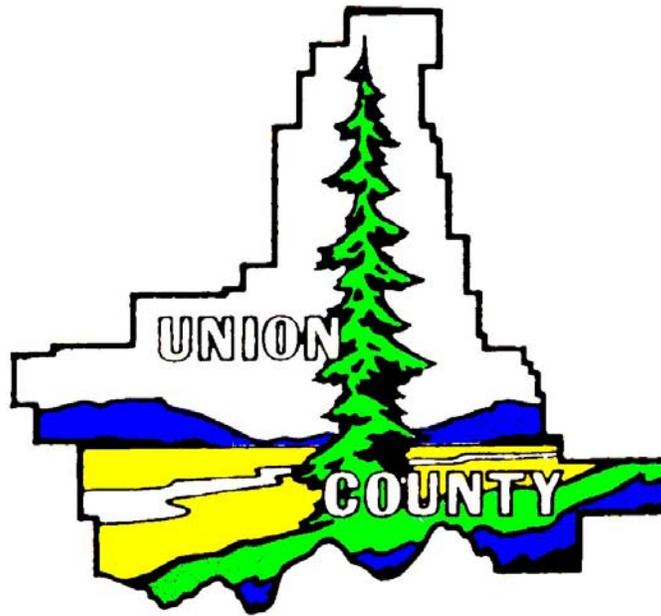


UNION COUNTY, OREGON

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2019



UNION COUNTY, OREGON
Table of Contents

INTRODUCTORY SECTION:

List of County Officials.....i

FINANCIAL SECTION:

Independent Auditors' Report..... 1-3

Management's Discussion and Analysis..... 4-9

Basic Financial Statements:

Government-Wide Financial Statements:

Statement of Net Position10

Statement of Activities11

Fund Financial Statements:

Governmental Funds Financial Statements:

Balance Sheet - Governmental Funds 12-13

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position 14

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds 15-16

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund

Balances of Governmental Funds to the Statement of Activities 17

Proprietary Fund Financial Statements:

Statement of Net Position 18

Statement of Revenues, Expenses, and Changes in Fund Net Position 19

Statement of Cash Flows..... 20-21

Fiduciary Fund Financial Statements:

Statement of Fiduciary Assets and Liabilities22

Notes to Basic Financial Statements 23-42

Required Supplementary Information:

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:

General Fund 43

Public Works Fund - 201..... 44

Community Corrections Fund - 240..... 45

Human Services Program Fund - 268 46

Justice Court Fund – 300..... 47

Notes to Required Supplementary Information..... 48

Supplementary Information:

Nonmajor Governmental Funds:

Combining Balance Sheet:

Special Revenue Funds..... 49-54

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

Special Revenue Funds..... 55-60

Budgetary Comparison Schedules - Nonmajor Special Revenue Funds:

Weed Control Fund - 202..... 61

Bicycle Fund/Project Fund – 205..... 62

Parks Fund - 210 63

Animal Control Fund - 215..... 64

County School Fund - 217 65

Commission on Children and Families Fund - 220..... 66

Court Security Fund - 230..... 67

Wind Project Fund - 233 68

STF Fund - 235..... 69

Crime Victim Program Fund - 245 70

MERA Fund - 247 71

Sheriff Reserve Program Fund - 249..... 72

Title III Fund – 252..... 73

Forest Service – Title III Fund – 253..... 74

Economic Development Fund – 255..... 75

Community Development Loan Fund - 260..... 76

Watershed Fund - 263 77

Agriculture Service Fund - 265 78

Non-Medical Transportation Fund - 266 79

This page intentionally left blank

UNION COUNTY, OREGON
Table of Contents

Mediation Assessment Fund - 269	80
Ambulance Fund - 270.....	81
Library Project Fund - 272	82
911 Communication Fund - 280	83
RAC Maintenance Fund – 283	84
Law Library Fund - 285.....	85
Drug Court Fund - 287	86
Building & Property Reserve Fund – 290	87
Senior Center Maintenance Fund - 293.....	88
Union County Fair Board Fund - 295.....	89
Clerk Equipment Reserve Fund - 301	90
A & T Users Capital Fund - 302.....	91
Vehicle Reserve Fund - 303	92
GIS Fund - 306	93
Transit Hub Maintenance Fund - 307	94
Communications System Fund - 308.....	95
Dispute Resolution Fund - 312	96
Surveyor Fund - 313	97
Map Fund - 315.....	98
Union County 4-H Extension	99
Proprietary Funds:	
Airport:	
Combining Statement of Net Position.....	100
Combining Statement of Revenues, Expenses and Changes in Fund Net Position.....	101
Combining Statement of Cash Flows	102
Budgetary Comparison Schedules:	
Airport Operations Fund - 501	103
Airport Capital Improvement Fund - 320	104
Buffalo Peak Golf Course Fund - 310.....	105
Union County Solid Waste District.....	106
Other Financial Schedules:	
Statement of Changes in Assets and Liabilities - Agency Funds	107
Schedule of Property Tax Transactions.....	108
Schedule of Accountability of Independently Elected Officials	109
INDEPENDENT AUDITORS' REPORT REQUIRED BY OREGON STATE REGULATIONS.....	110-111
AUDIT DELIVERABLES REQUIRED BY THE SINGLE AUDIT ACT OF 1996	
Schedule of Expenditures of Federal Awards	112-113
Notes to Schedule of Expenditures of Federal Awards	114
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	115-116
Report on Compliance with Requirements For Each Major Program and on Internal Control Over Compliance Required by Uniform Guidance	117-118
Schedule of Findings and Questioned Costs	119-120
Summary Schedule of Prior Audit Findings	121

INTRODUCTORY SECTION

UNION COUNTY, OREGON
County Officials

Commissioners

Donna Beverage	12-31-2020	La Grande, Oregon
Paul Anderes	12-31-2022	La Grande, Oregon
Matt Scarfo	12-31-2022	La Grande, Oregon

District Attorney

Kelsie McDaniel	12-31-2022	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

This page intentionally left blank

FINANCIAL SECTION

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, 2019, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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, 2019, 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.

Emphasis of Matter Regarding New Accounting Policy

As discussed in Note 1 to the financial statements, in the fiscal year ending June 30, 2019, the County adopted new accounting guidance, GASB No. 88, *Certain Disclosures Related to Debt*. Our opinion is not modified with respect to this matter.

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, which are the responsibility of management 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 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 January 20, 2020 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 January 20, 2020 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.

CONNECTED PROFESSIONAL ACCOUNTANTS, LLC
Certified Public Accountants

By Chelsea A. Hewitt
Chelsea A. Hewitt, CPA
Owner/Member

La Grande, Oregon
January 20, 2020

**MANAGEMENT'S
DISCUSSION AND ANALYSIS**

UNION COUNTY, OREGON Management's Discussion and Analysis

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 \$66,058,421 on its government-wide Statement of Net Position. Of this, \$58,262,669 was invested in capital assets, net of related debt; \$8,607,129 was restricted for specific purposes and (\$811,377) 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 \$2,901,376 or 4.4% which was due mainly to increases in capital construction in progress, capital improvements, and equipment and vehicles.
- The County's Governmental Funds experienced an increase of \$1,227,278 in fund balances, with the General Fund experiencing an increase in its fund balance of \$594,986. The increase in general fund balance was due primarily to a greater than anticipated PILT payment.
- At the close of the June 30, 2019, fiscal year, unassigned fund balance for the General Fund was \$233,104 or 2.4% 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,

UNION COUNTY, OREGON
Management's Discussion and Analysis

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.

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.

Independent Auditors Report. This communication is required by Oregon State Regulations.

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.

UNION COUNTY, OREGON
Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The County's net position as of June 30, 2019, was \$66,003,875. 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.

Table 1 - Union County Net Assets at Year End

	Governmental		Business-type		Total	
	<u>Activities</u>		<u>Activities</u>			
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
ASSETS						
Current and other	15,920,607	14,109,329	(3,576,470)	(1,298,851)	12,344,137	12,810,478
Capital Assets	41,925,383	41,892,462	21,350,937	17,925,734	63,276,320	59,818,196
Total Assets	<u>57,845,990</u>	<u>56,001,791</u>	<u>17,774,467</u>	<u>16,626,883</u>	<u>75,605,263</u>	<u>72,628,674</u>
DEFERRED OUTFLOWS	<u>13,775</u>	<u>4,377</u>	<u>567</u>	<u>5,375</u>	<u>14,342</u>	<u>9,752</u>
LIABILITIES						
Current	2,847,972	2,403,104	559,770	800,940	3,407,742	3,204,044
Non-Current	2,547,195	2,936,094	1,931,503	1,684,550	4,478,698	4,620,644
Total Liabilities	<u>5,395,167</u>	<u>5,339,198</u>	<u>2,491,273</u>	<u>2,485,490</u>	<u>8,086,470</u>	<u>7,824,688</u>
DEFERRED INFLOWS	<u>1,640,193</u>	<u>1,617,158</u>	<u>34,551</u>	<u>39,535</u>	<u>1,674,744</u>	<u>1,656,693</u>
NET POSITION						
Invested in capital assets	38,253,549	37,760,909	20,009,120	15,801,021	58,262,669	43,561,930
Restricted	8,607,129	7,719,769			8,607,129	7,719,769
Unrestricted	3,963,727	3,569,134	(4,759,910)	(1,693,788)	(811,377)	1,875,346
Total Net Assets	<u>50,824,405</u>	<u>49,049,812</u>	<u>15,249,210</u>	<u>14,107,233</u>	<u>66,058,421</u>	<u>63,157,045</u>

Total net position increased by \$2,901,376. The most significant increase was a capital construction in progress (Airport Rappel Base Building).

UNION COUNTY, OREGON
Management's Discussion and Analysis

Table 2 – Statement of Activities

Fiscal Year ending June 30, 2019 compared to Fiscal Year ending June 30, 2018

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Revenues						
Program Revenue						
Fees, Fines and Charges for Service	2,645,960	2,733,667	1,418,623	1,627,312	4,064,583	4,360,979
Operating Grants & Contributions	12,147,045	11,070,916	-	-	12,147,045	11,070,916
Capital Grants & Contributions	170,071	166,204	1,339,705	263,654	1,509,776	429,858
General Revenue						
Taxes	8,369,954	7,562,806	-	-	8,369,954	7,562,806
Interest & Miscellaneous	722,652	658,185	512,216	236,293	1,234,868	894,478
Special Items	70,219	6,665,695	-	-	70,219	6,665,695
Transfers	(145,000)	(210,000)	145,000	210,000	-	-
Total	23,980,901	28,647,473	3,415,544	2,337,259	27,396,445	30,984,732
Expenses						
General Government	3,943,091	3,905,877	-	-	3,943,091	3,905,877
Public Safety	7,844,915	7,225,352	-	-	7,844,915	7,225,352
Public Works	3,510,734	3,234,085	-	-	3,510,734	3,234,085
Health	3,440,527	2,704,187	-	-	3,440,527	2,704,187
Public Services	1,296,955	1,088,043	-	-	1,296,955	1,088,043
Culture and Recreation	807,185	766,341	-	-	807,185	766,341
Community Development	959,170	852,901	-	-	959,170	852,901
Education	317,163	319,843	-	-	317,163	319,843
Interest on long-term debt	86,568	87,132	-	-	86,568	87,132
Airport	-	-	1,602,664	1,369,553	1,602,664	1,369,553
Solid Waste Management	-	-	508,921	130,857	508,921	130,857
Golf Course	-	-	177,176	517,101	177,176	517,101
Total	22,206,308	20,183,761	2,288,761	2,017,511	24,495,069	22,201,272
Change in Net Position	1,774,593	8,463,712	1,126,783	319,748	2,901,376	8,783,460
Beginning Net Position	49,049,812	40,772,774	14,107,233	13,795,587	63,157,045	54,568,361
Prior period adjustment	-	(186,674)	-	(8,102)	-	(194,776)
Ending Net Position	50,824,405	49,049,812	15,234,016	14,107,233	66,058,421	63,157,045

GOVERNMENTAL ACTIVITIES

Governmental revenues showed a decrease of \$4,666,572 during fiscal year 2018-19. This is due primarily to the FHWA Palmer Junction Road Improvements transferred to Union County as a Special Item in 2017-18.

As seen in the previous Statement of Activities chart, governmental expenses increased by \$2,022,547, about 10 percent due primarily to increased state funds available for public health services, and additional grants for public safety and community development.

UNION COUNTY, OREGON
Management's Discussion and Analysis

FUND BALANCE HIGHLIGHTS

At year end June 30, 2019, the General Fund balance increased by \$594,986 and the Public Works fund balance increased by \$505,242. The Public Works Fund increase is due primarily to receipt of unanticipated Secure Rural Schools (SRS) funding.

BUDGETARY HIGHLIGHTS

The Union County Board of Commissioners approved no additions to the original adopted budget during the fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

As of June 30, 2019, the County had invested \$63,406,610 in capital assets (net of depreciation), as reflected in the following table. This represents a net increase of \$3,588,414, with the most significant increase coming from the construction in progress of the Airport Rappel Base..

Table 3 – Capital Assets at Year End

	<u>2019</u>	<u>2018</u>
Land	\$ 6,598,095	\$ 6,722,855
Improvements	21,961,200	21,606,212
Buildings	12,190,884	12,150,197
Equipment & Vehicles	6,435,710	6,132,451
Infrastructure	36,830,281	36,830,281
Construction in Progress	6,971,092	2,322,023
Accumulated Depreciation	<u>(27,710,942)</u>	<u>(25,945,823)</u>
TOTAL	<u><u>\$63,276,320</u></u>	<u><u>\$59,818,196</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	\$ 1,121,105
Current Portion of Long-Term Debt	175,794
Current Portion of Leases Payable	141,291
Long Term Obligation	3,158,827
Long Term Capital Leases Payable	513,007

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 County's landfill post closure costs are \$678,652. 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.

UNION COUNTY, OREGON
Management's Discussion and Analysis

ECONOMIC FACTORS & NEXT YEAR'S BUDGET

Union County continues to operate in a challenging economic climate. The unemployment rate in Union County averaged 5.5% during the fiscal year. The state average for the fiscal year was 4.2%. 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.

New paid leave laws in Oregon contribute to the challenges for local businesses and Union County. Employers are faced with additional costs to comply with these laws.

Health insurance costs are also a concern for the County and its employees. The County provides health insurance for regular full-time employees, and the County and employees share the cost for additional family members. Continued cost increased create budget challenges for both the county and employees.

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, 2019

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and investments	\$ 8,335,606	\$ 617,794	\$ 8,953,400
Prepaid expenses	907	-	907
Taxes receivable	584,177	-	584,177
Accounts receivable, net	1,958,354	239,516	2,197,870
Internal balances	4,643,264	(4,643,264)	-
Inventory	398,299	194,290	592,589
Capital assets not being depreciated:			
Land	5,458,540	1,139,555	6,598,095
Construction in progress	1,680,240	5,290,852	6,971,092
Capital assets being depreciated:			
Improvements	1,563,708	20,397,492	21,961,200
Buildings	8,856,292	3,334,592	12,190,884
Equipment and vehicles	5,638,097	797,613	6,435,710
Infrastructure	36,830,281	-	36,830,281
Less: accumulated depreciation	(18,101,775)	(9,609,167)	(27,710,942)
Total capital assets	<u>41,925,383</u>	<u>21,350,937</u>	<u>63,276,320</u>
Total assets	<u>57,845,990</u>	<u>17,759,273</u>	<u>75,605,263</u>
Deferred outflows of resources			
OPEB deferred outflows of resources	<u>13,775</u>	<u>567</u>	<u>14,342</u>
Liabilities			
Accounts payable	1,078,148	434,877	1,513,025
Unearned revenue	383,801	3,806	387,607
Accrued interest payable	16,868	22,052	38,920
Closure & post-closure care costs - current	-	30,000	30,000
Long-term obligations:			
Due within one year	1,369,155	69,035	1,438,190
Due in more than one year	2,302,679	1,272,782	3,575,461
Closure & post-closure care costs	-	648,652	648,652
OPEB liability	244,516	10,069	254,585
Total liabilities	<u>5,395,167</u>	<u>2,491,273</u>	<u>7,886,440</u>
Deferred inflows of resources			
Deferred revenue - debt refunding	-	4,585	4,585
Unavailable payment in lieu of taxes	1,628,872	-	1,628,872
Unearned golf course annual pass revenue	-	29,500	29,500
OPEB deferred inflows of resources	11,321	466	11,787
Total deferred inflows of resources	<u>1,640,193</u>	<u>34,551</u>	<u>1,674,744</u>
Net Position			
Net investment in capital assets	38,253,549	20,009,120	58,262,669
Restricted for:			
Street projects and bike paths	4,673,973	-	4,673,973
Health and human services	1,307,029	-	1,307,029
County schools	77,793	-	77,793
Public safety	2,351,826	-	2,351,826
Economic development	160,393	-	160,393
Capital acquisition	36,115	-	36,115
Unrestricted	<u>3,963,727</u>	<u>(4,775,104)</u>	<u>(811,377)</u>
Total net position	<u>\$ 50,824,405</u>	<u>\$ 15,234,016</u>	<u>\$ 66,058,421</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, 2019

