

**TILLAMOOK COUNTY, OREGON**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**For the Year Ended June 30, 2010**

**Prepared by the Office of County Treasurer**

**Karen L. Richards-Dye, Treasurer**

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

**TILLAMOOK COUNTY**  
**BOARD OF COMMISSIONERS**  
**For the Year Ended June 30, 2010**

<u>Commissioners</u>	<u>Term Expires December 31,</u>
Charles J. Hurliman 12985 Highway 101 S Tillamook, OR 97141	2012
Tim Josi 6750 Baseline Road Tillamook, OR 97141	2010
Mark Labhart 9190 Mill Creek Road Tillamook, OR 97141	2012

County Counsel

William K. Sargent

Treasurer

Karen L. Richards-Dye

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

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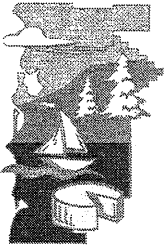
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## **INTRODUCTORY SECTION**



## TILLAMOOK COUNTY TREASURER'S OFFICE

*Land of Cheese, Trees and Ocean Breeze*

Karen Richards-Dye  
County Treasurer  
(503) 842-3425  
FAX 842-1829

November 29, 2010

To the Board of Commissioners and the  
Citizens of Tillamook County, Oregon

The Treasurer/Finance Department is pleased to submit the Comprehensive Annual Financial Report (CAFR) of Tillamook County for the fiscal year ended June 30, 2010. This report is published to provide the Board of Commissioners, County staff, citizens and other readers with detailed information concerning the financial position and activities of the County. County management is responsible for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures.

### **INTRODUCTION**

State statutes (ORS 297.465) require that Tillamook County prepare a complete set of year-end financial statements and have them audited in accordance with generally accepted accounting standards by an independent certified public accounting firm licensed to perform municipal audits in Oregon. The accounting firm of Boldt, Carlisle, and Smith, LLC was selected by the County to perform this work. Pursuant to this requirement, we hereby issue the 2009-2010 Comprehensive Annual Financial Report, which is presented in conformance with generally accepted accounting principles (GAAP). This report incorporates the Government-wide Financial Reporting model as prescribed by the Government Accounting Standards Board.

Responsibility for both the accuracy of the data and the completeness and fairness of the CAFR presentation, including all disclosures, rests with Tillamook County. It is believed that the data, as presented, is accurate in all material respects and is presented in a manner designed to present fairly the financial position and results of operations of Tillamook County as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of Tillamook County's financial affairs has been included.

Tillamook County's management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgment by management.

As a recipient of federal and state awards, Tillamook County is responsible for ensuring that an adequate internal control structure, reviewed annually, is in place to ensure compliance with applicable State laws (ORS 297.425), and in conformity with the provisions of the Single Audit Act and OMB Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*. As part of the County's

independent annual audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal award programs, as well as to determine that the County has complied with applicable laws and regulations. The results of the County's single audit for the fiscal year ended June 30, 2010, disclosed no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations. These reports are included in the back of this CAFR.

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to compliment the MD&A and should be read in conjunction with it. Tillamook County's MD&A can be found immediately following the report of the independent auditors in the financial section of this CAFR.

## **TILLAMOOK COUNTY PROFILE**

Tillamook County was established December 15, 1853 on lands that previously were part of Clatsop, Yamhill and Polk counties. The county was named after the Tillamook Indians who occupied the areas around the Tillamook and Nehalem Bays. The County is located on the Northern Oregon Coast and has a population of 24,889. Tillamook County's 1,125 square miles include nine rivers, four bays and 75 miles of coastline. Its close proximity to the Portland Metro area makes the county an ideal location for recreation.

The State of Oregon, The U.S. Bureau of Land Management, the U.S. Forest Service, County of Tillamook and private timber companies control more than 90 percent of the land. The Tillamook State Forest is a key aspect of the county's economy. The 500,000-acre forest which was destroyed by disastrous fires in the 1930s and 1940s has now begun to come of age. This helps drive growth in timber harvesting and processing and supports local education through timber revenues. Five percent of the land in Tillamook County is designated agricultural and the remainder is in urban and other uses.

The county encompasses seven incorporated cities and three school districts. There are 378 miles of roads under county jurisdiction. Mild summers and wet winters characterize the climate. Annual rainfall averages more than 90 inches. Average temperatures range from 42 degrees in January to 58 degrees in July. Tillamook County's various communities have begun to expand with the arrival of a growing number of newcomers from urban areas. They are attracted to the area's spectacular beauty and lower cost of living.

Tillamook County is governed by a Board of Commissioners, consisting of three commissioners, who are elected to four-year terms. The Board of Commissioners conduct all legislative business of the County and are responsible for setting County policy, general administration of the County and holding public hearings on certain issues required by law. The Commissioners are active at state and federal levels representing the concerns and interests of the county. The County also has an elected sheriff, surveyor, clerk, assessor, treasurer, district attorney and justice of the peace.

The financial reporting entity (the County) includes all funds and activities of the primary government (i.e., Tillamook County as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. The County provides a full range of services, which include sheriff protection; the construction and maintenance of streets and related infrastructure; and other County public services. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Accordingly, the Solid Waste Disposal Service District is reported as an enterprise fund of the primary government, and the 4-H and Extension Service District is reported as a special revenue fund of the primary government.

Tillamook County's budget is prepared on the cash basis of accounting. In accordance with State statutes, the County budgets all funds except trust and agency funds. The annual budget maintains a variety of budgetary controls to ensure compliance with legal provisions and is adopted and appropriated by the County's Board of Commissioners. Activities of the general fund, special revenue funds, debt service funds, capital project funds are included in the annual appropriated budget. The level of budgetary control, that is, the level at which expenditures cannot legally exceed the appropriated amount, is established by department within the General Fund and by expenditure category with the other individual funds. The expenditure appropriations lapse at the end of the fiscal year. Additional resources and corresponding appropriations may be added to the budget during the fiscal year through a supplemental budget process. Appropriation transfers may be made throughout the fiscal year and if required are approved by the Board of Commissioners in public meetings.

## **ECONOMIC CONDITION AND OUTLOOK**

In June 2010, the unemployment rate for Tillamook County was 8.6 percent. Tillamook County continues to be affected by the national economic downturn. Construction of new homes has continued to slow down and sales of new and existing home have declined. The estimated true cash value of Tillamook County decreased to \$6,566,645,351. This amount is less than the value in 2008 which was \$6,656,583,154. The Tillamook County Assessor has stated that values continue to decline during the economic downturn.

Tillamook County, like other local governments in Oregon continues to struggle with the impacts of Property Tax Limitation Measures that passed in the 1990's. With the passage of BM5 and in 1997 BM50, rates were capped at \$10.00 per thousand dollars of value for general government and phased in a limit of \$5.00 per thousand for schools. Growth of property tax revenues is limited to 3% per year, except for new construction, which now results in new revenues rather than an adjustment in the tax rate.

Tillamook County Government is primarily dependent on forestry revenues. The Tillamook State Forest consisting of 360,000 acres in Tillamook, Washington, Clatsop, Columbia and Yamhill counties is the largest block of public forest in the north Coast Range. The bulk of this forest (308,000 acres) is in Tillamook County. Local governments rely on these revenues to help fund schools and other essential services. In fiscal year 2009-2010, Tillamook County taxing district revenues from timber sales totaled \$9,882,197. This amount represents a 15% decrease from the prior fiscal year and is the lowest amount received since fiscal year 2002-2003.

Revenues from federal and state sources have declined (except for one-time federal Recovery Act funds); it is expected that revenues from these sources will continue to decline as the state and federal governments reduce spending because of the economic down turn.

In response to the continued economic crisis, the county's Management Team has worked to reduce or maintain the status quo in operating costs. Recovery Act funds did provide for maintenance of staff in Public Safety, however, those funds will expire during 2011 and further staff reductions may occur in this area unless new funding can be acquired.

## **MAJOR INITIATIVES**

A major economic impact on the County's finances is the continuation, but eventual elimination, of federal funding through the Secure Rural Schools and Community Self Determination Act ("Safety Net Payments"). The Act was reauthorized by Public Law 110-343, but at reduced revenues for the county and phase out when the act expires in 2012. For the 09-10 fiscal year, the County Road Fund received \$1,462,012, which is over 10% less than the previous fiscal year. This amount will be reduced to a projected \$265,150 in fiscal year 2011-2012. Historically 50% of annual operating revenues for the Road Fund come from this source.

Management and local citizens continue their efforts to identify funding sources for capital road repair and replacement projects. Tillamook County's road system is among the worst in the State with a Condition Pavement Index of forty-eight (48). The County Roads Advisory Committee and a local political action committee have recommended that the County submit a General Obligation Bond measure to voters in May 2011. Proceeds from the bond would provide \$15 million to fund projects that will be identified on a greatest need basis.

Capital projects completed in the County in 2010 included a video surveillance and security system for the courthouse which was paid for with Court Security Fund dollars, replacement of the Johnson Bridge and other infrastructure projects. Replacement of the HVAC system for the county jail, purchase of a new bookmobile for the county library system and Kilchis Park Water Tank Replacement were also completed.

Tillamook County is a member of Tillamook Lightwave which is the county's broadband telecommunications consortium. Members of the intergovernmental agency also include the Tillamook Peoples Utility District and the Port of Tillamook Bay. This year acquisition of a 105 mile stretch of underground fiber-optic cable running from Pacific City to Beaverton was completed. This will allow for internet connections to the main hub of communications in the Willamette Valley. The goal is to create a high-speed telecommunication system that will promote economic development, distance learning and telemedicine opportunities in Tillamook County.

## **OTHER FINANCIAL INFORMATION**

The County's enterprise operation is comprised of the Solid Waste Service District. This District is included in the CAFR because it is a component unit of Tillamook County. The Board of County Commissioners serves as its governing body, making appointments, hiring, and approving the budget. The District is responsible for countywide solid waste management planning, recycling education and coordination, illegal dumping cleanup and prevention, as well as enforcement coordination. Operations of the transfer stations and transport of solid waste are performed by a private company under contract with the District.

The County recognizes a liability for post-closure care and maintenance of the Tillamook County landfill in the Solid Waste Fund. State and federal laws require the county to perform maintenance and monitoring functions for 30 years after closure of the Landfill. The liability at June 30, 2010, amounted to \$892,700 and represents an estimate of the total cost of landfill monitoring and maintenance over the remaining post-closure care period which does not have future maturities. The County estimates that approximately \$86,600 in monitoring and maintenance costs will be paid each year. Although the estimate may be affected by inflation and changes in regulations, the County expects that transfer station fees and assessments to property owners will be sufficient to cover the costs.

The Tillamook County 4-H Extension Service District is included in the CAFR because it is a component unit of Tillamook County. The Board of County Commissioners serves as its governing body, making appointments, and approving the budget. The District was formed in 1986 under the provisions of ORS Chapter 451 to provide Oregon State University Extension education programs, training, and information to residents of Tillamook County.

The County provides a retirement program for its employees. All fulltime employees are eligible to participate in the program after six months of employment.

The County issues various types of debt. This debt is comprised of capital lease obligations, accumulated unpaid vacation and sick leave, notes payable and bonds payable relating to three General Obligations Bonds. Outstanding debt on the bonds payable is \$2,840,000 relating to the Library General Obligation Bonds, \$2,350,000 relating to refunding bonds for the Jail and Justice Facility and \$4,255,000 relating to refunding bonds for the Hospital Bond.

The County invests excess funds considering state statutes, security of the investment, and cash flow requirements. Investments are comprised of the State of Oregon Treasurer's Investment Pool and U.S. Government Agencies. Interest earned on pooled cash and investments is allocated to participating funds based upon their combined cash and investment balances.

### **AWARDS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Tillamook County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2009. The Certificate of Achievement is a prestigious national award and recognizes conformance with the highest standards for preparation of state and local government financial reports.

In to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Tillamook County has received a Certificate of Achievement for twenty-one consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

### **ACKNOWLEDGEMENTS**

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the County's accounting staff. In addition, I would like to express my appreciation to all members of other departments who assisted and contributed to its preparation. Acknowledgement is also due the County Commissioners for their interest and support in our continued effort to improve the County's financial reporting.

Respectfully submitted,



Karen Richards-Dye  
County Treasurer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Tillamook County  
Oregon

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized handwritten signature in black ink, appearing to be "JHR".

President

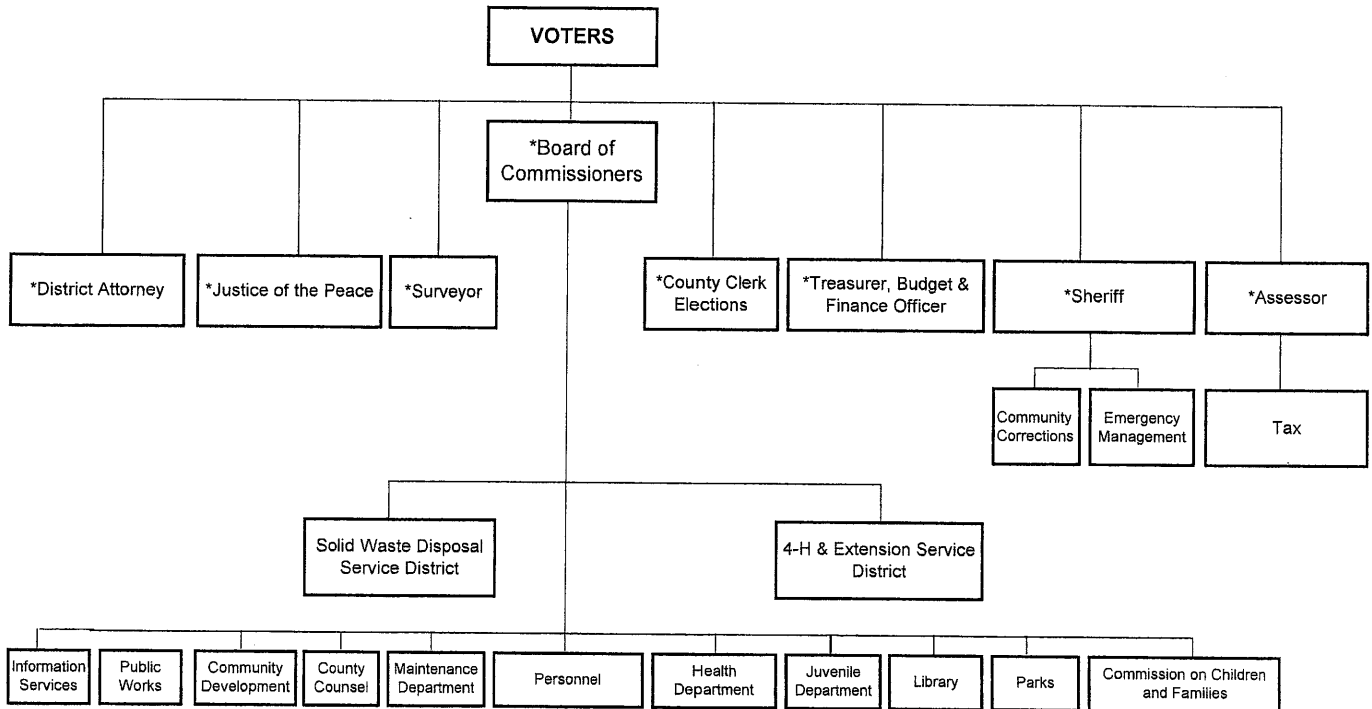
A handwritten signature in black ink that reads "Jeffrey R. Emer".

