</b> |                         |  |  |                      |
| Interest on investments                 | 2,130                   | -  | 121  | 2,251                |
| Interest expense                        | (26,467)                | (36,889)                                     | -  | (63,356)             |
| Grant revenue                           | 650,039                 | -  | -  | 650,039              |
| Total nonoperating revenues (expenses)  | <u>625,702</u>          | <u>(36,889)</u>                              | <u>121</u>                                   | <u>588,934</u>       |
| Income (loss) before transfers          | 255,637                 | (234,033)                                    | 51,954                                       | 73,558               |
| Transfers in                            | -                       | 165,000                                      | -  | 165,000              |
| Transfers out                           | (30,000)                | -  | -  | (30,000)             |
| Change in net position                  | 225,637                 | (69,033)                                     | 51,954                                       | 208,558              |
| Net position - beginning                | <u>14,255,368</u>       | <u>(846,317)</u>                             | <u>177,978</u>                               | <u>13,587,029</u>    |
| Net position - ending                   | <u>\$ 14,481,005</u>    | <u>\$ (915,350)</u>                          | <u>\$ 229,932</u>                            | <u>\$ 13,795,587</u> |

*(The accompanying notes are an integral part of these financial statements)*

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**UNION COUNTY, OREGON**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2017**

|  | Airport            | Buffalo Peak<br>Golf Course | Union County<br>Solid Waste<br>District | Total              |
|--|--------------------|-----------------------------|---|--------------------|
| <b>Cash Flows from Operating Activities:</b>                         |                    |                             |   |                    |
| Cash received from customers   | \$ 654,937         | \$ 280,084                  | \$ -                                    | \$ 935,021         |
| Cash received from rentals   | 368,350            | -                           | -                                       | 368,350            |
| Cash received from franchise fees                                    | -                  | -                           | 170,493                                 | 170,493            |
| Other operating receipts   | 41,190             | -                           | 1,746                                   | 42,936             |
| Cash payments for personnel services                                 | (168,557)          | (265,609)                   | -                                       | (434,166)          |
| Cash payments for fuel purchases                                     | (467,612)          | -                           | -                                       | (467,612)          |
| Cash payments for materials and services                             | -                  | (157,836)                   | (114,993)                               | (272,829)          |
| Cash payments for closure costs                                      | -                  | -                           | (21,393)                                | (21,393)           |
| Cash payments for insurance  | (15,755)           | -                           | -                                       | (15,755)           |
| Cash payments for miscellaneous                                      | (26,473)           | -                           | -                                       | (26,473)           |
| Cash payments for contractual services                               | (144,846)          | -                           | -                                       | (144,846)          |
| Cash payments for supplies   | (21,739)           | -                           | -                                       | (21,739)           |
| Cash payments for repairs  | (46,857)           | -                           | -                                       | (46,857)           |
| Net cash provided (used) by operating activities                     | <u>172,638</u>     | <u>(143,361)</u>            | <u>35,853</u>                           | <u>65,130</u>      |
| <b>Cash Flows from Noncapital Financing Activities:</b>              |                    |                             |   |                    |
| Interfund loans  | 810,162            | 108,148                     | -                                       | 918,310            |
| Interfund transfers  | (30,000)           | 165,000                     | -                                       | 135,000            |
| Nonoperating grants  | 136,342            | -                           | -                                       | 136,342            |
| Net cash provided (used) by noncapital financing activities          | <u>916,504</u>     | <u>273,148</u>              | <u>-</u>                                | <u>1,189,652</u>   |
| <b>Cash Flows from Capital and Related Financing Activities:</b>     |                    |                             |   |                    |
| Acquisition of capital assets  | (831,963)          | -                           | -                                       | (831,963)          |
| Principal payments on indebtedness                                   | (280,000)          | (90,840)                    | -                                       | (370,840)          |
| Interest paid on indebtedness  | (21,630)           | (38,947)                    | -                                       | (60,577)           |
| Net cash provided (used) by capital and related financing activities | <u>(1,133,593)</u> | <u>(129,787)</u>            | <u>-</u>                                | <u>(1,263,380)</u> |
| <b>Cash Flows from Investing Activities:</b>                         |                    |                             |   |                    |
| Interest income  | <u>2,130</u>       | <u>-</u>                    | <u>121</u>                              | <u>2,251</u>       |
| Net increase (decrease) in cash and investments                      | (42,321)           | -                           | 35,974                                  | (6,347)            |
| Beginning cash and investments                                       | <u>224,039</u>     | <u>-</u>                    | <u>460,702</u>                          | <u>684,741</u>     |
| Ending cash and investments  | <u>\$ 181,718</u>  | <u>\$ -</u>                 | <u>\$ 496,676</u>                       | <u>\$ 678,394</u>  |

(Continued)

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|   | <u>Airport</u>    | <u>Buffalo Peak<br/>Golf Course</u> | <u>Union County<br/>Solid Waste<br/>District</u> | <u>Total</u>     |
|---|-------------------|-------------------------------------|--|------------------|
| <b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>        |                   |                                     |  |                  |
| Operating income (loss)   | \$ (370,065)      | \$ (197,144)                        | \$ 51,833  | \$ (515,376)     |
| <i>Adjustments to reconcile operating income to net cash provided (used) by operating activities:</i> |                   |                                     |  |                  |
| Depreciation  | 572,346           | 46,239                              | 9,205  | 627,790          |
| (Increase) decrease in:   |                   |                                     |  |                  |
| Accounts receivable   | (43,581)          | 8,094                               | (3,692)  | (39,179)         |
| Inventory   | 16,693            | 1,930                               | -  | 18,623           |
| Increase (decrease) in:   |                   |                                     |  |                  |
| Accounts payable  | (2,755)           | (205)                               | (100)  | (3,060)          |
| Unearned revenue  | -                 | (4,384)                             | -  | (4,384)          |
| Compensated absences  | -                 | 2,109                               | -  | 2,109            |
| Closure and post-closure care costs   | -                 | -                                   | (21,393)   | (21,393)         |
| Net cash provided (used) by operating activities  | <u>\$ 172,638</u> | <u>\$ (143,361)</u>                 | <u>\$ 35,853</u>                                 | <u>\$ 65,130</u> |

**UNION COUNTY, OREGON**  
**Statement of Fiduciary Assets and Liabilities**  
**Fiduciary Funds**  
**June 30, 2017**

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|                           | <u>Agency Funds</u> |
|---------------------------|---------------------|
| <b>Assets</b>             |                     |
| Cash                      | \$ 209,272          |
| Accounts receivable       | 12,150              |
| Property taxes receivable | <u>1,965,340</u>    |
| Total assets              | <u>\$ 2,186,762</u> |
| <b>Liabilities</b>        |                     |
| Due to other governments  | \$ 1,965,340        |
| Due to others             | <u>221,422</u>      |
| Total liabilities         | <u>\$ 2,186,762</u> |

*(The accompanying notes are an integral part of these financial statements)*

**NOTES TO BASIC FINANCIAL  
STATEMENTS**

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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**Note 1 - Summary of Significant Accounting Policies:**

**Reporting Entity**

The governmental reporting entity consists of the County (Primary Government) and its component units. Component units are legally separate organizations for which the Board is financially accountable or other organizations whose nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the County's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the County.

The basic financial statements include blended component units. The blended component units, although legally separate entities are, in substance, part of the County's operations and so data from these units are combined with data of the primary government. Including these component units in the County's financial statements does not give the County any rights to component unit assets or obligation for component unit debt.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the County's Board. The financial statements of the individual component units may be obtained at the Union County commissioners' office.

**Blended Component Units**

Union County Solid Waste District:

Union County Solid Waste District was organized June 4, 1975, under Oregon Revised Statutes Chapter 451 by the Union County Court and is governed by three district officials who are Union County Commissioners. The district accounts for the Foxhill land fill site that was officially closed on November 1, 2006. At that time, State and federal laws and regulations required the Union County Solid Waste District to place a final cover on the landfill site and to perform certain maintenance and monitoring functions for thirty years after closure. This component is blended into the County's financial statements because the County can impose its will on the District.

Union County Extension Service District:

This District was organized December 20, 1989 under Oregon Revised Statutes Chapter 451 by the Union County Court and is governed by three district officials who are Union County Commissioners. Extension educational programs help people solve problems and develop skills related to youth, family, farm, community, forest, and gardening. The programs offered are based on local needs as defined by citizens' advisory groups. This component unit is blended because the County can impose its will on the District.

**Basis of Presentation, Basis of Accounting**

*Government-wide Statements:* The statement of net position and the statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-accounting 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. Indirect expense allocations that have been made in the funds have been reversed for the statement of 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.



**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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*Fund Financial Statements:* The fund financial statements provide information about the County's funds, including its fiduciary funds and blended component units. 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 non-major 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. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The County reports the following major governmental funds:

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

*Public Works Fund* - This fund accounts for resources accumulated and payments made for road maintenance and construction within the county.

*Community Corrections Fund* - This fund accounts for resources accumulated and payments made for supervision of felony parole and probation offenders and selected assaultive and DUII misdemeanor offenders.

*Human Services Program Fund* - This fund's purpose is to provide quality public health, alcohol and drug, and veteran services to citizens of Union County.

*Justice Court Fund* - This fund provides a means for County processing of citations and infractions issued in Union County.

The County reports the following major enterprise funds:

*Airport Fund* - This fund records the activity of the County Airport.

*Buffalo Peak Golf Course Fund* - This fund records the activity of the County golf course.

*Union County Solid Waste District* - This fund records the activity of the solid waste district.

In addition, the County reports the following fund types:

*Agency Funds* - These funds account for monies held on behalf of other local governments within the boundaries of Union County that use the County as a depository, and property taxes collected on behalf of other governments.

**Measurement Focus and Basis of Accounting**

*Government-wide, Proprietary, and Fiduciary Fund Financial Statements:* The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, and entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

*Governmental Fund Financial Statements:* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Miscellaneous revenues are recorded as revenue when received

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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in cash because they are generally not measurable until actually received. Expenditures are recorded when the related fund liability is 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 funds 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 net resources available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

**Financial Position**

Deposits and Investments

The cash balances of substantially all funds are pooled and invested by the County for the purpose of increasing earnings through investment activities. The pooled cash and investments are reported at fair value at June 30, 2017, based on market prices. The individual funds' portions of the pooled cash and investments fair value are presented as cash and cash equivalents. Earnings on the pooled funds are apportioned and paid or credited to the funds monthly based on the ending balance of each participating fund.

Cash and Cash Equivalents

The County considers cash and cash equivalents in proprietary funds to include cash on hand and demand deposits. In addition, because the Treasury Pool is sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, equity in the pool is also deemed to be a cash equivalent.

Receivables

The County shows their receivables net of an allowance for uncollectible accounts.

Grants and other receivables from other government agencies are generally expected to be collectible and, therefore an allowance for uncollectibles is not considered necessary with the exception of the Justice Court. Justice Court has an allowance for bad debt accounts and shows their receivables net of this allowance.

Notes receivable in governmental funds consist of rehabilitation and redevelopment loans that are generally not expected or scheduled to be collected in the subsequent year.

Significant accounts receivables not expected to be collected within one year are as follows:

|               |            |
|---------------|------------|
| Justice Court | \$ 282,672 |
|---------------|------------|

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports one deferred outflow, deferred charge on debt refunding.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has three types of items, which arises under the accrual and modified accrual basis of accounting that qualify for reporting in this category. Accordingly, deferred revenue on debt refunding, is reported in the statement of net position. The governmental funds also report unavailable property tax revenue. The business-type activities also report unearned golf course annual pass revenue as a deferred inflow on the statement of net position. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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Property Tax Calendar

The County is responsible for the assessment, collection, and apportionment of property taxes for all jurisdictions including schools, cities, and special districts within the County. Property taxes attach as an enforceable lien on property on July 1, when they are levied, and until they are paid. Taxes are due in one-third increments, on November 15, February 15, and May 15. Unpaid taxes are considered delinquent after November 15.

Property tax revenues are recognized when they become available. Available includes those property tax receivables expected to be collected within sixty days after year end. Delinquent taxes are considered fully collectible, and therefore, no allowance of uncollectible taxes is provided.

Property tax revenues are accounted for on the accrual basis of accounting in the government-wide statements and are recognized when earned.

Inventories and Prepaid Items

Public works inventory are valued at estimated average cost value using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Airport fuel inventory and golf products recorded in the proprietary funds are stated at their cost value. All other supplies are charged to disbursements at the time the items are purchased.

Certain payments to vendors reflected costs applicable to future accounting periods and are recorded as prepaid items.

Capital Assets

The County's property, plant, equipment, and infrastructure with useful lives of more than one year are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. Major capital asset additions are financed primarily from loan and bond proceeds. The normal cost of maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of \$5,000 is used for assets that have initial useful lives extending beyond a single reporting period.

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        | 20-75                         |
| Buildings             | 50-100                        |
| Building Improvements | 20-50                         |
| Vehicles              | 2-15                          |
| Office Equipment      | 3-15                          |

Capitalized Interest

Interest costs are capitalized when incurred by proprietary funds on debt where proceeds were used to finance the construction of assets. Interest earned on proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. \$63,355 of interest cost was incurred, all of which was charged to expense during the fiscal year ended June 30, 2017.

Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated vacation, comp-time and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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**Net Position/Fund Balance Classifications**

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets and adjusted for any deferred inflows and outflows of resources attributable to capital assets and related debt.
- b. Restricted net position - Consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets, with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - Net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

It is the County's policy to first use restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net resources are available.

Fund Financial Statements

In the governmental funds the difference among assets, deferred outflows, liabilities, and deferred inflows of governmental funds is reported as fund balance and classified as nonspendable, restricted, committed, assigned, and unassigned based on the respective level of constraint. The constraints are defined as follows:

Nonspendable - Resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Resources in nonspendable form include inventories, prepaids and deposits, and assets held for resale.

Restricted - Constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributions, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed - Reported when the Board of Commissioners pass a court order that places specific constraints on how the resources may be used. The Board of Commissioners can modify or rescind the court order at any time through passage of an additional court order.

Assigned - Resources that are constrained by the government's intent to use them for a specific purpose, but are neither restricted nor committed. Intent is expressed when the Board of Commissioners approve which resources should be "reserved" during the adoption of the annual budget. The County's Administrative Officer used that information to determine whether those resources should be classified as assigned or unassigned for presentation in the County's annual financial report.

Unassigned - The residual classification for the General Fund. This classification represents fund balance that has not been restricted, committed, or assigned within the General Fund. This classification is also used to report any negative fund balance amounts in other governmental funds.

For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance, and lastly unassigned fund balance.

The County has no formal minimum fund balance policies or any formal stabilization arrangements in place.

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

Fund balances by classification for the year ended June 30, 2017 were as follows:

|                        | General<br>Fund   | Public Works<br>Fund | Community<br>Correction | Human<br>Services | Justice<br>Court  | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|------------------------|-------------------|----------------------|-------------------------|-------------------|-------------------|--------------------------------|--------------------------------|
| <b>Fund balances:</b>  |                   |                      |                         |                   |                   |                                |                                |
| <b>Nonspendable:</b>   |                   |                      |                         |                   |                   |                                |                                |
| Inventories            | \$ -              | \$ 521,966           | \$ -                    | \$ -              | \$ -              | \$ -                           | \$ 521,966                     |
| Prepaid Amt.           | 907               | -                    | -                       | -                 | -                 | 1,285                          | 2,192                          |
| <b>Restricted:</b>     |                   |                      |                         |                   |                   |                                |                                |
| Community Srvs.        | -                 | -                    | -                       | 71,267            | -                 | 1,038,860                      | 1,110,127                      |
| County Schools         | -                 | -                    | -                       | -                 | -                 | 66,151                         | 66,151                         |
| Public Safety          | -                 | -                    | 1,518,367               | -                 | -                 | 241,373                        | 1,759,740                      |
| Economic Develop.      | -                 | -                    | -                       | -                 | -                 | 160,064                        | 160,064                        |
| Equipment              | -                 | -                    | -                       | -                 | -                 | 45,389                         | 45,389                         |
| Public Works           | -                 | 2,384,784            | -                       | -                 | -                 | 104,313                        | 2,489,097                      |
| <b>Committed:</b>      |                   |                      |                         |                   |                   |                                |                                |
| Community Srvs.        | -                 | -                    | -                       | -                 | -                 | 440,754                        | 440,754                        |
| Economic Develop.      | -                 | -                    | -                       | -                 | -                 | 304,088                        | 304,088                        |
| Capital Acquisition    | -                 | -                    | -                       | -                 | -                 | 208,066                        | 208,066                        |
| Public Safety          | -                 | -                    | -                       | -                 | 201,308           | 1,642                          | 202,950                        |
| <b>Unassigned</b>      | <b>904,108</b>    | <b>-</b>             | <b>-</b>                | <b>-</b>          | <b>-</b>          | <b>(3,964)</b>                 | <b>900,144</b>                 |
| <b>Total fund bal.</b> | <b>\$ 905,015</b> | <b>\$ 2,906,750</b>  | <b>\$ 1,518,367</b>     | <b>\$ 71,267</b>  | <b>\$ 201,308</b> | <b>\$ 2,608,021</b>            | <b>\$ 8,210,728</b>            |

**Accounting Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from these estimates. Depreciation Expense, Accumulated Depreciation, Property Taxes Receivable, Liability for Closure and Post-Closure Care Costs, and Deferred Revenue accounts have been subject to estimation.

**Note 2 - Compliance and Accountability:**

**Finance-Related Legal and Contractual Provisions**

In accordance with GASB Statement No. 38, Certain Financial Statement Note Disclosures, violations of finance-related legal and contractual provisions, if any, are reported below, along with the actions taken to address such violations.

Violation: The County did not comply with ORS 294.456(6). Expenditures exceeded budgeted appropriations for the year ended June 30, 2017 as follows:

| Fund  | Over Expenditure |
|---|------------------|
| 101 General Fund - Corrections                        | \$ 9,473         |
| 295 Fair Board - Materials and services               | 7,182            |
| 295 Fair Board - Debt Service                         | 5,995            |
| 300 Justice Court - Materials and services            | 7,274            |
| 312 Dispute Resolution - Materials and services       | 684              |
| 310 Buffalo Peak Golf Course - Materials and services | 1,521            |

Action Taken: Budget to actual reports will be monitored monthly.

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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**Deficit Fund Balance or Fund Net Position of Individual Funds**

Following are funds having deficit fund balances at year end, along with remarks which address such deficits:

| Fund                     | Deficit Amount | Remarks                                      |
|--------------------------|----------------|--|
| Animal Control           | \$ 2,326       | Due to revenues being lower than anticipated |
| Sheriff Reserve Program  | 1,638          | Due to revenues being lower than anticipated |
| Buffalo Peak Golf Course | 915,350        | Due to current and prior operating losses    |

**Note 3 - Deposits and Investments:**

Deposits and Investments are comprised of the following at June 30, 2017:

|  | <u>Carrying Value</u> | <u>Fair Value</u>   |
|--|-----------------------|---------------------|
| Deposits with financial institutions                                     | \$ 2,639,239          | \$ 2,639,239        |
| Investments with State of Oregon Local Government Investment Pool (LGIP) | <u>4,021,846</u>      | <u>4,021,846</u>    |
|  | <u>\$ 6,661,085</u>   | <u>\$ 6,661,085</u> |

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

|  |                     |
|--|---------------------|
| Government-Wide Statement of Net Position - Cash and Investments | \$ 6,451,813        |
| Statement of Fiduciary Net Position - Cash                       | <u>209,272</u>      |
|  | <u>\$ 6,661,085</u> |

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

Investments, including amounts held in pooled cash and investments are stated at fair value, in accordance with Governmental Accounting Standards Board (GASB) Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. Fair value is determined at the quoted market price, if available; otherwise, the fair value is estimated based on the amount at which the investment could be exchanged in a current transaction between willing parties, other than a forced liquidation sale. Investments in the State of Oregon Local Government Pool (LGIP) are stated at fair value.

**Deposits**

Deposits with financial institutions are comprised of bank demand deposits. The total bank balance per the bank statements was \$3,219,385 at June 30, 2017. The difference is due to transactions in process. Deposits are secured by federal deposit insurance to legal limits. The remaining amount is secured by collateral in accordance with Oregon Revised Statutes.

**Custodial Credit Risk - Deposits**

Custodial credit risk on deposits is the risk that in the event of a bank failure, the County's deposits may not be returned. In order to minimize this risk, state statutes require banks holding public funds to become members of the Public Funds Collateralization Program (PFCP), a multiple financial institution collateral pool created by the Office of the State Treasurer. To qualify, participating banks must pledge collateral against any public fund deposits in excess of deposit insurance. The amount of collateral is set by the PFCP between 10% and 110% of each bank's public fund deposits based on their net worth and level of capitalization. Although the PFCP creates a shared liability structure for participating banks depositories, it does not guarantee that all funds are 100% protected.

All accounts are insured by FDIC up to \$250,000.

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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**Investments**

The purpose of the County's investment policy is to identify various policies and procedures that enhance opportunities for a prudent and systematic investment policy and to organize and formalize investment-related activities. The County has delegated investment responsibilities to the County Treasurer, who is primarily responsible for implementing the investment policy.

**Credit Risk - Investments**

State statutes authorize the County to invest primarily in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, certain commercial papers and the State Treasurer's investment pool, among others. The County has no formal investment policy that further restricts its investment choices.

**Custodial Credit Risk - Investments**

This is the risk that, in the event of the failure of counterparty, the County will not be able to recover the value of its investments or collateralized securities that are in the possession of an outside party. The County does not have a policy that limits the amount of investments that can be held by counterparties.

The Local Government Investment Pool (LGIP) is administered by the Oregon State Treasury with the advice of other state agencies and is not registered with the U.S. Securities and Exchange Commission. The LGIP is an open-ended no-load diversified portfolio offered to any agency, political subdivision, or public corporation of the state that by law is made the custodian of, or has control of any fund. The LGIP is commingled with the State's short-term funds. In seeking to best serve local governments of Oregon, the Oregon Legislature established the Oregon Short Term Fund Board, which has established diversification percentages and specifies the types and maturities of the investments. The purpose of the Board is to advise the Oregon State Treasury in the management and investment of the LGIP. These investments within the LGIP must be invested and managed as a prudent investor would, exercising reasonable care, skill and caution. The LGIP's credit quality is unrated.

Professional standards indicate that the investments in external investment pools are not subject to custodial risk because they are not evidenced by the securities that exist in physical or book entry form. Nevertheless, management does not believe that there is any substantial custodial risk related to investments in the LGIP. The fair value of County's position in the LGIP is the same as the value of the pool shares.

**Concentration Risk**

The County does not have a formal policy that places a limit on the amount that may be invested in any one investment. The County has concentrations in the following investments: Local Government Pool. These investments are 100% of the County's total investments.

| <u>Investment Type</u>              | <u>Maturities</u> | <u>Concentration %<br/>of Portfolio</u> | <u>Actual Amount</u> |
|-------------------------------------|-------------------|---|----------------------|
| Local Government<br>Investment Pool | Avg 6-18 months   | 100%                                    | <u>\$ 4,021,846</u>  |

**Interest Rate Risk**

The County does not have a formal investment policy that explicitly limits investment maturities as a means of managing its exposure to fair value loss arising from increasing interest rates.