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
Primary government:							
Governmental activities:							
General government	\$ 3,943,091	\$ 512,320	\$ 413,839	\$ -	\$ (3,016,932)	\$ -	\$ (3,016,932)
Public safety	7,844,915	1,519,740	2,453,342	-	(3,871,833)	-	(3,871,833)
Public works	3,510,734	196,850	3,327,573	143,652	157,341	-	157,341
Health	3,440,527	-	3,366,985	-	(73,542)	-	(73,542)
Public services	1,296,955	65,547	890,995	-	(340,413)	-	(340,413)
Culture and recreation	807,185	100,870	229,902	26,419	(449,994)	-	(449,994)
Community development	961,798	250,633	1,288,824	-	577,659	-	577,659
Education	317,163	-	175,585	-	(141,578)	-	(141,578)
Interest on long-term debt	86,568	-	-	-	(86,568)	-	(86,568)
Total governmental activities	<u>22,208,936</u>	<u>2,645,960</u>	<u>12,147,045</u>	<u>170,071</u>	<u>(7,245,860)</u>	<u>-</u>	<u>(7,245,860)</u>
Business-type activities:							
Airport	1,602,664	987,198	-	1,339,705	-	\$ 724,239	724,239
Golf course	508,921	254,044	-	-	-	(254,877)	(254,877)
Solid waste management	177,176	177,381	-	-	-	205	205
Total business-type activities	<u>2,288,761</u>	<u>1,418,623</u>	<u>-</u>	<u>1,339,705</u>	<u>-</u>	<u>469,567</u>	<u>469,567</u>
Total primary government	<u>\$24,497,697</u>	<u>\$ 4,064,583</u>	<u>\$12,147,045</u>	<u>\$ 1,509,776</u>	<u>(7,245,860)</u>	<u>469,567</u>	<u>(6,776,293)</u>
General Revenues							
Property taxes					6,151,439	-	6,151,439
Payments in lieu of tax					1,994,682	-	1,994,682
Other taxes					223,833	-	223,833
Interest and miscellaneous income					725,280	512,216	1,237,496
Special Items							
Gain on sale of asset					70,219	-	70,219
Transfers							
					(145,000)	145,000	-
Total general revenues, special items and transfers					<u>9,020,453</u>	<u>657,216</u>	<u>9,677,669</u>
Change in net position					1,774,593	1,126,783	2,901,376
Net position - beginning					<u>49,049,812</u>	<u>14,107,233</u>	<u>63,157,045</u>
Net position - ending					<u>\$ 50,824,405</u>	<u>\$ 15,234,016</u>	<u>\$ 66,058,421</u>

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

This page intentionally left blank

FUND FINANCIAL STATEMENTS

UNION COUNTY, OREGON
Balance Sheet
Governmental Funds
June 30, 2019

	<u>General Fund</u>	<u>Public Works Fund</u>	<u>Community Corrections</u>	<u>Human Services Program</u>
Assets and Deferred Outflows of Resources				
Assets:				
Cash and investments	\$ 1,700,854	\$ 1,150,079	\$ 1,975,820	\$ 321,388
Prepaid expenses	907	-	-	-
Taxes receivable	554,094	-	-	-
Accounts receivable, net	244,497	217,104	6,757	157,262
Interfund receivable	1,528,145	3,194,211	-	-
Inventory	-	398,299	-	-
Total assets	<u>4,028,497</u>	<u>4,959,693</u>	<u>1,982,577</u>	<u>478,650</u>
Deferred outflows of resources:	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 4,028,497</u>	<u>\$ 4,959,693</u>	<u>\$ 1,982,577</u>	<u>\$ 478,650</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ 216,217	\$ 62,889	\$ 4,858	\$ 341,507
Unearned revenue	-	-	-	-
Interfund payable	-	-	-	-
Total liabilities	<u>216,217</u>	<u>62,889</u>	<u>4,858</u>	<u>341,507</u>
Deferred inflows of resources:				
Unavailable property tax revenue	500,344	-	-	-
Unavailable payment in lieu of taxes	1,628,872	-	-	-
Total deferred inflows of resources	<u>2,129,216</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable	1,449,960	398,299	-	-
Restricted	-	4,498,505	1,977,719	137,143
Committed	-	-	-	-
Unassigned	233,104	-	-	-
Total fund balances	<u>1,683,064</u>	<u>4,896,804</u>	<u>1,977,719</u>	<u>137,143</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,028,497</u>	<u>\$ 4,959,693</u>	<u>\$ 1,982,577</u>	<u>\$ 478,650</u>

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

UNION COUNTY, OREGON
Balance Sheet
Governmental Funds
June 30, 2019

<u>Justice Court</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
\$ 222,588	\$ 2,964,877	\$ 8,335,606
-	-	907
-	30,083	584,177
584,643	748,091	1,958,354
-	-	4,722,356
-	-	398,299
<u>807,231</u>	<u>3,743,051</u>	<u>15,999,699</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 807,231</u>	<u>\$ 3,743,051</u>	<u>\$ 15,999,699</u>
\$ 17,025	\$ 435,652	\$ 1,078,148
584,643	383,801	968,444
-	79,092	79,092
<u>601,668</u>	<u>898,545</u>	<u>2,125,684</u>
-	27,712	528,056
-	-	1,628,872
<u>-</u>	<u>27,712</u>	<u>2,156,928</u>
-	-	1,848,259
-	1,993,762	8,607,129
205,563	829,728	1,035,291
-	(6,696)	226,408
<u>205,563</u>	<u>2,816,794</u>	<u>11,717,087</u>
<u>\$ 807,231</u>	<u>\$ 3,743,051</u>	<u>\$ 15,999,699</u>

This page intentionally left blank

UNION COUNTY, OREGON
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2019

Total fund balances - governmental funds \$ 11,717,087

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	5,458,540	
Construction in progress	1,680,240	
Improvements	1,563,708	
Buildings	8,856,292	
Equipment and vehicles	5,638,097	
Infrastructure	36,830,281	
Less: accumulated depreciation	<u>(18,101,775)</u>	41,925,383

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. 528,056

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. 584,643

Other Post Employment Benefit (OPEB) liability used in governmental activities are not financial resources and therefore are not reported in the funds. (244,516)

Deferred outflows and inflows or resources related to OPEB are applicable to future periods and, therefore, are not reported in the funds:

Deferred outflows of resources OPEB expense and deferred outflow of 2019 employer contributions related to OPEB	13,775	
Deferred inflows of resources related to OPEB	<u>(11,321)</u>	2,454

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. (16,868)

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	1,369,155	
Due in more than one year	<u>2,302,679</u>	<u>(3,671,834)</u>

Total net position - governmental activities **\$ 50,824,405**

(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, 2019

	<u>General Fund</u>	<u>Public Works Fund</u>	<u>Community Corrections</u>	<u>Human Services Program</u>
Revenues				
Taxes:				
Property taxes	\$ 5,607,088	\$ -	\$ -	\$ -
Payments in lieu of tax	1,864,509	-	-	-
Other taxes	9,961	-	-	-
Intergovernmental	1,186,727	3,471,082	349,811	3,335,945
Charges for services	968,168	-	871,750	-
Licenses and fees	300,380	53,341	-	-
Miscellaneous:				
Fines and forfeitures	28,346	-	45,396	-
Rental income	152,912	-	-	-
Interest on investments	56,362	78,194	42,961	-
Other income	239,021	11,314	6,412	28,312
Total revenues	<u>10,413,474</u>	<u>3,613,931</u>	<u>1,316,330</u>	<u>3,364,257</u>
Expenditures				
Current:				
General government	3,711,752	-	-	-
Public safety	5,649,794	-	1,185,369	-
Public works	-	2,839,417	-	-
Health	-	-	-	3,440,163
Public services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	352,023	-	-	-
Education	-	-	-	-
Debt Service:				
Principal	30,000	45,936	-	-
Interest	27,659	15,046	-	-
Capital outlay	110,760	213,290	-	-
Total expenditures	<u>9,881,988</u>	<u>3,113,689</u>	<u>1,185,369</u>	<u>3,440,163</u>
Excess of revenues over (under) expenditures	<u>531,486</u>	<u>500,242</u>	<u>130,961</u>	<u>(75,906)</u>
Other Financing Sources (Uses)				
Transfers in	155,000	40,000	-	-
Transfers out	(91,500)	(35,000)	-	-
Total other financing sources (uses)	<u>63,500</u>	<u>5,000</u>	<u>-</u>	<u>-</u>
Net change in fund balance	594,986	505,242	130,961	(75,906)
Beginning fund balance	<u>1,088,078</u>	<u>4,391,562</u>	<u>1,846,758</u>	<u>213,049</u>
Ending fund balance	<u>\$ 1,683,064</u>	<u>\$ 4,896,804</u>	<u>\$ 1,977,719</u>	<u>\$ 137,143</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, 2019

<u>Justice Court</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
\$ -	\$ 503,230	\$ 6,110,318
-	130,173	1,994,682
-	213,872	223,833
-	2,783,649	11,127,214
-	48,697	1,888,615
-	382,407	736,128
422,658	10,095	506,495
-	82,202	235,114
5,556	66,813	249,886
50	817,335	1,102,444
<u>428,264</u>	<u>5,038,473</u>	<u>24,174,729</u>
-	87,804	3,799,556
359,900	511,757	7,706,820
-	100,637	2,940,054
-	-	3,440,163
-	1,293,943	1,293,943
-	708,080	708,080
-	609,710	961,733
-	317,163	317,163
-	236,916	312,852
-	22,362	65,067
-	932,970	1,257,020
<u>359,900</u>	<u>4,821,342</u>	<u>22,802,451</u>
<u>68,364</u>	<u>217,131</u>	<u>1,372,278</u>
-	91,500	286,500
<u>(95,000)</u>	<u>(210,000)</u>	<u>(431,500)</u>
<u>(95,000)</u>	<u>(118,500)</u>	<u>(145,000)</u>
(26,636)	98,631	1,227,278
<u>232,199</u>	<u>2,718,163</u>	<u>10,489,809</u>
<u>\$ 205,563</u>	<u>\$ 2,816,794</u>	<u>\$ 11,717,087</u>

This page intentionally left blank

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, 2019

Total net change in fund balances - governmental funds \$ 1,227,278

Amounts reported for governmental *activities* 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, other capitalized expenditures, and gain on sale of assets (\$1,179,339) exceeds depreciation expense (\$1,021,658) in the current year. 227,900

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. 41,121

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. 34,974

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. 20,601

Governmental funds report Other Post Employment Benefit (OPEB) contributions as expenditures. However, in the Statement of Activities, the cost of OPEB benefits earned net of employee contributions is reported as OPEB expense. (27,322)

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. 244,139

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. 5,300

Change in net position - governmental activities \$ 1,774,593

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

UNION COUNTY, OREGON
Statement of Net Position
Proprietary Funds
June 30, 2019

	<u>Airport Fund</u>	<u>Buffalo Peak Golf Course Fund</u>	<u>Union County Solid Waste Fund</u>	<u>Total</u>
Assets				
Current assets:				
Cash and investments	\$ 79,318	\$ -	\$ 538,476	\$ 617,794
Accounts receivable	136,588	49,691	53,237	239,516
Inventory	182,780	11,510	-	194,290
Total current assets	<u>398,686</u>	<u>61,201</u>	<u>591,713</u>	<u>1,051,600</u>
Noncurrent assets:				
Capital assets:				
Land	-	1,088,950	50,605	1,139,555
Construction in progress	5,290,852	-	-	5,290,852
Buildings	2,866,709	47,076	420,807	3,334,592
Equipment and vehicles	181,250	527,401	88,962	797,613
Improvements	19,525,722	713,301	158,469	20,397,492
Less: accumulated depreciation	<u>(8,455,403)</u>	<u>(853,352)</u>	<u>(300,412)</u>	<u>(9,609,167)</u>
Total noncurrent assets	<u>19,409,130</u>	<u>1,523,376</u>	<u>418,431</u>	<u>21,350,937</u>
Total assets	<u>19,807,816</u>	<u>1,584,577</u>	<u>1,010,144</u>	<u>22,402,537</u>
Deferred Outflows of Resources				
OPEB deferred outflows of resources	<u>202</u>	<u>365</u>	<u>-</u>	<u>567</u>
Liabilities				
Current liabilities:				
Accounts payable	420,566	14,311	-	434,877
Unearned revenue	-	3,806	-	3,806
Interfund payable	3,194,211	1,449,053	-	4,643,264
Accrued interest payable	819	21,233	-	22,052
Closure & post-closure care costs - current	-	-	30,000	30,000
Loans payable - current	-	58,896	-	58,896
Compensated absences	1,567	8,572	-	10,139
Total current liabilities	<u>3,617,163</u>	<u>1,555,871</u>	<u>30,000</u>	<u>5,203,034</u>
Noncurrent liabilities:				
OPEB liability	3,582	6,487	-	10,069
Closure and post-closure care costs	-	-	648,652	648,652
Loans payable	303,218	969,564	-	1,272,782
Total noncurrent liabilities	<u>306,800</u>	<u>976,051</u>	<u>648,652</u>	<u>1,931,503</u>
Total liabilities	<u>3,923,963</u>	<u>2,531,922</u>	<u>678,652</u>	<u>7,134,537</u>
Deferred Inflows of Resources				
Deferred revenue - debt refunding	-	4,585	-	4,585
Unearned golf course annual pass revenue	-	29,500	-	29,500
OPEB deferred inflows of resources	166	300	-	466
Total deferred inflows of resources	<u>166</u>	<u>34,385</u>	<u>-</u>	<u>34,551</u>
Net Position				
Net investment in capital assets	19,100,763	479,857	(260,221)	19,320,399
Unrestricted	<u>(3,216,874)</u>	<u>(1,461,222)</u>	<u>591,713</u>	<u>(4,086,383)</u>
Total net position	<u>\$ 15,883,889</u>	<u>\$ (981,365)</u>	<u>\$ 331,492</u>	<u>\$ 15,234,016</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, 2019

	<u>Airport Fund</u>	<u>Buffalo Peak Golf Course Fund</u>	<u>Union County Solid Waste Fund</u>	<u>Total</u>
Operating Revenues				
Franchise fees	\$ -	\$ -	\$ 177,381	\$ 177,381
Charges for services	620,409	254,044	-	874,453
Licenses and fees	13,571	-	-	13,571
Rental income	353,218	-	-	353,218
Miscellaneous	492,209	-	15,522	507,731
Total operating revenues	<u>1,479,407</u>	<u>254,044</u>	<u>192,903</u>	<u>1,926,354</u>
Operating Expenses				
Personnel services	155,864	281,990	-	437,854
Materials and services	745,196	136,305	167,971	1,049,472
Depreciation	692,135	47,121	9,205	748,461
Total operating expenses	<u>1,593,195</u>	<u>465,416</u>	<u>177,176</u>	<u>2,235,787</u>
Operating income (loss)	<u>(113,788)</u>	<u>(211,372)</u>	<u>15,727</u>	<u>(309,433)</u>
Nonoperating Revenues (Expenses)				
Interest on investments	4,355	-	130	4,485
Interest expense	(9,469)	(43,505)	-	(52,974)
Grant revenue	1,339,705	-	-	1,339,705
Total nonoperating revenues (expenses)	<u>1,334,591</u>	<u>(43,505)</u>	<u>130</u>	<u>1,291,216</u>
Income (loss) before transfers	1,220,803	(254,877)	15,857	981,783
Transfers in	100,000	175,000	-	275,000
Transfers out	(130,000)	-	-	(130,000)
Change in net position	1,190,803	(79,877)	15,857	1,126,783
Net position - beginning	<u>14,693,086</u>	<u>(901,488)</u>	<u>315,635</u>	<u>14,107,233</u>
Net position - ending	<u>\$ 15,883,889</u>	<u>\$ (981,365)</u>	<u>\$ 331,492</u>	<u>\$ 15,234,016</u>

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

UNION COUNTY, OREGON
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2019

	<u>Airport</u>	<u>Buffalo Peak Golf Course</u>	<u>Union County Solid Waste District</u>	<u>Total</u>
Cash Flows from Operating Activities:				
Cash received from customers	\$ 621,641	\$ 248,888	\$ -	\$ 870,529
Cash received from rentals	353,218	-	-	353,218
Cash received from franchise fees	-	-	175,205	175,205
Other operating receipts	492,209	-	15,522	507,731
Cash payments for personnel services	(164,287)	(291,276)	-	(455,563)
Cash payments for fuel purchases	(480,655)	-	-	(480,655)
Cash payments for materials and services	-	(131,886)	(167,971)	(299,857)
Cash payments for closure costs	-	-	(35,539)	(35,539)
Cash payments for insurance	(16,220)	-	-	(16,220)
Cash payments for miscellaneous	(27,227)	-	-	(27,227)
Cash payments for contractual services	(210,848)	-	-	(210,848)
Cash payments for supplies	(11,955)	-	-	(11,955)
Cash payments for repairs	(33,254)	-	-	(33,254)
Net cash provided (used) by operating activities	<u>522,622</u>	<u>(174,274)</u>	<u>(12,783)</u>	<u>335,565</u>
Cash Flows from Noncapital Financing Activities:				
Interfund loans	1,958,101	98,685	-	2,056,786
Interfund transfers	(30,000)	175,000	-	145,000
Nonoperating grants	1,499,043	-	-	1,499,043
Net cash provided (used) by noncapital financing activities	<u>3,427,144</u>	<u>273,685</u>	<u>-</u>	<u>3,700,829</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets	(4,075,759)	-	-	(4,075,759)
Proceeds from long-term debt	303,218	-	-	303,218
Principal payments on indebtedness	(295,000)	(58,566)	-	(353,566)
Interest paid on indebtedness	(4,130)	(40,845)	-	(44,975)
Net cash provided (used) by capital and related financing activities	<u>(4,071,671)</u>	<u>(99,411)</u>	<u>-</u>	<u>(4,171,082)</u>
Cash Flows from Investing Activities:				
Interest income	4,355	-	130	4,485
Net increase (decrease) in cash and investments	(117,550)	-	(12,653)	(130,203)
Beginning cash and investments	196,868	-	551,129	747,997
Ending cash and investments	<u>\$ 79,318</u>	<u>\$ -</u>	<u>\$ 538,476</u>	<u>\$ 617,794</u>

(Continued)

	<u>Airport</u>	<u>Buffalo Peak Golf Course</u>	<u>Union County Solid Waste District</u>	<u>Total</u>
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (113,788)	\$ (211,372)	\$ 15,727	\$ (309,433)
<i>Adjustments to reconcile operating income to net cash provided (used) by operating activities:</i>				
Depreciation	692,135	47,121	9,205	748,461
(Increase) decrease in:				
Accounts receivable	(12,339)	(1,471)	(2,176)	(15,986)
Inventory	(41,623)	4,095	-	(37,528)
Deferred outflows	(136)	(241)	-	(377)
Increase (decrease) in:				
Accounts payable	6,660	324	-	6,984
Unearned revenue	-	(3,685)	-	(3,685)
Compensated absences	(8,755)	(9,602)	-	(18,357)
Closure and post-closure care costs	-	-	(35,539)	(35,539)
OPEB liability	493	620	-	1,113
Deferred inflows	(25)	(63)	-	(88)
Net cash provided (used) by operating activities	<u>\$ 522,622</u>	<u>\$ (174,274)</u>	<u>\$ (12,783)</u>	<u>\$ 335,565</u>

UNION COUNTY, OREGON
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2019

	<u>Agency Funds</u>
Assets	
Cash	\$ 276,091
Accounts receivable	20,130
Property taxes receivable	<u>2,118,299</u>
Total assets	<u>\$ 2,414,520</u>
Liabilities	
Due to other governments	\$ 2,118,299
Due to others	<u>296,221</u>
Total liabilities	<u>\$ 2,414,520</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

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.

