

**UMATILLA COUNTY, OREGON**

**Financial Statements and  
Independent Auditors' Report**

**June 30, 2013**

**UMATILLA COUNTY, OREGON**

**List of Officials**  
**June 30, 2013**

**COMMISSIONERS**

George Murdock

Larry Givens, Board Chair

Bill Elfering

**TITLE**

Commissioner - Position #1

Commissioner - Position #2

Commissioner - Position #3

**FINANCE DIRECTOR**

Robert Pahl

**BUDGET OFFICER**

Bob Heffner

**ADDRESS**

Umatilla County Courthouse  
216 SE Fourth Street  
Pendleton, OR 97801

Telephone: 541-276-7111

**UMATILLA COUNTY, OREGON**

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**Independent Auditors' Report**

Board of Commissioners  
Umatilla County  
Pendleton, Oregon

We have audited the accompanying modified cash-basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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

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

**Auditor's Responsibility**

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

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

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash-basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon, as of June 30, 2013, and the respective changes in modified cash-basis financial position, and the respective budgetary comparison for the General Fund and Public Works Fund, for the year then ended in accordance with the basis of accounting as described in Note 1.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2013, on our consideration of Umatilla County, Oregon's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not 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 Umatilla County, Oregon's internal control over financial reporting and compliance.

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

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have also issued our report dated December 16, 2013, on our consideration of the Umatilla County, Oregon's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

## **Other Matters**

### *Report on Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise Umatilla County, Oregon's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, and other schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements and schedules, other schedules, and the schedule of expenditures of federal awards are the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements.

Board of Commissioners  
Umatilla County  
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Such information has been subjected to the auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in according with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

Management's discussion and analysis on pages 47-57 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on such information.

**Basis of Accounting**

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

Barnett & Moro, P.C.

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

Cameron W. Anderson, Shareholder  
Hermiston, Oregon  
December 16, 2013

**BASIC FINANCIAL STATEMENTS**

**UMATILLA COUNTY, OREGON**

**Statement of Net Position - Modified Cash Basis**  
**June 30, 2013**

	<u>Governmental Activities</u>
<b><u>ASSETS:</u></b>	
Cash and investments	\$ 19,552,496
Receivables:	
Property taxes	1,152,247
Assessments	26,455
Noncurrent assets:	
Prepaid pension asset	13,235,000
Capital assets:	
Land and construction in progress	1,416,705
Other capital assets (net of accumulated depreciation)	<u>80,012,575</u>
Total assets	<u>115,395,478</u>
<b><u>LIABILITIES:</u></b>	
Deferred revenue:	
Property taxes	1,152,247
Assessments	26,455
Noncurrent liabilities:	
Due within one year	1,575,692
Due in more than one year	<u>18,083,387</u>
Total liabilities	<u>20,837,781</u>
<b><u>NET POSITION:</u></b>	
Invested in capital assets (net of related debt)	75,005,201
Restricted for:	
Debt service	1,191,173
Public safety	842,701
Highways and streets	4,750,333
Culture and recreation	32,276
Education	68,040
Health	444,661
Other purposes	1,513,683
Unrestricted	<u>10,709,629</u>
Total net position	<u>\$ 94,557,697</u>

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

**UMATILLA COUNTY, OREGON**

**Statement of Activities - Modified Cash Basis**

**Year Ended June 30, 2013**

<b><u>Functions/Programs</u></b>	<b><u>Expenses</u></b>	<b><u>Program Revenues</u></b>			<b><u>Net (Expense) Revenue and Change in Net Position</u></b>
		<b><u>Fees, Fines, and Charges for Services</u></b>	<b><u>Operating Grants and Contributions</u></b>	<b><u>Capital Grants and Contributions</u></b>	
General government	\$ 10,281,812	\$ 2,382,688	\$ 3,786,610	\$ 102,190	\$ (4,010,324)
Public safety	15,346,769	1,110,420	4,382,796	-	(9,853,553)
Highways and streets	9,588,604	39,062	6,659,231	-	(2,890,311)
Cultural and recreation	4,313,329	1,094,443	119,627	-	(3,099,259)
Education	638,508	31	287,738	-	(350,739)
Health	4,078,940	805,009	2,446,008	-	(827,923)
Interest on long-term debt	867,702	-	-	-	(867,702)
Total governmental activities	<u>\$ 45,115,664</u>	<u>\$ 5,431,653</u>	<u>\$ 17,682,010</u>	<u>\$ 102,190</u>	<u>(21,899,811)</u>
General revenues:					
Taxes:					
					14,722,647
					1,146,802
					327,883
					127,469
					1,371,026
					67,352
					<u>17,763,179</u>
					<u>(4,136,632)</u>
					<u>98,694,329</u>
					<u>\$ 94,557,697</u>

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

**UMATILLA COUNTY, OREGON**

**Balance Sheet - Modified Cash Basis**  
**Governmental Funds**  
**June 30, 2013**

	<u>General</u>	<u>Public Works</u>	<u>Other Governmental</u>	<u>Total</u>
<b><u>ASSETS:</u></b>				
Cash and investments	\$ 5,558,508	\$ 4,478,755	\$ 9,063,070	\$ 19,100,333
Receivables:				
Property taxes	1,057,564	-	94,683	1,152,247
Assessments	-	-	26,455	26,455
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 6,616,072</u>	<u>\$ 4,478,755</u>	<u>\$ 9,184,208</u>	<u>\$ 20,279,035</u>
<b><u>LIABILITIES:</u></b>				
Deferred revenues:				
Property taxes	\$ 1,057,564	\$ -	\$ 94,683	\$ 1,152,247
Assessments	-	-	26,455	26,455
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>1,057,564</u>	<u>-</u>	<u>121,138</u>	<u>1,178,702</u>
<b><u>FUND BALANCES:</u></b>				
Restricted	-	4,478,755	4,364,112	8,842,867
Committed	-	-	3,244,489	3,244,489
Assigned	-	-	1,454,469	1,454,469
Unassigned	5,558,508	-	-	5,558,508
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>5,558,508</u>	<u>4,478,755</u>	<u>9,063,070</u>	<u>19,100,333</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	<u>\$ 6,616,072</u>	<u>\$ 4,478,755</u>	<u>\$ 9,184,208</u>	<u>\$ 20,279,035</u>

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

**UMATILLA COUNTY, OREGON**

**Reconciliation of the Governmental Funds Balance Sheet to the  
Statement of Net Position - Modified Cash Basis  
June 30, 2013**

Fund balances - governmental funds \$ 19,100,333

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

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

Land	\$ 1,313,882	
Construction in progress	102,823	
Equipment, net of \$9,397,962 accumulated depreciation	2,889,499	
Buildings and improvements, net of \$10,053,332 accumulated depreciation	16,550,715	
Infrastructure, net of \$67,587,068 accumulated depreciation	<u>60,572,361</u>	
		81,429,280

Prepaid pension assets are not reported in the governmental funds. 13,235,000

Internal service funds are used by management to charge the costs of industrial insurance, printing and warehouse services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service funds net position at year end were: 452,163

Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds as liabilities. All liabilities, both current and long-term, are reported in the statement of net position.

Bonds payable	(17,125,000)	
Notes payable	(2,277,433)	
Capital leases payable	<u>(256,646)</u>	
		<u>(19,659,079)</u>
Net position of governmental activities		<u><u>\$ 94,557,697</u></u>

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

**UMATILLA COUNTY, OREGON**

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

**Governmental Funds**

**Year Ended June 30, 2013**

	<u>General</u>	<u>Public Works</u>	<u>Other Governmental</u>	<u>Total</u>
<b><u>REVENUES:</u></b>				
Taxes	\$ 14,443,264	\$ -	\$ 1,426,185	\$ 15,869,449
Intergovernmental	3,670,659	6,610,810	7,502,731	17,784,200
Charges for services	1,676,474	39,062	3,716,117	5,431,653
Fines & forfeitures	21,305	-	306,578	327,883
Interest	40,582	21,377	62,965	124,924
Miscellaneous & reimbursements	574,779	173,117	612,564	1,360,460
Total revenues	<u>20,427,063</u>	<u>6,844,366</u>	<u>13,627,140</u>	<u>40,898,569</u>
<b><u>EXPENDITURES:</u></b>				
Current:				
General government	6,131,725	-	3,084,413	9,216,138
Public safety	10,044,902	-	5,039,678	15,084,580
Highways and streets	-	5,886,203	22,267	5,908,470
Cultural and recreation	-	-	4,297,106	4,297,106
Education	304,140	-	331,535	635,675
Health	1,798,815	-	2,251,191	4,050,006
Capital outlay	51,609	550,376	216,223	818,208
Debt service:				
Principal	-	18,149	1,521,893	1,540,042
Interest	-	8,793	858,909	867,702
Total expenditures	<u>18,331,191</u>	<u>6,463,521</u>	<u>17,623,215</u>	<u>42,417,927</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>2,095,872</u>	<u>380,845</u>	<u>(3,996,075)</u>	<u>(1,519,358)</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	235,514	479,331	1,473,844	2,188,689
Operating transfers out	<u>(1,837,800)</u>	<u>(6,821)</u>	<u>(557,583)</u>	<u>(2,402,204)</u>
Total other financing sources (uses)	<u>(1,602,286)</u>	<u>472,510</u>	<u>916,261</u>	<u>(213,515)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	493,586	853,355	(3,079,814)	(1,732,873)
<b><u>FUND BALANCES, BEGINNING OF YEAR</u></b>	<u>5,064,922</u>	<u>3,625,400</u>	<u>12,142,884</u>	<u>20,833,206</u>
<b><u>FUND BALANCES, END OF YEAR</u></b>	<u>\$ 5,558,508</u>	<u>\$ 4,478,755</u>	<u>\$ 9,063,070</u>	<u>\$ 19,100,333</u>

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

**UMATILLA COUNTY, OREGON**

**Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of the Governmental Funds to the  
Statement of Activities - Modified Cash Basis  
Year Ended June 30, 2013**

Net change in fund balances - governmental funds		\$ (1,732,873)
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlay as expenditures. However in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.</p>		
Expenditures for capital assets	\$ 984,526	
Capital assets transferred from other agencies	8,500	
Adjustment to gain on disposal of assets	67,352	
Less current year depreciation	<u>(4,803,921)</u>	(3,743,543)
<p>Internal service funds are used by the County to charge the costs of vehicle maintenance and other costs to individual funds. The net revenue of the internal service funds is reported with governmental activities.</p>		
		49,742
<p>Governmental funds reported the prepayment of the PERS unfunded actuarial liability as an Other Financing Use in prior years. However, in the Statement of Activities the expense is the amortization of the prepaid asset.</p>		
		(250,000)
<p>The repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>		
<p>Principal payments:</p>		
Bonded debt	1,280,000	
Notes payable	241,893	
Capital leases	<u>18,149</u>	<u>1,540,042</u>
Change in net position of governmental activities		<u><u>\$ (4,136,632)</u></u>

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

**UMATILLA COUNTY, OREGON**

**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		Actual	Variance with
	<u>Original</u>	<u>Final</u>	Amounts	Final Budget- Favorable (Unfavorable)
<b><u>REVENUES:</u></b>				
Property taxes	\$13,649,810	\$13,649,810	\$14,443,264	\$ 793,454
Intergovernmental	3,887,402	3,973,909	3,670,659	(303,250)
Charges for services	1,487,482	1,533,924	1,676,474	142,550
Fine & forfeitures	14,500	14,500	21,305	6,805
Investment revenue	35,000	35,000	40,582	5,582
Miscellaneous & reimbursements	307,357	323,792	574,779	250,987
Total revenues	<u>19,381,551</u>	<u>19,530,935</u>	<u>20,427,063</u>	<u>896,128</u>
<b><u>EXPENDITURES:</u></b>				
General government	6,588,343	6,624,936	6,149,204	475,732
Public safety	10,285,449	10,491,116	10,062,132	428,984
Education	309,850	313,749	304,140	9,609
Health	1,951,736	2,087,351	1,815,715	271,636
Operating contingency	489,436	396,765	-	396,765
Total expenditures	<u>19,624,814</u>	<u>19,913,917</u>	<u>18,331,191</u>	<u>1,582,726</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>(243,263)</u>	<u>(382,982)</u>	<u>2,095,872</u>	<u>2,478,854</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	143,454	245,673	235,514	(10,159)
Operating transfers out	(1,952,041)	(1,952,041)	(1,837,800)	114,241
Total other financing sources (uses)	<u>(1,808,587)</u>	<u>(1,706,368)</u>	<u>(1,602,286)</u>	<u>104,082</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(2,051,850)</u>	<u>(2,089,350)</u>	<u>493,586</u>	<u>2,582,936</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>3,951,850</u>	<u>3,989,350</u>	<u>5,064,922</u>	<u>1,075,572</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 1,900,000</u>	<u>\$ 1,900,000</u>	<u>\$ 5,558,508</u>	<u>\$ 3,658,508</u>

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

**UMATILLA COUNTY, OREGON**

**Public Works Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Federal revenues	\$ 309,000	\$ 320,000	\$ 353,196	\$ 33,196
State revenues	1,508,000	1,508,000	1,430,016	(77,984)
Local revenues	73,800	73,800	60,980	(12,820)
Federal forest service rentals	75,000	75,000	65,492	(9,508)
State gas tax & vehicle licensing	4,800,000	4,800,000	4,701,126	(98,874)
Charges for services:				
Sale and rental of supplies	10,000	10,000	39,062	29,062
Interest	20,000	20,000	21,377	1,377
Reimbursements and other revenues	5,000	88,466	173,117	84,651
Total revenues	<u>6,800,800</u>	<u>6,895,266</u>	<u>6,844,366</u>	<u>(50,900)</u>
<b><u>EXPENDITURES:</u></b>				
Weed control:				
Personal services	111,023	111,023	89,477	21,546
Materials & services	76,026	87,026	54,522	32,504
Total weed control	<u>187,049</u>	<u>198,049</u>	<u>143,999</u>	<u>54,050</u>
Non-departmental:				
Personal services	3,088,506	3,088,506	2,925,206	163,300
Materials & services	3,515,432	3,598,898	2,816,998	781,900
Capital outlay	677,000	677,000	577,318	99,682
Contingency	1,487,505	1,487,505	-	1,487,505
Total non-departmental	<u>8,768,443</u>	<u>8,851,909</u>	<u>6,319,522</u>	<u>2,532,387</u>
Total expenditures	<u>8,955,492</u>	<u>9,049,958</u>	<u>6,463,521</u>	<u>2,586,437</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(2,154,692)</u>	<u>(2,154,692)</u>	<u>380,845</u>	<u>2,535,537</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	535,151	535,151	479,331	(55,820)
Operating transfers out	(6,821)	(6,821)	(6,821)	-
Total other financing sources (uses)	<u>528,330</u>	<u>528,330</u>	<u>472,510</u>	<u>(55,820)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(1,626,362)	(1,626,362)	853,355	2,479,717
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>3,200,000</u>	<u>3,200,000</u>	<u>3,625,400</u>	<u>425,400</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 1,573,638</u>	<u>\$ 1,573,638</u>	<u>\$ 4,478,755</u>	<u>\$ 2,905,117</u>

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

**UMATILLA COUNTY, OREGON**

**Statement of Net Position - Modified Cash Basis**  
**Proprietary Funds**  
**June 30, 2013**

	<u>Governmental Activities Internal Service Fund - Fleet Management</u>
<b><u>ASSETS:</u></b>	
Cash and investments	\$ 452,163
Total assets	<u>452,163</u>
<b><u>LIABILITIES:</u></b>	<u>-</u>
<b><u>NET POSITION:</u></b>	
Unrestricted	<u><u>\$ 452,163</u></u>

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

**UMATILLA COUNTY, OREGON**

**Statement of Revenues, Expenses, and Changes in Net Position -**  
**Modified Cash Basis**  
**Proprietary Funds**  
**Year Ended June 30, 2013**

	Governmental Activities Internal Service Fund - Fleet Management
<b><u>OPERATING REVENUES:</u></b>	
Charges for services	\$ -
<b><u>OPERATING EXPENSES:</u></b>	
Materials & services	2,066
Capital outlay	166,318
Total operating expenses	<u>168,384</u>
Operating income (loss)	<u>(168,384)</u>
<b><u>NONOPERATING REVENUES:</u></b>	
Interest revenues	2,545
Reimbursement	2,066
Operating transfers in	213,515
Total nonoperating revenues	<u>218,126</u>
<b><u>CHANGE IN NET POSITION</u></b>	49,742
<b><u>TOTAL NET POSITION, BEGINNING</u></b>	<u>402,421</u>
<b><u>TOTAL NET POSITION, ENDING</u></b>	<u>\$ 452,163</u>

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

**UMATILLA COUNTY, OREGON**

**Statement of Cash Flows -**  
**Modified Cash Basis**  
**Proprietary Funds**  
**Year Ended June 30, 2013**

	Governmental Activities Internal Service Fund - Fleet Management
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>	
Payments to suppliers	<u>\$ (168,384)</u>
<b><u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u></b>	
Reimbursement	2,066
Transfers from other funds	<u>213,515</u>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>	
Interest revenues	<u>2,545</u>
<b><u>NET INCREASE IN CASH AND INVESTMENTS</u></b>	49,742
<b><u>CASH AND INVESTMENTS, BEGINNING OF YEAR</u></b>	<u>402,421</u>
<b><u>CASH AND INVESTMENTS, ENDING OF YEAR</u></b>	<u><u>\$ 452,163</u></u>

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

**UMATILLA COUNTY, OREGON**

**Agency Funds**

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

**June 30, 2013**

	<b><u>Agency Funds</u></b>
<b><u>ASSETS:</u></b>	
Cash and investments	\$ 455,263
Taxes receivable	5,000,309
Total assets	<u>5,455,572</u>
<b><u>LIABILITIES:</u></b>	
Taxes due to other agencies	5,000,309
Payable to other entities - sheriff accounts	62,413
Payable to other entities - finance department accounts	392,850
Total liabilities	<u>5,455,572</u>
<b><u>NET POSITION:</u></b>	<u>\$ -</u>

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

## **UMATILLA COUNTY, OREGON**

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

**June 30, 2013**

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

The financial statements of Umatilla County, Oregon (the County) have been prepared in accordance with the modified cash basis of reporting as applicable to municipal governments. This modified basis of accounting differs from accounting principles generally accepted in the United States of America. To the extent they are applicable to the modified basis of reporting, the County applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. As discussed below, the County maintains proprietary enterprise type funds and applies Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. For enterprise funds, GASB Statement Nos. 20 and 34 provide the County the option of electing to apply FASB pronouncements issued after November 30, 1989. The County has elected not to apply those pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections on these notes.

