HOOD RIVER COUNTY, OREGON

COMPREHENSIVE

ANNUAL

FINANCIAL

REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

HOOD RIVER COUNTY

PREPARED BY THE HOOD RIVER COUNTY
DEPARTMENT OF BUDGET & FINANCE

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HOOD RIVER

FRUIT RECREATION
INDUSTRY

COUNTY

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HOOD RIVER COUNTY, OREGON
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2015

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INTRODUCTORY SECTION

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SANDRA A. BOROWY
DIRECTOR
TREASURER/TAX COLLECTOR

HOOD RIVER COUNTY
DEPARTMENT OF BUDGET & FINANCE
601 STATE STREET
HOOD RIVER, OREGON 97031-1671
PHONE (541) 386-1301
FAX (541) 387-6894

December 7, 2015

To the Honorable Members of the Board of County Commissioners
and the Citizens of Hood River County, Oregon

We are pleased to submit the Comprehensive Annual Financial Report of Hood River County, Oregon (the County), for the fiscal year ended June 30, 2015, together with the unqualified ("clean") opinion thereon of our independent certified public accountants, Pauly Rogers and Co., PC. Oregon State law under Oregon Revised Statutes 297.425 requires that every local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is prepared by the Hood River County Department of Budget & Finance to satisfy that requirement. Also included, starting on page A-1, are Audit Comments and Disclosures required under the Minimum Standards for Audits of Oregon Municipal Corporations Section of the Oregon Administrative Rules.

In addition, the County is required to have a comprehensive single audit of its Federal Assistance Programs in accordance with the Single Audit Act Amendments of 1996, OMB Circular A-133, and the provisions of *Government Auditing Standards* promulgated by the US Comptroller General as they pertain to financial and compliance audits. A report on the County's compliance with applicable Federal laws and regulations related to the Single Audit Act Amendments is included with this report beginning on page S-1.

This report is prepared in conformity with the guidelines for financial reporting developed by the Government Financial Officers Association of the United States and Canada and the principles established by the Governmental Accounting Standards Board (GASB), including all effective GASB pronouncements. It presents fairly the financial position of the various funds of the County at June 30, 2015, and the results of operations of such funds for the year then ended in conformity with accounting principles generally accepted in the United States of America (US GAAP). The report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, County management has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with that section.

Profile of Hood River County, Oregon

Hood River County, incorporated June 23, 1908, is located in the Columbia River Gorge at the northern base of Mount Hood. The County covers 533 square miles, and serves a population of 22,885 citizens. The cities of Hood River and Cascade Locks are the incorporated cities in the

County. Hood River County adopted a home rule charter in 1964, which has been modified four times since adoption. The County has four elected part-time commissioners who serve four-year terms and one elected part-time commission chairperson who serves a two-year term. The Commission is responsible for, among other things, conducting the legislative business of the County and hiring the County Administrator, who in turn appoints the directors of the various departments. The County Administrator is responsible for carrying out policies and ordinances of the Board of Commissioners and overseeing the day-to-day operations of the County. Hood River County also has an elected sheriff, district attorney, and justice of the peace.

Hood River County provides a full range of services, including public safety; construction and maintenance of roads, bridges and other infrastructure; parks and cultural sites; health and human services; forestry management; veterans services; county fair; and administrative functions including tax assessment, elections, tax collection, budgeting, finance, human resources, planning, building inspection and economic development. The Hood River County Health Authority is a legally separate unit, for which the County is accountable. Therefore the financial information is reported on the face of the County's government-wide statements; further information on revenue bonds is disclosed in note 45 of the notes to the basic financial statements for this "discretely presented" component unit.

The annual budget serves as the foundation for Hood River County's financial planning and control. In accordance with State statutes, the County budgets all funds except agency funds. Departments submit their budget requests to the Department of Budget & Finance for initial review and discussion. The Director of Budget & Finance passes recommendations through to the County Administrator for review; from this process the recommended budget is submitted to the Budget Committee with the Board of Commissioners serving as the ultimate authority for the adopted version of the budget. Additional resources and corresponding appropriations, as well as transfer adjustments between categories may modify the original budget during the fiscal year through a supplemental budget process. These budget adjustments require approval by the Board of Commissioners in public meetings. Expenditure appropriations lapse at the end of the fiscal year. Budget to actual comparisons are provided in this report for each budgeted fund. Comparatives for the General, Public Works, and Timber Projects funds may be found on pages 26 to 28; the balance of the comparative information for all other funds begins on page 72 ending on page 96.

Local economy

The Hood River valley is heavily dependent on agriculture, technology, tourism and the forest products industries. International agricultural trade disparities have created a depressed market for local fruit growers and the declines in the timber industry combined with the overall national and state economic picture of the recent years have created a challenging economic environment for the County. Yet, local and national economic activity upswings have benefitted Hood River County, reporting an unemployment rate of 4.6% at June 30, 2015, decreasing from the prior year 5.3%. Comparing the County's 4.6% to the state of Oregon's unemployment rate of 5.8% and the national rate of 5.5%, the County has posted much more favorable results than the state of Oregon or the nation. Hood River County continues to allocate General Fund resources to economic development efforts. That support in combination with near border-to-border enterprise zone status allows the County to offer incentives to businesses looking to potentially locate in Hood River County. Efforts by the Board of County Commissioners and Administration continue with the hope that successes will be found and the economics of the community will be enhanced.

The County is fortunate to own a total of 31,064 acres of forestland that provide timber revenues to supplement its property taxes and other revenue sources in the General Fund. A forest management plan has been in place since 1971 that directs the County's work in harvesting and maintaining this valuable natural and financial resource. Further information on the timber activity of the County can be found on pages 15, 16, 31 and 38.

Long-term financial planning and major initiatives

The Board of County Commissioners holds a goal setting/planning session once a year. Out of this session come project priorities by desired year of accomplishment and assignment to the departments involved in the respective activities. This list is a part of the budget discussions that begin in February of each year, creating a focal point for administration and finance as the budget allocations are determined. Projects of greatest priority are allocated resources in the next budget cycle and "lesser" priorities are reviewed in the subsequent years for continued inclusion on, upgrade of status within, or potential removal from the list.

The Commission is also engaged in formal long term financial planning, with results of discussion sessions held during 2015 generating forward movement. The process will never really be completed, there will always be more work to be done before, during and after a plan is put into action. Through this process there will be annual reviews and revisions designed to integrate the Commission's ongoing strategic plans with the financial realities of today and the future.

An ongoing priority for the Commission is locating alternative revenue sources to assist in the financial support of County functions. As previously mentioned, timber revenues have historically contributed a significant amount of General Fund operational dollars. This alternative revenue source has proven to be invaluable in cushioning the impacts of revenue reductions in combination with expense increases facing local government. Due to the supplemental nature of these timber revenues, the property tax rate for the County has been mitigated over the years, benefiting the taxpayers. In 1998 Oregon voters approved constitutional amendment, Measure 50, which established permanent tax rates for all local districts with existing tax bases at the 1998 tax rates level. Hood River County's permanent rate of $1.4171 per thousand dollars of assessed value is, on average, 89% lower than other Oregon counties due to the effects of supplemental timber revenues at the time of the freeze. The need to access new, sustainable alternative revenue sources and lessen the dependence on timber is becoming increasingly important to the future of the County. Hood River County Commissioners and Administration continue the process of exploring options that fit within the statutory, economic and environmental constraints of county government in Oregon.

Plans in the areas of biomass utilization continue to play a part in the County's future with Hood River County exploring new territory in the development and operation of renewable energy projects. Wind farm development efforts within Hood River County were officially terminated in early 2010 due to a less than favorable cost / benefit analysis and an uncertain future for Business Energy Tax Credits within the State of Oregon. Biomass systems will be the focus of the County renewable energy portfolio as the County continues to explore the potential for biomass generation as well as a biomass heating district and a biomass campus in the upper Hood River Valley. The County will continue to strongly support renewable energy projects and plans of entities operating in Hood River County. Through the Board of County Commissioners, Hood River County has committed itself not only to addressing the future economics of the County, but just as importantly to the future of the Columbia River Gorge, the State of Oregon and our global environment.

Economic stresses and financial condition

The majority of government units today are faced with intense financial pressures as result of the global economic situation. Timber revenue is a major source of operating revenue for the Hood River County General Fund at a historical rate of $3 to $4 million annually (about 40% of revenue) being transferred on a rolling average allocation from the Timber Projects fund. In contrast, property taxes are about 20% of the General Fund's total resources. Hood River County weathered several years of the failing economy better than many other Oregon governmental units because of those timber revenues. The national economic losses of the past several years resulted in the County's timber sale bid prices falling from a high in 2003/2004 of $448 per 1,000 board feet, to lows of $179 per 1,000 board feet in the recent recession period. Sale prices in the 2014/2015 fiscal year improved with an average price of $324 per 1,000 board feet. In spite of the sell price increasing, the impacts of the low price years to the Timber Projects fund revenue have moved the reserve from five to six years down to two years or less in the midst of conditions beyond the County's control. It is evident that the economic situation has not improved as rapidly as hoped and other areas of economic

endeavors for the County have also not progressed as hoped. Actions had been taken in recent years to preserve future operations. Self imposed General Fund spending cutbacks began initially with spending reductions in the last five months of 2009/2010 and carried through 2011/2012. These reductions totaled $4.4 million in timber revenue transfer savings. The County had already been on a cost reduction trajectory for several fiscal years prior to these actions; personnel had been reduced via attrition and programs/materials had been reviewed and reduced as able. In 2012/2013 the County returned to a full formula allocation transfer from the timber funds to the General Fund to allow County operations to begin a much needed, albeit slow, recovery. We know that the County is not clear of potential financial issues, but we feel that actions taken have preserved current and future operations to the best of our ability at this point. The County forest management plan has been modified with an eye toward providing essential future financial resources, as well as protection of the greatest asset of the County. In 2013/2014, action was taken to consolidate forestland resource locations to only Hood River County, ending the long distance management of eastern Oregon forestland. Those 18,749 County owned acres were sold in the second half of that fiscal year for a total of $8 million. Those proceeds are being reinvested in high quality local forest acreage that will enhance the future revenue producing options for the County. 10% of those proceeds are focused on value-added practices and opportunities that will hopefully mitigate the commodity-based cycle of current operations. Local forest land acquisition is underway with intense review of opportunities at hand in order to make the best investment possible for the long term future. Land purchases plus land trades with other local timber operations are both on the table, facilitating the goal of County forest land consolidation.

The County moved into the prior 2013/2014 fiscal year with a renewed three-year public safety bargaining agreement that will carry through to June 30, 2016. Two other non public safety union contracts that were set to expire on June 30, 2014 were also renegotiated. These contracts cover the years beginning July 1, 2014 through June 30, 2017. Negotiations with these units were productive and moved to an amiable settlement for both management and the membership. One other union agreement expiring on June 30, 2015 for deputy district attorney members was renewed before the close of fiscal year 2014/2015.

Most County employees participate in the State of Oregon Public Employees Retirement System (PERS). Due to events and circumstances ranging from stock market losses to decisions made that left assets in the plan unprotected, the PERS program has placed member governments in a situation of owing large unfunded liabilities, with resulting increases in retirement costs. As rates increased and protests of the existing system from member employers became greater, the State legislature has now "overhauled" PERS twice. In a legislative session that ended in August 2003, massive changes to the structure of PERS were dictated which reduced the initially projected employer cost rates. The revisions to the existing plan generated various lawsuits, which have since been resolved with some of the results favoring government employers and some favoring affected employees. In the 2013 spring session revisions additional plan adjustments were acted upon, but the State's governor did not feel enough action was taken and reconvened the legislature in a special 2013 summer session. The County retained a portion of PERS expenditures from both rounds of revisions in a reserve fund as 'backup' should any legal actions create a payback situation. A recommendation was made to the Board of County Commissioners to continue to hold these funds for future PERS increases and/or offsets to the increasing debt service related to pension bonds issued. The Commissioners unanimously approved that recommendation. The County did utilize $250,000 of this reserve in fiscal 2011/2012 to cover increased costs. Although budgeted to be used if needed, none of the reserves were used in fiscal 2012/2013 or 2013/2014. In 2014/2015 the County budgeted and used $157,500 of this reserve.

PERS rates that more than tripled the cost factor to the County for the 2011/2012 and 2012/2013 fiscal years were common elements across member governments that spurred legislators to the above mentioned second round of revisions to the Oregon PERS system. The impacts of those changes generated much speculation regarding what rates would look like for the 2013/2014 and 2014/2015 periods; the average County rate fell 4.37%, from 9.28% to 4.91%. The rates for the 2015/2016 and 2016/2017 fiscal years were received in October 2014 and were again more favorable to the County than expected with an overall average rate of 4.24%, an additional decrease of .67%. Not all local governments were as fortunate with their valuations. It would be unadvisable at this time to speculate on PERS rates into 2017/2018 or beyond. Additional discussion of the PERS impacts

may be found in the MD&A on pages 12 through 20. Ongoing litigation regarding the second round of PERS modifications is ongoing, which may impact any future rates.

In June 2004, the County participated in a pooled sale of pension bonds designed to pay off 100% of the County's portion of the PERS unfunded liability at the date of sale, and to lower the employer portion of retirement cost burden for the future. In conjunction with nine other Oregon local governments, the 2004 series of $126,260,000 twenty-four year pension obligation bonds were sold at a financing rate of 6.15% versus the 8% financing rate projected by Oregon PERS; Hood River County's share of that pool was $5.35 million. This action was taken with a recognized level of risk in future market conditions being not predictable, as well as other factors being involved over which the County has little to no control. Those factors will ultimately determine the success level of this investment; to-date it does appear that this financing option has progressed in the County's favor. The issuance of these retirement bonds created a reduction in the County's employer paid retirement percentage, and a portion of this reduction will serve as the funding source for the payment of the twenty-four year debt service. More information on these retirement bond obligations will be found beginning on page 42.

The authorized maturities of County investments range from one to sixteen months. The 2015 yields on authorized investment instruments began a low level of stabilization in current economic conditions. The 2014/2015 year-end average investment yield of .64% increased slightly over the prior year's .60%. Replacing maturities with equal or better earnings rates continues to be difficult and reliance on the Oregon State Treasury's Local Government Investment Pool earning rate has increased. Changes in the LGIP's investment strategies do impact County investment earnings. The decline in earnings rates affects not only the County, but all funds or tax districts for which the County invests surplus funds.

Awards and Acknowledgements

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

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

In closing, we thank the Hood River County Board of Commissioners for their continued support and leadership. Special appreciation is extended to the staff of the Budget & Finance department for their daily efforts in maintaining the integrity of the financial records. We wish to thank all of the various departmental staff members for their assistance and support in planning and conducting the financial operations of the County.

Respectfully submitted,

David R. Meriwether
County Administrator

Sandra A. Borowy
Director of Budget & Finance

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Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hood River County
Oregon

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

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HOOD RIVER COUNTY, OREGON
June 30, 2015

LEGAL ADDRESS
Administration Building
601 State Street
Hood River, Oregon 97031-1871

BOARD OF COMMISSIONERS

CHAIR — Ron Rivers
Term January 1, 2015 – December 31, 2016

VICE CHAIR — Maui Meyer
District 2
Term January 1, 2013 – December 31, 2016

COMMISSIONER — Karen Joplin
District 1
Term January 1, 2015 – December 31, 2018

COMMISSIONER — Robert Benton
District 3
Term January 1, 2015 – December 31, 2018

COMMISSIONER — Les Perkins
District 4
Term January 1, 2013 – December 31, 2016

OTHER ELECTED OFFICIALS

Matthew T. English — Sheriff
Term January 1, 2013 – December 31, 2016

Cynthia E. Mitchell — Justice of the Peace
Term January 1, 2011 – December 31, 2016

John T. Sewell — District Attorney
Term January 1, 2013 – December 31, 2016

APPOINTED OFFICIALS

David R. Meriwether — County Administrator

Sandra A. Borowy — Director of Budget & Finance

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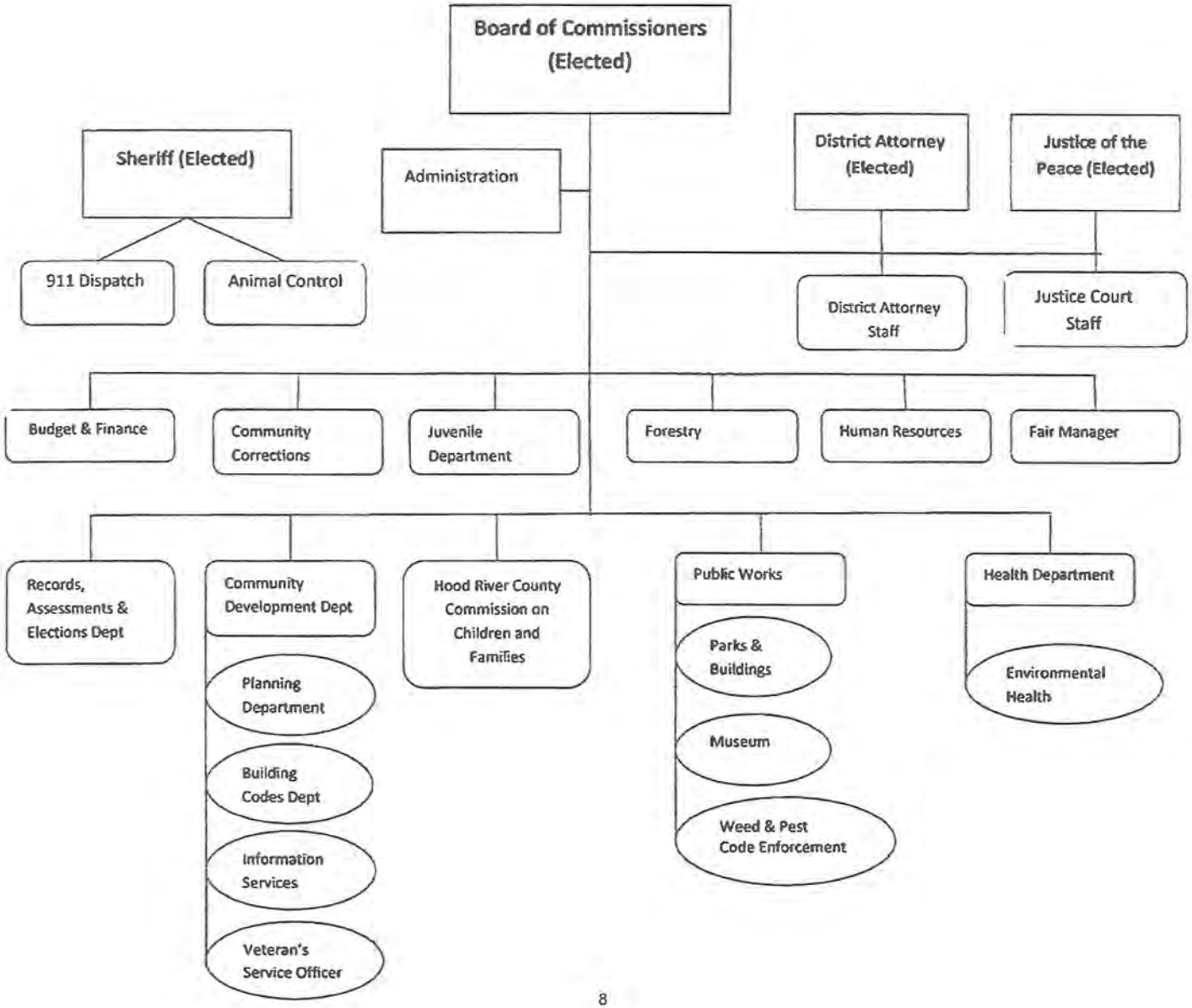
Hood River County Organizational Chart



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FINANCIAL SECTION

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PAULY, ROGERS, AND CO., P.C.
12700 SW 72nd Ave. Tigard, OR 97223
(503) 620-2632 (503) 684-7523 FAX
www.paulyrogersandcocpas.com

December 7, 2015

To the Board of County Commissioners
Hood River County, Oregon
Hood River, Oregon

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units of the 911 Communications District, Windmaster Sewer District, and Windmaster Urban Renewal Agency, each major fund, and the aggregate remaining fund information of Hood River County, Oregon, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. . We did not audit the financial statements of Hood River County Health Facilities Authority. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Hood River County Health Facilities Authority, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Hood River County, Oregon, as of June 30, 2015, and the respective changes in financial position and budgetary comparisons for the General, Public Works, and Timber Projects, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a matter

The County adopted the provisions of GASB 68 – Accounting and Financial Reporting for Pensions and GASB 71 – Pension Transition for Contributions Made Subsequent to the Measurement Date, for the year ended June 30, 2015. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and required supplemental information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary and other information, as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory, statistical sections and the other information, as listed in the table of contents, have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Reports on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2015 on our consideration of the internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance.

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 7, 2015 on our consideration of 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.

Tara M. Kamp, CPA

Tara M. Kamp, CPA
PAULY, ROGERS AND CO., P.C.

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As management of Hood River County, Oregon, we offer readers of the Hood River County financial statements this narrative overview and analysis of the financial activities of Hood River County for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 to 5 of this report.

FINANCIAL HIGHLIGHTS

- The assets of Hood River County exceeded its liabilities at the close of the most recent fiscal year by $111,570,944 on its government-wide Statement of Net Position. Of this amount, $18,843,398 (*unrestricted net position*) may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net position differs from total fund balances by $76,362,564, primarily due to the capital assets of the General and Public Works funds.
- As of the close of the fiscal year, the Hood River County governmental funds reported combined ending fund balances of $35,208,380 a decrease of $856,269 from the prior year. Approximately 59.0% of the ending fund balances, or $20,788,270, is available for spending at the County's discretion (*committed, assigned and unassigned balances*).
- At the close of the current fiscal year, unassigned fund balance for the General Fund was $903,129 or 8.7% of total General Fund expenditures for the fiscal year.
- Hood River County's bonded debt decreased by $355,000 (4%) during the fiscal year; this bonded debt was paid in full as of June 30, 2015. The County did not issue any new debt in 2015 and paid down the principal according to the debt service schedules.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to Hood River County's basic financial statements. Hood River County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of Hood River County and demonstrate compliance with state requirements.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Hood River County's finances, in a manner similar to a private sector business.

The *statement of net position* presents information on all Hood River County assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position might serve as a useful indicator of whether the financial position of Hood River County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus revenues and expenses are reported in this statement for some items that will only affect resulting cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements show functions of Hood River County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The County has no functions that are intended to recover all or a significant portion of their costs through user fees and charges, called business-type activities. The governmental activities of Hood River County include general government, public safety, roads, health and human services, economic development, and culture and recreation.

The government-wide financial statements include not only Hood River County itself (known as the *primary government*), but also four legally separate *component units* for which Hood River County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The first is a health authority, complete financial statements for the Authority can be obtained at Providence Hood River Memorial Hospital, Finance Department, 13th and May Streets, Hood River, Oregon 97031. The second is a 911 communication district, the third is an urban renewal district and the fourth is a sewer district, complete financial statements for the 911 Communications District, Windmaster Urban Renewal District and the Windmaster Sewer District can be obtained at Hood River County, Department of Budget & Finance, 601 State Street, Hood River, OR 97031.

The government-wide financial statements can be found on pages 21 and 22 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Hood River County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Hood River County can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Hood River County maintains twenty-eight individual governmental funds. Information is presented separately in the governmental fund balance sheets and in the governmental fund statement of revenue, expenditures, and changes in fund balances for the General Fund, Public Works Fund, Timber Projects Fund and Timber Interest Fund, all of which are considered to be major funds. Data from the other twenty-four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Hood River County adopts an annual appropriated budget for all of its governmental funds. Budgetary comparison statements have been provided for the funds to demonstrate compliance with this budget, as required by Oregon law.

The governmental fund financial statements can be found on pages 23 and 24 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The County has several agency funds that account for monies held by the County for other governmental agencies. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support Hood River County's own programs.

The agency fund financial statements can be found on pages 29 and 97 through 99 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 30 to 55 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Hood River County's infrastructure assets and the modified approach to maintaining those assets. Also included is a schedule of funding progress addressing other post employment benefits and the Schedule of Proportionate Share of Net Pension Liability & Contributions. Required supplementary information can be found on pages 56 to 59 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are reported immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 60 to 71 of this report.

Government-wide Financial Analysis

As noted earlier, net position might serve over time as a useful indicator of a government's financial position. In the case of Hood River County, assets exceeded liabilities by $111,570,944 at the close of the fiscal year ended June 30, 2015.

By far the largest portion of Hood River County's net position (71.1%) reflects its investment in capital assets (e.g., land, infrastructure, buildings, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. Hood River County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Hood River County investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, primarily property taxes, since the capital assets themselves cannot be used to liquidate these liabilities.

Hood River County's Net Position

	2015	2014*	Change
Current and other assets	$ 43,715,706	$ 48,659,964	$ (4,944,258)
Capital assets	79,043,121	79,448,609	(405,488)
Total assets	122,758,827	128,108,573	(5,349,746)
Long-term liabilities	6,510,441	7,095,006	(584,565)
Other liabilities	3,210,231	4,628,563	(1,418,332)
Total liabilities	9,720,672	11,723,569	(2,002,897)
Net deferred pension asset	1,467,211	-	1,467,211
Net investment in capital assets:			
Invested in capital assets, net of related debt	78,652,912	80,386,333	(1,733,421)
Restricted	14,074,634	14,443,036	(368,402)
Unrestricted	18,843,398	21,555,635	(2,712,237)
Total net position	$ 111,570,944	$ 116,385,004	$ (4,814,060)

* Note: June 30, 2014 activities were not restated for GASB 68, actuarial data not available.