Executive Director



# Tillamook County

Organizational Chart  
Year Ended June 30, 2010



\*Elected Official

**TILLAMOOK COUNTY**  
**PRINCIPAL OFFICIALS**  
**For the Year Ended June 30, 2010**

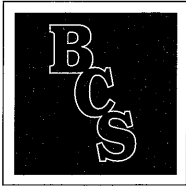
**Board of County Commissioners**

<b><u>Name</u></b>	<b><u>Term Expires December 31,</u></b>
Charles J. Hurliman	2012
Tim Josi	2010
Mark Labhart	2012

**Other Elected Officials**

Timothy Lutz, Assessor	2012
Tassi O'Neil, Clerk	2012
William Porter, District Attorney	2010
Neal Lemery, Justice of the Peace	2012
Todd Anderson, Sheriff	2012
Dan McNutt, Surveyor	2012
Karen L. Richards-Dye, Treasurer	2010

## **FINANCIAL SECTION**



**BOLDT, CARLISLE & SMITH LLC**

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERSHIP ■ ASSURANCE ■ INNOVATION

## INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners  
**TILLAMOOK COUNTY**  
Tillamook, Oregon

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of **TILLAMOOK COUNTY** as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of **TILLAMOOK COUNTY**, as of June 30, 2010, the respective changes in financial position, and cash flows, where applicable, thereof, and the respective budgetary comparisons for the General, Road, County School, Health Services, Library, Commission on Children and Families, and Community Corrections Funds, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2010, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

A

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Established - 1968

SALEM: 480 CHURCH STREET SE ■ SALEM, OR 97301 ■ PHONE: (503) 585-7751 ■ FAX: (503) 370-3781

STAYTON: 408 NORTH THIRD AVENUE ■ STAYTON, OR 97383 ■ PHONE: (503) 769-2186 ■ FAX: (503) 769-4312

ALBANY: 321 1<sup>st</sup> AVENUE E STE 2A ■ ALBANY, OR 97321 ■ PHONE: (541) 928-6500 ■ FAX: (541) 928-6501

## INDEPENDENT AUDITOR'S REPORT (Continued)

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages *a* through *i* 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual fund financial statements and schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

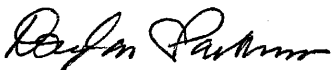
**Boldt, Carlisle & Smith, LLC**

Certified Public Accountants

Salem, Oregon

November 29, 2010

By:



Douglas C. Parham, Member

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

# MANAGEMENT'S DISCUSSION AND ANALYSIS

This discussion and analysis presents the highlights of financial activities and financial position for Tillamook County. The analysis focuses on significant financial issues, major financial activities and resulting changes in financial position, budget changes and variances from the budget, and specific issues related to funds and the economic factors affecting the County. It includes all the activities of the County and its component units: *Solid Waste Service District* and *4H and Extension Service District*.

Please read this MD&A in conjunction with the Transmittal Letter (pages *i* through *v*) and the County's financial statements.

## FINANCIAL HIGHLIGHTS

The County's assets exceeded its liabilities at June 30, 2010 by \$61,313,072 (*net assets*). Of this amount \$39,156,712 was invested in capital assets, net of related debt; \$3,777,499 was restricted for specific purposes and \$18,378,861 was unrestricted.

The County's net assets increased by \$1,355,998 (or 2.25%) which was due primarily to increases from unrestricted grants and contributions, property taxes, unrestricted investment earnings and miscellaneous disposition of property. Reduction in long term obligations and increase in unrestricted assets contributed to the overall increase.

The County's Governmental Funds increased fund balances by \$1,201,292, with the General Fund experiencing an increase in its fund balance by \$1,161,082 and the Road Fund having a decrease in fund balance of \$716,589.

## OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

Statements of Net Assets and Activities focus on entity-wide presentations using the accrual basis of accounting and provide both long-term and short-term information about the County's financial status.

Fund financial statements focus separately on major governmental and proprietary funds and types of fiduciary funds. Governmental fund statements follow the more traditional presentation of financial statements. The County's major governmental funds are presented in their own columns and the remaining funds are combined into a single column titled "Other Governmental Funds." Budgetary comparison statements are presented for the General, Road, Health Services, Library, Commission on Children and Families, Community Corrections and County School Funds. Statements for the County's proprietary funds follow the governmental funds and include statements of net assets, revenues, expenses and changes in fund net assets, and cash flows. Fiduciary funds account for resources held for the benefit of others and have not been reflected in the Statements of Net Assets and Activities as they are not available to the County.



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

**Combining and Individual Fund Financial Statements and Schedules.** Readers desiring additional information on non-major funds can find it in this section of this report. Included within this section are:

- Combining Statements of other governmental funds which are classified as non-major. These statements include balance sheets and statements of revenues, expenditures and changes in fund balances.
- Budgetary Comparisons. Budgetary information for all funds, except General and the major Special Revenue Funds, which are presented within the Basic Financial Statements, are presented here.
- Fiduciary Fund statement for changes in assets and liabilities.
- Other Financial Schedules covering capital assets and long-term obligations complete the Financial Section of the report.

**Statistical Section.** Trend information and demographics.

**Audit comments and disclosures required by state regulations.** Supplemental communication on county compliance and internal controls as required by Oregon statutes.

**Grant compliance – Single Audit.** Additional reports by the county's independent auditor and the schedule of expenditures of federal awards as required by Government Auditing Standards and the Single Audit Act.

## FINANCIAL SUMMARY AND ANALYSIS

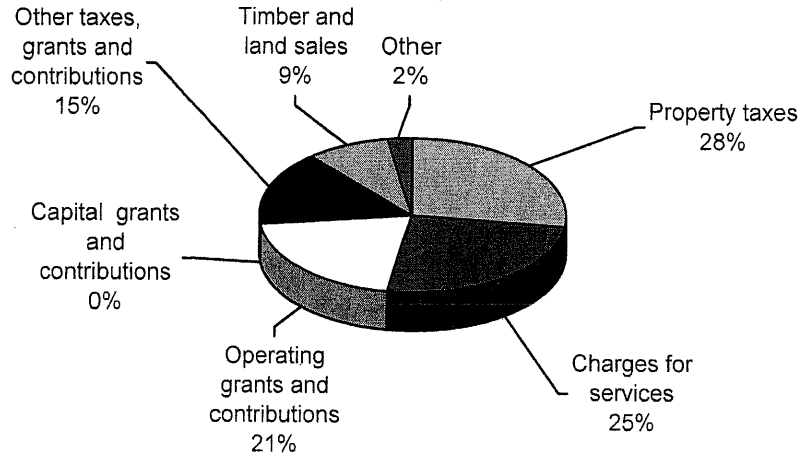
As mentioned earlier, the County's net assets as of June 30, 2010 were \$61,313,072. By far the largest portion of net assets is comprised of the county's investment in capital assets (e.g., land, buildings, equipment and public infrastructure), less any related debt outstanding that was used to acquire those assets. The County uses capital assets to provide services to citizens; therefore, these assets are not available for future spending. The resources to repay the related debt is not provided by capital assets, but will be provided from other sources.

	Governmental Activities		Business-type Activities		Totals	
	2010	2009	2010	2009	2010	2009
<b><u>ASSETS</u></b>						
Current and other assets	\$ 25,106,929	\$ 24,234,508	\$ 1,741,317	\$ 1,701,527	\$ 26,848,246	\$ 25,936,035
Capital assets	<u>47,807,311</u>	<u>48,217,196</u>	<u>2,085,051</u>	<u>2,112,011</u>	<u>49,892,362</u>	<u>50,329,207</u>
Total assets	<u>72,914,240</u>	<u>72,451,704</u>	<u>3,826,368</u>	<u>3,813,538</u>	<u>76,740,608</u>	<u>76,265,242</u>
<b><u>LIABILITIES</u></b>						
Other liabilities	845,531	1,223,505	121,959	123,892	967,490	1,347,397
Long-term liabilities	<u>13,565,603</u>	<u>13,953,114</u>	<u>894,443</u>	<u>1,007,657</u>	<u>14,460,046</u>	<u>14,960,771</u>
Total liabilities	<u>14,411,134</u>	<u>15,176,619</u>	<u>1,016,402</u>	<u>1,131,549</u>	<u>15,427,536</u>	<u>16,308,168</u>
<b><u>NET ASSETS</u></b>						
Invested in capital assets						
net of related debt	37,071,661	36,042,826	2,085,051	2,112,011	39,156,712	38,154,837
Restricted	3,777,499	4,423,745	-	-	3,777,499	4,423,745
Unrestricted	<u>17,653,946</u>	<u>16,808,514</u>	<u>724,915</u>	<u>569,978</u>	<u>18,378,861</u>	<u>17,378,492</u>
Total net assets	<u>\$ 58,503,106</u>	<u>\$ 57,275,085</u>	<u>\$ 2,809,966</u>	<u>\$ 2,681,989</u>	<u>\$ 61,313,072</u>	<u>\$ 59,957,074</u>

The unrestricted net assets of business-type activities represent the current assets of the Solid Waste Service District, which are offset by the liability for landfill post-closure care costs.

Total net assets increased by \$1,355,998. The revenue of the county comes primarily from property taxes, charges for services and operating grants and contributions. The county's expenses cover a wide variety of services, with general government, public safety, and health and welfare accounting for over half of the expenses.

## Tillamook County Revenue



Property taxes, comprising 28% of Tillamook County's revenue, are derived from the Permanent Tax Rate, Local Option Taxes and General Obligation debt levies.

The permanent tax rate provides funding for general government. Countywide library services and Veterans Services are funded by the local option tax levies (expiring in 2012). General Obligation Debt consists of the Justice Facility Construction Debt, Hospital Construction Debt, Library Construction Debt and subsequent refundings.

For the year ended June 30, 2010, a large percentage of revenues come from property taxes (28%), charges for services (25%) and operating grants and contributions (21%). This includes such items as permits, licenses, recreation fees, recording fees, health services patient fees, other user fees, solid waste disposal fees and assessments and fines.

Operating grants and contributions primarily fund the Community Health Center, Public Works, Community Corrections, Children and Families Programs and Mental Health Services.

Timber and Land sales revenue is a major resource for the General, Road, and County School Funds.

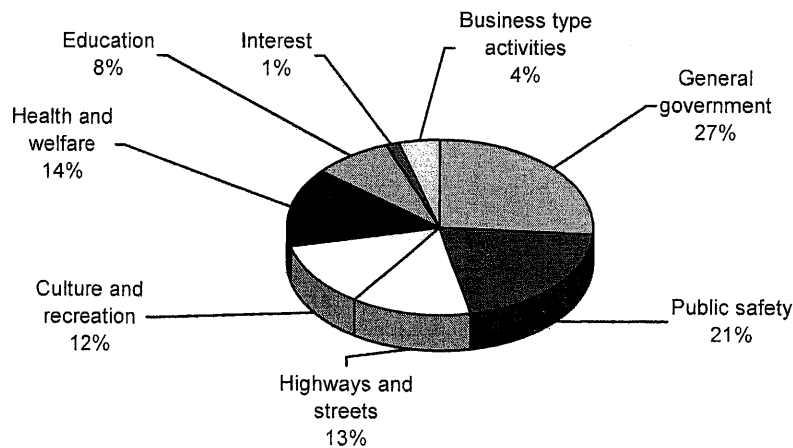
Expenses for General Government and Public Safety comprise 48% of total expenses. The County Justice Facility, opened in 1997, houses the Sheriff's Department, Community Corrections, State Police, Emergency Management and the jail.

General Government includes expenditures for Community Development, Information Services, Assessment and Taxation, Elections, Finance, Commissioners and Support Services. County Park System expenses are included in Culture and Recreation.

Health and Welfare expenses relate to the County's federally funded Community Health Center. Highways and Streets expenditures relate to repair and maintenance of infrastructure.

The Extension Service District and County School Fund comprise Education expenses and Business-type activities relate to the Solid Waste Service District. Interest expenses account for payments on the County's long-term debt.

### Tillamook County Functional Expenses



Governmental activities increased the County's net assets by \$4,154,606 which represents 99 percent of the increase in net assets. The key elements of this increase are as follows:

**TILLAMOOK COUNTY'S CHANGES IN NET ASSETS**

	Governmental Activities		Business-type Activities		Totals	
	2010	2009	2010	2009	2010	2009
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 7,719,001	\$ 7,163,744	\$ 1,675,149	\$ 1,689,870	\$ 9,394,150	\$ 8,853,614
Operating grants and contributions	7,693,145	7,796,207	-	5,757	7,693,145	7,801,964
Capital grants and contributions	95,231	1,498,018	-	-	95,231	1,498,018
General revenues:						
Property taxes	10,083,863	9,786,714	-	-	10,083,863	9,786,714
Other taxes	200,083	197,973	-	-	200,083	197,973
Other grants and contributions	5,449,169	5,906,234	-	-	5,449,169	5,906,234
Timber and land sales	3,304,836	3,596,833	-	-	3,304,836	3,596,833
Other	891,713	1,585,956	15,935	47,050	907,648	1,633,006
Total revenues	<u>35,437,041</u>	<u>37,531,679</u>	<u>1,691,084</u>	<u>1,742,677</u>	<u>37,128,125</u>	<u>39,274,356</u>
<b>Expenses</b>						
General government	9,331,403	11,000,094	-	-	9,331,403	11,000,094
Public safety	7,482,483	7,119,266	-	-	7,482,483	7,119,266
Highways and streets	4,482,036	2,317,050	-	-	4,482,036	2,317,050
Culture and recreation	4,288,657	3,930,672	-	-	4,288,657	3,930,672
Health and welfare	5,093,360	4,836,871	-	-	5,093,360	4,836,871
Education	3,019,596	3,608,717	-	-	3,019,596	3,608,717
Interest on long-term debt	511,485	564,404	-	-	511,485	564,404
Solid waste	-	-	1,563,107	1,699,546	1,563,107	1,699,546
Total expenses	<u>34,209,020</u>	<u>33,377,074</u>	<u>1,563,107</u>	<u>1,699,546</u>	<u>35,772,127</u>	<u>35,076,620</u>
Change in net assets	1,228,021	4,154,605	127,977	43,131	1,355,998	4,197,736
Net assets - beginning	<u>57,275,085</u>	<u>53,120,480</u>	<u>2,681,989</u>	<u>2,638,858</u>	<u>59,957,074</u>	<u>55,759,338</u>
Net assets - ending	<u>\$ 58,503,106</u>	<u>\$ 57,275,085</u>	<u>\$ 2,809,966</u>	<u>\$ 2,681,989</u>	<u>\$ 61,313,072</u>	<u>\$ 59,957,074</u>

**Governmental Activities**

The growth in net assets is attributed to increased receipts from charges for services, property taxes and reductions in general government and education expenditures.