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

#### **Reporting Entity:**

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

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

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County had no business-type activities for the year ended June 30, 2013.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

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

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

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

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

**Description of Fund Financial Statements:**

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

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

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

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

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

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

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

Additionally, the County reports the following fund types:

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

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

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

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

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

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

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

**Cash and investments:**

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

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

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

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

**Inventories:**

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

**Net position flow assumptions:**

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

**Fund balance flow assumptions:**

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

**Fund balance policies:**

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

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

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

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

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

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

Fund balances by classification for the year ended June 30, 2013 were as follows:

	<u>General</u>	<u>Public Works</u>	<u>Other Governmental</u>	<u>Total Governmental Funds</u>
<u>Fund balances</u>				
Restricted:				
Debt service	\$ -	\$ -	\$ 1,191,173	\$ 1,191,173
Public safety	-	-	842,701	842,701
Highways and streets	-	4,478,755	271,578	4,750,333
Culture and recreation	-	-	32,276	32,276
Education	-	-	68,040	68,040
Health	-	-	444,661	444,661
General government	-	-	1,513,683	1,513,683
Total restricted	<u>-</u>	<u>4,478,755</u>	<u>4,364,112</u>	<u>8,842,867</u>
Committed:				
Debt service	-	-	1,462,741	1,462,741
Capital projects	-	-	-	-
Highways and streets	-	-	317,612	317,612
Culture and recreation	-	-	174,392	174,392
Health	-	-	139,048	139,048
General government	-	-	1,150,696	1,150,696
Total committed	<u>-</u>	<u>-</u>	<u>3,244,489</u>	<u>3,244,489</u>
Assigned:				
Capital projects	-	-	180,996	180,996
Highways and streets	-	-	-	-
Culture and recreation	-	-	504,097	504,097
General government	-	-	769,376	769,376
Total assigned	<u>-</u>	<u>-</u>	<u>1,454,469</u>	<u>1,454,469</u>
Unassigned	<u>5,558,508</u>	<u>-</u>	<u>-</u>	<u>5,558,508</u>
Ending fund balance	<u><u>\$5,558,508</u></u>	<u><u>\$4,478,755</u></u>	<u><u>\$ 9,063,070</u></u>	<u><u>\$19,100,333</u></u>

**Receivables and payables:**

Since the County is using the modified cash basis of accounting for governmental funds, the recorded property taxes receivable is recognized when levied and reported on the Statement of Net Position-Modified Cash as an asset, which is offset with a deferred revenue liability.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

Property taxes:

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

Capital assets:

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

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

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

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

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

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

Other non-current assets:

The County accounts for the proceeds of the Limited Tax Pension Bonds (See Note 7) as a prepaid pension asset and amortizes the asset as the bond principal is paid.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

Long-term debt:

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

Compensated absences:

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

Income taxes:

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

Leases:

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

Short term interfund receivables and payables:

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

Interfund transactions:

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

Use of estimates:

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

**Budget procedures:**

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

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

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

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

The county adopted numerous supplemental budgets during the fiscal year.

5. The following funds legally adopt annual budgets:

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

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

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

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

**NOTE 3 – CASH AND INVESTMENTS:**

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

Cash:

Demand deposits	\$ 252,253
Money market accounts	<u>416,131</u>
Total cash	<u>668,384</u>

Investments:

		Percentage of Total Investments	Weighted Avg. Maturity (Years)
Oregon Local Government Investment Pool	18,339,375	95%	0.01
Certificates of deposits	<u>1,000,000</u>	5%	0.02
Total investments	<u>19,339,375</u>	<u>100%</u>	

Total cash and investments	<u>\$20,007,759</u>
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Total investment portfolio weighted average maturities 0.03

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

Cash and investments - governmental activities	\$19,552,496
Statement of fiduciary net position	<u>455,263</u>
	<u>\$20,007,759</u>

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

**Custodial Credit Risk - Deposits**

Custodial credit risk on deposits is the risk that in the event of a bank failure, the County's deposits may not be returned to it. Oregon Revised Statutes Chapter 295 governs the collateralization of Oregon public funds and provides the statutory requirements for the Public Funds Collateralization Program (PFCP). ORS 295 requires the qualified depository to pledge collateral against any public funds deposits in excess of deposit insurance amounts set by the FDIC. The County maintains its funds at financial institutions deemed to be qualified depositories by the Office of the State Treasurer; however, the County does not have a formal deposit policy that addresses custodial credit risk. During the fiscal year ended June 30, 2013 the County's bank balances exceeded the \$250,000 FDIC insurance limitation and were therefore exposed to custodial credit risk, to the extent they were not covered by the PFCP. The Local Government Investment Pool is not subject to custodial credit risk because it is not evidenced by securities that exist in physical or book entry form.

**Interest Rate Risk - Investments**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County investment policy requires that a minimum of 80% of the County's investment portfolio have maturities of 18 months or less and that the remaining 20% of the County's investments must have maturities of 24 months or less. All of the County's investments on June 30, 2013 have maturities of 18 months or less.

**Credit Risk - Investments**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. Oregon Revised Statutes authorizes the County to invest primarily in general obligations of the US Government and its agencies, debt obligations of the state of Oregon, California, Idaho, and Washington and their political subdivisions, banker's acceptances, corporate indebtedness, commercial paper, repurchase agreements, time certificates of deposit, fixed or variable life insurance contracts, the State Treasurer's Local Government Investment Pool, among others. The County's investment policy has been approved by the County Commissioners and specifies the County's investment objectives, required diversification, certain limitations and reporting requirements. As of June 30, 2013, the County's investment in U.S. Government agencies is limited to 75% of the portfolio and 50% in any single government sponsored enterprise. The County's investment in the Oregon State Treasurer's investment pool is not rated and is treated as a cash equivalent on the Statement of Net Position.

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

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

**Concentration Risk - Investments**

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's investment policy provides that the maximum that may be invested in any one issuer, as a percentage of the funds total investments, is 100% for U.S. Treasury, 75% for U.S. Government agencies with 50% of this amount in a single government sponsored enterprise, 100% in the State of Oregon Investment Pool or the maximum imposed by state statute, 25% in Certificates of Deposit with 30% of this amount in any single qualified financial institution, 20% for Commercial paper and Commercial notes with 5% of this amount in any one corporation, subsidiaries or affiliates, 25% for State and Local Government Securities, 25% for Repurchase Agreements with 10% of this amount in any single qualified financial institution. On June 30, 2013, the County did not hold investments with any one issuer that exceeded these limits.

**Custodial Credit Risk - Investments**

Custodial credit risk is the risk that, in the event of the failure of the counterparty to a transaction, the government will not be able to recover the value of an investment or collateral securities in the possession of an outside party. The County's investment policy provides that brokers/dealers and financial institutions meet certain qualifications, which are reviewed annually.

**NOTE 4 – SPECIAL ASSESSMENTS RECEIVABLE:**

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

Changes to special assessments receivable consisted of the following:

Balance, July 1, 2012	\$ 44,420
New assessments	-
Collections	(21,558)
Interest included	<u>3,593</u>
Balance June 30, 2013	<u><u>\$ 26,455</u></u>

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

**NOTE 5 – DEFERRED REVENUE:**

Receivables are not recorded as revenues until collected. The receivables shown in the Balance Sheet - Modified Cash Basis are completely offset by a deferred revenue account. Deferred revenue at June 30, 2013 consisted of the following:

Property taxes	\$ 1,152,247
Special assessments	<u>26,455</u>
Total	<u><u>\$ 1,178,702</u></u>

**NOTE 6 - CAPITAL ASSETS:**

Capital asset activity for the year ended June 30, 2013 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 1,206,382	\$ 107,500	\$ -	\$ 1,313,882
Construction in progress	11,543	102,823	(11,543)	102,823
Total capital assets, not being depreciated	<u>1,217,925</u>	<u>210,323</u>	<u>(11,543)</u>	<u>1,416,705</u>
Capital assets, being depreciated:				
Buildings and improvements	26,697,048	40,237	(133,238)	26,604,047
Machinery and equipment	12,166,437	901,509	(780,485)	12,287,461
Infrastructure	128,159,429	-	-	128,159,429
Total capital assets being depreciated	<u>167,022,914</u>	<u>941,746</u>	<u>(913,723)</u>	<u>167,050,937</u>
Less accumulated depreciation for:				
Buildings and improvements	(9,316,437)	(789,985)	53,090	(10,053,332)
Machinery and equipment	(9,217,192)	(961,255)	780,485	(9,397,962)
Infrastructure	(64,534,387)	(3,052,681)	-	(67,587,068)
Total accumulated depreciation	<u>(83,068,016)</u>	<u>(4,803,921)</u>	<u>833,575</u>	<u>(87,038,362)</u>
Total capital assets being depreciated, net	<u>83,954,898</u>	<u>(3,862,175)</u>	<u>(80,148)</u>	<u>80,012,575</u>
Governmental activities capital assets, net	<u><u>\$ 85,172,823</u></u>	<u><u>\$(3,651,852)</u></u>	<u><u>\$ (91,691)</u></u>	<u><u>\$ 81,429,280</u></u>

Depreciation was charged to functions and programs as follows:

	<u>Governmental Activities</u>
General government	\$ 813,608
Public safety	262,189
Highways and streets	3,680,134
Cultural and recreation	16,223
Education	2,833
Health	28,934
	<u><u>\$ 4,803,921</u></u>

**UMATILLA COUNTY, OREGON**

**Notes To Basic Financial Statements**  
**June 30, 2013**

**NOTE 7 - LONG TERM DEBT:**

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

<u>Governmental activities:</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in Current Year</u>
<b>Bonded Debt:</b>					
2005 PERS bond issue	\$ 13,485,000	\$ -	\$ (250,000)	\$ 13,235,000	\$ 310,000
2012 refunding issue	4,920,000	-	(1,030,000)	3,890,000	995,000
<b>Total bonded debt</b>	<b>18,405,000</b>	<b>-</b>	<b>(1,280,000)</b>	<b>17,125,000</b>	<b>1,305,000</b>
<b>Notes payable:</b>					
Reith wastewater	316,092	-	(16,967)	299,125	17,391
Boiler replacement	76,575	-	(13,056)	63,519	13,636
EOAF detox center	254,883	-	(11,870)	243,013	11,936
Construction	1,871,776	-	(200,000)	1,671,776	209,000
<b>Total notes payable</b>	<b>2,519,326</b>	<b>-</b>	<b>(241,893)</b>	<b>2,277,433</b>	<b>251,963</b>
<b>Capital leases:</b>					
Wheel loader	274,795	-	(18,149)	256,646	18,729
<b>Total capital leases</b>	<b>274,795</b>	<b>-</b>	<b>(18,149)</b>	<b>256,646</b>	<b>18,729</b>
<b>Total governmental activities</b>	<b>\$21,199,121</b>	<b>\$ -</b>	<b>\$ (1,540,042)</b>	<b>\$ 19,659,079</b>	<b>\$ 1,575,692</b>

**General obligations bonds:**

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

*Series 2002 General Obligation Refunding Bonds:*

These bonds were issued to advance refund a portion of outstanding bonds of the Series 1997 General Obligation Refunding Bonds. These bonds were refunded with the Series 2012 General Obligation Refunding Bonds. The new bond proceeds were placed in escrow for future payments of the Series 2002 bonds. The principal balance remaining on June 30, 2013 was \$3,970,000. As a result of the refunding, the bonds have been removed as a liability on the County's financial statements.

**UMATILLA COUNTY, OREGON**

**Notes To Basic Financial Statements**  
**June 30, 2013**

**NOTE 7 - LONG TERM DEBT (continued):**

*Series 2012 General Obligation Refunding Bonds:*

These bonds were issued to advance refund the Series 2002 General Obligation Refunding Bonds. This refunding was performed to obtain a more favorable interest rate to the taxpayers of Umatilla County, Oregon. Due to the favorable rates of the 2012 GO Refunding Bonds, it is estimated that the present value savings of refunding the 2002 GO Bonds was \$333,360, discounted using a rate of 1.0125%. The refunding bonds carry a fixed interest rate of 2% and mature October 1, 2012 through October 1, 2016.

*Series 2005 Limited Tax Pension Bonds:*

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

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

Year Ending June 30,	Principal	Interest	Annual Debt Service
2014	\$ 1,305,000	\$ 724,163	\$ 2,029,163
2015	1,375,000	689,702	2,064,702
2016	1,405,000	652,023	2,057,023
2017	1,440,000	611,744	2,051,744
2018	600,000	577,470	1,177,470
2019-2023	4,450,000	2,357,132	6,807,132
2024-2028	6,550,000	950,510	7,500,510
Totals	<u>\$ 17,125,000</u>	<u>\$ 6,562,744</u>	<u>\$ 23,687,744</u>

**Notes payable:**

*Bank of America - Construction Loan*

A note payable to Bank of America in semi-annual payments of interest only from June 15, 2005 through June 15, 2017. These interest only payments are due in semi-annual amounts of \$55,625. Beginning December 15, 2007, the County began to make semi-annual principal and interest payments on December 15 and June 15 of each year. The required payments are scheduled below and carry interest at 4.45%. Principal proceeds of \$2,500,000 were received during the fiscal year ending June 30, 2005, under this note and were used to finance the cost of the construction of the justice facility in Hermiston, Oregon.

**UMATILLA COUNTY, OREGON**

**Notes To Basic Financial Statements**  
**June 30, 2013**

**NOTE 7 - LONG TERM DEBT (continued):**

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

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

*Oregon Department of Energy-Justice Center Heating & DHW Boilers Loan:*

The County entered into a contract with the State of Oregon Department of Energy for a loan in the amount of \$130,000 to replace the boilers in the Justice Center during the year ended June 30, 2008. Monthly payments of \$1,373 will be due including interest at 4.9 percent of the outstanding balance for ten years.

*Oregon Public Works Fund-EOAF Detoxification Center Loan:*

The County entered into a contract with the State of Oregon Economic Community Development Department for a loan in the Special Public Works Loan Fund during the fiscal year ended June 30, 2008. This loan was for the construction for the Eastern Oregon Alcoholism Foundation's Detoxification Center project. Annual payments of \$19,430 will be due including interest at 3.71 percent of the outstanding balance for twenty five years. The total funds drawn were \$313,908.

Future maturities of notes payable principal and interest consist of the following:

Year Ending June 30,	Principal	Interest	Annual Debt Service
2014	\$ 251,963	\$ 90,867	\$ 342,830
2015	262,146	79,832	341,978
2016	273,387	68,269	341,656
2017	284,679	56,208	340,887
2018	814,951	41,811	856,762
2019-2023	171,106	81,402	252,508
2024-2028	195,483	25,818	221,301
2029-2033	23,718	1,067	24,785
Totals	<u>\$ 2,277,433</u>	<u>\$ 445,274</u>	<u>\$ 2,722,707</u>

**UMATILLA COUNTY, OREGON**

**Notes To Basic Financial Statements**  
**June 30, 2013**

**NOTE 7 - LONG TERM DEBT (continued):**

Capital lease obligations:

Lease purchase agreement payable in annual installments of \$26,942, including interest at 3.2%, collateralized by 2011 CAT Model 966H wheel loader. A balloon payment of \$205,000 is due during the 2016-17 fiscal year to pay off the obligation in full. Future minimum lease obligations as of June 30, 2013, are as follows:

<u>Year Ending June 30,</u>	<u>Lease Payments</u>
2014	\$ 26,942
2015	26,942
2016	26,942
2017	205,000
Amount representing interest	<u>(29,180)</u>
Present value of minimum lease payments	<u><u>\$ 256,646</u></u>

**NOTE 8 - COMMITMENTS AND CONTINGENCIES:**

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

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

**NOTE 9 - INTERFUND TRANSACTIONS:**

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

**NOTE 9 - INTERFUND TRANSACTIONS (continued):**

The following are the County's interfund transfers for the year ended June 30, 2013:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Purpose</u>	<u>Amount</u>
General	Emergency 911	To supplement operations	\$ 799,577
General	EOTEC Reserve	For contributions to EOTEC joint venture	67,412
General	Public Works	To supplement operations	479,331
General	County Fair	To supplement operations	52,793
General	Debt Service	To fund debt service on notes payable	295,320
General	Admin Services	To supplement operations	35,000
General	Special Services	To supplement operations	70,193
General	Juvenile Center Imp.	To supplement operations	15
General	Fleet management	Installment payments on internal vehicle financing	38,159
Corrections Assessment	General	To supplement county jail operations	33,341
Corrections Assessment	Human Services	To supplement operation of A&D	22,227
Corrections Assessment	Comm. Corrections	To supplement Comm. Corrections operations	11,114
Tax Foreclosed Property	General	For allocation of sale proceeds	30,098
Liquor Enforcement	General	To supplement general fund operations	548
Comm. Benefits	General	To supplement general fund operations	91,000
Comm. Benefits	Fair Ground Imp.	For capital upgrades to fairgrounds	80,000
Comm. Benefits	Fleet management	For capital purchased of vehicles	166,318
Comm. Benefits	Econ. Development	To supplement economic development operations	20,193
Comm. Benefits	Admin Services	To supplement operations	20,000
FPEP Reserve	General	To supplement family planning operations	80,527
Public Works	Fleet management	Installment payments on internal vehicle financing	6,821
County Fair	Fleet management	Installment payments on internal vehicle financing	2,217
		Total	<u>\$ 2,402,204</u>

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

**NOTE 10 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM:**

**A. Plan Description:**

The County is a participating employer in Oregon Public Employees Retirement System (OPERS), a public employee retirement system that acts as a common investment and administrative agent for public employers in the State of Oregon. OPERS are administered under Oregon Revised Statutes Chapter 238 and Internal Revenue Service 401(a) by the Public Employees Retirement Board (PERB). County employees are eligible to participate in OPERS after six months of employment and benefits vest after five continuous years of service or at age 50. OPERS, a component unit of the State of Oregon, issue a comprehensive annual financial report, which may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, OR 97281, or calling (503) 598-7377.

**B. Funding Policy:**

County employees participate in one or more OPERS retirement plans that provide pension, death, disability, and post-employment healthcare benefits to members or their beneficiaries:

- PERS (Public Employee Retirement System) is a cost-sharing multiple-employer defined benefit pension plan provided to members who were hired prior to August 29, 2003. In 1995, the Legislature enacted a second level or "tier" of PERS benefits for persons who established PERS membership on or after January 1, 1996. These Tier Two members do not have the Tier One assumed earnings rate guarantee, and have a higher normal retirement age of 60, compared to 58 for Tier One. Employer contributions to PERS are required by state statute and are made at actuarially determined rates as adopted by the PERB. Up through December 31, 2003, covered employees were required by state statute to contribute 6% of their annual salary to the PERS plan. Currently, this contribution is made by the County for benefited employees. The County's required contribution rate for the year end June 30, 2013 was 7.16% for general service employees and 14.6% for police and fire employees of eligible compensation. One July 1, 2013 the rates increased to 11.43% for general service employees and 18.38% for police and fire employees.
- OPSRP (Oregon Public Service Retirement Plan) is a hybrid retirement plan with two components: a defined benefit pension plan and a defined contribution pension plan.
  - The cost-sharing multiple-employer defined benefit pension plan is provided to members who were hired on or after August 29, 2003. Employer contributions are required by state statute and are made at actuarially determined rates as adopted by the PERB. The annual required contribution rates for the OPSRP defined benefit pension plan for the year ended June 30, 2013 were 5.46% for general service employees and 8.17% for police and fire employees of eligible compensation. One July 1, 2013 the rates increased to 9.55% for general service employees and 12.28% for police and fire employees.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

**NOTE 10 - PENSION PLAN - OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM**

**(continued):**

**B. Funding Policy (continued):**

- The cost-sharing multiple-employer defined benefit pension plan (called the Individual Account Program or IAP) is provided to all members or their beneficiaries who are PERS or OPSRP eligible. State statutes require covered employees to contribute 6% of their annual covered salary to the IAP plan effective January 1, 2004. Plan members of PERS retain their existing PERS accounts, but member contributions beginning in 2004 will be deposited in the member's IAP, not in the member's PERS account.