**Note 4 - Property Taxes Receivable:**

Property taxes receivable included in revenues are \$551,194, which are all past due and accruing interest.

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

**Note 5 - Capital Assets:**

Capital asset activity for the fiscal year ended June 30, 2017, was as follows:

|   | Balance at<br>July 1, 2016 | Increases           | Decreases             | Balance at<br>June 30, 2017 |
|---|----------------------------|---------------------|-----------------------|-----------------------------|
| <b>Governmental Activities:</b>               |                            |                     |                       |                             |
| Capital assets not being depreciated:         |                            |                     |                       |                             |
| Land  | \$ 5,583,300               | \$ -                | \$ -                  | \$ 5,583,300                |
| Construction in progress                      | 2,921,153                  | 474,254             | (2,818,347)           | 577,060                     |
| Total capital assets not being depreciated    | <u>8,504,453</u>           | <u>474,254</u>      | <u>(2,818,347)</u>    | <u>6,160,360</u>            |
| Capital assets being depreciated:             |                            |                     |                       |                             |
| Buildings                                     | 6,003,961                  | 2,802,308           | -                     | 8,806,269                   |
| Improvements                                  | 1,185,661                  | 239,548             | -                     | 1,425,209                   |
| Equipment & vehicles                          | 4,982,436                  | 1,002,142           | (172,964)             | 5,811,614                   |
| Infrastructure                                | 29,793,319                 | -                   | -                     | 29,793,319                  |
| Total capital assets being depreciated        | <u>41,745,919</u>          | <u>4,043,998</u>    | <u>(172,964)</u>      | <u>45,836,411</u>           |
| Less: accumulated depreciation:               |                            |                     |                       |                             |
| Buildings                                     | (2,637,105)                | (162,118)           | -                     | (2,799,223)                 |
| Improvements                                  | (395,852)                  | (61,041)            | -                     | (456,893)                   |
| Equipment & vehicles                          | (2,887,981)                | (225,026)           | 89,434                | (3,023,573)                 |
| Infrastructure                                | (10,018,240)               | (418,880)           | -                     | (10,437,120)                |
| Total accumulated depreciation                | <u>(15,939,178)</u>        | <u>(867,065)</u>    | <u>89,434</u>         | <u>(16,716,809)</u>         |
| Net capital assets being depreciated          | <u>25,806,741</u>          | <u>3,176,933</u>    | <u>(83,530)</u>       | <u>29,119,602</u>           |
| Governmental Activities - net capital assets  | <u>\$ 34,311,194</u>       | <u>\$ 3,651,187</u> | <u>\$ (2,901,877)</u> | <u>\$ 35,279,962</u>        |
| <b>Business-Type Activities:</b>              |                            |                     |                       |                             |
| Capital assets not being depreciated:         |                            |                     |                       |                             |
| Land  | \$ 1,139,555               | \$ -                | \$ -                  | \$ 1,139,555                |
| Construction in progress                      | 2,905,127                  | 1,192,679           | -                     | 4,097,806                   |
| Total capital assets not being depreciated    | <u>4,044,682</u>           | <u>1,192,679</u>    | <u>-</u>              | <u>5,237,361</u>            |
| Capital assets being depreciated:             |                            |                     |                       |                             |
| Buildings                                     | 3,204,261                  | 140,000             | -                     | 3,344,261                   |
| Equipment & vehicles                          | 794,429                    | 9,290               | -                     | 803,719                     |
| Improvements                                  | 16,607,371                 | -                   | -                     | 16,607,371                  |
| Total capital assets being depreciated        | <u>20,606,061</u>          | <u>149,290</u>      | <u>-</u>              | <u>20,755,351</u>           |
| Less: accumulated depreciation:               |                            |                     |                       |                             |
| Buildings                                     | (708,686)                  | (65,275)            | -                     | (773,961)                   |
| Equipment & vehicles                          | (618,880)                  | (29,476)            | -                     | (648,356)                   |
| Improvements                                  | (6,308,393)                | (533,039)           | -                     | (6,841,432)                 |
| Total accumulated depreciation                | <u>(7,635,959)</u>         | <u>(627,790)</u>    | <u>-</u>              | <u>(8,263,749)</u>          |
| Net capital assets being depreciated          | <u>12,970,102</u>          | <u>(478,500)</u>    | <u>-</u>              | <u>12,491,602</u>           |
| Business-Type Activities - net capital assets | <u>\$ 17,014,784</u>       | <u>\$ 714,179</u>   | <u>\$ -</u>           | <u>\$ 17,728,963</u>        |



**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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Depreciation expense was charged to functions as follows:

| <b>Governmental Activities:</b> |                   | <b>Business-Type Activities:</b> |                   |
|---------------------------------|-------------------|----------------------------------|-------------------|
| General government              | \$ 150,427        | Airport                          | \$ 572,346        |
| Public safety                   | 138,837           | Golf course                      | 46,239            |
| Public works                    | 501,533           | Solid waste management           | <u>9,205</u>      |
| Public services                 | 687               |                                  |                   |
| Culture & recreation            | <u>75,581</u>     | Total                            | <u>\$ 627,790</u> |
| Total                           | <u>\$ 867,065</u> |                                  |                   |

**Note 6 - Capital Lease Payable:**

The County has adopted the policy of acquiring certain capital assets through the use of lease purchase agreements. The lease purchases are backed by the full faith and credit of the County. The payments for the leases are made from the individual funds. The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the minimum lease payments as of year end.

| Year Ending<br>June 30,              | Governmental<br>Funds |
|--------------------------------------|-----------------------|
| 2018                                 | \$ 145,234            |
| 2019                                 | 144,243               |
| 2020                                 | 135,053               |
| 2021                                 | 158,431               |
| 2022                                 | 390,000               |
| Thereafter                           | <u>-</u>              |
| Total lease payments                 | 972,961               |
| Less: Amount representing interest   | <u>(106,272)</u>      |
| Present value of min. lease payments | <u>\$ 866,689</u>     |

The following is an analysis of the leased property under capital leases by major classes, these assets and related depreciation are included in Note 5:

|                       | Governmental<br>Funds |
|-----------------------|-----------------------|
| Equipment & Vehicles: |                       |
| Sheriff               | \$ 257,499            |
| Road                  | 825,434               |
| Special               | 6,780                 |
| Planning              | <u>4,761</u>          |
| Total                 | <u>\$ 1,094,474</u>   |

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

**Note 7 - Long-Term Obligations:**

**Long-Term Obligation Activity**

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended June 30, 2017 are as follows:

|   | Payable at<br>July 1, 2016 | Additions           | Deletions           | Payable at<br>June 30, 2017 | Due within<br>one year |
|---|----------------------------|---------------------|---------------------|-----------------------------|------------------------|
| <b>Governmental Activities:</b>                           |                            |                     |                     |                             |                        |
| Community Bank - 4-H                                      | \$ 187,456                 | \$ -                | \$ (12,315)         | \$ 175,141                  | \$ 11,921              |
| Series 2013A Industrial Park                              | 24,672                     | -                   | (8,062)             | 16,610                      | 8,223                  |
| Baum Industrial Park - Bus. OR                            | 378,780                    | -                   | (13,525)            | 365,255                     | 14,034                 |
| Baum Industrial Park - UCEDC                              | 300,000                    | -                   | -                   | 300,000                     | -                      |
| Series 2013A Courthouse                                   | 705,000                    | -                   | (25,000)            | 680,000                     | 30,000                 |
| Fair Board Tractor Loan                                   | 23,982                     | -                   | (5,995)             | 17,987                      | 5,995                  |
| OTIB Palmer Junction Loan                                 | -                          | 159,184             | -                   | 159,184                     | -                      |
| Capital leases (Note 6)                                   | 346,033                    | 656,954             | (136,298)           | 866,689                     | 145,234                |
| Compensated absences                                      | 949,861                    | 719,312             | (603,000)           | 1,066,173                   | 1,066,173              |
|   | <u>\$ 2,915,784</u>        | <u>\$ 1,535,450</u> | <u>\$ (804,195)</u> | <u>\$ 3,647,039</u>         | <u>\$ 1,281,580</u>    |
|   | Payable at<br>July 1, 2016 | Additions           | Deletions           | Payable at<br>June 30, 2017 | Due within<br>one year |
| <b>Business-Type Activities:</b>                          |                            |                     |                     |                             |                        |
| Oregon Economic Devel. Dept.                              | \$ 1,190,733               | \$ -                | \$ (83,902)         | \$ 1,106,831                | \$ 86,419              |
| Series 2013A Golf Course                                  | 80,328                     | -                   | (6,938)             | 73,390                      | 6,777                  |
| Series 2013B Airport Bldg                                 | 855,000                    | -                   | (280,000)           | 575,000                     | 280,000                |
| Liability for closure & post-closure care costs (Note 16) | 768,864                    | -                   | (21,393)            | 747,471                     | 30,000                 |
| Compensated absences                                      | 9,296                      | 11,841              | (9,732)             | 11,405                      | 11,405                 |
|   | <u>\$ 2,904,221</u>        | <u>\$ 11,841</u>    | <u>\$ (401,965)</u> | <u>\$ 2,514,097</u>         | <u>\$ 414,601</u>      |

The compensated absences liability attributable to governmental activities is liquidated by the fund that incurs the liability.

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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**Debt Service Requirements**

Debt service requirements on long-term debt at year end are as follows:

Community Bank

On October 9, 2009 the 4-H District entered into an agreement with Community Bank in the amount of \$249,500 to finance the purchase of their building. The debt will be repaid over 20 years, with 60 monthly payments of \$1,587 including interest at 4.5% and 180 monthly payments of \$1,455 including interest at 3.25%. The interest on this note is subject to change from time to time based on changes in an independent index which is the Federal Home Loan Bank 5-year Intermediate/Long Term Advances Fixed Rate taken from the Daily Advance Rates as published, on the Monday immediately prior to the date the note rate is changed, by the Federal Home Loan Bank. The debt is secured by property located at 10507 N. McAlister Road, La Grande, Oregon. Future payments are as follows:

| Year ended<br>June 30, | Principal         | Interest         | Total<br>Requirements |
|------------------------|-------------------|------------------|-----------------------|
| 2018                   | \$ 11,921         | \$ 5,541         | \$ 17,462             |
| 2019                   | 12,314            | 5,147            | 17,462                |
| 2020-2023              | 53,455            | 16,391           | 69,847                |
| 2024-2028              | 77,357            | 9,951            | 87,308                |
| 2029-2030              | 20,093            | 279              | 20,372                |
|                        | <u>\$ 175,141</u> | <u>\$ 37,310</u> | <u>\$ 212,451</u>     |

Series 2013A Industrial Park

On December 23, 2013, the County entered into a \$40,325 obligation with US Bank Corporate Trust Services. The monies were used to refinance the Oregon Economic Development Department Industrial Park Loan. The obligation payments are due bi-annually on December 1 and June 1 of each fiscal year. The annual requirements to amortize note payments outstanding as of year end follows:

| Year ended<br>June 30, | Principal        | Interest      | Total<br>Requirements |
|------------------------|------------------|---------------|-----------------------|
| 2018                   | \$ 8,223         | \$ 500        | \$ 8,723              |
| 2019                   | 8,387            | 168           | 8,555                 |
|                        | <u>\$ 16,610</u> | <u>\$ 668</u> | <u>\$ 17,278</u>      |

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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Baum Industrial Park - Business Oregon

On December 28, 2012 the County entered into a \$445,000 loan from special public works fund by contract with Oregon Infrastructure Finance Authority of the Business Development Department. The monies were used to fund a portion of the Hendra Property Purchase (60 acres). The loan is due in annual installments due December 1 of \$27,767.32. Interest accrues at the rate of 3.76%. There was an advance payment made on January 28, 2013 of \$27,767.32 to assist with lowering accrued interest in the first year. The annual requirements to amortize note payments outstanding as of year end follows:

| Year ended<br>June 30, | Principal         | Interest          | Total<br>Requirements |
|------------------------|-------------------|-------------------|-----------------------|
| 2018                   | \$ 14,034         | \$ 13,733         | \$ 27,767             |
| 2019                   | 14,561            | 13,206            | 27,767                |
| 2020-2023              | 63,930            | 47,139            | 111,069               |
| 2024-2028              | 94,400            | 44,436            | 138,836               |
| 2029-2033              | 113,533           | 25,304            | 138,837               |
| 2034-2036              | 64,797            | 4,415             | 69,212                |
|                        | <u>\$ 365,255</u> | <u>\$ 148,233</u> | <u>\$ 513,488</u>     |

Baum Industrial Park - UCEDC

On November 27, 2012 the County entered into a \$300,000 loan from Union County Economic Development Corporation (UCEDC). The monies were used to fund a portion of the Hendra Property Purchase (60 acres). The loan is due in annual installments due January 1 of \$1,620, interest only until the special public works loan above is paid in full. At that time the County shall pay UCEDC the full amount of unpaid principal and accrued interest or commence annual payments to UCEDC on January 1 of each year in an amount sufficient to pay the interest accrued to the date of payment and so much of the principal as will fully amortize the loan by the maturity date but not less than \$25,000. Interest accrues at an initial rate of .60%, being adjusted annually on July 1 based on the previous January average Oregon Short Term Fund interest rate, but not to exceed the rate of 3.76%. The annual requirements to amortize note payments outstanding as of year end follows:

| Year ended<br>June 30, | Principal         | Interest         | Total<br>Requirements |
|------------------------|-------------------|------------------|-----------------------|
| 2018                   | \$ -              | \$ 1,620         | \$ 1,620              |
| 2019                   | -                 | 1,620            | 1,620                 |
| 2020-2023              | -                 | 6,480            | 6,480                 |
| 2024-2028              | -                 | 8,100            | 8,100                 |
| 2029-2033              | -                 | 8,100            | 8,100                 |
| 2034-2038              | 300,000           | 8,100            | 308,100               |
|                        | <u>\$ 300,000</u> | <u>\$ 34,020</u> | <u>\$ 334,020</u>     |

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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Series 2013A Courthouse

On December 23, 2013, the County entered into an agreement with the US Bank Corporate Trust Services in the amount of \$755,000 to finance the construction of the Courthouse building. The debt will be repaid over 20 years, with bi-annual payment due on December 1 and June 1 of each fiscal year. The interest on this note varies from 4-4.5% over the life of the loan. Future payments are as follows:

| Year ended<br>June 30, | Principal         | Interest          | Total<br>Requirements |
|------------------------|-------------------|-------------------|-----------------------|
| 2018                   | \$ 30,000         | \$ 28,875         | \$ 58,875             |
| 2019                   | 30,000            | 27,675            | 57,675                |
| 2020                   | 30,000            | 26,475            | 56,475                |
| 2021-2024              | 135,000           | 93,000            | 228,000               |
| 2025-2029              | 200,000           | 80,775            | 280,775               |
| 2030-2033              | 255,000           | 29,813            | 284,813               |
|                        | <u>\$ 680,000</u> | <u>\$ 286,613</u> | <u>\$ 966,613</u>     |

Fair Board Tractor Loan

On July 28th, 2014, Union County Fair Association entered into agreement with John Deere Financial Services in the amount of \$29,977 to finance the purchase of a tractor. The debt will be repaid over 5 years, with 5 annual payments of \$5,995.40. There is no interest on this note. The note is secured by John Deere Financial Services. Future payments are as follows:

| Year ended<br>June 30, | Principal        | Interest    | Total<br>Requirements |
|------------------------|------------------|-------------|-----------------------|
| 2018                   | \$ 5,995         | \$ -        | \$ 5,995              |
| 2019                   | 5,995            | -           | 5,995                 |
| 2020                   | 5,997            | -           | 5,997                 |
|                        | <u>\$ 17,987</u> | <u>\$ -</u> | <u>\$ 17,987</u>      |

General Obligation Bond

In August of 2007, the County Commissioners renegotiated a loan contract with Oregon Economic Development Department. This loan was for the acquisition of Buffalo Peak Golf Course. The interest will start accruing at 2% from December 1, 2008 to December 1, 2013, then increasing to 3% from December 1, 2013 to December 1, 2018, then increasing to 4% from December 1, 2018 to December 1, 2023, and finally increasing to 5% until paid off in 2027. Payment amounts will be \$111,618 annually from 2009-2013, \$119,625 from 2014-2018, \$125,267 from 2019-2023 and \$128,233 from 2024 until paid off in 2027. The annual requirements to amortize note payments outstanding as of year end follows:

| Year ended<br>June 30, | Principal           | Interest          | Total<br>Requirements |
|------------------------|---------------------|-------------------|-----------------------|
| 2018                   | \$ 86,419           | \$ 33,205         | \$ 119,624            |
| 2019                   | 89,011              | 30,612            | 119,623               |
| 2020                   | 88,011              | 37,256            | 125,267               |
| 2021                   | 91,531              | 33,736            | 125,267               |
| 2022                   | 95,193              | 30,074            | 125,267               |
| 2023                   | 99,000              | 26,267            | 125,267               |
| 2024                   | 102,960             | 22,307            | 125,267               |
| 2025                   | 105,497             | 22,735            | 128,232               |
| 2026                   | 110,772             | 17,460            | 128,232               |
| 2027                   | 116,311             | 11,922            | 128,233               |
| 2028                   | 122,126             | 5,021             | 127,147               |
|                        | <u>\$ 1,106,831</u> | <u>\$ 270,595</u> | <u>\$ 1,377,426</u>   |

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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Series 2013A Golf Course

On December 23, 2013, the County Commissioners entered into a Series 2013A Full Faith and Credit and Refunding Obligations with US Bank Corporate Trust Services. The loan was used to refinance the prior Buffalo Peak Operations loan. The loan will continue to be used for operations and improvements at Buffalo Peak Golf Course. The obligation payments are due bi-annually on December 1 and June 1 of each fiscal year. The annual requirements to amortize note payments outstanding as of year end follows:

| Year ended<br>June 30, | Principal        | Interest         | Total<br>Requirements |
|------------------------|------------------|------------------|-----------------------|
| 2018                   | \$ 6,777         | \$ 2,950         | \$ 9,727              |
| 2019                   | 6,613            | 2,682            | 9,295                 |
| 2020                   | 5,000            | 2,450            | 7,450                 |
| 2021                   | 5,000            | 2,250            | 7,250                 |
| 2022                   | 5,000            | 2,050            | 7,050                 |
| 2023                   | 5,000            | 1,850            | 6,850                 |
| 2024                   | 10,000           | 1,550            | 11,550                |
| 2025                   | 10,000           | 1,125            | 11,125                |
| 2026                   | 10,000           | 675              | 10,675                |
| 2027                   | 10,000           | 224              | 10,224                |
|                        | <u>\$ 73,390</u> | <u>\$ 17,806</u> | <u>\$ 91,196</u>      |

Series 2013B Airport Building Loan

On December 23, 2013, the County entered into a \$1,400,000 loan refinance agreement with the US Bank Corporate Trust Services. The loan proceeds will continue to be used to payoff the financed construction of the Airport Fire Cache and Dispatch Building. The obligation payments are due bi-annually on December 1 and June 1 of each fiscal year. The annual requirements to amortize note payments outstanding as of year end follows:

| Year ended<br>June 30, | Principal         | Interest         | Total<br>Requirements |
|------------------------|-------------------|------------------|-----------------------|
| 2018                   | \$ 280,000        | \$ 13,860        | \$ 293,860            |
| 2019                   | 295,000           | 4,130            | 299,130               |
|                        | <u>\$ 575,000</u> | <u>\$ 17,990</u> | <u>\$ 592,990</u>     |

OITB Palmer Junction Loan

On May 23, 2017, the County entered into a \$159,184 obligation with Oregon Transportation Infrastructure Bank through the Oregon Department of Transportation. The monies will be used on the costs of the OTIB Palmer Junction project. Additional monies are expected to be drawn down and requested by the County under this loan agreement in future years. After an initial interest only payment to be made on January 1, 2018, the current obligation payments are due bi-annually on December 1 and June 1 of each fiscal year. Future payments on the current obligation are as follows:

| Year ended<br>June 30, | Principal         | Interest        | Total<br>Requirements |
|------------------------|-------------------|-----------------|-----------------------|
| 2018                   | \$ -              | \$ 2,210        | \$ 2,210              |
| 2019                   | 87,264            | 4,209           | 91,473                |
| 2020                   | 59,680            | 1,302           | 60,982                |
| 2021                   | 12,240            | 140             | 12,380                |
|                        | <u>\$ 159,184</u> | <u>\$ 7,861</u> | <u>\$ 167,045</u>     |

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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Interest expense on long-term debt has been charged on the Statement of Activities as follows:

| <b>Government Type Activities:</b> |    |        | <b>Business Type Activities:</b> |    |        |
|------------------------------------|----|--------|----------------------------------|----|--------|
| Interest on long-term debt         | \$ | 72,506 | Airport                          | \$ | 26,467 |
|                                    |    |        | Golf Course                      |    | 36,888 |

**Note 8 - Internal Balances:**

Interfund balances at June 30, 2017 consisted of the following receivables and payables:

|                               | Receivables  | Payables     |
|-------------------------------|--------------|--------------|
| Governmental Funds:           |              |              |
| General Fund                  | \$ 1,002,057 | \$ -         |
| Public Works                  | 1,331,645    |              |
| Nonmajor Funds                | -            | 66,917       |
| Proprietary Funds:            |              |              |
| Airport Fund                  | -            | 935,140      |
| Buffalo Peak Golf Course Fund | -            | 1,331,645    |
|                               | \$ 2,333,702 | \$ 2,333,702 |

Interfund receivables are to supplement funds operating a deficit. The \$1,331,645 due from Buffalo Peak Golf Course Fund is not expected to be repaid within one year from the date of the financial statements.

**Note 9 - Grants:**

In the normal course of operations, the County received grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority to ensure compliance with conditions of the grant. Any liability for reimbursement which may arise as the result of a grantor audit is not believed to be material.

**Note 10 - Operating Leases:**

The County has entered into a number of operating leases, which contain cancellation provisions and are subject to annual appropriations. For fiscal year ended June 30, 2017, rentals approximated \$251,092 for such leases. These leases primarily support governmental activities. The following is a schedule by year for the three years which totals all future minimum lease payments under operating leases:

| Fiscal Year Ended<br>June 30, | Governmental<br>Funds |
|-------------------------------|-----------------------|
| 2018                          | \$ 218,037            |
| 2019                          | 396,040               |
| 2020                          | 5,833                 |
| Total payments                | \$ 619,910            |

**Note 11 - Contributions to Pension Plan:**

The County provides pension benefits for all of its full-time employees through a defined contribution plan administered by the Principal Financial Group. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan assets are not insured. Employees are eligible to participate six months from the date of employment. Contributions by the County for employees were 16.4% of a small group of Sheriff and Corrections salaries, 15.1% of remaining Sheriff and Corrections salaries, 12.55% of Parole and Probation salaries, 10% of the County Road Department salaries, 10.8% of non-certified salaries, and 10.25% of AFSCME and non-union salaries. County employees contribute 6% of their salaries to the plan. The County's contributions for each employee are fully vested after five years of continuous service. County contributions for, and interest forfeited by, employees who leave employment before five years of service are used to reduce the County's

**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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current period contribution requirement. County Commissioners have full power and authority to adopt rules and regulations for the administration of the plan. Administration reviews and approves withdrawals, terminations and benefit payments.