**Business-type Activities**

The Solid Waste Fund accounts for disposal of solid waste generated in Tillamook County. The growth in net assets is attributed to increased program revenue and reduction in post-closure liability.

## FINANCIAL ANALYSIS OF FUNDS

As of June 30, 2010 the County's governmental funds reported a combined fund balance of \$21,781,200, which is an increase of \$1,201,292 from June 30, 2009.

The general fund is the primary operating fund of the County. As of June 30, 2010, the general fund balance is \$8,043,291, which is an increase of \$1,161,082 from June 30, 2009.

The increase in the General Fund balance is related primarily to a budgetary policy change. A Special Revenue Fund was created for County Parks Operations. Total General Fund revenues were \$888,979 less than the previous year and expenditures were \$1,644,302 less. Reductions in expenditures for General Government and Public Safety also contributed to increasing the fund balance.

The Road Fund is primarily supported by state fuel taxes and federal forest fees. Its fund balance decreased by \$716,589 during 2009-10 due primarily to a decrease in intergovernmental revenues of \$1,863,041.

The County School Fund receives state timber revenues which are passed on to public school districts within the County. The fund balance increased \$240,345 due to timing of pass-through distributions.

The Health Services Fund balance increased \$155,622 from \$145,371 at June 30, 2009. This increase was due to an increase in health and welfare revenues. The General Fund transferred \$100,000 to the Health Services fund during the year. The transfer from Health to General during this reporting period was \$55,000. It is anticipated that the Health Services Fund will make subsequent transfers to the General Fund on an annual basis.

The Library Fund had an increase in fund balance of \$162,726. This increase was due primarily to property taxes levied for library operations.

The Commission on Children and Families fund balance decreased \$119,253, which was primarily due to a decrease in intergovernmental revenues.

The Community Corrections fund experienced a slight decrease in fund balances of \$6,427. The programs funding is determined biennially by the Oregon State Legislature.

Proprietary funds provide the same type of information as presented in the government-wide statements of net assets and activities, but in more detail. The proprietary funds net assets amounted to \$2,809,966 as of June 30, 2010.

## BUDGETARY HIGHLIGHTS

The County prepares its budget on the cash receipts and disbursements basis of accounting.

The changes between the original and final budget of the general fund were enacted to transfer relatively small amounts between appropriation categories. Actual receipts in the General Fund were \$571,089 more than anticipated and actual disbursements were \$822,782 less than appropriations.

A supplemental budget was adopted during the year to create appropriation for unanticipated grants in various special revenue funds.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

As of June 30, 2010, the County had invested \$49,892,362 in total capital assets, net of depreciation, which is a net decrease of \$436,845 from June 30, 2009. This investment includes land and land improvements, buildings, equipment and public infrastructure of roads and bridges. The investment in governmental activities capital assets decreased by \$409,885, and business-type activities decreased by \$26,960. Significant additions during the year ended June 30, 2010 were as follows:

- Various road improvement projects - \$1,010,646
- Kilchis water tank replacement - \$55,556
- County Courthouse security system - \$58,101

Additional information on the County's capital assets may be found in Note 6 of the financial statements.

During the year the County issued \$31,800 of long-term obligations under a loan agreement with the TLC Federal Credit Union. The credit union provided the loan at no interest to be used as partial financing for the County Fair grandstand replacement. Additionally, compensated absences and net other post employment benefits increased by \$1,977,723. The total obligations outstanding as of June 30, 2010 amounted to \$14,460,046.

During the year the County retired \$2,510,248 in principal on long-term obligations, a reduction of 17.2 percent of the balance outstanding at the beginning of the year.

A summary of the County's long-term obligations outstanding is as follows:

General Obligations Bonds	\$	9,445,000
Loans payable		1,284,274
Capital leases		6,376
Accumulated unpaid compensation		1,108,718
Other post-employment benefits		1,722,978
Landfill post-closure care liability		892,700

Additional information on the County's long-term obligations may be found in Note 8 to the financial statements.

## **ECONOMIC FACTORS**

Oregon law limits increases in property tax revenue. Assessed values may increase 3% per year, plus the value of new construction. Tillamook County's tax increase each year is insufficient to cover the rising cost of services.

General Government operations rely heavily on timber revenues to support expenditures. The County is also very dependent on federal and state grants.

Rising costs of employee benefits challenge the county to reduce expenditures for materials and services and look at new ways to provide fair compensation to the workforce. The County continues to explore ways to combine and streamline service delivery.

Funding provided by the state legislature for county programs is subject to biennial appropriations. The state's funding source is primarily income taxes. Therefore the state is dependent on a strong economy to fund services. Local governments compete with schools and other services which make them vulnerable to funding reductions. During the next budget year the county will be evaluating its ability to provide citizens the services they are accustomed to with declining state and federal resources.

## **FINANCIAL CONTACT**

The County's financial statements are designed to present users (citizens, taxpayers, customers, investors, and creditors) with a general overview of the County's finances and to demonstrate the County's accountability. Additionally, the component units have separately issued financial statements that are available to provide information on their finances and activities.

If you have questions about the report or need additional financial information, please contact the County Treasurer's office at 201 Laurel Ave., Tillamook, Oregon.



# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

## **BASIC FINANCIAL STATEMENTS**

**TILLAMOOK COUNTY**

**STATEMENT OF NET ASSETS**

**June 30, 2010**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Totals</b>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 19,529,390	\$ 1,608,514	\$ 21,137,904
Restricted cash and investments	7,449	-	7,449
Receivables, net	3,501,304	132,803	3,634,107
Deferred charges	199,809	-	199,809
Net pension obligation	1,868,977	-	1,868,977
Capital assets			
Land, improvements, and construction in progress	8,789,505	125,000	8,914,505
Other capital assets, net	39,017,806	1,960,051	40,977,857
<b>TOTAL ASSETS</b>	<b>72,914,240</b>	<b>3,826,368</b>	<b>76,740,608</b>
<b><u>LIABILITIES</u></b>			
Accounts payable and accrued expenses	538,804	121,959	660,763
Accrued interest	153,185	-	153,185
Unearned revenue	153,542	-	153,542
Long-term liabilities			
Due within one year	2,629,134	88,343	2,717,477
Due in more than one year	10,936,469	806,100	11,742,569
<b>TOTAL LIABILITIES</b>	<b>14,411,134</b>	<b>1,016,402</b>	<b>15,427,536</b>
<b><u>NET ASSETS</u></b>			
Invested in capital assets, net of related debt	37,071,661	2,085,051	39,156,712
Restricted for:			
Capital projects	373,024	-	373,024
Debt service	336,945	-	336,945
Highways and streets	2,944,790	-	2,944,790
Other purposes	122,740	-	122,740
Unrestricted	17,653,946	724,915	18,378,861
<b>TOTAL NET ASSETS</b>	<b>\$ 58,503,106</b>	<b>\$ 2,809,966</b>	<b>\$ 61,313,072</b>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2010**

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Assets		Totals
	Expenses	Charges for	Operating	Capital Grants	Governmental Activities	Business-type Activities	
		Services	Grants and Contributions	and Contributions			
Governmental activities							
General government	\$ 9,331,403	\$ 3,093,560	\$ 545,783	\$ 45,525	\$ (5,646,535)		\$ (5,646,535)
Public safety	7,482,483	679,201	2,439,227	-	(4,364,055)		(4,364,055)
Highways and streets	4,482,036	282,259	1,473,290	-	(2,726,487)		(2,726,487)
Culture and recreation	4,288,657	1,864,620	80,922	49,706	(2,293,409)		(2,293,409)
Health and welfare	5,093,360	1,799,361	3,153,923	-	(140,076)		(140,076)
Education	3,019,596	-	-	-	(3,019,596)		(3,019,596)
Interest on long-term debt obligations	511,485	-	-	-	(511,485)		(511,485)
Total governmental activities	<u>34,209,020</u>	<u>7,719,001</u>	<u>7,693,145</u>	<u>95,231</u>	<u>(18,701,643)</u>		<u>(18,701,643)</u>
Business-type activities:							
Solid waste	<u>1,563,107</u>	<u>1,675,149</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 112,042</u>	<u>112,042</u>
Totals	<u>\$ 35,772,127</u>	<u>\$ 9,394,150</u>	<u>\$ 7,693,145</u>	<u>\$ 95,231</u>	<u>(18,701,643)</u>	<u>112,042</u>	<u>(18,589,601)</u>
<b>General revenues</b>							
Taxes:							
Property taxes levied for:							
General purposes							
				8,302,660	-		8,302,660
Debt service							
				1,781,203	-		1,781,203
Other taxes							
				200,083	-		200,083
Other grants and contributions not restricted for specific programs							
				5,449,169	-		5,449,169
Timber and land sales							
				3,304,836	-		3,304,836
Unrestricted investment earnings							
				187,697	14,499		202,196
Miscellaneous							
				704,016	1,436		705,452
TOTAL GENERAL REVENUES					<u>19,929,664</u>	<u>15,935</u>	<u>19,945,599</u>
CHANGES IN NET ASSETS					<u>1,228,021</u>	<u>127,977</u>	<u>1,355,998</u>
NET ASSETS - BEGINNING					<u>57,275,085</u>	<u>2,681,989</u>	<u>59,957,074</u>
NET ASSETS - ENDING					<u>\$ 58,503,106</u>	<u>\$ 2,809,966</u>	<u>\$ 61,313,072</u>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**BALANCE SHEET  
GOVERNMENTAL FUNDS**

**June 30, 2010**

	General	Road	County School	Health Services	Library	Commission on Children and Families
<b>ASSETS</b>						
Cash and cash equivalents	\$ 6,986,198	\$ 2,905,067	\$ -	\$ 125,404	\$ 1,688,881	\$ 155,050
Restricted cash and investments	-	-	-	-	-	-
Receivables, net	1,644,316	109,017	693,417	285,876	228,920	150
Due from other funds	15,087	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 8,645,601</b>	<b>\$ 3,014,084</b>	<b>\$ 693,417</b>	<b>\$ 411,280</b>	<b>\$ 1,917,801</b>	<b>\$ 155,200</b>
<b>LIABILITIES</b>						
Accounts payable	\$ 202,325	\$ 69,294	\$ -	\$ 110,287	\$ 23,844	\$ 31,021
Due to other funds	-	-	-	-	-	-
Deferred revenue	399,985	-	-	-	169,646	-
<b>TOTAL LIABILITIES</b>	<b>602,310</b>	<b>69,294</b>	<b>-</b>	<b>110,287</b>	<b>193,490</b>	<b>31,021</b>
<b>FUND BALANCES</b>						
Reserved for debt service	-	-	-	-	-	-
Unreserved, reported in						
General	8,043,291	-	-	-	-	-
Special revenue funds	-	2,944,790	693,417	300,993	1,724,311	124,179
Capital projects funds	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>8,043,291</b>	<b>2,944,790</b>	<b>693,417</b>	<b>300,993</b>	<b>1,724,311</b>	<b>124,179</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 8,645,601</b>	<b>\$ 3,014,084</b>	<b>\$ 693,417</b>	<b>\$ 411,280</b>	<b>\$ 1,917,801</b>	<b>\$ 155,200</b>

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

- Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds
- Deferred charges relating to debt issuances are not financial resources and therefore are not reported in the funds
- Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds
- Certain payments received are for services to be provided in future periods and therefore are reported as unearned in the statement of net assets
- The net pension obligation (asset) is reported in the statement of net assets but is not reported in the funds
- The net post-employment benefits obligations is reported in the statement of net assets but is not reported in the funds
- Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds

NET ASSETS OF GOVERNMENTAL ACTIVITIES

*See notes to basic financial statements*

	Other Community	Governmental	
	Corrections	Funds	Totals
\$	213,610	\$ 7,455,180	\$ 19,529,390
	-	7,449	7,449
	-	539,608	3,501,304
	-	-	15,087
	<u>213,610</u>	<u>\$ 8,002,237</u>	<u>\$ 23,053,230</u>

\$	2,534	\$ 99,499	\$ 538,804
	-	15,087	15,087
	-	148,508	718,139
	<u>2,534</u>	<u>263,094</u>	<u>1,272,030</u>

	-	206,774	206,774
	-		8,043,291
	211,076	5,772,454	11,771,220
	-	1,759,915	1,759,915
	<u>211,076</u>	<u>7,739,143</u>	<u>21,781,200</u>
\$	<u>213,610</u>	<u>\$ 8,002,237</u>	

47,807,311

199,809

718,139

(153,542)

1,868,977

(1,722,978)

(11,995,810)

\$ 58,503,106

**TILLAMOOK COUNTY**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2010**

	General	Road	County School	Health Services	Library	Commission on Children and Families
<b>REVENUES</b>						
Property taxes	\$ 5,488,111	\$ -	\$ 661	\$ -	\$ 2,371,242	\$ -
Licenses, permits and fees	1,223,503	70,464	-	-	-	-
Intergovernmental	2,210,766	2,935,302	2,947,895	2,236,044	4,798	389,341
Charges for services	274,402	129,093	-	1,787,277	-	-
Fines and forfeitures	413,477	-	-	-	9,306	-
Timber and land sales	3,190,547	-	-	-	-	-
Interest	66,990	26,592	4,891	564	16,017	1,783
Intercounty charges	1,144,756	30,000	-	-	-	-
Miscellaneous	407,607	391,892	-	9,045	33,069	23,566
<b>TOTAL REVENUES</b>	<u>14,420,159</u>	<u>3,583,343</u>	<u>2,953,447</u>	<u>4,032,930</u>	<u>2,434,432</u>	<u>414,690</u>
<b>EXPENDITURES</b>						
Current						
General government	8,133,527	-	-	-	-	-
Public safety	5,137,547	-	-	-	-	553,943
Highways and streets	-	3,482,462	-	-	-	-
Culture and recreation	-	-	-	-	1,977,240	-
Health and welfare	52,250	-	-	3,917,568	-	-
Education	-	-	2,713,102	-	-	-
Capital outlay	59,327	765,170	-	-	194,466	-
Debt service						
Principal	94,290	37,091	-	4,139	-	-
Interest	17,328	1,509	-	601	-	-
<b>TOTAL EXPENDITURES</b>	<u>13,494,269</u>	<u>4,286,232</u>	<u>2,713,102</u>	<u>3,922,308</u>	<u>2,171,706</u>	<u>553,943</u>
Excess (deficiency) of revenues over expenditures	<u>925,890</u>	<u>(702,889)</u>	<u>240,345</u>	<u>110,622</u>	<u>262,726</u>	<u>(139,253)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	360,192	-	-	100,000	-	20,000
Issuance of debt	-	-	-	-	-	-
Transfers out	(125,000)	(13,700)	-	(55,000)	(100,000)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>235,192</u>	<u>(13,700)</u>	<u>-</u>	<u>45,000</u>	<u>(100,000)</u>	<u>20,000</u>
Net change in fund balances	1,161,082	(716,589)	240,345	155,622	162,726	(119,253)
Fund balances at beginning of year	6,882,209	3,661,379	453,072	145,371	1,561,585	243,432
Fund balances at end of year	<u>\$ 8,043,291</u>	<u>\$ 2,944,790</u>	<u>\$ 693,417</u>	<u>\$ 300,993</u>	<u>\$ 1,724,311</u>	<u>\$ 124,179</u>