12.6% of Hood River County's net position represents resources that are subject to external restrictions on how they may be used. The unrestricted net position of $18,843,398 may be used to meet the County's ongoing obligations to citizens and creditors.

At June 30, 2015, Hood River County reported positive balances in all categories of net position, both for the County as a whole, as well as for its separate governmental activities. The same situation held true at the end of the prior fiscal year.

Governmental activities. Hood River County net position decreased by $4,814,060. Key elements of this decrease are as follows:

Hood River County's Changes in Net Position

	Fiscal year ended		Change
	2015	2014*	Inc/(Dec)
Revenues:			
Program revenues:			
Charges for services	$ 3,556,126	$ 3,534,827	$ 21,299
Operating grants and contributions	5,240,215	5,234,040	6,175
Capital grants and contribution	107,697	1,399,854	(1,292,157)
General revenues:			
Property taxes	3,315,940	3,071,038	244,902
Other taxes	618,047	620,674	(2,627)
Grants and contributions not restricted to specific programs	262,790	243,370	19,420
Timber Sales	3,449,493	3,851,646	(402,153)
Other	24,103	1,699,531	(1,675,428)
Total revenues	16,574,411	19,654,980	(3,080,569)
Expense:			
General government	3,499,809	3,100,017	399,792
Public safety	5,071,330	5,571,932	(500,602)
Public works	2,580,071	2,916,029	(335,958)
Health & Sanitation	1,764,084	1,864,130	(100,046)
Forestry	973,083	1,049,648	(76,565)
Community services	1,806,084	1,925,265	(119,181)
Education	203,803	234,004	(30,201)
Total expenses	15,898,264	16,661,025	(762,761)
Decrease in net position	676,147	2,993,955	(2,317,808)
Net position July 1	110,894,797	113,391,049	(2,496,252)
Net position June 30	$ 111,570,944	$ 116,385,004	$ (4,814,060)

* Note: June 30, 2014 activities were not restated for GASB 68, actuarial data not available.

Individual increases and decreases in expenses were necessitated by County management's evaluation of needs and resources, as well as changes in the operating environment. Timber sale have increased dramatically as the County works to rebuild timber reserves for the future, while remaining compliant with the County's self-adopted Forest Management plan. Other revenue changes result from a onetime gain on the sale of forest land in 2014, plus economic conditions that are not under our control. Grant revenues are affected by federal and state funding availability and the County's need for funding of programs. Judicious, planned spending caused the decrease of expenses in an inflationary time.

Financial Analysis of the County's Funds

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

Governmental funds. The focus of Hood River County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing

Hood River County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2015, Hood River County's governmental funds reported combined ending fund balances of $35,208,380, a decrease of $856,269 from the prior year. Approximately 99.0% of this total amount ($34,862,904) constitutes restricted, assigned and unassigned fund balance, which is available for spending at the County's discretion. The remainder of fund balance is nonspendable to indicate that it is not available because it is held in Public Works inventory ($324,964) and prepaid expenses ($20,512).

The General Fund is the primary operating fund of Hood River County. At June 30, 2015, unassigned fund balance of the General Fund was $903,129. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. The total unassigned General Fund balance represents 8.7% of total General Fund expenditures for the year ended June 30, 2015.

The unassigned fund balance of the Hood River County General Fund decreased by $159,365 during the year ended June 30, 2015. The Fund's revenue was slightly lower than expected with a favorable variance of $180,899. Additionally, uncertainties surrounding many financial resources and management's efforts to control and reduce costs, plus not requiring use of the budgeted contingency ($200,000), resulted in actual expenditures at a lower level than budgeted ($1,162,862). Each budget category's results reflected under budget spending, including that unspent contingency, with large savings occurring in the materials and services ($468,594) and personal services ($432,720) categories. Several departments in the General Fund experienced reductions in those two areas for a variety of reasons. Between fiscal 2013/2014 and 2014/2015, actual revenues increased by $218,250, actual expenditures increased by $78,635 due to personal services costs increasing with a 1% cost of living increase for staff. Other sources and uses of funds decreased between the 2013/2014 and 2014/2015 fiscal years ($255,401) due in majority to a prior year interfund loan not reoccurring in the current year.

The Public Works fund is the operating fund that covers County road repair and maintenance. At June 30, 2015, restricted fund balance of the Public Works fund was $10,998,551, plus a small nonspendable amount of $324,964 for inventory. The fund balance decreased $471,360 (4.0%) over the prior year due in majority to federal and state sourced special projects funds not being sought for the 2014/2015 year ($758,580). The County's share in federal secure rural schools funding (road maintenance funds) has been and continues to be very uncertain. The 2014/2015 year was, again, slated to be the last year for receipt of these funds, but another extension was received for 2014/2015 again at a reduced level. In this 2015 fiscal year the federal funding received was $597,119. The County has been taking an increasing conservative approach to current road expenditures in order to fund future years. The ongoing uncertainty regarding the continuation of federal funding has put the future of road maintenance for the County into a questionable position, one that the County government continues to attempt to resolve.

The Timber Projects Fund is the operating fund that reports timber activities which include revenues received plus the costs involved in managing the County's major revenue source. At June 30, 2015, the committed fund balance of the Timber Projects fund was $15,660,636, with no amount being restricted. The fund balance decreased $192,587, or 1.2%, over the prior year. The economic downturn of the past years has put increasing pressure on the timber activities for the County. A relatively small volume of timber was sold in the 2007/2008, 2008/2009, 2009/2010 and 2010/2011 fiscal years which reduces the amount of funds available for transfer to the General Fund. Sale activity began picking up in the 2011/2012 through 2014/2015 years which has helped hold the balance in the fund at a fairly stable level. A rolling 10 year average is used to calculate the annual amount of funds available for General Fund transfer. The years of decreases in sale volumes, as well as the dollars received from those sales, will impact transfer dollars in future fiscal years. In the 2009/2010, 2010/2011 and 2011/2012 years, the County elected to reduce the transfer to the General Fund by $4,400,000 in order to reserve timber funds for future periods. In fiscal 2014/2015 the transfer amount was at a 'normal' level with the standard 10 year rolling average formula ($2,888,700), which continues to reflect those prior years of sales volume losses.

General Fund Budgetary Highlights

Differences between the original budget and the final amended appropriations budget totaled $373,185 and are briefly summarized as follows:

- Personal services increased $1,225 primarily due to staff cost allocation adjustments.

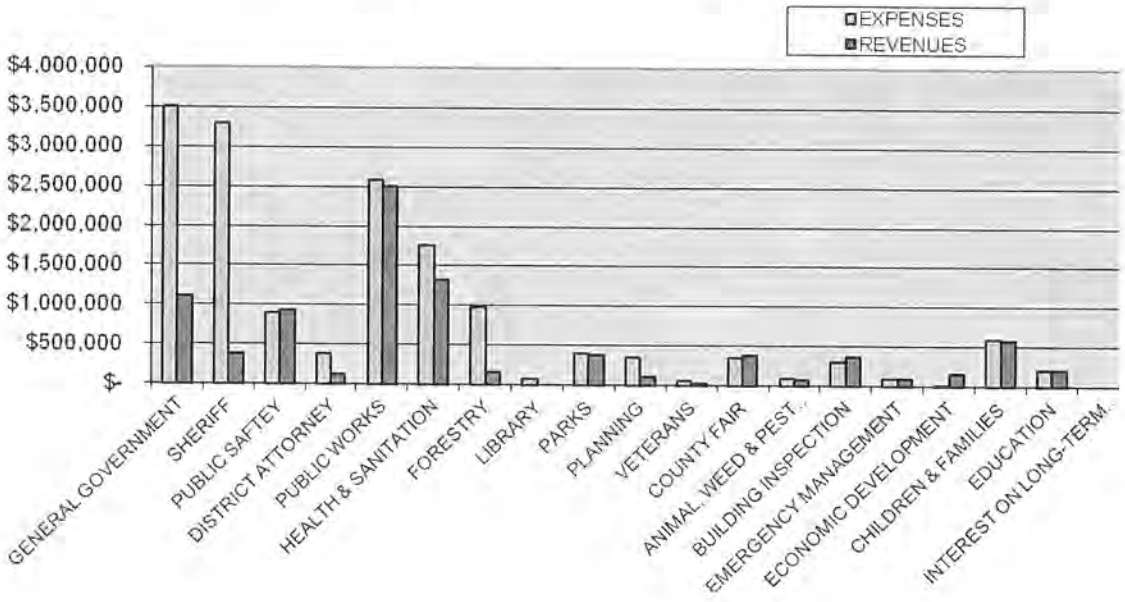
- Materials and services increased $153,310 due to grant funding ($49,100) and donations ($10,000) for forest trails projects; health department donation for an electronic records system ($10,000); change in museum management structure moved funds from personal services to materials and services ($40,000); new state funds provided for veterans services ($10,000); additional state funding provided for emergency management ($2,445); federal funding provided for continuity of operations planning ($25,000); community grant funds received for purchase of sheriff deputy ballistic vests ($9,765).

- Capital outlay increased a net of $184,500 due to state funding received to purchase a new marine patrol boat ($60,000); an environmental grant received to purchase an air curtain burner for disposal of orchard waste ($58,500); two state grants received to upgrade parks facilities ($26,000); federal grant to purchase mobile data terminals for sheriff patrol vehicles ($40,000).

- Other expenses were increased $34,150 due to an estate donation received and passed through to museum management not-for-profit organization operating the County museum.

During the year, revenue projections were adjusted to accommodate resources that were not anticipated at the time of the original budget. Actual expenditures were less than budgetary estimates, thus eliminating the need to draw upon contingency.

HOOD RIVER COUNTY EXPENSES AND PROGRAM REVENUES - GOVERNMENTAL ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2015



Capital Assets and Debt Administration

Capital assets. Hood River County investment in capital assets for its governmental activities as of June 30, 2015, amounts to $79,043,121 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, furniture and fixtures, vehicles, roads and bridges. The total decrease in capital assets for the current fiscal year was $405,488 or .51% resulting in the majority from the sale of properties acquired via tax foreclosures ($326,007); the balance of decrease in capital assets resulted from the surplus of vehicles and machinery that has reached the end of their useful lives for the County.

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

- Replacement vehicles for the Sheriff functions; equipment purchases for public works; various building improvement projects.

Hood River County's Capital Assets
(net of depreciation)

	June 30,	
	2015	2014
Land	$ 14,545,813	$ 14,871,820
Buildings and improvement	9,301,047	9,369,710
Furniture and fixtures	6,745	8,793
Vehicles	520,053	487,902
Machinery and equipment	1,629,440	1,677,887
Infrastructure	53,032,497	53,032,497
Construction in progress	7,526	-
Total	$ 79,043,121	$ 79,448,609

Hood River County has committed resources to the maintenance and preservation of the infrastructure system (e.g., roads, bridges) as authorized by the governing body. The approved condition level commitment is based on historical records generated by the Public Works department whose records were used in the recommendation to the Board of Commissioners to adopt the modified approach to infrastructure assets.

The modified approach to infrastructure reporting permits Hood River County to expense the costs associated with the maintenance of those assets in the current reporting period versus depreciating the assets over a predetermined number of years. Hood River County maintains an inventory of these assets and performs annual condition assessments on rotating segments to ensure that the predetermined condition level is being maintained in accordance with the approved plan. Each budget year Hood River County, through the Public Works department, will include the costs to maintain the infrastructure system at the condition level adopted in the annual budget and will review the annual results for assurance that those requirements have been met.

In the year ended June 30, 2015 the results of the condition assessment was compared to the prior year condition assessment. All infrastructure assets are at or above the 70% level established by the County Board of Commissioners; the prior year's 76% is the same as the current year 76%. The expenditure estimate for infrastructure condition maintenance in the current year public works budget was $400,000 with actual cost being $726,242. This is a $33,475 or 4.4% decrease from the prior year expense and resulted from changes with road paving locations and acquisition of materials issues.

Additional information on Hood River County's capital assets and the modified approach can be found in note 5 on page 39, and in the Required Supplementary Information on pages 56 and 57.

Long-term debt. At June 30, 2015, Hood River County had total bonded debt outstanding of $5,383,559. This entire amount is backed by the full faith and credit of the County. General obligation debt issued in 2000 for library improvements was paid in full as of June 30, 2015.

The Public Employees Retirement System (PERS) is the state of Oregon's public pension system. In the system, the actuarial liability is the present value of the plan's current and expected benefits payments (plus administrative expenses). If a pension fund's actuarial liability exceeds its assets, then the fund has a shortfall that is known as an unfunded actuarial liability or "UAL". As of May 2004 a UAL for Hood River County was calculated as $5,355,000. PERS requires member governments to pay (or "amortize") this UAL over a period of approximately twenty-six years at an interest rate of 8% per annum. In this fiscal year the County took the action of issuing pension obligation bonds to reduce the long-term interest costs on the PERS provided financing of the UAL. This reduction in the rate of financing should mitigate the effects of future increases to the County's UAL. As long as PERS' investment returns exceed the costs of

servicing the bonds, the benefits of the program will exceed the costs. The County's UAL was substantially reduced, but not eliminated, by this borrowing. There are factors influencing the operation of PERS that could change at any time, thereby helping or reducing the benefit of participating in the bond program. At the end of the current fiscal year, Hood River County has pension obligation debt outstanding of $4,950,000.

Hood River County's Outstanding Debt
General Obligation and Pension Bonds

	June 30,	
	2015	2014
General obligation bonds	$ -	$ 355,000
Pension obligation bonds	4,950,000	5,075,000
Note Payable	433,599	582,724
Total	$ 5,383,599	$ 6,012,724

Additional information on Hood River County's long-term debt can be found in note 9 on pages 42 though 46 of this report. Additional component unit debt is also described in that note.

Economic Factors and Next Year's Budgets and Rates

At June 30, 2015, the unemployment rate for Hood River County was 4.6%, which is a .70% decrease from the rate a year ago of 5.3%. This rate is much lower than the State of Oregon June 30, 2015 average unemployment rate of 5.8% and than the national rate of 5.5%. Efforts to stimulate the local economy and bring family wage jobs to the county continue to be a high priority for the Board of Commissioners. Economic development work within the county has brought attention to the area and will, hopefully, garner new family wage jobs in the county bringing with them a fair standard of living to the residents in the County and surrounding area. Economic development efforts continue on with the goal of bringing additional successes to the county in the near future.

At June 30, 2015, the County moved into 2015/2016 with a renewed three-year public safety bargaining agreement that will carry through to June 30, 2016. Two other non public safety union contracts that were set to expire on June 30, 2014 were also renegotiated. These contracts cover the years beginning July 1, 2014 through June 30, 2017. Negotiations with these units were productive and moved to an amiable settlement for both management and the membership. One other union agreement expiring on June 30, 2015 for deputy district attorney members was renewed before June 30, 2015.

Health insurance costs continue to be a key concern for the County and its employees. Costs increased steadily for several years at the rate of 10%-25% per year, but held reasonably steady for 2012/2013 through 2014/2015 years due to several plan changes made to lower the premium costs to both the County and the covered staff members. Contribution from employees toward their health coverage premium is at 15% for all covered staff. Efforts by management and staff to keep premium costs under control through management of particular plan benefits are ongoing and have contributed to the cost containment. Plan revisions and alternative sources have been researched, considered and initiated to the extent that the majority of affected staff agreed to the changes.

Retirement benefit funding is an increasingly more expensive personal services item. The state public employee's retirement system (PERS) covers a large majority of the public employees in Oregon and has experienced the same economic downturn issues within their program. Every two years, each employer's status in the PERS system is evaluated by an actuary and contribution rates for the next two budget years are assigned. These rates are designed to cover the liabilities associated with the future retirement costs faced by the employers as the makeup of their workforce changes. Shortfalls in the projections are unfunded liabilities and cause the assigned rates to increase accordingly. In the fiscal periods of 2009/2010 and 2010/2011, the County's average PERS rate was 2.13%, in the fiscal periods of 2011/2012 and 2012/2013 the County's rates increased to an average of 6.56%. Employers across the state received *initial* new rates for fiscal 2013/2014 and 2014/2015, with the County's average rate being projected at 9.28%. Legislative changes in the past have had limited success in remedying the situation due to organized labor challenges in the court system. The 2013 legislative session again took on the issues

associated with the increasing cost of retirement benefits in PERS. After changes were passed in the spring session, the state's Governor reconvened the legislature for an additional brief summer session to specifically address further PERS reforms. Between the two 2013 sessions, significant changes to the calculation of the rates had been made, but with no guarantee that legal actions would not disrupt these new rules. The County's contribution rate decreased from the original 9.28% average to 4.91%.

The State of Oregon has experienced a variety of revenue fluctuations during the last few years. The 2014/2015 revenue forecast was predicted to be at least stable from 2013/2014 forward, with a chance of increased revenues in greatest part from increases in personal and corporate income tax receipts. As the State attempts to balance its budget, funds provided to local governments have been somewhat unpredictable in the areas of health and human services, which includes mental health, juvenile programs, services to children, public health, and public safety such as community corrections. The changes in program structures and fiscal projections by the State have created uncertainty for many of the County's program services. The State's governor has proposed a revenue package that balanced the state's 2015/2017 biennial budget giving local governments their base for the next two-year period. However, the likelihood of changes to the projections by the state is always a pending factor affecting local governments and the same revenue questions remain for future legislative sessions.

The County is one of several local governments nationwide that have received federal timber funds since 1997. These funds were dedicated to local governments affected by the loss of funding from cutbacks in federal timber harvests and, in Hood River County, were directed to Public Works road issues. In the last few years the discussion at the federal level has been to cut these funds from the federal budget which, in turn, has created a cycle of great uncertainty for those affected governments. Through an unexpected series of events resulting from the nation's economic crisis, this funding was made part of the economic bailout legislation for a four year term. The funding formula included declining percentages over the four years with very low expectation of renewal after 2011/2012. The 2013 and 2014 years were extension years, as was 2015. Amounts for these years were an uncertainty until actually received; the 2013 amount provided to the Public Works fund was $651,525, 2014 was $613,096 and 2015 reduced further to $597,119. The federal government has been unable to reach agreement on stable continued funding, but the County has been advised that at least another one year extension for 2015/2016 funding is under discussion. A federal level effort by congressional representatives is underway to establish this revenue allocation as a long term program.

In order to remove some of the financial strain on the County General Fund, the Hood River County Library was closed on June 30, 2010. The County worked with the community to form a local resident's steering committee charged with the task of developing a plan for a new Library District. The committee came together twice, putting a tax district measure forward in May 2010 and November 2010. The November measure attempt was successful. During fiscal 2010/2011, the new Hood River County Library District was under formation with the district re-opening the Library doors on July 1, 2011. The County continues to support the new district via building occupancy allowances and maintenance support. As of July 1, 2016, the County will turn the building and park assets over to the District, with a caveat that the County retains revision rights should the District ceases operations or desire to relocate library services.

All of these factors were considered in preparing Hood River County's budget for the 2016 fiscal year.

Requests for Information

The financial report is designed to provide a general overview of Hood River County's finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Director of Budget & Finance
Hood River County
601 State Street
Hood River, Oregon 97031-1871

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BASIC FINANCIAL STATEMENTS

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HOOD RIVER COUNTY, OREGON
STATEMENT OF NET POSITION
JUNE 30, 2015

	PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES	911 COMMUNICATIONS COMPONENT	WINDMASTER URBAN RENEWAL COMPONENT	WINDMASTER SEWER DISTRICT COMPONENT
ASSETS				
CASH AND INVESTMENTS	$ 34,850,424	$ 2,648,933	$ 51,254	$ 4,304
TAXES RECEIVABLE	181,358	62,635	6,773	-
ACCOUNTS RECEIVABLE	1,197,437	67,580	-	9,532
CONTRACTS RECEIVABLE	1,533,541	-	-	-
NOTE RECEIVABLE	-	-	-	-
INVENTORIES	324,964	-	-	-
PREPAID EXPENSES	20,512			
INVESTMENT IN JOINT VENTURE	4,688,110	-	-	-
NET PENSION ASSET	919,360			
CAPITAL ASSETS:				
LAND AND INFRASTRUCTURE	67,585,836	-	-	-
DEPRECIABLE BUILDINGS, IMPROVEMENTS PROPERTY AND EQUIPMENT, net	11,457,285	113,158	-	2,453,136
TOTAL ASSETS	122,758,827	2,892,506	58,027	2,466,972
LIABILITIES				
ACCOUNTS PAYABLE	666,903	5,465	84	216
SALARIES AND FRINGE PAYABLE	413,726	41,796	-	-
BOND INTEREST PAYABLE	26,910	-	-	-
UNEARNED REVENUE	1,534,666			
DEPOSITS	107,264	-	-	-
ACCRUED COMPENSATED ABSENCES	460,762	57,186	-	-
LONG-TERM DEBT DUE WITHIN ONE YEAR	216,114	-	-	-
LONG -TERM DEBT DUE IN MORE THAN ONE YEAR	6,292,327	-	-	-
TOTAL LIABILITIES	9,720,672	104,447	84	216
DEFERRED INFLOWS				
NET DEFERRED PENSION ASSET	1,467,211	-	-	-
NET POSITION				
NET INVESTMENT IN CAPITAL ASSETS	78,652,912	113,158	-	2,453,136
RESTRICTED FOR DEBT SERVICE	22,865			
RESTRICTED FOR CAPITAL PROJECTS	1,441,718	-	-	-
RESTRICTED FOR SERVICES	12,610,051	-	-	-
UNRESTRICTED	18,843,398	2,674,901	57,943	13,620
TOTAL NET POSITION	$ 111,570,944	$ 2,788,059	$ 57,943	$ 2,466,756

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HOOD RIVER COUNTY, OREGON
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2015

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES: CHARGES FOR SERVICES	PROGRAM REVENUES: OPERATING GRANTS & CONTRIBUTIONS	PROGRAM REVENUES: CAPITAL GRANTS & CONTRIBUTIONS	NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION: PRIMARY GOVERNMENT: TOTAL GOVERNMENTAL ACTIVITIES	911 COMMUNICATIONS COMPONENT	WINDMASTER URBAN RENEWAL COMPONENT	WINDMASTER SEWER DISTRICT COMPONENT
PRIMARY GOVERNMENT:								
GOVERNMENTAL ACTIVITIES:								
GENERAL GOVERNMENT	$ 3,499,807	$ 679,449	$ 400,153	$ 29,250	$ (2,390,955)			
SHERIFF	3,302,204	94,556	283,854	-	(2,923,794)			
PUBLIC SAFETY	896,083	459,056	480,133	-	43,106			
DISTRICT ATTORNEY	380,408	33,490	92,285	-	(254,633)			
PUBLIC WORKS	2,580,071	541,659	1,958,028	-	(80,384)			
HEALTH & SANITATION	1,764,084	562,153	761,670	-	(440,261)			
FORESTRY	973,083	50,371	76,301	25,000	(821,411)			
LIBRARY	75,847	-	-	-	(75,847)			
PARKS	394,055	332,761	34,144	13,484	(13,666)			
PLANNING	342,463	71,456	40,000	-	(231,007)			
VETERANS	54,552	-	29,200	-	(25,352)			
COUNTY FAIR	345,843	314,873	71,664	-	40,694			
ANIMAL, WEED & PEST CONTROL	96,274	38,615	29,803	-	(27,856)			
BUILDING INSPECTION	300,628	373,460	-	-	72,832			
EMERGENCY MANAGEMENT	95,733	-	58,769	39,963	2,999			
ECONOMIC DEVELOPMENT	7,387	-	149,392	-	142,005			
PREVENTION PROGRAM	585,937	4,227	575,779	-	(5,931)			
EDUCATION	203,803	-	199,040	-	(4,763)			
TOTAL PRIMARY GOVERNMENT ACTIVITIES	**$ 15,898,264**	**$ 3,556,126**	**$ 5,240,215**	**$ 107,697**	(6,994,226)			
COMPONENT UNITS:								
911 COMMUNICATIONS	$ 1,341,947	$ 274,261	$ -	$ -		$ (1,067,686)		
WINDMASTER URBAN RENEWAL	152,701	-	25,000	-			$ (127,701)	
WINDMASTER SEWER DISTRICT	31,796	30,385	-	-				$ (1,411)
GENERAL REVENUES:								
TAXES:								
PROPERTY TAXES, LEVIED FOR GENERAL PURPOSES					2,949,549	1,134,336	136,260	-
PROPERTY TAXES, LEVIED FOR DEBT SERVICE					366,391	-	-	-
PUBLIC SERVICE TAXES					618,047	-	-	-
GAIN / (LOSS) ON SALE OF ASSETS					(311,568)	-	-	-
INVESTMENT EARNINGS					335,671	12,754	187	53
MISCELLANEOUS					262,790	5,874	-	21,828
TIMBER SALES					3,449,493	-	-	-
TOTAL GENERAL REVENUES					7,670,373	1,152,964	136,447	21,881
CHANGE IN NET POSITION					676,147	85,278	8,746	20,470
NET POSITION BEG OF YEAR - AS RESTATED					110,894,797	2,702,781	49,197	2,446,286
NET POSITION, END OF YEAR					$ 111,570,944	$ 2,788,059	$ 57,943	$ 2,466,756

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HOOD RIVER COUNTY, OREGON
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015