In late September of 2005, the County issued Limited Tax Pension Bonds to fund a portion of its unfunded actuarial liability (UAL) with PERS. The bonds were issued in the amount of \$13,970,000. Of this amount, \$306,147 was used to pay bond issuance costs and \$13,663,853 was used to satisfy the County's UAL as of December 31, 2003. On December 31, 2011, the side account balance with PERS associated with this prepayment of the County's UAL was \$8,672,688.

**C. Annual Pension Cost:**

The County's contributions for the current fiscal year and the prior three fiscal years were as follows:

<u>Fiscal Year Ending</u>	<u>Annual Costs (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/2013	\$ 1,964,571	100%	\$ -
6/30/2012	\$ 1,979,284	100%	\$ -
6/30/2011	\$ 1,458,828	100%	\$ -
6/30/2010	\$ 1,357,365	100%	\$ -

**NOTE 11 - DEFERRED COMPENSATION PLAN:**

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

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

**NOTE 11 - DEFERRED COMPENSATION PLAN (continued):**

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

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

**NOTE 12 - POST EMPLOYMENT HEALTH CARE PLAN:**

The County operates a single-employer retiree benefit plan which provides medical benefits insurance for retirees and their dependents under the age of 65. There are 301 active employees and 10 eligible retired members in the plan. Eligible retirees pay the same premium for the medical benefit insurance as active employees, which results in an implicit subsidy and an OPEB liability.

The contribution requirements of plan members are established by and may be amended by the County. The County currently finances the retiree benefit plan on a pay-as-you-go basis. The most recent active member monthly premiums for the County and plan members are \$744 for single coverage and \$2,151 for family coverage. The same monthly premiums apply to retirees. For the year ended June 30, 2013, the retired employees contributed \$121,485 to the plan.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

**NOTE 12 - POST EMPLOYMENT HEALTH CARE PLAN (continued):**

The County's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the County, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period of 15 years. The following table shows the calculation of the ARC and the net OPEB Obligation assuming the County does not fund its OPEB liability.

Normal cost at year end	\$ 276,098
Amortization of UAAL	227,118
Annual required contribution (ARC)	<u>503,216</u>
Interest on prior year net OPEB obligation	67,012
Adjustment to ARC	<u>(113,851)</u>
Annual OPEB cost	456,377
Explicit benefit payments	-
Implicit benefit payments	<u>(101,411)</u>
Increase in net OPEB obligation	354,966
Net OPEB obligation - beginning of year	<u>1,675,293</u>
Net OPEB obligation - end of year	<u><u>\$ 2,030,259</u></u>

The following table shows historical annual OPEB cost and net OPEB obligation:

Fiscal Year Ending	Annual Costs (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2013	\$ 456,377	22%	\$ 2,030,259
6/30/2012	\$ 430,030	21%	\$ 1,675,293
6/30/2011	\$ 633,174	21%	\$ 1,336,713

As of August 1 , 2012 the most recent actuarial valuation date, the plan was zero percent funded. The actuarial liability for benefits was \$2,071,040, and the actuarial value of assets was zero, resulting in an unfunded accrued liability of \$2,071,040.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

**NOTE 13 - RETIREMENT HEALTH INSURANCE ACCOUNT (RHIA):**

As a member of Oregon Public Employees Retirement System (OPERS) the County contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, OR 97281-3700.

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from PERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

Participating counties are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.59% of annual covered payroll. The OPERS Board of Trustees sets the employer contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The County's contributions to RHIA for the years ended June 30, 2013, 2012 and 2011 were \$53,672, \$50,717, and \$47,899, which equaled the required contributions each year.

**UMATILLA COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2013**

**NOTE 14 - RISK MANAGEMENT:**

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

**NOTE 15 - JOINT VENTURE:**

In March 2012, the County entered into an intergovernmental agreement with City of Hermiston, Oregon establishing the Eastern Oregon Trade and Event Center Authority to acquire, construct, own, manage and operate the Eastern Oregon Trade and Event Center. The County contributed \$3,030,619 during the year ended June 30, 2013. The facility is currently in the planning stages and is not yet operational.

The intergovernmental agreement with the City of Hermiston establishing the authority calls for the County and the City of Hermiston to each own half of the facility, regardless of the amounts contributed by each. Any funds necessary for operations will be contributed equally by Umatilla County and the City of Hermiston. Either party may contribute unilaterally at its sole discretion. Should the venture dissolve, the highest bidder between Umatilla County and the City of Hermiston will receive all assets and liabilities of the authority. The winning bidder will pay one-half of the purchase price to the other. The County's equity in the Eastern Oregon Trade and Event Center Authority on June 30, 2013 is \$2,189,877. Under the modified cash basis of accounting, the County does not report assets for equity interests in joint ventures.

Separate financial statements for the Authority are available from: Eastern Oregon Trade and Event Center Authority, 915 SE Columbia Drive, Hermiston, OR 97838.

**NOTE 16 - SUBSEQUENT EVENTS:**

Management has evaluated subsequent events through the date of this report, which is the date the financial statements were available to be issued.

**SUPPLEMENTARY INFORMATION**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

## **UMATILLA COUNTY**

### **Management Discussion and Analysis**

**June 30, 2013**

This discussion and analysis is intended to serve as an introduction to Umatilla County's basic financial statements. It offers the reader an overview of the County's financial activities for the fiscal year ended June 30, 2013. The basic financial statements have three components: government-wide financial statements, fund financial statements, and notes to the financial statements. To further assist readers, this report contains supplementary information in addition to the basic financial statements.

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

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

#### Financial Highlights

The assets of Umatilla County primary government exceeded its liabilities at June 30, 2013 by \$94.6 million (Net Position). Of this amount, \$10.7 million (Unrestricted Net Position) may be used to meet the County's ongoing obligations to creditors and citizens of the County in accordance with Umatilla County's fund designation and fiscal policies.

The County's total Net Assets decreased by \$4.1 million during the fiscal year ending June 30, 2013.

#### Overview of the Basic Financial Statements

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

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

## **UMATILLA COUNTY**

### **Management Discussion and Analysis**

**June 30, 2013**

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

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

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

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

The focus of the fund statements is on major governmental funds. Of the 44 funds maintained by the County, 43 are characterized as governmental and the remaining fund is considered a proprietary fund. Unlike the government-wide statements, the governmental funds financial statements focus on current sources and uses of spendable resources, as well as spendable resources available at the end of the fiscal year. This information may be useful in evaluating a government's short-term financing decisions.

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

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

## **UMATILLA COUNTY**

### **Management Discussion and Analysis**

**June 30, 2013**

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

Of the 43 governmental funds maintained by the County, two are considered to be major funds: the General Fund and the Public Works Fund. The governmental fund statements focus separately on these major funds presenting each in its own column and combining the remaining funds into a column titled “other governmental funds”.

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

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

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

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

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

**UMATILLA COUNTY**

**Management Discussion and Analysis**

**June 30, 2013**

Government-Wide Financial Analysis

Exhibit 1

STATEMENT OF NET POSITION

(Dollars in Thousands)

	<u>2013</u>	<u>2012</u>	<u>2011</u>
Cash and investments	\$ 19,552	\$ 21,235	\$ 15,531
Receivables	1,179	1,284	1,232
Prepaid-pension asset	13,235	13,485	13,675
Land and CIP	1,417	1,218	1,253
Other capital assets (net)	80,012	83,955	86,761
Total assets	<u>115,395</u>	<u>121,177</u>	<u>118,452</u>
Non current liabilities due in one year	1,576	1,540	1,277
Non current liabilities due > one year	18,083	19,659	21,013
Deferred revenues	1,179	1,284	1,232
Total liabilities	<u>20,838</u>	<u>22,483</u>	<u>23,522</u>
Net position			
Invested in capital assets, net of related debt	75,005	77,459	79,399
Restricted for			
Debt service	1,191	1,156	1,020
Public safety	843	654	689
Highways and streets	4,750	3,447	2,856
Culture and recreation	32	5	15
Education	68	77	63
Health	445	374	317
Other purposes	1,514	1,929	1,330
Unrestricted	10,710	13,593	9,241
Total net position	<u>\$ 94,558</u>	<u>\$ 98,694</u>	<u>\$ 94,930</u>

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2013

Net assets may serve over time as a useful indicator of a government's financial position. Umatilla County's assets exceeded liabilities by \$94.6 million as of June 30, 2013. This is a decrease of \$4.1 million when compared to net position at the end of the previous year. The decrease is a function of the \$3 million distribution of fairgrounds sale proceeds to the Eastern Oregon Trade and Event Center (EOTEC) and of the annual asset depreciation expense.

#### Exhibit 2

#### STATEMENT OF NET ACTIVITIES

(Dollars in Thousands)

	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net change in net position			
<b>Governmental Activities</b>			
General government	\$ (4,010)	\$ (2,940)	\$ (1,305)
Public safety	(9,854)	(8,974)	(8,537)
Highways and streets	(2,890)	(3,012)	(3,256)
Culture and recreation	(3,099)	(30)	(87)
Education	(351)	(340)	(348)
Health	(828)	(386)	(2,084)
Interest on long-term debt	(868)	(946)	(1,096)
Total government activities	<u>(21,900)</u>	<u>(16,628)</u>	<u>(16,713)</u>
<b>General receipts</b>			
Property taxes	15,870	15,161	14,854
Fines and forfeitures	328	198	233
Earnings on investments	128	101	114
Refunds and miscellaneous	1,371	1,652	2,244
Sale of fixed assets	67	3,280	-
Total general receipts and transfers	<u>17,764</u>	<u>20,392</u>	<u>17,445</u>
Change in net position	(4,136)	3,764	732
Net position, beginning	98,694	94,930	94,198
Net position, ending	<u>\$ 94,558</u>	<u>\$ 98,694</u>	<u>\$ 94,930</u>

11.3% of the balance of net position or \$10.7 million may be used to meet the government's ongoing obligations to its citizens and creditors.

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2013

The largest portion of the County's net position (79%) reflects its investment in capital assets (land, buildings, equipment, improvements, construction in progress and infrastructure), less any related debt. The County uses these assets to provide services to the people of the County; consequently these assets are not available for future spending. Although the investment in its capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided by other sources, since the capital assets themselves cannot be used to liquidate this liability.

A small portion of the County's net assets (1%) is subject to external restrictions and can only be used for debt service as provided by statute and regulation.

#### Governmental Funds Financial Analysis

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

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

At the end of the fiscal year, Umatilla County's governmental funds reported combined ending fund balances of \$19.1 million, a decrease of \$1.7 million when compared to the previous year. The majority of the combined fund balances is reserved and only available for spending within the designated funds.

The General Fund and the Public Works Fund are considered major funds by the County. These major funds account for 53% of the combined governmental fund balances.

The major funds account for 67% of total governmental revenues and 58% of total governmental expenditure.

Public Safety and Health programs account for 45% of all governmental expenditures.

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2013

General Fund. The General Fund is the chief operating fund for Umatilla County. At the end of the year, the fund balance of the General Fund was \$5.5 million. As a measure of the General Fund's liquidity, it may be useful to compare the fund balance to total fund expenditures. The ending fund balance represents 30% of total general fund expenditures for the fiscal year ending 2013 compared to 29% the prior year. The net change in the fund balance for the General Fund was a \$494 thousand increase.

Property tax is a significant revenue source for the General Fund. The year's collections represent 71% of total General Fund revenues, compared to 69% the previous year.

Public Works Fund. The Public Works Fund's primary source of revenue is the gas tax distributed by the State of Oregon. Gas tax receipts were \$4.7 million, comparable to the prior year. Public Works completed a \$1 million project during the year funded by a Jobs and Transportation Act grant for work on the Walker/Westland intersection.

Revenues exceeded expenditures \$381 thousand in the current year. With the \$422 thousand transfer from the General Fund from PILT revenues, the Public Works Fund ending fund balance was \$4.5 million, an \$850 thousand increase from the previous year.

Fair Improvement Fund. The County sold its fairgrounds for net receipts of \$2.99 million in the prior. The funds were transferred to the Eastern Oregon Trade and Event Center Authority for development of a new site for the Umatilla County Fair. The County and the City of Hermiston have jointly created this intergovernmental entity or council of government for the development of a venue for the Umatilla County Fair and Farm-City Pro Rodeo.

#### General Fund Budgetary Highlights

The County made several revisions to the original General Fund appropriations adopted by the Board of Commissioners for the 2012-2013 fiscal year. The adjustments were needed to increase expenditures for the difference in adopted revenue and revised revenue budget. These revisions resulted in a 1% increase in General Fund appropriations.

General Fund revenues exceeded the adjusted budget by \$896 thousand and expenditures were \$1.6 million under budget.

**UMATILLA COUNTY**

**Management Discussion and Analysis**

**June 30, 2013**

Capital Assets. Umatilla County's investment in capital assets for its governmental activities amounts to \$81.4 million (net of accumulated depreciation). The investment in fixed assets includes land, buildings, equipment, infrastructure (roadways and bridges) and construction in

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

Exhibit 3

FIXED ASSETS AT YEAR END

(Dollars in Thousands)

	<u>2013</u>	<u>2012</u>	<u>2011</u>
Non-depreciable assets:			
Land	\$ 1,314	\$ 1,206	\$ 1,178
Construction in progress	103	12	75
Sub-Total	<u>1,417</u>	<u>1,218</u>	<u>1,253</u>
Depreciable assets:			
Buildings	26,604	26,697	26,167
Equipment	12,287	12,167	11,948
Infrastructure	128,159	128,159	128,159
Sub-total	<u>167,050</u>	<u>167,023</u>	<u>166,274</u>
Accumulated Depreciation	(87,038)	(83,068)	(79,513)
Total general fixed assets	<u><u>\$ 81,429</u></u>	<u><u>\$ 85,173</u></u>	<u><u>\$ 88,014</u></u>

Debt Administration. At the end of the current fiscal year, Umatilla County had total debt outstanding of \$19.7 million. Of this amount \$3.9 million is comprised of general obligation bonds issued to finance construction of a new county jail, \$13.2 million is comprised of the Limited Tax Pension Bonds issued in 2005, \$2.3 million is comprised of notes backed by the full faith and credit of the County, and \$257 thousand in a capital lease secured by equipment.

The general obligation bonds originally issued in the fiscal year 1997, were refunded in 2002 and most recently in January of 2012. The latest bond refunding principal saves the taxpayers \$333,359 over the remaining life of the issue which ends in October, 2016. The 2012 series bonds were rated "A+" by Standard & Poor's upon issuance with a stable outlook. The bonds are supported by unlimited ad valorem taxes.

## UMATILLA COUNTY

### Management Discussion and Analysis

June 30, 2013

Limited Tax Pension Bonds. The Pension Bonds were issued to address the County's estimated PERS unfunded actuarial liability in 2005. The bonds were recently upgraded to Aa3 from A3 by Moody's Investors Service in 2010. The 5% of real market value statutory limitation on pension bonds is well in excess of outstanding debt.

In addition to the bonded indebtedness, the County borrowed \$2.5 million in 2005 to finance the construction of a new justice center in Hermiston, Oregon.

#### Exhibit 3

#### OUTSTANDING DEBT AT YEAR END

(Dollars in Thousands)

	<u>2013</u>	<u>2012</u>	<u>2011</u>
General obligations	\$ 3,890	\$ 4,920	\$ 5,690
Limited tax bonds	13,235	13,485	13,675
Notes Payable	2,277	2,519	2,751
Capital leases	257	275	174
Total	<u>\$ 19,659</u>	<u>\$ 21,199</u>	<u>\$ 22,290</u>

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

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

The County also carries \$257 thousand in the form of a capital lease collateralized by the underlying equipment.

Total County debt outstanding represents .3% of county real market value.

## **UMATILLA COUNTY**

### **Management Discussion and Analysis**

**June 30, 2013**

#### Economic Factors and Next Year's Budget

Oregon's seasonally adjusted unemployment rate has declined over the last year from 8.5% to 7.8%, slightly higher than the U.S. rate of 8.2%. Oregon has consistently trailed the U.S. rate over the last ten years leading to a shortfall of income taxes in the state and a continuing budget crisis. State programs operated by the County, particularly in areas of health and public safety, are always subject to reduction in the State's budget balancing exercise. The County continues to conservatively budget its resources.

The County's seasonally adjusted unemployment rate also decreased slightly over the past year from 8.4 % to 8.2%. The County enjoys certain economic advantages: location on both east-west and north-south major highway systems, available water and rail transportation, natural gas transmission lines, and an electrical transmission grid.

A beginning fund balance of \$4.95 million was projected for the General Fund in the 2014 budget. The actual beginning fund balance exceeded the projection.

The certified property tax base continues to grow. The tax base for 2012-2013 grew at a 3.7% rate over the prior year and was projected to grow 2% in the 2013-2014 budget.

Next year's adopted operating budget is \$3.7 million lower than the 2013 operating budget. The principal difference is the payment of the fairgrounds sales proceeds to Eastern Oregon Trade and Event Center in 2012. The General Fund requirements have been projected \$227 thousand above that of the previous year.