*See notes to basic financial statements*

<b>Community Corrections</b>	<b>Other Governmental Funds</b>	<b>Totals</b>
\$ -	\$ 2,127,459	\$ 9,987,473
-	9,422	1,303,389
760,298	2,042,117	13,526,561
86,176	2,107,539	4,384,487
-	208,436	631,219
-	-	3,190,547
-	70,860	187,697
-	-	1,174,756
<u>3,541</u>	<u>116,389</u>	<u>985,109</u>
<u>850,015</u>	<u>6,682,222</u>	<u>35,371,238</u>
-	719,587	8,853,114
856,442	264,684	6,812,616
-	85,362	3,567,824
-	1,717,151	3,694,391
-	932,953	4,902,771
-	299,851	3,012,953
-	387,958	1,406,921
-	1,335,000	1,470,520
-	461,198	480,636
<u>856,442</u>	<u>6,203,744</u>	<u>34,201,746</u>
<u>(6,427)</u>	<u>478,478</u>	<u>1,169,492</u>
-	178,473	658,665
-	31,800	31,800
-	(364,965)	(658,665)
<u>-</u>	<u>(154,692)</u>	<u>31,800</u>
(6,427)	323,786	1,201,292
<u>217,503</u>	<u>7,415,357</u>	<u>20,579,908</u>
<u>\$ 211,076</u>	<u>\$ 7,739,143</u>	<u>\$ 21,781,200</u>



**TILLAMOOK COUNTY**

**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, 2010**

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS		\$ 1,201,292
<p>Amounts reported for governmental activities in the Statement of Activities are different because of the following:</p>		
<p>Governmental funds report outlays for capital assets as expenditures while governmental activities report depreciation expenses to allocate those expenditures over the estimated useful life of the assets. The difference between these two amounts is:</p>		
Capitalized expenditures	\$ 1,078,363	
Depreciation	<u>(1,488,248)</u>	(409,885)
<p>In the Statement of Activities, property taxes are reported as revenues when assessed. However in the governmental funds, property taxes are reported when they are measurable and available. This revenue recognition results in differences in amounts reported for property tax revenues</p>		
		96,390
<p>Governmental funds report as revenues certain payments for services to be provided in future periods</p>		
		(27,730)
<p>Proceeds from long-term obligations provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets.</p>		
		(31,800)
<p>Debt issuance costs are reported as a reduction in the proceeds from long-term debt in the governmental funds. However in the statement of Net Assets these amounts are reported as deferred charges and amortized over the debt repayment period as additional interest expense.</p>		
		(54,530)
<p>In the Statement of Activities, the change in the net pension obligation is reported as additional expenses for increases and a reduction of expenses for decreases.</p>		
		11,292
<p>The change in other post-employment benefits are reported as additional expenses in the Statement of Activities</p>		
		(869,005)
<p>Repayment of long-term obligations principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the Statement of Net Assets.</p>		
		1,470,520
<p>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.</p>		
Accrued interest	23,681	
Compensated absences	<u>(182,204)</u>	<u>(158,523)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES		<u>\$ 1,228,021</u>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**GENERAL**

**STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL**

**For the Year Ended June 30, 2010**

	Budget		Actual	Variance
	Original	Final		
<b>REVENUES</b>				
Property taxes	\$ 5,400,000	\$ 5,400,000	\$ 5,465,074	\$ 65,074
Timber and land sales	2,440,000	2,440,000	2,902,873	462,873
Intergovernmental	2,001,500	2,001,500	2,215,672	214,172
Fines and forfeitures	410,000	410,000	381,582	(28,418)
Licenses, permits and fees	1,347,000	1,347,000	1,219,808	(127,192)
Charges for services	258,500	258,500	260,486	1,986
Investment earnings	200,000	200,000	66,990	(133,010)
Intercounty	1,140,000	1,140,000	1,144,756	4,756
Miscellaneous	291,900	291,900	402,748	110,848
<b>TOTAL REVENUES</b>	<b>13,488,900</b>	<b>13,488,900</b>	<b>14,059,989</b>	<b>571,089</b>
<b>EXPENDITURES</b>				
Board of County Commissioners	678,740	700,580	688,578	12,002
Land Sales	1,550	1,550	301	1,249
Justice Court	239,280	246,280	242,528	3,752
Juvenile Department	606,790	606,790	562,103	44,687
District Attorney	889,570	898,020	877,803	20,217
County Clerk	444,940	462,165	413,373	48,792
County Assessor	1,199,815	1,199,815	1,196,998	2,817
County Treasurer	412,905	420,905	418,142	2,763
Tax Department	164,825	164,825	157,212	7,613
Courthouse Building	303,790	318,790	314,342	4,448
Sheriff - Criminal	2,398,550	2,398,550	2,341,826	56,724
Sheriff - Jail	2,456,150	2,456,150	2,313,651	142,499
Sheriff - Marine	285,370	285,370	269,154	16,216
Communications	92,900	92,900	75,085	17,815
Emergency Services	173,110	183,810	180,159	3,651
County Surveyor	250,580	250,580	249,072	1,508
Community Development	1,043,430	1,071,430	1,060,237	11,193
Information Services	830,080	830,080	788,953	41,127
General Government	970,850	907,200	712,111	195,089
Non-Departmental	295,095	296,295	294,675	1,620
Mental Health Services	55,000	55,000	52,250	2,750
Motorpool	500	500	-	500
Personnel	270,080	289,280	282,565	6,715
Operating Contingency	250,000	177,035	-	177,035
<b>TOTAL EXPENDITURES</b>	<b>14,313,900</b>	<b>14,313,900</b>	<b>13,491,118</b>	<b>822,782</b>

*See notes to basic financial statements*

*Continued on page 9*

**STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
GENERAL FUND (Continued)**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Excess (deficiency) of revenues over expenditures	\$ (825,000)	\$ (825,000)	\$ 568,871	\$ 1,393,871
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	950,000	950,000	360,192	(589,808)
Transfers out	<u>(125,000)</u>	<u>(125,000)</u>	<u>(125,000)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>825,000</u>	<u>825,000</u>	<u>235,192</u>	<u>(589,808)</u>
Net change in fund balances	-	-	804,063	804,063
Fund balances - beginning	<u>5,000,000</u>	<u>5,000,000</u>	<u>6,108,639</u>	<u>1,108,639</u>
Fund balances - ending	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>	<u>\$ 6,912,702</u>	<u>\$ 1,912,702</u>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**ROAD FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL**

**For the Year Ended June 30, 2010**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental	\$ 3,705,000	\$ 3,705,000	\$ 3,035,786	\$ (669,214)
Licenses, permits and fees	75,000	75,000	70,464	(4,536)
Charges for services	27,000	27,000	21,911	(5,089)
Investment earnings	50,000	50,000	26,592	(23,408)
Intercounty	30,000	30,000	30,000	-
Miscellaneous	<u>80,500</u>	<u>80,500</u>	<u>391,892</u>	<u>311,392</u>
<b>TOTAL REVENUES</b>	<u>3,967,500</u>	<u>3,967,500</u>	<u>3,576,645</u>	<u>(390,855)</u>
<b>EXPENDITURES</b>				
Personal services	1,969,950	2,008,950	1,885,956	122,994
Materials and services	1,435,240	2,227,640	1,741,343	486,297
Capital outlay	1,699,500	1,429,000	940,631	488,369
Contingency	<u>614,695</u>	<u>53,795</u>	<u>-</u>	<u>53,795</u>
<b>TOTAL EXPENDITURES</b>	<u>5,719,385</u>	<u>5,719,385</u>	<u>4,567,930</u>	<u>1,151,455</u>
Excess (deficiency) of revenues over expenditures	(1,751,885)	(1,751,885)	(991,285)	760,600
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	<u>(13,700)</u>	<u>(13,700)</u>	<u>(13,700)</u>	<u>-</u>
Net change in fund balance	(1,765,585)	(1,765,585)	(1,004,985)	760,600
Fund balance at beginning of year	<u>2,872,000</u>	<u>2,872,000</u>	<u>3,896,162</u>	<u>1,024,162</u>
Fund balance at end of year	<u>\$ 1,106,415</u>	<u>\$ 1,106,415</u>	<u>\$ 2,891,177</u>	<u>\$ 1,784,762</u>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**COUNTY SCHOOL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Property taxes	\$ 5,000	\$ 5,000	\$ 661	\$ (4,339)
Intergovernmental	3,985,000	3,985,000	2,707,550	(1,277,450)
Investment earnings	<u>10,000</u>	<u>10,000</u>	<u>4,891</u>	<u>(5,109)</u>
<b>TOTAL REVENUES</b>	4,000,000	4,000,000	2,713,102	(1,286,898)
<b>EXPENDITURES</b>				
Materials and services	<u>4,000,000</u>	<u>4,000,000</u>	<u>2,713,102</u>	<u>1,286,898</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**HEALTH SERVICES FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental	\$ 1,991,360	\$ 1,991,360	\$ 2,234,730	\$ 243,370
Charges for services	2,028,490	2,028,490	1,645,202	(383,288)
Investment earnings	3,500	3,500	564	(2,936)
Miscellaneous	11,000	11,000	9,045	(1,955)
<b>TOTAL REVENUES</b>	<u>4,034,350</u>	<u>4,034,350</u>	<u>3,889,541</u>	<u>(144,809)</u>
<b>EXPENDITURES</b>				
Personal services	3,012,695	2,916,065	2,804,735	111,330
Materials and services	1,061,655	1,158,285	1,114,554	43,731
Capital outlay	5,000	5,000	4,740	260
<b>TOTAL EXPENDITURES</b>	<u>4,079,350</u>	<u>4,079,350</u>	<u>3,924,029</u>	<u>155,321</u>
Excess (deficiency) of revenues over expenditures	<u>(45,000)</u>	<u>(45,000)</u>	<u>(34,488)</u>	<u>10,512</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	100,000	100,000	100,000	-
Transfers out	<u>(55,000)</u>	<u>(55,000)</u>	<u>(55,000)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>-</u>
Net change in fund balance	-	-	10,512	10,512
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>91,277</u>	<u>91,277</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 101,789</u>	<u>\$ 101,789</u>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**LIBRARY FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Property taxes	\$ 2,320,000	\$ 2,320,000	\$ 2,361,195	\$ 41,195
Intergovernmental	5,000	5,000	4,798	(202)
Fines and forfeitures	10,000	10,000	9,161	(839)
Investment earnings	25,000	25,000	16,017	(8,983)
Miscellaneous	<u>17,500</u>	<u>17,500</u>	<u>32,945</u>	<u>15,445</u>
<b>TOTAL REVENUES</b>	<u>2,377,500</u>	<u>2,377,500</u>	<u>2,424,116</u>	<u>46,616</u>
<b>EXPENDITURES</b>				
Personal services	1,414,000	1,414,000	1,328,397	85,603
Materials and services	671,000	671,000	654,764	16,236
Capital outlay	82,500	194,470	194,466	4
Contingency	<u>150,000</u>	<u>38,030</u>	<u>-</u>	<u>38,030</u>
<b>TOTAL EXPENDITURES</b>	<u>2,317,500</u>	<u>2,317,500</u>	<u>2,177,627</u>	<u>139,873</u>
Excess (deficiency) of revenues over expenditures	60,000	60,000	246,489	186,489
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>
Net change in fund balance	(40,000)	(40,000)	146,489	186,489
Fund balance at beginning of year	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,528,772</u>	<u>28,772</u>
Fund balance at end of year	<u>\$ 1,460,000</u>	<u>\$ 1,460,000</u>	<u>\$ 1,675,261</u>	<u>\$ 215,261</u>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**COMMISSION ON CHILDREN AND FAMILIES FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental	\$ 445,600	\$ 445,600	\$ 410,962	\$ (34,638)
Investment earnings	2,000	2,000	1,783	(217)
Miscellaneous	<u>31,500</u>	<u>31,500</u>	<u>23,566</u>	<u>(7,934)</u>
<b>TOTAL REVENUES</b>	<u>479,100</u>	<u>479,100</u>	<u>436,311</u>	<u>(42,789)</u>
<b>EXPENDITURES</b>				
Personal services	239,500	247,500	244,899	2,601
Materials and services	<u>422,500</u>	<u>414,500</u>	<u>330,730</u>	<u>83,770</u>
<b>TOTAL EXPENDITURES</b>	<u>662,000</u>	<u>662,000</u>	<u>575,629</u>	<u>86,371</u>
Excess (deficiency) of revenues over expenditures	(182,900)	(182,900)	(139,318)	43,582
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net change in fund balance	(162,900)	(162,900)	(119,318)	43,582
Fund balance at beginning of year	<u>162,900</u>	<u>162,900</u>	<u>272,533</u>	<u>109,633</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 153,215</u>	<u>\$ 153,215</u>

*See notes to basic financial statements*



**TILLAMOOK COUNTY**

**COMMUNITY CORRECTIONS FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental	\$ 807,000	\$ 807,000	\$ 760,298	\$ (46,702)
Charges for services	100,000	100,000	86,176	(13,824)
Miscellaneous	5,000	5,000	4,313	(687)
<b>TOTAL REVENUES</b>	<u>912,000</u>	<u>912,000</u>	<u>850,787</u>	<u>(61,213)</u>
<b>EXPENDITURES</b>				
Personal services	565,500	565,500	518,567	46,933
Materials and services	408,750	408,750	337,338	71,412
Contingency	83,750	83,750	-	83,750
<b>TOTAL EXPENDITURES</b>	<u>1,058,000</u>	<u>1,058,000</u>	<u>855,905</u>	<u>202,095</u>
Net change in fund balance	(146,000)	(146,000)	(5,118)	140,882
Fund balance at beginning of year	<u>146,000</u>	<u>146,000</u>	<u>217,570</u>	<u>71,570</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 212,452</u>	<u>\$ 212,452</u>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**June 30, 2010**