	GENERAL	PUBLIC WORKS	TIMBER PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
CURRENT ASSETS:					
CASH AND INVESTMENTS	$ 2,420,430	$ 10,671,618	$ 15,496,636	$ 6,261,740	$ 34,850,424
TAXES RECEIVABLE	181,358	-	-	-	181,358
ACCOUNTS RECEIVABLE	333,460	195,058	309,478	359,441	1,197,437
CONTRACTS RECEIVABLE	-	-	1,336,329	197,212	1,533,541
INVENTORIES	-	324,964	-	-	324,964
DUE FROM OTHER FUNDS	62	-	-	-	62
INTERFUND RECEIVABLE	-	325,470	-	-	325,470
PREPAID EXPENSES	17,907	-	-	2,605	20,512
TOTAL ASSETS	$ 2,953,217	$ 11,517,110	$ 17,142,443	$ 6,820,998	$ 38,433,768
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES					
CURRENT LIABILITIES:					
ACCOUNTS PAYABLE	$ 222,640	$ 134,849	$ 145,478	$ 163,936	$ 666,903
ACCRUED SALARIES & FRINGE PAYABLE	290,154	58,746	-	64,826	413,726
UNEARNED REVENUE	-	-	1,336,329	198,337	1,534,666
DUE TO OTHER FUNDS	-	-	-	62	62
INTERFUND PAYABLE	325,470	-	-	-	325,470
DEPOSITS	107,264	-	-	-	107,264
TOTAL LIABILITIES	945,528	193,595	1,481,807	427,161	3,048,091
DEFERRED INFLOWS OF RESOURCES					
UNAVAILABLE REVENUE - PROPERTY TAX	177,297	-	-	-	177,297
TOTAL DEFERRED INFLOWS OF RESOURCES	177,297	-	-	-	177,297
FUND BALANCES:					
NONSPENDABLE	17,907	324,964	-	2,605	345,476
RESTRICTED	-	10,998,551	-	3,076,083	14,074,634
COMMITTED	-	-	15,660,636	3,315,149	18,975,785
ASSIGNED	909,356	-	-	-	909,356
UNASSIGNED	903,129	-	-	-	903,129
TOTAL FUND BALANCES	1,830,392	11,323,515	15,660,636	6,393,837	35,208,380
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 2,953,217	$ 11,517,110	$ 17,142,443	$ 6,820,998	

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION ARE DIFFERENT BECAUSE:	
CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES ARE NOT FINANCIAL RESOURCES AND THEREFORE ARE NOT REPORTED IN THE FUNDS.	79,043,121
INVESTMENT IN JOINT VENTURE - NOT AVAILABLE TO THE COUNTY	4,688,110
NET PENSION ASSET IS NOT RECORDED IN THE GOVERNMENTAL FUNDS	919,360
DEFERRED INFLOWS RELATED TO THE NET PENSION ASSET ARE NOT RECORDED IN THE GOVERNMENTAL FUNDS	(1,467,211)
OTHER LONG TERM ASSETS ARE NOT AVAILABLE TO PAY FOR CURRENT PERIOD EXPENDITURES AND THEREFORE ARE NOT RECOGNIZED IN THE FUNDS: PROPERTY TAXES EARNED BUT UNAVAILABLE	177,297
ACCRUED COMPENSATED ABSENCES ARE NOT DUE AND PAYABLE IN THE CURRENT PERIOD AND THEREFORE ARE NOT REPORTED IN THE FUNDS.	(460,762)
ACCRUED INTEREST IS NOT REPORTED IN THE GOVERNMENTAL FUNDS	(26,910)
LONG-TERM DEBT PAYABLE AND OTHER POST EMPLOYMENT BENEFITS, ARE NOT DUE AND PAYABLE IN THE CURRENT PERIOD AND THEREFORE ARE NOT REPORTED IN THE FUNDS	(6,510,441)
NET POSITION OF GOVERNMENTAL ACTIVITIES	$ 111,570,944

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HOOD RIVER COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

	GENERAL	PUBLIC WORKS	TIMBER PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES					
PROPERTY TAXES	$ 2,925,546	$ -	$ -	$ 367,550	$ 3,293,096
OTHER TAXES	239,191	-	-	378,856	618,047
INTERGOVERNMENTAL	1,228,396	2,268,875	-	1,832,649	5,329,920
TIMBER SALES	-	-	3,449,493	-	3,449,493
FINES AND FEES	1,860,197	426,667	14,043	1,295,039	3,595,946
INVESTMENT EARNINGS	15,446	55,719	-	94,819	165,984
DONATIONS & CONTRIBUTIONS	69,332	-	-	45,134	114,466
PERS IN LIEU	-	-	-	434,129	434,129
OTHER REVENUE	19,271	28,712	-	100,341	148,324
TOTAL REVENUES	6,357,379	2,779,973	3,463,536	4,548,517	17,149,405
EXPENDITURES					
CURRENT OPERATING:					
GENERAL GOVERNMENT	2,908,139	-	-	342,393	3,250,532
SHERIFF	3,518,708	-	-	55,217	3,573,925
PUBLIC SAFETY	1,001,921	-	-	-	1,001,921
DISTRICT ATTORNEY	226,182	-	-	201,700	427,882
PUBLIC WORKS	21,598	2,638,082	-	-	2,659,680
HEALTH & SANITATION	703,194	-	-	1,214,224	1,917,418
FORESTRY	686,103	-	429,500	-	1,115,603
PARKS	351,100	-	-	-	351,100
PLANNING	388,891	-	-	-	388,891
VETERANS	58,237	-	-	-	58,237
COUNTY FAIR	-	-	-	370,271	370,271
ANIMAL, WEED & PEST CONTROL	36,092	-	-	72,687	108,779
BUILDING INSPECTION	-	-	-	321,408	321,408
EMERGENCY MANAGEMENT	98,710	-	-	-	98,710
ECONOMIC DEVELOPMENT	-	-	-	7,387	7,387
CHILDREN & FAMILIES	-	-	-	627,037	627,037
EDUCATION	-	-	-	203,803	203,803
CAPITAL OUTLAY	373,122	12,848	35,923	356,340	778,233
DEBT SERVICE:					
PRINCIPAL	-	-	-	480,000	480,000
INTEREST	-	-	-	324,366	324,366
TOTAL EXPENDITURES	10,371,997	2,650,930	465,423	4,576,833	18,065,183
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,014,618)	129,043	2,998,113	(28,316)	(915,778)
OTHER FINANCING SOURCES (USES)					
TRANSFERS IN	3,994,400	100,000	349,300	485,625	4,929,325
TRANSFERS OUT	(301,295)	(725,000)	(3,540,000)	(363,030)	(4,929,325)
PROCEEDS FROM THE SALE OF ASSETS	14,364	24,596	-	20,549	59,509
TOTAL OTHER FINANCING SOURCES (USES)	3,707,469	(600,404)	(3,190,700)	143,144	59,509
NET CHANGE IN FUND BALANCES	(307,149)	(471,361)	(192,587)	114,828	(856,269)
FUND BALANCES - BEGINNING	2,137,541	11,794,876	15,853,223	6,279,009	36,064,649
FUND BALANCES - ENDING	$ 1,830,392	$ 11,323,515	$ 15,660,636	$ 6,393,837	$ 35,208,380

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HOOD RIVER COUNTY, OREGON
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2015

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENT FUNDS			$ (856,269)
AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES ARE DIFFERENT BECAUSE:			
GOVERNMENT FUNDS REPORT CAPITAL OUTLAYS AS EXPENDITURES WHILE GOVERNMENTAL ACTIVITIES REPORT DEPRECIATION EXPENSE TO ALLOCATE THOSE EXPENDITURES OVER THE LIFE OF THE ASSETS. THIS IS THE AMOUNT BY WHICH CAPITAL OUTLAYS EXCEEDED DEPRECIATION IN THE CURRENT PERIOD.			
EXPENDITURES FOR CAPITAL ASSETS	$	617,279	
CAPITAL ASSETS RETIRED OR SOLD		(371,077)	
LESS CURRENT YEAR DEPRECIATION		(651,690)	(405,488)
REVENUES IN THE STATEMENT OF ACTIVITIES THAT DO NOT PROVIDE CURRENT FINANCIAL RESOURCES ARE NOT REPORTED AS REVENUES IN THE FUNDS.			
CHANGE IN UNAVAILABLE PROPERTY TAXES			22,844
CHANGE IN NOTE RECEIVABLE			(21,828)
SOME EXPENSES REPORTED IN THE STATEMENT OF ACTIVITIES DO NOT REQUIRE THE USE OF CURRENT FINANCIAL RESOURCES AND THEREFORE ARE NOT REPORTED AS EXPENDITURES IN GOVERNMENTAL FUNDS.			
CHANGE IN COMPENSATED ABSENCES			(3,718)
PERS PENSION EXPENDITURES NOT RECOGNIZED IN GOVERNMENTAL FUNDS			1,184,187
THE ISSUANCE OF LONG-TERM DEBT PROVIDES CURRENT FINANCIAL RESOURCES TO GOVERNMENTAL FUNDS, WHILE THE REPAYMENT OF THE PRINCIPAL OF LONG-TERM DEBT CONSUMES THE CURRENT FINANCIAL RESOURCES OF GOVERNMENTAL FUNDS:			
PAYMENT OF PRINCIPAL ON LONG-TERM DEBT			629,165
CHANGE IN INTEREST ACCRUAL			2,167
IN THE STATEMENT OF ACTIVITIES, THE CONTRIBTIONS TO THE POST RETIREMENT HEALTH BENEFITS PROGRAM IN EXCESS OF THE ACTUARIALLY DETERMINED CONTRIBUTION AMOUNT INCREASED THE NET OPEB LIABILITY. THE LIABILITY IS NOT RECOGNIZED IN THE GOVERNMENTAL FUNDS BALANCE SHEET			(44,600)
CHANGE IN INVESTMENT IN JOINT VENTURE			169,687
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES			$ 676,147

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HOOD RIVER COUNTY, OREGON
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
PROPERTY TAXES	$ 2,760,000	$ 2,760,000	$ 2,925,546	$ 165,546
OTHER TAXES	128,300	220,300	239,191	18,891
INTERGOVERNMENTAL	1,384,359	1,437,904	1,228,396	(209,508)
FINES AND FEES	1,526,400	1,649,515	1,860,197	210,682
INVESTMENT EARNINGS	20,000	20,000	10,650	(9,350)
DONATIONS & CONTRIBUTIONS	-	69,450	69,332	(118)
OTHER REVENUE	300	14,515	19,271	4,756
TOTAL REVENUES	5,819,359	6,171,684	6,352,583	180,899
EXPENDITURES				
PERSONAL SERVICES	6,866,425	6,867,650	6,434,930	(432,720)
MATERIALS & SERVICES	2,143,679	2,296,989	1,828,395	(468,594)
CAPITAL OUTLAY	222,760	407,260	373,122	(34,138)
SPECIAL PAYMENTS	1,728,810	1,762,960	1,735,550	(27,410)
CONTINGENCY	200,000	200,000	-	(200,000)
TOTAL EXPENDITURES	11,161,674	11,534,859	10,371,997	(1,162,862)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,342,315)	(5,363,175)	(4,019,414)	(1,343,761)
OTHER FINANCING SOURCES (USES)				
TRANSFERS IN	4,464,400	4,464,400	3,994,400	(470,000)
TRANSFERS OUT	(130,085)	(146,785)	(143,795)	(2,990)
SALE OF ASSETS	8,000	8,000	14,364	6,364
TOTAL OTHER FINANCING SOURCES (USES)	4,342,315	4,325,615	3,864,969	(466,626)
NET CHANGE IN FUND BALANCE	(1,000,000)	(1,037,560)	(154,445)	883,115
FUND BALANCE - BEGINNING	1,000,000	1,037,560	1,400,951	363,391
FUND BALANCE - ENDING	$ -	$ -	1,246,506	$ 1,246,506

RECONCILIATION TO GAAP ENDING FUND BALANCE	
RESERVES ENDING FUND BALANCE	909,356
INTERFUND LOAN	(325,470)
GENERAL FUND ENDING FUND BALANCE	$ 1,830,392

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HOOD RIVER COUNTY, OREGON
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC WORKS FUND
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 1,783,000	$ 2,298,940	$ 2,268,875	$ (30,065)
FINES AND FEES	377,200	377,200	426,667	49,467
INVESTMENT EARNINGS	100,000	100,000	55,719	(44,281)
OTHER REVENUE	22,500	500	975	475
TOTAL REVENUES	2,282,700	2,776,640	2,752,236	(24,404)
EXPENDITURES				
PERSONAL SERVICES	1,524,670	1,524,670	1,336,959	(187,711)
MATERIALS & SERVICES	2,023,000	2,526,940	1,301,123	(1,225,817)
CAPITAL OUTLAY	1,000,000	1,012,000	12,848	(999,152)
CONTINGENCY	200,000	200,000	-	(200,000)
TOTAL EXPENDITURES	4,747,670	5,263,610	2,650,930	(2,612,680)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,464,970)	(2,486,970)	101,306	2,588,276
OTHER FINANCING SOURCES (USES)				
TRANSFERS IN	100,000	100,000	100,000	-
TRANSFERS OUT	(625,000)	(725,000)	(725,000)	-
PROCEEDS FOR THE SALE OF ASSETS	15,000	15,000	24,596	9,596
RETURN OF INVESTMENT - LOAN	-	22,000	27,738	
TOTAL OTHER FINANCING SOURCES (USES)	(510,000)	(588,000)	(572,666)	9,596
NET CHANGE IN FUND BALANCE	(2,974,970)	(3,074,970)	(471,360)	2,603,610
FUND BALANCE - BEGINNING	10,000,000	10,100,000	11,469,406	1,369,406
FUND BALANCE - ENDING	$ 7,025,030	$ 7,025,030	10,998,046	$ 3,973,016

RECONCILIATION TO GAAP ENDING FUND BALANCE	
INTERFUND LOAN	325,470
GENERAL FUND ENDING FUND BALANCE	$ 11,323,516

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HOOD RIVER COUNTY, OREGON
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
TIMBER PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
TIMBER SALES	$ 1,525,000	$ 1,525,000	$ 3,449,493	$ 1,924,493
FINES AND FEES	6,500	6,500	14,043	7,543
TOTAL REVENUES	1,531,500	1,531,500	3,463,536	1,932,036
EXPENDITURES				
MATERIALS & SERVICES	1,658,300	1,710,800	429,500	(1,281,300)
CAPITAL OUTLAY	7,861,000	7,808,500	35,923	(7,772,577)
TOTAL EXPENDITURES	9,519,300	9,519,300	465,423	(9,053,877)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(7,987,800)	(7,987,800)	2,998,113	10,985,913
OTHER FINANCING (USES)				
TRANSFERS IN	349,300	349,300	349,300	-
TRANSFERS OUT	(3,540,000)	(3,540,000)	(3,540,000)	-
TOTAL OTHER FINANCING (USES)	(3,190,700)	(3,190,700)	(3,190,700)	-
NET CHANGE IN FUND BALANCE	(11,178,500)	(11,178,500)	(192,587)	10,985,913
FUND BALANCE - BEGINNING	14,912,800	14,912,800	15,853,223	940,423
FUND BALANCE - ENDING	$ 3,734,300	$ 3,734,300	$ 15,660,636	$ 11,926,336

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HOOD RIVER COUNTY, OREGON
STATEMENT OF FIDUCIARY ASSETS & LIABILITIES
ALL AGENCY FUNDS
JUNE 30, 2015

ASSETS	
CASH AND INVESTMENTS	$ 14,099,926
RECEIVABLES:	
PROPERTY TAXES	1,408,767
ACCOUNTS	52,498
TOTAL RECEIVABLES	1,461,265
TOTAL ASSETS	$ 15,561,191
LIABILITIES	
HELD ON BEHALF OF OTHER LOCAL GOVERNMENTS	$ 15,561,191

NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Hood River County is a municipal corporation governed by an elected board of commissioners consisting of a chairperson and four commissioners. The accompanying financial statements present the government and its component units, an entity for which the County is considered to be financially accountable. The discretely presented component units are reported in separate columns in the government-wide financial statements to emphasize it is legally separate from the government. The component units have June 30 fiscal year-ends.

Discretely presented component units.

Hood River County 911 Communications District (911 Communications) was organized in 1995 as a special district providing emergency response dispatch service to all of Hood River County. The entity is fiscally dependent on the County and the County Commissioners have authority to impose its will on the District. Complete financial statements for 911 Communications can be obtained at the Hood River County, Department of Budget & Finance, 601 State Street, Hood River, OR 97031.

Windmaster Sewer District (WMSD) was organized in 2007 by the Hood River County Board of County Commissioners as the management/ownership entity for the sewer line installed in the Windmaster Corner area of the county. The entity is fiscally dependent on the County and the County Commissioners have authority to impose its will on the District. Complete financial statements for the WMSD can be obtained at the Hood River County, Department of Budget & Finance, 601 State Street, Hood River, OR 97031.

Hood River County Windmaster Urban Renewal District (WMURD) was organized in 2008 by the Hood River County Board of County Commissioners as a financing element of the Windmaster Sewer project. The entity is fiscally dependent on the County and the County Commissioners have authority to impose its will on the District. Complete financial statements for the WMURD can be obtained at the Hood River County, Department of Budget & Finance, 601 State Street, Hood River, OR 97031.

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government and its component units. *Governmental activities* are supported by taxes and intergovernmental revenues. The *primary government* is reported separately from the legally separate *component units* for which the primary government is financially accountable.

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Measurement Focus, Basis of Accounting and Basis of Presentation, continued

Program revenues includes 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 programs revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, public services taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

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

The *Public Works Fund* is the County's road fund. It accounts for all revenues and expenses related to the operation and maintenance of the infrastructure systems of the County.

The *Timber Projects Fund* accounts for the County's timber sales activity. The timber sales and specific administrative expenses related to the forestland owned and operated by the County are reported in this fund.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Measurement Focus, Basis of Accounting and Basis of Presentation, continued

Additionally, the County reports the following fund types:

Special revenues funds are primarily operating funds that account for revenue derived from specific 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 fund authorized to make expenditures.

Capital projects funds account for expenditures on major construction projects or equipment acquisitions. The principal sources of revenues are transfers from operating funds for capital asset purchase or construction, and general obligation bonds.

Debt service fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of governmental funds.

Fiduciary funds (specifically agency funds) account for assets held for other governments.

The effect of interfund activity has been eliminated from the government-wide financial statements.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources, as they are needed.

Assets, deferred outflows, liabilities, deferred inflows and net position

Deposits and investments

Oregon Revised Statutes authorize the County and Authority to invest in obligations of the U.S. Treasury and its agencies, certain bonded obligations of Oregon municipalities, certificates of deposit, certain commercial paper, banker's acceptance, corporate debt, bank repurchase agreements, and the Oregon State Treasurer's Local Government Investment Pool (LGIP).

Investments for the County, as well as for the component unit are reported at fair value. The investment fair value is determined from published sources. The LGIP has regulatory oversight by the Oregon Short Term Investment Fund Board whose investments are approved by the Oregon Investment Council. The fair value of the County's position in the LGIP approximates fair value of the value of the Pool shares as reported in the Oregon Short Term Fund audited financial statements.

Receivables and payables

Activities between funds that would reflect lending/borrowing arrangements outstanding at the end of the fiscal year would be referred to as "due to/due from other funds". Any other outstanding balances between funds are reported as "interfund balances."

Property tax receivables are deemed to be substantially collectable or recoverable through foreclosure. Accordingly, no allowance for doubtful accounts is deemed necessary. For all other receivables management believes that no allowance for uncollectable is required.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Assets, deferred outflows, liabilities, deferred inflows and net position, continued

Property taxes are levied and become a lien as of July 1. Property taxes are assessed in October and tax payments are due November 15. Under the partial payment schedule, the first one-third of taxes are due November 15, the second one-third on February 15 and the remaining one-third on May 15. A three percent discount is allowed if full payment is made by November 15 and a two percent discount is allowed if two-thirds payment is made by November 15. Taxes become delinquent if not paid by the due date and interest accrues after each trimester at a rate of 1.33% per month. Property foreclosure proceedings are initiated four years after the tax due date.

Supply Inventories

Inventories are valued at lower of cost or market using the first-in/first-out (FIFO) method. Inventories of materials and supplies in governmental funds are recorded as expenditures when purchased.

Capital Assets

The County has reported all capital assets, which include property, equipment and infrastructure assets (e.g., roads, bridges), governmental activities in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for land, buildings and improvements are capitalized as assets are purchased or constructed. Capital assets of the County are depreciated using the straight-line method over the following estimated useful lives:

Asset	Years
Buildings	75
Building Improvements	50
Machinery & Equipment	10
Computer Equipment	7
Furniture & Fixtures	7
Standard Vehicles	7
Sheriff Vehicles	5

The County has elected to use the "modified approach" as defined by GASB No. 34 for infrastructure reporting for the systems of roads and bridges. As a result, no accumulated depreciation or depreciation expense has been reported for these systems. A more detailed discussion of the "modified approach" is presented in the Required Supplementary Information section of this report on pages 56 and 57. All other capital assets were reported using the basic approach whereby accumulated depreciation and depreciation expense has been recorded. Accumulated depreciation is defined as the total depreciation from the date of construction or acquisition to the current date on a straight-line basis using the life expectancies noted above.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Assets, deferred outflows, liabilities, deferred inflows and net position, continued

Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amounts when employees separate from service with the County. All vacation pay and compensatory time is accrued in the government-wide financial statements as incurred. An expense for these amounts is reported in government funds only if they have matured, for example, as a result of employee resignations and retirements

Long-term obligations

In the government-wide financial statements long-term debt is reported as a liability in the County's statement of net position. Bond issuance costs are expensed in the current period.

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

Fund balance

In March 2009, the GASB issued Statement No. 54, Fund Balance Reporting and Governmental Fund-type Definitions. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use of the resources reported in governmental funds. Under this standard, the fund balance classifications of reserved, designated, and unreserved/undesignated were replaced with five new classifications – nonspendable, restricted, committed, assigned, and unassigned.

- Nonspendable fund balance represents amounts that are not in a spendable form. The nonspendable fund balance represents inventories.
- Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The use of committed funds would be approved by resolution.
- Assigned fund balance represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. The Director of Budget and Finance has the authority to classify portions of ending fund balances as Assigned, as granted by resolution from the Board of Commissioners.
- Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Assets, deferred outflows, liabilities, deferred inflows and net position, continued

Fund balance (continued)

The following order of spending regarding fund balance categories is used: Restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

Deferred outlfows/inflows of resources

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

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has one type of item, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from one source: property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The statement of net position reports a deferred inflow called Net Deferred Pension Asset. This amount is equal to the difference between actuarially projected investment earnings and actual investment earnings, less contributions that the County paid to PERS during 2014-2015.

Retirement Plans

Substantially all of the County's employees are participants in the State of Oregon Public Employees Retirement System (PERS). For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of PERS and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. GASB Statements 68 and 71 have been implemented as of July 1, 2014.

NOTE 2 - BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with Oregon Revised Statues (ORS 294 - Local Budget Law) for all governmental funds. All annual appropriations lapse at fiscal year- end.

Requests for appropriations are submitted by all agencies of the County to the director of budget and finance by February each year. The proposed budget is presented to the budget committee in April for public hearing. The budget committee consists of the five commissioners and five lay citizens of the County appointed by the commission. The budget committee reviews the proposed budget and approves a budget document for publication in a local newspaper of record. The Board of Commissioners holds a public hearing and adopts a final budget and levies taxes for that year no later than June 30.

The budget is prepared by category (i.e., personal service, materials and services, capital outlay, debt service and other requirements) within funds. The budget is appropriated by resolution at the department level. County departments may make transfers of appropriations within categories within a category. Adjustments to the budgetary appropriations require approval of the Board of Commissioners in a public hearing. Expenditure appropriations may not be over expended except in the case of grant funding or debt service on new bonded debt issued during the fiscal year. Department directors are permitted to transfer amounts between individual line items within a category group, but may not make adjustments to the categories themselves, which is the legal level of control, without the Board of Commissioner's approval.

Expenditures of the various funds were within authorized appropriation, except for the Health Programs Fund – Materials and Services by $29,922.

NOTE 3 – DEPOSITS AND INVESTMENTS

Deposits. Deposits with financial institutions are comprised of general and payroll demand-deposit accounts. The bank balances in these accounts at June 30, 2015 is $138,147. Of these deposits, all is covered for non-interest bearing accounts by federal depository insurance.

Investments. Oregon Revised Statutes and the County's investment policy authorize the County to invest primarily in general obligations of the U.S. government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, high-grade corporate indebtedness, and the State of Oregon Local Government Investment Pool.

As of June 30, 2015, the County had the following cash and investments:

	Fair value
Investments	
Municipal bonds	$ 1,653,496
State of Oregon Local Government Investment Pool	28,761,013
Corporate bonds	16,869,102
US Agency Securities	4,313,716
Total investments	51,597,327
Cash on hand and in banks	57,514
Total cash and investments	$ 51,654,841

NOTE 3 – DEPOSITS AND INVESTMENTS, continued

Cash and investments are shown on the basic financial statements as:

Governmental	$ 34,850,424
911 Communications	2,648,933
Windmaster Sewer District	4,304
Windmaster Urban Renewal	51,254
Fiduciary	14,099,926
Total cash and investments	$ 51,654,841

Interest rate risk. In accordance with its investment policy, the County manages its exposure to declines in fair value by limiting the individual maturities in its investment portfolio to eighteen months or less. Average maturity of the County's investment portfolio at June 30, 2015 was eight months.

Credit risk. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations under ORS 294.035. At June 30, 2015, ratings of the County's holdings in federal government agencies were AAA and AA (S&P) and AA3 and AAA (Moody's). Commercial investments ranged from AA1 to AAA (S&P) and AA+ to AAA (Moody's).

Concentration of credit risk. The County's investment policy does not allow for an investment in any one issuer that is in excess of 50% of the County's total investments under ORS 294.035.