Implementation of New Accounting Pronouncements and Accounting Standards

The County has implemented GASB Statement No. 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements.

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.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

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.

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

UNION COUNTY, OREGON
Notes to Basic Financial Statements

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 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, 2019, 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.

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 deferred outflows for Other Post Employment Benefits and a 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 multiple 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 and deferred inflows related to Other Post Employment Benefits, are 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.

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.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

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

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.

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.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

- 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.

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.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Violation: The County did not comply with ORS 294.456(6). Expenditures exceeded budgeted appropriations for the year ended June 30, 2019 as follows:

Fund	Over Expenditure
101 General Fund - Capital Outlay	\$ 18,055
101 General Fund - Facilities/District Court	1,773
210 Parks Fund - Capital Outlay	14,057
295 Union County Fair Board Fund - Capital Outlay	11,600

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

Violation: The Union County Fair Board did not comply with ORS 279B.070. Three informal bids were not solicited for one project with contracted services between \$10,000 and \$150,000 for the year ended June 30, 2019.

Action Taken: Bids will be solicited in the future for contracts for goods or services exceeding \$10,000.

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	\$ 6,696	Due to revenues being lower than anticipated
Buffalo Peak Golf Course	981,365	Due to current and prior operating losses

Note 3 - Deposits and Investments:

Deposits and Investments are comprised of the following at June 30, 2019:

	Carrying Value	Fair Value
Deposits with financial institutions	\$ 3,122,970	\$ 3,122,970
Investments with State of Oregon Local Government Investment Pool (LGIP)	6,106,521	6,106,521
	\$ 9,229,491	\$ 9,229,491

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

Government-Wide Statement of Net Position - Cash and Investments	\$ 8,953,400
Statement of Fiduciary Net Position - Cash	276,091
	\$ 9,229,491

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.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Deposits

Deposits with financial institutions are comprised of bank demand deposits. The total bank balance per the bank statements was \$3,946,542 at June 30, 2019. 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.

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.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

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.

Investment Type	Maturities	Concentration % of Portfolio	Actual Amount
Local Government Investment Pool	Avg 6-18 months	100%	\$ 6,106,521

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 - 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	\$ 584,643
---------------	------------

Note 5 - Property Taxes Receivable:

Property taxes receivable included in revenues are \$584,177, which are all past due and accruing interest.

Note 6 - Capital Assets:

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

	Balance at July 1, 2019	Increases	Decreases	Balance at June 30, 2019
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 5,583,300	\$ -	\$ (124,760)	\$ 5,458,540
Construction in progress	942,789	826,727	(89,276)	1,680,240
Total capital assets not being depreciated	6,526,089	826,727	(214,036)	7,138,780
Capital assets being depreciated:				
Buildings	8,815,605	40,687	-	8,856,292
Improvements	1,452,429	111,279	-	1,563,708
Equipment & vehicles	5,347,427	295,670	(5,000)	5,638,097
Infrastructure	36,830,281	-	-	36,830,281
Total capital assets being depreciated	52,445,742	447,636	(5,000)	52,888,378
Less: accumulated depreciation:				
Buildings	(2,960,588)	(170,981)		(3,131,569)
Improvements	(527,524)	(78,109)	-	(605,633)
Equipment & vehicles	(2,653,043)	(236,405)	5,000	(2,884,448)
Infrastructure	(10,943,962)	(536,163)	-	(11,480,125)
Total accumulated depreciation	(17,085,117)	(1,021,658)	5,000	(18,101,775)
Net capital assets being depreciated	35,360,625	(574,022)	-	34,786,603
Governmental Activities - net capital assets	\$ 41,886,714	\$ 252,705	\$ (214,036)	\$ 41,925,383

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Business-Type Activities:

Capital assets not being depreciated:

Land	\$ 1,139,555	\$ -	\$ -	\$ 1,139,555
Construction in progress	1,373,486	4,161,075	(243,709)	5,290,852
Total capital assets not being depreciated	2,513,041	4,161,075	(243,709)	6,430,407

Capital assets being depreciated:

Buildings	3,334,592	-	-	3,334,592
Equipment & vehicles	785,024	12,589	-	797,613
Improvements	20,153,783	243,709	-	20,397,492
Total capital assets being depreciated	24,273,399	256,298	-	24,529,697

Less: accumulated depreciation:

Buildings	(826,814)	(59,382)	-	(886,196)
Equipment & vehicles	(659,421)	(31,297)	-	(690,718)
Improvements	(7,374,471)	(657,782)	-	(8,032,253)
Total accumulated depreciation	(8,860,706)	(748,461)	-	(9,609,167)
Net capital assets being depreciated	15,412,693	(492,163)	-	14,920,530

Business-Type Activities - net capital assets

	\$ 17,925,734	\$ 3,668,912	\$ (243,709)	\$ 21,350,937
--	---------------	--------------	--------------	---------------

Depreciation expense was charged to functions as follows:

Governmental Activities:

General government	\$ 158,159
Public safety	124,229
Public works	646,930
Public services	687
Culture & recreation	91,653
Total	\$ 1,021,658

Business-Type Activities:

Airport	\$ 692,135
Golf course	47,121
Solid waste management	9,205
Total	\$ 748,461

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. \$52,974 of interest cost was incurred, all of which was charged to expense during the fiscal year ended June 30, 2019.

Note 7 - 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 June 30,	Governmental Funds
2020	\$ 141,291
2021	167,255
2022	398,825
Total lease payments	707,371
Less: Amount representing interest	(53,073)
Present value of min. lease payments	\$ 654,298

UNION COUNTY, OREGON
Notes to Basic Financial Statements

The following is an analysis of the leased property under capital leases by major classes, these assets and related depreciation are included in Note 6:

	Governmental Funds
Equipment & Vehicles:	
Sheriff	\$ 306,185
Road	825,434
Total	\$ 1,131,619

Note 8 - 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, 2019 are as follows:

	Payable at July 1, 2018	Additions	Deletions	Payable at June 30, 2019	Due within one year
Governmental Activities:					
Community Bank - 4-H	\$ 164,995	\$ -	\$ (12,215)	\$ 152,780	\$ 12,860
Series 2013A Industrial Park	8,387	-	(8,387)	-	-
Baum Industrial Park - Bus. OR	351,221	-	(210,318)	140,903	22,469
Baum Industrial Park - UCEDC	300,000	-	-	300,000	-
Series 2013A Courthouse	650,000	-	(30,000)	620,000	30,000
Fair Board Tractor Loan	11,991	-	(5,996)	5,995	5,995
OTIB Palmer Junction Loan	732,828	-	(45,936)	686,892	45,574
Capital leases (Note 7)	780,564	-	(126,266)	654,298	141,291
Compensated absences	1,131,567	793,618	(814,219)	1,110,966	1,110,966
	\$ 4,131,553	\$ 793,618	\$ (1,253,337)	\$ 3,671,834	\$ 1,369,155
	Payable at July 1, 2018	Additions	Deletions	Payable at June 30, 2019	Due within one year
Business-Type Activities:					
Oregon Economic Devel. Dept.	\$ 1,020,413	\$ -	\$ (51,953)	\$ 968,460	\$ 53,896
Series 2013A Golf Course	66,613	-	(6,613)	60,000	5,000
Series 2013B Airport Bldg	295,000	-	(295,000)	-	-
Airport Rappel Base Loan	-	303,218	-	303,218	-
Compensated absences	28,496	10,310	(28,667)	10,139	10,139
	\$ 1,410,522	\$ 313,528	\$ (382,233)	\$ 1,341,817	\$ 69,035

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

Debt Service Requirements

Debt service requirements on long-term debt from Direct Borrowings and Direct placements 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% and 120 payments of \$1,426 including interest at 2.83%. 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 interest rate as of June 30, 2019 was 3.25%. The debt is secured by property located at 10507 N. McAlister Road, La Grande, Oregon. Future payments are as follows:

Year ended June 30,	Principal	Interest	Total Requirements
2020	\$ 12,860	\$ 4,370	\$ 17,230
2021	13,327	3,788	17,115
2022	13,709	3,406	17,115
2023	14,102	3,013	17,115
2024	14,508	2,608	17,116
2025-2029	79,016	6,559	85,575
2030	5,258	30	5,288
	<u>\$ 152,780</u>	<u>\$ 23,774</u>	<u>\$ 176,554</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. This obligation was paid off during the 2018/2019 fiscal year.

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. In fiscal year 2019, lots from the property securing the loan were sold. The proceeds from the lot sales of \$195,979 reduced the principal balance of the loan. The debt is secured by the Baum Industrial Park land. The annual requirements to amortize note payments outstanding as of year end follows:

Year ended June 30,	Principal	Interest	Total Requirements
2020	\$ 22,469	\$ 5,298	\$ 27,767
2021	23,314	4,453	27,767
2022	24,191	3,576	27,767
2023	25,100	2,667	27,767
2024	26,044	1,723	27,767
2025-2029	19,785	743	20,528
	<u>\$ 140,903</u>	<u>\$ 18,460</u>	<u>\$ 159,363</u>

UNION COUNTY, OREGON
Notes to Basic Financial Statements

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 \$6,949, 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 June 30,	Principal	Interest	Total Requirements
2020	\$ -	\$ 6,949	\$ 6,949
2021	-	6,949	6,949
2022	-	6,949	6,949
2023	-	6,949	6,949
2024	-	6,949	6,949
2024-2029	-	34,745	34,745
2030-2034	-	34,745	34,745
2034-2038	300,000	27,796	327,796
	<u>\$ 300,000</u>	<u>\$ 132,031</u>	<u>\$ 432,031</u>

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 June 30,	Principal	Interest	Total Requirements
2020	\$ 30,000	\$ 26,475	\$ 56,475
2021	30,000	25,275	55,275
2022	35,000	23,975	58,975
2023	35,000	22,575	57,575
2024	35,000	21,175	56,175
2024-2029	200,000	80,775	280,775
2030-2033	255,000	29,813	284,813
	<u>\$ 620,000</u>	<u>\$ 230,063</u>	<u>\$ 850,063</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 the tractor. Future payments are as follows:

Year ended June 30,	Principal	Interest	Total Requirements
2020	\$ 5,995	-	\$ 5,995

UNION COUNTY, OREGON
Notes to Basic Financial Statements

General Obligation Bond

In October of 2018, the County Commissioners renegotiated a loan contract with Oregon Economic Development Department. This loan was for the acquisition of Buffalo Peak Golf Course. The original agreement had interest starting to accrue 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% for fiscal year 2018-2019. The new renegotiated loan contract decreases the interest rate to 3.74% and extends the maturity of the loan to August 2, 2032. Payment amounts will be \$90,116 from 2019-2031 and the final payment will be \$89,077 in the 2032-2033 fiscal year. The annual requirements to amortize note payments outstanding as of year end follows:

Year ended June 30,	Principal	Interest	Total Requirements
2020	\$ 53,896	\$ 36,220	\$ 90,116
2021	55,912	34,205	90,117
2022	58,003	32,114	90,117
2023	60,172	29,944	90,116
2024	62,422	27,694	90,116
2025	64,757	25,359	90,116
2026	67,179	22,937	90,116
2027	69,692	20,425	90,117
2028	72,298	17,818	90,116
2029	75,002	15,114	90,116
2030	77,807	12,309	90,116
2031	80,717	9,399	90,116
2032	83,736	6,380	90,116
2033	86,867	2,210	89,077
	<u>\$ 968,460</u>	<u>\$ 292,128</u>	<u>\$ 1,260,588</u>

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 June 30,	Principal	Interest	Total Requirements
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	225	10,225
	<u>\$ 60,000</u>	<u>\$ 12,175</u>	<u>\$ 72,175</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. This obligation was paid of during the 2018/2019 fiscal year.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

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. An additional \$601,102 was drawn May 30, 2018. 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 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 June 30,	Principal	Interest	Total Requirements
2020	\$ 45,574	\$ 15,408	\$ 60,982
2021	46,619	14,363	60,982
2022	47,689	13,293	60,982
2023	48,783	12,199	60,982
2024	49,902	11,080	60,982
2025-2029	267,210	37,699	304,909
2030-2033	181,115	7,520	188,635
	<u>\$ 686,892</u>	<u>\$ 111,562</u>	<u>\$ 798,454</u>

Airport Rappel Base Building Loan

On June 20, 2019, the County entered into a \$303,218 obligation with Business Oregon. The monies will be used on the costs of the Airport Rappel Base project. Additional monies are expected to be drawn down and requested by the County under this loan agreement in future years. The entire amount is due 3 years after the initial agreement, which was on January 3, 2019. The debt is secured by the County's lease agreement with the Forest Service. Future payments on the current obligation are as follows:

Year ended June 30,	Principal	Interest	Total Requirements
2020	\$ -	\$ -	\$ -
2021	-	-	-
2022	303,218	14,602	317,820
	<u>\$ 303,218</u>	<u>\$ 14,602</u>	<u>\$ 317,820</u>

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

Government Type Activities:		Business Type Activities:	
Interest on long-term debt	\$ 91,619	Airport	\$ 8,895
		Golf Course	44,079

The County does not have any debt service requirements on other long-term debt as of June 30, 2019.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Note 9 - Internal Balances:

Interfund balances at June 30, 2019 consisted of the following receivables and payables:

	Receivables	Payables
Governmental Funds:		
General Fund	\$ 1,528,145	\$ -
Public Works	3,194,211	
Nonmajor Funds	-	79,092
Proprietary Funds:		
Airport Fund	-	3,194,211
Buffalo Peak Golf Course Fund	-	1,449,053
	<u>\$ 4,722,356</u>	<u>\$ 4,722,356</u>

Interfund receivables are to supplement funds operating a deficit. The \$1,449,053 due from Buffalo Peak Golf Course Fund is not expected to be repaid within one year from the date of the financial statements.

Note 10 - 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 11 - 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, 2019, rentals approximated \$397,992 for such leases. These leases primarily support governmental activities. The following is a schedule by year for the five years which totals all future minimum lease payments under operating leases:

Fiscal Year Ended June 30,	Governmental Funds
2020	\$ 204,728
2021	4,318
2022	4,318
2023	3,179
2024	986
Total payments	<u>\$ 217,529</u>

Note 12 - 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, 10.25% 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 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.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

The County's total payroll for the fiscal year ended June 30, 2019 was \$7,502,555, and the amount of these wages qualifying for pension plan contributions amounted to \$6,809,750. The total pension plan contributions for the fiscal year ended June 30, 2019 amounted to \$1,208,582. Of this amount, \$427,445 was paid by the employees and \$781,137 was paid by the County. The total fair market value of all contributions to the plan at year end was \$17,255,160. The fund invests the contributions in various mutual funds.

The amount forfeited by employees due to leaving employment with the County prior to vesting was \$54,753 for the fiscal year ended June 30, 2019.