	<u>Business-type Activities / Enterprise Funds</u>		
	<u>Solid Waste</u>	<u>Solid Waste Sinking</u>	<u>Totals</u>
<b><u>ASSETS</u></b>			
Current assets			
Cash and investments	\$ 633,525	\$ 974,989	\$ 1,608,514
Receivables	132,803	-	132,803
	<hr/>	<hr/>	<hr/>
Total current assets	766,328	974,989	1,741,317
Capital assets			
Land and construction in progress	125,000	-	125,000
Other capital assets, net	1,960,051	-	1,960,051
	<hr/>	<hr/>	<hr/>
Total capital assets	2,085,051	-	2,085,051
	<hr/>	<hr/>	<hr/>
<b>TOTAL ASSETS</b>	<b>2,851,379</b>	<b>974,989</b>	<b>3,826,368</b>
	<hr/>	<hr/>	<hr/>
<b><u>LIABILITIES</u></b>			
Current liabilities			
Accounts payable and accrued expenses	115,796	6,163	121,959
Accumulated compensated absences	1,743	-	1,743
Current portion of landfill post-closure care liability	86,600	-	86,600
	<hr/>	<hr/>	<hr/>
Total current liabilities	204,139	6,163	210,302
Landfill post-closure care liability	806,100	-	806,100
	<hr/>	<hr/>	<hr/>
<b>TOTAL LIABILITIES</b>	<b>1,010,239</b>	<b>6,163</b>	<b>1,016,402</b>
	<hr/>	<hr/>	<hr/>
<b><u>NET ASSETS</u></b>			
Invested in capital assets	2,085,051	-	2,085,051
Unrestricted	(243,911)	968,826	724,915
	<hr/>	<hr/>	<hr/>
<b>TOTAL NET ASSETS</b>	<b>\$ 1,841,140</b>	<b>\$ 968,826</b>	<b>\$ 2,809,966</b>
	<hr/>	<hr/>	<hr/>

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
For the Year Ended June 30, 2010**

	<b>Business-type Activities / Enterprise Funds</b>		
	<b>Solid Waste</b>	<b>Solid Waste Sinking</b>	<b>Totals</b>
<b>REVENUES</b>			
Charges for services	\$ 1,416,944	\$ -	\$ 1,416,944
<b>OPERATING EXPENSES</b>			
Personal services	53,345	-	53,345
Other supplies and expenses	1,368,736	50,423	1,419,159
Depreciation	90,603	-	90,603
Total operating expenses	1,512,684	50,423	1,563,107
Operating (loss)	(95,740)	(50,423)	(146,163)
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Assessments	258,205	-	258,205
Intergovernmental	-	-	-
Interest and investment earnings	6,668	7,831	14,499
Miscellaneous	1,436	-	1,436
Total non-operating revenue (expenses)	266,309	7,831	274,140
Income (loss) before transfers	170,569	(42,592)	127,977
Transfers	(173,820)	173,820	-
Change in net assets	(3,251)	131,228	127,977
Total net assets - beginning	1,844,391	837,598	2,681,989
Total net assets - ending	\$ 1,841,140	\$ 968,826	\$ 2,809,966

*See notes to basic financial statements*

TILLAMOOK COUNTY

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended June 30, 2010

	<u>Business-type Activities/Enterprise Funds</u>		
	<u>Solid Waste</u>	<u>Solid Waste Sinking</u>	<u>Totals</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers and users	\$ 1,382,543	\$ -	\$ 1,382,543
Payments to suppliers	(1,372,764)	(44,260)	(1,417,024)
Payments to employees	(166,559)	-	(166,559)
Other	1,436	-	1,436
Net cash (used in) operating activities	<u>(155,344)</u>	<u>(44,260)</u>	<u>(199,604)</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>			
Assessments of property owners	258,205	-	258,205
Transfers in	-	200,000	200,000
Transfers out	<u>(200,000)</u>	<u>-</u>	<u>(200,000)</u>
Net cash provided by non-capital financing activities	<u>58,205</u>	<u>200,000</u>	<u>258,205</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Purchases of capital assets	<u>(37,463)</u>	<u>(30,248)</u>	<u>(67,711)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest	<u>6,668</u>	<u>7,831</u>	<u>14,499</u>
Net increase (decrease) in cash and cash equivalents	(127,934)	133,323	5,389
Cash and cash equivalents - beginning of year	<u>761,459</u>	<u>841,666</u>	<u>1,603,125</u>
Cash and cash equivalents - end of year	<u>\$ 633,525</u>	<u>\$ 974,989</u>	<u>\$ 1,608,514</u>
<b>Reconciliation of operating (loss) to net cash (used in) operating activities</b>			
Operating (loss)	\$ (95,740)	\$ (50,423)	\$ (146,163)
Adjustments to reconcile operating (loss) to net cash (used in) operating activities			
Depreciation	90,603	-	90,603
Other	1,436	-	1,436
(Increase) in accounts receivable	(34,401)	-	(34,401)
Increase (decrease) in liabilities			
Accounts payable and accrued expenses	(4,028)	6,163	2,135
Accumulated compensated absences	(26,614)	-	(26,614)
Landfill post-closure care liability	<u>(86,600)</u>	<u>-</u>	<u>(86,600)</u>
Net cash (used in) operating activities	<u>\$ (155,344)</u>	<u>\$ (44,260)</u>	<u>\$ (199,604)</u>

See notes to basic financial statements

**TILLAMOOK COUNTY**

**STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
June 30, 2010**

	<b>Tillamook County Retirement Plan for Employees Pension</b>	
	<b>Trust</b>	<b>Agency</b>
<b>ASSETS</b>		
Cash and investments	\$ 601,509	\$ 924,725
Receivables, net	-	4,942,462
Investments, at fair value:		
Fixed income securities	10,318,436	-
Mutual funds	25,270,365	-
<b>TOTAL ASSETS</b>	<b>36,190,310</b>	<b><u><u>\$ 5,867,187</u></u></b>
<b>LIABILITIES</b>		
Due to other governments	-	<b><u><u>\$ 5,867,187</u></u></b>
<b>NET ASSETS</b>		
Held in trust for pension benefits	<b>\$ 36,190,310</b>	

*See notes to basic financial statements*

**TILLAMOOK COUNTY**

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2010**

	<b>Tillamook County Retirement Plan for Employees Pension Trust</b>
<b>ADDITIONS</b>	
Employer contributions	\$ 2,360,440
Investment earnings	<u>3,837,661</u>
Total additions	<u>6,198,101</u>
<b>DEDUCTIONS</b>	
Benefits	1,610,300
Administrative	<u>155,951</u>
Total deductions	<u>1,766,251</u>
Change in net assets	4,431,850
Net assets - beginning of year	<u>31,758,460</u>
Net assets - end of year	<u><u>\$ 36,190,310</u></u>

*See notes to basic financial statements*

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

**NOTES TO BASIC  
FINANCIAL STATEMENTS**



# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

# TILLAMOOK COUNTY

## NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2010

### 1. Summary of Significant Accounting Policies

#### The Reporting Entity

Tillamook County was established December 15, 1853. A three-member Board of County Commissioners governs the County under provisions of ORS 203.230.

The accompanying basic financial statements present all activities, funds, and component units for which the County is considered to be financially accountable. The criteria used in making this determination includes appointment of a voting majority, imposition of will, financial benefit or burden on the primary government, and fiscal dependency on the primary government. Based upon the evaluation of this criteria, the County is a primary government with the following blended component units:

#### *Solid Waste Service District*

The Solid Waste Service District was formed in June 1976 to dispose of solid waste generated in Tillamook County. The principal funding source is user charges and assessments. The Solid Waste Fund and the Solid Waste Sinking Fund make up the Solid Waste Service District.

#### *Tillamook County 4-H and Extension Service District*

The Tillamook County 4-H and Extension Service District was formed on February 12, 1986, under the provisions of ORS Chapter 451 to provide Oregon State University extension educational programs, training and information to Tillamook County residents.

Since the County is financially accountable for, significantly influences the operations and the Board of County Commissioners acts as the governing board of each component unit, these entities have been included as blended component units in the basic financial statements of the County. Complete financial statements of the individual component units can be obtained from the Tillamook County Treasurer at the courthouse.

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 1. Summary of Significant Accounting Policies (continued)

#### Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the County (the primary government) and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

#### Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and 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.

The government-wide statements and proprietary funds have applied all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedure issued on or before November 30, 1989, unless those pronouncements conflict with or contradict Governmental Accounting Standards Board (GASB) pronouncements. The County has elected to not follow FASB pronouncements issued after November 30, 1989.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the functions of the County, the elimination of which would distort the direct costs and program revenues reported for the various functions concerned.

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 1. Summary of Significant Accounting Policies (continued)

#### Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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.

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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Significant revenues, which are susceptible to accrual under the modified accrual basis of accounting, include property taxes and federal and state grants. Other revenue items are considered to be measurable and available when received by the County. 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.

The bases of accounting described above are in accordance with accounting principles generally accepted in the United States of America.

The County reports the following major governmental funds:

*General* – accounts for all financial resources of the general government, except those required to be accounted for in another fund.

*Road* – accounts for maintenance activities related to maintaining and inspecting the County's highways and roads.

*County School* – accounts for State timber and Federal Forest Fees revenues which are distributed to school districts within the County.

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 1. Summary of Significant Accounting Policies (continued)

#### Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

*Health Services* – accounts for the revenues and expenditures of the County's Health Department which provides medical assistance to residents of the County.

*Library* – accounts for the operation of the County's public library.

*Commission on Children and Families* – accounts for Oregon Children and Youth Services Commission grants for the development, administration and evaluation of an annual Comprehensive Juvenile Services Plan for the County.

*Community Corrections* – accounts for the custodial and supervisory services for offenders adjudicated through the criminal justice system of the County.

The County reports the following major proprietary fund:

*Solid Waste* – accounts for disposal of solid waste generated in Tillamook County. The principal funding sources are collection fees and assessments from property owners.

The County reports the following fiduciary funds:

*Tillamook County Retirement Plan for Employee Pension Trust* – accounts for the assets held, contributions to and benefit payments of Tillamook County's pension plan to provide retirement benefits to its employees.

*Agency* – account for resources received and held by the County in a fiduciary capacity. Disbursements from these funds are made in accordance with the trust agreement or applicable legislative enactment for each particular fund.

Additionally, the County reports the following fund types:

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

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

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 1. Summary of Significant Accounting Policies (continued)

#### Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

*Capital projects* – account for expenditures on major construction projects or equipment acquisition. The principal sources of revenues are proceeds from certificates of participation issued to finance capital acquisitions, proceeds from the sale of County owned property, general obligation bond proceeds, full faith and credit bonds, and revenue bonds.

*Enterprise* – account for the operations of predominantly self-supporting activities. Enterprise funds account for services rendered to the public on a user charge basis, and internal service funds account for services provided to other departments or agencies of the government, or to other governments, on a cost reimbursement basis.

#### Budget Policies and Budgetary Control

Generally, Oregon Local Budget Law requires annual budgets be adopted for all funds of the County except agency funds and the pension trust fund. The County uses the cash basis of accounting for all budgets. All annual appropriations lapse at fiscal year end.

The County begins its budgeting process by appointing Budget Committee members in the fall of each year. Budget recommendations are developed by management through early spring, with the Budget Committee meeting and approving the budget document in late spring. Public notices of the budget hearing are generally published in May or June and the hearing is held in June. The County Commissioners adopt the budget, make appropriations, and declare the tax levy no later than June 30. Expenditure appropriations may not be legally over-expended, except in the case of grant receipts and bond sale proceeds which could not be reasonably estimated at the time the budget was adopted.

The resolution authorizing appropriations for each fund sets the level at which expenditures cannot legally exceed appropriations. The County established the levels of budgetary control at the personal services, materials and services, capital outlay, operating contingencies, debt service, and all other requirement levels for all funds except the General Fund budgetary control is established at the department level.

Budget amounts shown in the financial statements have been revised since the original budget amounts were adopted. The County Commissioners must authorize all appropriation transfers and supplementary budgetary appropriations.

#### Risk Management

The County is exposed to various risks of loss related to errors and omissions; automobile; damage to and destruction of assets; bodily injury; and worker's compensation for which the County carries commercial insurance. There has been no significant reduction in insurance coverage from the prior year and settled claims have not reached the level of commercial coverage in any of the past three fiscal years.

## **NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

### **1. Summary of Significant Accounting Policies (continued)**

#### **Property Taxes**

Uncollected property taxes in governmental funds are reported in governmental funds balance sheet as receivables; the portion which is available to finance expenditures of the current period is recorded as revenue and the remaining balance is recorded as deferred revenue. Property taxes are collected within 60 days of the end of the current period are considered measurable and available and are recognized as revenue. All property taxes receivable are due from property owners within the County.

Property taxes receivable in the agency funds are offset by amounts held in trust and, accordingly, have not been recorded as revenue.

Under state law, county governments are responsible for extending authorized property tax levies, computing tax rates, billing and collecting all property taxes, and making periodic remittances of collections to entities levying taxes. Real and personal property taxes are levied upon all taxable property within the County and become a lien against the property as of July 1 of each year and are payable in three installments which are due on November 15, February 15 and May 15 following the lien date.

#### **Assessments**

The Solid Waste Service District (an Enterprise Fund) assesses each unit of property within the County a \$12 fee to support waste collection and disposal operations. Assessments are recorded as levied.

#### **Grants and Entitlements**

Receivables for federal and state grants and state shared revenue are recorded as revenue in all fund types as earned.

#### **Other Receivables**

In governmental fund types, the portion of the receivable which is available to finance expenditures of the current period is recorded as revenue and the remaining balance is recorded as deferred revenue. Revenues are recorded when earned in proprietary fund types.

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 1. Summary of Significant Accounting Policies (continued)

#### Capital Assets

Capital assets, which include property, equipment, infrastructure assets (e.g., roads, bridges, sidewalks, sewers, street lighting, and similar items), and their improvements, are reported in the applicable governmental or business-type activities columns 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 of at least one year. Such assets are recorded at historical cost or estimated 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 assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the County, as well as the component units, are depreciated using the straight-line method over estimated useful lives as follows:

• Motor vehicles	5 to 10 years
• Equipment, including software	5 to 15 years
• Buildings	45 to 50 years
• Buildings improvements	20 years
• Public domain infrastructure	50 to 75 years

Upon disposal of such assets, the accounts are relieved of the related costs and accumulated depreciation and resulting gains or losses are reflected in the statement of activities.



## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 1. Summary of Significant Accounting Policies (continued)

#### Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs and the excess of bond amounts issued to refund previously issued debt over the refunded debt are reported as deferred charges and amortized over the term of the related debt.

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

#### Compensated Absences

*Accumulated Vacation* – Employees of the County are permitted to accumulate vacation leave up to one and one-half times the employees' annual accrual rate. The annual accrual rate is from 12 to 24 days per year. Accumulated vacation is accrued when incurred in the government-wide and proprietary fund financial statements

*Sick Leave* – Employees of the County earn sick leave at a rate of one day per month and may accumulate up to 180 days. The right to receive any payments for unused sick leave does not vest with employees during their employment, and no payments for unused sick leave are made upon termination of employment. However, in accordance with the County's collective bargaining agreements, upon retirement from the County or death, employees will be paid for up to 480 hours of unused sick leave. The County has accrued a liability for the estimated amount of these sick leave payments in the government-wide and proprietary fund statements.