Custodial credit risk - deposits. In the case of deposits, this is the risk that in the event of bank failure, the County's deposits may not be returned to it. Oregon Revised Statutes require deposits to be deposited at an approved depository so determined by the Oregon State Treasurer. As of June 30, 2015, all deposits were covered by the FDIC and deposited at an approved depository.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the counter party, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The County participates in the State of Oregon Local Government Investment Pool (LGIP), an open-ended, no-load diversified portfolio created under ORS 294.895 that is not registered with the U.S. Securities and Exchange Commission as an investment company. The State Treasurer administers the LGIP with the oversight of the Oregon Investment Council and with the advice of the Oregon Short-Term Fund Board. These funds must be invested and 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 Fund Board, which establish diversification percentages and specify the types of maturities of investments. The Oregon Audits Division of the Secretary of State's Offices audits the LGIP annually. This investment is not rated.

NOTE 4 - RECEIVABLES

Receivables at year-end for the County's individual major funds and non-major funds in the aggregate, are as follows:

	General Fund	Public Works	Timber Projects	Other Governmental Funds	Total
Taxes	$ 181,358	$ -	$ -	$ -	$ 181,358
Accounts	333,460	195,058	309,478	359,441	1,197,437
Contracts	-	-	1,336,329	197,212	1,533,541
Total	$ 514,818	$ 195,058	$ 1,645,807	$ 556,653	$ 2,912,336

Hood River County owns 31,064 acres of timberland and derives revenue from those lands via timber sales. As of June 30, 2015, there were three contracts open covering sales over the next one to three years accounting for the $1,336,329 of contracts receivable and related unearned revenue. Each sale is individually guaranteed by a performance bond that will pay the contractual revenue to the County should the contractor not be able to perform in accordance to the contract provisions. The County has had to exercise its rights in this type of situation only twice in the last ten years and has done so successfully without loss of revenue.

The County also operates a Farm Loan Program providing funds as needed to local agricultural entities for farm improvement projects. The County's position is secured by liens on the individual properties, assuring payment in the event of default. In the history of this program the County has not experienced a default on any contract. At June 30, 2015, the balance in contracts receivable and unavailable revenue for this purpose was $197,212 consisting of eleven contracts.

Governmental funds report unavailable revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

At the end of the current fiscal year, the various components of unavailable or unearned revenue reported in the governmental funds were as follows:

Unavailable Revenue	
Delinquent property taxes receivable (General Fund)	$ 177,297
Total unavailable revenue	$ 177,297
Unearned Revenue	
Unearned revenue - timber contracts receivable	$ 1,336,329
Unearned revenue - prepaid rents	1,125
Unearned revenue - farm loan agreements	197,212
	$ 1,534,666

NOTE 5 - CAPITAL ASSETS

Activity and balances of the County's capital assets for the year ended June 30, 2015 was as follows:

	Beginning Balance	Additions	Reductions	Adjustments	Ending Balance
Capital assets not being depreciated:					
Land	$ 14,871,820	$ 35,923	$ (361,930)	$ -	$ 14,545,813
Infrastructure	53,032,497	-	-	-	53,032,497
Construction in progress	-	7,526	-	-	7,526
Total capital assets, not being depreciated	67,904,317	43,449	(361,930)	-	67,585,836
Capital assets being depreciated:					
Buildings & improvements	13,189,002	151,428	(106,248)	-	13,234,182
Furniture & fixtures	39,398	-	-	-	39,398
Vehicles	2,612,539	183,857	(44,625)	-	2,751,771
Machinery & equipment	7,417,978	237,014	(200,741)	109	7,454,360
Total capital assets being depreciated	23,258,917	572,299	(351,614)	109	23,479,711
Less accumulated depreciation for:					
Buildings & improvements	(3,819,292)	(214,863)	101,020	-	(3,933,135)
Furniture & fixtures	(30,605)	(2,048)	-	-	(32,653)
Vehicles	(2,124,637)	(147,896)	40,815	-	(2,231,718)
Machinery & equipment	(5,740,091)	(286,883)	200,632	1,422	(5,824,920)
Total accumulated depreciation	(11,714,625)	(651,690)	342,467	1,422	(12,022,426)
Total capital assets, being depreciated, net	11,544,292	(79,391)	(9,147)	1,531	11,457,285
Capital assets, net	$ 79,448,609	$ (35,942)	$ (371,077)	$ 1,531	$ 79,043,121

Depreciation was charged to functions/programs of the primary government as follows:

General government	$ 149,592
Sheriff	155,163
Public Safety	1,310
Public Works	221,430
Library	75,847
Community Services	58,348
Total depreciation expense – governmental activities	$ 651,690

NOTE 5 - CAPITAL ASSETS, continued

Hood River County has committed resources to the maintenance and preservation of the infrastructure system (e.g., roads, bridges) as authorized by the governing body. The approved condition level commitment is based on historical records generated by the public works department whose records were used in the recommendation to the Board of Commissioners in adopting the modified approach to infrastructure assets.

The modified approach to infrastructure reporting permits Hood River County to expense the costs associated with the maintenance of those assets in the current reporting period versus depreciating the assets over a predetermined number of years. Hood River County maintains an inventory of these assets and performs annual condition assessments on rotating segments to ensure that the predetermined condition level is being maintained in accordance with the approved plan. Each budget year Hood River County, through the public works department, will include the costs to maintain the infrastructure system at the condition level adopted in the annual budget and will review the annual results for assurance that those requirements have been met.

NOTE 6 – INTERFUND TRANSFERS

The composition of interfund transfers during the 2014/2015 fiscal year is as follows:

Transfers from:		Transfers to:	
General Fund	$301,295	Nonmajor funds	$143,795
Public Works Fund	725,000	General Fund	410,000
		Nonmajor funds	315,000
Timber Projects Fund	3,540,000	General Fund	3,190,700
		Timber Projects	349,300
Nonmajor funds	363,030	General Fund	393,700
		Public Works Fund	100,000
		Nonmajor funds	26,830
Total transfers	$4,929,325		$4,929,325

All transfer activities occur within the fund financial statements.

The amount transferred from the General Fund to nonmajor funds consists of $35,000 to the Animal Control fund to fund a portion of program operations; $79,795 to the District Attorney's Auxiliary Programs fund to supplement grant funding on personnel costs; $5,000 from the Central Services department and $5,000 from the Sheriff Forest Patrol department transferred to the Capital Asset Replacement fund for planned future vehicle purchases; $19,000 transferred to the Community projects fund contributing to a water resources study project.

The amount transferred from the Public Works fund to the General Fund $410,000 offsets costs related to the administration of the public works activities; $315,000 from the Public Works fund to the Capital Asset Replacement fund for planned future vehicle purchases.

NOTE 6 – INTERFUND TRANSFERS, continued

The amount transferred from the Timber Projects fund to the General Fund $2,888,700 contributes to the general operations of the County; $302,000 transferred from Timber Salvage to the General Fund contributes to the general operations of the County; $349,300 transfers internally within the Timber Projects fund for forest maintenance and fire protection expenses.

The amounts transferred from the nonmajor funds to the General Fund, Public Works and various non-major funds consist of $160,000 from the Video Lottery fund for General Fund economic development activities; $20,100 from the Building Inspection fund to the General Fund to offset the costs related to the administration of building inspection program activities; $24,330 from the Capital Asset replacement fund to Building Inspection returning funds planned for vehicle purchases that are no longer planned; $54,100 for the Court Assessment fund to offset costs in the Sheriff and Juvenile departments related to court activities; $2,000 and $2,500 from the Public Lands Cornerstone Preservation fund for General Fund Records & Assessments and the Clerk's fund respectively for departmental services on recordings for PLCP functions; $40,000 from the Public Lands Cornerstone Preservation fund for Public Works survey and GIS services; $60,000 from the Public Works Service Development Charges fund to Public Works Special Projects for a bridge construction project; $157,500 from the PERS Reserve fund to the General Fund to offset a portion of increased retirement charges from the Public Employees Retirement System program.

NOTE 7 - LEASES

Operating Leases

The County leases office facilities on a month-to-month basis, and other equipment under non-cancelable operating leases. Total costs for such leases were $58,846 for the year ended June 30, 2015. The future minimum lease payments are as follows:

Year Ending June 30	Amount
2016	$ 57,537
2017	45,377
2018	39,799
2019	40,761
2020	35,110
Beyond	199,453
Total	$ 418,037

NOTE 8 – NOTES RECEIVABLE

On December 7, 2009, the County issued a loan from the public works fund in the amount of $319,500 to the Windmaster Sewer District. The loan was used to assist the residents in defraying hook up costs. The loan is required to be paid back in full by January 15, 2020 at an interest rate of 1.5% with payments are $34,645 required annually. Loan payments will be made by the Sewer District as they are able. In addition, the Windmaster Urban Renewal Agency will contribute towards the loan payments with tax incremental funding.

The note was paid off in the current year.

NOTE 9 - LONG-TERM DEBT

Changes in long-term liabilities:

Long-term liability activity for the year ended June 30, 2015, were as follows:

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Governmental activities:					
General obligations bonds	$ 355,000	$ -	$ 355,000	$ -	$ -
Pension obligation bonds	5,075,000	-	125,000	4,950,000	155,000
Note Payable	582,724	-	149,165	433,559	63,114
OPEB	1,082,282	44,600	-	1,126,882	-
Compensated absences	457,044	50,564	46,846	460,762	460,762
Total	$ 7,552,050	$ 95,164	$ 676,011	$ 6,971,203	$ 678,876

NOTE 9 - LONG-TERM DEBT, continued

Compensated absences will be liquidated by all funds with payroll activity.

General Obligation Bonds

The County has issued general obligation bonds to provide funds for the renovation and construction of the County's library facility as part of its governmental activity. The original amount of general obligation bonds issued in the year 2000 was $3,000,000. The County has issued no prior or additional debt for construction purposes. Due to the fact that the value of these bonds was below federal arbitrage levels there was no arbitrage liability.

General obligation bonds are direct obligations and pledge the full faith and credit of the County. These bonds were issued as 15-year serial bonds with equal amounts of principal maturing each year with interest rates ranging from 4.85 percent to 5.25 percent. Such bonds will be repaid through property tax collections. The Bond was paid in full in the current year.

Pension Obligation Bonds

In May 2004 Hood River County participated as one of ten local governments in issuing limited tax pension bonds, the proceeds of which were used to finance a portion of the estimated unfunded actuarial liability of each participating local government with the Oregon Public Employees Retirement System (PERS). Except for the payment of its pension bond payments and additional charges when due, each participating local government has no obligation or liability to any other participating local government's pension bonds or liabilities to PERS. The County records the amount deposited with PERS as a prepayment on its actuarial obligation, and accounts for the payment of principal, interest and the amortization of the prepayment as pension expense over the life of the bonds. The County anticipates that the total costs of financing the County's actuarial obligation in this way will result in a significant savings to the County when compared to paying for such costs in additional contribution rates to PERS.

The County issued $5,355,000 Pension Bonds, Series 2004 (Federally Taxable), on May 27, 2004 which are payable annually through June 2028. Interest on the deferred interest bonds is accreted semiannually at yields ranging from 2.13% to 6.095%. The bonds are federally taxable and are not subject to optional prepayment prior to their stated maturities.

NOTE 9 - LONG-TERM DEBT, continued

Annual debt service requirements to maturity:

Year Ending June 30	Principal	Interest
2016	$ 155,000	$ 299,079
2017	185,000	290,134
2018	220,000	279,273
2019	255,000	266,203
2020	295,000	250,864
2021-25	2,200,000	932,127
2026-30	1,640,000	182,850
Total	$ 4,950,000	$ 2,500,530

Notes Payable

On June 30, 2009 the County received a loan from the Oregon Economic & Community Development Department on behalf of the Windmaster Sewer District in the amount of $500,000. The loan will be used to address the health hazard declaration from Oregon's DEQ regarding the construction of a sewer line. The loan is payable over 25 years at an interest rate of 4.62% and total payments per year including interest of $34,137. The County paid $100,000 toward the principal balance in the current year.

Annual debt service requirements to maturity:

Year Ending June 30	Principal	Interest
2016	$ 13,833	$ 20,304
2017	14,473	19,664
2018	15,141	18,996
2019	15,841	18,296
2020	16,573	17,564
2021-25	95,079	75,606
2026-30	181,807	72,842
Total	$ 352,747	$ 243,272

On February 7, 2011, the General Fund received a loan from the Public Works Fund in the amount of $60,000 for the completion of an energy efficiency project. Interest charged will be at the rate of 2.0% over the course of ten years.

NOTE 9 - LONG-TERM DEBT, continued

Annual debt service requirements to maturity:

Year Ending June 30	Principal	Interest
2016	$ 5,931	$ 745
2017	6,050	630
2018	6,171	509
2019	6,294	385
2020	6,420	259
2021-22	6,596	131
Total	$ 37,462	$ 2,659

On June 19, 2012, the County received a loan from the Northern Oregon Corrections Facilities in the amount of $173,406. The loan is payable over three years at an interest rate of 0.60% and total payments per year including interest of $44,005.

Annual debt service requirements to maturity:

Year Ending June 30	Principal	Interest
2016	$ 43,350	$ 655
Total	$ 43,350	$ 655

NOTE 9 - LONG-TERM DEBT, continued

Annual debt service requirements to maturity for both issues is:

Year Ending June 30	Principal
2016	$ 1,715,000
Total	$ 1,715,000

NOTE 10 – JOINTLY GOVERNED ORGANIZATION

In 1996 the County, in conjunction with three other county governments created the Northern Oregon Corrections (NORCOR) regional jail. NORCOR provides jail services to the four member counties. Its board is comprised of one member from each participating county governing body. Each member government is responsible for their respective share of NORCOR's operation. Any operating deficit would cause an additional assessment on the member counties. The County contributed $1,460,400 equivalent to 40% of all counties' contributions, to the operation of the NORCOR facility for the fiscal year ended June 30, 2015. Financial information for this entity may be obtained from the Administrator, Northern Oregon Corrections, 201 Webber Road, The Dalles, Oregon 97058.

The County's ownership position in the joint venture is 40% based on a census of beds used by each participating county. The County's interest is included in the investment earnings in the general revenues section of the statement of activities.

NOTE 11 – EMPLOYEE RETIREMENT SYSTEM AND PENSION PLAN

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employee defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Comprehensive Annual Financial Report which can be found at: http://www.oregon.gov/pers/Pages/section/financial_reports/financials.aspx.

a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.

i) Pension Benefits. The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, and 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefits results.

ii) Death Benefits. Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided on or more of the following contributions are met:

NOTE 11 – EMPLOYEE RETIREMENT SYSTEM AND PENSION PLAN, continued

- member was employed by PERS employer at the time of death,
- member died within 120 days after termination of PERS covered employment,
- member died as a result of injury sustained while employed in a PERS-covered job, or
- member was on an official leave of absence from a PERS-covered job at the time of death.

iii) Disability Benefits. A member with 10 or more years of creditable service who becomes disable from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

iv) Benefit Changes After Retirement. Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

b) **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.

i) Pension Benefits. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

Police and fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

General service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

A member of the pension program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

ii) Death Benefits. Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member.

iii) Disability Benefits. A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

iv) Benefit Changes After Retirement. Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

NOTE 11 – EMPLOYEE RETIREMENT SYSTEM AND PENSION PLAN, continued

Contributions – PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2011 actuarial valuation, which became effective July 1, 2013. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2015 were $348,672 excluding amounts to fund employer specific liabilities. Approximately $434,129 was charged for the year ended June 30, 2015 as PERS benefits expenditures to be used for bond payments as they become due. In addition approximately $398,003 in employee contributions were paid or picked up by the County in fiscal 2015.

At June 30, 2015, the County reported a net pension asset of $919,360 for its proportionate share of the net pension asset. The pension asset was measured as of December 31, 2012, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At December 31, 2012, the County's proportion was .041 percent.

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	$ -	$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	1,773,991
Changes in proportion and differences between District contributions and proportionate share of contributions	-	41,892
Total	-	1,815,883
County contributions subsequent to measurment date	348,672	-
Net deferred outflow (inflow) of resources		$ (1,467,211)

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

Year ending June 30,		
2016	$	(363,177)
2017		(363,176)
2018		(363,177)
2019		(363,176)
2020		(363,177)
Therafter		-
Total	$	(1,815,883)

NOTE 11 – EMPLOYEE RETIREMENT SYSTEM AND PENSION PLAN, continued

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated July 29, 2015. Oregon PERS produces an independently audited CAFR which can be found at:

http://www.oregon.gov/pers/Pages/section/financial_reports/financial.aspx.

Actuarial Valuations – The employer contribution rates effective July 1, 2013 through June 30, 2015, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer rate consisting of (a) an amount for normal cost (the estimated amount necessar4y to finance benefits earned by the employees during the current service year), (b) an actuarially determined amount for funding a disability benefit component, and (c) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

Actuarial Methods and Assumptions:

Valuation date	December 31, 2012 rolled forward to June 30, 2014
Experience Study Report	2012, Published September 18, 2013
Actuarial cost method	Entry Age Normal
Amortization method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years
Asset valuation method	Market value of assets
Inflation rate	2.75 percent
Investment rate of return	7.75 percent
Projected salary increase	3.75 percent overall payroll growth; salaries for individuals are assumed to grow at 3.75 percent plus assumed rates of merit/longevity increases based on service
Mortality	Healthy retirees and beneficiaries: RP-2000 Sex-distinct, generational per Scale AA, with collar adjustments and set-backs as described in the valuation. Active members: Mortality rates are a percentage of healthy retiree rates that vary by group, as described in the valuation. Disabled retirees: Mortality rates are a percentage (65% for males and 90% for females) of the RP-2000 static combined disabled mortality sex-distinct table.

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2012 Experience Study which is reviewed for the four-year period ending December 31, 2012.

NOTE 11 – EMPLOYEE RETIREMENT SYSTEM AND PENSION PLAN, continued

Discount Rate – The discount rate used to measure the total pension liability was 7.75 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate – The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-perentage-point higher (8.75 percent than the current rate.

	Decrease (6.75%)	Rate (7.75%)	Increase (8.75%)
County's proportionate share of the net pension liability	$ 1,946,871	$ (919,360)	$ (3,343,519)

Changes in Plan Provisions Subsequent to Measurement Date: The Oregon Supreme Court on April 30, 2015, ruled in the Moro decision, that the provisions of Senate Bill 861, signed into law in October 2013, that limited the post-retirement COLA on benefits accrued prior to the signing of the law were unconstitutional. Benefits could be modified prospectively, but not retrospectively. As a result, those who retired before the bills were passed will continue to receive a COLA tied to the Consumer Price Index that normally results in a 2% increase annually. PERS will make restoration payments to those benefit recipients. PERS members who have accrued benefits before and after the effective dates of the 2013 legislation will have a blended COLA rate when they retire. Oregon Public Employees Retirement System Notes to the Schedules of Employer Allocations and Pension Amounts by Employer As of and for the Fiscal Year Ended June 30, 2014. This is a change in benefit terms subsequent to the measurement date of June 30, 2014, which will be reflected in the next year's actuarial valuations. The impact of the Moro decision on the total pension liability and employer's net pension liability (asset) has not been fully determined. However, PERS' third-party actuaries have estimated the impact of the Moro decision under one possible methodology, which is summarized below (dollars in millions). Estimates have been rounded to the nearest $10 million.

	June 30, 2014 Measurement Date	
Net pension liability	Pre Moro	Post Moro
Total pension liability	$ 63,135	$ 68,050
Fiduciary net position	65,402	65,400
Net pension liability (asset)	$ -2,267	$ 2,650

NOTE 11 – EMPLOYEE RETIREMENT SYSTEM AND PENSION PLAN, continued

Additional disclosures related to Oregon PERS not applicable to specific employers are available online at the below website, or by contacting PERS at the following address: PO BOX 23700 Tigard, OR 97281-3700,

http://www.oregon.gov/pers/EMP/docs/er_general_information/opers_gasb_68_disclosure_information_revised.pdf

NOTE 12 – POST EMPLOYMENT BENFITS OTHER THAN PENSIONS

Plan Description. The County provides a single employer retiree benefit plan for retirees and their spouses to purchase healthcare insurance at the same group rates as the County pays for its active employees'. The County has not established a formal plan to account for this activity. Since the former employees' service to the County has caused this benefit to be available, generally accepted accounting principles requires that the costs of these services be calculated and shown as a cost of operations and/or as a liability for providing a future benefit in the financial statements. Disclosure of the liability is mandatory.

Funding Policy. The County does not fund a plan to fund these benefits, but an actuary has calculated that the implied subsidy included in healthcare costs for the year ended June 30, 2015, was approximately $40,709. There is no contribution from retirees receiving benefits.

Annual OPEB Cost and Net OPEB Obligation. The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount determined in accordance with the parameters of Governmental Accounting Standards Board (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 10 years. The amortization method is the level percentage of projected payroll and the amortization period is open. The following table shows the components of the County's annual OPEB cost for the year, the amount implicitly contributed to the "plan" through the normal payments to healthcare insurance providers and changes to the County's OPEB obligation.

	2013	2014	2015
Annual Required Contribution (ARC)	$ 201,457	$ 164,533	$ 177,564
Interest on prior year Net OPEB obligation	36,330	36,100	37,880
Adjustment to ARC	(61,724)	(124,020)	(130,135)
Annual OPEB cost	176,063	76,613	85,309
Implicit benefit payments	(52,883)	(25,760)	(40,709)
Increase in net OPEB obligation	123,180	50,853	44,600
Net OPEB obligation - beginning of year	908,249	1,031,429	1,082,282
Net OPEB obligation - end of year	$ 1,031,429	$ 1,082,282	$ 1,126,882

NOTE 12 – POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS, continued

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended June 30, 2015, along with the two preceding fiscal years, were as follows:

Year Ended	OPEB Cost	Annual OPEB Cost Contributed	OPEB Obligation
6/30/2013	$ 176,063	30.00%	$ 1,031,429
6/30/2014	76,613	34.00%	1,082,282
6/30/2015	85,309	48.00%	1,126,882

Funding status and funding progress. As of August 1, 2014, the most recent actuarial valuation date, the actuarial accrued liability for benefits was $697,841 all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was $6,560,092, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 20%.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare costs trend. Amounts determined regarding the funded status of the plan and the annual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Methods and assumptions. The actuarial cost method used is the projected unit cost method. The amortization period is 10 years and the amortization period is open. Projections of benefits for financial reporting purposes are based on the substitutive plan (the plan as understood by the County and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of the benefit costs, if any, to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following simplifying assumptions were made:

- Discount rate: 3.5% for unfunded liabilities.
- Inflation rate: 2.75%
- Health Cost Trend (inflation rate assumption): 2014 = 5.75%, 2015-2024 = 5.50%, 2025 = 5.75%, 2026 = $6.00%, 2027 = 6.5%, 2028-2029 = 6.75%, 2030-2036 = 6.50%, 2037-2039 = 6.25%, 2040-2045 = 6.00%, 2046-2058 = 5.75%, 2059-2062 = 5.50%, 2063-2065 = 5.25%, 2066-2068 = 5.00%, 2069+ = 4.75%. Medical is further increased 0.5% per year for the first 10 years to reflect expectations for increases in high deductible medical plan premiums, Dental 4.50% per year
- Annual Payroll Increase: 3.75% compounded annually, plus a merit component based on duration of service and employment classification.
- Disability: Not used.
- Retirement: Based on the Oregon PERS assumptions.
- Withdrawal: Based on the Oregon PERS assumptions.

NOTE 12 – POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS, continued

- Mortality: Generally, the RP-2000 healthy combined male and female mortality tables set back one year. Mortality is projected on a generational basis using Scale AA for males and females.
- Excluded employees: Temporary and part-time employees, elected officials and volunteers.
- PERS service: Estimated based on elapsed time from date of hire to the most recent valuation.
- Future retiree coverage: 55% of active members are assumed to elect coverage upon retirement.
- Spousal age: Females spouses are assumed to be two years younger than male spouses.

NOTE 13 – FUND BALANCE CONSTRAINTS

The specific purposes for each of the categories of fund balance as of June 30, 2015 are as follows:

Fund Balances:	GENERAL FUND	PUBLIC WORKS	TIMBER PROJECTS	NON MAJOR FUNDS	TOTAL
Nonspendable:					
Inventory / Prepaids	$ 17,907	$ 324,964	$ -	$ 2,605	$ 345,476
Total	17,907	324,964	-	2,605	345,476
Restricted					
Public Works	-	10,998,551	-	483,021	11,481,572
Sheriff Programs	-	-	-	469,786	469,786
DA County Program	-	-	-	17,330	17,330
Community Grants	-	-	-	19,205	19,205
Clerk Duties	-	-	-	38,599	38,599
Health Programs	-	-	-	52,505	52,505
Federal Forest	-	-	-	99,758	99,758
Building Inspection	-	-	-	186,446	186,446
HRPP	-	-	-	202,700	202,700
Video Lottery	-	-	-	3,394	3,394
County Fair	-	-	-	38,756	38,756
Capital Projects	-	-	-	1,441,718	1,441,718
Debt Service	-	-	-	22,865	22,865
Total	-	10,998,551	-	3,076,083	14,074,634
Committed					
Timber Projects	-	-	15,660,636	-	15,660,636
Timber Interest	-	-	-	2,573,566	2,573,566
Renewable Energy	-	-	-	72,684	72,684
Farm Loans	-	-	-	193,729	193,729
Animal Shelter	-	-	-	262,264	262,264
Court Assessment	-	-	-	204,851	204,851
Economic Development	-	-	-	4,908	4,908
Employee	-	-	-	3,147	3,147
	-	-	15,660,636	3,315,149	18,975,785
Assigned					
Reserves	909,356	-	-	-	909,356
Total	909,356	-	-	-	909,356
Unassigned:	903,129	-	-	-	903,129
Total Fund Balances	$ 1,830,392	$ 11,323,515	$ 15,660,636	$ 6,393,837	$ 35,208,380

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 for which the County carries commercial insurance with nominal deductible levels.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The liability for claims and judgments is reported in the appropriate fund.

Amount of losses over the past 3 years have not exceeded insurance coverage less deductibles.