The County's total payroll for the fiscal year ended June 30, 2017 was \$6,836,072, and the amount of these wages qualifying for pension plan contributions amounted to \$6,697,833. The total pension plan contributions for the fiscal year ended June 30, 2017 amounted to \$1,095,467. Of this amount, \$390,341 was paid by the employees and \$705,126 was paid by the County. The total fair market value of all contributions to the plan at year end was \$15,917,121. The fund invests the contributions in various mutual funds.

**Note 12 - Internal Transfers:**

Internal transfers for the fiscal year ended June 30, 2017 consist of the following:

|                               | Transfers In | Transfers Out |
|-------------------------------|--------------|---------------|
| Governmental Funds:           |              |               |
| General Fund                  | \$ 112,500   | \$ 79,500     |
| Public Works Fund             | 40,000       | 35,000        |
| Justice Court                 | -            | 60,500        |
| Nonmajor funds                | 141,500      | 254,000       |
| Proprietary Funds:            |              |               |
| Airport Fund                  | -            | 30,000        |
| Buffalo Peak Golf Course Fund | 165,000      | -             |
|                               | \$ 459,000   | \$ 459,000    |

Transfers are primarily used to move funds from:

- \* The Special Revenue Funds to the General Fund for an allocated amount of salaries and benefits.
- \* The Proprietary Funds to other Proprietary Funds for capital projects.
- \* The General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**Note 13 - Risk Management:**

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters; employee injury or illness for which the County carries commercial insurance, subject to customary deductibles and total coverage limits recommended by the County's insurance agent of record. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

**Note 14 - Litigation:**

The County is party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the County. It is expected that insurance will cover any liabilities the County might incur.

**Note 15 - Closure and Post-Closure Care Cost - Long-Term Liability:**

State and federal laws and regulations require the Union County Solid Waste District to place a final cover on its Foxhill landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The landfill was officially closed on November 1, 2006. As of June 30, 2017, all closure cost had been paid. The \$747,471 reported as landfill closure and post-closure care liability at year end represents the estimated cost of monitoring the site for the next 19 ½ years. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. Management expects future revenues plus present cash will cover all post-closure costs.



**UNION COUNTY, OREGON**  
**Notes to Basic Financial Statements**

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The District is required by state and federal laws and regulations to make annual contributions to a trust, or obtain insurance, surety bond, letter of credit, or qualify as a self-insurer or any combination of these methods to finance closure and post-closure care. The District is in compliance with these requirements and at June 30, 2017, total cash of \$496,676 is available for these purposes. In the future, these costs may need to be covered by future tax revenue or franchise fees.

**Note 16 - Other Post-Employment Benefits:**

**Defined Contribution OPEB Plan**

*Plan Description*

Association Oregon Counties Insurance Trust (AOCIT) is a Agent Multiple-Employer Plan administered by Cities and Counties Insurance Services. AOCIT provides health insurance benefits to employees and eligible retirees and their spouses. The Union County Board of Commissioners retain the right to modify the benefit provisions and the retirees have a choice of health insurance benefits under the plan. The AOCIT does not issue financial statements for Union County's plan as they are a government agency and exempt from filing.

*Funding Policy*

Funding Policy: The contribution requirements of plan members and the County are established and may be amended by the Board of Commissioners. The required contribution is based on the pay-as-you-go system requiring retired members to pay the full cost of the premium. The County has no contributions. Current rates to the retirees are as follows:

|                       |                            |
|-----------------------|----------------------------|
| \$250 Deductible:     | \$500 Deductible:          |
| Retiree Only \$724.75 | Retiree & Other \$1,519.71 |

The AOCIT plan is "community rated" and therefore there is no additional costs for the County current employees to have retirees continue on the plan and pay their premiums. The County is not required to report an annual OPEB cost and or prior obligation.

**Note 17 - Prior Period Adjustment:**

Two of the pieces of equipment previously recorded as operating leases were found to be capital leases that should have been capitalized equipment instead of expensed, therefore net position & capital assets were understated in the prior year by \$29,731.

Prior period adjustments have been made to correctly reflect these capitalizations in the government-wide financial statements as follows:

|  |               |
|--|---------------|
| Net position as previously stated on June 30, 2016 | \$ 53,754,565 |
| Prior period equipment                             | 219,457       |
| Prior period depreciation                          | (4,234)       |
| Prior period loan                                  | (219,458)     |
| Prior period lease expense                         | 33,966        |
| Net position as currently stated on July 1, 2017   | \$ 53,784,296 |

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**REQUIRED SUPPLEMENTARY  
INFORMATION**

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**General Fund - 101**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|------------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>     |                           |   |
| <b>Revenues</b>                                 |                         |                  |                           |   |
| Property taxes                                  | \$ 5,086,193            | \$ 5,086,193     | \$ 5,289,199              | \$ 203,006  |
| Payments in lieu of tax                         | 1,135,000               | 1,135,000        | 1,224,370                 | 89,370  |
| Other taxes                                     | 9,000                   | 9,000            | 10,627                    | 1,627   |
| Intergovernmental                               | 1,269,888               | 1,279,888        | 1,184,331                 | (95,557)  |
| Charges for services                            | 951,223                 | 951,223          | 696,122                   | (255,101)   |
| Licenses and fees                               | 303,775                 | 303,775          | 341,533                   | 37,758  |
| Fines and forfeitures                           | 15,500                  | 15,500           | 31,067                    | 15,567  |
| Rental income                                   | 147,677                 | 147,677          | 143,426                   | (4,251)   |
| Interest on investments                         | 7,500                   | 7,500            | 18,346                    | 10,846  |
| Miscellaneous                                   | 124,500                 | 121,493          | 117,185                   | (4,308)   |
| Total revenues                                  | <u>9,050,256</u>        | <u>9,057,249</u> | <u>9,056,206</u>          | <u>(1,043)</u>  |
| <b>Expenditures</b>                             |                         |                  |                           |   |
| Assessor  | 941,978                 | 941,978          | 873,065                   | 68,913  |
| County Clerk                                    | 391,917                 | 391,917          | 356,736                   | 35,181  |
| Board of Commissioners/Administration           | 1,033,046               | 1,033,046        | 936,079                   | 96,967  |
| Facilities/District Court                       | 445,593                 | 445,593          | 410,815                   | 34,778  |
| District Attorney/Support Enforcement           | 613,667                 | 613,667          | 553,555                   | 60,112  |
| Juvenile Department                             | 581,157                 | 591,157          | 575,791                   | 15,366  |
| Planning/Emergency Services                     | 597,577                 | 597,577          | 423,311                   | 174,266   |
| Special Accounts                                | 1,006,700               | 1,056,700        | 955,582                   | 101,118   |
| Sheriff   | 1,987,305               | 2,037,405        | 2,021,549                 | 15,856  |
| Corrections                                     | 1,772,316               | 1,772,316        | 1,781,789                 | (9,473)   |
| Debt service                                    | 56,000                  | 56,000           | 54,975                    | 1,025   |
| Capital outlay                                  | 156,000                 | 156,000          | 142,313                   | 13,687  |
| Contingency                                     | 300,000                 | 196,893          | -                         | 196,893   |
| Total expenditures                              | <u>9,883,256</u>        | <u>9,890,249</u> | <u>9,085,560</u>          | <u>804,689</u>  |
| Excess of revenues over<br>(under) expenditures | <u>(833,000)</u>        | <u>(833,000)</u> | <u>(29,354)</u>           | <u>803,646</u>  |
| <b>Other Financing Sources (Uses)</b>           |                         |                  |                           |   |
| Transfers in                                    | 112,500                 | 112,500          | 112,500                   | -   |
| Transfers out                                   | (79,500)                | (79,500)         | (79,500)                  | -   |
| Total other financing sources (uses)            | <u>33,000</u>           | <u>33,000</u>    | <u>33,000</u>             | <u>-</u>  |
| Net change in fund balance                      | (800,000)               | (800,000)        | 3,646                     | 803,646   |
| Beginning fund balance                          | 800,000                 | 800,000          | 901,369                   | 101,369   |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>      | <u>\$ 905,015</u>         | <u>\$ 905,015</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Public Works Fund - 201**  
**For the Fiscal Year Ended June 30, 2017**

|   | <b>Budgeted Amounts</b> |                    | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|--------------------|---------------------------|---|
|   | <b>Original</b>         | <b>Final</b>       |                           |   |
| <b>Revenues</b>                                 |                         |                    |                           |   |
| Intergovernmental                               | \$ 3,144,856            | \$ 3,144,856       | \$ 2,114,786              | \$ (1,030,070)  |
| Licenses and fees                               | 18,000                  | 18,000             | 53,560                    | 35,560  |
| Interest on investments                         | 1,000                   | 1,000              | 20,247                    | 19,247  |
| Miscellaneous                                   | 5,000                   | 5,000              | 121,056                   | 116,056   |
| Total revenues                                  | <u>3,168,856</u>        | <u>3,168,856</u>   | <u>2,309,649</u>          | <u>(859,207)</u>  |
| <b>Expenditures</b>                             |                         |                    |                           |   |
| Personnel services                              | 1,515,819               | 1,532,784          | 1,516,413                 | 16,371  |
| Materials and services                          | 2,557,415               | 2,557,415          | 997,208                   | 1,560,207   |
| Debt service                                    | 30,000                  | 30,000             | -                         | 30,000  |
| Capital outlay                                  | 1,137,966               | 1,137,966          | 280,865                   | 857,101   |
| Contingency                                     | 250,000                 | 233,035            | -                         | 233,035   |
| Total expenditures                              | <u>5,491,200</u>        | <u>5,491,200</u>   | <u>2,794,486</u>          | <u>2,696,714</u>  |
| Excess of revenues over<br>(under) expenditures | <u>(2,322,344)</u>      | <u>(2,322,344)</u> | <u>(484,837)</u>          | <u>1,837,507</u>  |
| <b>Other Financing Sources (Uses)</b>           |                         |                    |                           |   |
| Transfers in                                    | 40,000                  | 40,000             | 40,000                    | -   |
| Transfers out                                   | (35,000)                | (35,000)           | (35,000)                  | -   |
| Proceeds from long-term debt                    | -                       | -                  | 159,184                   | 159,184   |
| Total other financing sources (uses)            | <u>5,000</u>            | <u>5,000</u>       | <u>164,184</u>            | <u>159,184</u>  |
| Net change in fund balance                      | <u>(2,317,344)</u>      | <u>(2,317,344)</u> | <u>(320,653)</u>          | <u>1,996,691</u>  |
| Beginning fund balance                          | <u>2,317,344</u>        | <u>2,317,344</u>   | <u>3,227,403</u>          | <u>910,059</u>  |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>        | <u>\$ 2,906,750</u>       | <u>\$ 2,906,750</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Community Corrections Fund - 240**  
**For the Fiscal Year Ended June 30, 2017**

|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u>  | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|----------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                            |   |
| <b>Revenues</b>            |                         |                    |                            |   |
| Intergovernmental          | \$ 301,978              | \$ 301,978         | \$ 314,295                 | \$ 12,317   |
| Charges for services       | 810,484                 | 810,484            | 799,363                    | (11,121)  |
| Fines and forfeitures      | 48,000                  | 48,000             | 51,324                     | 3,324   |
| Interest on investments    | 2,500                   | 2,500              | 12,855                     | 10,355  |
| Miscellaneous              | 2,500                   | 2,500              | 4,491                      | 1,991   |
| Total revenues             | <u>1,165,462</u>        | <u>1,165,462</u>   | <u>1,182,328</u>           | <u>16,866</u>   |
| <b>Expenditures</b>        |                         |                    |                            |   |
| Personnel services         | 612,980                 | 612,980            | 579,664                    | 33,316  |
| Materials and services     | 543,891                 | 543,891            | 392,756                    | 151,135   |
| Contingency                | 933,741                 | 933,741            | -                          | 933,741   |
| Total expenditures         | <u>2,090,612</u>        | <u>2,090,612</u>   | <u>972,420</u>             | <u>1,118,192</u>  |
| Net change in fund balance | (925,150)               | (925,150)          | 209,908                    | 1,135,058   |
| Beginning fund balance     | <u>925,150</u>          | <u>925,150</u>     | <u>1,308,459</u>           | <u>383,309</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 1,518,367</u></u> | <u><u>\$ 1,518,367</u></u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Human Services Program Fund - 268**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>     |                           |   |
| <b>Revenues</b>            |                         |                  |                           |   |
| Intergovernmental          | \$ 2,919,056            | \$ 3,169,056     | \$ 3,142,093              | \$ (26,963)   |
| Miscellaneous              | 30,000                  | 30,000           | 65,855                    | 35,855  |
| Total revenues             | <u>2,949,056</u>        | <u>3,199,056</u> | <u>3,207,948</u>          | <u>8,892</u>  |
| <b>Expenditures</b>        |                         |                  |                           |   |
| Personnel services         | 197,056                 | 197,056          | 185,387                   | 11,669  |
| Materials and services     | 2,767,000               | 3,017,000        | 2,989,568                 | 27,432  |
| Total expenditures         | <u>2,964,056</u>        | <u>3,214,056</u> | <u>3,174,955</u>          | <u>39,101</u>   |
| Net change in fund balance | (15,000)                | (15,000)         | 32,993                    | 47,993  |
| Beginning fund balance     | <u>15,000</u>           | <u>15,000</u>    | <u>38,274</u>             | <u>23,274</u>   |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>      | <u>\$ 71,267</u>          | <u>\$ 71,267</u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Justice Court Fund - 300**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|----------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>   |                           |   |
| <b>Revenues</b>                                 |                         |                |                           |   |
| Fines and forfeitures                           | \$ 250,000              | \$ 250,000     | \$ 399,022                | \$ 149,022  |
| Interest on investments                         | 350                     | 350            | 1,916                     | 1,566   |
| Miscellaneous                                   | 600                     | 600            | 1,805                     | 1,205   |
| Total revenues                                  | <u>250,950</u>          | <u>250,950</u> | <u>402,743</u>            | <u>151,793</u>  |
| <b>Expenditures</b>                             |                         |                |                           |   |
| Personnel services                              | 104,179                 | 104,179        | 103,400                   | 779   |
| Materials and services                          | 129,871                 | 185,871        | 193,145                   | (7,274)   |
| Contingency                                     | 56,400                  | 400            | -                         | 400   |
| Total expenditures                              | <u>290,450</u>          | <u>290,450</u> | <u>296,545</u>            | <u>(6,095)</u>  |
| Excess of revenues over<br>(under) expenditures | (39,500)                | (39,500)       | 106,198                   | 145,698   |
| <b>Other Financing Sources (Uses)</b>           |                         |                |                           |   |
| Transfers out                                   | (60,500)                | (60,500)       | (60,500)                  | -   |
| Net change in fund balance                      | (100,000)               | (100,000)      | 45,698                    | 145,698   |
| Beginning fund balance                          | 100,000                 | 100,000        | 155,610                   | 55,610  |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 201,308</u>         | <u>\$ 201,308</u>   |



**UNION COUNTY, OREGON**  
**Notes to Required Supplementary Information**

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**Budgets and Budgetary Accounting**

The County budgets all funds which are subject to budget requirements of state law. The County Commissioners legally adopt the budget by resolution before July 1. The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. The level of control (departments in the General Fund and objects in all other funds, personal services, materials and services, capital outlay, contingency, other requirements, transfers, and debt service) is established by resolution for all funds.

The detail budget document, however, is required to contain more specific, detailed information for the aforementioned expenditure categories. Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriations ordinance. A supplemental budget that differs by 10 percent or more of any one of the individual funds contained in the original budget for that fiscal year requires hearings before the public, publications in newspapers, and approval by the County Commissioners. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control. Such transfers require approval by the County Commissioners. Appropriations that have not been expended at year-end lapse and subsequent actual expenditures are then charged against ensuing year's appropriations.

**Appropriations**

The County has complied with legal requirements relating to the preparation, adoption and execution of the annual budget for the year ended June 30, 2017, except the County did not comply with ORS 294.456(6). Expenditures exceeded budgeted appropriations for the year ended June 30, 2017, as stated in the Notes to Basic Financial Statements, Note 2: Compliance and Accountability.

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## **SUPPLEMENTARY INFORMATION**

**UNION COUNTY, OREGON**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2017**

|  | 202              | 205                           | 210                 | 215               | 217              | 220                                     |
|--|------------------|-------------------------------|---------------------|-------------------|------------------|---|
|  | Weed<br>Fund     | Bicycle Fund/<br>Project Fund | Parks<br>Department | Animal<br>Control | County<br>School | Commission<br>on Children &<br>Families |
| <b>Assets and Deferred Outflows of Resources</b>                     |                  |                               |                     |                   |                  |   |
| Assets:  |                  |                               |                     |                   |                  |   |
| Cash and investments   | \$ 80,236        | \$ 104,952                    | \$ 191,443          | \$ -              | \$ 137           | \$ 97,152                               |
| Prepaid expenses   | -                | -                             | -                   | -                 | -                | -                                       |
| Accounts receivable  | -                | 1,626                         | 13,335              | -                 | -                | 31,634                                  |
| Taxes receivable   | -                | -                             | -                   | -                 | -                | -                                       |
| Total assets   | <u>80,236</u>    | <u>106,578</u>                | <u>204,778</u>      | <u>-</u>          | <u>137</u>       | <u>128,786</u>                          |
| Deferred outflows of resources:                                      | -                | -                             | -                   | -                 | -                | -                                       |
| Total assets and deferred outflows of resources                      | <u>\$ 80,236</u> | <u>\$ 106,578</u>             | <u>\$ 204,778</u>   | <u>\$ -</u>       | <u>\$ 137</u>    | <u>\$ 128,786</u>                       |
| <b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b> |                  |                               |                     |                   |                  |   |
| Liabilities:   |                  |                               |                     |                   |                  |   |
| Accounts payable   | \$ 20,168        | \$ 2,265                      | \$ 2,692            | \$ -              | \$ -             | \$ 1,373                                |
| Unearned revenue   | -                | -                             | -                   | -                 | -                | -                                       |
| Interfund payable  | -                | -                             | -                   | 2,326             | -                | -                                       |
| Total liabilities  | <u>20,168</u>    | <u>2,265</u>                  | <u>2,692</u>        | <u>2,326</u>      | <u>-</u>         | <u>1,373</u>                            |
| Deferred inflows of resources:                                       | -                | -                             | -                   | -                 | -                | -                                       |
| Fund Balances:   |                  |                               |                     |                   |                  |   |
| Nonspendable   | -                | -                             | -                   | -                 | -                | -                                       |
| Restricted   | 60,068           | 104,313                       | 202,086             | -                 | 137              | 127,413                                 |
| Committed  | -                | -                             | -                   | -                 | -                | -                                       |
| Unassigned   | -                | -                             | -                   | (2,326)           | -                | -                                       |
| Total fund balances  | <u>60,068</u>    | <u>104,313</u>                | <u>202,086</u>      | <u>(2,326)</u>    | <u>137</u>       | <u>127,413</u>                          |
| Total liabilities, deferred inflows of resources, and fund balances  | <u>\$ 80,236</u> | <u>\$ 106,578</u>             | <u>\$ 204,778</u>   | <u>\$ -</u>       | <u>\$ 137</u>    | <u>\$ 128,786</u>                       |

**UNION COUNTY, OREGON**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds (continued)**  
**June 30, 2017**

| 230<br>Court<br>Security | 233<br>Wind<br>Project | 235<br>STF        | 245<br>Crime<br>Victim<br>Program | 247<br>MERA       | 249<br>Sheriff<br>Reserve<br>Program | 252<br>Title III  | 253<br>Forest<br>Service<br>Title III |
|--------------------------|------------------------|-------------------|-----------------------------------|-------------------|--------------------------------------|-------------------|---------------------------------------|
| \$ 50,107                | \$ 1,206               | \$ 69,558         | \$ 27,908                         | \$ 147,856        | \$ -                                 | \$ 253,934        | \$ 59,924                             |
| -                        | -                      | -                 | -                                 | -                 | -                                    | -                 | -                                     |
| 2,767                    | -                      | 66,880            | 27,229                            | 104,212           | 3,975                                | -                 | -                                     |
| -                        | -                      | -                 | -                                 | -                 | -                                    | -                 | -                                     |
| <u>52,874</u>            | <u>1,206</u>           | <u>136,438</u>    | <u>55,137</u>                     | <u>252,068</u>    | <u>3,975</u>                         | <u>253,934</u>    | <u>59,924</u>                         |
| -                        | -                      | -                 | -                                 | -                 | -                                    | -                 | -                                     |
| <u>\$ 52,874</u>         | <u>\$ 1,206</u>        | <u>\$ 136,438</u> | <u>\$ 55,137</u>                  | <u>\$ 252,068</u> | <u>\$ 3,975</u>                      | <u>\$ 253,934</u> | <u>\$ 59,924</u>                      |
| <br>                     |                        |                   |                                   |                   |                                      |                   |                                       |
| \$ 18,000                | \$ -                   | \$ 65,856         | \$ 339                            | \$ 50,383         | \$ -                                 | \$ -              | \$ -                                  |
| -                        | -                      | -                 | -                                 | -                 | -                                    | 247,844           | -                                     |
| -                        | -                      | -                 | -                                 | -                 | 5,613                                | -                 | -                                     |
| <u>18,000</u>            | <u>-</u>               | <u>65,856</u>     | <u>339</u>                        | <u>50,383</u>     | <u>5,613</u>                         | <u>247,844</u>    | <u>-</u>                              |
| -                        | -                      | -                 | -                                 | -                 | -                                    | -                 | -                                     |
| -                        | -                      | -                 | -                                 | -                 | -                                    | -                 | -                                     |
| 34,874                   | -                      | 70,582            | 54,798                            | 201,685           | -                                    | 6,090             | 59,924                                |
| -                        | 1,206                  | -                 | -                                 | -                 | -                                    | -                 | -                                     |
| -                        | -                      | -                 | -                                 | -                 | (1,638)                              | -                 | -                                     |
| <u>34,874</u>            | <u>1,206</u>           | <u>70,582</u>     | <u>54,798</u>                     | <u>201,685</u>    | <u>(1,638)</u>                       | <u>6,090</u>      | <u>59,924</u>                         |
| <br>                     |                        |                   |                                   |                   |                                      |                   |                                       |
| <u>\$ 52,874</u>         | <u>\$ 1,206</u>        | <u>\$ 136,438</u> | <u>\$ 55,137</u>                  | <u>\$ 252,068</u> | <u>\$ 3,975</u>                      | <u>\$ 253,934</u> | <u>\$ 59,924</u>                      |