#### Interfund Loans

Lending and borrowing arrangements between funds, which are outstanding at the end of the year, are presented as either "interfund receivables/payables" for the current portion or advances to/from other funds" for the non-current portion of the interfund loan. All other outstanding balances between funds are reported as due to/from other funds. Advances to other funds are offset by a reservation of fund equity to indicate that they are not available financial resources.

## **NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

### **1. Summary of Significant Accounting Policies (continued)**

#### **Retirement Plan**

Substantially all of the County's employees are participants in the Tillamook County, Oregon Retirement Plan for Employees. Contributions to the plan are made on a current basis as required by the plan and are charged to expenditures or expenses when due and the employer has made a formal commitment to provide the contribution.

The assets of the plan are invested in various mutual funds. The County pays the investment expenses of the plan.

#### **Solid Waste Landfill Post-Closure Care Liability**

The Tillamook County Landfill ceased accepting solid waste in January 1989 and final cover was applied subsequently in conformity with state regulations. The Solid Waste Service District received a closed landfill permit from the Oregon Department of Environmental Quality in November 1992. State and federal laws and regulations require the District to perform certain maintenance and monitoring functions at the site for thirty years after closure.

The District has recorded a liability for the estimated cost of landfill post-closure care. Annually, the District evaluates the liability by examining the estimated costs needed to perform the post-closure care over the remaining life and adjusts the liability accordingly. During the current fiscal year, the balance was decreased by \$86,600 to reflect an estimated liability of \$872,700 at June 30, 2010.

The estimated future costs to maintain and monitor the landfill may change due to one or more of the following factors: inflation, deflation, changes in technology or changes to applicable laws or regulations.

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**2. Reconciliation of Generally Accepted Accounting Principles Basis to Budgetary Basis**

The budget of the County is prepared differently from accounting principles generally accepted in the United States of America. Therefore, the Statements of Revenues, Expenditures and Changes in Fund Balances (Budgetary Basis) – Budget and Actual for governmental funds are presented on the budgetary basis and are adjusted to the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds in accordance with accounting principles generally accepted in the United States of America. The following is a reconciliation of the differences between the budgetary basis and accounting principles generally accepted in the United States of America for revenues and other financing sources over (under) expenditures and other financing uses for the aforementioned financial statements:

	General	Road	County School	Health Services	Library	Commission on Children and Families	Community Corrections
Net change in fund balances - generally accepted accounting principles basis	<u>\$ 1,161,082</u>	<u>\$ (716,589)</u>	<u>\$ 240,345</u>	<u>\$ 155,622</u>	<u>\$ 162,726</u>	<u>\$ (119,253)</u>	<u>\$ (6,427)</u>
<b>Revenues:</b>							
(Increase) decrease in property taxes and other receivables susceptible to accrual, recognized as revenues on the generally accepted accounting principles basis	(413,933)	(6,698)	(240,345)	(143,389)	(36,525)	21,621	772
Increase (decrease) in deferred revenues	<u>53,763</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,209</u>	<u>-</u>	<u>-</u>
	<u>(360,170)</u>	<u>(6,698)</u>	<u>(240,345)</u>	<u>(143,389)</u>	<u>(10,316)</u>	<u>21,621</u>	<u>772</u>
<b>Expenditures:</b>							
Increase (decrease) in accounts and accrued expenditures recognized as expenditures on the generally accepted accounting principles basis	<u>3,151</u>	<u>(281,698)</u>	<u>-</u>	<u>(1,721)</u>	<u>(5,921)</u>	<u>(21,686)</u>	<u>537</u>
Net change in fund balances - budgetary basis	<u>\$ 804,063</u>	<u>\$ (1,004,985)</u>	<u>\$ -</u>	<u>\$ 10,512</u>	<u>\$146,489</u>	<u>\$ (119,318)</u>	<u>\$ (5,118)</u>

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 3. Deposits and Investments

The County maintains a pool of cash and investments that are available for use by all funds, except for the Tillamook County Oregon Retirement Plan for Employees Pension Trust (a pension trust fund) and the County Fair fund (a non-major special revenue fund). Each fund's portion of this pool is displayed on the financial statements as cash and investments. Interest earned on pooled cash and investments is allocated to participating funds based upon their combined cash and investment balances.

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

The Oregon State Treasury administers the LGIP. The LGIP is an unrated, open-ended, no-load, diversified portfolio offered to any agency, political subdivision or public corporation of the state who by law is made the custodian of, or has control of, any fund. The LGIP is commingled with the State's short-term funds. To provide regulatory oversight, the Oregon Legislature established the Oregon Short-Term Fund Board and LGIP investments are approved by the Oregon Investment Council. The fair value of the County's position in the LGIP is the same as the value of the pool shares.

For purposes of reporting cash flows, cash and cash equivalents include cash on hand, checking, savings and money market accounts, and any highly liquid debt instruments purchased with a maturity of three months or less.

*Credit Risk.* The County's policy on the credit risk of investments is based on Oregon statutes which authorize the County to invest in obligations of the U. S. Treasury and U. S. agencies, bankers' acceptances, repurchase agreements, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record, and the state treasurer's investment pool. The pension trust is authorized to invest in a variety of debt and equity securities.

As of June 30, 2010, the County had the following investments:

	<u>Maturities</u>	<u>Rating</u>	<u>Fair Value</u>
State Treasurer's Investment Pool	N/A	Not Rated	\$ 14,326,431
Money market funds	N/A	Not Rated	205,769
GE Capital Corp	2/22/10	Aa2/AA+	1,053,918
Federal Farm Credit Bank	10/5/11	Aaa/AAA	1,004,581
Federal Home Loan Mortgage Corp	12/23/11	Aaa	1,002,335
Certificates of Deposit	7/28/10-9/21/11	Not Rated	2,394,591
Pension Trust Investments:			
Certificates of Deposit	1/21/11-12/10/13	Not Rated	2,563,193
U.S. Treasury Notes	4/30/12-2/15/17	AAA	7,755,243
Mutual Funds	N/A	Not Rated	<u>25,270,366</u>
Total			<u>\$ 55,576,427</u>

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 3. Deposits and Investments (continued)

*Interest Rate Risk.* The County does not have a formal policy that limits investment maturities as a means of managing its exposure to fair-value losses arising from increases in interest rates.

*Concentration of Credit Risk.* The County does not have a formal policy that places a limit on the amount that may be invested in any one issuer. 68 percent of the County's investments, other than the Pension Trust investments, are in the State Treasurer's Investment Pool.

*Custodial Credit Risk – Investments.* This is the risk that, in the event of the failure of a counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party. Investments, other than the Pension Trust investments, amounting to \$5,551,020 has custodial credit risk because the related securities are uninsured, unregistered and held by the County's brokerage firm, which is the counterparty to those securities. The County does not have a policy which limits the amount of investments that can be held by counterparties.

*Custodial Credit Risk – Deposits.* This is the risk that in the event of a bank failure, the County's deposits may not be returned. The Federal Depository Insurance Corporation (FDIC) provides insurance for the County's deposits with financial institutions up to \$250,000 each for the aggregate of all non-interest bearing accounts and the aggregate of all interest bearing accounts at each institution. Deposits in excess of FDIC coverage with institutions participating in the Oregon Public Funds Collateralization Program are collateralized with securities held by the Federal Home Loan Bank of Seattle in the name of the institution. As of June 30, 2010, \$2,218,592 of the County's bank balances were exposed to custodial credit risk as they were collateralized with securities held by the pledging financial institution's agent but not in the County's name.

A. The County's deposits and investments at June 30, 2010, are as follows:

Total investments	\$ 55,576,427
Cash on hand	37,459
Deposits with financial institutions	<u>2,646,502</u>
Total deposits and investments	<u>\$ 58,260,388</u>

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**3. Deposits and Investments (continued)**

**B. Cash and investments by fund:**

Governmental activities/funds

Unrestricted

General	\$ 6,986,198
Road	2,905,067
Health Services	125,404
Library	1,688,881
Commission on Children and Families	155,050
Community Corrections	213,610
Other governmental funds	<u>7,455,180</u>

Total unrestricted 19,529,390

Restricted

Other governmental funds	<u>7,449</u>
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Total governmental activities/funds 19,536,839

Business-type activities/Enterprise funds

Unrestricted

Solid Waste	633,525
Solid Waste Sinking	<u>974,989</u>

Total business-type activities/Enterprise funds 1,608,514

Fiduciary funds

Tillamook County Retirement Plan for  
Employees Pension Trust  
Agency

36,190,310
<u>924,725</u>

Total fiduciary funds 37,115,035

Total cash and investments \$ 58,260,388

**4. Receivables**

A. The County's receivables at June 30, 2010, are as follows:

Governmental Funds / Activities

	General	Road	County School	Health Services	Library	Commission on Children and Families	Other Governmental Funds	Totals
Property taxes	\$ 484,589	\$ -	\$ -	\$ -	\$ 204,264	\$ -	\$ 179,804	\$ 868,657
Unsegregated taxes	57,732	-	-	-	24,387	-	22,152	104,271
Accounts	-	109,017	-	600,068	-	-	-	709,085
State timber allotment	883,729	-	693,417	-	-	-	64,907	1,642,053
Other	218,266	-	-	12,112	269	150	272,745	503,542
Less: allowance for uncollectible accounts	<u>-</u>	<u>-</u>	<u>-</u>	<u>(326,304)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(326,304)</u>
	<u>\$ 1,644,316</u>	<u>\$ 109,017</u>	<u>\$ 693,417</u>	<u>\$ 285,876</u>	<u>\$ 228,920</u>	<u>\$ 150</u>	<u>\$ 539,608</u>	<u>\$ 3,501,304</u>

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**4. Receivables (continued)**

	Business-type	
	Activities/ Enterprise Fund	Fiduciary Fund
	Solid Waste	Agency
Property taxes	\$ -	\$ 2,698,893
Unsegregated taxes	-	325,106
Assessments	22,278	-
Accounts	110,525	-
State timber allotment	-	1,489,802
Other	-	2,494,050
Less: allowance for uncollectible accounts	-	(2,065,389)
	<u>\$ 132,803</u>	<u>\$ 4,942,462</u>

**B. Property taxes**

**i. Collection procedures**

Taxes are levied on July 1 and are payable in three installments due November 15, February 15 and May 15.

**ii. Transactions**

	Balances July 1, 2009	2009-10 Levies	Adjustments	Net Interest (Discounts)	Collections	Balances June 30, 2010
Current	\$ -	\$ 43,070,258	\$ (113,645)	\$ (1,004,643)	\$ (39,916,815)	\$ 2,035,155
2009-10	1,866,318	-	(45,561)	1,271	(909,884)	912,144
2008-09	730,332	-	(1,282)	-	(287,315)	441,735
2007-08	317,084	-	(1,593)	-	(184,356)	131,135
2006-07	94,287	-	(904)	-	(80,086)	13,297
2005-06	20,455	-	(868)	-	(5,105)	14,482
Prior	20,358	-	(756)	-	-	19,602
	<u>\$ 3,048,834</u>	<u>\$ 43,070,258</u>	<u>\$ (164,609)</u>	<u>\$ (1,003,372)</u>	<u>\$ (41,383,561)</u>	<u>\$ 3,567,550</u>

**iii. Ensuing year's levies**

The permanent tax rates per \$1,000 of assessed value for the various funds are as follows:

General	\$ 1.4986
Tillamook County 4-H and Extension Service District	.0690

The tax rate limit of \$10.00 per thousand of assessed value imposed by the Oregon Constitution is not expected to affect these levies.

In addition, the County will levy \$1,823,000 for the retirement of long-term debt principal and interest due in 2010-11.

Also, the voters of the County approved local option taxes for the County Library and Veteran's Services of \$.65 and \$.03 per thousand of assessed value, respectively.

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 5. Interfund Balances and Transfers

As of June 30, 2010 \$15,087 was due from the Oregon Community Development Block Grant fund to the General fund for cash advances on grant programs that operate on a reimbursement basis.

Interfund transfers used to reallocate financial resources to funds where they will be expended were as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer out</u>
General	\$ 360,192	\$ 125,000
Road	--	13,700
Health Services	100,000	55,000
Library		100,000
Commission on Children and Families	20,000	--
Other Governmental Funds	178,473	364,965
Solid Waste – Cash	--	200,000
– Non-cash	26,180	--
Solid Waste Sinking – Cash	200,000	--
– Non-cash	--	26,180
	<u>\$ 884,845</u>	<u>\$ 884,845</u>

The Non-cash transfer results from the Solid Waste Sinking fund purchasing capital assets which are reported in the Solid Waste fund.