Note 13 - Internal Transfers:

Internal transfers for the fiscal year ended June 30, 2019 consist of the following:

	Transfers In	Transfers Out
Governmental Funds:		
General Fund	\$ 155,000	\$ 91,500
Public Works Fund	40,000	35,000
Justice Court	-	95,000
Nonmajor funds	91,500	210,000
Proprietary Funds:		
Airport Fund	100,000	130,000
Buffalo Peak Golf Course Fund	175,000	-
	\$ 561,500	\$ 561,500

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 14 - Fund Balance Clasifications

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

	General Fund	Public Works Fund	Community Correction	Human Services	Justice Court	Other Governmental Funds	Total Governmental Funds
Fund balances:							
Nonspendable:							
Inventories	\$ -	\$ 398,299	\$ -	\$ -	\$ -	\$ -	\$ 398,299
Prepaid Amt.	907	-	-	-	-	-	907
Interfund Rec.	1,449,053	-	-	-	-	-	1,449,053
Restricted:							
Community Srvs.	-	-	-	137,143	-	1,169,886	1,307,029
County Schools	-	-	-	-	-	77,793	77,793
Public Safety	-	-	1,977,719	-	-	374,107	2,351,826
Economic Develop.	-	-	-	-	-	160,393	160,393
Equipment	-	-	-	-	-	36,115	36,115
Public Works	-	4,498,505	-	-	-	175,468	4,673,973
Committed:							
Community Srvs.	-	-	-	-	-	474,718	474,718
Economic Develop.	-	-	-	-	-	216,622	216,622
Capital Acquisition	-	-	-	-	-	132,103	132,103
Public Safety	-	-	-	-	205,563	6,285	211,848
Unassigned	233,104	-	-	-	-	(6,696)	226,408
Total fund bal.	\$ 1,683,064	\$ 4,896,804	\$ 1,977,719	\$ 137,143	\$ 205,563	\$ 2,816,794	\$ 11,717,087

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Note 15 - Risk Management:

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters; 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 16 - 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 17 - 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, 2019, all closure cost had been paid. The \$678,652 reported as landfill closure and post-closure care liability at year end represents the estimated cost of monitoring the site for the next 17 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.

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, 2019, total cash of \$538,476 is available for these purposes. In the future, these costs may need to be covered by future tax revenue or franchise fees.

Note 18 - Other Post-Employment Benefits:

Defined Benefit OPEB Plan

The other postemployment benefits (OPEB) for the County is an implicit rate subsidy for retiree health insurance premiums.

Financial Statement Presentation

The County's OPEB plan is presented on the Statement of Net Position. The amounts on the financial statements relate to the plan as follows:

	Implicit Rate Subsidy Plan
Deferred Outflows of Resources	
Contributions After the Measurement Date	\$ 4,126
Change in Assumptions	8,482
Difference between expected and Actual Experience	1,734
Total OPEB Asset (Liability)	(254,585)
Deferred Inflows of Resources	
Change in Assumptions	11,787
OPEB Expense	32,096
(Included in program expenses on Statement of Activities)	

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Implicit Rate Subsidy

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:

<u>\$250 Deductible:</u>	<u>\$500 Deductible:</u>
Retiree Only \$824.85	Retiree & Other \$1,732.57

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.

Benefits Provided

The plan provides eligible retirees and their dependents under age 65 the same health care coverage at the same premium rates as offered to active employees. The retiree is responsible for the premiums. As of the valuation date of July 1, 2018, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries receiving benefits	0
Active employees	<u>97</u>
	<u>97</u>

Total OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The County's total OPEB liability of \$254,585 was measured as of June 30, 2019, and was determined by an actuarial valuation as of July 1, 2018.

For the fiscal year ended June 30, 2019, the County recognized OPEB expense from this plan of \$32,096. At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to this OPEB plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,734	\$ -
Changes of assumptions	8,482	11,787
Contributions subsequent to the measurement date	4,126	-
Total	<u>\$ 14,342</u>	<u>\$ 11,787</u>

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Deferred outflows of resources related to OPEB of \$4,126 resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30,		
2020	\$	(363)
2021		(363)
2022		(363)
2023		(363)
2024		(363)
Thereafter		244
Total	<u>\$</u>	<u>(1,571)</u>

Actuarial Assumptions and Other Inputs

The total OPEB liability in the July 1, 2018 valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Entry age normal
Inflation	2.50 percent
Salary increases	3.50 percent
Discount rate	3.50 percent (change from 3.58 percent in previous measurement period)
Projected salary increases	3.50 overall payroll growth; salaries for individuals are assumed to grow at 3.75 percent plus assumed rates of merit/longevity increases based on service.
Healthcare cost trend	Medical and vision: 7.00 percent per year, decreasing to 4.75 percent. Dental: 4.50 percent per year
Health Mortality	RP-2014 healthy annuitant, sex distinct mortality tables blended 50/50 blue collar and white collar, set back one year for males. Mortality is projected on a generational basis using the Unisex Social Security Data Scale.

The discount rate was based on Bond Buyer 20-Year General Obligation Bond Index.

Changes in the Total OPEB Liability

	Total OPEB
	Liability
Balance as of June 30, 2018	\$ 215,289
Changes for the year:	
Service cost	23,974
Interest on Total OPEB Liability	8,485
Effect of assumptions changes or inputs	9,468
Effect of economic/demographic gains/losses	1,936
Benefit Payments	(4,567)
Balance as of June 30, 2019	<u>\$ 254,585</u>

Changes in assumptions is the result of the change in the discount rate from 3.58 to 3.5.

UNION COUNTY, OREGON
Notes to Basic Financial Statements

Sensitivity of the Total OPEB Liability

The following presents the County's total OPEB liability, as well as what the liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.5 percent) or 1-percentage-point higher (4.5 percent) than the current discount rate. A similar sensitivity analysis is then presented for changes in the healthcare trend assumption.

Discount Rate:

	1% Decrease (2.5%)	Current Discount Rate (3.5%)	1% Increase (4.5%)
County's proportionate share of the net OPEB liability (asset)	\$ 278,378	\$ 254,585	\$ 232,418

Healthcare Cost Trend:

	1% Decrease (6% decreasing to 3.75%)	Current Healthcare Trend Rate (7% decreasing to 4.75%)	1% Increase (8% decreasing to 5.75%)
County's proportionate share of the net OPEB liability (asset)	\$ 220,511	\$ 254,585	\$ 295,576

This page intentionally left blank

**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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property taxes	\$ 5,597,350	\$ 5,597,350	\$ 5,607,088	\$ 9,738
Payments in lieu of tax	1,204,800	1,204,800	1,864,509	659,709
Other taxes	9,000	9,000	9,961	961
Intergovernmental	1,482,910	1,482,910	1,186,727	(296,183)
Charges for services	1,067,037	1,067,037	968,168	(98,869)
Licenses and fees	318,500	318,500	300,380	(18,120)
Fines and forfeitures	15,400	15,400	28,346	12,946
Rental income	159,677	159,677	152,912	(6,765)
Interest on investments	15,000	15,000	56,362	41,362
Miscellaneous	171,000	154,600	239,021	84,421
Total revenues	<u>10,040,674</u>	<u>10,024,274</u>	<u>10,413,474</u>	<u>389,200</u>
Expenditures				
Assessor	986,136	986,136	950,803	35,333
County Clerk	417,987	417,987	389,431	28,556
Board of Commissioners/Administration	1,060,515	1,060,515	1,002,418	58,097
Facilities/District Court	462,672	478,672	480,445	(1,773)
District Attorney/Support Enforcement	760,085	760,085	674,894	85,191
Juvenile Department	642,372	642,372	581,943	60,429
Planning/Emergency Services	670,308	670,308	534,905	135,403
Special Accounts	1,066,200	1,066,200	888,655	177,545
Sheriff	2,488,493	2,508,493	2,338,204	170,289
Corrections	1,902,406	1,902,406	1,861,576	40,830
Debt service	59,000	59,000	57,659	1,341
Capital outlay	103,000	103,000	121,055	(18,055)
Contingency	300,000	247,600	-	247,600
Total expenditures	<u>10,919,174</u>	<u>10,902,774</u>	<u>9,881,988</u>	<u>1,020,786</u>
Excess of revenues over (under) expenditures	<u>(878,500)</u>	<u>(878,500)</u>	<u>531,486</u>	<u>1,409,986</u>
Other Financing Sources (Uses)				
Transfers in	155,000	155,000	155,000	-
Transfers out	(91,500)	(91,500)	(91,500)	-
Total other financing sources (uses)	<u>63,500</u>	<u>63,500</u>	<u>63,500</u>	<u>-</u>
Net change in fund balance	(815,000)	(815,000)	594,986	1,409,986
Beginning fund balance	815,000	815,000	1,088,078	273,078
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,683,064</u>	<u>\$ 1,683,064</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 2,774,562	\$ 2,774,562	\$ 3,471,082	\$ 696,520
Licenses and fees	18,000	18,000	53,341	35,341
Interest on investments	7,500	7,500	78,194	70,694
Miscellaneous	5,000	5,000	11,314	6,314
Total revenues	<u>2,805,062</u>	<u>2,805,062</u>	<u>3,613,931</u>	<u>808,869</u>
Expenditures				
Personnel services	1,718,210	1,718,210	1,548,484	169,726
Materials and services	3,223,949	3,223,949	1,290,933	1,933,016
Debt service	170,000	170,000	60,982	109,018
Capital outlay	540,000	540,000	213,290	326,710
Contingency	250,000	250,000	-	250,000
Total expenditures	<u>5,902,159</u>	<u>5,902,159</u>	<u>3,113,689</u>	<u>2,788,470</u>
Excess of revenues over (under) expenditures	<u>(3,097,097)</u>	<u>(3,097,097)</u>	<u>500,242</u>	<u>3,597,339</u>
Other Financing Sources (Uses)				
Transfers in	40,000	40,000	40,000	-
Transfers out	(35,000)	(35,000)	(35,000)	-
Total other financing sources (uses)	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Net change in fund balance	<u>(3,092,097)</u>	<u>(3,092,097)</u>	<u>505,242</u>	<u>3,597,339</u>
Beginning fund balance	<u>3,092,097</u>	<u>3,092,097</u>	<u>4,391,562</u>	<u>1,299,465</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,896,804</u>	<u>\$ 4,896,804</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 221,358	\$ 221,358	\$ 349,811	\$ 128,453
Charges for services	868,834	868,834	871,750	2,916
Fines and forfeitures	48,000	48,000	45,396	(2,604)
Interest on investments	5,000	5,000	42,961	37,961
Miscellaneous	2,500	2,500	6,412	3,912
Total revenues	<u>1,145,692</u>	<u>1,145,692</u>	<u>1,316,330</u>	<u>170,638</u>
Expenditures				
Personnel services	788,982	788,982	741,801	47,181
Materials and services	660,122	660,122	443,568	216,554
Contingency	1,214,954	1,214,954	-	1,214,954
Total expenditures	<u>2,664,058</u>	<u>2,664,058</u>	<u>1,185,369</u>	<u>1,478,689</u>
Net change in fund balance	(1,518,366)	(1,518,366)	130,961	1,649,327
Beginning fund balance	<u>1,518,366</u>	<u>1,518,366</u>	<u>1,846,758</u>	<u>328,392</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,977,719</u>	<u>\$ 1,977,719</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 3,419,316	\$ 3,419,316	\$ 3,335,945	\$ (83,371)
Miscellaneous	30,000	30,000	28,312	(1,688)
Total revenues	<u>3,449,316</u>	<u>3,449,316</u>	<u>3,364,257</u>	<u>(85,059)</u>
Expenditures				
Personnel services	172,316	172,316	141,608	30,708
Materials and services	3,306,000	3,306,000	3,298,555	7,445
Total expenditures	<u>3,478,316</u>	<u>3,478,316</u>	<u>3,440,163</u>	<u>38,153</u>
Net change in fund balance	(29,000)	(29,000)	(75,906)	(46,906)
Beginning fund balance	<u>29,000</u>	<u>29,000</u>	<u>213,049</u>	<u>184,049</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 137,143</u>	<u>\$ 137,143</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeitures	\$ 356,000	\$ 356,000	\$ 422,658	\$ 66,658
Interest on investments	1,000	1,000	5,556	4,556
Miscellaneous	1,750	1,750	50	(1,700)
Total revenues	<u>358,750</u>	<u>358,750</u>	<u>428,264</u>	<u>69,514</u>
Expenditures				
Personnel services	126,307	148,307	146,463	1,844
Materials and services	236,943	236,943	213,437	23,506
Contingency	80,500	58,500	-	58,500
Total expenditures	<u>443,750</u>	<u>443,750</u>	<u>359,900</u>	<u>83,850</u>
Excess of revenues over (under) expenditures	(85,000)	(85,000)	68,364	153,364
Other Financing Sources (Uses)				
Transfers out	(95,000)	(95,000)	(95,000)	-
Net change in fund balance	(180,000)	(180,000)	(26,636)	153,364
Beginning fund balance	180,000	180,000	232,199	52,199
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 205,563</u>	<u>\$ 205,563</u>

UNION COUNTY, OREGON
Notes to Required Supplementary Information

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, 2019, except the County did not comply with ORS 294.456(6). Expenditures exceeded budgeted appropriations for the year ended June 30, 2019, as stated in the Notes to Basic Financial Statements, Note 2: Compliance and Accountability.

This page intentionally left blank

SUPPLEMENTARY INFORMATION

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2019

	202	205	210	215	217	220
	Weed Fund	Bicycle Fund/ Project Fund	Parks Department	Animal Control	County School	Commission on Children & Families
Assets and Deferred Outflows of Resources						
Assets:						
Cash and investments	\$ 157,884	\$ 173,551	\$ 195,833	\$ -	\$ 736	\$ 99,944
Accounts receivable	-	2,185	13,119	70	-	39,276
Taxes receivable	-	-	-	-	-	-
Total assets	<u>157,884</u>	<u>175,736</u>	<u>208,952</u>	<u>70</u>	<u>736</u>	<u>139,220</u>
Deferred outflows of resources:	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 157,884</u>	<u>\$ 175,736</u>	<u>\$ 208,952</u>	<u>\$ 70</u>	<u>\$ 736</u>	<u>\$ 139,220</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ 28,258	\$ 294	\$ -	\$ 448	\$ -	\$ 2,615
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	-	6,318	-	-
Total liabilities	<u>28,258</u>	<u>294</u>	<u>-</u>	<u>6,766</u>	<u>-</u>	<u>2,615</u>
Deferred inflows of resources:	-	-	-	-	-	-
Fund Balances:						
Restricted	129,626	175,442	208,952	-	736	136,605
Committed	-	-	-	-	-	-
Unassigned	-	-	-	(6,696)	-	-
Total fund balances	<u>129,626</u>	<u>175,442</u>	<u>208,952</u>	<u>(6,696)</u>	<u>736</u>	<u>136,605</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 157,884</u>	<u>\$ 175,736</u>	<u>\$ 208,952</u>	<u>\$ 70</u>	<u>\$ 736</u>	<u>\$ 139,220</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2019

230 Court Security	233 Wind Project	235 STF	245 Crime Victim Program	247 MERA	249 Sheriff Reserve Program	252 Title III	253 Forest Service Title III
\$ 61,797	\$ 35,032	\$ 176,962	\$ 8,025	\$ 119,156	\$ 4,589	\$ 382,490	\$ 61,084
2,563	-	60,992	40,807	-	-	-	-
-	-	-	-	-	-	-	-
<u>64,360</u>	<u>35,032</u>	<u>237,954</u>	<u>48,832</u>	<u>119,156</u>	<u>4,589</u>	<u>382,490</u>	<u>61,084</u>
-	-	-	-	-	-	-	-
<u>\$ 64,360</u>	<u>\$ 35,032</u>	<u>\$ 237,954</u>	<u>\$ 48,832</u>	<u>\$ 119,156</u>	<u>\$ 4,589</u>	<u>\$ 382,490</u>	<u>\$ 61,084</u>
\$ 600	\$ -	\$ 60,992	\$ 108	\$ 12,568	\$ -	\$ -	\$ -
-	-	-	-	-	-	366,517	-
-	-	-	-	-	-	-	-
<u>600</u>	<u>-</u>	<u>60,992</u>	<u>108</u>	<u>12,568</u>	<u>-</u>	<u>366,517</u>	<u>-</u>
-	-	-	-	-	-	-	-
63,760	-	176,962	48,724	106,588	-	15,973	61,084
-	35,032	-	-	-	4,589	-	-
-	-	-	-	-	-	-	-
<u>63,760</u>	<u>35,032</u>	<u>176,962</u>	<u>48,724</u>	<u>106,588</u>	<u>4,589</u>	<u>15,973</u>	<u>61,084</u>
<u>\$ 64,360</u>	<u>\$ 35,032</u>	<u>\$ 237,954</u>	<u>\$ 48,832</u>	<u>\$ 119,156</u>	<u>\$ 4,589</u>	<u>\$ 382,490</u>	<u>\$ 61,084</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2019