#### Contact Information

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

**UMATILLA COUNTY, OREGON**

**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual - Detail**  
**Year Ended June 30, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Property taxes:				
Current year taxes	\$ 11,893,460	\$ 11,893,460	\$ 12,392,754	\$ 499,294
Prior year taxes	400,000	400,000	666,876	266,876
In-lieu of taxes	1,356,350	1,356,350	1,383,634	27,284
Intergovernmental:				
Federal revenues	766,190	808,790	610,690	(198,100)
State revenues	425,457	443,023	425,421	(17,602)
Local revenues	261,116	261,116	200,974	(60,142)
Salary supplements	115,000	115,000	127,049	12,049
Amusement tax	16,000	16,000	18,006	2,006
Liquor tax	278,000	278,000	358,523	80,523
Cigarette tax	75,000	75,000	75,902	902
Railcar taxes	20,000	20,000	17,309	(2,691)
CAFFA grant	480,912	480,912	439,471	(41,441)
Emergency services grants	58,423	58,423	27,364	(31,059)
Family planning grants and other	56,749	62,642	69,250	6,608
Health department grants	271,674	307,720	300,174	(7,546)
Juvenile court/detention grants	93,950	93,950	93,731	(219)
Management services	968,931	953,333	906,795	(46,538)
Charges for services:				
Miscellaneous fees	48,850	48,850	42,201	(6,649)
Clerk and recorder fees	381,100	293,100	305,622	12,522
Marriage, court, and mediation fees	116,402	116,402	98,784	(17,618)
Jail fees	602,355	627,897	703,138	75,241
Civil fees	87,000	93,000	121,996	28,996
District attorney fees	20,000	20,000	26,917	6,917
Juvenile detention fees	30,000	30,000	17,837	(12,163)
Election fees	20,000	20,000	7,856	(12,144)
Planning fees	85,800	173,800	186,818	13,018
Surveyor fees and other	3,000	3,000	1,345	(1,655)
Tax collector fees and other	29,175	29,075	41,267	12,192
Health department fees	63,400	78,400	122,132	43,732
Watermaster fees and other	400	400	561	161
Fines and forfeitures	14,500	14,500	21,305	6,805
Investment revenue	35,000	35,000	40,582	5,582
Other revenues:				
Refunds and reimbursements	246,277	262,712	455,570	192,858
Rent received	12,500	12,500	12,380	(120)
Donations	1,000	1,000	17,334	16,334
Landfill	38,000	38,000	40,353	2,353
Miscellaneous	9,580	9,580	49,142	39,562
Total revenues	19,381,551	19,530,935	20,427,063	896,128

**UMATILLA COUNTY, OREGON**

**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual - Detail**  
**Year Ended June 30, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
<b><u>EXPENDITURES (by department):</u></b>				
<b><u>General government:</u></b>				
Assessor:				
Personal services	1,312,501	1,150,031	1,089,544	60,487
Materials & services	75,100	60,629	41,011	19,618
Total assessor	<u>1,387,601</u>	<u>1,210,660</u>	<u>1,130,555</u>	<u>80,105</u>
Board of commissioners:				
Personal services	751,774	751,774	718,001	33,773
Materials & services	186,770	186,770	151,413	35,357
Total board of commissioners	<u>938,544</u>	<u>938,544</u>	<u>869,414</u>	<u>69,130</u>
Human resources:				
Personal services	159,399	159,399	155,460	3,939
Materials & services	32,551	32,551	6,809	25,742
Total human resources	<u>191,950</u>	<u>191,950</u>	<u>162,269</u>	<u>29,681</u>
Support enforcement:				
Personal services	148,010	147,638	143,360	4,278
Materials & services	16,910	16,910	11,369	5,541
Total support enforcement	<u>164,920</u>	<u>164,548</u>	<u>154,729</u>	<u>9,819</u>
Finance:				
Personal services	242,268	242,268	237,712	4,556
Materials & services	39,550	39,550	35,055	4,495
Total finance	<u>281,818</u>	<u>281,818</u>	<u>272,767</u>	<u>9,051</u>
County records:				
Personal services	180,375	180,375	178,269	2,106
Materials & services	23,981	23,981	20,041	3,940
Capital Outlay	-	5,935	5,935	-
Total county records	<u>204,356</u>	<u>210,291</u>	<u>204,245</u>	<u>6,046</u>
Elections:				
Personal services	202,032	202,032	196,911	5,121
Materials & services	91,921	91,921	91,464	457
Total elections	<u>293,953</u>	<u>293,953</u>	<u>288,375</u>	<u>5,578</u>
Planning:				
Personal services	423,766	423,766	416,428	7,338
Materials & services	55,640	55,640	52,988	2,652
Total planning	<u>479,406</u>	<u>479,406</u>	<u>469,416</u>	<u>9,990</u>

**UMATILLA COUNTY, OREGON**

**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual - Detail**  
**Year Ended June 30, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
Surveyor:				
Personal services	26,589	26,589	26,313	276
Materials & services	9,310	9,310	8,549	761
Total surveyor	<u>35,899</u>	<u>35,899</u>	<u>34,862</u>	<u>1,037</u>
Tax collector:				
Personal services	219,348	219,348	215,909	3,439
Materials & services	54,800	54,800	42,032	12,768
Total tax collector	<u>274,148</u>	<u>274,148</u>	<u>257,941</u>	<u>16,207</u>
Veterans service:				
Personal services	93,394	93,394	84,354	9,040
Materials & services	29,690	29,690	26,169	3,521
Total veterans service	<u>123,084</u>	<u>123,084</u>	<u>110,523</u>	<u>12,561</u>
Administration:				
Personal services	184,845	184,845	182,306	2,539
Materials & services	8,675	8,675	7,555	1,120
Total administration	<u>193,520</u>	<u>193,520</u>	<u>189,861</u>	<u>3,659</u>
Building maintenance:				
Personal services	300,115	300,115	284,466	15,649
Materials & services	241,750	214,206	194,071	20,135
Capital outlay	-	11,544	11,544	-
Total building maintenance	<u>541,865</u>	<u>525,865</u>	<u>490,081</u>	<u>35,784</u>
Computer information services:				
Personal services	376,708	376,708	371,482	5,226
Materials & services	152,150	165,549	163,334	2,215
Total computer information services	<u>528,858</u>	<u>542,257</u>	<u>534,816</u>	<u>7,441</u>
Communication:				
Personal services	58,913	58,913	55,077	3,836
Materials & services	103,788	103,788	84,956	18,832
Total communication	<u>162,701</u>	<u>162,701</u>	<u>140,033</u>	<u>22,668</u>
Printing:				
Personal services	71,172	71,172	70,487	685
Materials & services	109,900	109,900	81,400	28,500
Total printing	<u>181,072</u>	<u>181,072</u>	<u>151,887</u>	<u>29,185</u>
Code enforcement:				
Personal services	68,763	68,763	64,741	4,022
Materials & services	24,950	24,950	23,783	1,167
Total code enforcement	<u>93,713</u>	<u>93,713</u>	<u>88,524</u>	<u>5,189</u>

**UMATILLA COUNTY, OREGON**

**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual - Detail**  
**Year Ended June 30, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
Mediation services:				
Personal services	84,156	75	74	1
Materials & services	20,246	88,729	38,825	49,904
Total mediation services	104,402	88,804	38,899	49,905
West County facility maintenance:				
Materials & services	93,183	109,183	99,273	9,910
Total West County facility maintenance	93,183	109,183	99,273	9,910
Geographical information director:				
Personal services	-	162,470	160,350	2,120
Materials & services	-	20,000	11,368	8,632
Total mediation services	-	182,470	171,718	10,752
Nondepartmental:				
Personal services	1,600	1,600	1,585	15
Materials & services	311,750	339,450	287,431	52,019
Total nondepartmental	313,350	341,050	289,016	52,034
<b>Total general government</b>	<b>6,588,343</b>	<b>6,624,936</b>	<b>6,149,204</b>	<b>475,732</b>
<b><u>Public safety:</u></b>				
District attorney:				
Personal services	1,286,641	1,382,794	1,324,649	58,145
Materials & services	151,533	154,040	104,530	49,510
Total district attorney	1,438,174	1,536,834	1,429,179	107,655
Victim Witness:				
Personal services	113,114	113,114	107,583	5,531
Total victim witness	113,114	113,114	107,583	5,531
Emergency services:				
Personal services	80,719	62,719	50,554	12,165
Materials & services	34,227	34,227	24,072	10,155
Capital outlay	-	18,990	14,800	4,190
Total emergency services	114,946	115,936	89,426	26,510
Jail:				
Personal services	2,958,732	2,958,732	2,899,829	58,903
Materials & services	1,736,677	1,793,694	1,747,759	45,935
Capital outlay	-	25,000	-	25,000
Total jail	4,695,409	4,777,426	4,647,588	129,838
Juvenile:				
Personal services	899,220	904,220	900,388	3,832
Materials & services	419,250	414,250	324,738	89,512
Total juvenile	1,318,470	1,318,470	1,225,126	93,344

**UMATILLA COUNTY, OREGON**

**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual - Detail**  
**Year Ended June 30, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
Sheriff - civil:				
Personal services	419,214	421,214	418,471	2,743
Materials & services	46,893	46,893	44,922	1,971
Capital outlay	-	6,000	5,980	20
Total sheriff - civil	<u>466,107</u>	<u>474,107</u>	<u>469,373</u>	<u>4,734</u>
Sheriff - criminal:				
Personal services	1,429,650	1,445,650	1,432,124	13,526
Materials & services	324,937	324,937	301,756	23,181
Total sheriff - criminal	<u>1,754,587</u>	<u>1,770,587</u>	<u>1,733,880</u>	<u>36,707</u>
Watermaster:				
Personal services	344,229	344,229	319,731	24,498
Materials & services	40,413	40,413	40,246	167
Total watermaster	<u>384,642</u>	<u>384,642</u>	<u>359,977</u>	<u>24,665</u>
<b>Total public safety</b>	<b><u>10,285,449</u></b>	<b><u>10,491,116</u></b>	<b><u>10,062,132</u></b>	<b><u>428,984</u></b>
<b><u>Education:</u></b>				
Cooperative extension service:				
Personal services	199,492	203,391	194,094	9,297
Materials & services	110,358	110,358	110,046	312
Total education	<u>309,850</u>	<u>313,749</u>	<u>304,140</u>	<u>9,609</u>
<b><u>Health:</u></b>				
Communicable disease:				
Personal services	192,782	182,782	132,355	50,427
Materials & services	79,780	84,233	80,556	3,677
Capital outlay	-	8,450	8,450	-
Total communicable disease	<u>272,562</u>	<u>275,465</u>	<u>221,361</u>	<u>54,104</u>
Family planning:				
Personal services	424,559	409,559	376,631	32,928
Materials & services	199,340	211,783	170,491	41,292
Capital outlay	-	8,450	8,450	-
Total family planning	<u>623,899</u>	<u>629,792</u>	<u>555,572</u>	<u>74,220</u>
Health department:				
Personal services	253,566	238,773	204,014	34,759
Materials & services	97,975	119,349	117,590	1,759
Total health department	<u>351,541</u>	<u>358,122</u>	<u>321,604</u>	<u>36,518</u>
Health and human services:				
Materials & services	-	37,500	11,250	26,250
Total health and human services	<u>-</u>	<u>37,500</u>	<u>11,250</u>	<u>26,250</u>

**UMATILLA COUNTY, OREGON**

**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual - Detail**  
**Year Ended June 30, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
Maternal and child health care:				
Personal services	389,992	417,730	355,753	61,977
Materials & services	313,742	368,742	350,175	18,567
Total maternal and child health care	703,734	786,472	705,928	80,544
<b>Total health</b>	<b>1,951,736</b>	<b>2,087,351</b>	<b>1,815,715</b>	<b>271,636</b>
<b>Operating contingency</b>	<b>489,436</b>	<b>396,765</b>	<b>-</b>	<b>396,765</b>
Total expenditures	19,624,814	19,913,917	18,331,191	1,582,726
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<b><u>(243,263)</u></b>	<b><u>(382,982)</u></b>	<b><u>2,095,872</u></b>	<b><u>2,478,854</u></b>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	143,454	245,673	235,514	(10,159)
Operating transfers out	(1,952,041)	(1,952,041)	(1,837,800)	114,241
Total other financing sources (uses)	(1,808,587)	(1,706,368)	(1,602,286)	104,082
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<b><u>(2,051,850)</u></b>	<b><u>(2,089,350)</u></b>	<b><u>493,586</u></b>	<b><u>2,582,936</u></b>
<b><u>FUND BALANCES, BEGINNING</u></b>	<b><u>3,951,850</u></b>	<b><u>3,989,350</u></b>	<b><u>5,064,922</u></b>	<b><u>1,075,572</u></b>
<b><u>FUND BALANCES, ENDING</u></b>	<b><u>\$ 1,900,000</u></b>	<b><u>\$ 1,900,000</u></b>	<b><u>\$ 5,558,508</u></b>	<b><u>\$ 3,658,508</u></b>

**UMATILLA COUNTY, OREGON**

**Non-Major Governmental Funds**

**June 30, 2013**

**Special revenue funds:**

- Bicycle path fund
- Parks fund
- Emergency 911 telephone system fund
- Corrections assessment fund
- Special transportation fund
- Law library fund
- Records archiving fund
- Tax foreclosed property fund
- Human services fund
- Public land corner preservation fund
- Fair improvement fund
- EOTEC reserve fund
- Community corrections fund
- Economic development fund
- County road improvement fund
- Sheriff - corp of engineers fund
- Sheriff - marine fund
- Children and youth services fund
- School based health center fund
- Nuisance abatement fund
- Extension special equipment fund
- County fair fund
- County school fund
- Liquor enforcement fund
- Unitary assessment fund
- Assessment and taxation fund
- CARES program fund
- Environment health fund
- Community benefit plans fund
- Special services fund
- 2050 plan fund
- FPEP reserve fund
- Veterans expanded services fund
- GIS equipment reserve fund

**Debt service funds:**

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

**Capital projects funds:**

- Juvenile center improvements fund
- Facilities improvement fund
- Milton-Freewater Head Start building fund

**UMATILLA COUNTY, OREGON**

**Nonmajor Governmental Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2013**

	<u>Total Nonmajor Special Revenue Funds</u>	<u>Total Nonmajor Debt Service Funds</u>	<u>Total Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<b><u>ASSETS:</u></b>				
Cash	\$ 6,228,160	\$ 2,653,914	\$ 180,996	\$ 9,063,070
Property taxes receivable	-	94,683	-	94,683
Assessments receivable	26,455	-	-	26,455
Total assets	<u>\$ 6,254,615</u>	<u>\$ 2,748,597</u>	<u>\$ 180,996</u>	<u>\$ 9,184,208</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>				
<b><u>LIABILITIES:</u></b>				
Deferred property taxes revenue	\$ -	\$ 94,683	\$ -	\$ 94,683
Deferred assessments	26,455	-	-	26,455
Total liabilities	<u>26,455</u>	<u>94,683</u>	<u>-</u>	<u>121,138</u>
<b><u>FUND BALANCES:</u></b>				
Restricted	3,172,939	1,191,173	-	4,364,112
Committed	1,781,748	1,462,741	-	3,244,489
Assigned	1,273,473	-	180,996	1,454,469
Total fund balances	<u>6,228,160</u>	<u>2,653,914</u>	<u>180,996</u>	<u>9,063,070</u>
Total fund balances and liabilities	<u>\$ 6,254,615</u>	<u>\$ 2,748,597</u>	<u>\$ 180,996</u>	<u>\$ 9,184,208</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Governmental Funds**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis**  
**Year Ended June 30, 2013**

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b><u>REVENUES:</u></b>				
Taxes	\$ 279,383	\$ 1,146,802	\$ -	\$ 1,426,185
Intergovernmental	6,750,652	649,889	102,190	7,502,731
Charges for services	3,716,117	-	-	3,716,117
Fines & forfeitures	306,578	-	-	306,578
Interest	44,917	16,933	1,115	62,965
Miscellaneous & reimbursements	612,564	-	-	612,564
Total revenues	<u>11,710,211</u>	<u>1,813,624</u>	<u>103,305</u>	<u>13,627,140</u>
<b><u>EXPENDITURES:</u></b>				
General government	3,081,900	-	2,513	3,084,413
Public safety	5,039,678	-	-	5,039,678
Highways and streets	22,267	-	-	22,267
Culture and recreation	4,297,106	-	-	4,297,106
Education	331,535	-	-	331,535
Health	2,251,191	-	-	2,251,191
Capital outlay	107,500	-	108,723	216,223
Debt Service:				
Principal	-	1,521,893	-	1,521,893
Interest	-	858,909	-	858,909
Total expenditures	<u>15,131,177</u>	<u>2,380,802</u>	<u>111,236</u>	<u>17,623,215</u>
<b><u>EXCESS (DEFICIENCY) OF</u></b>				
<b><u>REVENUES OVER (UNDER)</u></b>				
<b><u>EXPENDITURES</u></b>	<u>(3,420,966)</u>	<u>(567,178)</u>	<u>(7,931)</u>	<u>(3,996,075)</u>
<b><u>OTHER FINANCING SOURCES</u></b>				
<b><u>(USES):</u></b>				
Operating transfers in	1,178,509	295,320	15	1,473,844
Operating transfers out	(557,583)	-	-	(557,583)
Total other financing sources (uses)	<u>620,926</u>	<u>295,320</u>	<u>15</u>	<u>916,261</u>
<b><u>NET CHANGE IN FUND</u></b>				
<b><u>BALANCES</u></b>	(2,800,040)	(271,858)	(7,916)	(3,079,814)
<b><u>FUND BALANCE, BEGINNING</u></b>				
<b><u>OF YEAR</u></b>	<u>9,028,200</u>	<u>2,925,772</u>	<u>188,912</u>	<u>12,142,884</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 6,228,160</u>	<u>\$ 2,653,914</u>	<u>\$ 180,996</u>	<u>\$ 9,063,070</u>

## UMATILLA COUNTY, OREGON

### Non-Major Special Revenue Governmental Funds

June 30, 2013

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

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

## UMATILLA COUNTY, OREGON

### Non-Major Special Revenue Governmental Funds (Continued)

June 30, 2013

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

- **Sheriff - Corp of Engineers fund** - accounts for proceeds under federal grant with the Corps of Engineers.
- **Sheriff - marine fund** - accounts for activities under state grant with Oregon State Marine Board.
- **Children and youth services fund** - accounts for grant activity under various state grants.
- **School based health center fund** - accounts for health care activity at specified school locations within the County.
- **Nuisance abatement fund** - accounts for nuisance abatement activities.
- **Extension special equipment fund** - accounts for the activities of a soil probe truck.
- **County fair fund** - accounts for fair and fairgrounds activities.
- **County school fund** - accounts for federal forest reserve revenues.
- **Liquor enforcement fund** - accounts for fines imposed in the enforcement of the Liquor Control Act.
- **Unitary assessment fund** - accounts for grant activity that supports the Victim/Witness Program.
- **Assessment and taxation fund** - accounts for the collection of recording fees and interest, pursuant to state law.
- **CARES program fund** - accounts for activity under a Memorandum of Agreement between several school districts, the ESD, Head Start, and the County.
- **Environment health fund** - accounts for economic activities for environmental health program under an intergovernmental agreement with the Oregon Public Health Foodborne Illness Program.
- **Community benefit plans fund** - accounts for revenue streams under Strategic Investment Program plans.
- **Special services fund** - accounts for costs associated with physical security of the Courts.
- **2050 PLAN fund** - accounts for costs associated economic development, especially in critical groundwater areas.
- **FPEP reserve fund** - established for the purpose of accumulating monies toward the expansion of physical facilities at a future date for the delivery of services through the Family Planning Program.
- **Veterans expanded services fund** - accounts for expanded and enhanced services provided to veterans.
- **GIS equipment reserve fund** - accounts for costs associated with acquiring needed equipment or other specific purposes in support of the GIS program.