### 6. Capital Assets

Capital asset activity for the year ended June 30, 2010 was as follows:

	<u>Balances July 1, 2009</u>	<u>Additions</u>	<u>Reclassifications and Deletions</u>	<u>Balances June 30, 2010</u>
<i>Governmental Activities</i>				
Capital assets not being depreciated				
Land	\$ 5,377,282	\$ -	\$ -	\$ 5,377,282
Construction in progress	<u>4,624,979</u>	<u>409,572</u>	<u>1,622,328</u>	<u>3,412,223</u>
Total capital assets not being depreciated	<u>\$ 10,002,261</u>	<u>\$ 409,572</u>	<u>\$ 1,622,328</u>	<u>\$ 8,789,505</u>
Capital assets being depreciated				
Land improvements	\$ 1,814,491	\$ -	\$ -	\$ 1,814,491
Buildings	30,136,653	283,324	-	30,419,977
Equipment	9,017,993	430,497	95,963	9,352,527
Infrastructure	<u>17,195,444</u>	<u>1,577,298</u>	<u>-</u>	<u>18,772,742</u>
Total capital assets being depreciated	<u>58,164,581</u>	<u>2,291,119</u>	<u>95,963</u>	<u>60,359,737</u>
Less accumulated depreciation for:				
Land improvements	766,320	29,345	-	795,665
Buildings	6,729,934	624,630	-	7,354,564
Equipment	6,417,727	545,368	95,963	6,867,132
Infrastructure	<u>6,035,665</u>	<u>288,905</u>	<u>-</u>	<u>6,324,570</u>
Total accumulated depreciation	<u>19,949,646</u>	<u>1,488,248</u>	<u>95,963</u>	<u>21,341,931</u>
Total capital assets being depreciated	<u>\$ 38,214,935</u>	<u>\$ 802,871</u>	<u>\$ -</u>	<u>\$ 39,017,806</u>



**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**6. Capital Assets (continued)**

	Balances July 1, 2009	Additions	Reclassifications and Deletions	Balances June 30, 2010
<i>Business-type Activities</i>				
Capital assets not being depreciated				
Land	\$ 125,000	\$ -	\$ -	\$ 125,000
Construction in progress	<u>68,447</u>	<u>-</u>	<u>68,447</u>	<u>-</u>
Total capital assets not being depreciated	<u>\$ 193,447</u>	<u>\$ -</u>	<u>\$ 68,447</u>	<u>\$ 125,000</u>
Capital assets being depreciated				
Land improvements	\$ 953,640	\$ -	\$ -	\$ 953,640
Buildings	2,409,248	105,985	-	2,515,233
Equipment	<u>189,593</u>	<u>26,105</u>	<u>-</u>	<u>215,698</u>
Total capital assets being depreciated	<u>3,552,481</u>	<u>132,090</u>	<u>-</u>	<u>3,684,571</u>
Less accumulated depreciation for:				
Land improvements	333,814	22,110	-	355,924
Buildings	1,191,967	68,493	-	1,260,460
Equipment	<u>108,136</u>	<u>-</u>	<u>-</u>	<u>108,136</u>
Total accumulated depreciation	<u>1,633,917</u>	<u>90,603</u>	<u>-</u>	<u>1,724,520</u>
Total capital assets being depreciated	<u>\$ 1,918,564</u>	<u>\$ 41,487</u>	<u>\$ -</u>	<u>\$ 1,960,051</u>

Depreciation expense charged to functions/programs of the County was as follows:

<i>Governmental activities</i>	
General government	\$ 157,177
Public safety	361,673
Highways and streets	477,055
Culture and recreation	467,183
Health and welfare	18,516
Education	<u>6,644</u>
Total governmental activities	<u>\$1,488,248</u>
Business-type activities	
Solid waste	<u>\$ 90,603</u>

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**7. Deferred Revenue**

Resources owned by the County, which are measurable but not available, and are deferred in the governmental funds consist of the following:

	<u>General</u>	<u>Library</u>	<u>Other Governmental Funds</u>	<u>Totals</u>
Property taxes	\$ 399,985	\$ 169,646	\$ 148,508	\$ 718,139

**8. Long-Term Obligations**

a. Long-term obligation transactions for the year ended June 30, 2010, are as follows:

<i>Governmental activities</i>	<u>Balances July 1, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balances June 30, 2010</u>	<u>Balances Due Within One Year</u>
<u>Bonded Debt</u>					
1999 General Obligation					
Refunding Bonds – original issue \$5,115,000, 15 years, interest from 3.2 to 4.7 percent					
Principal	\$ 2,875,000	\$ -	\$ 525,000	\$ 2,350,000	\$ 550,000
Interest	64,454	118,697	129,626	53,525	
	<u>2,939,454</u>	<u>118,697</u>	<u>654,626</u>	<u>2,403,525</u>	
2002 General Obligation					
Refunding Bonds – original issue \$6,580,000, 14 years, interest from 1.8 to 4.7 percent					
Principal	4,910,000	-	655,000	4,255,000	680,000
Interest	97,418	200,382	212,440	85,360	
	<u>5,007,418</u>	<u>200,382</u>	<u>867,440</u>	<u>4,340,360</u>	
2003 General Obligation – original issue \$3,700,000, 20 years, interest from 2.0 to 4.5 percent					
Percent	2,995,000	-	155,000	2,840,000	155,000
Interest	4,978	119,021	119,132	4,867	
	<u>2,999,978</u>	<u>119,021</u>	<u>274,132</u>	<u>2,844,867</u>	

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**8. Long-Term Obligations (continued)**

a. (Continued)

<i>Governmental activities (continued)</i>	Balances July 1, 2009	Additions	Reductions	Balances June 30, 2010	Balances Due Within One Year
Oregon Economic Development Department (OEDD) - annual installments of \$36,617.51, including interest at 6 percent					
Principal	\$ 288,797	\$ -	\$ 19,290	\$ 269,507	\$ 20,447
Interest	10,016	16,745	17,328	9,433	
	<u>298,813</u>	<u>16,745</u>	<u>36,618</u>	<u>278,940</u>	
Oregon Department of Transportation (ODOT) - annual installments of \$65,833.07, including interest at 0.5 percent					
Principal	301,858	-	37,091	264,767	37,276
Interest	-	1,509	1,509	-	
	<u>301,858</u>	<u>1,509</u>	<u>38,600</u>	<u>264,767</u>	
TLC Federal Credit Union - annual installments of \$75,000 with no interest					
Principal	793,200	31,800	75,000	750,000	75,000
<u>Capital Leases</u>					
Ford Motor Credit Co. - monthly installments of \$397.97, including interest at 6.95 percent					
Principal	10,515	-	4,139	6,376	4,436
Interest	-	601	601	-	
	<u>10,515</u>	<u>601</u>	<u>4,740</u>	<u>6,376</u>	
Compensated absences	<u>924,771</u>	<u>1,106,975</u>	<u>924,771</u>	<u>1,106,975</u>	<u>1,106,975</u>
Net other post-employment benefits	<u>853,973</u>	<u>869,005</u>	<u>-</u>	<u>1,722,978</u>	
Total long-term obligations	14,129,980	2,464,735	2,875,927	13,718,788	<u>\$ 2,629,134</u>
Interest	<u>176,866</u>	<u>456,955</u>	<u>480,636</u>	<u>153,185</u>	
Principal	<u>\$ 13,953,114</u>	<u>\$ 2,007,780</u>	<u>\$ 2,395,291</u>	<u>\$ 13,565,603</u>	
<i>Business-type activities</i>					
Landfill post-closure care liability	\$ 979,300	\$ -	\$ 86,600	\$ 892,700	\$ 86,600
Compensated absences	<u>28,357</u>	<u>1,743</u>	<u>28,357</u>	<u>1,743</u>	<u>1,743</u>
	<u>\$ 1,007,657</u>	<u>\$ 1,743</u>	<u>\$ 114,957</u>	<u>\$ 894,443</u>	<u>\$ 88,343</u>

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**8. Long-Term Obligations (continued)**

b. Future maturities

The future maturities of obligation outstanding as of June 30, 2010, are as follows:

i. Bonded debt:

Fiscal Year	1999 Refunding		2002 Refunding		2003		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 550,000	\$ 107,050	\$ 680,000	\$ 186,240	\$ 155,000	\$ 114,289	\$ 1,385,000	\$ 407,579
2012	575,000	82,850	710,000	158,360	160,000	108,970	1,445,000	350,180
2013	600,000	56,975	745,000	128,540	170,000	103,110	1,515,000	288,625
2014	625,000	29,375	775,000	96,505	175,000	96,769	1,575,000	222,649
2015	-	-	810,000	62,405	180,000	90,112	990,000	152,517
2016-20	-	-	535,000	25,145	1,020,000	83,033	1,555,000	108,178
2021-25	-	-	-	-	980,000	340,414	980,000	340,414
	<u>\$ 2,350,000</u>	<u>\$ 276,250</u>	<u>\$ 4,255,000</u>	<u>\$ 657,195</u>	<u>\$ 2,840,000</u>	<u>\$ 936,697</u>	<u>\$ 9,445,000</u>	<u>\$ 1,870,142</u>

ii. Loans:

Fiscal Year	OEDD		ODOT		TLC	Totals	
	Principal	Interest	Principal	Interest	Principal	Principal	Interest
2011	\$ 20,447	\$ 16,170	\$ 37,276	\$ 1,324	\$ 75,000	\$ 132,723	\$ 17,494
2012	21,674	14,944	37,459	1,141	75,000	134,133	16,085
2013	22,974	13,643	37,650	950	75,000	135,624	14,593
2014	24,353	12,265	37,838	762	75,000	137,191	13,027
2015	25,814	10,804	38,027	762	75,000	138,841	11,566
2016-20	154,245	28,842	76,517	387	375,000	605,762	29,229
	<u>\$ 269,507</u>	<u>\$ 96,668</u>	<u>\$ 264,767</u>	<u>\$ 5,326</u>	<u>\$ 750,000</u>	<u>\$ 1,284,274</u>	<u>\$ 101,994</u>

iii. Capital Lease:

Year Ending June 30,	FMC	
	Principal	Interest
2011	\$ 4,436	\$ 304
2012	1,940	35
	<u>\$ 6,376</u>	<u>\$ 339</u>

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 8. Long-Term Obligations (continued)

#### c. Other long-term obligations

##### Compensated absences

As described in Note 1, employees of the County are allowed to accumulate vacation up to amounts equal to one and one-half times the employee's annual accrual rate. Employees also accumulate 'comp' time and holidays as permitted by County employment policies and agreements. Amounts so accumulated are vested and will be paid out upon termination or retirement. The General, Road, Health Services and Library funds have typically been used to liquidate the liability for compensated absences.

Compensated absences amounted to \$1,106,974 for governmental activities and \$1,743 for business-type activities. The County expects these amounts to mature and be retired within the ensuing fiscal year and therefore are reported as due within one year.

##### Net other post-employment benefits

Net other post-employment benefits represents the accumulated differences between the annual required contribution to the other post-employment benefit plan and the amounts actually contributed to the plan as discussed more fully in note 12 below.

##### Landfill post-closure care liability

The landfill post-closure care liability of \$892,700 does not have established future maturities. Currently management estimates that \$86,600 will mature and be retired within the ensuing fiscal year. However, future maturities are subject to changes due to inflation, changes in technology or changes to applicable laws or regulations.

### 9. Defined Benefit Pension Plan

#### *Plan Description*

Substantially all employees are participants in the defined benefit retirement plan of Tillamook County, Oregon (the Plan), a single employer defined benefit public employee retirement system.

All full-time employees are eligible to participate in the Plan after six months of employment. Benefits generally vest after five years of continuous service. Retirement is allowed at the ages of 50, 55, and 60 depending upon whether the employee is uniformed (fire and police) or nonuniformed and is included or excluded from a bargaining unit. Retirement benefits are reduced if retirement occurs prior to the age of 50 (uniformed employees) or 55 (nonuniformed employees), and the employee has less than 25 years of service (uniformed employees) or 30 years of service (nonuniformed employees). Employees may work after their normal retirement date with employer consent.

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 9. Defined Benefit Pension Plan (continued)

Retirement benefits are calculated using a formula based on salary and length of service and are payable in a lump sum or monthly. The Plan also provides death and disability benefits. These benefit provisions, contributions and other requirements are established by state statutes.

The total Plan membership at July 1, 2009, of 361 includes 223 active employees, 6 disabled employees, 31 terminated employees entitled to benefits and 101 retired employees with deferred benefits. Of the 212 active employees covered by the Plan, 62 were non-vested, 139 were vested, and 11 were over retirement age. Of the 31 terminated members, 5 were entitled to their account balances only and 26 were members with vested accrued benefits.

The County does not issue a financial report available to the public for this plan.

#### *Funding Policy*

Plan members are permitted to contribute up to ten percent of their annual covered salary. The County is required by the Plan's provisions to pay the employees' contribution to the Plan of seven percent of covered salaries in addition to the remaining amount necessary to fund the Plan. Costs of administering the Plan are paid by the Plan.

#### *Annual Pension Cost*

The Plan's funding policy provides for actuarially determined periodic contributions that are sufficient to pay benefits when due. The actuarial costing method used to determine the contribution required for formula benefits in excess of employee and employer account balances was the "individual entry age method." The actuarial values of the Plan assets are determined by the fair value of the mutual fund investments of the Plan as of the actuarial valuation date. The July 1, 2009, actuarial assumptions included:

- Future investment earnings of the assets of the plan will accrue at a net annual rate of 7.25%.
- Interest on member contributions will accrue at a net annual rate of 8%.
- Projected salary increases of 5 percent per annum (includes both merit and cost of living increases).
- Post-retirement benefit increases of 1.5 percent per year.

The unfunded actuarial accrued liability is being amortized as a level percentage of base salary on an open basis over twenty years.

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**9. Defined Benefit Pension Plan (continued)**

The following table presents a schedule of the County's required annual contributions:

Year Ended June 30,	Annual Required Contributions	Employer Contributions	Percentage Contributed
2010	\$ 2,349,149	\$ 2,360,441	100%
2009	987,382	2,639,374	267%
2008	1,696,744	2,206,855	130%
2007	1,973,585	2,047,728	104%
2006	1,818,310	1,767,869	97%
2005	1,765,601	1,659,665	94%
2004	1,856,843	1,708,295	92%
2003	1,684,691	1,885,456	95%
2002	1,196,311	1,240,426	104%
2001	1,053,505	1,149,637	109%

The following table presents a schedule of funding progress for the County:

Actuarial Valuation as of July 1,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percent of Covered Payroll
2009	\$ 36,825,432	\$ 40,405,515	\$ 3,580,083	91%	\$ 9,884,760	36%
2008	34,815,703	37,449,276	2,633,573	93%	9,426,660	28%
2007	31,906,678	34,117,986	2,211,308	94%	9,767,064	23%
2006	27,006,079	31,325,724	4,319,645	86%	9,624,036	45%
2005	23,979,112	27,451,673	3,472,561	87%	9,428,172	37%
2004	20,883,296	24,904,338	4,028,403	84%	9,628,464	42%
2003	16,879,927	22,026,636	5,146,709	77%	9,312,900	55%
2002	15,601,685	19,594,076	3,992,391	80%	9,083,832	44%
2001	14,830,542	15,415,448	584,906	96%	8,452,824	7%
2000	13,180,056	13,611,176	431,120	97%	8,192,196	5%

The following table presents the annual pension cost and change in net pension obligation for the County estimated as of June 30, 2010 and 2009

	2010	2009
Annual Required Contribution (ARC)	\$ 1,754,507	\$ 987,382
Interest on Net Pension Obligation	(93,480)	(52,833)
Adjustment to Annual Required Contribution	688,122	556,646
Annual Pension Cost	2,349,149	1,501,195
Contributions made	(2,360,441)	(2,639,374)
Change in Net Pension Obligation	(11,292)	(1,138,179)
Net Pension Obligation (Asset) - beginning of year	(1,857,685)	(719,506)
Net Pension Obligation (Asset) - end of year	\$(1,868,977)	\$(1,857,685)

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**9. Defined Benefit Pension Plan (continued)**

Three-year trend information

	<u>Annual Pension Cost</u>	<u>Amount Contributed</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2010	\$ 2,349,149	\$ 2,360,441	100.05	\$ (1,868,977)
June 30, 2009	1,501,195	2,639,374	175.8%	(1,857,685)
June 30, 2008	1,707,927	2,206,855	129.2%	(719,506)

**10. Contingency – Sick Leave**

Portions of amounts accumulated at any point in time can be expected to be redeemed before termination of employment; however, such redemptions cannot be reasonably estimated. As of June 30, 2010, employees of the County had accumulated 8,561 days of sick leave.

**11. Litigation**

The County, in the regular course of business, is named as a defendant in various lawsuits. The likely outcome of these suits is not determinable at this time and the County does not believe that the ultimate resolution of these lawsuits will have a material adverse effect on the County's General Fund.