**UNION COUNTY, OREGON**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds (continued)**  
**June 30, 2017**

|   | 255                     | 260                              | 263              | 265                     | 266                       | 269                     |
|---|-------------------------|----------------------------------|------------------|-------------------------|---------------------------|-------------------------|
|   | Economic<br>Development | Community<br>Development<br>Loan | Watershed        | Agriculture<br>Services | Non-Med<br>Transportation | Mediation<br>Assessment |
| <b>Assets and Deferred Outflows of Resources</b>                    |                         |                                  |                  |                         |                           |                         |
| Assets:   |                         |                                  |                  |                         |                           |                         |
| Cash and investments  | \$ 203,868              | \$ 10,064                        | \$ -             | \$ 98,566               | \$ 5,884                  | \$ 51,093               |
| Prepaid expenses  | -                       | -                                | -                | -                       | -                         | -                       |
| Accounts receivable   | 461,658                 | -                                | 55,404           | 11,375                  | 3,697                     | -                       |
| Taxes receivable  | -                       | -                                | -                | -                       | -                         | -                       |
| Total assets  | <u>665,526</u>          | <u>10,064</u>                    | <u>55,404</u>    | <u>109,941</u>          | <u>9,581</u>              | <u>51,093</u>           |
| Deferred outflows of resources:                                     | -                       | -                                | -                | -                       | -                         | -                       |
| Total assets and deferred outflows of resources                     | <u>\$ 665,526</u>       | <u>\$ 10,064</u>                 | <u>\$ 55,404</u> | <u>\$ 109,941</u>       | <u>\$ 9,581</u>           | <u>\$ 51,093</u>        |
| <b>Liabilities and Fund Balances</b>                                |                         |                                  |                  |                         |                           |                         |
| Liabilities:  |                         |                                  |                  |                         |                           |                         |
| Accounts payable  | \$ 212,644              | \$ -                             | \$ -             | \$ 30                   | \$ 3,697                  | \$ 204                  |
| Unearned revenue  | -                       | -                                | -                | -                       | -                         | -                       |
| Interfund payable   | -                       | -                                | 55,401           | -                       | -                         | -                       |
| Total liabilities   | <u>212,644</u>          | <u>-</u>                         | <u>55,401</u>    | <u>30</u>               | <u>3,697</u>              | <u>204</u>              |
| Deferred inflows of resources:                                      | -                       | -                                | -                | -                       | -                         | -                       |
| Fund Balances:  |                         |                                  |                  |                         |                           |                         |
| Nonspendable  | -                       | -                                | -                | -                       | -                         | -                       |
| Restricted  | 150,000                 | 10,064                           | -                | -                       | 5,884                     | 50,889                  |
| Committed   | 302,882                 | -                                | 3                | 109,911                 | -                         | -                       |
| Unassigned  | -                       | -                                | -                | -                       | -                         | -                       |
| Total fund balances   | <u>452,882</u>          | <u>10,064</u>                    | <u>3</u>         | <u>109,911</u>          | <u>5,884</u>              | <u>50,889</u>           |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 665,526</u>       | <u>\$ 10,064</u>                 | <u>\$ 55,404</u> | <u>\$ 109,941</u>       | <u>\$ 9,581</u>           | <u>\$ 51,093</u>        |

**UNION COUNTY, OREGON**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds (continued)**  
**June 30, 2017**

| 270             | 272             | 280               | 283              | 285              | 287              | 290                         | 293                       |
|-----------------|-----------------|-------------------|------------------|------------------|------------------|-----------------------------|---------------------------|
| Ambulance       | Library Project | 911 Communication | RAC Maintenance  | Law Library      | Drug Court       | Building & Property Reserve | Senior Center Maintenance |
| \$ 1,642        | \$ 4,361        | \$ 56,305         | \$ 28,847        | \$ 91,872        | \$ -             | \$ 83,085                   | \$ 30,167                 |
| -               | -               | -                 | -                | -                | -                | -                           | -                         |
| -               | -               | 89,391            | -                | -                | 39,979           | -                           | -                         |
| -               | -               | -                 | -                | -                | -                | -                           | -                         |
| <u>1,642</u>    | <u>4,361</u>    | <u>145,696</u>    | <u>28,847</u>    | <u>91,872</u>    | <u>39,979</u>    | <u>83,085</u>               | <u>30,167</u>             |
| -               | -               | -                 | -                | -                | -                | -                           | -                         |
| <u>\$ 1,642</u> | <u>\$ 4,361</u> | <u>\$ 145,696</u> | <u>\$ 28,847</u> | <u>\$ 91,872</u> | <u>\$ 39,979</u> | <u>\$ 83,085</u>            | <u>\$ 30,167</u>          |
|                 |                 |                   |                  |                  |                  |                             |                           |
| \$ -            | \$ -            | \$ -              | \$ -             | \$ 7,977         | \$ 35,337        | \$ -                        | \$ -                      |
| -               | -               | -                 | -                | -                | -                | -                           | -                         |
| -               | -               | -                 | -                | -                | 3,577            | -                           | -                         |
| -               | -               | -                 | -                | 7,977            | 38,914           | -                           | -                         |
| -               | -               | -                 | -                | -                | -                | -                           | -                         |
| -               | -               | -                 | -                | -                | -                | -                           | -                         |
| -               | 4,361           | 145,696           | -                | 83,895           | 1,065            | -                           | -                         |
| 1,642           | -               | -                 | 28,847           | -                | -                | 83,085                      | 30,167                    |
| -               | -               | -                 | -                | -                | -                | -                           | -                         |
| <u>1,642</u>    | <u>4,361</u>    | <u>145,696</u>    | <u>28,847</u>    | <u>83,895</u>    | <u>1,065</u>     | <u>83,085</u>               | <u>30,167</u>             |
| <u>\$ 1,642</u> | <u>\$ 4,361</u> | <u>\$ 145,696</u> | <u>\$ 28,847</u> | <u>\$ 91,872</u> | <u>\$ 39,979</u> | <u>\$ 83,085</u>            | <u>\$ 30,167</u>          |

**UNION COUNTY, OREGON**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds (continued)**  
**June 30, 2017**

|   | 295<br>Union<br>County<br>Fair Board | 301<br>Clerk<br>Equipment<br>Reserve | 302<br>A & T<br>Users<br>Capital | 303<br>Vehicle<br>Reserve | 306<br>GIS       | 307<br>Transit<br>HUB<br>Maintenance |
|---|--------------------------------------|--------------------------------------|----------------------------------|---------------------------|------------------|--------------------------------------|
| <b>Assets and Deferred Outflows of Resources</b>                    |                                      |                                      |                                  |                           |                  |                                      |
| Assets:   |                                      |                                      |                                  |                           |                  |                                      |
| Cash and investments  | \$ 74,165                            | \$ 44,095                            | \$ 32,874                        | \$ 91,877                 | \$ 33,881        | \$ 31,846                            |
| Prepaid expenses  | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Accounts receivable   | -                                    | 1,294                                | 230                              | -                         | 1,406            | -                                    |
| Taxes receivable  | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Total assets  | <u>74,165</u>                        | <u>45,389</u>                        | <u>33,104</u>                    | <u>91,877</u>             | <u>35,287</u>    | <u>31,846</u>                        |
| Deferred outflows of resources:                                     | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Total assets and deferred outflows of resources                     | <u>\$ 74,165</u>                     | <u>\$ 45,389</u>                     | <u>\$ 33,104</u>                 | <u>\$ 91,877</u>          | <u>\$ 35,287</u> | <u>\$ 31,846</u>                     |
| <b>Liabilities and Fund Balances</b>                                |                                      |                                      |                                  |                           |                  |                                      |
| Liabilities:  |                                      |                                      |                                  |                           |                  |                                      |
| Accounts payable  | \$ 24,064                            | \$ -                                 | \$ -                             | \$ -                      | \$ 7,541         | \$ -                                 |
| Unearned revenue  | 9,108                                | -                                    | -                                | -                         | -                | -                                    |
| Interfund payable   | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Total liabilities   | <u>33,172</u>                        | <u>-</u>                             | <u>-</u>                         | <u>-</u>                  | <u>7,541</u>     | <u>-</u>                             |
| Deferred inflows of resources:                                      | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Fund Balances:  |                                      |                                      |                                  |                           |                  |                                      |
| Nonspendable  | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Restricted  | -                                    | 45,389                               | -                                | -                         | -                | -                                    |
| Committed   | 40,993                               | -                                    | 33,104                           | 91,877                    | 27,746           | 31,846                               |
| Unassigned  | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Total fund balances   | <u>40,993</u>                        | <u>45,389</u>                        | <u>33,104</u>                    | <u>91,877</u>             | <u>27,746</u>    | <u>31,846</u>                        |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 74,165</u>                     | <u>\$ 45,389</u>                     | <u>\$ 33,104</u>                 | <u>\$ 91,877</u>          | <u>\$ 35,287</u> | <u>\$ 31,846</u>                     |



**UNION COUNTY, OREGON**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds (continued)**  
**June 30, 2017**

| 308<br>Communications<br>System | 312<br>Dispute<br>Resolution | 313<br>Surveyor  | 315<br>Map      | 902<br>Union<br>County 4-H<br>Extension | Total<br>Nonmajor<br>Governmental<br>Funds |
|---------------------------------|------------------------------|------------------|-----------------|---|--|
| \$ 161,956                      | \$ 6,506                     | \$ 24,045        | \$ 9,332        | \$ 137,966                              | \$ 2,398,710                               |
| -                               | -                            | -                | -               | 1,285                                   | 1,285                                      |
| -                               | -                            | -                | -               | 81,762                                  | 997,854                                    |
| -                               | -                            | -                | -               | 28,392                                  | 28,392                                     |
| <u>161,956</u>                  | <u>6,506</u>                 | <u>24,045</u>    | <u>9,332</u>    | <u>249,405</u>                          | <u>3,426,241</u>                           |
| -                               | -                            | -                | -               | -                                       | -  |
| <u>\$ 161,956</u>               | <u>\$ 6,506</u>              | <u>\$ 24,045</u> | <u>\$ 9,332</u> | <u>\$ 249,405</u>                       | <u>\$ 3,426,241</u>                        |
|                                 |                              |                  |                 |   |  |
| \$ 47                           | \$ 501                       | \$ 7,810         | \$ -            | \$ 7,859                                | \$ 468,787                                 |
| -                               | -                            | -                | -               | 25,564                                  | 282,516                                    |
| -                               | -                            | -                | -               | -                                       | 66,917                                     |
| <u>47</u>                       | <u>501</u>                   | <u>7,810</u>     | <u>-</u>        | <u>33,423</u>                           | <u>818,220</u>                             |
| -                               | -                            | -                | -               | -                                       | -  |
| -                               | -                            | -                | -               | 1,285                                   | 1,285                                      |
| -                               | 6,005                        | 16,235           | -               | 214,697                                 | 1,656,150                                  |
| 161,909                         | -                            | -                | 9,332           | -                                       | 954,550                                    |
| -                               | -                            | -                | -               | -                                       | (3,964)                                    |
| <u>161,909</u>                  | <u>6,005</u>                 | <u>16,235</u>    | <u>9,332</u>    | <u>215,982</u>                          | <u>2,608,021</u>                           |
| <u>\$ 161,956</u>               | <u>\$ 6,506</u>              | <u>\$ 24,045</u> | <u>\$ 9,332</u> | <u>\$ 249,405</u>                       | <u>\$ 3,426,241</u>                        |

**UNION COUNTY, OREGON**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended June 30, 2017**

|   | 202              | 205                           | 210                 | 215               | 217              | 220                                     |
|---|------------------|-------------------------------|---------------------|-------------------|------------------|---|
|   | Weed<br>Fund     | Bicycle Fund/<br>Project Fund | Parks<br>Department | Animal<br>Control | County<br>School | Commission<br>on Children &<br>Families |
| <b>Revenues</b>                                 |                  |                               |                     |                   |                  |   |
| Taxes:  |                  |                               |                     |                   |                  |   |
| Property taxes                                  | \$ 176,060       | \$ -                          | \$ -                | \$ -              | \$ -             | \$ -                                    |
| Payments in lieu of tax                         | -                | -                             | -                   | -                 | 118,409          | -                                       |
| Other taxes                                     | -                | -                             | -                   | -                 | 10,449           | -                                       |
| Intergovernmental                               | 15,381           | 146,794                       | 203,539             | -                 | 19,579           | 132,023                                 |
| Charges for services                            | -                | -                             | -                   | 12,794            | -                | -                                       |
| Licenses and fees                               | -                | -                             | -                   | -                 | -                | -                                       |
| Miscellaneous:                                  |                  |                               |                     |                   |                  |   |
| Fines and forfeitures                           | -                | -                             | -                   | 4,436             | -                | -                                       |
| Rental income                                   | -                | -                             | -                   | -                 | -                | -                                       |
| Interest on investments                         | 609              | 663                           | 1,549               | -                 | 702              | 1,016                                   |
| Other income                                    | 4,612            | -                             | -                   | 34,500            | -                | 10,621                                  |
| Total revenues                                  | <u>196,662</u>   | <u>147,457</u>                | <u>205,088</u>      | <u>51,730</u>     | <u>149,139</u>   | <u>143,660</u>                          |
| <b>Expenditures</b>                             |                  |                               |                     |                   |                  |   |
| Current:  |                  |                               |                     |                   |                  |   |
| General government                              | -                | -                             | -                   | -                 | -                | -                                       |
| Public works                                    | -                | 120,054                       | -                   | -                 | -                | -                                       |
| Public safety                                   | -                | 4,988                         | -                   | -                 | -                | -                                       |
| Public services                                 | 121,594          | -                             | -                   | 110,382           | -                | 149,842                                 |
| Culture and recreation                          | -                | -                             | 36,691              | -                 | -                | -                                       |
| Community development                           | -                | -                             | -                   | -                 | -                | -                                       |
| Education                                       | -                | -                             | -                   | -                 | 149,104          | -                                       |
| Debt service:                                   |                  |                               |                     |                   |                  |   |
| Principal                                       | -                | -                             | -                   | -                 | -                | -                                       |
| Interest  | -                | -                             | -                   | -                 | -                | -                                       |
| Capital outlay                                  | 15,000           | 6,937                         | 169,168             | -                 | -                | -                                       |
| Total expenditures                              | <u>136,594</u>   | <u>131,979</u>                | <u>205,859</u>      | <u>110,382</u>    | <u>149,104</u>   | <u>149,842</u>                          |
| Excess of revenues over<br>(under) expenditures | 60,068           | 15,478                        | (771)               | (58,652)          | 35               | (6,182)                                 |
| <b>Other Financing Sources (Uses)</b>           |                  |                               |                     |                   |                  |   |
| Transfers in                                    | -                | -                             | -                   | 42,000            | -                | -                                       |
| Transfers out                                   | -                | -                             | (20,000)            | -                 | -                | -                                       |
| Total other financing sources<br>(uses)         | -                | -                             | (20,000)            | 42,000            | -                | -                                       |
| Net change in fund balance                      | 60,068           | 15,478                        | (20,771)            | (16,652)          | 35               | (6,182)                                 |
| Beginning fund balance                          | -                | 88,835                        | 222,857             | 14,326            | 102              | 133,595                                 |
| Ending fund balance                             | <u>\$ 60,068</u> | <u>\$ 104,313</u>             | <u>\$ 202,086</u>   | <u>\$ (2,326)</u> | <u>\$ 137</u>    | <u>\$ 127,413</u>                       |

**UNION COUNTY, OREGON**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds (continued)**  
**For the Fiscal Year Ended June 30, 2017**

| 230<br>Court<br>Security | 233<br>Wind<br>Project | 235<br>STF       | 245<br>Crime<br>Victim<br>Program | 247<br>MERA       | 249<br>Sheriff<br>Reserve<br>Program | 252<br>Title III | 253<br>Forest<br>Service<br>Title III |
|--------------------------|------------------------|------------------|-----------------------------------|-------------------|--------------------------------------|------------------|---------------------------------------|
| \$ -                     | \$ -                   | \$ -             | \$ -                              | \$ -              | \$ -                                 | \$ -             | \$ -                                  |
| -                        | -                      | -                | -                                 | -                 | -                                    | -                | -                                     |
| 42,938                   | -                      | 429,449          | 181,329                           | 200,461           | -                                    | -                | -                                     |
| -                        | 187,985                | -                | -                                 | -                 | 14,449                               | -                | -                                     |
| -                        | -                      | -                | -                                 | -                 | -                                    | -                | -                                     |
| 298                      | 1,031                  | 223              | -                                 | -                 | -                                    | 2,125            | 503                                   |
| -                        | -                      | -                | -                                 | 5,320             | -                                    | -                | -                                     |
| <u>43,236</u>            | <u>189,016</u>         | <u>429,672</u>   | <u>181,329</u>                    | <u>205,781</u>    | <u>14,449</u>                        | <u>2,125</u>     | <u>503</u>                            |
| -                        | -                      | -                | -                                 | -                 | -                                    | -                | -                                     |
| 36,000                   | -                      | -                | -                                 | -                 | -                                    | -                | -                                     |
| -                        | -                      | -                | 151,687                           | -                 | 12,347                               | -                | 346                                   |
| -                        | 55,636                 | 327,558          | -                                 | 142,376           | -                                    | -                | -                                     |
| -                        | -                      | -                | -                                 | -                 | -                                    | -                | -                                     |
| -                        | -                      | -                | -                                 | -                 | -                                    | -                | -                                     |
| -                        | -                      | -                | 13,712                            | 49,392            | -                                    | -                | -                                     |
| <u>36,000</u>            | <u>55,636</u>          | <u>327,558</u>   | <u>165,399</u>                    | <u>191,768</u>    | <u>12,347</u>                        | <u>-</u>         | <u>346</u>                            |
| <u>7,236</u>             | <u>133,380</u>         | <u>102,114</u>   | <u>15,930</u>                     | <u>14,013</u>     | <u>2,102</u>                         | <u>2,125</u>     | <u>157</u>                            |
| -                        | -                      | -                | 8,000                             | 25,000            | -                                    | -                | -                                     |
| -                        | (169,000)              | -                | -                                 | -                 | -                                    | -                | -                                     |
| -                        | (169,000)              | -                | 8,000                             | 25,000            | -                                    | -                | -                                     |
| 7,236                    | (35,620)               | 102,114          | 23,930                            | 39,013            | 2,102                                | 2,125            | 157                                   |
| <u>27,638</u>            | <u>36,826</u>          | <u>(31,532)</u>  | <u>30,868</u>                     | <u>162,672</u>    | <u>(3,740)</u>                       | <u>3,965</u>     | <u>59,767</u>                         |
| <u>\$ 34,874</u>         | <u>\$ 1,206</u>        | <u>\$ 70,582</u> | <u>\$ 54,798</u>                  | <u>\$ 201,685</u> | <u>\$ (1,638)</u>                    | <u>\$ 6,090</u>  | <u>\$ 59,924</u>                      |

**UNION COUNTY, OREGON**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds (continued)**  
**For the Fiscal Year Ended June 30, 2017**

|   | 255                             | 260                                       | 263              | 265                             | 266                               | 269                             |
|---|---------------------------------|---|------------------|---------------------------------|-----------------------------------|---------------------------------|
|   | <b>Economic<br/>Development</b> | <b>Community<br/>Development<br/>Loan</b> | <b>Watershed</b> | <b>Agriculture<br/>Services</b> | <b>Non-Med<br/>Transportation</b> | <b>Mediation<br/>Assessment</b> |
| <b>Revenues</b>                                 |                                 |   |                  |                                 |                                   |                                 |
| Taxes:  |                                 |   |                  |                                 |                                   |                                 |
| Property taxes                                  | \$ -                            | \$ -                                      | \$ -             | \$ -                            | \$ -                              | \$ -                            |
| Payments in lieu of tax                         | -                               | -   | -                | -                               | -                                 | -                               |
| Other taxes                                     | 196,082                         | -   | -                | -                               | -                                 | -                               |
| Intergovernmental                               | 575,778                         | -   | -                | 64,250                          | 34,000                            | -                               |
| Charges for services                            | -                               | -   | -                | -                               | -                                 | -                               |
| Licenses and fees                               | -                               | -   | -                | -                               | -                                 | 30,651                          |
| Miscellaneous:                                  |                                 |   |                  |                                 |                                   |                                 |
| Fines and forfeitures                           | -                               | -   | -                | -                               | -                                 | -                               |
| Rental income                                   | -                               | -   | -                | -                               | -                                 | -                               |
| Interest on investments                         | 3,694                           | 84  | -                | 819                             | 82                                | 521                             |
| Other income                                    | 2,610                           | -   | 346,953          | -                               | 11,540                            | -                               |
| Total revenues                                  | <u>778,164</u>                  | <u>84</u>                                 | <u>346,953</u>   | <u>65,069</u>                   | <u>45,622</u>                     | <u>31,172</u>                   |
| <b>Expenditures</b>                             |                                 |   |                  |                                 |                                   |                                 |
| Current:  |                                 |   |                  |                                 |                                   |                                 |
| General government                              | -                               | -   | -                | -                               | -                                 | -                               |
| Public works                                    | -                               | -   | -                | -                               | -                                 | -                               |
| Public safety                                   | -                               | -   | -                | -                               | -                                 | -                               |
| Public services                                 | -                               | -   | 346,953          | 48,870                          | 50,820                            | 21,823                          |
| Culture and recreation                          | -                               | -   | -                | -                               | -                                 | -                               |
| Community development                           | 149,071                         | -   | -                | -                               | -                                 | -                               |
| Education                                       | -                               | -   | -                | -                               | -                                 | -                               |
| Debt service:                                   |                                 |   |                  |                                 |                                   |                                 |
| Principal                                       | 21,587                          | -   | -                | -                               | -                                 | -                               |
| Interest  | 16,725                          | -   | -                | -                               | -                                 | -                               |
| Capital outlay                                  | 416,834                         | -   | -                | -                               | -                                 | -                               |
| Total expenditures                              | <u>604,217</u>                  | <u>-</u>                                  | <u>346,953</u>   | <u>48,870</u>                   | <u>50,820</u>                     | <u>21,823</u>                   |
| Excess of revenues over<br>(under) expenditures | <u>173,947</u>                  | <u>84</u>                                 | <u>-</u>         | <u>16,199</u>                   | <u>(5,198)</u>                    | <u>9,349</u>                    |
| <b>Other Financing Sources (Uses)</b>           |                                 |   |                  |                                 |                                   |                                 |
| Transfers in                                    | -                               | -   | -                | -                               | -                                 | -                               |
| Transfers out                                   | (65,000)                        | -   | -                | -                               | -                                 | -                               |
| Total other financing sources<br>(uses)         | <u>(65,000)</u>                 | <u>-</u>                                  | <u>-</u>         | <u>-</u>                        | <u>-</u>                          | <u>-</u>                        |
| Net change in fund balance                      | 108,947                         | 84  | -                | 16,199                          | (5,198)                           | 9,349                           |
| Beginning fund balance                          | <u>343,935</u>                  | <u>9,980</u>                              | <u>3</u>         | <u>93,712</u>                   | <u>11,082</u>                     | <u>41,540</u>                   |
| Ending fund balance                             | <u>\$ 452,882</u>               | <u>\$ 10,064</u>                          | <u>\$ 3</u>      | <u>\$ 109,911</u>               | <u>\$ 5,884</u>                   | <u>\$ 50,889</u>                |