NOTE 15 – CONTINGENT LIABILITIES

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

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

NOTE 16 – RESTATEMENT OF NET POSITION

Due to the implementation of GASB 68 a restatement of the prior year net position was required. The restatement is as follows:

Net position-Beginning as previously reported	$ 116,385,004
Pension asset for prepaid as of 6/30/14	(3,758,169)
Proportionate share of net pension liability	(2,069,791)
Net outflow/(inflows) of resources	337,753
Net position-Beginning as restated	$ 110,894,797

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REQUIRED SUPPLEMENTARY INFORMATION

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HOOD RIVER COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION

INFRASTRUCTURE ASSETS
MODIFIED APPROACH

ROAD SYSTEM INVENTORY AND ESTIMATED HISTORICAL COST

The County estimated historical cost for each road by multiplying the lane mileage by the cost per lane mile by the price index for the year constructed or 1980. For roads constructed since 1980 a price index was determined for the known year of construction. The US Bureau of Labor Statistics CPI Calculator was used to determine the price index.

Using the above method, and adding actual cost after July 1, 2003, the total estimated historical cost of the County's road system is $48,352,911.

ROAD SYSTEM CONDITION ASSESSMENT

The Pavement Condition Index (PCI) is a measure of the relative pavement condition on a scale of 0 to 100 with 100 being pavement in perfect condition and 0 being pavement in terrible condition. PCI is determined by deducting value for each type of distress (cracking, rutting, potholes, etc.) present in the pavement. The County policy is to achieve a minimum rating of 70 for all roads. This indicates that the pavement is in good condition with a low amount of distress.

The measured network PCI for the last five years are as follows:

Year	PCI
2011	79
2012	77
2013	76
2014	76
2015	76

ROAD SYSTEM MAINTENANCE AND PRESERVATION

Review of the County cost accounting for the last five fiscal years indicates the following amounts were expensed for pavement maintenance and rehabilitation:

Year	Amount Budgeted	Amount Expensed
10-11	$500,000	$484,593 (+ $553,005 ARRA)
11-12	$500,000	$418,627
12-13	$1,050,000	$945,555
13-14	$1,210,800	$759,717
14-15	$400,000	$726,242

Estimated budget for maintenance and rehabilitation (M&R):

Year	M&R Budget	Projected PCI
15-16	$660,000	77
16-17	$660,000	77
17-18	$660,000	76
18-19	$660,000	76
19-20	$660,000	75

Program analysis indicates that an average annual pavement maintenance and rehabilitation budget of $660,000 will maintain the pavement at a condition higher than the minimum level. *The County performs much of this work with its own personnel and equipment therefore a specific budget line item is not spelled out.

BRIDGE SYSTEM ESTIMATED HISTORICAL COST

Actual construction costs were used in the analysis on newer bridges where cost information is available. Construction costs were estimated on other bridges where actual cost information is not available based on the National Bridge Inventory System.

Using the above method, the total estimated historical cost of the County's bridge system is $3,423,934.

BRIDGE SYSTEM CONDITION ASSESSMENT

The Bridge Sufficiency Rating (BSR) is a measure of the relative sufficiency of a bridge on a scale of 0 to 100 with 100 being a bridge that functions perfectly and 0 being a bridge that is unusable. The BSR is calculated from a formula developed by AASHTO, a national organization of structural engineers that considers the condition and adequacy of structural elements of a bridge. The formula also considers how well the geometry of a bridge accommodates traffic. The condition level approved by the County's governing body for the network of bridges is 70. This indicates that the bridges may have some deficiencies and are eligible for federal bridge rehabilitation funds, but overall are in good operating condition.

The County's bridges are inspected every two years by the Oregon Department of Transportation contracted bridge inspectors. Inspectors rate the relative condition of all elements of each bridge. For each bridge a "sufficiency rating" is calculated from a formula that is a function of the structural adequacy and safety, functional obsolescence, and serviceability of a bridge. Currently the County's average bridge sufficiency rating is 83.

BRIDGE SYSTEM MAINTENANCE AND PRESERVATION

With few exceptions the County's bridges are of concrete construction. Historic maintenance related to these bridges has largely consisted of removing debris after high water conditions and placing materials to control channel alignment. The costs to maintain the concrete structures themselves have been minimal. Most of the costs associated with a concrete bridge are incurred at the time the bridge is replaced.

The County maintains a total of 65,950 square feet of bridge area. The total 2015 replacement cost for the County's bridge system amounts to $30,271,050; bridge replacements have typically been funded with Federal funds therefore the County has not developed a special fund for replacement.

HOOD RIVER COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION

OTHER POST EMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS
FOR THE YEAR ENDED JUNE 30, 2015

Actuarial Valuation Date	Actuarial Value of Assets	AAL Unit Credit	UAAL	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
8/1/2006	$ -	$ 1,635,893	$ 1,635,893	0.00%	$ 6,400,000	25.56%
8/1/2008	$ -	$ 1,509,591	$ 1,509,591	0.00%	$ 6,444,000	23.43%
8/1/2010	$ -	$ 1,260,392	$ 1,260,392	0.00%	$ 6,533,000	19.29%
8/1/2012	$ -	$ 814,542	$ 814,542	0.00%	$ 6,560,000	12.42%
8/1/2014	$ -	$ 697,841	$ 697,841	0.00%	$ 6,820,000	10.23%

The above table presents the most recent actuarial valuations for the County's post-retirement health and welfare benefits plan, and it provides information that approximates the funding progress of the plan.

HOOD RIVER COUNTY

REQUIRED SUPPLEMENTARY INFORMATION

For the fiscal year ended June 30, 2015

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	(a) Employer's proportion of the net pension liability (NPL)	(b) Employer's proportionate share of the net pension liability (NPL)	(c) COUNTY covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2015	0.04 %	$ (919,360)	$ 6,820,000	(13.5) %	103.6 %
2014	0.04	2,069,791	6,560,000	31.6	92.0

The amounts presented for each fiscal year were actuarial determinted at 12/31 and rolled forward to the measurment date.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

SCHEDULE OF CONTRIBUTIONS

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2015	$ 348,672	$ 348,672	$ -	$ 6,820,000	5.1 %
2014	337,753	337,753	-	6,560,000	5.1

The amounts presented for each fiscal year were actuarial determinted at 12/31 and rolled forward to the measurment date.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

SUPPLEMENTARY INFORMATION

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HOOD RIVER COUNTY, OREGON
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015

	NONMAJOR SPECIAL REVENUE FUNDS	COMBINED NONMAJOR CAPITAL PROJECTS FUNDS	NONMAJOR DEBT SERVICE FUND	TOTAL COMBINED NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
CASH AND INVESTMENTS	$ 4,837,557	$ 1,401,318	$ 22,865	$ 6,261,740
RECEIVABLES:				
ACCOUNTS	299,441	60,000	-	359,441
CONTRACTS	197,212	-	-	197,212
PREPAID EXPENSE	2,605	-	-	2,605
TOTAL ASSETS	$ 5,336,815	$ 1,461,318	$ 22,865	$ 6,820,998
LIABILITIES				
ACCOUNTS PAYABLE	$ 144,336	$ 19,600	$ -	$ 163,936
ACCRUED COMPENSATION	64,826	-	-	64,826
DUE TO OTHER FUNDS	62	-	-	62
UNEARNED REVENUE	198,337	-	-	198,337
TOTAL LIABILITIES	407,561	19,600	-	427,161
FUND BALANCES				
NONSPENDABLE	2,605	-	-	2,605
RESTRICTED	1,611,500	1,441,718	22,865	3,076,083
COMMITTED	3,315,149	-	-	3,315,149
TOTAL FUND BALANCES	4,929,254	1,441,718	22,865	6,393,837
TOTAL LIABILITIES AND FUND BALANCES	$ 5,336,815	$ 1,461,318	$ 22,865	$ 6,820,998

HOOD RIVER COUNTY, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015

	RENEWABLE ENERGY PROJECTS	COMM GRANT PROJECTS	FARM LOANS	SHERIFF CO PROG	ANIMAL FACILITY	PW PROJECTS
ASSETS						
CASH AND INVESTMENTS	$ 73,539	$ 19,205	$ 193,729	$ 463,044	$ 262,966	$ 481,169
RECEIVABLES						
ACCOUNTS	-	-	-	11,947	-	1,852
CONTRACTS	-	-	197,212	-	-	-
PREPAID EXPENSE	-	-	-	-	-	-
TOTAL ASSETS	$ 73,539	$ 19,205	$ 390,941	$ 474,991	$ 262,966	$ 483,021
LIABILITIES						
ACCOUNTS PAYABLE	$ 855	$ -	$ -	$ 882	$ 172	$ -
ACCRUED COMPENSATION	-	-	-	4,323	530	-
DUE TO OTHER FUNDS	-	-	-	-	-	-
UNEARNED REVENUE	-	-	197,212	-	-	-
TOTAL LIABILITIES	855	-	197,212	5,205	702	-
FUND BALANCES						
NONSPENDABLE	-	-	-	-	-	-
RESTRICTED	-	19,205	-	469,786	-	483,021
COMMITTED	72,684	-	193,729	-	262,264	-
TOTAL FUND BALANCES	72,684	19,205	193,729	469,786	262,264	483,021
TOTAL LIABILITIES AND FUND BALANCES	$ 73,539	$ 19,205	$ 390,941	$ 474,991	$ 262,966	$ 483,021

CONTINUED ON PAGE 62

HOOD RIVER COUNTY, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015

	TIMBER INTEREST	DA CO PROG	CLERK'S FUND	FEDERAL FOREST	HEALTH PROGRAMS	BLDG INSPEC	HRPP
ASSETS							
CASH AND INVESTMENTS	$ 2,573,566	$ 15,037	$ 37,893	$ 99,758	$ -	$ 200,789	$ 157,579
RECEIVABLES:							
ACCOUNTS	-	12,080	706	-	166,740	2,465	73,850
CONTRACTS	-	-	-	-	-	-	-
PREPAID EXPENSE	-	-	-	-	-	-	2,605
TOTAL ASSETS	$ 2,573,566	$ 27,117	$ 38,599	$ 99,758	$ 166,740	$ 203,254	$ 234,034
LIABILITIES							
ACCOUNTS PAYABLE	$ -	$ 1,077	$ -	$ -	$ 78,224	$ 9,591	$ 20,632
ACCRUED COMPENSATION	-	8,710	-	-	35,949	7,217	8,097
DUE TO OTHER FUNDS	-	-	-	-	62	-	-
DEFERRED REVENUE	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	9,787	-	-	114,235	16,808	28,729
FUND BALANCES							
NONSPENDABLE	-	-	-	-	-	-	2,605
RESTRICTED	-	17,330	38,599	99,758	52,505	186,446	202,700
COMMITTED	2,573,566	-	-	-	-	-	-
TOTAL FUND BALANCES	2,573,566	17,330	38,599	99,758	52,505	186,446	205,305
TOTAL LIABILITIES AND FUND BALANCES	$ 2,573,566	$ 27,117	$ 38,599	$ 99,758	$ 166,740	$ 203,254	$ 234,034

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HOOD RIVER COUNTY, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015

	TRANSIENT ROOM TAX	COURT ASSMT	VIDEO LOTTERY	ECONOMIC DEVEL	COUNTY FAIR	EMPLOYEE FUND	TOTAL NON-MAJOR SPECIAL REVENUE FUNDS
ASSETS							
CASH AND INVESTMENTS	$ 895	$ 204,699	$ 3,394	$ 4,676	$ 39,881	$ 5,738	$ 4,837,557
RECEIVABLES:							
ACCOUNTS	24,120	5,681	-	-	-	-	299,441
CONTRACTS	-	-	-	-	-	-	197,212
PREPAID EXPENSE	-	-	-	-	-	-	2,605
TOTAL ASSETS	$ 25,015	$ 210,380	$ 3,394	$ 4,676	$ 39,881	$ 5,738	$ 5,336,815
LIABILITIES							
ACCOUNTS PAYABLE	$ 24,783	$ 5,529	$ -	$ -	$ -	$ 2,591	$ 144,336
ACCRUED COMPENSATION	-	-	-	-	-	-	64,826
DUE TO OTHER FUNDS	-	-	-	-	-	-	62
DEFERRED REVENUE	-	-	-	-	1,125	-	198,337
TOTAL LIABILITIES	24,783	5,529	-	-	1,125	2,591	407,561
FUND BALANCES							
NONSPENDABLE	-	-	-	-	-	-	2,605
RESTRICTED	-	-	3,394	-	38,756	-	1,611,500
COMMITTED	232	204,851	-	4,676	-	3,147	3,315,149
TOTAL FUND BALANCES	232	204,851	3,394	4,676	38,756	3,147	4,929,254
TOTAL LIABILITIES AND FUND BALANCES	$ 25,015	$ 210,380	$ 3,394	$ 4,676	$ 39,881	$ 5,738	$ 5,336,815

HOOD RIVER COUNTY, OREGON
NONMAJOR CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015

	EQUIPMENT REPLCMT	PW EQUIP REPLCMT	CAPITAL PROJECTS	TOTAL NON-MAJOR CAPITAL PROJECTS FUNDS
ASSETS				
CASH AND INVESTMENTS	$ 29,845	$ 1,207,528	$ 163,945	$ 1,401,318
RECEIVABLES:				
ACCOUNTS	60,000	-	-	60,000
TOTAL ASSETS	$ 89,845	$ 1,207,528	$ 163,945	$ 1,461,318
LIABILITIES				
ACCOUNTS PAYABLE	$ 19,600	$ -	$ -	$ 19,600
TOTAL LIABILITIES	19,600	-	-	19,600
FUND BALANCES				
RESTRICTED	70,245	1,207,528	163,945	1,441,718
TOTAL FUND BALANCES	70,245	1,207,528	163,945	1,441,718
TOTAL LIABILITIES AND FUND BALANCES	$ 89,845	$ 1,207,528	$ 163,945	$ 1,461,318

HOOD RIVER COUNTY, OREGON
DEBT SERVICE FUND
BALANCE SHEET
JUNE 30, 2015

ASSETS		
CASH AND INVESTMENTS	$	22,865
TOTAL ASSETS	$	22,865
FUND BALANCES		
RESTRICTED		22,865
TOTAL FUND BALANCES		22,865
TOTAL LIABILITIES AND FUND BALANCES	$	22,865

HOOD RIVER COUNTY, OREGON
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015

	COMBINED NONMAJOR SPECIAL REVENUE FUNDS	COMBINED NONMAJOR CAPITAL PROJECTS FUNDS	NONMAJOR DEBT SERVICE FUND	TOTAL COMBINED NONMAJOR GOVERNMENTAL FUNDS
REVENUES				
PROPERTY TAXES	$ 1,159	$ -	$ 366,391	$ 367,550
OTHER TAXES	378,856	-	-	378,856
INTERGOVERNMENTAL	1,832,649	-	-	1,832,649
FINES AND FEES	1,263,037	32,002	-	1,295,039
INVESTMENT EARNINGS	92,992	460	1,367	94,819
DONATIONS & CONTRIBUTIONS	45,134	-	-	45,134
OTHER REVENUE	100,341	-	-	100,341
PERS IN LIEU	-	-	434,129	434,129
TOTAL REVENUES	3,714,168	32,462	801,887	4,548,517
EXPENDITURES				
CURRENT OPERATING:				
PERSONAL SERVICES	1,725,016	-	-	1,725,016
MATERIALS & SERVICES	997,075	-	-	997,075
CAPITAL OUTLAY	30,863	220,426	-	251,289
OTHER	694,036	105,051	804,366	1,603,453
TOTAL EXPENDITURES	3,446,990	325,477	804,366	4,576,833
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	267,178	(293,015)	(2,479)	(28,316)
OTHER FINANCING SOURCES (USES)				
TRANSFERS IN	160,625	325,000	-	485,625
TRANSFERS OUT	(338,700)	(24,330)	-	(363,030)
PROCEEDS FROM THE SALE OF ASSETS	-	20,549	-	20,549
TOTAL OTHER FINANCING SOURCES (USES)	(178,075)	321,219	-	143,144
NET CHANGE IN FUND BALANCE	89,103	28,204	(2,479)	114,828
FUND BALANCE - BEGINNING	4,840,151	1,413,514	25,344	6,279,009
FUND BALANCE - ENDING	$ 4,929,254	$ 1,441,718	$ 22,865	$ 6,393,837

HOOD RIVER COUNTY, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015

	RENEWABLE ENERGY PROJECTS	COMM GRANT PROJECTS	FARM LOANS	SHERIFF CO PROG	ANIMAL FACILITY	PW PROJECTS	TIMBER INTEREST
REVENUES							
PROPERTY TAXES	$ -	$ -	$ -	$ -	$ -	$ -	$ -
OTHER TAXES	-	-	-	-	-	-	-
INTERGOVERNMENTAL	-	-	-	42,444	-	-	-
FINES AND FEES	-	-	-	19,542	-	114,992	-
INVESTMENT EARNINGS	-	-	1,021	2,224	1,275	2,165	84,041
DONATIONS & CONTRIBUTIONS	-	-	-	500	7,802	-	-
OTHER REVENUE	-	-	37,841	-	-	-	-
PERS IN LIEU	-	-	-	-	-	-	-
TOTAL REVENUES	-	-	38,862	64,710	9,077	117,157	84,041
EXPENDITURES							
CURRENT OPERATING:							
PERSONAL SERVICES	-	-	-	94,078	13,638	-	-
MATERIALS & SERVICES	12,344	-	-	33,826	7,153	-	-
CAPITAL OUTLAY	-	-	-	-	-	-	-
SPECIAL PAYMENTS	-	-	90,042	-	-	-	-
TOTAL EXPENDITURES	12,344	-	90,042	127,904	20,791	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(12,344)	-	(51,180)	(63,194)	(11,714)	117,157	84,041
OTHER FINANCING SOURCES (USES)							
TRANSFERS IN	-	19,000	-	35,000	-	-	-
TRANSFERS OUT	-	-	-	-	-	(104,500)	-
TOTAL OTHER FINANCING SOURCES (USES)	-	19,000	-	35,000	-	(104,500)	-
NET CHANGE IN FUND BALANCE	(12,344)	19,000	(51,180)	(28,194)	(11,714)	12,657	84,041
FUND BALANCE - BEGINNING	85,028	205	244,909	497,980	273,978	470,364	2,489,525
FUND BALANCE - ENDING	$ 72,684	$ 19,205	$ 193,729	$ 469,786	$ 262,264	$ 483,021	$ 2,573,566

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HOOD RIVER COUNTY, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015

	DA ANC PROG	CLERK'S FUND	FEDERAL FOREST	HEALTH PROGRAMS	BLDG INSPEC	HR PREV PROGRAM	COUNTY BK COSTS	TRANSIENT ROOM TAX
REVENUES								
PROPERTY TAXES	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,159	$ -
OTHER TAXES	-	-	264,598	-	-	-	-	114,258
INTERGOVERNMENTAL	81,770	-	4,764	839,858	-	513,279	-	-
FINES AND FEES	33,490	4,751	-	397,132	373,461	4,227	-	453
INVESTMENT EARNINGS	-	164	-	-	-	938	-	-
DONATIONS & CONTRIBUTIONS	3,611	-	-	9,521	-	-	-	-
OTHER REVENUE	-	-	-	-	-	62,500	-	-
	-	-	-	-	-	-	-	-
TOTAL REVENUES	118,871	4,915	269,362	1,246,511	373,461	580,944	1,159	114,711
EXPENDITURES								
CURRENT OPERATING:								
PERSONAL SERVICES	187,059	-	-	841,022	165,113	288,559	-	-
MATERIALS & SERVICES	14,641	-	-	373,202	156,295	56,416	1,159	-
CAPITAL OUTLAY	-	-	-	-	-	-	-	-
SPECIAL PAYMENTS	-	-	203,803	-	-	282,062	-	114,479
TOTAL EXPENDITURES	201,700	-	203,803	1,214,224	321,408	627,037	1,159	114,479
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(82,829)	4,915	65,559	32,287	52,053	(46,093)	-	232
OTHER FINANCING SOURCES (USES)								
TRANSFERS IN	79,795	2,500	-	-	24,330	-	-	-
TRANSFERS OUT	-	-	-	-	(20,100)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	79,795	2,500	-	-	4,230	-	-	-
NET CHANGE IN FUND BALANCE	(3,034)	7,415	65,559	32,287	56,283	(46,093)	-	232
FUND BALANCE - BEGINNING	20,364	31,184	34,199	20,218	130,163	251,398	-	-
FUND BALANCE - ENDING	$ 17,330	$ 38,599	$ 99,758	$ 52,505	$ 186,446	$ 205,305	$ -	$ 232

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HOOD RIVER COUNTY, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015

	COURT ASSMT	VIDEO LOTTERY	ECONOMIC DEVELP	COUNTY FAIR	EMPLOYEE FUND	TOTAL NON-MAJOR SPECIAL REVENUE FUNDS
REVENUES						
PROPERTY TAXES	$ -	$ -	$ -	$ -	$ -	$ 1,159
OTHER TAXES	-	-	-	-	-	378,856
INTERGOVERNMENTAL	150,178	149,392	-	50,964	-	1,832,649
FINES AND FEES	-	-	-	314,873	116	1,263,037
INVESTMENT EARNINGS	1,043	-	-	104	17	92,992
DONATIONS & CONTRIBUTIONS	-	-	-	20,700	3,000	45,134
OTHER REVENUE	-	-	-	-	-	100,341
TOTAL REVENUES	151,221	149,392	-	386,641	3,133	3,714,168
EXPENDITURES						
CURRENT OPERATING:						
PERSONAL SERVICES	-	-	-	135,547	-	1,725,016
MATERIALS & SERVICES	99,835	-	7,387	231,074	3,743	997,075
CAPITAL OUTLAY	6,435	-	-	24,428	-	30,863
SPECIAL PAYMENTS	-	-	-	3,650	-	694,036
TOTAL EXPENDITURES	106,270	-	7,387	394,699	3,743	3,446,990
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	44,951	149,392	(7,387)	(8,058)	(610)	267,178
OTHER FINANCING SOURCES (USES)						
TRANSFERS IN	-	-	-	-	-	160,625
TRANSFERS OUT	(54,100)	(160,000)	-	-	-	(338,700)
TOTAL OTHER FINANCING SOURCES (USES)	(54,100)	(160,000)	-	-	-	(178,075)
NET CHANGE IN FUND BALANCE	(9,149)	(10,608)	(7,387)	(8,058)	(610)	89,103
FUND BALANCE - BEGINNING	214,000	14,002	12,063	46,814	3,757	4,840,151
FUND BALANCE - ENDING	$ 204,851	$ 3,394	$ 4,676	$ 38,756	$ 3,147	$ 4,929,254

HOOD RIVER COUNTY, OREGON
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015

	EQUIPMENT REPLCMT	PW EQUIP REPLCMT	CAPITAL PROJECTS	TOTAL NON-MAJOR CAPITAL PROJECTS FUNDS
REVENUES				
FINES AND FEES	$ -	$ -	$ 32,002	$ 32,002
INVESTMENT EARNINGS	-	-	460	460
TOTAL REVENUES	-	-	32,462	32,462
EXPENDITURES				
CURRENT OPERATING:				
CAPITAL OUTLAY	29,096	129,823	61,507	220,426
OTHER	-	-	105,051	105,051
TOTAL EXPENDITURES	29,096	129,823	166,558	325,477
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(29,096)	(129,823)	(134,096)	(293,015)
OTHER FINANCING SOURCES				
TRANSFERS IN	10,000	315,000	-	325,000
TRANSFERS OUT	(24,330)	-	-	(24,330)
PROCEEDS FROM THE SALE OF ASSETS	20,549	-	-	20,549
TOTAL OTHER FINANCING SOURCES	6,219	315,000	-	321,219
NET CHANGE IN FUND BALANCE	(22,877)	185,177	(134,096)	28,204
FUND BALANCE - BEGINNING	93,122	1,022,351	298,041	1,413,514
FUND BALANCE - ENDING	$ 70,245	$ 1,207,528	$ 163,945	$ 1,441,718

HOOD RIVER COUNTY, OREGON
NONMAJOR DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2015

REVENUES		
PROPERTY TAXES	$	366,391
INVESTMENT EARNINGS		1,367
PERS IN LIEU		434,129
TOTAL REVENUES		801,887
EXPENDITURES		
CURRENT OPERATING:		
DEBT SERVICE		804,366
TOTAL EXPENDITURES		804,366
NET CHANGE IN FUND BALANCE		(2,479)
FUND BALANCE - BEGINNING		25,344
FUND BALANCE - ENDING	$	22,865

HOOD RIVER COUNTY, OREGON
RENEWABLE ENERGY PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
EXPENDITURES				
MATERIALS & SERVICES	$ 96,000	$ 96,000	$ 12,344	$ (83,656)
TOTAL EXPENDITURES	96,000	96,000	12,344	(83,656)
NET CHANGE IN FUND BALANCE	(96,000)	(96,000)	(12,344)	83,656
FUND BALANCE - BEGINNING	96,000	96,000	85,028	(10,972)
FUND BALANCE - ENDING	$ -	$ -	$ 72,684	$ 72,684

HOOD RIVER COUNTY, OREGON
COMMUNITY GRANT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
EXPENDITURES				
MATERIALS & SERVICES	19,000	19,000	-	(19,000)
TOTAL EXPENDITURES	19,000	19,000	-	(19,000)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(19,000)	(19,000)	-	19,000
OTHER FINANCING SOURCES				
TRANSFERS IN	19,000	19,000	19,000	-
TOTAL OTHER FINANCING SOURCES	19,000	19,000	19,000	-
NET CHANGE IN FUND BALANCE	-	-	19,000	19,000
FUND BALANCE - BEGINNING	-	-	205	205
FUND BALANCE - ENDING	$ -	$ -	$ 19,205	$ 19,205