	255	260	263	265	266	269
	Economic Development	Community Development Loan	Watershed	Agriculture Services	Non-Med Transportation	Mediation Assessment
Assets and Deferred Outflows of Resources						
Assets:						
Cash and investments	\$ 227,830	\$ 10,393	\$ -	\$ 89,397	\$ 11,044	\$ 65,166
Accounts receivable	356,270	-	72,800	6,250	10,331	-
Taxes receivable	-	-	-	-	-	-
Total assets	<u>584,100</u>	<u>10,393</u>	<u>72,800</u>	<u>95,647</u>	<u>21,375</u>	<u>65,166</u>
Deferred outflows of resources:	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 584,100</u>	<u>\$ 10,393</u>	<u>\$ 72,800</u>	<u>\$ 95,647</u>	<u>\$ 21,375</u>	<u>\$ 65,166</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 252,510	\$ -	\$ -	\$ 720	\$ 10,331	\$ 100
Unearned revenue	-	-	-	-	-	-
Interfund payable	-	-	72,774	-	-	-
Total liabilities	<u>252,510</u>	<u>-</u>	<u>72,774</u>	<u>720</u>	<u>10,331</u>	<u>100</u>
Deferred inflows of resources:	-	-	-	-	-	-
Fund Balances:						
Restricted	150,000	10,393	26	-	11,044	65,066
Committed	181,590	-	-	94,927	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>331,590</u>	<u>10,393</u>	<u>26</u>	<u>94,927</u>	<u>11,044</u>	<u>65,066</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 584,100</u>	<u>\$ 10,393</u>	<u>\$ 72,800</u>	<u>\$ 95,647</u>	<u>\$ 21,375</u>	<u>\$ 65,166</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2019

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
\$ 1,696	\$ 4,504	\$ 156,798	\$ 26,451	\$ 70,315	\$ 11,891	\$ 50,481	\$ 41,759
-	-	92,266	-	-	34,484	-	-
-	-	-	-	-	-	-	-
<u>1,696</u>	<u>4,504</u>	<u>249,064</u>	<u>26,451</u>	<u>70,315</u>	<u>46,375</u>	<u>50,481</u>	<u>41,759</u>
-	-	-	-	-	-	-	-
<u>\$ 1,696</u>	<u>\$ 4,504</u>	<u>\$ 249,064</u>	<u>\$ 26,451</u>	<u>\$ 70,315</u>	<u>\$ 46,375</u>	<u>\$ 50,481</u>	<u>\$ 41,759</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,947	\$ -	\$ 23,233
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	<u>26,947</u>	-	<u>23,233</u>
-	-	-	-	-	-	-	-
-	4,504	249,064	-	70,315	19,428	-	-
1,696	-	-	26,451	-	-	50,481	18,526
-	-	-	-	-	-	-	-
<u>1,696</u>	<u>4,504</u>	<u>249,064</u>	<u>26,451</u>	<u>70,315</u>	<u>19,428</u>	<u>50,481</u>	<u>18,526</u>
<u>\$ 1,696</u>	<u>\$ 4,504</u>	<u>\$ 249,064</u>	<u>\$ 26,451</u>	<u>\$ 70,315</u>	<u>\$ 46,375</u>	<u>\$ 50,481</u>	<u>\$ 41,759</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2019

	295 Union County Fair Board	301 Clerk Equipment Reserve	302 A & T Users Capital	303 Vehicle Reserve	306 GIS	307 Transit HUB Maintenance
Assets and Deferred Outflows of Resources						
Assets:						
Cash and investments	\$ 62,042	\$ 36,140	\$ 37,929	\$ 43,538	\$ 33,863	\$ 35,794
Accounts receivable	-	981	155	-	1,320	-
Taxes receivable	-	-	-	-	-	-
Total assets	<u>62,042</u>	<u>37,121</u>	<u>38,084</u>	<u>43,538</u>	<u>35,183</u>	<u>35,794</u>
Deferred outflows of resources:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 62,042</u>	<u>\$ 37,121</u>	<u>\$ 38,084</u>	<u>\$ 43,538</u>	<u>\$ 35,183</u>	<u>\$ 35,794</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 8,708	\$ 1,006	\$ -	\$ -	\$ -	\$ 816
Unearned revenue	17,284	-	-	-	-	-
Interfund payable	-	-	-	-	-	-
Total liabilities	<u>25,992</u>	<u>1,006</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>816</u>
Deferred inflows of resources:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:						
Restricted	-	36,115	-	-	-	-
Committed	36,050	-	38,084	43,538	35,183	34,978
Unassigned	-	-	-	-	-	-
Total fund balances	<u>36,050</u>	<u>36,115</u>	<u>38,084</u>	<u>43,538</u>	<u>35,183</u>	<u>34,978</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 62,042</u>	<u>\$ 37,121</u>	<u>\$ 38,084</u>	<u>\$ 43,538</u>	<u>\$ 35,183</u>	<u>\$ 35,794</u>

UNION COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
June 30, 2019

308 Communications System	312 Dispute Resolution	313 Surveyor	315 Map	902 Union County 4-H Extension	Total Nonmajor Governmental Funds
\$ 220,607	\$ 12,134	\$ 5,078	\$ 9,637	\$ 223,307	\$ 2,964,877
-	425	2,193	-	11,604	748,091
-	-	-	-	30,083	30,083
<u>220,607</u>	<u>12,559</u>	<u>7,271</u>	<u>9,637</u>	<u>264,994</u>	<u>3,743,051</u>
-	-	-	-	-	-
<u>\$ 220,607</u>	<u>\$ 12,559</u>	<u>\$ 7,271</u>	<u>\$ 9,637</u>	<u>\$ 264,994</u>	<u>\$ 3,743,051</u>
\$ 1,641	-	-	-	\$ 3,757	\$ 435,652
-	-	-	-	27,712	411,513
-	-	-	-	-	79,092
<u>1,641</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,469</u>	<u>926,257</u>
-	-	-	-	-	-
-	12,559	7,271	-	233,525	1,993,762
218,966	-	-	9,637	-	829,728
-	-	-	-	-	(6,696)
<u>218,966</u>	<u>12,559</u>	<u>7,271</u>	<u>9,637</u>	<u>233,525</u>	<u>2,816,794</u>
<u>\$ 220,607</u>	<u>\$ 12,559</u>	<u>\$ 7,271</u>	<u>\$ 9,637</u>	<u>\$ 264,994</u>	<u>\$ 3,743,051</u>

UNION COUNTY, OREGON
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2019

	202	205	210	215	217	220
	Weed Fund	Bicycle Fund/ Project Fund	Parks Department	Animal Control	County School	Commission on Children & Families
Revenues						
Taxes:						
Property taxes	\$ 199,396	\$ -	\$ -	\$ -	\$ -	\$ -
Payments in lieu of tax	-	-	-	-	130,173	-
Other taxes	-	-	-	-	9,224	-
Intergovernmental	70,525	143,652	107,480	-	175,585	134,905
Charges for services	-	-	-	14,294	-	-
Licenses and fees	-	-	-	-	-	-
Miscellaneous:						
Fines and forfeitures	-	-	-	10,095	-	-
Rental income	-	-	-	-	-	-
Interest on investments	2,806	3,633	4,048	-	2,712	2,353
Other income	9,071	-	-	33,840	-	12,511
Total revenues	<u>281,798</u>	<u>147,285</u>	<u>111,528</u>	<u>58,229</u>	<u>317,694</u>	<u>149,769</u>
Expenditures						
Current:						
General government	-	-	-	-	-	-
Public works	-	100,637	-	-	-	-
Public safety	-	-	-	-	-	-
Public services	215,660	-	-	127,121	-	136,790
Culture and recreation	-	-	45,252	-	-	-
Community development	-	-	-	-	-	-
Education	-	-	-	-	317,163	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	-	69,057	-	-	-
Total expenditures	<u>215,660</u>	<u>100,637</u>	<u>114,309</u>	<u>127,121</u>	<u>317,163</u>	<u>136,790</u>
Excess of revenues over (under) expenditures	<u>66,138</u>	<u>46,648</u>	<u>(2,781)</u>	<u>(68,892)</u>	<u>531</u>	<u>12,979</u>
Other Financing Sources (Uses)						
Transfers in	-	-	-	62,000	-	-
Transfers out	-	-	(10,000)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(10,000)</u>	<u>62,000</u>	<u>-</u>	<u>-</u>
Net change in fund balance	66,138	46,648	(12,781)	(6,892)	531	12,979
Beginning fund balance	<u>63,488</u>	<u>128,794</u>	<u>221,733</u>	<u>196</u>	<u>205</u>	<u>123,626</u>
Ending fund balance	<u>\$ 129,626</u>	<u>\$ 175,442</u>	<u>\$ 208,952</u>	<u>\$ (6,696)</u>	<u>\$ 736</u>	<u>\$ 136,605</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, 2019

230 Court Security	233 Wind Project	235 STF	245 Crime Victim Program	247 MERA	249 Sheriff Reserve Program	252 Title III	253 Forest Service Title III
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
40,630	-	559,901	191,378	72,074	-	1	-
-	216,118	-	-	-	18,756	-	-
-	-	-	-	-	-	-	-
1,335	1,986	822	-	-	-	6,585	1,196
-	-	-	-	26,337	-	-	-
<u>41,965</u>	<u>218,104</u>	<u>560,723</u>	<u>191,378</u>	<u>98,411</u>	<u>18,756</u>	<u>6,586</u>	<u>1,196</u>
-	-	-	-	-	-	-	-
37,022	-	-	-	-	-	-	-
-	-	-	193,208	-	6,867	-	227
-	68,416	387,770	-	128,884	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	26,408	-	-	-
<u>37,022</u>	<u>68,416</u>	<u>387,770</u>	<u>193,208</u>	<u>155,292</u>	<u>6,867</u>	<u>-</u>	<u>227</u>
4,943	149,688	172,953	(1,830)	(56,881)	11,889	6,586	969
-	-	-	-	-	-	-	-
-	(115,000)	-	-	-	-	-	-
-	(115,000)	-	-	-	-	-	-
4,943	34,688	172,953	(1,830)	(56,881)	11,889	6,586	969
58,817	344	4,009	50,554	163,469	(7,300)	9,387	60,115
<u>\$ 63,760</u>	<u>\$ 35,032</u>	<u>\$ 176,962</u>	<u>\$ 48,724</u>	<u>\$ 106,588</u>	<u>\$ 4,589</u>	<u>\$ 15,973</u>	<u>\$ 61,084</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, 2019

	255	260	263	265	266	269
	Economic Development	Community Development Loan	Watershed	Agriculture Services	Non-Med Transportation	Mediation Assessment
Revenues						
Taxes:						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payments in lieu of tax	-	-	-	-	-	-
Other taxes	204,648	-	-	-	-	-
Intergovernmental	656,334	-	-	30,125	31,040	-
Charges for services	-	-	-	-	-	-
Licenses and fees	-	-	-	-	-	27,125
Miscellaneous:						
Fines and forfeitures	-	-	-	-	-	-
Rental income	-	-	-	-	-	-
Interest on investments	10,614	203	-	1,792	226	1,443
Other income	199,677	-	410,936	-	9,492	-
Total revenues	<u>1,071,273</u>	<u>203</u>	<u>410,936</u>	<u>31,917</u>	<u>40,758</u>	<u>28,568</u>
Expenditures						
Current:						
General government	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public services	-	-	410,910	44,301	68,482	21,446
Culture and recreation	-	-	-	-	-	-
Community development	148,776	-	-	-	-	-
Education	-	-	-	-	-	-
Debt service:						
Principal	218,705	-	-	-	-	-
Interest	17,115	-	-	-	-	-
Capital outlay	769,983	-	-	-	-	-
Total expenditures	<u>1,154,579</u>	<u>-</u>	<u>410,910</u>	<u>44,301</u>	<u>68,482</u>	<u>21,446</u>
Excess of revenues over (under) expenditures	<u>(83,306)</u>	<u>203</u>	<u>26</u>	<u>(12,384)</u>	<u>(27,724)</u>	<u>7,122</u>
Other Financing Sources (Uses)						
Transfers in	-	-	-	-	-	-
Transfers out	(75,000)	-	-	-	-	-
Total other financing sources (uses)	<u>(75,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(158,306)	203	26	(12,384)	(27,724)	7,122
Beginning fund balance	<u>489,896</u>	<u>10,190</u>	<u>-</u>	<u>107,311</u>	<u>38,768</u>	<u>57,944</u>
Ending fund balance	<u>\$ 331,590</u>	<u>\$ 10,393</u>	<u>\$ 26</u>	<u>\$ 94,927</u>	<u>\$ 11,044</u>	<u>\$ 65,066</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, 2019

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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	371,788	-	-	119,064	-	-
-	-	-	6,000	-	-	-	-
-	-	-	-	18,668	5,406	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
33	88	5,619	472	1,730	-	1,450	788
-	-	-	-	-	663	-	7,200
<u>33</u>	<u>88</u>	<u>377,407</u>	<u>6,472</u>	<u>20,398</u>	<u>125,133</u>	<u>1,450</u>	<u>7,988</u>
-	-	-	-	-	-	-	-
-	-	320,000	-	-	116,952	-	-
-	-	-	-	-	-	-	27,258
-	-	-	4,748	17,085	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	26,087	-
<u>-</u>	<u>-</u>	<u>320,000</u>	<u>4,748</u>	<u>17,085</u>	<u>116,952</u>	<u>26,087</u>	<u>27,258</u>
33	88	57,407	1,724	3,313	8,181	(24,637)	(19,270)
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
33	88	57,407	1,724	3,313	8,181	(24,637)	(19,270)
1,663	4,416	191,657	24,727	67,002	11,247	75,118	37,796
<u>\$ 1,696</u>	<u>\$ 4,504</u>	<u>\$ 249,064</u>	<u>\$ 26,451</u>	<u>\$ 70,315</u>	<u>\$ 19,428</u>	<u>\$ 50,481</u>	<u>\$ 18,526</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, 2019

	295 Union County Fair Board	301 Clerk Equipment Reserve	302 A & T Users Capital	303 Vehicle Reserve	306 GIS	307 Transit HUB Maintenance
Revenues						
Taxes:						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payments in lieu of tax	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-
Intergovernmental	53,167	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Licenses and fees	-	11,920	1,813	-	12,755	-
Miscellaneous:						
Fines and forfeitures	-	-	-	-	-	-
Rental income	25,291	-	-	-	-	-
Interest on investments	2	729	726	1,152	774	715
Other income	84,034	-	-	326	-	6,000
Total revenues	<u>162,494</u>	<u>12,649</u>	<u>2,539</u>	<u>1,478</u>	<u>13,529</u>	<u>6,715</u>
Expenditures						
Current:						
General government	-	30,319	-	-	-	-
Public works	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public services	-	-	-	-	5,400	8,892
Culture and recreation	147,145	-	-	-	-	-
Community development	-	-	-	-	-	-
Education	-	-	-	-	-	-
Debt service:						
Principal	5,996	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	14,600	-	-	26,835	-	-
Total expenditures	<u>167,741</u>	<u>30,319</u>	<u>-</u>	<u>26,835</u>	<u>5,400</u>	<u>8,892</u>
Excess of revenues over (under) expenditures	<u>(5,247)</u>	<u>(17,670)</u>	<u>2,539</u>	<u>(25,357)</u>	<u>8,129</u>	<u>(2,177)</u>
Other Financing Sources (Uses)						
Transfers in	-	-	-	5,000	1,500	-
Transfers out	-	-	-	-	(10,000)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>(8,500)</u>	<u>-</u>
Net change in fund balance	(5,247)	(17,670)	2,539	(20,357)	(371)	(2,177)
Beginning fund balance	<u>41,297</u>	<u>53,785</u>	<u>35,545</u>	<u>63,895</u>	<u>35,554</u>	<u>37,155</u>
Ending fund balance	<u>\$ 36,050</u>	<u>\$ 36,115</u>	<u>\$ 38,084</u>	<u>\$ 43,538</u>	<u>\$ 35,183</u>	<u>\$ 34,978</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, 2019