**UNION COUNTY, OREGON**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds (continued)**  
**For the Fiscal Year Ended June 30, 2017**

| 270             | 272                | 280                  | 283                | 285              | 287             | 290                               | 293                             |
|-----------------|--------------------|----------------------|--------------------|------------------|-----------------|-----------------------------------|---------------------------------|
| Ambulance       | Library<br>Project | 911<br>Communication | RAC<br>Maintenance | Law<br>Library   | Drug<br>Court   | Building &<br>Property<br>Reserve | Senior<br>Center<br>Maintenance |
| \$ -            | \$ -               | \$ -                 | \$ -               | \$ -             | \$ -            | \$ -                              | \$ -                            |
| -               | -                  | -                    | -                  | -                | -               | -                                 | -                               |
| -               | -                  | 351,551              | -                  | -                | 112,466         | -                                 | -                               |
| -               | -                  | -                    | 6,000              | -                | -               | -                                 | -                               |
| -               | -                  | -                    | -                  | 19,691           | 6,490           | -                                 | -                               |
| -               | -                  | -                    | -                  | -                | -               | -                                 | -                               |
| 13              | 36                 | 1,739                | 223                | 869              | -               | 475                               | 227                             |
| -               | -                  | -                    | -                  | -                | -               | -                                 | 7,200                           |
| <u>13</u>       | <u>36</u>          | <u>353,290</u>       | <u>6,223</u>       | <u>20,560</u>    | <u>118,956</u>  | <u>475</u>                        | <u>7,427</u>                    |
| -               | -                  | -                    | -                  | -                | -               | -                                 | -                               |
| -               | -                  | 320,000              | -                  | -                | 115,054         | -                                 | -                               |
| -               | -                  | -                    | -                  | 24,635           | -               | -                                 | -                               |
| -               | -                  | -                    | 795                | -                | -               | -                                 | -                               |
| -               | -                  | -                    | -                  | -                | -               | -                                 | -                               |
| -               | -                  | -                    | -                  | -                | -               | -                                 | -                               |
| <u>-</u>        | <u>-</u>           | <u>320,000</u>       | <u>795</u>         | <u>24,635</u>    | <u>115,054</u>  | <u>-</u>                          | <u>-</u>                        |
| 13              | 36                 | 33,290               | 5,428              | (4,075)          | 3,902           | 475                               | 7,427                           |
| -               | -                  | -                    | -                  | -                | -               | 29,000                            | -                               |
| <u>-</u>        | <u>-</u>           | <u>-</u>             | <u>-</u>           | <u>-</u>         | <u>-</u>        | <u>-</u>                          | <u>-</u>                        |
| -               | -                  | -                    | -                  | -                | -               | 29,000                            | -                               |
| 13              | 36                 | 33,290               | 5,428              | (4,075)          | 3,902           | 29,475                            | 7,427                           |
| 1,629           | 4,325              | 112,406              | 23,419             | 87,970           | (2,837)         | 53,610                            | 22,740                          |
| <u>\$ 1,642</u> | <u>\$ 4,361</u>    | <u>\$ 145,696</u>    | <u>\$ 28,847</u>   | <u>\$ 83,895</u> | <u>\$ 1,065</u> | <u>\$ 83,085</u>                  | <u>\$ 30,167</u>                |

**UNION COUNTY, OREGON**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds (continued)**  
**For the Fiscal Year Ended June 30, 2017**

|   | 295<br>Union<br>County<br>Fair Board | 301<br>Clerk<br>Equipment<br>Reserve | 302<br>A & T<br>Users<br>Capital | 303<br>Vehicle<br>Reserve | 306<br>GIS       | 307<br>Transit<br>HUB<br>Maintenance |
|---|--------------------------------------|--------------------------------------|----------------------------------|---------------------------|------------------|--------------------------------------|
| <b>Revenues</b>                                 |                                      |                                      |                                  |                           |                  |                                      |
| Taxes:  |                                      |                                      |                                  |                           |                  |                                      |
| Property taxes                                  | \$ -                                 | \$ -                                 | \$ -                             | \$ -                      | \$ -             | \$ -                                 |
| Payments in lieu of tax                         | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Other taxes                                     | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Intergovernmental                               | 53,667                               | -                                    | -                                | -                         | -                | -                                    |
| Charges for services                            | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Licenses and fees                               | -                                    | 9,933                                | 2,172                            | -                         | 17,979           | -                                    |
| Miscellaneous:                                  |                                      |                                      |                                  |                           |                  |                                      |
| Fines and forfeitures                           | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Rental income                                   | 18,352                               | -                                    | -                                | -                         | -                | -                                    |
| Interest on investments                         | 1                                    | 344                                  | 268                              | 688                       | 257              | 250                                  |
| Other income                                    | 82,976                               | -                                    | -                                | 653                       | -                | 6,000                                |
| Total revenues                                  | <u>154,996</u>                       | <u>10,277</u>                        | <u>2,440</u>                     | <u>1,341</u>              | <u>18,236</u>    | <u>6,250</u>                         |
| <b>Expenditures</b>                             |                                      |                                      |                                  |                           |                  |                                      |
| Current:  |                                      |                                      |                                  |                           |                  |                                      |
| General government                              | -                                    | 2,243                                | -                                | -                         | -                | -                                    |
| Public works                                    | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Public safety                                   | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Public services                                 | -                                    | -                                    | -                                | -                         | 17,599           | 976                                  |
| Culture and recreation                          | 162,510                              | -                                    | -                                | -                         | -                | -                                    |
| Community development                           | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Education                                       | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Debt service:                                   |                                      |                                      |                                  |                           |                  |                                      |
| Principal                                       | 5,995                                | -                                    | -                                | -                         | -                | -                                    |
| Interest  | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Capital outlay                                  | -                                    | -                                    | -                                | 10,154                    | -                | -                                    |
| Total expenditures                              | <u>168,505</u>                       | <u>2,243</u>                         | <u>-</u>                         | <u>10,154</u>             | <u>17,599</u>    | <u>976</u>                           |
| Excess of revenues over<br>(under) expenditures | <u>(13,509)</u>                      | <u>8,034</u>                         | <u>2,440</u>                     | <u>(8,813)</u>            | <u>637</u>       | <u>5,274</u>                         |
| <b>Other Financing Sources (Uses)</b>           |                                      |                                      |                                  |                           |                  |                                      |
| Transfers in                                    | -                                    | -                                    | -                                | 14,000                    | 1,500            | -                                    |
| Transfers out                                   | -                                    | -                                    | -                                | -                         | -                | -                                    |
| Total other financing sources<br>(uses)         | <u>-</u>                             | <u>-</u>                             | <u>-</u>                         | <u>14,000</u>             | <u>1,500</u>     | <u>-</u>                             |
| Net change in fund balance                      | (13,509)                             | 8,034                                | 2,440                            | 5,187                     | 2,137            | 5,274                                |
| Beginning fund balance                          | <u>54,502</u>                        | <u>37,355</u>                        | <u>30,664</u>                    | <u>86,690</u>             | <u>25,609</u>    | <u>26,572</u>                        |
| Ending fund balance                             | <u>\$ 40,993</u>                     | <u>\$ 45,389</u>                     | <u>\$ 33,104</u>                 | <u>\$ 91,877</u>          | <u>\$ 27,746</u> | <u>\$ 31,846</u>                     |

**UNION COUNTY, OREGON**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds (continued)**  
**For the Fiscal Year Ended June 30, 2017**

| 308                      | 312                   | 313              | 315             | 902<br>Union<br>County 4-H<br>Extension | Total<br>Nonmajor<br>Governmental<br>Funds |
|--------------------------|-----------------------|------------------|-----------------|---|--|
| Communications<br>System | Dispute<br>Resolution | Surveyor         | Map             |   |  |
| \$ -                     | \$ -                  | \$ -             | \$ -            | \$ 286,973                              | \$ 463,033                                 |
| -                        | -                     | -                | -               | -                                       | 118,409                                    |
| -                        | -                     | -                | -               | -                                       | 206,531                                    |
| -                        | 25,000                | -                | -               | -                                       | 2,588,205                                  |
| -                        | 9,295                 | -                | -               | -                                       | 42,538                                     |
| 58,894                   | -                     | 29,320           | -               | -                                       | 363,115                                    |
| -                        | -                     | -                | -               | -                                       | 4,436                                      |
| -                        | -                     | -                | -               | 53,903                                  | 72,255                                     |
| 1,254                    | 72                    | 157              | 78              | 2,572                                   | 23,442                                     |
| -                        | -                     | -                | -               | 29,128                                  | 542,113                                    |
| <u>60,148</u>            | <u>34,367</u>         | <u>29,477</u>    | <u>78</u>       | <u>372,576</u>                          | <u>4,424,077</u>                           |
| -                        | -                     | 55,274           | -               | -                                       | 57,517                                     |
| -                        | -                     | -                | -               | -                                       | 120,054                                    |
| 32,711                   | -                     | -                | -               | -                                       | 508,753                                    |
| -                        | 31,791                | -                | -               | -                                       | 1,065,030                                  |
| -                        | -                     | -                | -               | 343,797                                 | 710,009                                    |
| -                        | -                     | -                | -               | -                                       | 533,060                                    |
| -                        | -                     | -                | -               | -                                       | 149,104                                    |
| -                        | -                     | -                | -               | 12,315                                  | 39,897                                     |
| -                        | -                     | -                | -               | 5,147                                   | 21,872                                     |
| -                        | -                     | -                | -               | -                                       | 681,197                                    |
| <u>32,711</u>            | <u>31,791</u>         | <u>55,274</u>    | <u>-</u>        | <u>361,259</u>                          | <u>3,886,493</u>                           |
| <u>27,437</u>            | <u>2,576</u>          | <u>(25,797)</u>  | <u>78</u>       | <u>11,317</u>                           | <u>537,584</u>                             |
| -                        | -                     | 22,000           | -               | -                                       | 141,500                                    |
| -                        | -                     | -                | -               | -                                       | (254,000)                                  |
| -                        | -                     | 22,000           | -               | -                                       | (112,500)                                  |
| 27,437                   | 2,576                 | (3,797)          | 78              | 11,317                                  | 425,084                                    |
| <u>134,472</u>           | <u>3,429</u>          | <u>20,032</u>    | <u>9,254</u>    | <u>204,665</u>                          | <u>2,182,937</u>                           |
| <u>\$ 161,909</u>        | <u>\$ 6,005</u>       | <u>\$ 16,235</u> | <u>\$ 9,332</u> | <u>\$ 215,982</u>                       | <u>\$ 2,608,021</u>                        |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Weed Control Fund - 202**  
**For the Fiscal Year Ended June 30, 2017**

|                            | <b>Budgeted Amounts</b> |                    | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <b>Original</b>         | <b>Final</b>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Property taxes             | \$ 175,000              | \$ 175,000         | \$ 176,060                | \$ 1,060  |
| Intergovernmental          | 50,000                  | 50,000             | 15,381                    | (34,619)  |
| Interest on investments    | -                       | -                  | 609                       | 609   |
| Miscellaneous              | -                       | -                  | 4,612                     | 4,612   |
| Total revenues             | <u>225,000</u>          | <u>225,000</u>     | <u>196,662</u>            | <u>(28,338)</u>   |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Personnel services         | 87,000                  | 87,000             | 69,599                    | 17,401  |
| Materials and services     | 113,000                 | 113,000            | 51,995                    | 61,005  |
| Capital outlay             | 15,000                  | 15,000             | 15,000                    | -   |
| Contingency                | 10,000                  | 10,000             | -                         | 10,000  |
| Total expenditures         | <u>225,000</u>          | <u>225,000</u>     | <u>136,594</u>            | <u>88,406</u>   |
| Net change in fund balance | -                       | -                  | 60,068                    | 60,068  |
| Beginning fund balance     | <u>-</u>                | <u>-</u>           | <u>-</u>                  | <u>-</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 60,068</u></u>   | <u><u>\$ 60,068</u></u>   |



**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Bicycle Fund/Project Fund - 205**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <b>Budgeted Amounts</b> |                | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|----------------------------|-------------------------|----------------|---------------------------|---|
|                            | <b>Original</b>         | <b>Final</b>   |                           |   |
| <b>Revenues</b>            |                         |                |                           |   |
| Intergovernmental          | \$ 166,000              | \$ 166,000     | \$ 146,794                | \$ (19,206)   |
| Interest on investments    | 750                     | 750            | 663                       | (87)  |
| Total revenues             | <u>166,750</u>          | <u>166,750</u> | <u>147,457</u>            | <u>(19,293)</u>   |
| <b>Expenditures</b>        |                         |                |                           |   |
| Materials and services     | 160,000                 | 160,000        | 125,042                   | 34,958  |
| Capital outlay             | 50,000                  | 50,000         | 6,937                     | 43,063  |
| Contingency                | 56,750                  | 56,750         | -                         | 56,750  |
| Total expenditures         | <u>266,750</u>          | <u>266,750</u> | <u>131,979</u>            | <u>134,771</u>  |
| Net change in fund balance | (100,000)               | (100,000)      | 15,478                    | 115,478   |
| Beginning fund balance     | <u>100,000</u>          | <u>100,000</u> | <u>88,835</u>             | <u>(11,165)</u>   |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 104,313</u>         | <u>\$ 104,313</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Parks Fund - 210**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|----------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>   |                           |   |
| <b>Revenues</b>                                 |                         |                |                           |   |
| Intergovernmental                               | \$ 244,441              | \$ 244,441     | \$ 203,539                | \$ (40,902)   |
| Interest on investments                         | 500                     | 500            | 1,549                     | 1,049   |
| Total revenues                                  | <u>244,941</u>          | <u>244,941</u> | <u>205,088</u>            | <u>(39,853)</u>   |
| <b>Expenditures</b>                             |                         |                |                           |   |
| Personnel services                              | 7,700                   | 7,700          | 6,596                     | 1,104   |
| Materials and services                          | 80,000                  | 80,000         | 30,095                    | 49,905  |
| Capital outlay                                  | 232,171                 | 232,171        | 169,168                   | 63,003  |
| Contingency                                     | 83,777                  | 83,777         | -                         | 83,777  |
| Total expenditures                              | <u>403,648</u>          | <u>403,648</u> | <u>205,859</u>            | <u>197,789</u>  |
| Excess of revenues over<br>(under) expenditures | (158,707)               | (158,707)      | (771)                     | 157,936   |
| <b>Other Financing Sources (Uses)</b>           |                         |                |                           |   |
| Transfers out                                   | (20,000)                | (20,000)       | (20,000)                  | -   |
| Net change in fund balance                      | (178,707)               | (178,707)      | (20,771)                  | 157,936   |
| Beginning fund balance                          | <u>178,707</u>          | <u>178,707</u> | <u>222,857</u>            | <u>44,150</u>   |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 202,086</u>         | <u>\$ 202,086</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Animal Control Fund - 215**  
**For the Fiscal Year Ended June 30, 2017**

|   | <b>Budgeted Amounts</b> |                | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|----------------|---------------------------|---|
|   | <b>Original</b>         | <b>Final</b>   |                           |   |
| <b>Revenues</b>                                 |                         |                |                           |   |
| Charges for services                            | \$ 15,790               | \$ 15,790      | \$ 12,794                 | \$ (2,996)  |
| Licenses and fees                               | 15,000                  | 15,000         | -                         | (15,000)  |
| Fines and forfeitures                           | 2,500                   | 2,500          | 4,436                     | 1,936   |
| Miscellaneous                                   | 25,000                  | 25,000         | 34,500                    | 9,500   |
| Total revenues                                  | <u>58,290</u>           | <u>58,290</u>  | <u>51,730</u>             | <u>(6,560)</u>  |
| <b>Expenditures</b>                             |                         |                |                           |   |
| Personnel services                              | 67,630                  | 57,630         | 54,425                    | 3,205   |
| Materials and services                          | 57,630                  | 67,630         | 55,957                    | 11,673  |
| Total expenditures                              | <u>125,260</u>          | <u>125,260</u> | <u>110,382</u>            | <u>14,878</u>   |
| Excess of revenues over<br>(under) expenditures | (66,970)                | (66,970)       | (58,652)                  | 8,318   |
| <b>Other Financing Sources (Uses)</b>           |                         |                |                           |   |
| Transfers in                                    | 42,000                  | 42,000         | 42,000                    | -   |
| Net change in fund balance                      | (24,970)                | (24,970)       | (16,652)                  | 8,318   |
| Beginning fund balance                          | 24,970                  | 24,970         | 14,326                    | (10,644)  |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ (2,326)</u>         | <u>\$ (2,326)</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**County School Fund - 217**  
**For the Fiscal Year Ended June 30, 2017**

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|                                   | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|-----------------------------------|-------------------------|--------------------|---------------------------|---|
|                                   | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>                   |                         |                    |                           |   |
| Payments in lieu of tax           | \$ 121,000              | \$ 121,000         | \$ 118,409                | \$ (2,591)  |
| Other taxes                       | 12,000                  | 12,000             | 10,449                    | (1,551)   |
| Intergovernmental                 | 236,000                 | 236,000            | 19,579                    | (216,421)   |
| Interest on investments           | -                       | -                  | 702                       | 702   |
| Total revenues                    | <u>369,000</u>          | <u>369,000</u>     | <u>149,139</u>            | <u>(219,861)</u>  |
| <b>Expenditures</b>               |                         |                    |                           |   |
| Distributions to school districts | <u>369,000</u>          | <u>369,000</u>     | <u>149,104</u>            | <u>219,896</u>  |
| Net change in fund balance        | -                       | -                  | 35                        | 35  |
| Beginning fund balance            | <u>-</u>                | <u>-</u>           | <u>102</u>                | <u>102</u>  |
| Ending fund balance               | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 137</u></u>      | <u><u>\$ 137</u></u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Commission on Children & Families Fund - 220**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|----------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>   |                           |   |
| <b>Revenues</b>            |                         |                |                           |   |
| Intergovernmental          | \$ 125,000              | \$ 125,000     | \$ 132,023                | \$ 7,023  |
| Interest on investments    | -                       | -              | 1,016                     | 1,016   |
| Miscellaneous              | 18,000                  | 18,000         | 10,621                    | (7,379)   |
| Total revenues             | <u>143,000</u>          | <u>143,000</u> | <u>143,660</u>            | <u>660</u>  |
| <b>Expenditures</b>        |                         |                |                           |   |
| Personnel services         | 87,984                  | 87,984         | 83,654                    | 4,330   |
| Materials and services     | 87,366                  | 87,366         | 66,188                    | 21,178  |
| Total expenditures         | <u>175,350</u>          | <u>175,350</u> | <u>149,842</u>            | <u>25,508</u>   |
| Net change in fund balance | (32,350)                | (32,350)       | (6,182)                   | 26,168  |
| Beginning fund balance     | <u>32,350</u>           | <u>32,350</u>  | <u>133,595</u>            | <u>101,245</u>  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 127,413</u>         | <u>\$ 127,413</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Court Security Fund - 230**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |               | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|---------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>  |                           |   |
| <b>Revenues</b>            |                         |               |                           |   |
| Intergovernmental          | \$ 36,000               | \$ 36,000     | \$ 42,938                 | \$ 6,938  |
| Interest on investments    | 100                     | 100           | 298                       | 198   |
| Total revenues             | <u>36,100</u>           | <u>36,100</u> | <u>43,236</u>             | <u>7,136</u>  |
| <b>Expenditures</b>        |                         |               |                           |   |
| Materials and services     | 36,000                  | 36,000        | 36,000                    | -   |
| Contingency                | 23,600                  | 23,600        | -                         | 23,600  |
| Total expenditures         | <u>59,600</u>           | <u>59,600</u> | <u>36,000</u>             | <u>23,600</u>   |
| Net change in fund balance | (23,500)                | (23,500)      | 7,236                     | 30,736  |
| Beginning fund balance     | <u>23,500</u>           | <u>23,500</u> | <u>27,638</u>             | <u>4,138</u>  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ 34,874</u>          | <u>\$ 34,874</u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Wind Project Fund - 233**  
**For the Fiscal Year Ended June 30, 2017**

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|   | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|--------------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>                                 |                         |                    |                           |   |
| Licenses and fees                               | \$ 210,000              | \$ 210,000         | \$ 187,985                | \$ (22,015)   |
| Interest on investments                         | 200                     | 200                | 1,031                     | 831   |
| Total revenues                                  | <u>210,200</u>          | <u>210,200</u>     | <u>189,016</u>            | <u>(21,184)</u>   |
| <b>Expenditures</b>                             |                         |                    |                           |   |
| Materials and services                          | <u>65,000</u>           | <u>65,000</u>      | <u>55,636</u>             | <u>9,364</u>  |
| Excess of revenues over<br>(under) expenditures | 145,200                 | 145,200            | 133,380                   | (11,820)  |
| <b>Other Financing Sources (Uses)</b>           |                         |                    |                           |   |
| Transfers out                                   | <u>(185,200)</u>        | <u>(185,200)</u>   | <u>(169,000)</u>          | <u>16,200</u>   |
| Net change in fund balance                      | (40,000)                | (40,000)           | (35,620)                  | 4,380   |
| Beginning fund balance                          | <u>40,000</u>           | <u>40,000</u>      | <u>36,826</u>             | <u>(3,174)</u>  |
| Ending fund balance                             | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 1,206</u></u>    | <u><u>\$ 1,206</u></u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**STF Fund - 235**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|----------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>   |                           |   |
| <b>Revenues</b>            |                         |                |                           |   |
| Intergovernmental          | \$ 435,000              | \$ 435,000     | \$ 429,449                | \$ (5,551)  |
| Interest on investments    | -                       | -              | 223                       | 223   |
| Total revenues             | <u>435,000</u>          | <u>435,000</u> | <u>429,672</u>            | <u>(5,328)</u>  |
| <b>Expenditures</b>        |                         |                |                           |   |
| Materials and services     | <u>435,000</u>          | <u>435,000</u> | <u>327,558</u>            | <u>107,442</u>  |
| Net change in fund balance | -                       | -              | 102,114                   | 102,114   |
| Beginning fund balance     | <u>-</u>                | <u>-</u>       | <u>(31,532)</u>           | <u>(31,532)</u>   |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 70,582</u>          | <u>\$ 70,582</u>  |