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2013**

	<u>Bicycle Path</u>	<u>Parks</u>	<u>Emergency 911 Telephone</u>	<u>Corrections Assessment</u>	<u>Special Transport</u>	<u>Law Library</u>	<u>Records Archiving</u>
<b><u>ASSETS:</u></b>							
Cash	\$ 271,578	\$ 32,276	\$ 54,528	\$ 121,374	\$ 159,179	\$ 65,030	\$ 58,638
Assessments receivable	-	-	-	-	-	-	-
Total assets	<u>\$ 271,578</u>	<u>\$ 32,276</u>	<u>\$ 54,528</u>	<u>\$ 121,374</u>	<u>\$ 159,179</u>	<u>\$ 65,030</u>	<u>\$ 58,638</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>							
<b><u>LIABILITIES:</u></b>							
Deferred assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	-	-	-	-	-	-	-
<b><u>FUND BALANCES:</u></b>							
Restricted	271,578	32,276	54,528	121,374	159,179	65,030	58,638
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Total fund balances	<u>271,578</u>	<u>32,276</u>	<u>54,528</u>	<u>121,374</u>	<u>159,179</u>	<u>65,030</u>	<u>58,638</u>
	<u>\$ 271,578</u>	<u>\$ 32,276</u>	<u>\$ 54,528</u>	<u>\$ 121,374</u>	<u>\$ 159,179</u>	<u>\$ 65,030</u>	<u>\$ 58,638</u>

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**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2013**

Continued from previous page.

	<u>Tax Foreclosed Property</u>	<u>Human Services</u>	<u>Public Land Corner Preservation</u>	<u>Fair Improvement</u>	<u>EOTEC Reserve</u>	<u>Community Corrections</u>	<u>Economic Development</u>
<b><u>ASSETS:</u></b>							
Cash	\$ 5,000	\$ 65,615	\$ 101,078	\$ 504,097	\$ 123,452	\$ 556,207	\$ 373,083
Assessments receivable	-	-	-	-	-	-	-
Total assets	<u>\$ 5,000</u>	<u>\$ 65,615</u>	<u>\$ 101,078</u>	<u>\$ 504,097</u>	<u>\$ 123,452</u>	<u>\$ 556,207</u>	<u>\$ 373,083</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>							
<b><u>LIABILITIES:</u></b>							
Deferred assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>FUND BALANCES:</u></b>							
Restricted	5,000	65,615	101,078	-	-	556,207	373,083
Committed	-	-	-	-	123,452	-	-
Assigned	-	-	-	504,097	-	-	-
Total fund balances	<u>5,000</u>	<u>65,615</u>	<u>101,078</u>	<u>504,097</u>	<u>123,452</u>	<u>556,207</u>	<u>373,083</u>
	<u>\$ 5,000</u>	<u>\$ 65,615</u>	<u>\$ 101,078</u>	<u>\$ 504,097</u>	<u>\$ 123,452</u>	<u>\$ 556,207</u>	<u>\$ 373,083</u>

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**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2013**

Continued from previous page.

	<u>County Road Improvement</u>	<u>Sheriff Corp of Engineers</u>	<u>Sheriff Marine</u>	<u>Children &amp; Youth Services</u>	<u>School Based Health Center</u>	<u>Nuisance Abatement</u>	<u>Extension Special Equipment</u>
<b><u>ASSETS:</u></b>							
Cash	\$ 317,612	\$ 71,034	\$ 39,558	\$ 561,172	\$ 111,528	\$ 59,763	\$ 30,355
Assessments receivable	26,455	-	-	-	-	-	-
Total assets	<u>\$ 344,067</u>	<u>\$ 71,034</u>	<u>\$ 39,558</u>	<u>\$ 561,172</u>	<u>\$ 111,528</u>	<u>\$ 59,763</u>	<u>\$ 30,355</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>							
<b><u>LIABILITIES:</u></b>							
Deferred assessments	\$ 26,455	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>26,455</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>FUND BALANCES:</u></b>							
Restricted	-	71,034	39,558	561,172	-	-	-
Committed	317,612	-	-	-	111,528	59,763	30,355
Assigned	-	-	-	-	-	-	-
Total fund balances	<u>317,612</u>	<u>71,034</u>	<u>39,558</u>	<u>561,172</u>	<u>111,528</u>	<u>59,763</u>	<u>30,355</u>
	<u>\$ 344,067</u>	<u>\$ 71,034</u>	<u>\$ 39,558</u>	<u>\$ 561,172</u>	<u>\$ 111,528</u>	<u>\$ 59,763</u>	<u>\$ 30,355</u>

Continued on next page.

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2013**

Continued from previous page.

	<u>County Fair</u>	<u>County School</u>	<u>Liquor Enforcement</u>	<u>Unitary Assessment</u>	<u>Assessment &amp; Taxation</u>	<u>CARES Program</u>	<u>Environment Health</u>
<b><u>ASSETS:</u></b>							
Cash	\$ 50,940	\$ 3,010	\$ -	\$ 2,265	\$ 129,995	\$ 27,520	\$ 376,781
Assessments receivable	-	-	-	-	-	-	-
Total assets	<u>\$ 50,940</u>	<u>\$ 3,010</u>	<u>\$ -</u>	<u>\$ 2,265</u>	<u>\$ 129,995</u>	<u>\$ 27,520</u>	<u>\$ 376,781</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>							
<b><u>LIABILITIES:</u></b>							
Deferred assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>FUND BALANCES:</u></b>							
Restricted	-	3,010	-	2,265	129,995	-	376,781
Committed	50,940	-	-	-	-	27,520	-
Assigned	-	-	-	-	-	-	-
Total fund balances	<u>50,940</u>	<u>3,010</u>	<u>-</u>	<u>2,265</u>	<u>129,995</u>	<u>27,520</u>	<u>376,781</u>
	<u>\$ 50,940</u>	<u>\$ 3,010</u>	<u>\$ -</u>	<u>\$ 2,265</u>	<u>\$ 129,995</u>	<u>\$ 27,520</u>	<u>\$ 376,781</u>

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**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2013**

Continued from previous page.

	<u>Community Benefit Plans</u>	<u>Special Services</u>	<u>2050 Plan</u>	<u>FPEP Reserve</u>	<u>Veterans Expanded Services</u>	<u>GIS Equipment Reserve</u>	<u>Totals</u>
<b><u>ASSETS:</u></b>							
Cash	\$ 1,698,109	\$ 1	\$ 60,064	\$ 125,538	\$ 9,777	\$ 62,003	\$ 6,228,160
Assessments receivable	-	-	-	-	-	-	26,455
Total assets	<u>\$ 1,698,109</u>	<u>\$ 1</u>	<u>\$ 60,064</u>	<u>\$ 125,538</u>	<u>\$ 9,777</u>	<u>\$ 62,003</u>	<u>\$ 6,254,615</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>							
<b><u>LIABILITIES:</u></b>							
Deferred assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,455
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,455</u>
<b><u>FUND BALANCES:</u></b>							
Restricted	-	-	-	125,538	-	-	3,172,939
Committed	928,733	1	60,064	-	9,777	62,003	1,781,748
Assigned	769,376	-	-	-	-	-	1,273,473
Total fund balances	<u>1,698,109</u>	<u>1</u>	<u>60,064</u>	<u>125,538</u>	<u>9,777</u>	<u>62,003</u>	<u>6,228,160</u>
	<u>\$ 1,698,109</u>	<u>\$ 1</u>	<u>\$ 60,064</u>	<u>\$ 125,538</u>	<u>\$ 9,777</u>	<u>\$ 62,003</u>	<u>\$ 6,254,615</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**

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

**Year Ended June 30, 2013**

	<u>Bicycle Path</u>	<u>Parks</u>	<u>Emergency 911 Telephone</u>	<u>Corrections Assessment</u>	<u>Special Transport</u>	<u>Law Library</u>	<u>Records Archiving</u>
<b><u>REVENUES:</u></b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	48,421	71,517	744,494	-	139,652	-	-
Charges for services	-	26,231	-	-	-	31	14,343
Fines & forfeitures	-	-	-	173,813	-	53,502	-
Interest	1,519	206	-	65	1,071	405	355
Miscellaneous & reimbursements	-	243	71,519	-	1,442	679	64,513
Total revenues	<u>49,940</u>	<u>98,197</u>	<u>816,013</u>	<u>173,878</u>	<u>142,165</u>	<u>54,617</u>	<u>79,211</u>
<b><u>EXPENDITURES:</u></b>							
General government	-	-	-	-	154,428	-	20,573
Public safety	-	-	1,597,704	1,083	-	-	-
Highways and streets	21,681	-	-	-	-	-	-
Culture and recreation	-	97,961	-	-	-	-	-
Education	-	-	-	-	-	61,149	-
Health	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>21,681</u>	<u>97,961</u>	<u>1,597,704</u>	<u>1,083</u>	<u>154,428</u>	<u>61,149</u>	<u>20,573</u>
<b><u>EXCESS (DEFICIENCY) OF</u></b>							
<b><u>REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>28,259</u>	<u>236</u>	<u>(781,691)</u>	<u>172,795</u>	<u>(12,263)</u>	<u>(6,532)</u>	<u>58,638</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>							
Operating transfers in	-	-	799,577	-	-	-	-
Operating transfers out	-	-	-	(66,682)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>799,577</u>	<u>(66,682)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	28,259	236	17,886	106,113	(12,263)	(6,532)	58,638
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	243,319	32,040	36,642	15,261	171,442	71,562	-
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 271,578</u>	<u>\$ 32,276</u>	<u>\$ 54,528</u>	<u>\$ 121,374</u>	<u>\$ 159,179</u>	<u>\$ 65,030</u>	<u>\$ 58,638</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**

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

**Year Ended June 30, 2013**

Continued from previous page.

	<u>Tax</u>		<u>Public Land</u>				
	<u>Foreclosed</u>	<u>Human</u>	<u>Corner</u>	<u>Fairground</u>	<u>EOTEC</u>	<u>Community</u>	<u>Economic</u>
	<u>Property</u>	<u>Services</u>	<u>Preservation</u>	<u>Improvement</u>	<u>Reserve</u>	<u>Corrections</u>	<u>Development</u>
<b><u>REVENUES:</u></b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	1,090,924	-	-	-	3,035,416	315,614
Charges for services	-	452,390	92,011	-	-	243,053	-
Fines & forfeitures	-	-	-	-	-	-	-
Interest	457	428	551	13,951	40	4,578	1,966
Miscellaneous & reimbursements	131,263	44,677	-	-	-	70,061	-
Total revenues	<u>131,720</u>	<u>1,588,419</u>	<u>92,562</u>	<u>13,951</u>	<u>40</u>	<u>3,353,108</u>	<u>317,580</u>
<b><u>EXPENDITURES:</u></b>							
General government	120,463	-	77,294	-	-	-	326,558
Public safety	-	-	-	-	-	3,354,161	-
Highways and streets	-	-	-	-	-	-	-
Culture and recreation	-	-	-	3,006,619	24,000	-	-
Education	-	-	-	-	-	-	-
Health	-	1,768,304	-	-	-	-	-
Capital outlay	-	-	-	107,500	-	-	-
Total expenditures	<u>120,463</u>	<u>1,768,304</u>	<u>77,294</u>	<u>3,114,119</u>	<u>24,000</u>	<u>3,354,161</u>	<u>326,558</u>
<b><u>EXCESS (DEFICIENCY) OF</u></b>							
<b><u>REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>11,257</u>	<u>(179,885)</u>	<u>15,268</u>	<u>(3,100,168)</u>	<u>(23,960)</u>	<u>(1,053)</u>	<u>(8,978)</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>							
Operating transfers in	-	22,227	-	-	147,412	11,114	20,193
Operating transfers out	(30,098)	-	-	-	-	-	-
Total other financing sources (uses)	<u>(30,098)</u>	<u>22,227</u>	<u>-</u>	<u>-</u>	<u>147,412</u>	<u>11,114</u>	<u>20,193</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	<u>(18,841)</u>	<u>(157,658)</u>	<u>15,268</u>	<u>(3,100,168)</u>	<u>123,452</u>	<u>10,061</u>	<u>11,215</u>
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	<u>23,841</u>	<u>223,273</u>	<u>85,810</u>	<u>3,604,265</u>	<u>-</u>	<u>546,146</u>	<u>361,868</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 5,000</u>	<u>\$ 65,615</u>	<u>\$ 101,078</u>	<u>\$ 504,097</u>	<u>\$ 123,452</u>	<u>\$ 556,207</u>	<u>\$ 373,083</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**

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

**Year Ended June 30, 2013**

Continued from previous page.

	<u>County Road Improvement</u>	<u>Sheriff Corp of Engineers</u>	<u>Sheriff Marine</u>	<u>Children &amp; Youth Services</u>	<u>School Based Health Center</u>	<u>Nuisance Abatement</u>	<u>Extension Special Equipment</u>
<b><u>REVENUES:</u></b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	39,703	101,441	358,229	166,001	-	-
Charges for services	-	-	-	-	10,563	75	-
Fines & forfeitures	-	-	-	-	-	500	-
Interest	1,893	408	192	4,901	671	363	176
Miscellaneous & reimbursements	21,558	-	-	4,564	18	-	2,280
Total revenues	<u>23,451</u>	<u>40,111</u>	<u>101,633</u>	<u>367,694</u>	<u>177,253</u>	<u>938</u>	<u>2,456</u>
<b><u>EXPENDITURES:</u></b>							
General government	-	-	-	729,252	-	824	59
Public safety	-	24,480	62,077	-	-	-	-
Highways and streets	586	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Health	-	-	-	-	147,677	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>586</u>	<u>24,480</u>	<u>62,077</u>	<u>729,252</u>	<u>147,677</u>	<u>824</u>	<u>59</u>
<b><u>EXCESS (DEFICIENCY) OF</u></b>							
<b><u>REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>22,865</u>	<u>15,631</u>	<u>39,556</u>	<u>(361,558)</u>	<u>29,576</u>	<u>114</u>	<u>2,397</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>							
Operating transfers in	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	<u>22,865</u>	<u>15,631</u>	<u>39,556</u>	<u>(361,558)</u>	<u>29,576</u>	<u>114</u>	<u>2,397</u>
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	<u>294,747</u>	<u>55,403</u>	<u>2</u>	<u>922,730</u>	<u>81,952</u>	<u>59,649</u>	<u>27,958</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 317,612</u>	<u>\$ 71,034</u>	<u>\$ 39,558</u>	<u>\$ 561,172</u>	<u>\$ 111,528</u>	<u>\$ 59,763</u>	<u>\$ 30,355</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**

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

**Year Ended June 30, 2013**

Continued from previous page.

	<u>County Fair</u>	<u>County School</u>	<u>Liquor Enforcement</u>	<u>Unitary Assessment</u>	<u>Assessment &amp; Taxation</u>	<u>CARES Program</u>	<u>Environment Health</u>
<b><u>REVENUES:</u></b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 279,383	\$ -	\$ -
Intergovernmental	48,110	267,738	-	44,596	-	108,154	-
Charges for services	1,068,212	-	-	-	265,717	-	209,115
Fines & forfeitures	-	150	216	-	-	-	-
Interest	290	466	5	134	597	111	2,220
Miscellaneous & reimbursements	6,118	-	-	-	950	-	-
Total revenues	<u>1,122,730</u>	<u>268,354</u>	<u>221</u>	<u>44,730</u>	<u>546,647</u>	<u>108,265</u>	<u>211,335</u>
<b><u>EXPENDITURES:</u></b>							
General government	-	-	-	-	578,101	-	-
Public safety	-	-	173	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Culture and recreation	1,168,526	-	-	-	-	-	-
Education	-	270,386	-	-	-	-	-
Health	-	-	-	58,727	-	83,506	192,977
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>1,168,526</u>	<u>270,386</u>	<u>173</u>	<u>58,727</u>	<u>578,101</u>	<u>83,506</u>	<u>192,977</u>
<b><u>EXCESS (DEFICIENCY) OF</u></b>							
<b><u>REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>(45,796)</u>	<u>(2,032)</u>	<u>48</u>	<u>(13,997)</u>	<u>(31,454)</u>	<u>24,759</u>	<u>18,358</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>							
Operating transfers in	52,793	-	-	-	-	-	-
Operating transfers out	(2,217)	-	(548)	-	-	-	-
Total other financing sources (uses)	<u>50,576</u>	<u>-</u>	<u>(548)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	4,780	(2,032)	(500)	(13,997)	(31,454)	24,759	18,358
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	46,160	5,042	500	16,262	161,449	2,761	358,423
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 50,940</u>	<u>\$ 3,010</u>	<u>\$ -</u>	<u>\$ 2,265</u>	<u>\$ 129,995</u>	<u>\$ 27,520</u>	<u>\$ 376,781</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Special Revenue Funds**

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

**Year Ended June 30, 2013**

Continued from previous page.