HOOD RIVER COUNTY, OREGON
FARM LOAN PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INVESTMENT EARNINGS	$ 5,600	$ 5,600	$ 1,021	$ (4,579)
OTHER REVENUE	32,000	32,000	37,841	5,841
TOTAL REVENUES	37,600	37,600	38,862	1,262
EXPENDITURES				
SPECIAL PAYMENTS	241,600	241,600	90,042	(151,558)
TOTAL EXPENDITURES	241,600	241,600	90,042	(151,558)
NET CHANGE IN FUND BALANCE	(204,000)	(204,000)	(51,180)	152,820
FUND BALANCE - BEGINNING	204,000	204,000	244,909	40,909
FUND BALANCE - ENDING	$ -	$ -	$ 193,729	$ 193,729

HOOD RIVER COUNTY, OREGON
SHERIFF'S COUNTY PROGRAMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 84,840	$ 84,840	$ 42,444	$ (42,396)
FINES AND FEES	16,000	16,000	19,542	3,542
INVESTMENT EARNINGS	3,200	3,200	2,224	(976)
DONATIONS/CONTRIBUTIONS	-	-	500	
TOTAL REVENUES	104,040	104,040	64,710	(39,830)
EXPENDITURES				
PERSONAL SERVICES	180,710	180,710	94,078	(86,632)
MATERIALS & SERVICES	319,040	319,040	33,826	(285,214)
CAPITAL OUTLAY	111,800	111,800	-	(111,800)
TOTAL EXPENDITURES	611,550	611,550	127,904	(483,646)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(507,510)	(507,510)	(63,194)	443,816
OTHER FINANCING SOURCES				
TRANSFERS IN	35,000	35,000	35,000	-
TOTAL OTHER FINANCING SOURCES	35,000	35,000	35,000	-
NET CHANGE IN FUND BALANCE	(472,510)	(472,510)	(28,194)	443,816
FUND BALANCE - BEGINNING	472,510	472,510	497,980	25,470
FUND BALANCE - ENDING	$ -	$ -	$ 469,786	$ 469,786

HOOD RIVER COUNTY, OREGON
ANIMAL FACILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INVESTMENT EARNINGS	$ 1,800	$ 1,800	$ 1,275	$ (525)
DONATIONS/CONTRIBUTIONS	-	-	7,802	7,802
TOTAL REVENUES	1,800	1,800	9,077	7,277
EXPENDITURES				
PERSONAL SERVICES	15,140	15,140	13,638	(1,502)
MATERIALS & SERVICES	16,750	16,750	7,153	(9,597)
CONTINGENCY	50,000	50,000	-	(50,000)
TOTAL EXPENDITURES	81,890	81,890	20,791	(61,099)
NET CHANGE IN FUND BALANCE	(80,090)	(80,090)	(11,714)	68,376
FUND BALANCE - BEGINNING	270,000	270,000	273,978	3,978
FUND BALANCE - ENDING	$ 189,910	$ 189,910	$ 262,264	$ 72,354

HOOD RIVER COUNTY, OREGON
PUBLIC WORKS PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 16,900	$ 16,900	$ -	$ (16,900)
FINES AND FEES	75,000	75,000	114,992	39,992
INVESTMENT EARNINGS	4,000	4,000	2,165	(1,835)
TOTAL REVENUES	95,900	95,900	117,157	21,257
EXPENDITURES				
MATERIALS AND SERVICES	13,000	13,000	-	(13,000)
CAPITAL OUTLAY	15,000	15,000	-	(15,000)
TOTAL EXPENDITURES	28,000	28,000	-	(28,000)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	67,900	67,900	117,157	49,257
OTHER FINANCING USES				
TRANSFERS OUT	(104,500)	(104,500)	(104,500)	-
NET CHANGE IN FUND BALANCE	(36,600)	(36,600)	12,657	49,257
FUND BALANCE - BEGINNING	447,000	447,000	470,364	23,364
FUND BALANCE - ENDING	$ 410,400	$ 410,400	$ 483,021	$ 72,621

HOOD RIVER COUNTY, OREGON
TIMBER INTEREST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INVESTMENT EARNINGS	$ 60,000	$ 60,000	$ 84,041	$ 24,041
TOTAL REVENUES	60,000	60,000	84,041	24,041
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	60,000	60,000	84,041	24,041
OTHER FINANCING SOURCES				
TRANSFERS OUT	(470,000)	(470,000)	-	(470,000)
TOTAL OTHER FINANCING SOURCES	(470,000)	(470,000)	-	(470,000)
NET CHANGE IN FUND BALANCE	(410,000)	(410,000)	84,041	494,041
FUND BALANCE - BEGINNING	2,200,000	2,200,000	2,489,525	289,525
FUND BALANCE - ENDING	$ 1,790,000	$ 1,790,000	$ 2,573,566	$ 783,566

HOOD RIVER COUNTY, OREGON
DISTRICT ATTORNEY ANCILLIARY PROGRAMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 105,155	$ 79,755	$ 81,770	$ 2,015
FINES AND FEES	15,300	33,470	33,490	20
INVESTMENT EARNINGS	370	-	-	-
DONATIONS/CONTRIBUTIONS	3,000	3,000	3,611	611
TOTAL REVENUES	123,825	116,225	118,871	2,646
EXPENDITURES				
PERSONAL SERVICES	175,490	189,890	187,059	(2,831)
MATERIALS AND SERVICES	23,540	23,540	14,641	(8,899)
TOTAL EXPENDITURES	199,030	213,430	201,700	(11,730)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(75,205)	(97,205)	(82,829)	14,376
OTHER FINANCING SOURCES				
TRANSFERS IN	66,085	82,785	79,795	(2,990)
NET CHANGE IN FUND BALANCE	(9,120)	(14,420)	(3,034)	11,386
FUND BALANCE - BEGINNING	9,120	14,420	20,364	5,944
FUND BALANCE - ENDING	$ -	$ -	$ 17,330	$ 17,330

HOOD RIVER COUNTY, OREGON
CLERKS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
FINES AND FEES	$ 4,000	$ 4,000	$ 4,751	$ 751
INVESTMENT EARNINGS	200	200	164	(36)
TOTAL REVENUES	4,200	4,200	4,915	715
EXPENDITURES				
MATERIALS AND SERVICES	25,700	25,700	-	(25,700)
TOTAL EXPENDITURES	25,700	25,700	-	(25,700)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(21,500)	(21,500)	4,915	26,415
OTHER FINANCING SOURCES				
TRANSFERS IN	2,500	2,500	2,500	-
NET CHANGE IN FUND BALANCE	(19,000)	(19,000)	7,415	26,415
FUND BALANCE - BEGINNING	19,000	19,000	31,184	12,184
FUND BALANCE - ENDING	$ -	$ -	$ 38,599	$ 38,599

HOOD RIVER COUNTY, OREGON
FEDERAL FOREST TITLE III FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ -	$ 257,785	$ 264,598	$ 6,813
OTHER TAXES	6,000	6,000	4,764	(1,236)
TOTAL REVENUES	6,000	263,785	269,362	5,577
EXPENDITURES				
SPECIAL PAYMENTS	6,000	297,985	203,803	(94,182)
TOTAL EXPENDITURES	6,000	297,985	203,803	(94,182)
NET CHANGE IN FUND BALANCE	-	(34,200)	65,559	99,759
FUND BALANCE - BEGINNING	-	34,200	34,199	(1)
FUND BALANCE - ENDING	$ -	$ -	$ 99,758	$ 99,758

HOOD RIVER COUNTY, OREGON
HEALTH PROGRAMS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 830,330	$ 929,205	$ 839,858	$ (89,347)
FINES AND FEES	352,915	391,795	397,132	5,337
DONATIONS/CONTRIBUTIONS	15,180	9,350	9,521	171
TOTAL REVENUES	1,198,425	1,330,350	1,246,511	(83,839)
EXPENDITURES				
PERSONAL SERVICES	960,920	935,560	841,022	(94,538)
MATERIALS & SERVICES	283,335	346,280	373,202	26,922
SPECIAL PAYMENTS	32,290	68,750	-	(68,750)
TOTAL EXPENDITURES	1,276,545	1,350,590	1,214,224	(136,366)
NET CHANGE IN FUND BALANCE	(78,120)	(20,240)	32,287	52,527
FUND BALANCE - BEGINNING	78,120	20,240	20,218	(22)
FUND BALANCE - ENDING	$ -	$ -	$ 52,505	$ 52,505

HOOD RIVER COUNTY, OREGON
BUILDING INSPECTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
FINES AND FEES	$ 222,300	$ 254,395	$ 373,461	$ 119,066
TOTAL REVENUES	222,300	254,395	373,461	119,066
EXPENDITURES				
PERSONAL SERVICES	145,580	170,675	165,113	(5,562)
MATERIALS & SERVICES	155,590	162,590	156,295	(6,295)
TOTAL EXPENDITURES	301,170	333,265	321,408	(11,857)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(78,870)	(78,870)	52,053	(130,923)
OTHER FINANCING SOURCES (USES)				
TRANSFERS IN	38,330	38,330	24,330	(14,000)
TRANSFERS OUT	(20,100)	(20,100)	(20,100)	-
TOTAL OTHER FINANCING SOURCES (USES)	18,230	18,230	4,230	(14,000)
NET CHANGE IN FUND BALANCE	(60,640)	(60,640)	56,283	116,923
FUND BALANCE - BEGINNING	60,640	60,640	130,163	69,523
FUND BALANCE - ENDING	$ -	$ -	$ 186,446	$ 186,446

HOOD RIVER COUNTY, OREGON
HOOD RIVER PREVENTION PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 344,650	$ 528,550	$ 513,279	$ (15,271)
FINES AND FEES	4,000	4,000	4,227	227
INVESTMENT EARNINGS	2,000	2,000	937	(1,063)
OTHER REVENUE	131,000	181,000	62,500	(118,500)
TOTAL REVENUES	481,650	715,550	580,943	(134,607)
EXPENDITURES				
PERSONAL SERVICES	285,810	312,068	288,559	(23,509)
MATERIALS & SERVICES	56,960	145,466	56,416	(89,050)
SPECIAL PAYMENTS	287,570	463,054	282,062	(180,992)
CONTINGENCY	46,360	46,360	-	(46,360)
TOTAL EXPENDITURES	676,700	966,948	627,037	(339,911)
NET CHANGE IN FUND BALANCE	(195,050)	(251,398)	(46,094)	205,304
FUND BALANCE - BEGINNING	195,050	251,398	251,399	1
FUND BALANCE - ENDING	$ -	$ -	$ 205,305	$ 205,305

HOOD RIVER COUNTY, OREGON
COUNTY BANKRUPTCY COSTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
PRIOR YEAR TAXES	$ 5,000	$ 10,000	$ 1,159	$ (8,841)
TOTAL REVENUES	5,000	10,000	1,159	(8,841)
EXPENDITURES				
MATERIALS & SERVICES	5,000	10,000	1,159	(8,841)
TOTAL EXPENDITURES	5,000	10,000	1,159	(8,841)
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE - BEGINNING	-	-	-	-
FUND BALANCE - ENDING	$ -	$ -	$ -	$ -

HOOD RIVER COUNTY, OREGON
TRANSIENT ROOM TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
OTHER TAXES	$ 150,000	$ 150,000	$ 114,258	$ (35,742)
INVESTMENT EARNINGS	500	500	453	(47)
TOTAL REVENUES	150,500	150,500	114,711	(35,789)
EXPENDITURES				
SPECIAL PAYMENTS	150,500	150,500	114,479	(36,021)
TOTAL EXPENDITURES	150,500	150,500	114,479	(36,021)
NET CHANGE IN FUND BALANCE	-	-	232	232
FUND BALANCE - BEGINNING	-	-	-	-
FUND BALANCE - ENDING	$ -	$ -	$ 232	$ 232

HOOD RIVER COUNTY, OREGON
COURT ASSESSMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 127,600	$ 127,600	$ 150,178	$ 22,578
INVESTMENT EARNINGS	2,600	2,600	1,043	(1,557)
TOTAL REVENUES	130,200	130,200	151,221	21,021
EXPENDITURES				
MATERIALS & SERVICES	176,900	176,900	99,835	(77,065)
CAPITAL OUTLAY	50,000	50,000	6,435	(43,565)
CONTINGENCY	128,200	128,200	-	(128,200)
TOTAL EXPENDITURES	355,100	355,100	106,270	(248,830)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(224,900)	(224,900)	44,951	269,851
OTHER FINANCING (USES)				
TRANSFERS OUT	(54,100)	(54,100)	(54,100)	-
TOTAL OTHER FINANCING (USES)	(54,100)	(54,100)	(54,100)	-
NET CHANGE IN FUND BALANCE	(279,000)	(279,000)	(9,149)	269,851
FUND BALANCE - BEGINNING	279,000	279,000	214,000	(65,000)
FUND BALANCE - ENDING	$ -	$ -	$ 204,851	$ 204,851

HOOD RIVER COUNTY, OREGON
VIDEO LOTTERY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 145,000	$ 145,000	$ 149,392	$ 4,392
TOTAL REVENUES	145,000	145,000	149,392	4,392
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	145,000	145,000	149,392	4,392
OTHER FINANCING (USES)				
TRANSFERS OUT	(160,000)	(160,000)	(160,000)	-
TOTAL OTHER FINANCING (USES)	(160,000)	(160,000)	(160,000)	-
NET CHANGE IN FUND BALANCE	(15,000)	(15,000)	(10,608)	4,392
FUND BALANCE - BEGINNING	16,000	16,000	14,002	(1,998)
FUND BALANCE - ENDING	$ 1,000	$ 1,000	$ 3,394	$ 2,394

HOOD RIVER COUNTY, OREGON
ECONOMIC DEVELOPMENT PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
EXPENDITURES				
MATERIALS & SERVICES	10,600	10,600	7,387	(3,213)
TOTAL EXPENDITURES	10,600	10,600	7,387	(3,213)
NET CHANGE IN FUND BALANCE	(10,600)	(10,600)	(7,387)	3,213
FUND BALANCE - BEGINNING	10,600	10,600	12,063	1,463
FUND BALANCE - ENDING	$ -	$ -	$ 4,676	$ 4,676

HOOD RIVER COUNTY, OREGON
COUNTY FAIR FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ 51,000	$ 51,000	$ 50,964	$ (36)
FINES AND FEES	330,500	345,100	314,873	(30,227)
INVESTMENT EARNINGS	100	100	104	4
DONATIONS/CONTRIBUTIONS	20,000	23,200	20,700	(2,500)
TOTAL REVENUES	401,600	419,400	386,641	(32,759)
EXPENDITURES				
PERSONAL SERVICES	154,600	154,600	135,547	(19,053)
MATERIALS & SERVICES	253,630	264,130	231,074	(33,056)
CAPITAL OUTLAY	19,570	29,870	24,428	(5,442)
SPECIAL PAYMENTS	8,000	8,000	3,650	(4,350)
TOTAL EXPENDITURES	435,800	456,600	394,699	(61,901)
NET CHANGE IN FUND BALANCE	(34,200)	(37,200)	(8,058)	29,142
FUND BALANCE - BEGINNING	34,200	37,200	46,814	9,614
FUND BALANCE - ENDING	$ -	$ -	$ 38,756	$ 38,756

HOOD RIVER COUNTY, OREGON
EMPLOYEE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
FINES AND FEES	$ 200	$ 200	$ 116	$ (84)
INVESTMENT EARNINGS	30	30	16	(14)
DONATIONS/CONTRIBUTIONS	-	3,000	3,000	-
TOTAL REVENUES	230	3,230	3,132	(98)
EXPENDITURES				
MATERIALS & SERVICES	3,030	6,030	3,743	(2,287)
TOTAL EXPENDITURES	3,030	6,030	3,743	(2,287)
NET CHANGE IN FUND BALANCE	(2,800)	(2,800)	(611)	2,189
FUND BALANCE - BEGINNING	2,800	2,800	3,758	958
FUND BALANCE - ENDING	$ -	$ -	$ 3,147	$ 3,147

HOOD RIVER COUNTY, OREGON
EQUIPMENT REPLACEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
EXPENDITURES				
CAPITAL OUTLAY	85,670	110,670	29,096	(81,574)
TOTAL EXPENDITURES	85,670	110,670	29,096	(81,574)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(85,670)	(110,670)	(29,096)	81,574
OTHER FINANCING SOURCES				
TRANSFERS IN	10,000	10,000	10,000	-
TRANSFERS OUT	(24,330)	(24,330)	(24,330)	-
PROCEEDS FROM THE SALE OF ASSETS	-	25,000	20,549	(4,451)
TOTAL OTHER FINANCING SOURCES	(14,330)	10,670	6,219	(4,451)
NET CHANGE IN FUND BALANCE	(100,000)	(100,000)	(22,877)	77,123
FUND BALANCE - BEGINNING	100,000	100,000	93,122	(6,878)
FUND BALANCE - ENDING	$ -	$ -	$ 70,245	$ 70,245

HOOD RIVER COUNTY, OREGON
PUBLIC WORKS EQUIPMENT REPLACEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
EXPENDITURES				
CAPITAL OUTLAY	$ 235,000	$ 335,000	$ 129,823	$ (205,177)
TOTAL EXPENDITURES	235,000	335,000	129,823	(205,177)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(235,000)	(335,000)	(129,823)	205,177
OTHER FINANCING SOURCES				
TRANSFERS IN	215,000	315,000	315,000	-
TOTAL OTHER FINANCING SOURCES	215,000	315,000	315,000	-
NET CHANGE IN FUND BALANCE	(20,000)	(20,000)	185,177	205,177
FUND BALANCE - BEGINNING	1,020,000	1,020,000	1,022,351	2,351
FUND BALANCE - ENDING	$ 1,000,000	$ 1,000,000	$ 1,207,528	$ 207,528

HOOD RIVER COUNTY, OREGON
CAPITAL PROJECTS MASTER FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INTERGOVERNMENTAL	$ -	$ -	$ -	$ -
INVESTMENT EARNINGS	450	450	460	10
FINES FEES REIMBURSMENTS	-	74,505	32,002	
TOTAL REVENUES	450	74,955	32,462	10
EXPENDITURES				
CAPITAL OUTLAY	327,060	251,510	61,507	(190,003)
OTHER	-	150,055	105,051	(45,004)
TOTAL EXPENDITURES	327,060	401,565	166,558	(235,007)
NET CHANGE IN FUND BALANCE	(326,610)	(326,610)	(134,096)	192,514
FUND BALANCE - BEGINNING	326,610	326,610	298,041	(28,569)
FUND BALANCE - ENDING	$ -	$ -	$ 163,945	$ 163,945

HOOD RIVER COUNTY, OREGON
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
PROPERTY TAXES	$ 365,200	$ 365,200	$ 366,391	$ 1,191
INVESTMENT EARNINGS	1,000	1,000	1,367	367
PERS IN LIEU	434,140	434,140	434,129	(11)
TOTAL REVENUES	800,340	800,340	801,887	1,547
EXPENDITURES				
CURRENT OPERATING:				
PRINCIPAL	480,000	480,000	480,000	-
INTEREST	324,700	329,360	324,366	(4,994)
TOTAL EXPENDITURES	804,700	809,360	804,366	(4,994)
NET CHANGE IN FUND BALANCE	(4,360)	(9,020)	(2,479)	6,541
FUND BALANCE - BEGINNING	22,700	27,360	25,344	(2,016)
FUND BALANCE - ENDING	$ 18,340	$ 18,340	$ 22,865	$ 4,525

HOOD RIVER COUNTY, OREGON
RESERVES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET & ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
REVENUES				
INVESTMENT EARNINGS	$ 4,900	$ 4,900	$ 4,796	$ (104)
TOTAL REVENUES	4,900	4,900	4,796	(104)
EXPENDITURES				
OTHER EXPENDITURES	50,000	50,000	-	(50,000)
CONTINGENCY	118,100	118,100	-	(118,100)
TOTAL EXPENDITURES	168,100	168,100	-	(168,100)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(163,200)	(163,200)	4,796	167,996
OTHER FINANCING SOURCES				
TRANSFERS OUT	(171,500)	(171,500)	(157,500)	(14,000)
TOTAL OTHER FINANCING SOURCES	(171,500)	(171,500)	(157,500)	(14,000)
NET CHANGE IN FUND BALANCE	(334,700)	(334,700)	(152,704)	181,996
FUND BALANCE - BEGINNING	822,200	822,200	1,062,060	239,860
FUND BALANCE - ENDING	$ 487,500	$ 487,500	$ 909,356	$ 421,856

HOOD RIVER COUNTY, OREGON
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	CASH	PROPERTY TAXES RECEIVABLE	ACCOUNTS RECEIVABLE	TOTAL ASSETS AND AMOUNTS HELD IN TRUST
CITIES				
CITY OF HOOD RIVER	$ 9,903,892	$ 206,521	$ -	$ 10,110,413
CITY OF CASCADE LOCKS	2,080	11,681	-	13,761
TOTAL CITIES	9,905,972	218,202	-	10,124,174
PORT DISTRICTS				
PORT OF HOOD RIVER	617	3,470	-	4,087
PORT OF CASCADE LOCKS	32	180	-	212
TOTAL PORT DISTRICTS	649	3,650	-	4,299
SCHOOL DISTRICTS				
MT. HOOD COMMUNITY COLLEGE	584	3,260	-	3,844
HOOD RIVER COUNTY SCHOOL DISTRICT	184,351	847,224	-	1,031,575
REGION 9 EDUCATIONAL SCHOOL DISTRICT	9,250	51,443	-	60,693
COLUMBIA GORGE COMMUNITY COLLEGE	11,917	67,201	-	79,118
TOTAL SCHOOL DISTRICTS	206,102	969,128	-	1,175,230
FIRE DISTRICTS				
STATE FIRE PATROL	2,236	12,666	-	14,902
DEE RURAL FIRE DISTRICT	-	13	-	13
ODELL RURAL FIRE DISTRICT	3,976	21,992	-	25,968
PARKDALE RURAL FIRE DISTRICT	3,899	21,902	-	25,801
PINE GROVE RIURAL FIRE DISTRICT	7	445	-	452
WESTSIDE RURAL FIRE DISTRICT	382,156	21,169	-	403,325
TOTAL FIRE DISTRICTS	392,274	78,187	-	470,461
IRRIGATION DISTRICTS				
DEE IRRIGATION DISTRICT	261	1	-	262
EAST FORK IRRIGATION DISTRICT	508,163	-	-	508,163
MIDDLE FORK IRRIGATION DISTRICT	-	-	-	-
MT. HOOD IRRIGATION DISTRICT	-	-	-	-
TOTAL IRRIGATION DISTRICTS	508,424	1	-	508,425
SANITARY DISTRICTS				
ODELL SANITARY DISTRICT	299,749	14,202	-	313,951
PARKDALE SANITARY DISTRICT	79,102	-	-	79,102
TOTALSANITARY DISTRICTS	378,851	14,202	-	393,053
LIBRARY DISTRICT				
HOOD RIVER COUNTY LIBRARY	687,936	40,043	-	727,979
PARKS AND RECEREATION DISTRICT				
PARKS & RECREATION DISTRICT	745,257	48,691	-	793,948
PARKS & RECREATION SDC COLLECTIONS	174,369	-	-	174,369
TOTAL PARKS & RECREATION DISTRICT	919,626	48,691	-	968,317
TRANSPORTATION DISTRICT				
HOOD RIVER TRANSPORATION DISTRICT	950,948	8,061	-	959,009
REGIONAL JAIL				
NORTHERN OREGON CORRECTIONS	4,919	28,398	-	33,317
PROPERTY TAX MISCELLANEOUS				
UNSEGREGATED TAXES	-	-	-	-
ADVANCE PREPAYMENT ON TAXES	69,693	-	-	69,693
COUNTY ASSESSMENT & TAX FUNDING ASSISTANCE	55,345	-	52,344	107,689
MOBILE HOME OMBUDSMAN	35	204	-	239
TOTAL PROPERTY TAX MISCELLANEOUS	125,073	204	52,344	177,621
MISCELLANEOUS AGENCY FUNDS				
ALTERNATIVE DISPUTE RESOLUTION	-	-	-	-
MISCELLANEOUS REVOLVING	6,641	-	-	6,641
STATE MARRIAGE LICENSES	650	-	25	675
DEQ SURCHARGES	1,100	-	100	1,200
BUILDING INSPECTION SURCHARGES	8,388	-	-	8,388
DCBS MANUFACTURED STRUCTURES FEES	-	-	-	-
RESTITUTION	1,200	-	-	1,200
COURT ORDERED LAB FEES	1,105	-	-	1,105
UNCLAIMED PROPERTY	28	-	-	28
DELINQUENT SEWER CHARGES	40	-	29	69
TOTAL MISCELLANEOUS AGENCY FUNDS	19,152	-	154	19,306
TOTAL FUNDS HELD IN TRUST	$ 14,099,926	$ 1,408,767	$ 52,498	$ 15,561,191