308	312	313	315	902 Union County 4-H Extension	Total Nonmajor Governmental Funds
Communications System	Dispute Resolution	Surveyor	Map		
\$ -	\$ -	\$ -	\$ -	\$ 303,834	\$ 503,230
-	-	-	-	-	130,173
-	-	-	-	-	213,872
-	26,000	-	-	-	2,783,649
-	9,647	-	-	-	48,697
61,914	-	26,688	-	-	382,407
-	-	-	-	-	10,095
-	-	-	-	56,911	82,202
4,156	208	32	188	6,197	66,813
-	-	-	-	17,248	817,335
<u>66,070</u>	<u>35,855</u>	<u>26,720</u>	<u>188</u>	<u>384,190</u>	<u>5,038,473</u>
-	-	57,485	-	-	87,804
-	-	-	-	-	100,637
37,783	-	-	-	-	511,757
-	27,381	-	-	-	1,293,943
-	-	-	-	369,714	708,080
-	-	-	-	-	609,710
-	-	-	-	-	317,163
-	-	-	-	12,215	236,916
-	-	-	-	5,247	22,362
-	-	-	-	-	932,970
<u>37,783</u>	<u>27,381</u>	<u>57,485</u>	<u>-</u>	<u>387,176</u>	<u>4,821,342</u>
<u>28,287</u>	<u>8,474</u>	<u>(30,765)</u>	<u>188</u>	<u>(2,986)</u>	<u>217,131</u>
-	-	23,000	-	-	91,500
-	-	-	-	-	(210,000)
-	-	23,000	-	-	(118,500)
28,287	8,474	(7,765)	188	(2,986)	98,631
190,679	4,085	15,036	9,449	236,511	2,718,163
<u>\$ 218,966</u>	<u>\$ 12,559</u>	<u>\$ 7,271</u>	<u>\$ 9,637</u>	<u>\$ 233,525</u>	<u>\$ 2,816,794</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property taxes	\$ 200,000	\$ 200,000	\$ 199,396	\$ (604)
Intergovernmental	59,035	59,035	70,525	11,490
Interest on investments	-	-	2,806	2,806
Miscellaneous	-	-	9,071	9,071
Total revenues	<u>259,035</u>	<u>259,035</u>	<u>281,798</u>	<u>22,763</u>
Expenditures				
Personnel services	98,882	99,382	99,093	289
Materials and services	155,153	155,153	116,567	38,586
Capital outlay	5,000	5,000	-	5,000
Contingency	60,000	59,500	-	59,500
Total expenditures	<u>319,035</u>	<u>319,035</u>	<u>215,660</u>	<u>103,375</u>
Net change in fund balance	(60,000)	(60,000)	66,138	126,138
Beginning fund balance	<u>60,000</u>	<u>60,000</u>	<u>63,488</u>	<u>3,488</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 129,626</u></u>	<u><u>\$ 129,626</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 178,000	\$ 178,000	\$ 143,652	\$ (34,348)
Interest on investments	1,200	1,200	3,633	2,433
Total revenues	<u>179,200</u>	<u>179,200</u>	<u>147,285</u>	<u>(31,915)</u>
Expenditures				
Materials and services	170,000	170,000	100,637	69,363
Capital outlay	50,000	50,000	-	50,000
Contingency	69,200	69,200	-	69,200
Total expenditures	<u>289,200</u>	<u>289,200</u>	<u>100,637</u>	<u>188,563</u>
Net change in fund balance	(110,000)	(110,000)	46,648	156,648
Beginning fund balance	<u>110,000</u>	<u>110,000</u>	<u>128,794</u>	<u>18,794</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 175,442</u>	<u>\$ 175,442</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 101,537	\$ 101,537	\$ 107,480	\$ 5,943
Interest on investments	1,000	1,000	4,048	3,048
Total revenues	<u>102,537</u>	<u>102,537</u>	<u>111,528</u>	<u>8,991</u>
Expenditures				
Personnel services	27,796	27,796	18,197	9,599
Materials and services	80,000	80,000	27,055	52,945
Capital outlay	55,000	55,000	69,057	(14,057)
Contingency	130,174	130,174	-	130,174
Total expenditures	<u>292,970</u>	<u>292,970</u>	<u>114,309</u>	<u>178,661</u>
Excess of revenues over (under) expenditures	(190,433)	(190,433)	(2,781)	187,652
Other Financing Sources (Uses)				
Transfers out	(10,000)	(10,000)	(10,000)	-
Net change in fund balance	(200,433)	(200,433)	(12,781)	187,652
Beginning fund balance	<u>200,433</u>	<u>200,433</u>	<u>221,733</u>	<u>21,300</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 208,952</u>	<u>\$ 208,952</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for services	\$ 30,821	\$ 30,821	\$ 14,294	\$ (16,527)
Licenses and fees	15,000	15,000	-	(15,000)
Fines and forfeitures	4,000	4,000	10,095	6,095
Miscellaneous	9,500	13,900	33,840	19,940
Total revenues	<u>59,321</u>	<u>63,721</u>	<u>58,229</u>	<u>(5,492)</u>
Expenditures				
Personnel services	66,125	70,525	66,444	4,081
Materials and services	66,705	66,705	60,677	6,028
Total expenditures	<u>132,830</u>	<u>137,230</u>	<u>127,121</u>	<u>10,109</u>
Excess of revenues over (under) expenditures	(73,509)	(73,509)	(68,892)	4,617
Other Financing Sources (Uses)				
Transfers in	<u>62,000</u>	<u>62,000</u>	<u>62,000</u>	<u>-</u>
Net change in fund balance	(11,509)	(11,509)	(6,892)	4,617
Beginning fund balance	<u>11,509</u>	<u>11,509</u>	<u>196</u>	<u>(11,313)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,696)</u>	<u>\$ (6,696)</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Payments in lieu of tax	\$ 130,000	\$ 130,000	\$ 130,173	\$ 173
Other taxes	12,000	12,000	9,224	(2,776)
Intergovernmental	200,000	200,000	175,585	(24,415)
Interest on investments	700	700	2,712	2,012
Total revenues	<u>342,700</u>	<u>342,700</u>	<u>317,694</u>	<u>(25,006)</u>
Expenditures				
Distributions to school districts	<u>342,700</u>	<u>342,700</u>	<u>317,163</u>	<u>25,537</u>
Net change in fund balance	-	-	531	531
Beginning fund balance	<u>-</u>	<u>-</u>	<u>205</u>	<u>205</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 736</u></u>	<u><u>\$ 736</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 125,000	\$ 125,000	\$ 134,905	\$ 9,905
Interest on investments	800	800	2,353	1,553
Miscellaneous	13,000	13,000	12,511	(489)
Total revenues	<u>138,800</u>	<u>138,800</u>	<u>149,769</u>	<u>10,969</u>
Expenditures				
Personnel services	89,821	86,821	86,066	755
Materials and services	73,979	76,979	50,724	26,255
Total expenditures	<u>163,800</u>	<u>163,800</u>	<u>136,790</u>	<u>27,010</u>
Net change in fund balance	(25,000)	(25,000)	12,979	37,979
Beginning fund balance	<u>25,000</u>	<u>25,000</u>	<u>123,626</u>	<u>98,626</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 136,605</u>	<u>\$ 136,605</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 38,244	\$ 38,244	\$ 40,630	\$ 2,386
Interest on investments	260	260	1,335	1,075
Total revenues	<u>38,504</u>	<u>38,504</u>	<u>41,965</u>	<u>3,461</u>
Expenditures				
Materials and services	39,000	39,000	37,022	1,978
Contingency	29,504	29,504	-	29,504
Total expenditures	<u>68,504</u>	<u>68,504</u>	<u>37,022</u>	<u>31,482</u>
Net change in fund balance	(30,000)	(30,000)	4,943	34,943
Beginning fund balance	<u>30,000</u>	<u>30,000</u>	<u>58,817</u>	<u>28,817</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 63,760</u></u>	<u><u>\$ 63,760</u></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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 165,000	\$ 183,500	\$ 216,118	\$ 32,618
Interest on investments	-	-	1,986	1,986
Total revenues	<u>165,000</u>	<u>183,500</u>	<u>218,104</u>	<u>34,604</u>
Expenditures				
Materials and services	<u>50,000</u>	<u>68,500</u>	<u>68,416</u>	<u>84</u>
Excess of revenues over (under) expenditures	115,000	115,000	149,688	34,688
Other Financing Sources (Uses)				
Transfers out	<u>(115,000)</u>	<u>(115,000)</u>	<u>(115,000)</u>	<u>-</u>
Net change in fund balance	-	-	34,688	34,688
Beginning fund balance	<u>-</u>	<u>-</u>	<u>344</u>	<u>344</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 35,032</u></u>	<u><u>\$ 35,032</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 427,000	\$ 427,000	\$ 559,901	\$ 132,901
Interest on investments	-	-	822	822
Total revenues	<u>427,000</u>	<u>427,000</u>	<u>560,723</u>	<u>133,723</u>
Expenditures				
Materials and services	<u>427,000</u>	<u>427,000</u>	<u>387,770</u>	<u>39,230</u>
Net change in fund balance	-	-	172,953	172,953
Beginning fund balance	<u>-</u>	<u>-</u>	<u>4,009</u>	<u>4,009</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 176,962</u></u>	<u><u>\$ 176,962</u></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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 220,351	\$ 220,351	\$ 191,378	\$ (28,973)
Expenditures				
Personnel services	198,050	195,550	171,555	23,995
Materials and services	22,301	24,801	21,653	3,148
Total expenditures	<u>220,351</u>	<u>220,351</u>	<u>193,208</u>	<u>27,143</u>
Net change in fund balance	-	-	(1,830)	(1,830)
Beginning fund balance	-	-	50,554	50,554
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,724</u>	<u>\$ 48,724</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 246,363	\$ 246,363	\$ 72,074	\$ (174,289)
Interest on investments	500	500	-	(500)
Miscellaneous	6,700	6,700	26,337	19,637
Total revenues	<u>253,563</u>	<u>253,563</u>	<u>98,411</u>	<u>(155,152)</u>
Expenditures				
Personnel services	76,383	76,383	72,919	3,464
Materials and services	131,240	131,240	55,965	75,275
Capital outlay	176,022	176,022	26,408	149,614
Total expenditures	<u>383,645</u>	<u>383,645</u>	<u>155,292</u>	<u>228,353</u>
Net change in fund balance	(130,082)	(130,082)	(56,881)	73,201
Beginning fund balance	<u>130,082</u>	<u>130,082</u>	<u>163,469</u>	<u>33,387</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 106,588</u>	<u>\$ 106,588</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 25,000	\$ 25,000	\$ 18,756	\$ (6,244)
Expenditures				
Personnel services	<u>25,000</u>	<u>25,000</u>	<u>6,867</u>	<u>18,133</u>
Net change in fund balance	-	-	11,889	11,889
Beginning fund balance	<u>-</u>	<u>-</u>	<u>(7,300)</u>	<u>(7,300)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,589</u>	<u>\$ 4,589</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 60,000	\$ 60,000	\$ 1	\$ (59,999)
Interest on investments	2,000	2,000	6,585	4,585
Total revenues	<u>62,000</u>	<u>62,000</u>	<u>6,586</u>	<u>(55,414)</u>
Expenditures				
Materials and services	<u>317,000</u>	<u>317,000</u>	<u>-</u>	<u>317,000</u>
Net change in fund balance	(255,000)	(255,000)	6,586	261,586
Beginning fund balance	<u>255,000</u>	<u>255,000</u>	<u>9,387</u>	<u>(245,613)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,973</u>	<u>\$ 15,973</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 450	\$ 450	\$ 1,196	\$ 746
Expenditures				
Materials and services	59,450	59,450	227	59,223
Net change in fund balance	(59,000)	(59,000)	969	59,969
Beginning fund balance	59,000	59,000	60,115	1,115
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,084</u>	<u>\$ 61,084</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Other taxes	\$ 200,000	\$ 200,000	\$ 204,648	\$ 4,648
Intergovernmental	655,000	655,000	656,334	1,334
Interest on investments	3,000	3,000	10,614	7,614
Miscellaneous	-	-	199,677	199,677
Total revenues	<u>858,000</u>	<u>858,000</u>	<u>1,071,273</u>	<u>213,273</u>
Expenditures				
Materials and services	201,000	201,000	148,776	52,224
Debt service	283,500	283,500	235,820	47,680
Capital outlay	825,000	825,000	769,983	55,017
Contingency	160,500	160,500	-	160,500
Total expenditures	<u>1,470,000</u>	<u>1,470,000</u>	<u>1,154,579</u>	<u>315,421</u>
Excess of revenues over (under) expenditures	<u>(612,000)</u>	<u>(612,000)</u>	<u>(83,306)</u>	<u>528,694</u>
Other Financing Sources (Uses)				
Sale of land	242,000	242,000	-	(242,000)
Transfers out	(100,000)	(100,000)	(75,000)	25,000
Total other financing sources (uses)	<u>142,000</u>	<u>142,000</u>	<u>(75,000)</u>	<u>(217,000)</u>
Net change in fund balance	(470,000)	(470,000)	(158,306)	311,694
Beginning fund balance	<u>470,000</u>	<u>470,000</u>	<u>489,896</u>	<u>19,896</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 331,590</u>	<u>\$ 331,590</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 400,000	\$ 400,000	\$ -	\$ (400,000)
Interest on investments	75	75	203	128
Total revenues	<u>400,075</u>	<u>400,075</u>	<u>203</u>	<u>(399,872)</u>
Expenditures				
Materials and services	<u>410,210</u>	<u>410,210</u>	<u>-</u>	<u>410,210</u>
Net change in fund balance	(10,135)	(10,135)	203	10,338
Beginning fund balance	<u>10,135</u>	<u>10,135</u>	<u>10,190</u>	<u>55</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 10,393</u></u>	<u><u>\$ 10,393</u></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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 399,772	\$ 411,772	\$ 410,936	\$ (836)
Expenditures				
Personnel services	<u>399,772</u>	<u>411,772</u>	<u>410,910</u>	<u>862</u>
Net change in fund balance	-	-	26	26
Beginning fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26</u>	<u>\$ 26</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 51,750	\$ 33,250	\$ 30,125	\$ (3,125)
Interest on investments	1,000	1,000	1,792	792
Total revenues	<u>52,750</u>	<u>34,250</u>	<u>31,917</u>	<u>(2,333)</u>
Expenditures				
Personnel services	60,825	60,825	40,344	20,481
Materials and services	8,800	8,800	3,957	4,843
Contingency	78,125	59,625	-	59,625
Total expenditures	<u>147,750</u>	<u>129,250</u>	<u>44,301</u>	<u>84,949</u>
Net change in fund balance	(95,000)	(95,000)	(12,384)	82,616
Beginning fund balance	<u>95,000</u>	<u>95,000</u>	<u>107,311</u>	<u>12,311</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 94,927</u>	<u>\$ 94,927</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 31,040	\$ (68,960)
Interest on investments	-	-	226	226
Miscellaneous	30,000	30,000	9,492	(20,508)
Total revenues	<u>130,000</u>	<u>130,000</u>	<u>40,758</u>	<u>(89,242)</u>
Expenditures				
Materials and services	<u>130,000</u>	<u>130,000</u>	<u>68,482</u>	<u>61,518</u>
Net change in fund balance	-	-	(27,724)	(27,724)
Beginning fund balance	<u>-</u>	<u>-</u>	<u>38,768</u>	<u>38,768</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 11,044</u></u>	<u><u>\$ 11,044</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 27,654	\$ 27,654	\$ 27,125	\$ (529)
Interest on investments	100	100	1,443	1,343
Total revenues	<u>27,754</u>	<u>27,754</u>	<u>28,568</u>	<u>814</u>
Expenditures				
Materials and services	40,050	40,050	21,446	18,604
Contingency	55,413	55,413	-	55,413
Total expenditures	<u>95,463</u>	<u>95,463</u>	<u>21,446</u>	<u>74,017</u>
Net change in fund balance	(67,709)	(67,709)	7,122	74,831
Beginning fund balance	<u>67,709</u>	<u>67,709</u>	<u>57,944</u>	<u>(9,765)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,066</u>	<u>\$ 65,066</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ -	\$ -	\$ 33	\$ 33
Expenditures				
Materials and services	<u>1,654</u>	<u>1,654</u>	<u>-</u>	<u>1,654</u>
Net change in fund balance	(1,654)	(1,654)	33	1,687
Beginning fund balance	<u>1,654</u>	<u>1,654</u>	<u>1,663</u>	<u>9</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,696</u>	<u>\$ 1,696</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 25	\$ 25	\$ 88	\$ 63
Expenditures				
Materials and services	4,417	4,417	-	4,417
Net change in fund balance	(4,392)	(4,392)	88	4,480
Beginning fund balance	4,392	4,392	4,416	24
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,504</u>	<u>\$ 4,504</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 350,000	\$ 350,000	\$ 371,788	\$ 21,788
Interest on investments	1,500	1,500	5,619	4,119
Total revenues	<u>351,500</u>	<u>351,500</u>	<u>377,407</u>	<u>25,907</u>
Expenditures				
Materials and services	320,000	320,000	320,000	-
Contingency	206,500	206,500	-	206,500
Total expenditures	<u>526,500</u>	<u>526,500</u>	<u>320,000</u>	<u>206,500</u>
Net change in fund balance	(175,000)	(175,000)	57,407	232,407
Beginning fund balance	<u>175,000</u>	<u>175,000</u>	<u>191,657</u>	<u>16,657</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 249,064</u></u>	<u><u>\$ 249,064</u></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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 6,000	\$ 6,000	\$ 6,000	\$ -
Interest on investments	125	125	472	347
Total revenues	<u>6,125</u>	<u>6,125</u>	<u>6,472</u>	<u>347</u>
Expenditures				
Materials and services	<u>30,625</u>	<u>30,625</u>	<u>4,748</u>	<u>25,877</u>
Net change in fund balance	(24,500)	(24,500)	1,724	26,224
Beginning fund balance	<u>24,500</u>	<u>24,500</u>	<u>24,727</u>	<u>227</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 26,451</u></u>	<u><u>\$ 26,451</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 19,000	\$ 19,000	\$ 18,668	\$ (332)
Interest on investments	700	700	1,730	1,030
Total revenues	<u>19,700</u>	<u>19,700</u>	<u>20,398</u>	<u>698</u>
Expenditures				
Materials and services	60,000	60,000	17,085	42,915
Contingency	39,700	39,700	-	39,700
Total expenditures	<u>99,700</u>	<u>99,700</u>	<u>17,085</u>	<u>82,615</u>
Net change in fund balance	(80,000)	(80,000)	3,313	83,313
Beginning fund balance	<u>80,000</u>	<u>80,000</u>	<u>67,002</u>	<u>(12,998)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70,315</u>	<u>\$ 70,315</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 143,800	\$ 143,800	\$ 119,064	\$ (24,736)
Licenses and fees	6,000	6,000	5,406	(594)
Miscellaneous	-	-	663	663
Total revenues	<u>149,800</u>	<u>149,800</u>	<u>125,133</u>	<u>(24,667)</u>
Expenditures				
Materials and services	<u>149,800</u>	<u>149,800</u>	<u>116,952</u>	<u>32,848</u>
Net change in fund balance	-	-	8,181	8,181
Beginning fund balance	<u>-</u>	<u>-</u>	<u>11,247</u>	<u>11,247</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 19,428</u></u>	<u><u>\$ 19,428</u></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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 500	\$ 500	\$ 1,450	\$ 950
Expenditures				
Capital outlay	30,000	30,000	26,087	3,913
Contingency	63,500	63,500	-	63,500
Total expenditures	<u>93,500</u>	<u>93,500</u>	<u>26,087</u>	<u>67,413</u>
Net change in fund balance	(93,000)	(93,000)	(24,637)	68,363
Beginning fund balance	<u>93,000</u>	<u>93,000</u>	<u>75,118</u>	<u>(17,882)</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,481</u>	<u>\$ 50,481</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 250	\$ 250	\$ 788	\$ 538
Miscellaneous	7,200	7,200	7,200	-
Total revenues	<u>7,450</u>	<u>7,450</u>	<u>7,988</u>	<u>538</u>
Expenditures				
Materials and services	<u>44,450</u>	<u>44,450</u>	<u>27,258</u>	<u>17,192</u>
Net change in fund balance	(37,000)	(37,000)	(19,270)	17,730
Beginning fund balance	<u>37,000</u>	<u>37,000</u>	<u>37,796</u>	<u>796</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 18,526</u></u>	<u><u>\$ 18,526</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 53,000	\$ 53,000	\$ 53,167	\$ 167
Rental income	17,500	17,500	25,291	7,791
Interest on investments	-	-	2	2
Miscellaneous	70,000	70,000	84,034	14,034
Total revenues	<u>140,500</u>	<u>140,500</u>	<u>162,494</u>	<u>21,994</u>
Expenditures				
Personnel services	47,300	47,300	35,382	11,918
Materials and services	112,000	112,000	111,763	237
Debt service	6,000	12,000	5,996	6,004
Capital outlay	9,000	3,000	14,600	(11,600)
Contingency	1,200	1,200	-	1,200
Total expenditures	<u>175,500</u>	<u>175,500</u>	<u>167,741</u>	<u>7,759</u>
Net change in fund balance	(35,000)	(35,000)	(5,247)	29,753
Beginning fund balance	<u>35,000</u>	<u>35,000</u>	<u>41,297</u>	<u>6,297</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 36,050</u></u>	<u><u>\$ 36,050</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 8,040	\$ 8,040	\$ 11,920	\$ 3,880
Interest on investments	300	300	729	429
Total revenues	<u>8,340</u>	<u>8,340</u>	<u>12,649</u>	<u>4,309</u>
Expenditures				
Materials and services	40,500	40,500	30,319	10,181
Contingency	19,640	19,640	-	19,640
Total expenditures	<u>60,140</u>	<u>60,140</u>	<u>30,319</u>	<u>29,821</u>
Net change in fund balance	(51,800)	(51,800)	(17,670)	34,130
Beginning fund balance	<u>51,800</u>	<u>51,800</u>	<u>53,785</u>	<u>1,985</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 36,115</u></u>	<u><u>\$ 36,115</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 1,800	\$ 1,800	\$ 1,813	\$ 13
Interest on investments	200	200	726	526
Total revenues	<u>2,000</u>	<u>2,000</u>	<u>2,539</u>	<u>539</u>
Expenditures				
Contingency	<u>37,000</u>	<u>37,000</u>	-	<u>37,000</u>
Net change in fund balance	(35,000)	(35,000)	2,539	37,539
Beginning fund balance	<u>35,000</u>	<u>35,000</u>	<u>35,545</u>	<u>545</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,084</u>	<u>\$ 38,084</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 700	\$ 700	\$ 1,152	\$ 452
Miscellaneous	700	700	326	(374)
Total revenues	<u>1,400</u>	<u>1,400</u>	<u>1,478</u>	<u>78</u>
Expenditures				
Capital outlay	<u>87,400</u>	<u>87,400</u>	<u>26,835</u>	<u>60,565</u>
Excess of revenues over (under) expenditures	(86,000)	(86,000)	(25,357)	60,643
Other Financing Sources (Uses)				
Transfers in	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Net change in fund balance	(81,000)	(81,000)	(20,357)	60,643
Beginning fund balance	<u>81,000</u>	<u>81,000</u>	<u>63,895</u>	<u>(17,105)</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 43,538</u></u>	<u><u>\$ 43,538</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Licenses and fees	\$ 15,000	\$ 15,000	\$ 12,755	\$ (2,245)
Interest on investments	100	100	774	674
Total revenues	<u>15,100</u>	<u>15,100</u>	<u>13,529</u>	<u>(1,571)</u>
Expenditures				
Materials and services	9,270	9,270	5,400	3,870
Contingency	25,330	25,330	-	25,330
Total expenditures	<u>34,600</u>	<u>34,600</u>	<u>5,400</u>	<u>29,200</u>
Excess of revenues over (under) expenditures	<u>(19,500)</u>	<u>(19,500)</u>	<u>8,129</u>	<u>27,629</u>
Other Financing Sources (Uses)				
Transfers in	1,500	1,500	1,500	-
Transfers out	(10,000)	(10,000)	(10,000)	-
Total other financing sources (uses)	<u>(8,500)</u>	<u>(8,500)</u>	<u>(8,500)</u>	<u>-</u>
Net change in fund balance	(28,000)	(28,000)	(371)	27,629
Beginning fund balance	28,000	28,000	35,554	7,554
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,183</u>	<u>\$ 35,183</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 200	\$ 200	\$ 715	\$ 515
Miscellaneous	6,000	6,000	6,000	-
Total revenues	<u>6,200</u>	<u>6,200</u>	<u>6,715</u>	<u>515</u>
Expenditures				
Materials and services	10,000	10,000	8,892	1,108
Contingency	33,100	33,100	-	33,100
Total expenditures	<u>43,100</u>	<u>43,100</u>	<u>8,892</u>	<u>34,208</u>
Net change in fund balance	(36,900)	(36,900)	(2,177)	34,723
Beginning fund balance	<u>36,900</u>	<u>36,900</u>	<u>37,155</u>	<u>255</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,978</u>	<u>\$ 34,978</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Licenses and fees	\$ 61,800	\$ 61,800	\$ 61,914	\$ 114
Interest on investments	1,200	1,200	4,156	2,956
Total revenues	<u>63,000</u>	<u>63,000</u>	<u>66,070</u>	<u>3,070</u>
Expenditures				
Materials and services	47,000	47,000	37,783	9,217
Capital outlay	30,000	30,000	-	30,000
Contingency	176,000	176,000	-	176,000
Total expenditures	<u>253,000</u>	<u>253,000</u>	<u>37,783</u>	<u>215,217</u>
Net change in fund balance	(190,000)	(190,000)	28,287	218,287
Beginning fund balance	<u>190,000</u>	<u>190,000</u>	<u>190,679</u>	<u>679</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 218,966</u>	<u>\$ 218,966</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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 26,000	\$ 26,000	\$ 26,000	\$ -
Charges for services	4,425	4,425	9,647	5,222
Licenses and fees	250	250	-	(250)
Interest on investments	-	-	208	208
Total revenues	<u>30,675</u>	<u>30,675</u>	<u>35,855</u>	<u>5,180</u>
Expenditures				
Personnel services	22,475	22,475	22,382	93
Materials and services	8,236	8,236	4,999	3,237
Total expenditures	<u>30,711</u>	<u>30,711</u>	<u>27,381</u>	<u>3,330</u>
Net change in fund balance	(36)	(36)	8,474	8,510
Beginning fund balance	<u>36</u>	<u>36</u>	<u>4,085</u>	<u>4,049</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 12,559</u></u>	<u><u>\$ 12,559</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and fees	\$ 28,500	\$ 28,500	\$ 26,688	\$ (1,812)
Interest on investments	150	150	32	(118)
Total revenues	<u>28,650</u>	<u>28,650</u>	<u>26,720</u>	<u>(1,930)</u>
Expenditures				
Materials and services	<u>61,500</u>	<u>61,500</u>	<u>57,485</u>	<u>4,015</u>
Excess of revenues over (under) expenditures	(32,850)	(32,850)	(30,765)	2,085
Other Financing Sources (Uses)				
Transfers in	<u>23,000</u>	<u>23,000</u>	<u>23,000</u>	<u>-</u>
Net change in fund balance	(9,850)	(9,850)	(7,765)	2,085
Beginning fund balance	<u>9,850</u>	<u>9,850</u>	<u>15,036</u>	<u>5,186</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 7,271</u></u>	<u><u>\$ 7,271</u></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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ 70	\$ 70	\$ 188	\$ 118
Expenditures				
Materials and services	9,470	9,470	-	9,470
Net change in fund balance	(9,400)	(9,400)	188	9,588
Beginning fund balance	9,400	9,400	9,449	49
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,637</u>	<u>\$ 9,637</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property taxes	\$ 309,566	\$ 309,566	\$ 303,834	\$ (5,732)
Rental income	54,788	54,788	56,911	2,123
Interest on investments	1,200	1,200	6,197	4,997
Miscellaneous	17,562	17,562	17,248	(314)
Total revenues	<u>383,116</u>	<u>383,116</u>	<u>384,190</u>	<u>1,074</u>
Expenditures				
Personnel services	266,642	266,642	256,958	9,684
Materials and services	176,853	176,853	112,756	64,097
Debt service	17,462	17,462	17,462	-
Capital outlay	130,605	130,605	-	130,605
Contingency	5,975	5,975	-	5,975
Total expenditures	<u>597,537</u>	<u>597,537</u>	<u>387,176</u>	<u>210,361</u>
Net change in fund balance	(214,421)	(214,421)	(2,986)	211,435
Beginning fund balance	<u>214,421</u>	<u>214,421</u>	<u>236,511</u>	<u>22,090</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 233,525</u></u>	<u><u>\$ 233,525</u></u>