	<u>Community Benefit Plans</u>	<u>Special Services</u>	<u>2050 Plan</u>	<u>FPEP Reserve</u>	<u>Veterans Expanded Services</u>	<u>GIS Equipment Reserve</u>	<u>Totals</u>
<b><u>REVENUES:</u></b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 279,383
Intergovernmental	-	-	16,000	57,558	34,387	62,697	6,750,652
Charges for services	1,329,456	4,920	-	-	-	-	3,716,117
Fines & forfeitures	-	78,397	-	-	-	-	306,578
Interest	5,389	1	191	942	36	339	44,917
Miscellaneous & reimbursements	143,806	-	48,873	-	-	-	612,564
Total revenues	<u>1,478,651</u>	<u>83,318</u>	<u>65,064</u>	<u>58,500</u>	<u>34,423</u>	<u>63,036</u>	<u>11,710,211</u>
<b><u>EXPENDITURES:</u></b>							
General government	833,484	153,512	60,000	-	26,319	1,033	3,081,900
Public safety	-	-	-	-	-	-	5,039,678
Highways and streets	-	-	-	-	-	-	22,267
Culture and recreation	-	-	-	-	-	-	4,297,106
Education	-	-	-	-	-	-	331,535
Health	-	-	-	-	-	-	2,251,191
Capital outlay	-	-	-	-	-	-	107,500
Total expenditures	<u>833,484</u>	<u>153,512</u>	<u>60,000</u>	<u>-</u>	<u>26,319</u>	<u>1,033</u>	<u>15,131,177</u>
<b><u>EXCESS (DEFICIENCY) OF</u></b>							
<b><u>REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>645,167</u>	<u>(70,194)</u>	<u>5,064</u>	<u>58,500</u>	<u>8,104</u>	<u>62,003</u>	<u>(3,420,966)</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>							
Operating transfers in	-	70,193	55,000	-	-	-	1,178,509
Operating transfers out	(377,511)	-	-	(80,527)	-	-	(557,583)
Total other financing sources (uses)	<u>(377,511)</u>	<u>70,193</u>	<u>55,000</u>	<u>(80,527)</u>	<u>-</u>	<u>-</u>	<u>620,926</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	267,656	(1)	60,064	(22,027)	8,104	62,003	(2,800,040)
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	1,430,453	2	-	147,565	1,673	-	9,028,200
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 1,698,109</u>	<u>\$ 1</u>	<u>\$ 60,064</u>	<u>\$ 125,538</u>	<u>\$ 9,777</u>	<u>\$ 62,003</u>	<u>\$ 6,228,160</u>

**UMATILLA COUNTY, OREGON**

**Bicycle Path Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
DMV license and gas tax	\$ 49,000	\$ 49,000	\$ 48,421	\$ (579)
Interest	5,000	5,000	1,519	(3,481)
Total revenues	<u>54,000</u>	<u>54,000</u>	<u>49,940</u>	<u>(4,060)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	<u>151,681</u>	<u>151,681</u>	<u>21,681</u>	<u>130,000</u>
Total expenditures	<u>151,681</u>	<u>151,681</u>	<u>21,681</u>	<u>130,000</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(97,681)	(97,681)	28,259	125,940
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>275,000</u>	<u>275,000</u>	<u>243,319</u>	<u>(31,681)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 177,319</u>	<u>\$ 177,319</u>	<u>\$ 271,578</u>	<u>\$ 94,259</u>

**UMATILLA COUNTY, OREGON**

**Parks Fund**

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

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State vehicle fees	\$ 74,000	\$ 74,000	\$ 71,517	\$ (2,483)
Charges for services:				
Park user fees	20,000	20,000	26,231	6,231
Interest	200	200	206	6
Reimbursements	100	100	243	143
Total revenues	<u>94,300</u>	<u>94,300</u>	<u>98,197</u>	<u>3,897</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	75,144	75,144	58,784	16,360
Materials & services	36,449	46,849	39,177	7,672
Capital outlay	12,000	8,000	-	8,000
Operating contingency	8,707	2,307	-	2,307
Total expenditures	<u>132,300</u>	<u>132,300</u>	<u>97,961</u>	<u>34,339</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(38,000)	(38,000)	236	38,236
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>38,000</u>	<u>38,000</u>	<u>32,040</u>	<u>(5,960)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,276</u>	<u>\$ 32,276</u>

**UMATILLA COUNTY, OREGON**

**Tax Anticipation Notes**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 20,000	\$ 20,000	\$ -	\$ (20,000)
Total revenues	20,000	20,000	-	(20,000)
<b><u>EXPENDITURES:</u></b>				
Interest expense	15,000	15,000	-	15,000
Materials & services	5,000	5,000	-	5,000
Total expenditures	20,000	20,000	-	20,000
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	-	-	-	-
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Tax anticipation note proceeds	2,015,000	2,015,000	-	2,015,000
Repayment of tax anticipation notes	(2,015,000)	(2,015,000)	-	(2,015,000)
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ -	\$ -

**UMATILLA COUNTY, OREGON**

**Emergency 911 Telephone System Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
911 apportionment	\$ 387,905	\$ 387,905	\$ 380,649	\$ (7,256)
State apportionments	9,000	14,360	14,174	(186)
Local apportionments	355,385	355,385	344,671	(10,714)
National Forest rental	4,000	4,000	5,000	1,000
Refunds and reimbursements	65,849	65,849	71,519	5,670
Total revenues	<u>822,139</u>	<u>827,499</u>	<u>816,013</u>	<u>(11,486)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	1,536,084	1,534,084	1,470,352	63,732
Materials & services	121,470	128,830	127,352	1,478
Total expenditures	<u>1,657,554</u>	<u>1,662,914</u>	<u>1,597,704</u>	<u>65,210</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(835,415)	(835,415)	(781,691)	53,724
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	824,007	824,007	799,577	(24,430)
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(11,408)	(11,408)	17,886	29,294
<b><u>FUND BALANCES, BEGINNING</u></b>				
	11,408	11,408	36,642	25,234
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,528</u>	<u>\$ 54,528</u>

**UMATILLA COUNTY, OREGON**

**Corrections Assessment Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Fines & impound fees	\$ -	\$ 60,000	\$ 173,813	\$ 113,813
Interest	-	60	65	5
Total revenues	-	60,060	173,878	113,818
<b><u>EXPENDITURES:</u></b>				
Materials & services	-	1,083	1,083	-
Total expenditures	-	1,083	1,083	-
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	-	58,977	172,795	113,818
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	-	(74,238)	(66,682)	7,556
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	-	(15,261)	106,113	121,374
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	15,261	15,261	-
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 121,374	\$ 121,374

**UMATILLA COUNTY, OREGON**

**Special Transportation Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grant	\$ 120,000	\$ 120,000	\$ 127,164	\$ 7,164
Other	16,160	16,160	12,488	(3,672)
Interest	800	800	1,071	271
Reimbursements	-	-	1,442	1,442
Total revenues	<u>136,960</u>	<u>136,960</u>	<u>142,165</u>	<u>5,205</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	143,000	155,000	154,428	572
Operating contingency	170,960	158,960	-	158,960
Total expenditures	<u>313,960</u>	<u>313,960</u>	<u>154,428</u>	<u>159,532</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(177,000)	(177,000)	(12,263)	164,737
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>177,000</u>	<u>177,000</u>	<u>171,442</u>	<u>(5,558)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 159,179</u>	<u>\$ 159,179</u>

**UMATILLA COUNTY, OREGON**

**Law Library Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		Actual	Variance with
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Charges for services:				
Court fees	\$ -	\$ -	\$ 31	\$ 31
Fines & forfeitures	57,987	57,987	53,502	(4,485)
Interest	200	200	405	205
Reimbursements	-	-	679	679
Total revenues	<u>58,187</u>	<u>58,187</u>	<u>54,617</u>	<u>(3,570)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	64,004	64,004	61,149	2,855
Contingency	54,183	54,183	-	54,183
Total expenditures	<u>118,187</u>	<u>118,187</u>	<u>61,149</u>	<u>57,038</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(60,000)	(60,000)	(6,532)	53,468
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>60,000</u>	<u>60,000</u>	<u>71,562</u>	<u>11,562</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,030</u>	<u>\$ 65,030</u>

**UMATILLA COUNTY, OREGON**

**Records Archiving**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		Actual	Variance with
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Charges for services:				
Land transaction fees	\$ 10,000	\$ 10,000	\$ 14,343	\$ 4,343
Miscellaneous	-	-	64,513	64,513
Interest	-	-	355	355
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>79,211</u>	<u>69,211</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	60,345	60,345	20,573	39,772
Capital outlay	<u>19,655</u>	<u>19,655</u>	<u>-</u>	<u>19,655</u>
Total expenditures	<u>80,000</u>	<u>80,000</u>	<u>20,573</u>	<u>59,427</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(70,000)	(70,000)	58,638	128,638
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>(70,000)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,638</u>	<u>\$ 58,638</u>

**UMATILLA COUNTY, OREGON**

**Tax Foreclosed Property Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 500	\$ 500	\$ 457	\$ (43)
Sale of public lands	15,000	146,027	131,263	(14,764)
Total revenues	<u>15,500</u>	<u>146,527</u>	<u>131,720</u>	<u>(14,807)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	17,000	127,500	120,463	7,037
Contingency	-	12,768	-	12,768
Total expenditures	<u>17,000</u>	<u>140,268</u>	<u>120,463</u>	<u>19,805</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(1,500)	6,259	11,257	4,998
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	<u>(5,000)</u>	<u>(30,100)</u>	<u>(30,098)</u>	<u>2</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(6,500)	(23,841)	(18,841)	5,000
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>6,500</u>	<u>23,841</u>	<u>23,841</u>	<u>-</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ 5,000</u>

**UMATILLA COUNTY, OREGON**

**Human Services Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grants & contracts	\$ 917,000	\$ 1,201,076	\$ 1,090,924	\$ (110,152)
Charges for services:				
Customer services	622,000	596,893	452,390	(144,503)
Interest	-	361	428	67
Insurance reimbursements and other	30,200	30,200	44,677	14,477
Total revenues	<u>1,569,200</u>	<u>1,828,530</u>	<u>1,588,419</u>	<u>(240,111)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	1,201,594	1,201,594	983,883	217,711
Materials & services	370,900	870,901	784,421	86,480
Total expenditures	<u>1,572,494</u>	<u>2,072,495</u>	<u>1,768,304</u>	<u>304,191</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(3,294)	(243,965)	(179,885)	64,080
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	-	24,746	22,227	(2,519)
Operating transfers out	(5,000)	(5,000)	-	5,000
Total other financing sources (uses)	<u>(5,000)</u>	<u>19,746</u>	<u>22,227</u>	<u>2,481</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(8,294)	(224,219)	(157,658)	66,561
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>8,294</u>	<u>224,219</u>	<u>223,273</u>	<u>(946)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,615</u>	<u>\$ 65,615</u>

**UMATILLA COUNTY, OREGON**

**Public Land Corner Preservation Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Charges for services:				
Public corner fees	\$ 75,000	\$ 75,000	\$ 92,011	\$ 17,011
Interest	2,000	2,000	551	(1,449)
Total revenues	<u>77,000</u>	<u>77,000</u>	<u>92,562</u>	<u>15,562</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	197,000	197,000	77,294	119,706
Capital outlay	20,000	20,000	-	20,000
Total expenditures	<u>217,000</u>	<u>217,000</u>	<u>77,294</u>	<u>139,706</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	(140,000)	(140,000)	15,268	155,268
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>140,000</u>	<u>140,000</u>	<u>85,810</u>	<u>(54,190)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 101,078</u>	<u>\$ 101,078</u>

**UMATILLA COUNTY, OREGON**

**Fair Improvement Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Interest	\$ 2,000	\$ 13,315	\$ 13,951	\$ 636
Total revenues	<u>2,000</u>	<u>13,315</u>	<u>13,951</u>	<u>636</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	610,116	3,510,080	3,006,619	503,461
Capital outlay	-	107,500	107,500	-
Total expenditures	<u>610,116</u>	<u>3,617,580</u>	<u>3,114,119</u>	<u>503,461</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(608,116)	(3,604,265)	(3,100,168)	504,097
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>608,116</u>	<u>3,604,265</u>	<u>3,604,265</u>	<u>-</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 504,097</u>	<u>\$ 504,097</u>

**UMATILLA COUNTY, OREGON**

**Eastern Oregon Trade and Event Center**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ -	\$ -	\$ 40	\$ 40
Total revenues	-	-	40	40
<b><u>EXPENDITURES:</u></b>				
Materials & services	147,412	147,412	24,000	123,412
Total expenditures	147,412	147,412	24,000	123,412
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(147,412)	(147,412)	(23,960)	123,452
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	147,412	147,412	147,412	
<b><u>NET CHANGE IN FUND BALANCES</u></b>	-	-	123,452	123,452
<b><u>FUND BALANCES, BEGINNING</u></b>	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>	\$ -	\$ -	\$ 123,452	\$ 123,452

**UMATILLA COUNTY, OREGON**

**Community Corrections Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grants	\$ 399,000	\$ 423,500	\$ 432,810	\$ 9,310
Corrections allocation grant	2,201,396	2,201,396	2,201,972	576
Federal grants	338,665	370,574	362,311	(8,263)
Local grants	30,786	30,786	-	(30,786)
State reimbursements	-	26,700	26,700	-
Inmate welfare	-	11,623	11,623	-
Miscellaneous	1,000	1,000	1,205	205
Charges for services:				
Supervision fees	170,000	170,000	190,221	20,221
Client fees	74,000	74,000	51,627	(22,373)
Interest	4,040	4,040	4,578	538
Rent	10,000	10,000	22,533	12,533
Refunds and reimbursements	27,750	40,327	47,528	7,201
Total revenues	<u>3,256,637</u>	<u>3,363,946</u>	<u>3,353,108</u>	<u>(10,838)</u>
<b><u>EXPENDITURES:</u></b>				
Community corrections:				
Personal services	2,038,691	2,038,691	2,008,272	30,419
Materials & services	712,765	770,766	654,205	116,561
Total community corrections	<u>2,751,456</u>	<u>2,809,457</u>	<u>2,662,477</u>	<u>146,980</u>
Drug court:				
Personal services	182,186	191,258	171,390	19,868
Material & services	477,765	527,302	509,844	17,458
Total drug court	<u>659,951</u>	<u>718,560</u>	<u>681,234</u>	<u>37,326</u>
Transitional housing:				
Material & services	11,200	11,200	10,450	750
Total transitional housing	<u>11,200</u>	<u>11,200</u>	<u>10,450</u>	<u>750</u>
Operating contingency	347,530	350,602	-	350,602
Total expenditures	<u>3,770,137</u>	<u>3,889,819</u>	<u>3,354,161</u>	<u>535,658</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	<u>(513,500)</u>	<u>(525,873)</u>	<u>(1,053)</u>	<u>524,820</u>
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	-	12,373	11,114	(1,259)
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(513,500)</u>	<u>(513,500)</u>	<u>10,061</u>	<u>523,561</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>513,500</u>	<u>513,500</u>	<u>546,146</u>	<u>32,646</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 556,207</u>	<u>\$ 556,207</u>

**UMATILLA COUNTY, OREGON**

**Economic Development Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Video lottery	\$ 240,000	\$ 240,000	\$ 315,614	\$ 75,614
Interest	-	-	1,966	1,966
Reimbursements	500	500	-	(500)
Total revenues	<u>240,500</u>	<u>240,500</u>	<u>317,580</u>	<u>77,080</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	167,304	167,304	124,831	42,473
Materials & services	213,389	277,389	201,727	75,662
Capital outlay	-	30,000	-	30,000
Operating contingency	30,000	-	-	-
Total expenditures	<u>410,693</u>	<u>474,693</u>	<u>326,558</u>	<u>148,135</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	<u>(170,193)</u>	<u>(234,193)</u>	<u>(8,978)</u>	<u>225,215</u>
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfer in	<u>20,193</u>	<u>20,193</u>	<u>20,193</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(150,000)	(214,000)	11,215	225,215
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>150,000</u>	<u>214,000</u>	<u>361,868</u>	<u>147,868</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 373,083</u>	<u>\$ 373,083</u>

**UMATILLA COUNTY, OREGON**

**County Road Improvement Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget-</u>
				<u>Favorable</u>
				<u>(Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Interest	\$ 1,200	\$ 1,200	\$ 1,893	\$ 693
Road improvement loan payments	10,000	10,000	21,558	11,558
Total revenues	11,200	11,200	23,451	12,251
<b><u>EXPENDITURES:</u></b>				
Materials & services	586	586	586	-
Capital outlay	150,000	150,000	-	150,000
Operating contingency	150,614	150,614	-	150,614
Total expenditures	301,200	301,200	586	300,614
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	(290,000)	(290,000)	22,865	312,865
<b><u>FUND BALANCES, BEGINNING</u></b>	290,000	290,000	294,747	4,747
<b><u>FUND BALANCES, ENDING</u></b>	\$ -	\$ -	\$ 317,612	\$ 317,612

**UMATILLA COUNTY, OREGON**

**Sheriff - Corp of Engineers Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Corps of Engineers grant	\$ 44,583	\$ 44,583	\$ 39,703	\$ (4,880)
Interest	-	-	408	408
Total revenues	<u>44,583</u>	<u>44,583</u>	<u>40,111</u>	<u>(4,472)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	69,162	69,162	18,225	50,937
Materials & services	8,740	8,740	6,255	2,485
Operating contingency	14,687	14,687	-	14,687
Total expenditures	<u>92,589</u>	<u>92,589</u>	<u>24,480</u>	<u>68,109</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	(48,006)	(48,006)	15,631	63,637
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>48,006</u>	<u>48,006</u>	<u>55,403</u>	<u>7,397</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,034</u>	<u>\$ 71,034</u>

**UMATILLA COUNTY, OREGON**

**Sheriff - Marine Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget-</u>
				<u>Favorable</u>
				<u>(Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State Marine Board	\$ 62,965	\$ 62,965	\$ 101,441	\$ 38,476
Interest	1,500	1,500	192	(1,308)
Total revenues	<u>64,465</u>	<u>64,465</u>	<u>101,633</u>	<u>37,168</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	69,884	69,884	53,564	16,320
Materials & services	20,872	20,872	8,513	12,359
Total expenditures	<u>90,756</u>	<u>90,756</u>	<u>62,077</u>	<u>28,679</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	(26,291)	(26,291)	39,556	65,847
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>26,291</u>	<u>26,291</u>	<u>2</u>	<u>(26,289)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,558</u>	<u>\$ 39,558</u>

**UMATILLA COUNTY, OREGON**

**Children and Youth Services Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State juvenile service contract	\$ 392,465	\$ 398,595	\$ 300,635	\$ (97,960)
State grants	183,549	183,549	56,094	(127,455)
Local grants	-	1,500	1,500	-
Interest	3,500	3,500	4,901	1,401
Donations	200	200	2,281	2,081
Refunds and reimbursements	8,000	8,000	2,283	(5,717)
Total revenues	<u>587,714</u>	<u>595,344</u>	<u>367,694</u>	<u>(227,650)</u>
<b><u>EXPENDITURES:</u></b>				
General government:				
Administration:				
Personal services	83,101	89,666	88,783	883
Material & services	101,145	94,580	52,135	42,445
Total administration	<u>184,246</u>	<u>184,246</u>	<u>140,918</u>	<u>43,328</u>
Great start:				
Material & services	<u>244,910</u>	<u>244,910</u>	<u>164,218</u>	<u>80,692</u>
CYF flex:				
Material & services	<u>39,176</u>	<u>39,176</u>	<u>28,317</u>	<u>10,859</u>
Juvenile services:				
Material & services	<u>319,452</u>	<u>319,452</u>	<u>139,445</u>	<u>180,007</u>
Youth investment:				
Material & services	<u>35,886</u>	<u>85,305</u>	<u>79,419</u>	<u>5,886</u>
Pioneer relief nursery:				
Material & services	<u>169,044</u>	<u>175,175</u>	<u>175,174</u>	<u>1</u>
ESD/Care program				
Material & services	<u>900</u>	<u>2,027</u>	<u>1,761</u>	<u>266</u>
Total expenditures	<u>993,614</u>	<u>1,050,291</u>	<u>729,252</u>	<u>321,039</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(405,900)	(454,947)	(361,558)	93,389
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>405,900</u>	<u>454,947</u>	<u>922,730</u>	<u>467,783</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 561,172</u>	<u>\$ 561,172</u>

**UMATILLA COUNTY, OREGON**

**School Based Health Center Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Grants	\$ 122,000	\$ 123,000	\$ 166,019	\$ 43,019
Charges for services:				
Fees	17,000	17,000	10,563	(6,437)
Interest	-	-	671	671
Total revenues	<u>139,000</u>	<u>140,000</u>	<u>177,253</u>	<u>37,253</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	145,588	145,588	118,842	26,746
Materials & services	<u>33,600</u>	<u>34,600</u>	<u>28,835</u>	<u>5,765</u>
Total expenditures	<u>179,188</u>	<u>180,188</u>	<u>147,677</u>	<u>32,511</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(40,188)	(40,188)	29,576	69,764
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>40,188</u>	<u>40,188</u>	<u>81,952</u>	<u>41,764</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 111,528</u>	<u>\$ 111,528</u>