HOOD RIVER COUNTY, OREGON
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	BALANCE JUNE 30, 2014	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2015
CITIES				
Cash and investments	$ 7,783,393	$ 4,039,386	$ 1,916,807	$ 9,905,972
Receivables:				
Property taxes	201,592	218,202	201,592	218,202
Total Assets	$ 7,984,985	$ 4,257,588	$ 2,118,399	$ 10,124,174
Due to Districts	$ 7,984,985	$ 4,257,588	$ 2,118,399	$ 10,124,174
Total Liabilities	$ 7,984,985	$ 4,257,588	$ 2,118,399	$ 10,124,174
PORT DISTRICTS				
Cash and investments	$ 486	$ 65,603	$ 65,440	$ 649
Receivables:				
Property taxes	3,413	3,650	3,413	3,650
Total Assets	$ 3,899	$ 69,253	$ 68,853	$ 4,299
Due to Districts	$ 3,899	$ 69,253	$ 68,853	$ 4,299
Total Liabilities	$ 3,899	$ 69,253	$ 68,853	$ 4,299
SCHOOL DISTRICTS				
Cash and investments	$ 160,253	$ 17,510,463	$ 17,464,614	$ 206,102
Receivables:				
Property taxes	907,935	969,128	907,935	969,128
Total Assets	$ 1,068,188	$ 18,479,591	$ 18,372,549	$ 1,175,230
Due to Districts	$ 1,068,188	$ 18,479,591	$ 18,372,549	$ 1,175,230
Total Liabilities	$ 1,068,188	$ 18,479,591	$ 18,372,549	$ 1,175,230
FIRE DISTRICTS				
Cash and investments	$ 391,335	$ 1,525,567	$ 1,524,628	$ 392,274
Receivables:				
Property taxes	72,986	78,187	72,986	78,187
Total Assets	$ 464,321	$ 1,603,754	$ 1,597,614	$ 470,461
Due to Districts	$ 464,321	$ 1,603,754	$ 1,597,614	$ 470,461
Total Liabilities	$ 464,321	$ 1,603,754	$ 1,597,614	$ 470,461
IRRIGATION DISTRICTS				
Cash and investments	$ 476,520	$ 371,904	$ 340,000	$ 508,424
Receivables:				
Property taxes	1	1	1	1
Total Assets	$ 476,521	$ 371,905	$ 340,001	$ 508,425
Due to Districts	$ 476,521	$ 371,905	$ 340,001	$ 508,425
Total Liabilities	$ 476,521	$ 371,905	$ 340,001	$ 508,425
SANITARY DISTRICTS				
Cash and investments	$ 362,970	$ 251,468	$ 235,587	$ 378,851
Receivables:				
Property taxes	13,822	14,202	13,822	14,202
Total Assets	$ 376,792	$ 265,670	$ 249,409	$ 393,053
Due to Districts	$ 376,792	$ 265,670	$ 249,409	$ 393,053
Total Liabilities	$ 376,792	$ 265,670	$ 249,409	$ 393,053
LIBRARY DISTRICT				
Cash and investments	$ 506,127	$ 781,809	$ 600,000	$ 687,936
Receivables:				
Property taxes	35,247	40,043	35,247	40,043
Total Assets	$ 541,374	$ 821,852	$ 635,247	$ 727,979
Due to District	$ 541,374	$ 821,852	$ 635,247	$ 727,979
Total Liabilities	$ 541,374	$ 821,852	$ 635,247	$ 727,979

HOOD RIVER COUNTY, OREGON
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	BALANCE JUNE 30, 2014	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2015
PARKS AND RECREATION				
Cash and investments	$ 720,096	$ 959,866	$ 760,336	$ 919,626
Receivables:				
Property taxes	45,697	48,691	45,697	48,691
Total Assets	$ 765,793	$ 1,008,557	$ 806,033	$ 968,317
Due to District	$ 765,793	$ 1,008,557	$ 806,033	$ 968,317
Total Liabilities	$ 765,793	$ 1,008,557	$ 806,033	$ 968,317
TRANSPORTATION DISTRICT				
Cash and investments	$ 835,571	$ 165,377	$ 50,000	$ 950,948
Receivables:				
Property taxes	7,530	8,061	7,530	8,061
Total Assets	$ 843,101	$ 173,438	$ 57,530	$ 959,009
Due to District	$ 843,101	$ 173,438	$ 57,530	$ 959,009
Total Liabilities	$ 843,101	$ 173,438	$ 57,530	$ 959,009
REGIONAL JAIL				
Cash and investments	$ 3,844	$ 489,908	$ 488,833	$ 4,919
Receivables:				
Property taxes	27,291	28,398	27,291	28,398
Total Assets	$ 31,135	$ 518,306	$ 516,124	$ 33,317
Due to District	$ 31,135	$ 518,306	$ 516,124	$ 33,317
Total Liabilities	$ 31,135	$ 518,306	$ 516,124	$ 33,317
PROPERTY TAX MISCELLANEOUS				
Cash and investments	$ 64,266	$ 30,342,456	$ 30,281,649	$ 125,073
Receivables:				
Property taxes	196	204	196	204
Accounts	52,143	52,344	52,143	52,344
Total Assets	$ 116,605	$ 30,395,004	$ 30,333,988	$ 177,621
Due to Districts	$ 116,605	$ 30,395,004	$ 30,333,988	$ 177,621
Total Liabilities	$ 116,605	$ 30,395,004	$ 30,333,988	$ 177,621
MISCELLANEOUS AGENCY FUNDS				
Cash and investments	$ 19,564	$ 60,774	$ 61,186	$ 19,152
Receivables:				
Accounts	111	154	111	154
Total Assets	$ 19,675	$ 60,928	$ 61,297	$ 19,306
Due to Others	$ 19,675	$ 60,928	$ 61,297	$ 19,306
Total Liabilities	$ 19,675	$ 60,928	$ 61,297	$ 19,306
TOTAL ALL AGENCY FUNDS				
Cash and investments	$ 11,324,425	$ 56,564,581	$ 53,789,080	$ 14,099,926
Receivables:				
Property taxes	1,315,710	1,408,767	1,315,710	1,408,767
Accounts	52,254	52,498	52,254	52,498
Total Assets	$ 12,692,389	$ 58,025,846	$ 55,157,044	$ 15,561,191
Due to Others	$ 12,692,389	$ 58,025,846	$ 55,157,044	$ 15,561,191
Total Liabilities	$ 12,692,389	$ 58,025,846	$ 55,157,044	$ 15,561,191

HOOD RIVER COUNTY, OREGON
SCHEDULE OF PROPERTY TAX TRANSACTIONS
FOR THE YEAR ENDED JUNE 30, 2015

LEVY YEAR ENDED JUNE 30,	BALANCES BEGINNING OF YEAR	2014 TAX LEVY	DISCOUNTS & ADJUSTMENTS	TAXES COLLECTED	BALANCES END OF YEAR
2015	$ -	$ 3,337,329	$ (86,544)	$ 3,169,337	$ 81,448
2014	73,241		(2,625)	30,611	40,005
2013	42,701		(1,997)	10,645	30,059
2012	30,195		(1,639)	12,966	15,590
2011	12,691		(580)	6,896	5,215
2010 AND PRIOR	9,594		(693)	(140)	9,041
	$ 168,422	$ 3,337,329	$ (94,078)	3,230,315	$ 181,358
OTHER TAXES, INTEREST ON TAXES, AND RELATED RECEIPTS COLLECTED				62,781	
TOTAL TAX RECEIPTS				$ 3,293,096	

HR County and HRC Library Bond

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STATISTICAL SECTION
(UNAUDITED)

This part of Hood River County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's over all financial health.

Contents **Page**

Financial Trends **102**
These schedules contain trend information to help the reader understand how the County's financial performance and well-being has changed over time.

Revenue Capacity **104**
These schedules contain trend information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity **111**
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information **115**
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information **116**
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant years. Hood River County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

HOOD RIVER COUNTY, OREGON
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Primary government										
Invested in capital assets, net of related debt	$ 78,652,912	$ 80,386,333	$ 85,151,035	$ 82,986,715	$ 81,651,715	$ 83,961,324	$ 83,731,998	$ 81,806,547	$ 81,325,927	$ 81,127,247
Restricted	14,074,634	14,443,036	13,044,980	14,826,711	18,250,787	3,237,036	308,165	247,063	278,162	264,798
Unrestricted	18,843,398	21,555,635	15,195,034	13,965,467	11,289,732	28,674,780	33,627,813	34,554,855	33,934,233	32,612,843
Total governmental activites net position	$ 111,570,944	$116,385,004	$113,391,049	$111,778,893	$ 111,192,234	$115,873,140	$ 117,667,976	$116,608,465	$115,538,322	$114,004,888

Source: Current and prior year financial statements

HOOD RIVER COUNTY, OREGON
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
EXPENSES										
Governmental activities:										
General government	$ 3,499,809	$ 3,088,211	$ 3,703,274	$ 3,791,415	$ 5,730,939	$ 2,977,085	$ 2,897,561	$ 2,656,587	$ 2,234,513	$ 1,999,220
Sheriff	3,302,204	3,596,809	3,801,044	3,415,074	1,933,537	2,053,328	2,127,033	2,059,671	2,104,069	1,978,774
Public saftey	896,083	984,686	960,512	986,027	2,289,355	2,492,275	2,512,637	3,432,871	3,407,649	3,014,469
District attorney	380,408	402,820	439,366	422,761	417,446	424,903	392,514	333,762	306,928	283,163
Public works	2,580,071	2,916,029	3,417,067	3,121,504	2,932,892	3,697,042	3,609,542	3,464,275	3,425,520	3,938,827
Health and sanitation	1,764,084	1,864,130	1,971,822	1,863,294	1,911,387	2,000,041	2,039,461	1,852,841	1,752,381	1,844,527
Forestry	973,083	1,049,648	1,079,446	891,664	912,046	894,404	1,015,630	779,349	775,818	778,753
Library	75,847	75,847	74,589	79,885	264,251	670,134	899,091	764,761	823,760	820,531
Parks	394,055	503,200	539,305	444,200	359,106	364,849	421,641	672,199	633,940	530,401
Planning	342,463	364,783	367,437	344,554	330,550	406,171	521,926	475,039	469,834	477,662
Veterans	54,552	52,759	41,867	32,059	31,869	43,650	89,127	75,372	73,363	58,037
County fair	345,843	354,600	338,195	375,840	354,181	306,314	286,249	274,726	263,360	213,534
Animal, weed and pest control	96,274	138,265	154,774	151,692	141,376	146,927	150,690	139,735	344,800	294,885
Building inspection	300,628	273,414	252,224	260,974	353,194	445,324	456,788	399,467	474,310	325,594
Emergency management	95,733	175,938	73,082	104,688	105,265	232,261	145,746	164,496	98,635	72,682
Economic development	7,387	11,806	15,979	5,844	-	147,977	161,210	199,563	144,004	152,739
Prevention program	585,937	574,076	713,982	612,621	595,486	680,516	876,844	732,525	696,618	576,651
Education	203,803	234,004	216,393	231,801	467,194	516,976	542,233	629,977	629,786	622,012
Other	-	-	-	-	-	-	-	569,174	458,885	463,565
Interest on long-term debt	-	-	-	-	29,934	72,970	98,970	109,220	118,720	127,645
Total primary government expenses	$ 15,898,264	$ 16,661,025	$ 18,160,358	$ 17,135,897	$ 19,160,008	$ 18,573,147	$ 19,244,893	$ 19,785,610	$ 19,236,893	$ 18,573,671
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
General government	$ 679,449	$ 579,894	$ 701,987	$ 614,219	$ 673,727	$ 547,099	$ 573,884	$ 481,393	$ 433,375	$ 384,038
Sheriff	94,556	114,396	214,284	222,056	190,985	97,807	100,246	108,489	155,129	160,451
Public saftey	459,056	436,336	396,719	472,304	513,143	537,397	472,164	82,023	852,212	797,427
District attorney	33,490	34,653	22,110	6,864	21,881	23,500	19,047	18,595	25,993	21,892
Public works	541,659	572,527	553,964	547,097	276,994	459,089	447,748	460,779	497,069	488,592
Health and sanitation	562,153	571,932	502,396	483,314	418,750	615,778	518,869	985,788	541,265	589,219
Forestry	50,371	154,455	80,007	122,787	123,142	89,625	84,971	68,372	65,301	57,189
Library	-	-	-	-	36,907	70,724	81,417	115,405	25,022	20,799
Parks	332,761	302,239	326,539	348,914	254,133	257,612	254,637	262,695	274,705	279,656
Planning	71,456	77,358	82,865	57,003	6,663	91,537	67,805	60,405	119,963	81,872
Veterans	-	-	-	-	-	-	25	-	25,000	31,359
County fair	314,873	312,155	323,916	334,127	294,407	258,907	248,018	233,116	213,557	179,946
Animal, weed and pest control	38,615	32,341	51,220	76,376	84,636	32,365	49,664	43,567	80,225	130,739
Building inspection	373,460	341,845	302,823	232,139	252,706	373,386	328,815	482,751	589,045	458,739
Emergency management	-	-	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	15,300	30,901	3,345	-	116
Prevention program	4,227	4,696	3,904	4,260	5,181	6,334	11,240	4,860	3,801	13,512
Education	-	-	-	-	106	-	-	-	-	344
Other	-	-	-	-	-	-	-	1,158	164,437	169,300
Total charges for services	3,556,126	3,534,827	3,562,734	3,521,460	3,153,361	3,476,460	3,289,451	3,412,741	4,066,099	3,865,190
Operating grants and contributions	5,240,215	5,234,040	6,215,824	5,851,244	6,355,463	6,647,878	9,362,659	8,236,011	6,653,516	6,805,954
Capital grants and contributions	107,697	1,399,854	140,031	147,966	169,629	100,949	1,242,016	433,960	93,846	57,587
Total primary government expenses	$ 8,904,038	$ 10,168,721	$ 9,918,589	$ 9,520,670	$ 9,678,453	$ 10,225,087	$ 13,894,126	$ 12,082,712	$ 10,813,461	$ 10,728,731
Total primary government net expense	$ (6,994,226)	$ (6,492,304)	$ (8,241,769)	$ (7,615,227)	$ (9,481,555)	$ (8,348,060)	$ (5,350,767)	$ (7,702,898)	$ (8,423,432)	$ (7,844,940)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Property taxes	$ 3,315,940	$ 3,071,038	$ 3,035,367	$ 2,949,136	$ 2,839,052	$ 2,734,364	$ 2,582,051	$ 3,291,146	$ 3,103,782	$ 2,863,711
Public service taxes	618,047	620,674	467,093	703,563	449,453	400,741	428,144	524,802	463,049	498,332
Gain on sale of assets	(311,568)	1,154,874	(579,960)	-	-	(111,257)	351,814	-	-	-
Investment earnings	335,671	544,657	14,253	281,752	629,551	1,024,070	1,161,994	2,472,122	1,487,474	1,167,686
Miscellaneous	262,790	243,370	78,306	69,277	305,668	229,332	190,150	206,820	54,091	53,183
Timber sales	3,449,493	3,851,646	3,700,709	3,795,678	257,425	2,430,100	3,989,449	2,278,151	4,848,476	4,498,799
Capital Contributions not restricted to specific program	-	-	378,332	361,896	-	(154,126)	3,989,449	2,278,151	4,848,476	4,498,799
Total primary government	$ 7,670,373	$ 9,486,259	$ 7,094,100	$ 8,161,302	$ 4,481,149	$ 6,553,224	$ 12,693,051	$ 11,051,192	$ 14,805,348	$ 13,580,510
CHANGE IN NET POSITION										
Total primary government	$ 676,147	$ 2,993,955	$ (1,147,669)	$ 546,075	$ (5,000,406)	$ (1,794,836)	$ 7,342,284	$ 3,348,294	$ 6,381,916	$ 5,735,570

Source: Current and prior year financial statements

HOOD RIVER COUNTY, OREGON
GENERAL GOVERNMENT TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

FISCAL YEAR	PROPERTY TAX	FEDERAL (1) PAYMENT IN LIEU OF TAX	HOOD RIVER ELECTRIC CO-OP IN LIEU	WESTERN OREGON SEVERANCE TAX	PRIVATE RAILCAR TAX	ALCOHOLIC BEVERAGE TAX	AMUSEMENT TAX	CIGARETTE TAX	TRANSIENT ROOM TAX	TOTAL
2015	$3,293,096	$68,329	$0	$390	$4,816	$117,717	$5,387	$21,744	$114,258	$3,625,737
2014	3,066,057	74,125	0	319	4,690	112,331	5,255	21,544	109,409	3,393,730
2013	3,052,867	68,328	0	236	4,079	106,442	5,292	22,465	237,304	3,497,013
2012	2,949,136	69,938	0	163	4,703	100,227	5,214	22,888	234,051	3,386,320
2011	2,939,052	67,878	0	70	5,717	89,227	4,874	23,457	224,377	3,354,652
2010	2,734,364	67,883	0	102	5,056	85,464	5,379	22,149	180,192	3,100,589
2009	2,582,051	92,850	0	271	3,999	90,657	5,297	23,641	175,741	2,974,507
2008	3,291,146	41,797	62,582	1,000	4,000	84,838	5,428	24,485	235,634	3,750,910
2007	3,103,782	42,092	57,311	1,065	4,257	84,524	5,264	26,772	224,410	3,549,477
2006	2,863,711	42,490	55,521	1,555	5,264	90,029	8,096	26,908	219,163	3,312,737

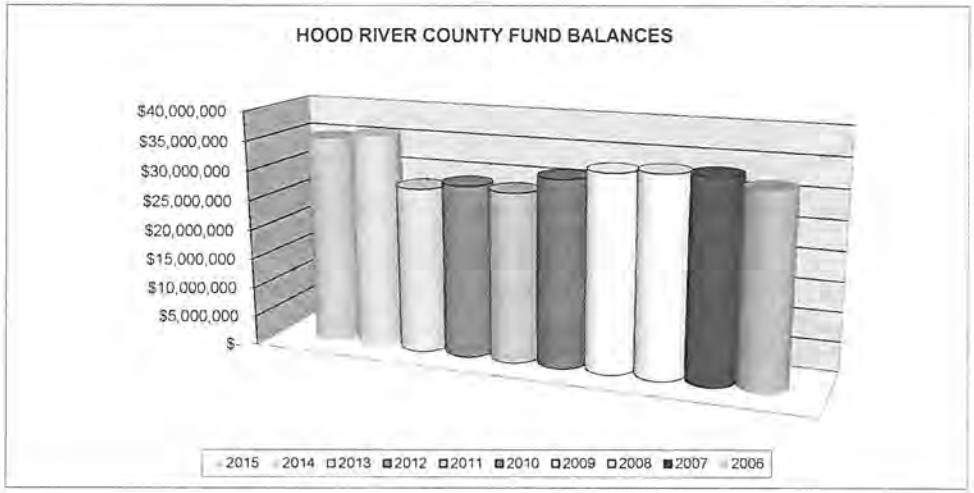
(1) Federal sources - Bureau of Land Management and National Scenic Area

Source: Current and prior year financial statements

HOOD RIVER COUNTY, OREGON
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Fund, Unreserved	$ -	$ -	$ -	$ -	$ -	$ 1,075,398	$ 988,747	$ 1,036,333	$ 743,759	$ 1,085,504
All other governmental funds										
Reserved	-	-	-	-	-	433,320	715,118	645,948	763,251	730,130
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	27,974,274	30,019,908	29,341,577	29,467,433	28,156,558
Capital projects funds	-	-	-	-	-	1,734,598	1,083,318	2,229,838	2,342,708	1,922,111
Nonspendable	345,476	320,576	404,666	330,462	381,988	-	-	-	-	-
Restricted	14,074,634	14,443,036	14,098,851	14,826,711	14,825,745	-	-	-	-	-
Committed	18,975,785	19,176,483	-	-	-	-	-	-	-	-
Assigned	909,356	1,062,060	11,990,980	12,482,460	12,347,645	-	-	-	-	-
Unassigned	903,129	1,062,494	1,352,215	1,317,248	888,547	-	-	-	-	-
Total all other governmental funds	$ 35,208,380	$ 36,064,649	$ 27,846,712	$ 28,956,881	$ 28,443,925	$ 31,217,590	$ 32,807,091	$ 33,253,696	$ 33,317,151	$ 31,894,303

Source: Current and prior year financial statements



HOOD RIVER COUNTY, OREGON
CHANGES IN FUND BALANCES
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
REVENUES										
Taxes	$ 3,911,143	$ 3,686,731	$ 3,519,960	$ 3,637,672	$ 3,260,188	$ 3,127,800	$ 2,980,640	$ 3,799,890	$ 3,554,211	$ 3,351,502
Intergovernmental	5,329,920	6,751,797	6,580,705	6,109,378	6,447,436	6,748,627	10,631,377	8,340,611	7,193,842	6,698,560
Timber sales	3,449,493	3,851,646	3,700,709	3,795,678	377,268	2,430,100	3,989,449	2,278,151	4,848,476	4,498,799
Investment earnings	165,984	191,504	14,253	281,752	289,681	813,933	850,568	1,654,680	1,487,330	1,167,676
Fines and fees	3,595,946	3,534,828	3,240,778	3,173,630	3,116,539	3,476,460	3,262,749	3,413,531	3,494,238	3,926,560
Miscellaneous	262,790	243,370	291,958	328,595	335,520	174,332	190,150	535,390	179,470	188,998
Total revenues	16,715,276	18,259,876	17,348,363	17,326,705	13,826,632	16,771,252	21,904,933	20,022,253	20,757,567	19,832,095
EXPENDITURES										
General government	3,250,532	3,212,426	3,252,866	3,893,252	3,390,768	3,430,750	4,488,967	2,855,897	2,790,614	2,568,971
Sheriff	3,573,925	3,425,215	3,679,888	3,217,255	1,817,233	2,023,831	2,186,957	1,967,994	2,027,984	1,971,586
Public saftey	1,429,803	1,387,369	1,359,913	955,147	2,284,698	2,824,480	2,852,265	3,777,115	3,708,400	3,467,616
Public works	2,659,680	2,701,887	3,136,634	2,784,361	2,563,437	3,353,267	3,595,184	3,463,470	3,382,928	4,101,895
Health and sanitation	1,917,418	1,867,973	1,931,641	1,815,108	1,858,009	1,894,076	1,946,949	1,831,380	1,736,774	1,819,203
Forestry	1,115,603	1,051,319	1,159,860	879,024	899,594	874,565	992,002	769,452	762,792	795,068
Library	-	-	-	-	170,466	548,855	774,734	775,793	742,240	745,387
Parks	351,100	426,647	590,890	413,322	316,498	336,781	738,409	648,533	620,639	608,949
Planning	388,891	365,798	357,334	334,731	317,597	380,508	496,767	467,184	463,470	475,128
Veterans	58,237	52,839	41,184	32,059	31,869	43,043	81,795	69,362	67,689	72,540
County fair	370,271	354,600	338,195	353,739	310,689	301,226	299,443	305,596	272,001	229,681
Animal, weed and pest control	108,779	138,616	150,679	147,950	134,282	139,139	143,833	138,092	343,852	400,222
Building inspection	321,408	273,835	248,065	256,905	331,298	412,229	434,344	469,884	464,264	321,707
Emergency management	98,710	175,980	83,623	82,143	77,317	232,261	145,746	164,496	98,526	53,011
Economic development	7,387	11,806	15,979	5,844	-	140,493	155,496	197,511	142,485	152,677
Prevention program	627,037	574,975	690,396	590,933	584,364	664,675	865,408	727,172	693,332	576,508
Education	203,803	234,004	230,713	244,691	467,194	516,976	542,233	629,977	629,786	622,012
Other	-	-	-	-	-	-	-	569,174	458,886	463,565
Capital projects	778,233	1,601,466	880,706	827,977	781,041	-	-	-	-	-
Debt service:										
Principal	480,000	430,000	380,000	340,000	295,000	255,000	220,000	205,000	190,000	170,000
Interest	324,366	346,437	366,348	382,252	396,416	409,148	419,924	429,385	437,854	446,322
Total expenditures	18,065,183	18,633,192	18,895,114	17,556,693	17,027,770	18,781,303	21,380,456	20,462,467	20,034,516	20,062,048
Excess of revenues over (under) expenditures	(1,349,907)	(373,316)	(1,546,751)	(229,988)	(3,201,138)	(2,010,051)	524,477	(440,214)	723,051	(229,953)
Other financing sources (uses)										
Transfers in	4,929,325	5,007,655	5,190,581	4,494,527	5,532,452	6,875,566	6,934,057	7,318,700	7,145,830	6,945,769
Transfers out	(4,929,325)	(5,007,655)	(5,190,581)	(4,494,527)	(5,532,452)	(6,875,566)	(6,934,057)	(7,318,700)	(7,145,830)	(6,945,769)
PERS in lieu	434,129	637,626	401,985	384,255	361,508	-	395,369	273,463	356,133	496,668
Sale of assets	59,509	7,953,627	34,597	318,105	5,965	420,550	234,587	103,301	288,666	195,640
Issuance of Debt	-	-	-	-	60,000	-	500,000	-	55,000	-
Total other financing sources (uses)	493,638	8,591,253	436,582	702,360	427,473	420,550	1,129,956	376,764	699,799	692,308
Net change in fund balances	$ (856,269)	$ 8,217,937	$ (1,110,169)	$ 472,372	$ (2,773,665)	$ (1,589,501)	$ 1,654,433	$ (63,450)	$ 1,422,850	$ 462,355
Debt service as a percentage of non-capital expenditures	4.65%	4.56%	4.14%	4.32%	4.26%	3.54%	2.99%	3.10%	3.13%	3.07%

Source: Current and prior year financial statements

HOOD RIVER COUNTY, OREGON
ASSESSED VALUE AND ESTIMATED MARKET VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

FISCAL YEAR	REAL PROPERTY		PERSONAL PROPERTY	LESS: TAX EXEMPT REAL PROPERTY	TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT TAX RATE	ESTIMATED MARKET* ASSESSED VALUE	ASSESSED VALUE AS A PERCENTAGE OF MARKET VALUE
	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	OTHER					
2014	$1,497,758,881	$471,060,824	$175,995,087	$121,295,051	$2,023,519,741	0.001603	$3,527,326,594	60.81%
2014	1,436,089,895	452,220,014	160,587,346	103,743,276	1,945,153,979	0.001593	3,365,439,384	60.88%
2013	1,389,506,990	436,130,917	158,321,588	89,946,352	1,894,013,143	0.001602	3,497,686,474	56.72%
2012	1,402,919,092	351,221,349	155,637,150	79,110,486	1,830,667,105	0.001603	3,293,619,089	57.98%
2011	1,350,827,775	331,257,211	135,869,225	63,458,819	1,754,495,392	0.001611	3,626,288,410	50.13%
2010	1,304,304,713	320,577,194	134,523,862	60,136,370	1,699,269,399	0.001611	3,475,925,360	50.62%
2009	1,180,165,699	347,209,562	122,000,238	50,191,762	1,599,183,737	0.001635	3,540,430,707	46.59%
2008	1,098,220,674	342,145,871	132,610,467	43,662,138	1,529,314,874	0.001635	3,403,320,580	46.22%
2007	1,060,239,430	301,318,600	127,124,064	41,821,466	1,446,860,628	0.001612	2,809,278,893	52.99%
2006	1,011,889,762	252,252,350	124,950,016	32,584,781	1,356,507,347	0.001633	2,407,471,280	57.70%

*Market value includes tax exempt property

Source: Hood River County Department of Records & Assessments and Summaries of Property Tax Valuations, Levies and Rates

HOOD RIVER COUNTY, OREGON
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

	HOOD RIVER COUNTY			OVERLAPPING RATES							
				CITIES			SCHOOL DISTRICT				
FISCAL YEAR	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL MILLAGE	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL SCHOOL MILLAGE	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL SCHOOL MILLAGE	SPECIAL DISTRICTS	TOTAL DIRECT & OVERLAPPING RATES
2015	1.4171	0.1855	1.6026	5.5162	0.6410	6.1572	7.2917	2.1296	9.4213	6.4934	23.6745
2014	1.4171	0.1755	1.5926	5.5162	0.7859	6.3021	7.2917	2.1862	9.4779	6.5884	23.9610
2013 (7)	1.4171	0.1847	1.6018	5.5162	0.7779	6.2941	7.2917	2.2540	9.5457	6.6954	24.1370
2012 (6)	1.4171	0.1959	1.6130	5.5162	0.7974	6.3136	7.2917	2.2056	9.4973	6.7978	24.2217
2011 (5)	1.4171	0.2029	1.6200	6.3943	0.8404	7.2347	7.2917	2.1814	9.4731	7.4599	25.7877
2010 (4)	1.4171	0.1971	1.6142	6.3842	0.2556	6.6398	7.2917	2.2953	9.5870	5.8456	23.6866
2009 (3)	1.4171	0.1936	1.6107	6.3701	0.0000	6.3701	6.6117	2.2263	8.8380	6.5954	23.4142
2008 (2)	1.4171	0.1635	1.5806	6.2780	0.0000	6.2780	7.2917	2.2820	9.5737	5.8800	23.3123
2007	1.4165	0.1958	1.6123	6.2114	0.0000	6.2114	6.7917	2.2099	9.0016	7.3965	24.2218
2006 (1)	1.4161	0.2171	1.6332	6.0690	0.0000	6.0690	7.0417	2.5682	9.6099	9.1318	26.4439

Overlapping rates do not include special assessments.
Cities include urban renewal levies.