**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Crime Victim Program Fund - 245**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|--------------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>                                 |                         |                    |                           |   |
| Intergovernmental                               | \$ 162,905              | \$ 162,905         | \$ 181,329                | \$ 18,424   |
| <b>Expenditures</b>                             |                         |                    |                           |   |
| Personnel services                              | 131,964                 | 131,964            | 131,096                   | 868   |
| Materials and services                          | 32,170                  | 30,170             | 20,591                    | 9,579   |
| Capital outlay                                  | 11,833                  | 13,833             | 13,712                    | 121   |
| Total expenditures                              | <u>175,967</u>          | <u>175,967</u>     | <u>165,399</u>            | <u>10,568</u>   |
| Excess of revenues over<br>(under) expenditures | (13,062)                | (13,062)           | 15,930                    | 28,992  |
| <b>Other Financing Sources (Uses)</b>           |                         |                    |                           |   |
| Transfers in                                    | <u>8,000</u>            | <u>8,000</u>       | <u>8,000</u>              | <u>-</u>  |
| Net change in fund balance                      | (5,062)                 | (5,062)            | 23,930                    | 28,992  |
| Beginning fund balance                          | <u>5,062</u>            | <u>5,062</u>       | <u>30,868</u>             | <u>25,806</u>   |
| Ending fund balance                             | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 54,798</u></u>   | <u><u>\$ 54,798</u></u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**MERA Fund - 247**  
**For the Fiscal Year Ended June 30, 2017**

|   | <b>Budgeted Amounts</b> |                | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|----------------|---------------------------|---|
|   | <b>Original</b>         | <b>Final</b>   |                           |   |
| <b>Revenues</b>                                 |                         |                |                           |   |
| Intergovernmental                               | \$ 407,093              | \$ 407,093     | \$ 200,461                | \$ (206,632)  |
| Miscellaneous                                   | 5,500                   | 5,500          | 5,320                     | (180)   |
| Total revenues                                  | <u>412,593</u>          | <u>412,593</u> | <u>205,781</u>            | <u>(206,812)</u>  |
| <b>Expenditures</b>                             |                         |                |                           |   |
| Personnel services                              | 71,880                  | 71,880         | 70,554                    | 1,326   |
| Materials and services                          | 206,838                 | 206,838        | 71,822                    | 135,016   |
| Capital outlay                                  | 198,875                 | 198,875        | 49,392                    | 149,483   |
| Total expenditures                              | <u>477,593</u>          | <u>477,593</u> | <u>191,768</u>            | <u>285,825</u>  |
| Excess of revenues over<br>(under) expenditures | (65,000)                | (65,000)       | 14,013                    | 79,013  |
| <b>Other Financing Sources (Uses)</b>           |                         |                |                           |   |
| Transfers in                                    | <u>30,000</u>           | <u>30,000</u>  | <u>25,000</u>             | <u>(5,000)</u>  |
| Net change in fund balance                      | (35,000)                | (35,000)       | 39,013                    | 74,013  |
| Beginning fund balance                          | <u>35,000</u>           | <u>35,000</u>  | <u>162,672</u>            | <u>127,672</u>  |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 201,685</u>         | <u>\$ 201,685</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Sheriff Reserve Program Fund - 249**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |              | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u> |                           |   |
| <b>Revenues</b>            |                         |              |                           |   |
| Charges for services       | \$ 22,500               | \$ 22,500    | \$ 14,449                 | \$ (8,051)  |
| <b>Expenditures</b>        |                         |              |                           |   |
| Personnel services         | 25,000                  | 25,000       | 12,347                    | 12,653  |
| Net change in fund balance | (2,500)                 | (2,500)      | 2,102                     | 4,602   |
| Beginning fund balance     | 2,500                   | 2,500        | (3,740)                   | (6,240)   |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>  | <u>\$ (1,638)</u>         | <u>\$ (1,638)</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Title III Fund - 252**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|----------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>   |                           |   |
| <b>Revenues</b>            |                         |                |                           |   |
| Intergovernmental          | \$ 60,000               | \$ 60,000      | \$ -                      | \$ (60,000)   |
| Interest on investments    | 500                     | 500            | 2,125                     | 1,625   |
| Total revenues             | <u>60,500</u>           | <u>60,500</u>  | <u>2,125</u>              | <u>(58,375)</u>   |
| <b>Expenditures</b>        |                         |                |                           |   |
| Materials and services     | <u>210,500</u>          | <u>210,500</u> | <u>-</u>                  | <u>210,500</u>  |
| Net change in fund balance | (150,000)               | (150,000)      | 2,125                     | 152,125   |
| Beginning fund balance     | <u>150,000</u>          | <u>150,000</u> | <u>3,965</u>              | <u>(146,035)</u>  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 6,090</u>           | <u>\$ 6,090</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Forest Service - Title III Fund - 253**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |              | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u> |                           |   |
| <b>Revenues</b>            |                         |              |                           |   |
| Interest on investments    | \$ 200                  | \$ 200       | \$ 503                    | \$ 303  |
| <b>Expenditures</b>        |                         |              |                           |   |
| Materials and services     | 60,200                  | 60,200       | 346                       | 59,854  |
| Net change in fund balance | (60,000)                | (60,000)     | 157                       | 60,157  |
| Beginning fund balance     | 60,000                  | 60,000       | 59,767                    | (233)   |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>  | <u>\$ 59,924</u>          | <u>\$ 59,924</u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Economic Development Fund - 255**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|------------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>     |                           |   |
| <b>Revenues</b>                                 |                         |                  |                           |   |
| Other taxes                                     | \$ 152,000              | \$ 152,000       | \$ 196,082                | \$ 44,082   |
| Intergovernmental                               | 1,545,000               | 1,545,000        | 575,778                   | (969,222)   |
| Interest on investments                         | 1,000                   | 1,000            | 3,694                     | 2,694   |
| Miscellaneous                                   | -                       | -                | 2,610                     | 2,610   |
| Total revenues                                  | <u>1,698,000</u>        | <u>1,698,000</u> | <u>778,164</u>            | <u>(919,836)</u>  |
| <b>Expenditures</b>                             |                         |                  |                           |   |
| Materials and services                          | 531,420                 | 531,420          | 149,071                   | 382,349   |
| Debt service                                    | 39,650                  | 39,650           | 38,312                    | 1,338   |
| Capital outlay                                  | 1,920,000               | 1,920,000        | 416,834                   | 1,503,166   |
| Contingency                                     | 36,930                  | 36,930           | -                         | 36,930  |
| Total expenditures                              | <u>2,528,000</u>        | <u>2,528,000</u> | <u>604,217</u>            | <u>1,923,783</u>  |
| Excess of revenues over<br>(under) expenditures | <u>(830,000)</u>        | <u>(830,000)</u> | <u>173,947</u>            | <u>1,003,947</u>  |
| <b>Other Financing Sources (Uses)</b>           |                         |                  |                           |   |
| Sale of land                                    | 500,000                 | 500,000          | -                         | (500,000)   |
| Transfers out                                   | (65,000)                | (65,000)         | (65,000)                  | -   |
| Total other financing sources (uses)            | <u>435,000</u>          | <u>435,000</u>   | <u>(65,000)</u>           | <u>(500,000)</u>  |
| Net change in fund balance                      | (395,000)               | (395,000)        | 108,947                   | 503,947   |
| Beginning fund balance                          | <u>395,000</u>          | <u>395,000</u>   | <u>343,935</u>            | <u>(51,065)</u>   |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>      | <u>\$ 452,882</u>         | <u>\$ 452,882</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Community Development Loan Fund - 260**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |              | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u> |                           |   |
| <b>Revenues</b>            |                         |              |                           |   |
| Interest on investments    | \$ 25                   | \$ 25        | \$ 84                     | \$ 59   |
| <b>Expenditures</b>        |                         |              |                           |   |
| Materials and services     | 10,000                  | 10,000       | -                         | 10,000  |
| Net change in fund balance | (9,975)                 | (9,975)      | 84                        | 10,059  |
| Beginning fund balance     | 9,975                   | 9,975        | 9,980                     | 5   |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>  | <u>\$ 10,064</u>          | <u>\$ 10,064</u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Watershed Fund - 263**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Miscellaneous              | \$ 356,545              | \$ 356,545         | \$ 346,953                | \$ (9,592)  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Personnel services         | <u>356,545</u>          | <u>356,545</u>     | <u>346,953</u>            | <u>9,592</u>  |
| Net change in fund balance | -                       | -                  | -                         | -   |
| Beginning fund balance     | <u>-</u>                | <u>-</u>           | <u>3</u>                  | <u>3</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 3</u></u>        | <u><u>\$ 3</u></u>  |



**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Agriculture Services Fund - 265**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Intergovernmental          | \$ 58,000               | \$ 58,000          | \$ 64,250                 | \$ 6,250  |
| Interest on investments    | 300                     | 300                | 819                       | 519   |
| Miscellaneous              | 200                     | 200                | -                         | (200)   |
| Total revenues             | <u>58,500</u>           | <u>58,500</u>      | <u>65,069</u>             | <u>6,569</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Personnel services         | 57,616                  | 57,616             | 46,205                    | 11,411  |
| Materials and services     | 8,800                   | 8,800              | 2,665                     | 6,135   |
| Contingency                | 82,084                  | 82,084             | -                         | 82,084  |
| Total expenditures         | <u>148,500</u>          | <u>148,500</u>     | <u>48,870</u>             | <u>99,630</u>   |
| Net change in fund balance | (90,000)                | (90,000)           | 16,199                    | 106,199   |
| Beginning fund balance     | <u>90,000</u>           | <u>90,000</u>      | <u>93,712</u>             | <u>3,712</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 109,911</u></u>  | <u><u>\$ 109,911</u></u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Non-Medical Transportation Fund - 266**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Intergovernmental          | \$ 182,000              | \$ 182,000         | \$ 34,000                 | \$ (148,000)  |
| Interest on investments    | -                       | -                  | 82                        | 82  |
| Miscellaneous              | 30,000                  | 30,000             | 11,540                    | (18,460)  |
| Total revenues             | <u>212,000</u>          | <u>212,000</u>     | <u>45,622</u>             | <u>(166,378)</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Materials and services     | <u>212,000</u>          | <u>212,000</u>     | <u>50,820</u>             | <u>161,180</u>  |
| Net change in fund balance | -                       | -                  | (5,198)                   | (5,198)   |
| Beginning fund balance     | <u>-</u>                | <u>-</u>           | <u>11,082</u>             | <u>11,082</u>   |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 5,884</u></u>    | <u><u>\$ 5,884</u></u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Mediation Assessment Fund - 269**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Licenses and fees          | \$ 26,931               | \$ 26,931          | \$ 30,651                 | \$ 3,720  |
| Interest on investments    | 100                     | 100                | 521                       | 421   |
| Total revenues             | <u>27,031</u>           | <u>27,031</u>      | <u>31,172</u>             | <u>4,141</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Materials and services     | 38,050                  | 38,050             | 21,823                    | 16,227  |
| Contingency                | 38,377                  | 38,377             | -                         | 38,377  |
| Total expenditures         | <u>76,427</u>           | <u>76,427</u>      | <u>21,823</u>             | <u>54,604</u>   |
| Net change in fund balance | (49,396)                | (49,396)           | 9,349                     | 58,745  |
| Beginning fund balance     | <u>49,396</u>           | <u>49,396</u>      | <u>41,540</u>             | <u>(7,856)</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 50,889</u></u>   | <u><u>\$ 50,889</u></u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Ambulance Fund - 270**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |              | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u> |                           |   |
| <b>Revenues</b>            |                         |              |                           |   |
| Interest on investments    | \$ -                    | \$ -         | \$ 13                     | \$ 13   |
| <b>Expenditures</b>        |                         |              |                           |   |
| Materials and services     | <u>1,626</u>            | <u>1,626</u> | <u>-</u>                  | <u>1,626</u>  |
| Net change in fund balance | (1,626)                 | (1,626)      | 13                        | 1,639   |
| Beginning fund balance     | <u>1,626</u>            | <u>1,626</u> | <u>1,629</u>              | <u>3</u>  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>  | <u>\$ 1,642</u>           | <u>\$ 1,642</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Library Project Fund - 272**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |              | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u> |                           |   |
| <b>Revenues</b>            |                         |              |                           |   |
| Interest on investments    | \$ 15                   | \$ 15        | \$ 36                     | \$ 21   |
| <b>Expenditures</b>        |                         |              |                           |   |
| Materials and services     | 4,335                   | 4,335        | -                         | 4,335   |
| Net change in fund balance | (4,320)                 | (4,320)      | 36                        | 4,356   |
| Beginning fund balance     | 4,320                   | 4,320        | 4,325                     | 5   |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>  | <u>\$ 4,361</u>           | <u>\$ 4,361</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**911 Communication Fund - 280**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|----------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>   |                           |   |
| <b>Revenues</b>            |                         |                |                           |   |
| Intergovernmental          | \$ 320,000              | \$ 320,000     | \$ 351,551                | \$ 31,551   |
| Interest on investments    | 500                     | 500            | 1,739                     | 1,239   |
| Total revenues             | <u>320,500</u>          | <u>320,500</u> | <u>353,290</u>            | <u>32,790</u>   |
| <b>Expenditures</b>        |                         |                |                           |   |
| Materials and services     | 320,000                 | 320,000        | 320,000                   | -   |
| Contingency                | 100,500                 | 100,500        | -                         | 100,500   |
| Total expenditures         | <u>420,500</u>          | <u>420,500</u> | <u>320,000</u>            | <u>100,500</u>  |
| Net change in fund balance | (100,000)               | (100,000)      | 33,290                    | 133,290   |
| Beginning fund balance     | <u>100,000</u>          | <u>100,000</u> | <u>112,406</u>            | <u>12,406</u>   |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 145,696</u>         | <u>\$ 145,696</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**RAC Maintenance Fund - 283**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Charges for services       | \$ 6,000                | \$ 6,000           | \$ 6,000                  | \$ -  |
| Interest on investments    | 100                     | 100                | 223                       | 123   |
| Total revenues             | <u>6,100</u>            | <u>6,100</u>       | <u>6,223</u>              | <u>123</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Materials and services     | <u>29,480</u>           | <u>29,480</u>      | <u>795</u>                | <u>28,685</u>   |
| Net change in fund balance | (23,380)                | (23,380)           | 5,428                     | 28,808  |
| Beginning fund balance     | <u>23,380</u>           | <u>23,380</u>      | <u>23,419</u>             | <u>39</u>   |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 28,847</u></u>   | <u><u>\$ 28,847</u></u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Law Library Fund - 285**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Licenses and fees          | \$ 19,691               | \$ 19,691          | \$ 19,691                 | \$ -  |
| Interest on investments    | 350                     | 350                | 869                       | 519   |
| Total revenues             | <u>20,041</u>           | <u>20,041</u>      | <u>20,560</u>             | <u>519</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Materials and services     | 60,000                  | 60,000             | 24,635                    | 35,365  |
| Contingency                | 41,541                  | 41,541             | -                         | 41,541  |
| Total expenditures         | <u>101,541</u>          | <u>101,541</u>     | <u>24,635</u>             | <u>76,906</u>   |
| Net change in fund balance | (81,500)                | (81,500)           | (4,075)                   | 77,425  |
| Beginning fund balance     | <u>81,500</u>           | <u>81,500</u>      | <u>87,970</u>             | <u>6,470</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 83,895</u></u>   | <u><u>\$ 83,895</u></u>   |



**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Drug Court Fund - 287**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|----------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>   |                           |   |
| <b>Revenues</b>            |                         |                |                           |   |
| Intergovernmental          | \$ 136,178              | \$ 136,178     | \$ 112,466                | \$ (23,712)   |
| Licenses and fees          | 5,000                   | 5,000          | 6,490                     | 1,490   |
| Total revenues             | <u>141,178</u>          | <u>141,178</u> | <u>118,956</u>            | <u>(22,222)</u>   |
| <b>Expenditures</b>        |                         |                |                           |   |
| Materials and services     | <u>141,178</u>          | <u>141,178</u> | <u>115,054</u>            | <u>26,124</u>   |
| Net change in fund balance | -                       | -              | 3,902                     | 3,902   |
| Beginning fund balance     | <u>-</u>                | <u>-</u>       | <u>(2,837)</u>            | <u>(2,837)</u>  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 1,065</u>           | <u>\$ 1,065</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Building & Property Reserve Fund - 290**  
**For the Fiscal Year Ended June 30, 2017**

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|   | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|--------------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>                                 |                         |                    |                           |   |
| Interest on investments                         | \$ 150                  | \$ 150             | \$ 475                    | \$ 325  |
| <b>Expenditures</b>                             |                         |                    |                           |   |
| Capital outlay                                  | 30,000                  | 30,000             | -                         | 30,000  |
| Contingency                                     | 63,870                  | 63,870             | -                         | 63,870  |
| Total expenditures                              | <u>93,870</u>           | <u>93,870</u>      | <u>-</u>                  | <u>93,870</u>   |
| Excess of revenues over<br>(under) expenditures | (93,720)                | (93,720)           | 475                       | 94,195  |
| <b>Other Financing Sources (Uses)</b>           |                         |                    |                           |   |
| Transfers in                                    | <u>40,200</u>           | <u>40,200</u>      | <u>29,000</u>             | <u>(11,200)</u>   |
| Net change in fund balance                      | (53,520)                | (53,520)           | 29,475                    | 82,995  |
| Beginning fund balance                          | <u>53,520</u>           | <u>53,520</u>      | <u>53,610</u>             | <u>90</u>   |
| Ending fund balance                             | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 83,085</u></u>   | <u><u>\$ 83,085</u></u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Senior Center Maintenance Fund - 293**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Interest on investments    | \$ 50                   | \$ 50              | \$ 227                    | \$ 177  |
| Miscellaneous              | 7,200                   | 7,200              | 7,200                     | -   |
| Total revenues             | <u>7,250</u>            | <u>7,250</u>       | <u>7,427</u>              | <u>177</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Materials and services     | <u>29,950</u>           | <u>29,950</u>      | <u>-</u>                  | <u>29,950</u>   |
| Net change in fund balance | (22,700)                | (22,700)           | 7,427                     | 30,127  |
| Beginning fund balance     | <u>22,700</u>           | <u>22,700</u>      | <u>22,740</u>             | <u>40</u>   |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 30,167</u></u>   | <u><u>\$ 30,167</u></u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Union County Fair Board Fund - 295**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <b>Budgeted Amounts</b> |                    | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <b>Original</b>         | <b>Final</b>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Intergovernmental          | \$ 62,800               | \$ 62,800          | \$ 53,667                 | \$ (9,133)  |
| Rental income              | 21,000                  | 21,000             | 18,352                    | (2,648)   |
| Interest on investments    | 200                     | 200                | 1                         | (199)   |
| Miscellaneous              | 75,000                  | 75,000             | 82,976                    | 7,976   |
| Total revenues             | <u>159,000</u>          | <u>159,000</u>     | <u>154,996</u>            | <u>(4,004)</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Personnel services         | 47,300                  | 47,300             | 40,578                    | 6,722   |
| Materials and services     | 114,750                 | 114,750            | 121,932                   | (7,182)   |
| Debt service               | -                       | -                  | 5,995                     | (5,995)   |
| Capital outlay             | 25,000                  | 25,000             | -                         | 25,000  |
| Contingency                | 31,950                  | 31,950             | -                         | 31,950  |
| Total expenditures         | <u>219,000</u>          | <u>219,000</u>     | <u>168,505</u>            | <u>50,495</u>   |
| Net change in fund balance | (60,000)                | (60,000)           | (13,509)                  | 46,491  |
| Beginning fund balance     | <u>60,000</u>           | <u>60,000</u>      | <u>54,502</u>             | <u>(5,498)</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 40,993</u></u>   | <u><u>\$ 40,993</u></u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Clerk Equipment Reserve Fund - 301**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Licenses and fees          | \$ 8,020                | \$ 8,020           | \$ 9,933                  | \$ 1,913  |
| Interest on investments    | -                       | -                  | 344                       | 344   |
| Total revenues             | <u>8,020</u>            | <u>8,020</u>       | <u>10,277</u>             | <u>2,257</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Materials and services     | 4,500                   | 4,500              | 2,243                     | 2,257   |
| Contingency                | 32,520                  | 32,520             | -                         | 32,520  |
| Total expenditures         | <u>37,020</u>           | <u>37,020</u>      | <u>2,243</u>              | <u>34,777</u>   |
| Net change in fund balance | (29,000)                | (29,000)           | 8,034                     | 37,034  |
| Beginning fund balance     | <u>29,000</u>           | <u>29,000</u>      | <u>37,355</u>             | <u>8,355</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 45,389</u></u>   | <u><u>\$ 45,389</u></u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**A & T Users Capital Fund - 302**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |               | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|---------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>  |                           |   |
| <b>Revenues</b>            |                         |               |                           |   |
| Licenses and fees          | \$ 1,800                | \$ 1,800      | \$ 2,172                  | \$ 372  |
| Interest on investments    | 90                      | 90            | 268                       | 178   |
| Total revenues             | <u>1,890</u>            | <u>1,890</u>  | <u>2,440</u>              | <u>550</u>  |
| <b>Expenditures</b>        |                         |               |                           |   |
| Materials and services     | <u>32,390</u>           | <u>32,390</u> | -                         | <u>32,390</u>   |
| Net change in fund balance | (30,500)                | (30,500)      | 2,440                     | 32,940  |
| Beginning fund balance     | <u>30,500</u>           | <u>30,500</u> | <u>30,664</u>             | <u>164</u>  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ 33,104</u>          | <u>\$ 33,104</u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Vehicle Reserve Fund - 303**  
**For the Fiscal Year Ended June 30, 2017**

|   | <b>Budgeted Amounts</b> |                    | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|--------------------|---------------------------|---|
|   | <b>Original</b>         | <b>Final</b>       |                           |   |
| <b>Revenues</b>                                 |                         |                    |                           |   |
| Interest on investments                         | \$ 250                  | \$ 250             | \$ 688                    | \$ 438  |
| Miscellaneous                                   | 1,000                   | 1,000              | 653                       | (347)   |
| Total revenues                                  | <u>1,250</u>            | <u>1,250</u>       | <u>1,341</u>              | <u>91</u>   |
| <b>Expenditures</b>                             |                         |                    |                           |   |
| Capital outlay                                  | <u>101,730</u>          | <u>101,730</u>     | <u>10,154</u>             | <u>91,576</u>   |
| Excess of revenues over<br>(under) expenditures | (100,480)               | (100,480)          | (8,813)                   | 91,667  |
| <b>Other Financing Sources (Uses)</b>           |                         |                    |                           |   |
| Transfers in                                    | <u>14,000</u>           | <u>14,000</u>      | <u>14,000</u>             | <u>-</u>  |
| Net change in fund balance                      | (86,480)                | (86,480)           | 5,187                     | 91,667  |
| Beginning fund balance                          | <u>86,480</u>           | <u>86,480</u>      | <u>86,690</u>             | <u>210</u>  |
| Ending fund balance                             | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 91,877</u></u>   | <u><u>\$ 91,877</u></u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**GIS Fund - 306**  
**For the Fiscal Year Ended June 30, 2017**

|   | <b>Budgeted Amounts</b> |               | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|---|-------------------------|---------------|---------------------------|---|
|   | <b>Original</b>         | <b>Final</b>  |                           |   |
| <b>Revenues</b>                                 |                         |               |                           |   |
| Licenses and fees                               | \$ 15,000               | \$ 15,000     | \$ 17,979                 | \$ 2,979  |
| Interest on investments                         | 100                     | 100           | 257                       | 157   |
| Total revenues                                  | <u>15,100</u>           | <u>15,100</u> | <u>18,236</u>             | <u>3,136</u>  |
| <b>Expenditures</b>                             |                         |               |                           |   |
| Materials and services                          | 17,700                  | 17,700        | 17,599                    | 101   |
| Contingency                                     | 23,900                  | 23,900        | -                         | 23,900  |
| Total expenditures                              | <u>41,600</u>           | <u>41,600</u> | <u>17,599</u>             | <u>24,001</u>   |
| Excess of revenues over<br>(under) expenditures | (26,500)                | (26,500)      | 637                       | 27,137  |
| <b>Other Financing Sources (Uses)</b>           |                         |               |                           |   |
| Transfers in                                    | <u>1,500</u>            | <u>1,500</u>  | <u>1,500</u>              | <u>-</u>  |
| Net change in fund balance                      | (25,000)                | (25,000)      | 2,137                     | 27,137  |
| Beginning fund balance                          | <u>25,000</u>           | <u>25,000</u> | <u>25,609</u>             | <u>609</u>  |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ 27,746</u>          | <u>\$ 27,746</u>  |