**UMATILLA COUNTY, OREGON**

**Nuisance Abatement Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services:				
Customer fees	\$ 500	\$ 500	\$ 75	\$ (425)
Fines & forfeitures	-	-	500	500
Interest	300	300	363	63
Refund and reimbursements	500	500	-	(500)
Total revenues	<u>1,300</u>	<u>1,300</u>	<u>938</u>	<u>(362)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	45,800	45,800	824	44,976
Capital outlay	500	500	-	500
Total expenditures	<u>46,300</u>	<u>46,300</u>	<u>824</u>	<u>45,476</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(45,000)	(45,000)	114	45,114
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>55,000</u>	<u>55,000</u>	<u>59,649</u>	<u>4,649</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 59,763</u>	<u>\$ 49,763</u>

**UMATILLA COUNTY, OREGON**

**Extension Special Equipment Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Charges for services:				
Rent received/equipment	\$ 3,000	\$ 3,000	\$ 2,280	\$ (720)
Interest	-	-	176	176
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>2,456</u>	<u>(544)</u>
<b><u>EXPENDITURES:</u></b>				
Material & services	25,000	25,000	59	24,941
Operating contingency	3,000	3,000	-	3,000
Total expenditures	<u>28,000</u>	<u>28,000</u>	<u>59</u>	<u>27,941</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	<u>(25,000)</u>	<u>(25,000)</u>	<u>2,397</u>	<u>27,397</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>25,000</u>	<u>25,000</u>	<u>27,958</u>	<u>2,958</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,355</u>	<u>\$ 30,355</u>

**UMATILLA COUNTY, OREGON**

**County Fair Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grants	\$ 36,049	\$ 48,110	\$ 48,110	\$ -
Charges for services:				
Admissions	166,000	166,000	169,799	3,799
Local shared revenues	130,000	130,000	108,058	(21,942)
Refunds and reimbursements	14,600	14,600	27,329	12,729
Concessions and commercial space	75,250	75,250	74,329	(921)
Carnival	66,500	66,500	76,803	10,303
Rodeo revenues	39,682	39,682	39,885	203
Livestock sales	315,050	361,650	367,052	5,402
Rentals	62,350	62,350	73,704	11,354
Concert	7,000	7,000	16,525	9,525
Fair-sponsorships	72,000	72,000	70,500	(1,500)
Fair-parking	16,000	16,000	19,762	3,762
Fair-concessions & merchandise	750	750	1,318	568
Fair-other	15,200	15,200	17,372	2,172
Festival of lights	6,500	6,500	5,776	(724)
Interest	600	600	290	(310)
Donations	5,300	5,300	844	(4,456)
Miscellaneous	750	750	5,274	4,524
Total revenues	<u>1,029,581</u>	<u>1,088,242</u>	<u>1,122,730</u>	<u>34,488</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	195,120	195,120	170,930	24,190
Materials & services	941,686	1,008,001	997,596	10,405
Operating contingency	7,654	-	-	-
Total expenditures	<u>1,144,460</u>	<u>1,203,121</u>	<u>1,168,526</u>	<u>34,595</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	<u>(114,879)</u>	<u>(114,879)</u>	<u>(45,796)</u>	<u>69,083</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	71,832	71,832	52,793	(19,039)
Operating transfers out	(2,217)	(2,217)	(2,217)	-
Total other financing sources (uses)	<u>69,615</u>	<u>69,615</u>	<u>50,576</u>	<u>(19,039)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(45,264)</u>	<u>(45,264)</u>	<u>4,780</u>	<u>50,044</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>45,264</u>	<u>45,264</u>	<u>46,160</u>	<u>896</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,940</u>	<u>\$ 50,940</u>

**UMATILLA COUNTY, OREGON**

**County School Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State apportionment	\$ 238,000	\$ 238,000	\$ 242,372	\$ 4,372
Federal revenues	30,000	30,000	22,412	(7,588)
Mineral leasing	-	-	2,954	2,954
Fines & impound fees	2,000	2,000	150	(1,850)
Interest	1,000	1,000	466	(534)
Total revenues	<u>271,000</u>	<u>271,000</u>	<u>268,354</u>	<u>(2,646)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	<u>271,000</u>	<u>271,000</u>	<u>270,386</u>	<u>614</u>
Total expenditures	<u>271,000</u>	<u>271,000</u>	<u>270,386</u>	<u>614</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	-	-	(2,032)	(2,032)
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>6,000</u>	<u>6,000</u>	<u>5,042</u>	<u>(958)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 6,000</u>	<u>\$ 6,000</u>	<u>\$ 3,010</u>	<u>\$ (2,990)</u>

**UMATILLA COUNTY, OREGON**

**Liquor Enforcement Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Charges for services:				
Court fines and fees	\$ 10,000	\$ 10,000	\$ 216	\$ (9,784)
Interest	100	100	5	(95)
Total revenues	<u>10,100</u>	<u>10,100</u>	<u>221</u>	<u>(9,879)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	<u>5,673</u>	<u>5,673</u>	<u>173</u>	<u>5,500</u>
Total expenditures	<u>5,673</u>	<u>5,673</u>	<u>173</u>	<u>5,500</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	4,427	4,427	48	(4,379)
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	<u>(6,927)</u>	<u>(6,927)</u>	<u>(548)</u>	<u>6,379</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(2,500)	(2,500)	(500)	2,000
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>2,500</u>	<u>2,500</u>	<u>500</u>	<u>(2,000)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**UMATILLA COUNTY, OREGON**

**Unitary Assessment Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State apportionment	\$ 55,328	\$ 58,063	\$ 44,596	\$ (13,467)
Interest	-	-	134	134
Total revenues	<u>55,328</u>	<u>58,063</u>	<u>44,730</u>	<u>(13,333)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	<u>61,873</u>	<u>74,326</u>	<u>58,727</u>	<u>15,599</u>
Total expenditures	<u>61,873</u>	<u>74,326</u>	<u>58,727</u>	<u>15,599</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(6,545)	(16,263)	(13,997)	2,266
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>6,545</u>	<u>16,263</u>	<u>16,262</u>	<u>(1)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,265</u>	<u>\$ 2,265</u>

**UMATILLA COUNTY, OREGON**

**Assessment and Taxation Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Taxes:				
Current year taxes	\$ 260,000	\$ 260,000	\$ 279,383	\$ 19,383
Charges for services:				
Clerk recording fees	262,000	262,000	266,667	4,667
Interest	2,200	2,200	597	(1,603)
Total revenues	<u>524,200</u>	<u>524,200</u>	<u>546,647</u>	<u>22,447</u>
<b><u>EXPENDITURES:</u></b>				
Operating transfers to State of Oregon	<u>539,200</u>	<u>579,900</u>	<u>578,101</u>	<u>1,799</u>
Total expenditures	<u>539,200</u>	<u>579,900</u>	<u>578,101</u>	<u>1,799</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	(15,000)	(55,700)	(31,454)	24,246
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>15,000</u>	<u>55,700</u>	<u>161,449</u>	<u>105,749</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 129,995</u>	<u>\$ 129,995</u>

**UMATILLA COUNTY, OREGON**

**CARES Program Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grants	\$ 68,826	\$ 68,826	\$ 108,154	\$ 39,328
Interest	-	-	111	111
Total revenues	<u>68,826</u>	<u>68,826</u>	<u>108,265</u>	<u>39,439</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	77,846	77,846	76,511	1,335
Materials & services	12,069	12,069	6,995	5,074
Operating contingency	19,189	19,189	-	19,189
Total expenditures	<u>109,104</u>	<u>109,104</u>	<u>83,506</u>	<u>25,598</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	(40,278)	(40,278)	24,759	65,037
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>40,278</u>	<u>40,278</u>	<u>2,761</u>	<u>(37,517)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,520</u>	<u>\$ 27,520</u>

**UMATILLA COUNTY, OREGON**

**CASA Fund**

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

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State grants	\$ 23,877	\$ 23,877	\$ -	\$ (23,877)
Total revenues	<u>23,877</u>	<u>23,877</u>	<u>-</u>	<u>(23,877)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	<u>23,877</u>	<u>23,877</u>	<u>-</u>	<u>23,877</u>
Total expenditures	<u>23,877</u>	<u>23,877</u>	<u>-</u>	<u>23,877</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**UMATILLA COUNTY, OREGON**

**Environment Health Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Charges for services:				
Fees	\$ 182,840	\$ 182,840	\$ 209,115	\$ 26,275
Interest	1,500	1,500	2,220	720
Total revenues	<u>184,340</u>	<u>184,340</u>	<u>211,335</u>	<u>26,995</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	147,949	180,382	157,258	23,124
Materials & services	45,601	45,601	35,719	9,882
Operating contingency	127,768	95,335	-	95,335
Total expenditures	<u>321,318</u>	<u>321,318</u>	<u>192,977</u>	<u>128,341</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(136,978)	(136,978)	18,358	155,336
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>136,978</u>	<u>136,978</u>	<u>358,423</u>	<u>221,445</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 376,781</u>	<u>\$ 376,781</u>

**UMATILLA COUNTY, OREGON**

**Special Services Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Local revenues	\$ 90,000	\$ 90,000	\$ -	\$ (90,000)
Charges for services:				
Fingerprinting fees	4,000	4,000	4,920	920
Fines and forfeitures	-	-	78,397	78,397
Interest	-	-	1	1
Total revenues	<u>94,000</u>	<u>94,000</u>	<u>83,318</u>	<u>(10,682)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	158,383	158,383	144,256	14,127
Materials & services	<u>20,621</u>	<u>20,621</u>	<u>9,256</u>	<u>11,365</u>
Total expenditures	<u>179,004</u>	<u>179,004</u>	<u>153,512</u>	<u>25,492</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(85,004)	(85,004)	(70,194)	14,810
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	<u>85,004</u>	<u>85,004</u>	<u>70,193</u>	<u>(14,811)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	-	-	(1)	(1)
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

**UMATILLA COUNTY, OREGON**

**Community Benefit Plans Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Wind/SIP agreements	\$ 1,458,000	\$ 1,458,000	\$ 1,329,456	\$ (128,544)
Interest	3,100	3,100	5,389	2,289
Donations	205,000	205,000	143,806	(61,194)
Total revenues	<u>1,666,100</u>	<u>1,666,100</u>	<u>1,478,651</u>	<u>(187,449)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	2,035,100	2,035,100	833,484	1,201,616
Operating contingency	721,807	641,807	-	641,807
Total expenditures	<u>2,756,907</u>	<u>2,676,907</u>	<u>833,484</u>	<u>1,843,423</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(1,090,807)	(1,010,807)	645,167	1,655,974
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	(321,193)	(401,193)	(377,511)	23,682
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(1,412,000)	(1,412,000)	267,656	1,679,656
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>1,412,000</u>	<u>1,412,000</u>	<u>1,430,453</u>	<u>18,453</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,698,109</u>	<u>\$ 1,698,109</u>

**UMATILLA COUNTY, OREGON**

**2050 Plan Fund**

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

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		Actual	Variance with
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Local	\$ -	\$ -	\$ 16,000	\$ 16,000
Interest	-	-	191	191
Miscellaneous	-	-	48,873	48,873
Total revenues	-	-	65,064	65,064
<b><u>EXPENDITURES:</u></b>				
Materials & services	60,000	60,000	60,000	-
Total expenditures	60,000	60,000	60,000	-
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(60,000)	(60,000)	5,064	65,064
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	55,000	55,000	55,000	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(5,000)	(5,000)	60,064	65,064
<b><u>FUND BALANCES, BEGINNING</u></b>	48,000	48,000	-	(48,000)
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 43,000</u>	<u>\$ 43,000</u>	<u>\$ 60,064</u>	<u>\$ 17,064</u>

**UMATILLA COUNTY, OREGON**

**FPEP Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
State revenues	\$ -	\$ -	\$ 57,558	\$ 57,558
Interest	-	-	942	942
Total revenues	-	-	58,500	58,500
<b><u>EXPENDITURES</u></b>	-	-	-	-
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	-	-	58,500	58,500
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers out	(80,527)	(80,527)	(80,527)	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(80,527)	(80,527)	(22,027)	58,500
<b><u>FUND BALANCES, BEGINNING</u></b>	80,527	80,527	147,565	67,038
<b><u>FUND BALANCES, ENDING</u></b>	\$ -	\$ -	\$ 125,538	\$ 125,538

**UMATILLA COUNTY, OREGON**

**Veterans Expanded Services Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Local revenues	\$ 30,000	\$ 33,376	\$ 34,387	\$ 1,011
Interest	-	-	36	36
Total revenues	<u>30,000</u>	<u>33,376</u>	<u>34,423</u>	<u>1,047</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	18,369	19,569	18,175	1,394
Materials & services	-	15,480	8,144	7,336
Contingency	11,631	-	-	-
Total expenditures	<u>30,000</u>	<u>35,049</u>	<u>26,319</u>	<u>8,730</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	-	(1,673)	8,104	9,777
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	1,673	1,673	-
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,777</u>	<u>\$ 9,777</u>

**UMATILLA COUNTY, OREGON**

**GIS Equipment Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Local revenues	\$ -	\$ 10,000	\$ 62,697	\$ 52,697
Interest	-	300	339	39
Total revenues	-	10,300	63,036	52,736
<b><u>EXPENDITURES:</u></b>				
Materials & services	-	2,000	1,033	967
Capital Outlay	-	54,258	-	54,258
Contingency	-	9,900	-	9,900
Total expenditures	-	66,158	1,033	65,125
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	-	(55,858)	62,003	117,861
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	55,858	-	(55,858)
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 62,003	\$ 62,003

**UMATILLA COUNTY, OREGON**

**Non-Major Governmental Funds**

**Debt Service Funds**

**June 30, 2013**

**DEBT SERVICE FUNDS:**

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

- **Debt service fund** - accounts for payment of principal and interest on Series 2002 General Obligation Refunding Bonds for which proceeds are derived from property taxes and interest. Also includes four notes: (1) Bank of America note for which proceeds are derived from a transfer from the General Fund; (2) City of Pendleton note for which proceeds are derived from the General Fund; (3) EOAF note for which proceeds are derived from a payment each year from GEODC; and (4) Oregon Department of Energy loan for which proceeds are derived from the General Fund.
  
- **PERS bond fund** - accounts for the principal and interest payments on the 2005 Limited Tax Pension Bonds issued to retire the County's PERS unfunded actuarial accrued liability. Revenues are derived from charge backs to departments based on their departmental payroll costs.
  
- **Reith Wastewater fund** - accounts for the principal and interest payments on the Department of Environmental Quality loan for the Reith Wastewater project.

**UMATILLA COUNTY, OREGON**

**Nonmajor Debt Service Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2013**

	<u>Debt Service</u>	<u>PERS Bond Fund</u>	<u>Reith Wastewater</u>	<u>Totals</u>
<b><u>ASSETS:</u></b>				
Cash	\$ 1,178,056	\$ 1,462,741	\$ 13,117	\$ 2,653,914
Taxes receivable	94,683	-	-	94,683
Total assets	<u>\$ 1,272,739</u>	<u>\$ 1,462,741</u>	<u>\$ 13,117</u>	<u>\$ 2,748,597</u>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>				
<b><u>LIABILITIES:</u></b>				
Deferred property taxes	<u>\$ 94,683</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 94,683</u>
 <b><u>FUND BALANCES:</u></b>				
Restricted	1,178,056	-	13,117	1,191,173
Committed	-	1,462,741	-	1,462,741
Total fund balance	<u>1,178,056</u>	<u>1,462,741</u>	<u>13,117</u>	<u>2,653,914</u>
 Total liabilities and fund balance	 <u>\$ 1,272,739</u>	 <u>\$ 1,462,741</u>	 <u>\$ 13,117</u>	 <u>\$ 2,748,597</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Debt Service Funds**

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

**- Modified Cash Basis**

**Year Ended June 30, 2013**

	<u>Debt Service</u>	<u>PERS Bond Fund</u>	<u>Reith Wastewater</u>	<u>Totals</u>
<b><u>REVENUES:</u></b>				
Taxes	\$ 1,146,802	\$ -	\$ -	\$ 1,146,802
Intergovernmental	23,286	600,348	26,255	649,889
Interest	5,794	11,060	79	16,933
Total revenues	<u>1,175,882</u>	<u>611,408</u>	<u>26,334</u>	<u>1,813,624</u>
<b><u>EXPENDITURES:</u></b>				
Principal	1,254,926	250,000	16,967	1,521,893
Interest	181,780	667,841	9,288	858,909
Total expenditures	<u>1,436,706</u>	<u>917,841</u>	<u>26,255</u>	<u>2,380,802</u>
<b><u>EXCESS (DEFICIENCY OF REVENUES, OVER (UNDER) EXPENDITURES</u></b>	<u>(260,824)</u>	<u>(306,433)</u>	<u>79</u>	<u>(567,178)</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers in	295,320	-	-	295,320
Total other financing sources (uses)	<u>295,320</u>	<u>-</u>	<u>-</u>	<u>295,320</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	34,496	(306,433)	79	(271,858)
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>1,143,560</u>	<u>1,769,174</u>	<u>13,038</u>	<u>2,925,772</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 1,178,056</u>	<u>\$ 1,462,741</u>	<u>\$ 13,117</u>	<u>\$ 2,653,914</u>

**UMATILLA COUNTY, OREGON**

**Debt Service Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Taxes:				
Current year taxes	\$ 987,370	\$ 987,370	\$ 1,086,217	\$ 98,847
Prior year taxes	40,000	40,000	60,585	20,585
Intergovernmental:				
Local revenues	23,300	23,300	23,286	(14)
Interest	3,000	3,000	5,794	2,794
Total revenues	<u>1,053,670</u>	<u>1,053,670</u>	<u>1,175,882</u>	<u>122,212</u>
<b><u>EXPENDITURES:</u></b>				
Principal	1,254,846	1,254,846	1,254,926	(80) *
Interest	182,030	182,030	181,780	250
Total expenditures	<u>1,436,876</u>	<u>1,436,876</u>	<u>1,436,706</u>	<u>170</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(383,206)	(383,206)	(260,824)	122,382
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	295,476	295,476	295,320	(156)
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(87,730)	(87,730)	34,496	122,226
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>1,121,630</u>	<u>1,121,630</u>	<u>1,143,560</u>	<u>21,930</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 1,033,900</u>	<u>\$ 1,033,900</u>	<u>\$ 1,178,056</u>	<u>\$ 144,156</u>

\* - Not a budget overexpenditure. Appropriations budgeted for total debt service payments