(1) First year of community college bond, sanitatary district bond and school distict local option levy
(2) School local option increase and new school district bond
(3) First year of sewer district urban renewal
(4) First year of waterfront urban renewal and city fire bond
(5) Sanitary district bond reinstated
(6) First year of HRC Library district levy
(7) First year of new city urban renewal

Source: Hood River County Summaries of Property Tax Valuations, Levies and Rates

HOOD RIVER COUNTY, OREGON
PRINCIPAL PROPERTY TAXPAYERS
JUNE 30, 2015

	2015			2006		
TAXPAYER	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED VALUE
Cardinal IG Company	$ 34,624,250	1	1.71%	-	-	-
Mt. Hood Meadows, Oreg, LTD	22,105,770	2	1.09%	23,255,245	2	1.71%
Union Pacific Railroad Co	17,492,800	3	0.86%	11,023,800	5	0.81%
Diamond Fruit Growers Inc	14,998,450	4	0.74%	24,248,902	1	1.79%
CenturyLink/UTS	13,184,000	5	0.65%	20,373,700	4	1.50%
Port of Hood River	12,729,994	6	0.63%	-	-	-
Duckwall-Pooley Fruit Co, Inc	12,713,600	7	0.63%	9,659,105	6	0.71%
Insitu, Inc.	11,977,700	8	0.59%	-	-	-
Cascade Commons, LLC	10,381,800	9	0.51%	8,884,013	7	0.65%
Merganser, LLC	9,900,610	10	0.49%	-	-	-
DMS Ranch, LLC	-	-	-	6,334,883	9	0.48%
Pacificcorp	-	-	-	22,966,000	3	1.69%
Northwest Natural Gas Co	-	-	-	8,577,000	8	0.63%
Longview Fibre Co.	-		-	5,117,457	10	0.38%
Totals	$160,108,974		7.91%	$140,440,105		10.35%

Source: Hood River County Department of Records & Assessments

HOOD RIVER COUNTY, OREGON
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

FISCAL YEAR	TOTAL TAX LEVY FOR FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO-DATE	
		AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY
2015	$3,323,463	$3,253,918	97.91%	$0	$3,253,918	97.91%
2014	3,113,064	3,039,880	97.65%	305,181	3,070,479	98.63%
2013 (7)	3,073,260	2,995,617	97.47%	409,581	3,038,421	98.87%
2012 (6)	3,028,262	2,928,908	96.72%	718,041	2,998,821	99.03%
2011 (5)	2,872,257	2,779,376	96.77%	632,763	2,855,664	99.42%
2010 (4)	2,773,577	2,682,418	96.71%	667,359	2,757,540	99.42%
2009 (3)	2,608,599	2,514,555	96.39%	745,478	2,590,335	99.30%
2008 (2)	2,515,437	2,443,265	97.13%	253,161	2,511,995	99.86%
2007	2,357,841	2,301,620	97.62%	113,192	2,352,381	99.77%
2006 (1)	2,249,283	2,204,861	98.03%	51,085	2,244,046	99.77%

(1) First year of community college bond, sanitatary district bond and school distict local option levy
(2) School local option increase and new school district bond
(3) First year of sewer district urban renewal
(4) First year of waterfront urban renewal and city fire bond
(5) Sanitary district bond reinstated
(6) First year of HRC Library district levy
(7) First year of new city urban renewal

Total tax levies are those at 6/30/15 (causes some distortion in first year collections because of subsequent changes to original levies).
Total tax levies are not equal to the direct tax rate times taxable assessed value (TAV) due to special assessments and changes to TAV.

Source: Hood River County Department of Records & Assessments and Department of Budget & Finance

HOOD RIVER COUNTY, OREGON
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

	GOVERNMENTAL ACTIVITIES					
FISCAL YEAR	GENERAL OBLIGATION BONDS	PENSION OBLIGATION BONDS	NOTE PAYABLE	TOTAL PRIMARY GOVERNMENT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
2015	$ -	$ 4,950,000	$ 715,238	$ 5,665,238	N/A	N/A
2014	355,000	5,075,000	539,921	5,969,921	N/A	261
2013	685,000	5,175,000	595,782	6,455,782	0.74%	285
2012	990,000	5,250,000	705,387	6,945,387	0.82%	309
2011	1,275,000	5,305,000	548,963	7,128,963	0.89%	322
2010	1,535,000	5,340,000	500,000	7,375,000	1.01%	338
2009	1,775,000	5,355,000	500,000	7,630,000	1.06%	351
2008	1,995,000	5,355,000	-	7,350,000	1.09%	340
2007	2,200,000	5,355,000	-	7,555,000	1.22%	352
2006	2,390,000	5,355,000	-	7,745,000	1.34%	363

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

Source: Current and prior year financial statements

HOOD RIVER COUNTY, OREGON
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

FISCAL YEAR	GENERAL OBLIGATION BONDS	PENSION OBLIGATION BONDS	LESS; AMOUNTS AVAILABLE IN DEBT SERVICE FUND	NET	PERCENTAGE OF ESTIMATED TAXABLE VALUE OF PROPERTY (1)	PER CAPITA (2)
2015	$ -	$ 4,950,000	$ 22,865	$ 4,927,135	0.24%	N/A
2014	355,000	5,075,000	25,344	5,404,656	0.28%	236
2013	685,000	5,157,000	66,671	5,775,329	0.30%	255
2012	990,000	5,250,000	62,780	6,177,220	0.34%	275
2011	1,275,000	5,305,000	69,271	6,510,729	0.37%	294
2010	1,535,000	5,340,000	50,575	6,824,425	0.40%	312
2009	1,775,000	5,355,000	49,641	7,080,359	0.44%	326
2008	1,995,000	5,355,000	62,953	7,287,047	0.48%	337
2007	2,200,000	5,355,000	47,349	7,507,651	0.52%	350
2006	2,390,000	5,355,000	70,984	7,674,016	0.57%	360

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

Source: Current and prior year financial statements

HOOD RIVER COUNTY, OREGON
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2015

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt repaid with property taxes: Hood River County	$ 5,383,559	100.00%	$ 5,383,559
Total direct debt	5,383,559		5,383,559
City of Hood River	6,190,000	100.00%	6,190,000
Columbia Gorge Community College	8,566,464	53.36%	4,571,065
Hood River County School District	36,664,456	100.00%	36,664,456
Hood River Valley Parks & Rec District	1,060,000	100.00%	1,060,000
Mt. Hood Community College	343,590	0.52%	1,787
Northern Oregon Regional Corrections	1,126,704	43.67%	492,032
Odell Sanitary District	2,897,747	100.00%	2,897,747
Ice Fountain Water District	595,000	100.00%	595,000
Port of Hood River	895,000	100.00%	895,000
Total overlapping debt	58,338,961		53,367,086
Total direct and overlapping debt	$ 63,722,520		$ 58,750,645

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of Hood River County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Hood River County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

Source: Municipal Debt Advisory Commission, Oregon State Treasury

HOOD RIVER COUNTY, OREGON
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

ORS 287.054 provides a debt limit on general obligation bonds of 2% of the real market value of all taxable property within the County's boundaries.

	2014	2014	2013	2012	2011	2010	2009	2008	2007	2006
Estimated market value	$3,527,326,594	$3,365,439,384	$3,497,686,474	$ 3,293,619,089	$ 3,626,288,410	$ 3,475,925,360	$ 3,540,430,707	$ 3,403,320,580	$ 2,809,278,893	$ 2,407,471,280
Debt limit rate	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
Debt limit	70,546,532	67,308,788	69,953,729	65,872,382	72,525,768	69,518,507	70,808,614	68,066,412	56,185,578	48,149,426
Less bonded debt at June 30	-	(355,000)	(685,000)	(990,000)	(1,275,000)	(1,535,000)	(1,775,000)	(1,995,000)	(2,200,000)	(2,390,000)
Legal debt margin	$ 70,546,532	$ 66,953,788	$ 69,268,729	$ 64,882,382	$ 71,250,768	$ 67,983,507	$ 69,033,614	$ 66,071,412	$ 53,985,578	$ 45,759,426
Total net debt applicable to the limit as a percentage of the debt limit										

ORS 287.053 provides a debt limit on full faith and credit bonds of 1% of the real market value of all properties within the County's boundaries.

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Estimated market value	$ 3,527,326,594	$ 3,365,439,384	$ 3,497,686,474	$ 3,293,619,089	$ 3,626,288,410	$ 3,475,925,360	$ 3,540,430,707	$ 3,403,320,580	$ 2,809,278,893	$ 2,407,471,280
Debt limit rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Debt limit	35,273,266	33,654,394	34,976,865	32,936,191	36,262,884	34,759,254	35,404,307	34,033,206	28,092,789	24,074,713
Less bonded debt at June 30	-	(355,000)	(685,000)	(990,000)	(1,275,000)	(1,535,000)	(1,775,000)	(1,995,000)	(2,200,000)	(2,390,000)
Legal debt margin	$ 35,273,266	$ 33,299,394	$ 34,291,865	$ 31,946,191	$ 34,987,884	$ 33,224,254	$ 33,629,307	$ 32,038,206	$ 25,892,789	$ 21,684,713
Total net debt applicable to the limit as a percentage of the debt limit										

Source: Current and prior year financial statements

HOOD RIVER COUNTY, OREGON
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

FISCAL YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	MEDIAN AGE	EDUCATION LEVEL IN YEARS OF FORMAL SCHOOLING	SCHOOL ENROLLMENT	UNEMPLOYMENT RATE
2015	N/A	N/A	N/A	N/A	N/A	N/A	0.0%
2014	22,885	N/A	N/A	39	12	3,981	4.6%
2013	22,675	871,347,000	38,428	39	12	4,160	5.3%
2012	22,460	849,753,000	37,626	38	12	4,008	7.0%
2011	22,155	797,178,000	35,441	36	12	3,983	7.7%
2010	21,850	731,898,000	33,446	34	12	4,078	7.5%
2009	21,725	716,509,000	33,374	34	12	3,928	9.2%
2008	21,625	673,982,000	31,792	35	12	3,866	5.5%
2007	21,470	621,528,000	29,333	37	12	3,888	5.0%
2006	21,335	579,347,000	27,173	38	12	4,035	6.7%

N/A = Data is not available at this time.

Source: Bureau of Economic Analysis; Hood River County School District

HOOD RIVER COUNTY, OREGON
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
FUNCTION										
General government	21	23	23	22	23	25	26	26	26	26
Sheriff	22	20	19	18	19	19	19	19	19	21
Public safety and justice	19	20	19	18	23	25	25	25	25	24
Public works/parks	22	22	22	22	22	22	22	22	25	27
Health services	22	21	21	21	22	23	23	23	22	23
Forestry	6	5	5	5	5	6	6	6	6	6
Community services	10	11	10	9	8	9	10	9	10	7
Library (1)	0	0	0	0	0	3	3	4	4	4
Total full-time equivalents	122	122	119	115	122	132	134	134	137	138
COUNTY EMPLOYEES										
Non-bargaining	45	48	48	48	47	48	50	51	50	48
Bargaining units										
AFSME General	32	32	33	33	36	40	44	42	37	40
AFSME Deputy DA (2)	2	2	2	2	-	-	-	-	-	-
AFSME Public Works/Forestry	17	17	17	17	17	17	19	19	23	28
HRC LEA law enforcement	17	17	15	14	14	15	16	17	18	18
FOPPO Parole and Probation (3)	3	-	-	-	-	-	-	-	-	-
Total bargaining units	71	68	67	66	67	72	79	78	78	86
Temporary employees	8	8	8	6	5	6	6	6	9	6
Total actual County employees	124	124	123	120	119	126	135	135	137	140

(1) Library service as part of County operations ended after 2010
(2) Deputy District Attorney's separated out to an independent AFSME unit 2012
(3) Parole and Probation separated out to an independent FOPPO unit 2015

Source: Hood River County Department of Budget & Finance

HOOD RIVER COUNTY, OREGON
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

FUNCTION	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General government										
Number of registered voters	11,441	11,658	11,643	11,658	11,127	11,161	10,781	11,355	10,109	11,585
Percentage turnout in most recent general election	86%	86%	86%	86%	87%	87%	87%	87%	86%	86%
Number of tax accounts	12,427	12,364	12,636	12,149	12,270	12,075	12,902	12,902	13,898	13,678
Number of acres of County owned forest land	31,064	31,064	49,849	49,849	49,849	49,849	49,849	49,849	49,849	49,849
Sheriff										
Number of employees (sworn and civilian)	22	22	20	20	20	20	21	21	22	25
Number of arrests	404	454	331	406	371	378	442	451	434	680
Number of patrol units	25	24	24	22	22	22	20	19	19	20
Number of 911 dispatch calls	11,157	9,869	9,256	8,976	9,989	10,193	11,217	10,558	10,919	13,093
Jail facilities	Member - Northern Oregon Corrections four county jail consortium as of 1999									
Community justice										
Adult - number of supervised adults	250	784	589	268	185	400	221	201	232	281
Adult - work crew hours completed	3,786	4,569	5,619	4,300	3,134	4,941	7,155	5,158	6,066	8,174
Juvenile - number of unduplicated youth	277	96	216	142	155	172	184	218	217	229
Juvenile - number of law enforcement referrals	164	206	141	169	190	233	257	309	287	293
Juvenile - work crew hours completed	1,092	1,152	990	1,296	1,172	2,310	2,428	2,269	2,084	2,656
District Attorney										
Number of adult crime cases prosecuted	787	816	891	609	582	752	631	566	654	736
Number of juvenile delinquency cases prosecute	69	89	67	70	67	72	87	88	83	120
Justice Court										
Number of traffic citations processed	3,333	3,072	2,901	4,230	4,958	7,083	4,888	4,761	4,780	4,925
Number of snow park volations processed	880	938	965	981	1,239	1,927	1,373	2,374	2,917	2,002
Public works/parks & buildings										
Miles of streets (unincorporated area)	210	210	210	210	210	210	210	210	210	210
Parks & playgrounds	12	12	12	12	12	12	12	12	12	12
Park acreage	156	156	156	156	156	156	156	156	156	156
Number of County buildings maintained (all types)	50	50	50	50	50	50	50	50	50	49
Health services										
Number of public health clients - all programs	5,640	5,473	5,179	6,022	5,634	7,685	5,673	5,378	5,353	9,759
Number of immunizations - all programs	3,034	5,832	4,019	3,068	3,893	3,889	4,449	3,798	5,018	4,256
Number of environmental health inspections	862	718	671	565	750	744	509	664	796	1,038
Number of WIC women, infants and children serve	984	1,002	962	1,049	1,006	1,021	1,093	1,098	1,001	1,021
Community services										
Number of building permits issued	459	463	413	384	397	531	506	506	388	593
Number of planning/zoning fee filings	272	243	224	188	215	343	251	455	551	409
Library (1)										
Number of library cards issued annually	-	-	-	-	-	1,458	1,643	1,583	2,971	1,525
Number of books circulated	-	-	-	-	-	96,261	170,908	153,377	169,656	175,316
Number of branch locations	-	-	-	-	-	3	3	3	3	3

(1) Library service as part of County operations ended after 2010

Source: Various Hood River County Departments

HOOD RIVER COUNTY, OREGON
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

FUNCTION	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General government										
Buildings (administrative and courthouse)	4	4	4	4	4	4	4	4	4	3
Vehicles	9	9	10	11	13	13	13	13	13	13
Sheriff										
Patrol vehicles	22	22	22	22	22	22	20	19	19	20
Search and rescue vehicles	3	3	2	5	5	5	4	4	4	4
Investigation and other services vehicles	18	18	15	15	15	15	14	14	13	13
Aircraft	1	1	3	3	3	3	3	3	3	3
Boats	1	2	2	3	3	3	3	3	3	3
Public saftey										
Vehicles	7	7	6	7	9	9	9	9	10	10
Public works/parks & buildings										
Buildings - Parks (includes park facilities)	21	21	21	21	21	21	21	21	21	21
Park acreage	157	157	157	157	157	157	157	157	157	157
Parks	12	12	12	12	12	12	12	12	12	12
Tennis Courts	1	1	1	1	1	1	1	1	1	1
Buildings - Public Works (includes garages and storage)	12	12	12	12	12	12	12	12	12	12
Paved roads (miles in unincorporated areas)	210	210	210	210	210	210	210	210	210	210
Bridges	15	15	15	15	15	15	15	15	15	15
Vehicles (auto and trucks)	17	17	18	20	21	23	25	25	25	24
Heavy equipment (road maintenance)	67	67	71	68	68	66	66	66	62	62
Health services										
Buildings	1	1	1	1	1	1	1	1	1	1
Vehicles	5	5	6	5	5	5	5	6	6	6
Forestry										
Buildings	1	1	1	1	1	1	1	1	1	1
Vehicles	9	8	7	7	7	7	7	7	7	6
County Fair										
Buildings (all facilities included)	9	9	9	9	9	9	9	9	9	9
Vehicles	1	1	1	1	1	1	1	1	1	1

Source: Hood River County Department of Budget & Finance

STATE REQUIREMENTS

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PAULY, ROGERS, AND CO., P.C.
12700 SW 72nd Ave. Tigard, OR 97223
(503) 620-2632 (503) 684-7523 FAX
www.paulyrogersandcocpas.com

December 7, 2015

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the Hood River County, Oregon, as of and for the year ended June 30, 2015, and have issued our report thereon dated December 7, 2015. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

Compliance

As part of obtaining reasonable assurance about whether the Hood River 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 Statues 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).**
- **Schedule of Accountability of Elected Officials**

In connection with our testing nothing came to our attention that caused us to believe the Hood River 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, except for the following:

1. Budget overexpenditure as noted on page 36.

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered 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 the Hood River County, Oregon's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Hood River County, Oregon's internal control over financial reporting.

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

Tara M. Kamp, CPA

Tara M. Kamp, CPA
PAULY, ROGERS AND CO., P.C.

FEDERAL PROGRAMS AND SINGLE AUDIT REQUIREMENTS

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HOOD RIVER COUNTY, OREGON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015

	Federal CFDA Number	Award Number	Current Year Expenditures
U.S. Department of Agriculture			
Passed through State of Oregon, Department of Administrative Services			
U.S. Forest Service	10.665		$ 861,717
Direct - Natural Resources Conservation Service:			
Soil Conservation and Domestic Allotment Act	10.902	NRCS 69-0436-14-028	29,250
Passed through State of Oregon, Department of Human Resources, Oregon Health Division:			
Special Food Supplement Program for Women, Infants and Children Nutrition	10.557	280559	157,252
Total Department of Agriculture			1,048,219
U.S. Department of Health and Human Services			
Direct program:			
Drug Free Communities Support Program	93.276	1H79SP020325-01	80,496
Passed through State of Oregon Department of Education:			
Title XX, Social Services Block Grant - Healthy Start	93.667	HOO1315	8,397
Passed through State of Oregon, Oregon Health Division:			
Title IV-E Foster Care	93.658	145532	6,720
Family Planning Services	93.217	280558	40,932
Maternal and Child and Adolescent Health Child Health Services Block Grant	93.994	180514	25,710
TB Case Management	93.116	280549	1,051
Bioterrorism Preparedness & Response	93.069	280619	75,648
SIG - Strategic Prevention Framework	93.243	250050	100,000
SAPT Block Grant	93.959	135001	50,029
Medicaid Admin	93.778	100100	136,865
Total Department of Health and Human Services			525,848
U.S. Environmental Protection Agency			
Passed through State of Oregon, Department of Human Resources, Oregon Health Division:			
Water Primacy	66.432	280557	6,007
DWP - EPA - Water Revolving Fund	66.468	280655	1,998
Total Environmental Protection Agency			8,005

HOOD RIVER COUNTY, OREGON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015

	Federal CFDA Number	Award Number	Current Year Expenditures
U.S. National Highway Traffic Safety Administration			
Passed through Oregon State Sheriff's Association:			
Seabelt Enforcement Grant	20.600		5,225
DUII Enforcement Grant	20.601		4,375
Total National Highway Traffic Saftey Administration			9,600
U.S.Department of Homeland Security			
Passed through State of Oregon, Oregon Miltary Deparment - OEM:			
Emergency Management Performance Grant	97.042	14-514	40,019
Mobile Data Communications	97.073	14-228	39,963
Development & Implementation of County COOP	97.073	14-229	18,750
Total Federal Emergency Management Assistance			98,732
Passed through State of Oregon, Marine Board:			
Boating Safety Financial Assistance (Law Enforcement)	97.012	3312FAS120141	15,825
Total Department of Homeland Security			114,557
U.S. Department of Justice			
Passed through State of Oregon, Oregon Criminal Justice Commission:			
Victims of Crime Act	16.575		21,022
Total Department of Justice			21,022
Total Federal Assistance			$ 1,727,251

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www.paulyrogersandcocpas.com

December 7, 2015

To the Board of County Commissioners
Hood River County, Oregon
Hood River, Oregon

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Hood River County, Oregon as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated December 7, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 internal control. Accordingly, we do not express an opinion on the effectiveness of 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 financial statements will not be prevented, or detected and corrected on a timely basis.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

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

Tara M. Kamp, CPA

Tara M. Kamp, CPA
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December 7, 2015

To the Board of County Commissioners
Hood River County, Oregon
Hood River, Oregon

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

Report on Compliance for Each Major Federal Program

We have audited Hood River 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 the major federal programs for the year ended June 30, 2015. The 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 the 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 compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, Hood River 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, 2015.

Report on Internal Control Over Compliance

Management 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 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 internal control over compliance.

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

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

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

Tara M. Kamp, CPA

Tara M. Kamp, CPA
PAULY, ROGERS AND CO., P.C.

HOOD RIVER COUNTY, OREGON
HOOD RIVER, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2015

SECTION I – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	☐ yes	☒ no
Significant deficiency(s) indentified that are not considered to be material weaknesses?	☐ yes	☒ none reported
Noncompliance to financial statements noted?	☐ yes	☒ no

FEDERAL AWARDS

Internal control over major programs:		
Material weakness(es) identified?	☐ yes	☒ no
Significant deficiency(s) indentified that are not considered to be material weaknesses?	☐ yes	☒ none reported
Type of auditors' report issued on compliance for major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, section 510(a)?	☐ yes	☒ no

IDENTIFICATION OF MAJOR PROGRAMS

CFDA NUMBER	NAME OF FEDERAL PROGRAM CLUSTER
10.665	Schools and Roads – Grants to States

Dollar threshold used to distinguish between type A and type B programs:	$300,000	
Auditee qualified as low-risk auditee?	☒ yes	☐ no

HOOD RIVER COUNTY, OREGON
HOOD RIVER, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2015

SECTION II – FINANCIAL STATEMENT FINDINGS

NONE

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL EXPENDITURES

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal expenditures includes federal grant activity and is presented on the modified accrual basis of accounting. 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.