UNION COUNTY, OREGON
Combining Statement of Net Position
Airport Proprietary Funds
June 30, 2019

	501 Airport Operations	320 Airport Capital Improvement	Total Airport Fund
Assets			
Current assets:			
Cash and investments	\$ 79,318	\$ -	\$ 79,318
Accounts receivable	41,413	95,175	136,588
Inventory	182,780	-	182,780
Total current assets	<u>303,511</u>	<u>95,175</u>	<u>398,686</u>
Noncurrent assets:			
Capital assets:			
Construction in progress	5,290,852	-	5,290,852
Buildings	2,866,709	-	2,866,709
Equipment and vehicles	181,250	-	181,250
Improvements	19,525,722	-	19,525,722
Less: accumulated depreciation	<u>(8,455,403)</u>	<u>-</u>	<u>(8,455,403)</u>
Total noncurrent assets	<u>19,409,130</u>	<u>-</u>	<u>19,409,130</u>
Total assets	<u>19,712,641</u>	<u>95,175</u>	<u>19,807,816</u>
Deferred Outflows of Resources			
OPEB deferred outflows of resources	<u>202</u>	<u>-</u>	<u>202</u>
Liabilities			
Current liabilities:			
Accounts payable	15,788	404,778	420,566
Interfund payable	-	3,194,211	3,194,211
Accrued interest payable	819	-	819
Compensated absences	1,567	-	1,567
Total current liabilities	<u>18,174</u>	<u>3,598,989</u>	<u>3,617,163</u>
Noncurrent liabilities:			
OPEB liability	3,582	-	3,582
Loans payable	<u>303,218</u>	<u>-</u>	<u>303,218</u>
Total noncurrent liabilities	<u>306,800</u>	<u>-</u>	<u>306,800</u>
Total liabilities	<u>324,974</u>	<u>3,598,989</u>	<u>3,923,963</u>
Deferred Inflows of Resources			
OPEB deferred inflows of resources	<u>166</u>	<u>-</u>	<u>166</u>
Net Position			
Net investment in capital assets	19,105,912	-	19,105,912
Unrestricted	<u>281,791</u>	<u>(3,503,814)</u>	<u>(3,222,023)</u>
Total net position	<u>\$ 19,387,703</u>	<u>\$ (3,503,814)</u>	<u>\$ 15,883,889</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, 2019

	501 Airport Operations	320 Airport Capital Improvement	Total Airport Fund
Operating Revenues			
Charges for services	\$ 620,409	\$ -	\$ 620,409
Licenses and fees	13,571	-	13,571
Rental income	133,901	219,317	353,218
Miscellaneous	10,094	482,115	492,209
Total operating revenues	<u>777,975</u>	<u>701,432</u>	<u>1,479,407</u>
Operating Expenses			
Personnel services	155,864	-	155,864
Materials and services	545,702	199,494	745,196
Depreciation	692,135	-	692,135
Total operating expenses	<u>1,393,701</u>	<u>199,494</u>	<u>1,593,195</u>
Operating income (loss)	<u>(615,726)</u>	<u>501,938</u>	<u>(113,788)</u>
Nonoperating Revenues (Expenses)			
Interest on investments	4,355	-	4,355
Interest expense	(9,469)	-	(9,469)
Grant revenue	-	1,339,705	1,339,705
Total nonoperating revenues (expenses)	<u>(5,114)</u>	<u>1,339,705</u>	<u>1,334,591</u>
Income (loss) before transfers	(620,840)	1,841,643	1,220,803
Transfers out	(130,000)	-	(130,000)
Change in net position	(750,840)	1,941,643	1,190,803
Net position - beginning	15,981,556	(1,288,470)	14,693,086
Equity transfer	4,156,987	(4,156,987)	-
Net position - ending	<u>\$ 19,387,703</u>	<u>\$ (3,503,814)</u>	<u>\$ 15,883,889</u>

UNION COUNTY, OREGON
Combining Statement of Cash Flows
Airport Proprietary Funds
For the Fiscal Year Ended June 30, 2019

	501 Airport Operations	320 Airport Capital Improvement	Total Airport Fund
Cash Flows from Operating Activities:			
Cash received from customers	\$ 621,641	\$ -	\$ 621,641
Cash received from rentals	133,901	219,317	353,218
Other operating receipts	10,094	482,115	492,209
Cash payments for personnel services	(164,287)	-	(164,287)
Cash payments for fuel purchases	(480,655)	-	(480,655)
Cash payments for insurance	(16,220)	-	(16,220)
Cash payments for miscellaneous	(27,227)	-	(27,227)
Cash payments for contractual services	(11,354)	(199,494)	(210,848)
Cash payments for supplies	(11,955)	-	(11,955)
Cash payments for repairs	(33,254)	-	(33,254)
Net cash provided (used) by operating activities	<u>20,684</u>	<u>501,938</u>	<u>522,622</u>
Cash Flows from Noncapital Financing Activities:			
Interfund loans	-	1,958,101	1,958,101
Interfund transfers	(130,000)	100,000	(30,000)
Nonoperating grants	-	1,499,043	1,499,043
Net cash provided (used) by noncapital financing activities	<u>(130,000)</u>	<u>3,557,144</u>	<u>3,427,144</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition of capital assets	(12,589)	(4,063,170)	(4,075,759)
Proceeds from long-term debt	-	303,218	303,218
Principal payments on indebtedness	-	(295,000)	(295,000)
Interest paid on indebtedness	-	(4,130)	(4,130)
Net cash provided (used) by capital and related financing activities	<u>(12,589)</u>	<u>(4,059,082)</u>	<u>(4,071,671)</u>
Cash Flows from Investing Activities:			
Interest income	4,355	-	4,355
Net increase (decrease) in cash and investments	(117,550)	-	(117,550)
Beginning cash and investments	196,868	-	196,868
Ending cash and investments	<u>\$ 79,318</u>	<u>\$ -</u>	<u>\$ 79,318</u>
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (615,726)	\$ 501,938	\$ (113,788)
<i>Adjustments to reconcile operating income to net cash provided (used) by operating activities:</i>			
Depreciation	692,135	-	692,135
(Increase) decrease in accounts receivable	(12,339)	-	(12,339)
(Increase) decrease in inventory	(41,623)	-	(41,623)
(Increase) decrease in deferred outflows	(136)	-	(136)
Increase (decrease) in compensated absences	(8,755)	-	(8,755)
Increase (decrease) in OPEB liability	493	-	493
Increase (decrease) in deferred inflows	(25)	-	(25)
Increase (decrease) in accounts payable	6,660	-	6,660
Net cash provided (used) by operating activities	<u>\$ 20,684</u>	<u>\$ 501,938</u>	<u>\$ 522,622</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 1,144,902	\$ 1,144,902	\$ 620,409	\$ (524,493)
Licenses and fees	-	-	13,571	13,571
Rental income	74,379	74,379	133,901	59,522
Interest on investments	1,000	1,000	4,355	3,355
Miscellaneous	2,500	2,500	10,094	7,594
Total revenues	<u>1,222,781</u>	<u>1,222,781</u>	<u>782,330</u>	<u>(440,451)</u>
Expenditures				
Personnel services	202,097	202,097	155,532	46,565
Materials and services	1,087,500	1,087,500	558,291	529,209
Capital outlay	10,000	10,000	-	10,000
Total expenditures	<u>1,299,597</u>	<u>1,299,597</u>	<u>713,823</u>	<u>585,774</u>
Excess of revenues over (under) expenditures	(76,816)	(76,816)	68,507	145,323
Other Financing Sources (Uses)				
Transfers out	(130,000)	(130,000)	(130,000)	-
Net change in fund balance	(206,816)	(206,816)	(61,493)	145,323
Beginning fund balance	206,816	206,816	347,649	140,833
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	286,156	<u>\$ 286,156</u>
<u>Adjustments to GAAP</u>				
Capital assets, net			19,409,130	
Accrued interest payable			(819)	
Loans payable			(303,218)	
OPEB deferred outflow			202	
OPEB liability			(3,582)	
OPEB deferred inflow			(166)	
			<u>\$ 19,387,703</u>	
<u>Detail of Fund Balance</u>				
Cash and investments			\$ 79,318	
Accounts receivable			41,413	
Inventory			182,780	
Accounts payable			(15,788)	
Compensated absences			(1,567)	
			<u>\$ 286,156</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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Grant revenue	\$ 1,400,000	\$ 1,400,000	\$ 1,339,705	\$ (60,295)
Rental income	661,500	661,500	219,317	(442,183)
Miscellaneous	250,000	250,000	482,115	232,115
Total revenues	<u>2,311,500</u>	<u>2,311,500</u>	<u>2,041,137</u>	<u>(270,363)</u>
Expenditures				
Materials and services	250,000	250,000	199,494	50,506
Debt service	650,000	650,000	299,130	350,870
Capital outlay	5,511,500	5,511,500	4,161,075	1,350,425
Total expenditures	<u>6,411,500</u>	<u>6,411,500</u>	<u>4,659,699</u>	<u>1,751,801</u>
Excess of revenues over (under) expenditures	(4,100,000)	(4,100,000)	(2,618,562)	1,481,438
Other Financing Sources (Uses)				
Proceeds from long-term debt	4,000,000	4,000,000	303,218	(3,696,782)
Transfers in	100,000	100,000	100,000	-
Total other financing sources (uses)	<u>4,100,000</u>	<u>4,100,000</u>	<u>403,218</u>	<u>(3,696,782)</u>
Net change in fund balance	-	-	(2,215,344)	(2,215,344)
Beginning fund balance	-	-	(1,288,470)	(1,288,470)
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,503,814)</u>	<u>\$ (3,503,814)</u>