**UMATILLA COUNTY, OREGON**

**PERS Bond Fund**

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

**Modified Cash Basis - Budget to Actual**

**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
County apportionment	\$ 640,000	\$ 640,000	\$ 600,348	\$ (39,652)
Interest	12,000	12,000	11,060	(940)
Total revenues	<u>652,000</u>	<u>652,000</u>	<u>611,408</u>	<u>(40,592)</u>
<b><u>EXPENDITURES:</u></b>				
Debt service:				
Principal	250,000	250,000	250,000	-
Interest	<u>668,000</u>	<u>668,000</u>	<u>667,841</u>	<u>159</u>
Total expenditures	<u>918,000</u>	<u>918,000</u>	<u>917,841</u>	<u>159</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(266,000)	(266,000)	(306,433)	(40,433)
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>1,770,000</u>	<u>1,770,000</u>	<u>1,769,174</u>	<u>(826)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 1,504,000</u>	<u>\$ 1,504,000</u>	<u>\$ 1,462,741</u>	<u>\$ (41,259)</u>

**UMATILLA COUNTY, OREGON**

**Reith Wastewater Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget-</u>
				<u>Favorable</u>
				<u>(Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Loan receipts	\$ 27,836	\$ 27,836	\$ 26,255	\$ (1,581)
Interest	100	100	79	(21)
Total revenues	<u>27,936</u>	<u>27,936</u>	<u>26,334</u>	<u>(1,602)</u>
<b><u>EXPENDITURES:</u></b>				
Principal retirements	31,636	31,636	16,967	14,669
Interest	9,300	9,300	9,288	12
Total expenditures	<u>40,936</u>	<u>40,936</u>	<u>26,255</u>	<u>14,681</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	(13,000)	(13,000)	79	13,079
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>13,000</u>	<u>13,000</u>	<u>13,038</u>	<u>38</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,117</u>	<u>\$ 13,117</u>

**UMATILLA COUNTY, OREGON**

**Non-Major Capital Projects Governmental Funds**

**June 30, 2013**

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

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

**UMATILLA COUNTY, OREGON**

**Nonmajor Capital Projects Funds**  
**Combining Balance Sheet - Modified Cash Basis**  
**June 30, 2013**

	<u>Juvenile Center Improvements</u>	<u>Facilities Improvements</u>	<u>Milton- Freewater Head Start Building</u>	<u>Totals</u>
<b><u>ASSETS:</u></b>				
Cash	\$ -	\$ 180,629	\$ 367	\$ 180,996
Total assets	<u>\$ -</u>	<u>\$ 180,629</u>	<u>\$ 367</u>	<u>\$ 180,996</u>
<b><u>LIABILITIES AND FUND BALANCES:</u></b>				
<b><u>LIABILITIES:</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>FUND BALANCES:</u></b>				
Assigned	<u>-</u>	<u>180,629</u>	<u>367</u>	<u>180,996</u>
Total fund balances	<u>-</u>	<u>180,629</u>	<u>367</u>	<u>180,996</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 180,629</u>	<u>\$ 367</u>	<u>\$ 180,996</u>

**UMATILLA COUNTY, OREGON**

**Nonmajor Capital Projects Funds**

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

**- Modified Cash Basis**

**Year Ended June 30, 2013**

	<u>Juvenile Center Improvements</u>	<u>Facilities Improvements</u>	<u>Milton- Freewater Head Start Building</u>	<u>Totals</u>
<b><u>REVENUES:</u></b>				
Intergovernmental	\$ -	\$ -	\$ 102,190	\$ 102,190
Interest	-	1,115	-	1,115
Total revenues	<u>-</u>	<u>1,115</u>	<u>102,190</u>	<u>103,305</u>
<b><u>EXPENDITURES:</u></b>				
General government	15	2,498	-	2,513
Capital outlay	-	5,900	102,823	108,723
Total expenditures	<u>15</u>	<u>8,398</u>	<u>102,823</u>	<u>111,236</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES, OVER (UNDER) EXPENDITURES</u></b>				
	<u>(15)</u>	<u>(7,283)</u>	<u>(633)</u>	<u>(7,931)</u>
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	<u>15</u>	<u>-</u>	<u>-</u>	<u>15</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	-	(7,283)	(633)	(7,916)
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>-</u>	<u>187,912</u>	<u>1,000</u>	<u>188,912</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ 180,629</u>	<u>\$ 367</u>	<u>\$ 180,996</u>

**UMATILLA COUNTY, OREGON**

**Juvenile Center Improvements Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Business energy tax credit	\$ 77,709	\$ 77,709	-	\$ (77,709)
Total revenues	<u>77,709</u>	<u>77,709</u>	<u>-</u>	<u>(77,709)</u>
<b><u>EXPENDITURES:</u></b>				
Capital outlay	<u>77,709</u>	<u>77,709</u>	<u>15</u>	<u>77,694</u>
Total expenditures	<u>77,709</u>	<u>77,709</u>	<u>15</u>	<u>77,694</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	-	-	(15)	(15)
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	<u>-</u>	<u>-</u>	<u>15</u>	<u>15</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	-	-	-	-
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**UMATILLA COUNTY, OREGON**

**Facilities Improvements Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Interest	\$ -	\$ -	\$ 1,115	\$ 1,115
Total revenues	-	-	1,115	1,115
<b><u>EXPENDITURES:</u></b>				
Materials & services	147,666	126,766	2,498	124,268
Capital outlay	24,759	45,659	5,900	39,759
Total expenditures	172,425	172,425	8,398	164,027
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(172,425)	(172,425)	(7,283)	165,142
<b><u>FUND BALANCES, BEGINNING</u></b>	172,425	172,425	187,912	15,487
<b><u>FUND BALANCES, ENDING</u></b>	\$ -	\$ -	\$ 180,629	\$ 180,629

**UMATILLA COUNTY, OREGON**

**Milton-Freewater Head Start Building**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental:				
Federal grants	\$ 1,000,000	\$ 1,000,000	\$ -	\$(1,000,000)
Local grants	300,000	300,000	102,190	(197,810)
Total revenues	<u>1,300,000</u>	<u>1,300,000</u>	<u>102,190</u>	<u>(1,197,810)</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	40,000	-	-	-
Capital outlay	<u>1,260,000</u>	<u>1,300,000</u>	<u>102,823</u>	<u>1,197,177</u>
Total expenditures	<u>1,300,000</u>	<u>1,300,000</u>	<u>102,823</u>	<u>1,197,177</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	-	-	(633)	(633)
<b><u>FUND BALANCES, BEGINNING</u></b>				
	-	-	1,000	1,000
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 367</u>	<u>\$ 367</u>

**UMATILLA COUNTY, OREGON**

**INTERNAL SERVICE FUNDS**

**June 30, 2013**

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

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

**UMATILLA COUNTY, OREGON**

**Fleet Management Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Modified Cash Basis - Budget to Actual**  
**Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>				
Interest	\$ 1,800	\$ 1,800	\$ 2,545	\$ 745
Reimbursement	-	-	2,066	2,066
Total revenue	<u>1,800</u>	<u>1,800</u>	<u>4,611</u>	<u>2,811</u>
<b><u>EXPENDITURES:</u></b>				
Materials & services	10,000	10,000	2,066	7,934
Capital outlay	150,000	200,000	166,318	33,682
Operating contingency	<u>155,000</u>	<u>145,000</u>	-	<u>145,000</u>
Total expenditures	<u>315,000</u>	<u>355,000</u>	<u>168,384</u>	<u>186,616</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(313,200)	(353,200)	(163,773)	189,427
<b><u>OTHER FINANCING SOURCES:</u></b>				
Operating transfers in	<u>202,197</u>	<u>242,197</u>	<u>213,515</u>	<u>(28,682)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(111,003)	(111,003)	49,742	160,745
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>398,791</u>	<u>398,791</u>	<u>402,421</u>	<u>3,630</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 287,788</u>	<u>\$ 287,788</u>	<u>\$ 452,163</u>	<u>\$ 164,375</u>

**UMATILLA COUNTY, OREGON**

**Other Schedules**  
**June 30, 2013**

Property taxes:

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

Schedule of accountabilities:

- Other elected officials

**UMATILLA COUNTY, OREGON**

**Schedule of Property Tax Transactions and Outstanding Balances**  
**Year Ended June 30, 2013**

<u>Fiscal Year</u>	<u>Property Taxes Receivable July 1, 2012</u>	<u>Current Levy as Extended by Assessor</u>	<u>Discounts Allowed</u>	<u>Corrections and Adjustments</u>	<u>Interest Collected</u>	<u>Cash Collections</u>	<u>Property Taxes Receivable June 30, 2013</u>
2012-13	\$ -	\$ 77,227,630	\$ (1,966,120)	\$ (158,204)	\$ 32,969	\$ (72,385,948)	\$ 2,750,327
2011-12	3,262,532	-	51	(10,787)	119,772	(1,726,360)	1,645,208
2010-11	1,620,013	-	-	(6,099)	124,104	(748,281)	989,737
2009-10	1,080,856	-	-	(5,235)	173,535	(720,476)	528,680
2008-09	443,937	-	-	(4,915)	122,350	(447,015)	114,357
2007-08	94,516	-	-	(4,887)	10,609	(31,034)	69,204
Prior years	71,937	-	-	(3,949)	10,281	(23,226)	55,043
	<u>\$ 6,573,791</u>	<u>\$ 77,227,630</u>	<u>\$ (1,966,069)</u>	<u>\$ (194,076)</u>	<u>\$ 593,620</u>	<u>\$ (76,082,340)</u>	<u>\$ 6,152,556</u>
<b>Summary by Fund:</b>							
County Operations *	\$ 1,239,349	\$ 14,356,994	\$ (365,502)	\$ (36,257)	\$ 124,940	\$ (14,167,277)	\$ 1,152,247
Agency Funds	5,334,442	62,870,636	(1,600,567)	(157,819)	468,680	(61,915,063)	5,000,309
	<u>\$ 6,573,791</u>	<u>\$ 77,227,630</u>	<u>\$ (1,966,069)</u>	<u>\$ (194,076)</u>	<u>\$ 593,620</u>	<u>\$ (76,082,340)</u>	<u>\$ 6,152,556</u>

\* Includes Debt Service

**UMATILLA COUNTY, OREGON**

**Schedule of Property Taxes Receivable -- By Fund**  
**June 30, 2013**

General fund	\$ 1,057,564
Debt service fund	<u>94,683</u>
Sub-total	1,152,247
Agency funds	<u>5,000,309</u>
Total	<u><u>\$ 6,152,556</u></u>

**UMATILLA COUNTY, OREGON**

**Schedule of Accountability -- Other Elected Officials**  
**Cash Transactions**  
**Year Ended June 30, 2013**

Accountability for independently elected officials:

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

	<u>Sheriff</u>
<b><u>CASH BALANCE, JUNE 30, 2012</u></b>	\$ 69,583
<b><u>CASH RECEIPTS</u></b>	596,491
<b><u>CASH DISBURSEMENTS</u></b>	<u>(603,661)</u>
<b><u>CASH BALANCE, JUNE 30, 2013</u></b>	<u>\$ 62,413</u>

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

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

Board of Commissioners  
Umatilla County  
Pendleton, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, then financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County, Oregon as of and for the year ended June 30, 2013, and the related statements, which collectively comprise Umatilla County, Oregon's basic financial statements, and have issued our report thereon dated December 16, 2013.

**Internal Control Over Financial Reporting**

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

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

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

Board of Commissioners  
Umatilla County  
Page two

Compliance and Other Matters

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

Purpose of this Report

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

Barnett & Moro, P.C.

By   
Cameron W. Anderson, Shareholder  
Hermiston, Oregon  
December 16, 2013

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

Oregon Administrative Rules 162-10-000 through 162-10-330 of the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments, and disclosures as set forth in the preceding sections of this report. Required comments and disclosures related to the audit of such statements and schedules are set forth following.

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

Board of Commissioners  
Umatilla County  
Pendleton, Oregon

We have audited the basic financial statements of Umatilla County, Oregon as of and for the year ended June 30, 2013, and have issued our report thereon dated December 16, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether Umatilla County, Oregon's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 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 statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

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

Board of Commissioners  
Umatilla County  
Page two

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

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

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

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

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

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

Barnett & Moro, P.C.

By:   
Cameron W. Anderson, Shareholder  
Hermiston, Oregon  
December 16, 2013

**SINGLE AUDIT SECTION**

**UMATILLA COUNTY, OREGON**

**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2013**

<b><u>Federal Grantor/Program Name:</u></b>	<b>Federal CFDA Number</b>	<b>Major Programs (X)</b>	<b>Amount</b>
<b><u>U.S. DEPARTMENT OF AGRICULTURE:</u></b>			
Oregon Department of Agriculture Forest health protection	10.680		\$ 7,500
Oregon Department of Administrative Services Forest fees, roads and schools	10.665		87,322
			<u>\$ 94,822</u>
<b><u>U.S. DEPARTMENT OF DEFENSE:</u></b>			
Oregon Department of Administrative Services Flood control projects	12.106		\$ 2,322
<b><u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</u></b>			
Oregon Business Development Commission Community Development Block Grant	14.228		\$ 102,190
<b><u>U.S. DEPARTMENT OF THE INTERIOR:</u></b>			
Oregon Department of Administrative Services Bureau of Land Management, Mineral Land Leasing	15.214		\$ 11,816
Distribution of receipts to state and local governments	15.227		323
			<u>\$ 12,139</u>
<b><u>U.S. DEPARTMENT OF HOMELAND SECURITY:</u></b>			
Oregon Military Department Emergency management performance grants	97.042		\$ 27,364
Citizens/Community Resilience Innovation Challenge	97.053		12,069
State homeland security program	97.073		4,679
			<u>\$ 44,112</u>
<b><u>U.S. DEPARTMENT OF JUSTICE:</u></b>			
Oregon Criminal Justice Commission ARRA - Edward Byrne Memorial justice assistance grant program	16.803	X	\$ 497,805
Oregon Department of Justice Crime victim assistance	16.575		23,818
			<u>\$ 521,623</u>
<b><u>U.S. DEPARTMENT OF TRANSPORTATION:</u></b>			
Oregon Department of Transportation Child safety and child booster seats incentive grants	20.613		\$ 755
<b><u>U.S. DEPARTMENT OF ENERGY:</u></b>			
Oregon Department of Environmental Quality Office of environmental waste processing	81.104		\$ 13,600
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u></b>			
Oregon State Health Division: Public Health Emergency Preparedness	93.069		\$ 98,877
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116		2,541
Family Planning Services	93.217		30,657
Immunization grants	93.268		168
Substance abuse and mental health services-Access to Recovery	93.275		35,268
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood	93.505		95,913
Prevention and Public Health Fund (Affordable Care Act) Immunization	93.539		29,672
Temporary Assistance for Needy Families	93.558		2,734
Medical Assistance Program	93.778		278,248
HIV Prevention Activities Health Department Based	93.940		1,515
Block Grants for Prevention and Treatment of Substance Abuse	93.959	X	760,140
Maternal and Child Health Services Block Grant to the States	93.994		40,357
			<u>1,376,090</u>

Continued on next page.

**UMATILLA COUNTY, OREGON**

**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2013**

Continued from previous page

<b><u>Federal Grantor/Program Name:</u></b>	<b><u>Federal CFDA Number</u></b>	<b><u>Major Programs (X)</u></b>	<b><u>Amount</u></b>
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued):</u></b>			
Oregon Youth Services Commission:			
Social services block grant	93.667		68,794
Medical assistance program	93.778		4,033
Promoting safe and stable families	93.556		25,132
ARRA-Foster Care Title IV-E	93.658		1,926
			<u>99,885</u>
Oregon Department of Justice:			
Child support enforcement	93.563		100,591
			<u>\$ 1,576,566</u>
			<u><u>\$ 2,368,129</u></u>
Total expenditures of federal awards			<u><u>\$ 2,368,129</u></u>

See notes to schedule of  
expenditures of federal awards.

**UMATILLA COUNTY, OREGON**

**Notes to Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2013**

**NOTE A - BASIS OF PRESENTATION:**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Umatilla County, Oregon and is presented on the modified cash basis of accounting as described in note 1 to the basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

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

Expenditures reported on the on the Schedule are reported on the basis of accounting described in Note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in *OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

All federal awards received through pass-through agencies with the State of Oregon. No direct awards received from the federal government.

**NOTE C - NON-CASH ASSISTANCE:**

The accompanying Schedule of Expenditures of Federal Awards does not include the following noncash awards:

Vaccines provided by the Department of Health and Human Resources under CFDA #93.268-Childhood Immunization Grants. According to the OMB Circular A-133 Compliance Supplement for CFDA 93.268, the value of state-provided vaccines are not to be reported as a Federal expenditure " .. .for purposes of determining audit coverage and reporting ... " since the county was merely a vaccinating provider. The estimated value of vaccines provided to the County during the year ended June 30, 2013 was \$194,000.

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

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BETSY J. BENNETT, C.P.A.  
PAUL A. BARNETT, C.P.A.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND  
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Board of Commissioners  
Umatilla County  
Pendleton, Oregon

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

We have audited Umatilla County, Oregon's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of Umatilla County, Oregon's major federal programs for the year ended June 30, 2013. Umatilla County, Oregon's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Umatilla County, Oregon's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Umatilla County, Oregon's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

**Opinion on Each Major Federal Program**

In our opinion, Umatilla County, Oregon, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

**Report on Internal Control Over Compliance**

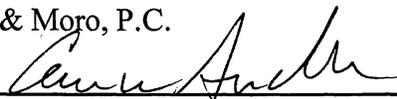
Management of Umatilla County, Oregon, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Umatilla County, Oregon's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Umatilla County, Oregon's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily 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, as defined above.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Barnett & Moro, P.C.

By:   
Cameron W. Anderson, Shareholder  
Hermiston, Oregon  
December 16, 2013

**UMATILLA COUNTY, OREGON**

**Schedule of Findings and Questioned Costs**

**Year Ended June 30, 2013**

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

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Financial Statements

Type of auditor's report issued: unqualified opinion

Internal control over financial reporting:

• Material weakness(es) identified?  yes  none reported

• Significant deficiency(ies) identified that are not considered to be material weaknesses?  yes  none reported

Noncompliance material to financial statements noted?  yes  none reported

Federal Awards

Internal control over major programs:

• Material weakness(es) identified?  yes  none reported

• Significant deficiency(ies) identified that are not considered to be material weakness(es)?  yes  none reported

Type of auditor's report issued on compliance for major program: unqualified opinion

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?  yes  none reported

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster:
93.959	Block Grants for Prevention and Treatment of Substance Abuse
16.803	JAG Program Cluster

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Dollar threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as low-risk auditee?  yes  no

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**Section II-Financial Statement Findings**

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There are no financial statement findings for the year ended June 30, 2013.

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

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There are no federal award findings or questioned costs for the year ended June 30, 2013.

**UMATILLA COUNTY, OREGON**

**SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS**

**Year Ended June 30, 2013**

**QUESTIONED COSTS:**

There were no questioned costs for the year ended June 30, 2012.

**FINDINGS:**

There were no findings for the year ended June 30, 2012.