**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Transit Hub Maintenance Fund - 307**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |               | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|---------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>  |                           |   |
| <b>Revenues</b>            |                         |               |                           |   |
| Interest on investments    | \$ 75                   | \$ 75         | \$ 250                    | \$ 175  |
| Miscellaneous              | 6,000                   | 6,000         | 6,000                     | -   |
| Total revenues             | <u>6,075</u>            | <u>6,075</u>  | <u>6,250</u>              | <u>175</u>  |
| <b>Expenditures</b>        |                         |               |                           |   |
| Materials and services     | 10,000                  | 10,000        | 976                       | 9,024   |
| Contingency                | 24,175                  | 24,175        | -                         | 24,175  |
| Total expenditures         | <u>34,175</u>           | <u>34,175</u> | <u>976</u>                | <u>33,199</u>   |
| Net change in fund balance | (28,100)                | (28,100)      | 5,274                     | 33,374  |
| Beginning fund balance     | <u>28,100</u>           | <u>28,100</u> | <u>26,572</u>             | <u>(1,528)</u>  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ 31,846</u>          | <u>\$ 31,846</u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Communications System Fund - 308**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <b>Budgeted Amounts</b> |                | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|----------------------------|-------------------------|----------------|---------------------------|---|
|                            | <b>Original</b>         | <b>Final</b>   |                           |   |
| <b>Revenues</b>            |                         |                |                           |   |
| Licenses and fees          | \$ 58,000               | \$ 58,000      | \$ 58,894                 | \$ 894  |
| Interest on investments    | 300                     | 300            | 1,254                     | 954   |
| Total revenues             | <u>58,300</u>           | <u>58,300</u>  | <u>60,148</u>             | <u>1,848</u>  |
| <b>Expenditures</b>        |                         |                |                           |   |
| Materials and services     | 47,000                  | 47,000         | 32,711                    | 14,289  |
| Capital outlay             | 30,000                  | 30,000         | -                         | 30,000  |
| Contingency                | 113,300                 | 113,300        | -                         | 113,300   |
| Total expenditures         | <u>190,300</u>          | <u>190,300</u> | <u>32,711</u>             | <u>157,589</u>  |
| Net change in fund balance | (132,000)               | (132,000)      | 27,437                    | 159,437   |
| Beginning fund balance     | <u>132,000</u>          | <u>132,000</u> | <u>134,472</u>            | <u>2,472</u>  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ 161,909</u>         | <u>\$ 161,909</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Dispute Resolution Fund - 312**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <b>Budgeted Amounts</b> |                    | <b>Actual<br/>Amounts</b> | <b>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</b> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <b>Original</b>         | <b>Final</b>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Intergovernmental          | \$ 25,000               | \$ 28,007          | \$ 25,000                 | \$ (3,007)  |
| Charges for services       | 1,850                   | 1,850              | 9,295                     | 7,445   |
| Licenses and fees          | 250                     | 250                | -                         | (250)   |
| Interest on investments    | -                       | -                  | 72                        | 72  |
| Total revenues             | <u>27,100</u>           | <u>30,107</u>      | <u>34,367</u>             | <u>4,260</u>  |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Personnel services         | 20,218                  | 20,225             | 20,225                    | -   |
| Materials and services     | 7,882                   | 10,882             | 11,566                    | (684)   |
| Total expenditures         | <u>28,100</u>           | <u>31,107</u>      | <u>31,791</u>             | <u>(684)</u>  |
| Net change in fund balance | (1,000)                 | (1,000)            | 2,576                     | 3,576   |
| Beginning fund balance     | <u>1,000</u>            | <u>1,000</u>       | <u>3,429</u>              | <u>2,429</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 6,005</u></u>    | <u><u>\$ 6,005</u></u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Surveyor Fund - 313**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Budgeted Amounts</u> |               | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|---------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>  |                           |   |
| <b>Revenues</b>                                 |                         |               |                           |   |
| Licenses and fees                               | \$ 28,500               | \$ 28,500     | \$ 29,320                 | \$ 820  |
| Interest on investments                         | 120                     | 120           | 157                       | 37  |
| Total revenues                                  | <u>28,620</u>           | <u>28,620</u> | <u>29,477</u>             | <u>857</u>  |
| <b>Expenditures</b>                             |                         |               |                           |   |
| Materials and services                          | 59,350                  | 59,350        | 55,274                    | 4,076   |
| Contingency                                     | 2,770                   | 2,770         | -                         | 2,770   |
| Total expenditures                              | <u>62,120</u>           | <u>62,120</u> | <u>55,274</u>             | <u>6,846</u>  |
| Excess of revenues over<br>(under) expenditures | (33,500)                | (33,500)      | (25,797)                  | 7,703   |
| <b>Other Financing Sources (Uses)</b>           |                         |               |                           |   |
| Transfers in                                    | <u>22,000</u>           | <u>22,000</u> | <u>22,000</u>             | <u>-</u>  |
| Net change in fund balance                      | (11,500)                | (11,500)      | (3,797)                   | 7,703   |
| Beginning fund balance                          | <u>11,500</u>           | <u>11,500</u> | <u>20,032</u>             | <u>8,532</u>  |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ 16,235</u>          | <u>\$ 16,235</u>  |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Map Fund - 315**  
**For the Fiscal Year Ended June 30, 2017**

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|                            | <u>Budgeted Amounts</u> |              | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u> |                           |   |
| <b>Revenues</b>            |                         |              |                           |   |
| Interest on investments    | \$ 25                   | \$ 25        | \$ 78                     | \$ 53   |
| <b>Expenditures</b>        |                         |              |                           |   |
| Materials and services     | 9,265                   | 9,265        | -                         | 9,265   |
| Net change in fund balance | (9,240)                 | (9,240)      | 78                        | 9,318   |
| Beginning fund balance     | 9,240                   | 9,240        | 9,254                     | 14  |
| Ending fund balance        | <u>\$ -</u>             | <u>\$ -</u>  | <u>\$ 9,332</u>           | <u>\$ 9,332</u>   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Union County 4-H Extension**  
**For the Fiscal Year Ended June 30, 2017**

|                            | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|----------------------------|-------------------------|--------------------|---------------------------|---|
|                            | <u>Original</u>         | <u>Final</u>       |                           |   |
| <b>Revenues</b>            |                         |                    |                           |   |
| Property taxes             | \$ 278,406              | \$ 278,406         | \$ 286,973                | \$ 8,567  |
| Rental income              | 54,808                  | 54,808             | 53,903                    | (905)   |
| Interest on investments    | 600                     | 600                | 2,572                     | 1,972   |
| Miscellaneous              | 22,756                  | 22,756             | 29,128                    | 6,372   |
| Total revenues             | <u>356,570</u>          | <u>356,570</u>     | <u>372,576</u>            | <u>16,006</u>   |
| <b>Expenditures</b>        |                         |                    |                           |   |
| Personnel services         | 250,604                 | 250,604            | 227,931                   | 22,673  |
| Materials and services     | 172,365                 | 172,365            | 113,600                   | 58,765  |
| Debt service               | 17,462                  | 17,462             | 17,462                    | -   |
| Capital outlay             | 109,643                 | 109,643            | 2,266                     | 107,377   |
| Contingency                | 6,000                   | 6,000              | -                         | 6,000   |
| Total expenditures         | <u>556,074</u>          | <u>556,074</u>     | <u>361,259</u>            | <u>194,815</u>  |
| Net change in fund balance | (199,504)               | (199,504)          | 11,317                    | 210,821   |
| Beginning fund balance     | <u>199,504</u>          | <u>199,504</u>     | <u>204,665</u>            | <u>5,161</u>  |
| Ending fund balance        | <u><u>\$ -</u></u>      | <u><u>\$ -</u></u> | <u><u>\$ 215,982</u></u>  | <u><u>\$ 215,982</u></u>  |

**UNION COUNTY, OREGON**  
**Combining Statement of Net Position**  
**Airport Proprietary Funds**  
**June 30, 2017**

|                                       | <b>501<br/>Airport<br/>Operations</b> | <b>320<br/>Airport Capital<br/>Improvement</b> | <b>Total<br/>Airport<br/>Fund</b> |
|---------------------------------------|---------------------------------------|--|-----------------------------------|
| <b>Assets</b>                         |                                       |  |                                   |
| Current assets:                       |                                       |  |                                   |
| Cash and investments                  | \$ 181,718                            | \$ -   | \$ 181,718                        |
| Accounts receivable                   | 81,961                                | 553,369  | 635,330                           |
| Inventory                             | 131,115                               | -  | 131,115                           |
| Total current assets                  | <u>394,794</u>                        | <u>553,369</u>                                 | <u>948,163</u>                    |
| Noncurrent assets:                    |                                       |  |                                   |
| Capital assets:                       |                                       |  |                                   |
| Construction in progress              | 4,097,806                             | -  | 4,097,806                         |
| Buildings                             | 2,876,378                             | -  | 2,876,378                         |
| Equipment and vehicles                | 187,356                               | -  | 187,356                           |
| Improvements                          | 15,735,601                            | -  | 15,735,601                        |
| Less: accumulated depreciation        | (7,222,662)                           | -  | (7,222,662)                       |
| Total noncurrent assets               | <u>15,674,479</u>                     | <u>-</u>                                       | <u>15,674,479</u>                 |
| Total assets                          | <u>16,069,273</u>                     | <u>553,369</u>                                 | <u>16,622,642</u>                 |
| <b>Deferred Outflows of Resources</b> |                                       |  |                                   |
| Deferred charge - debt refunding      | <u>10,371</u>                         | <u>-</u>                                       | <u>10,371</u>                     |
| <b>Liabilities</b>                    |                                       |  |                                   |
| Current liabilities:                  |                                       |  |                                   |
| Accounts payable                      | 30,782                                | 609,518  | 640,300                           |
| Interfund payable                     | -                                     | 935,140  | 935,140                           |
| Accrued interest payable              | 1,568                                 | -  | 1,568                             |
| Loans payable - current               | 280,000                               | -  | 280,000                           |
| Total current liabilities             | <u>312,350</u>                        | <u>1,544,658</u>                               | <u>1,857,008</u>                  |
| Noncurrent liabilities:               |                                       |  |                                   |
| Loans payable                         | <u>295,000</u>                        | <u>-</u>                                       | <u>295,000</u>                    |
| Total liabilities                     | <u>607,350</u>                        | <u>1,544,658</u>                               | <u>2,152,008</u>                  |
| <b>Deferred Inflows of Resources</b>  |                                       |  |                                   |
|                                       | <u>-</u>                              | <u>-</u>                                       | <u>-</u>                          |
| <b>Net Position</b>                   |                                       |  |                                   |
| Net investment in capital assets      | 15,099,479                            | -  | 15,099,479                        |
| Unrestricted                          | <u>372,815</u>                        | <u>(991,289)</u>                               | <u>(618,474)</u>                  |
| Total net position                    | <u>\$ 15,472,294</u>                  | <u>\$ (991,289)</u>                            | <u>\$ 14,481,005</u>              |

**UNION COUNTY, OREGON**  
**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Airport Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2017**

|   | <b>501<br/>Airport<br/>Operations</b> | <b>320<br/>Airport Capital<br/>Improvement</b> | <b>Total<br/>Airport<br/>Fund</b> |
|---|---------------------------------------|--|-----------------------------------|
| <b>Operating Revenues</b>               |                                       |  |                                   |
| Charges for services                    | \$ 680,809                            | \$ -   | \$ 680,809                        |
| Licenses and fees                       | 17,709                                | -  | 17,709                            |
| Rental income                           | 94,369                                | 273,981  | 368,350                           |
| Miscellaneous                           | 12,613                                | 28,577   | 41,190                            |
| Total operating revenues                | <u>805,500</u>                        | <u>302,558</u>                                 | <u>1,108,058</u>                  |
| <b>Operating Expenses</b>               |                                       |  |                                   |
| Personnel services                      | 168,557                               | -  | 168,557                           |
| Materials and services                  | 612,461                               | 124,759  | 737,220                           |
| Depreciation                            | 572,346                               | -  | 572,346                           |
| Total operating expenses                | <u>1,353,364</u>                      | <u>124,759</u>                                 | <u>1,478,123</u>                  |
| Operating income (loss)                 | <u>(547,864)</u>                      | <u>177,799</u>                                 | <u>(370,065)</u>                  |
| <b>Nonoperating Revenues (Expenses)</b> |                                       |  |                                   |
| Interest on investments                 | 2,130                                 | -  | 2,130                             |
| Interest expense                        | (26,467)                              | -  | (26,467)                          |
| Grant revenue                           | -                                     | 650,039  | 650,039                           |
| Total nonoperating revenues (expenses)  | <u>(24,337)</u>                       | <u>650,039</u>                                 | <u>625,702</u>                    |
| Income (loss) before transfers          | <u>(572,201)</u>                      | <u>827,838</u>                                 | <u>255,637</u>                    |
| Transfers out                           | <u>(30,000)</u>                       | <u>-</u>                                       | <u>(30,000)</u>                   |
| Change in net position                  | <u>(602,201)</u>                      | <u>827,838</u>                                 | <u>225,637</u>                    |
| Net position - beginning                | 14,440,186                            | (184,818)                                      | 14,255,368                        |
| Equity transfer                         | 1,634,309                             | (1,634,309)                                    | -                                 |
| Net position - ending                   | <u>\$ 15,472,294</u>                  | <u>\$ (991,289)</u>                            | <u>\$ 14,481,005</u>              |



**UNION COUNTY, OREGON**  
**Combining Statement of Cash Flows**  
**Airport Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2017**

|   | <b>501<br/>Airport<br/>Operations</b> | <b>320<br/>Airport Capital<br/>Improvement</b> | <b>Total<br/>Airport<br/>Fund</b> |
|---|---------------------------------------|--|-----------------------------------|
| <b>Cash Flows from Operating Activities:</b>  |                                       |  |                                   |
| Cash received from customers  | \$ 654,937                            | \$ -   | \$ 654,937                        |
| Cash received from rentals  | 94,369                                | 273,981  | 368,350                           |
| Other operating receipts  | 12,613                                | 28,577   | 41,190                            |
| Cash payments for personnel services  | (168,557)                             | -  | (168,557)                         |
| Cash payments for fuel purchases  | (467,612)                             | -  | (467,612)                         |
| Cash payments for insurance   | (15,755)                              | -  | (15,755)                          |
| Cash payments for miscellaneous   | (26,473)                              | -  | (26,473)                          |
| Cash payments for contractual services  | (20,087)                              | (124,759)                                      | (144,846)                         |
| Cash payments for supplies  | (21,739)                              | -  | (21,739)                          |
| Cash payments for repairs   | (46,857)                              | -  | (46,857)                          |
| Net cash provided (used) by operating activities  | <u>(5,161)</u>                        | <u>177,799</u>                                 | <u>172,638</u>                    |
| <b>Cash Flows from Noncapital Financing Activities:</b>   |                                       |  |                                   |
| Interfund loans   | -                                     | 810,162  | 810,162                           |
| Interfund transfers   | (30,000)                              | -  | (30,000)                          |
| Nonoperating grants   | -                                     | 136,342  | 136,342                           |
| Net cash provided (used) by noncapital financing activities   | <u>(30,000)</u>                       | <u>946,504</u>                                 | <u>916,504</u>                    |
| <b>Cash Flows from Capital and Related Financing Activities:</b>                                      |                                       |  |                                   |
| Acquisition of capital assets   | (9,290)                               | (822,673)                                      | (831,963)                         |
| Principal payments on indebtedness  | -                                     | (280,000)                                      | (280,000)                         |
| Interest paid on indebtedness   | -                                     | (21,630)                                       | (21,630)                          |
| Net cash provided (used) by capital and related financing activities                                  | <u>(9,290)</u>                        | <u>(1,124,303)</u>                             | <u>(1,133,593)</u>                |
| <b>Cash Flows from Investing Activities:</b>  |                                       |  |                                   |
| Interest income   | 2,130                                 | -  | 2,130                             |
| Net increase (decrease) in cash and investments   | (42,321)                              | -  | (42,321)                          |
| Beginning cash and investments  | 224,039                               | -  | 224,039                           |
| Ending cash and investments   | <u>\$ 181,718</u>                     | <u>\$ -</u>                                    | <u>\$ 181,718</u>                 |
| <b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>        |                                       |  |                                   |
| Operating income (loss)   | \$ (547,864)                          | \$ 177,799                                     | \$ (370,065)                      |
| <i>Adjustments to reconcile operating income to net cash provided (used) by operating activities:</i> |                                       |  |                                   |
| Depreciation  | 572,346                               | -  | 572,346                           |
| (Increase) decrease in accounts receivable  | (43,581)                              | -  | (43,581)                          |
| (Increase) decrease in inventory  | 16,693                                | -  | 16,693                            |
| Increase (decrease) in accounts payable   | (2,755)                               | -  | (2,755)                           |
| Net cash provided (used) by operating activities  | <u>\$ (5,161)</u>                     | <u>\$ 177,799</u>                              | <u>\$ 172,638</u>                 |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Airport Operations Fund - 501**  
**For the Fiscal Year Ended June 30, 2017**

|  | <u>Budgeted Amounts</u> |                  | <u>Actual Amounts</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|------------------|-----------------------|---|
|  | <u>Original</u>         | <u>Final</u>     |                       |   |
| <b>Revenues</b>                              |                         |                  |                       |   |
| Charges for services                         | \$ 1,316,500            | \$ 1,316,500     | \$ 680,809            | \$ (635,691)  |
| Licenses and fees                            | -                       | -                | 17,709                | 17,709  |
| Rental income                                | 74,379                  | 74,379           | 94,369                | 19,990  |
| Interest on investments                      | -                       | -                | 2,130                 | 2,130   |
| Miscellaneous                                | 3,000                   | 3,000            | 12,613                | 9,613   |
| Total revenues                               | <u>1,393,879</u>        | <u>1,393,879</u> | <u>807,630</u>        | <u>(586,249)</u>                                      |
| <b>Expenditures</b>                          |                         |                  |                       |   |
| Personnel services                           | 178,648                 | 178,648          | 168,557               | 10,091  |
| Materials and services                       | 1,375,231               | 1,375,231        | 612,461               | 762,770   |
| Capital outlay                               | 10,000                  | 10,000           | 9,290                 | 710   |
| Total expenditures                           | <u>1,563,879</u>        | <u>1,563,879</u> | <u>790,308</u>        | <u>773,571</u>  |
| Excess of revenues over (under) expenditures | (170,000)               | (170,000)        | 17,322                | 187,322   |
| <b>Other Financing Sources (Uses)</b>        |                         |                  |                       |   |
| Transfers out                                | (30,000)                | (30,000)         | (30,000)              | -   |
| Net change in fund balance                   | (200,000)               | (200,000)        | (12,678)              | 187,322   |
| Beginning fund balance                       | 200,000                 | 200,000          | 376,690               | 176,690   |
| Ending fund balance                          | <u>\$ -</u>             | <u>\$ -</u>      | 364,012               | <u>\$ 364,012</u>                                     |
| <b><u>Adjustments to GAAP</u></b>            |                         |                  |                       |   |
| Capital assets, net                          |                         |                  | 15,674,479            |   |
| Deferred charge - debt refunding             |                         |                  | 10,371                |   |
| Accrued interest payable                     |                         |                  | (1,568)               |   |
| Loans payable                                |                         |                  | <u>(575,000)</u>      |   |
|  |                         |                  | <u>\$ 15,472,294</u>  |   |
| <b><u>Detail of Fund Balance</u></b>         |                         |                  |                       |   |
| Cash and investments                         |                         |                  | \$ 181,718            |   |
| Accounts receivable                          |                         |                  | 81,961                |   |
| Inventory                                    |                         |                  | 131,115               |   |
| Accounts payable                             |                         |                  | <u>(30,782)</u>       |   |
|  |                         |                  | <u>\$ 364,012</u>     |   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Airport Capital Improvement Fund - 320**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|------------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>     |                           |   |
| <b>Revenues</b>                                 |                         |                  |                           |   |
| Grant revenue                                   | \$ 1,853,000            | \$ 1,853,000     | \$ 650,039                | \$ (1,202,961)  |
| Rental income                                   | 632,800                 | 632,800          | 273,981                   | (358,819)   |
| Miscellaneous                                   | -                       | -                | 28,577                    | 28,577  |
| Total revenues                                  | <u>2,485,800</u>        | <u>2,485,800</u> | <u>952,597</u>            | <u>(1,533,203)</u>  |
| <b>Expenditures</b>                             |                         |                  |                           |   |
| Materials and services                          | 203,000                 | 203,000          | 124,759                   | 78,241  |
| Debt service                                    | 586,000                 | 586,000          | 301,630                   | 284,370   |
| Capital outlay                                  | 4,850,000               | 4,850,000        | 1,332,679                 | 3,517,321   |
| Contingency                                     | 196,800                 | 196,800          | -                         | 196,800   |
| Total expenditures                              | <u>5,835,800</u>        | <u>5,835,800</u> | <u>1,759,068</u>          | <u>4,076,732</u>  |
| Excess of revenues over<br>(under) expenditures | (3,350,000)             | (3,350,000)      | (806,471)                 | 2,543,529   |
| <b>Other Financing Sources (Uses)</b>           |                         |                  |                           |   |
| Proceeds from long-term debt                    | 3,000,000               | 3,000,000        | -                         | (3,000,000)   |
| Net change in fund balance                      | (350,000)               | (350,000)        | (806,471)                 | (456,471)   |
| Beginning fund balance                          | 350,000                 | 350,000          | (184,818)                 | (534,818)   |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>      | <u>\$ (991,289)</u>       | <u>\$ (991,289)</u>   |