Detail of Fund Balance

Accounts receivable	\$ 95,175
Accounts payable	(404,778)
Interfund payable	<u>(3,194,211)</u>
	<u>\$ (3,503,814)</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, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Charges for services	\$ 354,000	\$ 354,000	\$ 254,044	\$ (99,956)
Expenditures				
Personnel services	273,560	293,560	281,674	11,886
Materials and services	151,140	151,140	136,305	14,835
Debt service	129,300	109,300	99,411	9,889
Total expenditures	554,000	554,000	517,390	36,610
Excess of revenues over (under) expenditures	(200,000)	(200,000)	(263,346)	(63,346)
Other Financing Sources (Uses)				
Transfers in	200,000	200,000	175,000	(25,000)
Net change in fund balance	-	-	(88,346)	(88,346)
Beginning fund balance	-	-	(1,355,695)	(1,355,695)
Ending fund balance	\$ -	\$ -	(1,444,041)	\$ (1,444,041)
<u>Adjustments to GAAP</u>				
Capital assets, net			1,523,376	
Accrued interest payable			(21,233)	
Loans payable			(1,028,460)	
Deferred revenue - debt refunding			(4,585)	
OPEB deferred outflow			365	
OPEB liability			(6,487)	
OPEB deferred inflow			(300)	
			\$ (981,365)	
<u>Detail of Fund Balance</u>				
Inventory			\$ 11,510	
Accounts receivable			49,691	
Interfund payable			(1,449,053)	
Accounts payable			(14,311)	
Unearned revenue			(3,806)	
Unearned golf course pass revenue			(29,500)	
Compensated absences			(8,572)	
			\$ (1,444,041)	

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, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Franchise fees	\$ 180,000	\$ 180,000	\$ 177,381	\$ (2,619)
Grant revenue	11,200	11,200	-	(11,200)
Interest on investments	-	-	130	130
Miscellaneous	190	190	15,522	15,332
Total revenues	<u>191,390</u>	<u>191,390</u>	<u>193,033</u>	<u>1,643</u>
Expenditures				
Materials and services	247,000	247,000	203,510	43,490
Capital outlay	55,000	55,000	-	55,000
Contingency	471,159	471,159	-	471,159
Total expenditures	<u>773,159</u>	<u>773,159</u>	<u>203,510</u>	<u>569,649</u>
Net change in fund balance	(581,769)	(581,769)	(10,477)	571,292
Beginning fund balance	<u>581,769</u>	<u>581,769</u>	<u>602,190</u>	<u>20,421</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	591,713	<u>\$ 591,713</u>
<u>Adjustments to GAAP</u>				
Capital assets, net			418,431	
Closure and post-closure care costs			(678,652)	
			<u>\$ 331,492</u>	
<u>Detail of Fund Balance</u>				
Cash and cash equivalents			\$ 538,476	
Accounts receivable			53,237	
			<u>\$ 591,713</u>	

This page intentionally left blank

OTHER FINANCIAL SCHEDULES

UNION COUNTY, OREGON
Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2019

	<u>Balance</u> <u>July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2019</u>
<u>Property Tax & Other Agency Funds</u>				
Assets				
Cash and investments	\$ 74,904	\$ 22,999,517	\$ 22,798,330	\$ 276,091
Accounts receivable	19,550	580	-	20,130
Taxes receivable	1,944,530	173,769	-	2,118,299
Total assets	<u>\$ 2,038,984</u>	<u>\$ 23,173,866</u>	<u>\$ 22,798,330</u>	<u>\$ 2,414,520</u>
Liabilities				
Distributions pending to other entities	<u>\$ 2,038,984</u>	<u>\$ 23,173,866</u>	<u>\$ 22,798,330</u>	<u>\$ 2,414,520</u>

UNION COUNTY, OREGON
Schedule of Property Tax Transactions
For the Fiscal Year Ended June 30, 2019

<u>Tax Year</u>	<u>Uncollected Taxes July 1, 2018</u>	<u>Current Tax Levy</u>	<u>Less: Collections 2018-2019</u>	<u>Adjustments & Discounts</u>	<u>Uncollected Taxes June 30, 2019</u>
2018-19	\$ -	\$ 28,697,170	\$ 27,064,526	\$ (761,211)	\$ 871,433
2017-18	758,648	-	291,450	(309)	466,889
2016-17	533,627	-	139,399	(271)	393,957
2015-16	472,923	-	137,168	(262)	335,493
2014-15	285,557	-	75,263	(254)	210,040
2013-14	104,618	-	1,743	(247)	102,628
2012-13	84,762	-	1,591	(260)	82,911
Prior	243,232	-	4,108	1	239,125
	<u>\$ 2,483,367</u>	<u>\$ 28,697,170</u>	<u>\$ 27,715,248</u>	<u>\$ (762,813)</u>	<u>\$ 2,702,476</u>

Tax Turnovers:

July 2018	\$ 86,966
August 2018	166,918
September 2018	106,023
October 2018	3,422,328
November 2018	17,675,238
December 2018	4,503,030
January 2019	189,172
February 2019	742,638
March 2019	119,233
April 2019	121,787
May 2019	423,919
June 2019	368,985
Less:	
Adjustments	(320)
Interest	(210,669)
	<u>\$ 27,715,248</u>

UNION COUNTY, OREGON
Schedule of Accountability of Independently Elected Officials
For the Fiscal Year Ended June 30, 2019

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/ Collections</u>	<u>Disbursements</u>	<u>Turnovers to Treasurer</u>	<u>Ending Balance</u>
Treasurer	\$ 9,662,791	\$ 26,779,276	\$ 55,588,929	\$ 28,353,750	\$ 9,206,888
Sheriff	18,646	475,910	471,981	-	22,575
County Clerk	78	441,037	13,574	(427,513)	28
Assessor	-	27,926,237	-	(27,926,237)	-
Total	<u>\$ 9,681,515</u>	<u>\$ 55,622,460</u>	<u>\$ 56,074,484</u>	<u>\$ -</u>	<u>\$ 9,229,491</u>

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

**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, 2019, and have issued our report hereon dated January 20, 2020. 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).**

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, 2019, as follows:

Fund	Over Expenditure
101 General Fund - Capital Outlay	\$ 18,055
101 General Fund - Facilities/District Court	1,773
210 Parks Fund - Capital Outlay	14,057
295 Union County Fair Board Fund - Capital Outlay	11,600

2. The Union County Fair Board did not comply with ORS 279B.070. Three informal bids were not solicited for one project with contracted services between \$10,000 and \$150,000 for the year ended June 30, 2019.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiency.

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.

CONNECTED PROFESSIONAL ACCOUNTANTS, LLC
Certified Public Accountants

By Chelsea A. Hewitt
Chelsea A. Hewitt, CPA
Owner/Member

La Grande, Oregon
January 20, 2020

This page intentionally left blank

**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, 2019

<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>
U.S. Department of Agriculture:				
<u>Pass-Through Oregon Health Authority:</u>				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557		\$ 140,865	
Total U.S. Department of Agriculture			<u>140,865</u>	
U.S. Department of Interior:				
<u>Direct Programs:</u>				
National Wildlife Refuge Fund	15.659		339	
Endangered Species Conservation-Wolf Livestock Loss Compensation and Prevention	15.666		6,000	
<u>Pass-Through Oregon Department of Administrative Services:</u>				
Distribution of Receipts to State and Local Governments	15.227		213	
Non-Sale Disposals of Mineral Material	15.214		23	
Disposal of Federal Surplus Real Property	39.002		1	
Donation of Federal Surplus Personal Property	39.003		661	
Total Pass-Through Oregon Department of Administrative Services:			<u>898</u>	
Total U.S. Department of Interior			<u>7,237</u>	
U.S. Department of Justice:				
<u>Direct Programs:</u>				
Rural Domestic Violence	16.589		253,043	
State Criminal Alien Assistance Program	16.606		955	
<u>Pass-Through Oregon Department of Justice:</u>				
Bulletproof Vest Partnership Program	16.607		3,220	
Crime Victim Assistance	16.575	09-VOCA-3466	79,383	
Total U.S. Department of Justice			<u>336,601</u>	
U.S. Department of Transportation:				
<u>Direct Programs:</u>				
Air Transportation Centers of Excellence	20.109		179,546	
<u>Pass-Through Oregon Parks and Recreation Department:</u>				
Highway Planning and Construction Cluster - Recreational Trails Program	20.219		26,408	
<u>Pass-Through Oregon Department of Transportation:</u>				
Highway Planning and Construction Cluster - Highway Planning and Construction: Drive Less Connect paid to subrecipient Community Connection of Northeast Oregon	20.205		10,955	\$ 10,955
Total Highway Planning and Construction Cluster			<u>37,363</u>	
Transit Services Program Cluster - Enhanced Mobility for Seniors and Individuals paid to subrecipient: Community Connection of Northeast Oregon	20.513	30578	298,242	298,242
State and Community Highway Safety	20.600		29,102	
Highway Safety Cluster - State and Community Hwy Safety	20.600		4,590	
Total Pass-Through Oregon Department of Transportation:			<u>369,297</u>	<u>309,197</u>
Total U.S. Department of Transportation			<u>548,843</u>	<u>309,197</u>
U.S. Environmental Protection Agency				
<u>Pass-Through Oregon Health Authority:</u>				
State Public Water System Supervision	66.432		3,029	
Capitalization Grants for Drinking Water State Revolving Funds	66.468		7,030	
Total Pass-Through Oregon Health Authority:			<u>10,059</u>	

UNION COUNTY, OREGON
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2019

<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>
U.S. Department of Health and Human Services:				
<u>Direct Programs:</u>				
Drug Free Communities Support Program	93.276		128,161	
<u>Pass-Through Oregon Health Authority</u>				
Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance	93.733		713	
<u>Pass-Through Oregon Department of Education:</u>				
Medical Assistance Program	93.778		54,003	
<u>Pass-Through Oregon Health Authority:</u>				
Public Health Emergency Preparedness	93.069		83,651	
Family Planning Services	93.217		12,026	
Block Grants for Community Health	93.958	112001	40,291	
SAPT Block Grant	93.959	135001	33,574	
Maternal and Child Health Services Block Grant to the States	93.994		28,928	
Total Pass-Through Oregon Health Authority:			198,470	
<u>Pass-Through Oregon Department of Justice:</u>				
Child Support Enforcement	93.563		73,632	
Total U.S. Department of Health and Human Services			454,979	
U.S. Department of Homeland Security:				
<u>Pass-Through Oregon State Military:</u>				
Emergency Management Performance Grant	97.042		69,928	
Total expenditures of federal awards			\$ 1,568,512	\$ 309,197

This page intentionally left blank

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

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, 2019.

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, 2019. 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, 2019, 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.

**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, 2019, 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 January 20, 2020.

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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2019-001 that we consider to be a significant deficiency.

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.

Union County's Response to Findings

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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.

CONNECTED PROFESSIONAL ACCOUNTANTS, LLC
Certified Public Accountants

By Chelsea A. Hewitt
Chelsea A. Hewitt, CPA
Owner/Member

La Grande, Oregon
January 20, 2020

**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, 2019. 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, 2019.

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.

CONNECTED PROFESSIONAL ACCOUNTANTS, LLC
Certified Public Accountants

By Chelsea A. Hewitt
Chelsea A. Hewitt, CPA
Owner/Member

La Grande, Oregon
January 20, 2020

UNION COUNTY, OREGON
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

A. Summary of Audit Results

	Results
Financial Statements Audit	
1. Type of auditor's report issued	Unmodified
2. Internal control over financial reporting:	
Were significant deficiencies disclosed?	Yes
Of the significant deficiencies disclosed were any material weaknesses?	No
3. Did the audit disclose any noncompliance material to the financial statements?	No
Federal Awards	
1. Type of auditor's report issued:	
<u>Major programs:</u>	
Enhanced Mobility of Seniors and Individuals with Disabilities CFDA Number 20.513	Unmodified
Rural Domestic Violence, Sexual Assault, Stalking, and Child Abuse CFDA Number 16.589	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 and Questioned Costs - Financial Statement Audit

2019-01 Significant Deficiency: The County's Treasurer and Administrative Officer have the ability to prepare all the individual fund financial statements including the Budgetary Comparison Schedules. However, the County does rely on us as the auditor to assist them in drafting the Government-Wide Financial Statements, including reconciliations from the Fund Financial Statements. In addition, we verify the financial statements, including note disclosures, contain all of the elements required to comply with generally accepted accounting principles. We do believe the County has staff with the ability to understand, review, and take responsibility for the financial statements required to comply with independence standards outlined under both *Government Auditing Standards* and *AICPA 101-3*. However, our assistance in drafting the financial statements described above does produce a significant deficiency in the County's internal control system.

Questioned Costs

None Noted

UNION COUNTY, OREGON
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2019

Criteria: Auditing standards require us to assess the internal control system of the entity. In addition, the standards clearly state that the auditor cannot be relied upon as part of the entity's control system. Statement on Auditing Standards, *Communicating Internal Control Related Matters Identified in an Audit* defines the reporting requirements for internal control related matters. One aspect of this standard requires us to extend this assessment to controls over financial statement presentation. Proper controls over financial statement presentation require adequate knowledge and involvement to detect errors and omissions in the financial statements.

Condition: Although we believe the County has staff with the ability to understand, review, and take responsibility for the financial statements required to comply with independence standards outlined under both Government Auditing Standards and AICPA 101-3; our assistance in drafting the financial statements described above produces a material weakness in the County's internal control system.

Cause: This condition is caused by the County Treasurer and Administrative Officer's limited experience with generally accepted accounting principles and Union County's reliance upon the auditors to perform these functions.

Effect: Since the financial statements and related note disclosures are prepared by independent auditors annually there is no effect caused by this condition.

Context: Although the condition results in a finding, the reader should be aware that it is not unusual for an entity to rely on its auditors to assist them in drafting the financial statements and related note disclosures.

Recommendation: We do not recommend any change in the preparation of the financial statements, but the County Commissioners should be aware of this control deficiency and stress the importance of thorough review of the financial statements prior to approval of the audit.

Views of Responsible Officials and Planned Corrective Actions: As recommended above, Union County has not made any change in the preparation of the financial statements. The County does not feel it is cost effective to hire additional staff or an independent contractor to prepare the financial statements.

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, 2019

2018-01 Significant Deficiency: The County's Treasurer and Administrative Officer have the ability to prepare all the individual fund financial statements including the Budgetary Comparison Schedules. However, the County does rely on us as the auditor to assist them in drafting the Government-Wide Financial Statements, including reconciliations from the Fund Financial Statements. In addition, we verify the financial statements, including note disclosures, contain all of the elements required to comply with generally accepted accounting principles. We do believe the County has staff with the ability to understand, review, and take responsibility for the financial statements required to comply with independence standards outlined under both *Government Auditing Standards* and *AICPA 101-3*. However, our assistance in drafting the financial statements described above does produce a significant deficiency in the County's internal control system.

2018-02 Significant Deficiency: The County recorded a material cash receipt in the incorrect fund, creating a negative receivable in that fund at the end of the year. The receipt was for a different fund which should have reduced the receivable in that respective fund.