**Detail of Fund Balance**

|                     |                     |
|---------------------|---------------------|
| Accounts receivable | \$ 553,369          |
| Accounts payable    | (609,518)           |
| Interfund payable   | (935,140)           |
|                     | <u>\$ (991,289)</u> |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Buffalo Peak Golf Course - 310**  
**For the Fiscal Year Ended June 30, 2017**

|   | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---|-------------------------|----------------|---------------------------|---|
|   | <u>Original</u>         | <u>Final</u>   |                           |   |
| <b>Revenues</b>                                 |                         |                |                           |   |
| Charges for services                            | \$ 395,500              | \$ 395,500     | \$ 276,374                | \$ (119,126)  |
| Miscellaneous                                   | 1,312                   | 1,312          | -                         | (1,312)   |
| Total revenues                                  | <u>396,812</u>          | <u>396,812</u> | <u>276,374</u>            | <u>(120,438)</u>  |
| <b>Expenditures</b>                             |                         |                |                           |   |
| Personnel services                              | 273,572                 | 273,572        | 267,718                   | 5,854   |
| Materials and services                          | 158,040                 | 158,040        | 159,561                   | (1,521)   |
| Debt service                                    | 130,200                 | 130,200        | 129,787                   | 413   |
| Total expenditures                              | <u>561,812</u>          | <u>561,812</u> | <u>557,066</u>            | <u>4,746</u>  |
| Excess of revenues over<br>(under) expenditures | (165,000)               | (165,000)      | (280,692)                 | (115,692)   |
| <b>Other Financing Sources (Uses)</b>           |                         |                |                           |   |
| Transfers in                                    | <u>165,000</u>          | <u>165,000</u> | <u>165,000</u>            | <u>-</u>  |
| Net change in fund balance                      | -                       | -              | (115,692)                 | (115,692)   |
| Beginning fund balance                          | <u>-</u>                | <u>-</u>       | <u>(1,211,821)</u>        | <u>(1,211,821)</u>  |
| Ending fund balance                             | <u>\$ -</u>             | <u>\$ -</u>    | <u>(1,327,513)</u>        | <u>\$ (1,327,513)</u>   |
| <b><u>Adjustments to GAAP</u></b>               |                         |                |                           |   |
| Capital assets, net                             |                         |                | 1,617,643                 |   |
| Accrued interest payable                        |                         |                | (19,526)                  |   |
| Loans payable                                   |                         |                | (1,180,221)               |   |
| Deferred revenue - debt refunding               |                         |                | (5,733)                   |   |
|   |                         |                | <u>\$ (915,350)</u>       |   |
| <b><u>Detail of Fund Balance</u></b>            |                         |                |                           |   |
| Inventory                                       |                         |                | \$ 14,009                 |   |
| Accounts receivable                             |                         |                | 42,233                    |   |
| Interfund payable                               |                         |                | (1,331,645)               |   |
| Accounts payable                                |                         |                | (6,617)                   |   |
| Unearned revenue                                |                         |                | (2,709)                   |   |
| Unearned golf course pass revenue               |                         |                | (31,379)                  |   |
| Compensated absences                            |                         |                | (11,405)                  |   |
|   |                         |                | <u>\$ (1,327,513)</u>     |   |

**UNION COUNTY, OREGON**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Budget and Actual**  
**Union County Solid Waste District**  
**For the Fiscal Year Ended June 30, 2017**

|                                      | <u>Budgeted Amounts</u> |                | <u>Actual Amounts</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--------------------------------------|-------------------------|----------------|-----------------------|---|
|                                      | <u>Original</u>         | <u>Final</u>   |                       |   |
| <b>Revenues</b>                      |                         |                |                       |   |
| Franchise fees                       | \$ 155,000              | \$ 155,000     | \$ 174,185            | \$ 19,185   |
| Grant revenue                        | 10,000                  | 10,000         | -                     | (10,000)  |
| Interest on investments              | 170                     | 170            | 121                   | (49)  |
| Miscellaneous                        | 1,200                   | 1,200          | 1,746                 | 546   |
| Total revenues                       | <u>166,370</u>          | <u>166,370</u> | <u>176,052</u>        | <u>9,682</u>  |
| <b>Expenditures</b>                  |                         |                |                       |   |
| Materials and services               | 253,500                 | 253,500        | 136,286               | 117,214   |
| Capital outlay                       | 10,000                  | 10,000         | -                     | 10,000  |
| Contingency                          | 354,780                 | 354,780        | -                     | 354,780   |
| Total expenditures                   | <u>618,280</u>          | <u>618,280</u> | <u>136,286</u>        | <u>481,994</u>  |
| Net change in fund balance           | (451,910)               | (451,910)      | 39,766                | 491,676   |
| Beginning fund balance               | <u>451,910</u>          | <u>451,910</u> | <u>500,796</u>        | <u>48,886</u>   |
| Ending fund balance                  | <u>\$ -</u>             | <u>\$ -</u>    | 540,562               | <u>\$ 540,562</u>                                     |
| <b><u>Adjustments to GAAP</u></b>    |                         |                |                       |   |
| Capital assets, net                  |                         |                | 436,841               |   |
| Closure and post-closure care costs  |                         |                | (747,471)             |   |
|                                      |                         |                | <u>\$ 229,932</u>     |   |
| <b><u>Detail of Fund Balance</u></b> |                         |                |                       |   |
| Cash and cash equivalents            |                         |                | \$ 496,676            |   |
| Accounts receivable                  |                         |                | 43,886                |   |
|                                      |                         |                | <u>\$ 540,562</u>     |   |

**UNION COUNTY, OREGON**  
**Statement of Changes in Assets and Liabilities**  
**Agency Funds**  
**For the Fiscal Year Ended June 30, 2017**

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|   | <u>Balance<br/>July 1, 2016</u> | <u>Additions</u>            | <u>Deletions</u>            | <u>Balance<br/>June 30, 2017</u> |
|---|---------------------------------|-----------------------------|-----------------------------|----------------------------------|
| <b><u>Property Tax &amp; Other Agency Funds</u></b> |                                 |                             |                             |                                  |
| <b>Assets</b>                                       |                                 |                             |                             |                                  |
| Cash and investments                                | \$ 139,812                      | \$ 21,150,359               | \$ 21,080,899               | \$ 209,272                       |
| Accounts receivable                                 | 11,460                          | 690                         | -                           | 12,150                           |
| Taxes receivable                                    | 1,742,101                       | 223,239                     | -                           | 1,965,340                        |
| Total assets  | <u><u>\$ 1,893,373</u></u>      | <u><u>\$ 21,374,288</u></u> | <u><u>\$ 21,080,899</u></u> | <u><u>\$ 2,186,762</u></u>       |
| <b>Liabilities</b>                                  |                                 |                             |                             |                                  |
| Distributions pending to other entities             | <u><u>\$ 1,893,373</u></u>      | <u><u>\$ 21,374,288</u></u> | <u><u>\$ 21,080,899</u></u> | <u><u>\$ 2,186,762</u></u>       |

**UNION COUNTY, OREGON**  
**Schedule of Property Tax Transactions**  
**For the Fiscal Year Ended June 30, 2017**

| <u>Tax Year</u> | <u>Uncollected Taxes<br/>July 1, 2016</u> | <u>Current Tax Levy</u> | <u>Less:<br/>Collections<br/>2016-2017</u> | <u>Adjustments<br/>&amp; Discounts</u> | <u>Uncollected Taxes<br/>June 30, 2017</u> |
|-----------------|---|-------------------------|--|--|--|
| 2016-17         | \$ -                                      | \$ 26,469,628           | \$ 24,849,817                              | \$ (694,751)                           | \$ 925,060                                 |
| 2015-16         | 907,943                                   | -                       | 287,110                                    | (3,390)                                | 617,443                                    |
| 2014-15         | 542,127                                   | -                       | 119,187                                    | (1,608)                                | 421,332                                    |
| 2013-14         | 333,854                                   | -                       | 137,601                                    | (1,739)                                | 194,514                                    |
| 2012-13         | 189,469                                   | -                       | 81,345                                     | (1,723)                                | 106,401                                    |
| 2011-12         | 83,849                                    | -                       | 1,591                                      | (1,677)                                | 80,581                                     |
| 2010-11         | 67,559                                    | -                       | 1,495                                      | (1,640)                                | 64,424                                     |
| Prior           | 108,591                                   | -                       | 1,812                                      | -                                      | 106,779                                    |
|                 | <u>\$ 2,233,392</u>                       | <u>\$ 26,469,628</u>    | <u>\$ 25,479,958</u>                       | <u>\$ (706,528)</u>                    | <u>\$ 2,516,534</u>                        |

**Tax Turnovers:**

|                |                      |
|----------------|----------------------|
| July 2016      | \$ 70,281            |
| August 2016    | 161,731              |
| September 2016 | 165,674              |
| October 2016   | 185,944              |
| November 2016  | 22,798,767           |
| December 2016  | 517,649              |
| January 2017   | -                    |
| February 2017  | 512,881              |
| March 2017     | 322,775              |
| April 2017     | 168,753              |
| May 2017       | 548,379              |
| June 2017      | 225,520              |
| Less:          |                      |
| Adjustments    | (46)                 |
| Interest       | (198,350)            |
|                | <u>\$ 25,479,958</u> |

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**INDEPENDENT AUDITORS'  
REPORT REQUIRED BY OREGON  
STATE REGULATIONS**

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1121 ADAMS AVENUE • P.O. BOX 1024

LA GRANDE, OREGON 97850-1024

**Independent Auditors' Report  
Required by Oregon State Regulations**

We have audited the basic financial statements of Union County, Oregon, as of and for the year ended June 30, 2017, and have issued our report hereon dated December 19, 2017. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Union County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial 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.

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

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

**Schedule of Accountability of Independently Elected Officials:**

The independently elected officials of the County who collect or receive cash, and the corresponding schedule of accountability are as follows:

| <u>Elected Position</u> | <u>Beginning Cash Balance</u> | <u>Receipts/<br/>Collections</u> | <u>Disbursements</u> | <u>Turnovers to<br/>Treasurer</u> | <u>Ending Balance</u> |
|-------------------------|-------------------------------|----------------------------------|----------------------|-----------------------------------|-----------------------|
| Treasurer               | \$ 7,695,309                  | \$ 20,991,495                    | \$ 48,189,704        | \$ 26,018,408                     | \$ 6,515,508          |
| Sheriff                 | 87,997                        | 531,485                          | 474,371              | -                                 | 145,111               |
| County Clerk            | 78                            | 346,958                          | 6,516                | (340,054)                         | 466                   |
| Assessor                | -                             | 25,678,354                       | -                    | (25,678,354)                      | -                     |
| Total                   | <u>\$ 7,783,384</u>           | <u>\$ 47,548,292</u>             | <u>\$ 48,670,591</u> | <u>\$ -</u>                       | <u>\$ 6,661,085</u>   |

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

1. The County did not comply with ORS 294.456(6). Expenditures exceeded budgeted appropriations for the year ended June 30, 2017, as follows:

| Fund  | Over Expenditure |
|---|------------------|
| 101 General Fund - Corrections                        | \$ 9,473         |
| 295 Fair Board - Materials and services               | 7,182            |
| 295 Fair Board - Debt Service                         | 5,995            |
| 300 Justice Court - Materials and services            | 7,274            |
| 312 Dispute Resolution – Materials and services       | 684              |
| 310 Buffalo Peak Golf Course - Materials and services | 1,521            |

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or 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.

**Purpose of this Report**

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

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC  
 Certified Public Accountants

By Michael R. Poe  
 Michael R. Poe, CPA  
 Owner/Member

La Grande, Oregon  
 December 19, 2017

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**AUDIT DELIVERABLES REQUIRED  
BY THE SINGLE AUDIT ACT OF  
1996**

**UNION COUNTY, OREGON**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2017**

| <u>Federal Grantor/Pass-Through Grantor/Program Title</u>  | <u>CFDA Number</u> | <u>Pass-through Grantor ID</u> | <u>Expenditures</u> | <u>Subrecipient Expenditures</u> |
|--|--------------------|--------------------------------|---------------------|----------------------------------|
| <b>U.S. Department of Agriculture:</b>   |                    |                                |                     |                                  |
| <u>Pass-Through Oregon Department Administrative Services:</u>   |                    |                                |                     |                                  |
| Forest Service Schools and Roads Cluster: Schools and Roads - Grants to Counties   | 10.665             |                                | \$ 88,317           |                                  |
| <b>U.S. Department of Interior:</b>  |                    |                                |                     |                                  |
| <u>Direct Programs:</u>  |                    |                                |                     |                                  |
| Payments in Lieu of Taxes  | 15.226             |                                | 987,196             |                                  |
| Endangered Species Conservation-Wolf Livestock Loss Compensation and Prevention  | 15.666             |                                | 5,000               |                                  |
| <u>Pass-Through Oregon Department of Administrative Services:</u>  |                    |                                |                     |                                  |
| Non-Sale Disposals of Mineral Material   | 15.214             |                                | 9,712               |                                  |
| Distribution of Receipts to State and Local Governments  | 15.227             |                                | 205                 |                                  |
| Total Pass-Through Oregon Department of Administrative Services:   |                    |                                | 9,917               |                                  |
| Total U.S. Department of Interior  |                    |                                | 1,002,113           |                                  |
| <b>U.S. Department of Justice:</b>   |                    |                                |                     |                                  |
| <u>Direct Programs:</u>  |                    |                                |                     |                                  |
| Rural Domestic Violence  | 16.589             |                                | 156,587             |                                  |
| State Criminal Alien Assistance Program  | 16.606             |                                | 2,558               |                                  |
| <u>Pass-Through Oregon State Police:</u>   |                    |                                |                     |                                  |
| Equitable Sharing Program: Federal Asset Forfeiture  | 16.922             |                                | 28,935              |                                  |
| <u>Pass-Through Oregon Department of Justice:</u>  |                    |                                |                     |                                  |
| Crime Victim Assistance  | 16.575             | 09-VOCA-3466                   | 55,425              |                                  |
| Total U.S. Department of Justice   |                    |                                | 243,505             |                                  |
| <b>U.S. Department of Transportation:</b>  |                    |                                |                     |                                  |
| <u>Direct Programs:</u>  |                    |                                |                     |                                  |
| Airport Improvement Program:   | 20.106             |                                | 579,075             |                                  |
| <u>Pass-Through Oregon Parks and Recreation Department:</u>  |                    |                                |                     |                                  |
| Highway Planning and Construction Cluster - Recreational Trails Program  | 20.219             |                                | 19,380              |                                  |
| <u>Pass-Through Oregon Department of Transportation:</u>   |                    |                                |                     |                                  |
| Highway Planning and Construction Cluster - Highway Planning and Construction: Drive Less Connect paid to subrecipient Community Connections of Northeast Oregon | 20.205             |                                | 25,979              | 25,979                           |
| Total Highway Planning and Construction Cluster  |                    |                                | 45,359              |                                  |
| Transit Services Program Cluster - Enhanced Mobility for Seniors and Individuals paid to subrecipient: Community Connections of Northeast Oregon                 | 20.513             | 30578                          | 183,544             | 183,544                          |
| Highway Safety Cluster - State and Community Hwy Safety  | 20.600             |                                | 39,412              |                                  |
| Total Pass-Through Oregon Department of Transportation:  |                    |                                | 248,935             | 209,523                          |
| Total U.S. Department of Transportation  |                    |                                | 847,390             | 209,523                          |
| <b>U.S. General Services Administration:</b>   |                    |                                |                     |                                  |
| Disposal of Federal Surplus Real Property  | 39.002             |                                | 1                   |                                  |

**UNION COUNTY, OREGON**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2017**

| <u>Federal Grantor/Pass-Through Grantor/Program Title</u>                                    | <u>CFDA<br/>Number</u> | <u>Pass-through<br/>Grantor ID</u> | <u>Expenditures</u> | <u>Subrecipient<br/>Expenditures</u> |
|--|------------------------|------------------------------------|---------------------|--------------------------------------|
| <b>U.S. Department of Health and Human Services:</b>   |                        |                                    |                     |                                      |
| <u>Direct Programs:</u>  |                        |                                    |                     |                                      |
| Drug Free Communities Support Program  | 93.276                 |                                    | 130,027             |                                      |
| <u>Pass-Through Oregon Health Authority</u>  |                        |                                    |                     |                                      |
| Substance Abuse and Mental Health Services-Projects of<br>Regional and National Significance | 93.243                 | 250051                             | 120,192             |                                      |
| Block Grants for Community Health  | 93.958                 | 112001                             | 40,291              |                                      |
| SAPT Block Grant   | 93.959                 | 135001                             | 81,204              |                                      |
| Total Pass-Through Oregon Health Authority:  |                        |                                    | 241,687             |                                      |
| <u>Pass-Through Oregon Department of Education:</u>  |                        |                                    |                     |                                      |
| Social Services Block Grant  | 93.667                 |                                    | 31,643              |                                      |
| <u>Pass-Through Oregon Department of Justice:</u>  |                        |                                    |                     |                                      |
| Child Support Enforcement  | 93.563                 |                                    | 72,205              |                                      |
| Total U.S. Department of Health and Human Services   |                        |                                    | 475,562             |                                      |
| <b>U.S. Department of Homeland Security:</b>   |                        |                                    |                     |                                      |
| <u>Pass-Through Oregon State Military:</u>   |                        |                                    |                     |                                      |
| Emergency Management Performance Grant   | 97.042                 |                                    | 67,025              |                                      |
| Homeland Security Grant Program  | 97.067                 | 16-256                             | 51,487              |                                      |
| Total U.S. Department of Homeland Security   |                        |                                    | 118,512             |                                      |
| Total expenditures of federal awards   |                        |                                    | \$ 2,775,400        | \$ 209,523                           |

**UNION COUNTY, OREGON**  
**Notes to Schedule of Expenditures of Federal Awards**

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**Note A - Purpose of the Schedule:**

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") is a supplementary schedule to Union County's financial statements and is presented for purposes of additional analysis. Because the Schedule presents only a selected portion of the activities of the County, it is not intended to and does not present either the financial position, results of operations, or changes in fund balances/equity of Union County.

**Note B - Significant Accounting Policies:**

**Reporting Entity**

The reporting entity is fully described in Note 1 to the County's basic financial statements. The Schedule includes all federal programs administered by the County for the year ended June 30, 2017.

**Basis of Presentation**

The accompanying Schedule includes the federal award activity of the County under programs of the federal government for the year ended June 30, 2017. The information in the Schedule is presented in accordance with the 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). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

**Federal Financial Assistance**

Pursuant to the Single Audit Act and the Uniform Guidance, federal financial assistance is defined as assistance provided by a federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance or direct appropriations. Accordingly, nonmonetary federal assistance, including federal surplus property, is included in federal financial assistance and, therefore, is reported on the Schedule, if applicable. Federal financial assistance does not include direct federal cash assistance to individuals. Solicited contracts between the County and the federal government for which the federal government procures tangible goods or services are not considered to be federal financial assistance.

**Major Programs**

The Single Audit Act and the Uniform Guidance establish criteria to be used in defining major programs. Major programs for Union County are those programs selected for testing by the auditor using a risk-assessment model, as well as certain minimum expenditure requirements, as outlined in the Uniform Guidance. Programs with similar requirements may be grouped into a cluster for testing purposes.

**Basis of Accounting**

The receipt and expenditure of federal awards are accounted for under the same basis of accounting as the fund in which they are recorded. Federal awards recorded in proprietary funds are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Federal awards recorded in governmental funds are reported using the modified accrual basis of accounting. Revenues are recognized when measurable and available. Expenditures are recorded when the related liability is incurred.

Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**Insurance Coverage**

For fiscal year ended June 30, 2017, the County had insurance coverage in effect comparable to other entities of similar size and circumstance.

**Indirect Cost Rate**

The County has not elected to use the 10% de minimis indirect cost rate.



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LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1121 ADAMS AVENUE • P.O. BOX 1024

LA GRANDE, OREGON 97850-1024

**Independent Auditors' 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***

County Commissioners  
Union County  
1106 K Avenue  
La Grande, Oregon 97850

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, each major fund, and the aggregate remaining fund information of Union County, Oregon, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Union County, Oregon's basic financial statements, and have issued our report thereon dated December 19, 2017.

**Internal Control Over Financial Reporting**

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

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

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

**Compliance and Other Matters**

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

## 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.

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC  
Certified Public Accountants

By Michael R. Poe

Michael R. Poe, CPA  
Owner/Member

La Grande, Oregon  
December 19, 2017

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1121 ADAMS AVENUE • P.O. BOX 1024

LA GRANDE, OREGON 97850-1024

**Independent Auditors' Report on Compliance for Each Major Program  
And on Internal Control over Compliance Required by the Uniform Guidance**

County Commissioners  
Union County  
1106 K Avenue  
La Grande, Oregon 97850

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

We have audited Union County, Oregon's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Union County, Oregon's major federal programs for the year ended June 30, 2017. Union County, Oregon's major federal programs are identified in the summary of auditors' 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.

***Auditors' Responsibility***

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

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

***Opinion on Each Major Federal Program***

In our opinion, Union County, Oregon, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

**Report on Internal Control Over Compliance**


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

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

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

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

LEWIS, POE, MOELLER, GUNDERSON & ROBERTS, LLC  
Certified Public Accountants

By   
Michael R. Poe, CPA  
Owner/Member

La Grande, Oregon  
December 19, 2017

**UNION COUNTY, OREGON**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2017**

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**A. Summary of Audit Results**

|  | <b>Results</b> |
|--|----------------|
| <b>Financial Statements Audit</b>  |                |
| 1. Type of auditor's report issued   | Unmodified     |
| 2. Internal control over financial reporting:  |                |
| Were significant deficiencies disclosed?   | No             |
| Of the significant deficiencies disclosed were any material weaknesses?  | N/A            |
| 3. Did the audit disclose any noncompliance material to the financial statements?  | No             |
| <b>Federal Awards</b>  |                |
| 1. Type of auditor's report issued:  |                |
| <u>Major programs:</u>   |                |
| U.S. Department of Transportation - Airport Improvement Program  |                |
| CFDA Number 20.106   | Unmodified     |
| 2. Internal control over major programs:   |                |
| Were significant deficiencies disclosed?   | No             |
| Of the significant deficiencies disclosed were any material weaknesses?  | N/A            |
| 3. Were any of the following disclosed in accordance with 2 CFR Section 200.516(a)?  |                |
| Significant deficiencies in internal control over major programs?  | No             |
| Material Noncompliance with the provisions of laws, regulations, contracts, or grant agreements related to major programs? | No             |
| Known questioned costs which are greater than \$25,000 for a type of compliance requirement for a major program?           | No             |
| Known questioned costs which are greater than \$25,000 for a federal program which is not audited as a major program?      | No             |
| 4. The threshold for distinguishing Types A and B programs:  | \$ 750,000     |
| 5. Auditee qualified as a low-risk auditee   | Yes            |

**B. Findings - Financial Statement Audit**

None noted as a result of our audit procedures.

**C. Federal Awards Findings and Questioned Costs**

None noted as a result of our audit procedures.

**UNION COUNTY, OREGON**  
**Summary Schedule of Prior Audit Findings**  
**For the Year Ended June 30, 2017**

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None noted as a result of our audit procedures.