**12. Other Post-Employment Benefits**

Plan description and benefits provided

The County provides *other post-employment benefits* (OPEB) for employees, retirees, spouses and dependents through a single employer defined contribution plan in the form of group health insurance benefits. For employees hired before July 1, 2003 the County will pay the group health insurance for retired employees. As required by ORS 243.303(2) retirees who were hired after July 1, 2003 are allowed to continue, at the retirees' expense, coverage under the group health insurance plan until age 65. The difference between the premium actually paid by retirees under the group insurance plan and the premium that they would pay if they were not included in the plan is considered to be an implicit subsidy under the provisions of GASB 45. The plan does not issue a separate stand-alone financial report.

Membership

The County's membership in the plan at August 1, 2008 (the date of the latest actuarial valuation) consisted of the following:

Active employees	198
Retirees, spouses or dependents	<u>109</u>
Total	<u><u>307</u></u>



**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**12. Other Post-Employment Benefits (continued)**

Funding policy and contributions

The County funds the plan only to the extent of current year insurance premium requirements on a pay-as-you-go basis. The average monthly premium requirements for the County are as follows:

For retirees hired before July 1, 2003	\$ 483
For retirees hired after July 1, 2003	177

The County has not established an irrevocable trust to accumulate assets to fund the cost of the net OPEB obligation that arises from the implicit subsidy.

Annual OPEB cost and net OPEB Obligation

The County had its first actuarial valuation performed as of August 1, 2006 to determine the *unfunded accrued actuarial liability* (UAAL), *annual required contribution* (ARC) and NOPEBO as of that date. The ARC represents a level funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The annual OPEB cost is equal to the ARC as follows:

Normal cost	\$ 477,565
Amortization of UAAL	<u>810,026</u>
Annual required contribution	<u>\$1,287,591</u>

The net OPEB obligation as of June 30, 2010 was calculated as follows:

Annual required contribution	\$1,287,591
Interest on prior year Net OPEB	44,426
Adjustment to ARC	202,949
Contributions made	<u>(526,589)</u>
Increase in net OPEB obligation	869,005
Net OPEB obligation at beginning of year	<u>853,973</u>
Net OPEB obligation at end of year	<u>\$1,722,978</u>

Three-year trend information

The County's annual OPEB cost, percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as of June 30, 2010 and 2009 is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
June 30, 2010	\$ 1,395,594	37.73%	\$ 1,722,978
June 30, 2009	1,348,957	36.69%	853,973

In future years the above information will be accumulated until 3 years of information is presented.

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### 12. Other Post-Employment Benefits (continued)

#### Actuarial methods and assumptions

Actuarial valuations will be performed every two years for the County's other post-employment benefit plan. Projections of benefits for financial reporting purposes are based on the plan as understood by the County and plan members, and include the types of benefits provided at the time of the valuation and historical patterns of sharing of benefit costs between the County and the plan members to that point. The actuarial 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.

In the August 1, 2008 actuarial valuation, the projected unit credit cost method was used to determine contributions levels comprised of normal cost and amortization payments. The actuarial assumptions included a 4.5 percent rate for discounting future liabilities, a payroll growth of 3.75 percent per year, annual premium rate increases from 8 percent initially to 5 percent in 2037, and participation rate of 70 percent of future retirees hired after July 1, 2003 electing coverage under the plan. The unfunded actuarial liability is being amortized using the level-dollar method over a rolling period of 15 years.

#### Funded status and funding progress

The schedule of funding progress presents information about the actuarial value of plan assets and the unfunded actuarial liability.

Actuarial Valuation as of August 1,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percent of Covered Payroll
2008	\$ --	\$ 10,623,438	\$ 10,623,438	0%	\$ 9,426,660	113%
2006	--	9,928,424	9,928,424	0%	9,624,036	103%

### 13. Net Assets Restricted Through Enabling Legislation

Net assets which are restricted through enabling legislation are as follows:

#### Capital projects:

Oregon Transportation Improvement Act was enacted by the State of Oregon to provide funding to the County for the repair or replacement of bridges \$ 34,935

The Board of Commissioners of Tillamook County enacted a fee charged to logging operators using Trask Road for use in making repairs and improvements 338,089

Total \$ 373,024

#### Highways and streets:

Oregon and Federal laws restrict the usage of state gas tax and Federal Forest Fees for road repairs and improvements \$ 2,944,790

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**13. Net Assets Restricted Through Enabling Legislation (continued)**

Other purposes:

Oregon law restricts the usage of fines collected under SB 1065 \$ 121,794

The voters of Tillamook County approved a local option tax to provide improvements in emergency communication systems 946

Total \$ 122,740

**14. Deficit Fund Balances**

The Oregon Community Development Block Grant Fund has a deficit fund balance of \$19,414 as of June 30, 2010. This deficit will be eliminated as grant funds are requested and received from the State of Oregon.

**COMBINING AND INDIVIDUAL FUND FINANCIAL  
STATEMENTS AND SCHEDULES**

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

## OTHER GOVERNMENTAL FUNDS (NON-MAJOR)

### Special Revenue Funds

Special revenue funds account for revenues derived from specific taxes or other earmarked revenue sources, including federal and state grant awards, which are restricted to finance particular functions or activities. Funds included in this category are:

#### GENERAL GOVERNMENT

*Mitigation Grants* – accounts for grant funds related to a Corps of Engineers feasibility study.

*Video Lottery* – accounts for revenues received from state video lottery funds for gambling enforcement activities, gambling addiction programs and economic development.

*Forest Timber Trust* – accounts for the distributions of monies to certain agencies for protection of the County's forest lands.

*Juvenile Trust* – accounts for donated revenues to the Juvenile Department. The revenues are to be used for incentives to help juveniles.

*Law Library* – accounts for fees in accordance with state statute to provide legal research and reference materials.

*Building, Planning and Sanitation (BPS) Surcharge* – accounts for surcharges and certain permit fees charged by the state which the County collects.

*Public Land Corners Preservation (PLCP)* – accounts for fees for the remonumentation of government survey corners.

*Vehicle Reserve* – accounts for funds set aside for replacement of County general fund vehicles.

*Clerks Records* – to account for monies accumulated to preserve County records.

*Federal Title III* – to account for grant monies received and expended under Federal Oregon and California Land Grant Title III and Federal Forest Fees Title III.

*Revenue Stabilization* – to account for funds set aside to provide financial resources to future periods should other sources of revenue not be available.

*Veteran's Services* – to account for funds from a five-year local option tax levy for programs that benefit veterans who reside in Tillamook County.

*Post Employment Liability Reserve* – to account for funds set aside to provide financial resources for future post-employment benefits.

*Nestucca Valley Community Campus* - to account for revenues and expenses related to County owned property located in Hebo.

*Technology* - to account for a special assessment on traffic citations to fund the purchase of new technology for E-ticketing.

*Community Development* - to account for the operations of the Community Development Department.

## OTHER GOVERNMENTAL FUNDS (NON-MAJOR)

### Special Revenue Funds (continued)

#### PUBLIC SAFETY

*Court Security* – accounts for revenues and expenditures mandated by the state legislature. The revenues are to be used to develop a court security plan for the courthouse and fund expenditures related to implementation.

*Law Enforcement* – accounts for fines and forfeitures in accordance with State statute to provide the District Attorney with funds for investigative purposes relating to liquor related offenses.

*Sheriff Trust* – accounts for donations received by the County Sheriff.

*SB 1065 Assessment and Conviction* – accounts for fines received by the court systems for purposes of planning, operating and maintaining County juvenile and adult corrections programs and facilities and approved drug and alcohol programs.

*Emergency Fire and Radio Local Option Tax* – accounts for property tax revenues from a voter approved local option tax levy to finance the construction of an emergency radio communications system.

*Tillamook Narcotics Team* – accounts for revenues received from drug forfeitures for expenditures for drug enforcement activities by the Tillamook County Narcotics Team (TNT).

*North Coast Drug Task Force* - accounts for grant revenues used for expenditures for drug enforcement activities in Lincoln, Tillamook and Clatsop Counties.

#### HIGHWAYS AND STREETS

*Bike Path* – accounts for maintenance activities related to constructing and maintaining bike paths and County roads.

#### CULTURE AND RECREATION

*County Fair* – accounts for the operations and management of the fairground facilities and provides various services to the public, including the annual County Fair.

*Library Reserve* – provides a reserve for future capital needs of County Library for replacement of the County Bookmobile.

*Parks Operations* - accounts for the operations and management of County parks.

#### HEALTH AND WELFARE

*Mental Health* – accounts for funds received related to the County's responsibility for Mental Health Services.

*Mediation Program* – accounts for program costs related to a court program for settling domestic disputes outside of the courtroom setting.

## OTHER GOVERNMENTAL FUNDS (NON-MAJOR)

### Special Revenue Funds (continued)

#### EDUCATION

*Tillamook County 4-H and Extension Service District* – accounts for property tax revenues raised to fund the educational and training activities of the Tillamook County 4-H and Extension Service District.

### Debt Service Funds

Debt service funds account for the payment of principal and interest on the County's general obligation bonds. Revenue is mainly derived from property taxes levied against property owners. Funds included in this category are:

*Hospital* – accounts for payment of general obligation bond principal and interest related to the construction and remodel of the Tillamook County Hospital.

*Jail* – accounts for payment of general obligation bond principal and interest related to the construction of a new correctional facility and the remodel of the existing facility.

*Library* – accounts for payment of general obligation bond principal and interest related to the construction of a new County library.

### Capital Projects Funds

These funds account for the resources used for the acquisition, construction or major improvement of County buildings, office meeting rooms and education facilities. Funds included in this category are:

*Building Improvement* – accounts for revenues and transfers from the General Fund for the purpose of developing a reserve for future building maintenance and other capital improvements.

*Tillamook County 4-H and Extension Building Reserve* – accounts for resources to acquire or construct offices, meeting rooms and educational facilities.

*Oregon Community Development Block Grant* – accounts for grant funds received for the purpose of construction of a child care center.

*OTIA Bridge Construction* – accounts for funds provided by the Oregon Department of Transportation for reconstruction of bridges within the County.

*Trask Road Project* – accounts for fees received from the Oregon Department of Forestry assessed on Timber sales to be used for repair and maintenance of Trask River Road.



**TILLAMOOK COUNTY**  
**COMBINING BALANCE SHEET**  
**OTHER GOVERNMENTAL FUNDS (NON-MAJOR)**  
**June 30, 2010**

	<u>Special Revenue Funds</u>					
	<u>General</u>	<u>Public</u>	<u>Highways</u>	<u>Culture and</u>	<u>Health and</u>	<u>Education -</u>
	<u>Government</u>	<u>Safety</u>	<u>and Streets -</u>	<u>Recreation</u>	<u>Welfare -</u>	<u>Tillamook</u>
			<u>Bike Path</u>		<u>Mediation</u>	<u>County 4-H</u>
					<u>Program</u>	<u>and Extension</u>
						<u>Service</u>
						<u>District</u>
<b><u>ASSETS</u></b>						
Cash and investments	\$ 3,826,827	\$ 510,135	\$ 176,380	\$ 644,595	\$ 100,497	\$ 226,856
Restricted cash and investments	7,449	-	-	-	-	-
Receivables	115,017	138,930	-	70,236	-	39,287
<b>TOTAL ASSETS</b>	<b><u>\$ 3,949,293</u></b>	<b><u>\$ 649,065</u></b>	<b><u>\$ 176,380</u></b>	<b><u>\$ 714,831</u></b>	<b><u>\$ 100,497</u></b>	<b><u>\$ 266,143</u></b>
<b><u>LIABILITIES</u></b>						
Accounts payable and accrued expenditures	\$ 35,090	\$ 2,724	\$ -	\$ 24,902	\$ 1,278	\$ 1,424
Due to other funds	-	-	-	-	-	-
Deferred revenue	-	358	-	-	-	17,979
<b>TOTAL LIABILITIES</b>	<b><u>35,090</u></b>	<b><u>3,082</u></b>	<b><u>-</u></b>	<b><u>24,902</u></b>	<b><u>1,278</u></b>	<b><u>19,403</u></b>
<b><u>FUND BALANCES</u></b>						
Reserved for debt service	-	-	-	-	-	-
Unreserved	3,914,203	645,983	176,380	689,929	99,219	246,740
<b>TOTAL FUND BALANCES</b>	<b><u>3,914,203</u></b>	<b><u>645,983</u></b>	<b><u>176,380</u></b>	<b><u>689,929</u></b>	<b><u>99,219</u></b>	<b><u>246,740</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 3,949,293</u></b>	<b><u>\$ 649,065</u></b>	<b><u>\$ 176,380</u></b>	<b><u>\$ 714,831</u></b>	<b><u>\$ 100,497</u></b>	<b><u>\$ 266,143</u></b>

Debt Service Funds

Capital Projects Funds

Debt Service Funds			Capital Projects Funds						Totals
Hospital	Jail	Library	Building Improvement	Tillamook County 4-H and Extension Building Reserve	Oregon Community Development Block Grant	OTIA Bridge Construction	Trask Road Project		
\$ 103,335	\$ 54,755	\$ 2,717	\$ 1,327,318	\$ 81,614	\$ -	\$ 62,062	\$ 338,089	\$ 7,455,180	
-	-	-	-	-	-	-	-	7,449	
<u>85,579</u>	<u>64,127</u>	<u>26,432</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>539,608</u>	
<u>\$ 188,914</u>	<u>\$ 118,882</u>	<u>\$ 29,149</u>	<u>\$ 1,327,318</u>	<u>\$ 81,614</u>	<u>\$ -</u>	<u>\$ 62,062</u>	<u>\$ 338,089</u>	<u>\$ 8,002,237</u>	
\$ -	\$ -	\$ -	\$ 2,627	\$ -	\$ 4,327	\$ 27,127	\$ -	\$ 99,499	
-	-	-	-	-	15,087	-	-	15,087	
<u>63,311</u>	<u>47,483</u>	<u>19,377</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>148,508</u>	
<u>63,311</u>	<u>47,483</u>	<u>19,377</u>	<u>2,627</u>	<u>-</u>	<u>19,414</u>	<u>27,127</u>	<u>-</u>	<u>263,094</u>	
125,603	71,399	9,772	-	-	-	-	-	206,774	
-	-	-	1,324,691	81,614	(19,414)	34,935	338,089	7,532,369	
<u>125,603</u>	<u>71,399</u>	<u>9,772</u>	<u>1,324,691</u>	<u>81,614</u>	<u>(19,414)</u>	<u>34,935</u>	<u>338,089</u>	<u>7,739,143</u>	
<u>\$ 188,914</u>	<u>\$ 118,882</u>	<u>\$ 29,149</u>	<u>\$ 1,327,318</u>	<u>\$ 81,614</u>	<u>\$ -</u>	<u>\$ 62,062</u>	<u>\$ 338,089</u>	<u>\$ 8,002,237</u>	

**TILLAMOOK COUNTY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
OTHER GOVERNMENTAL FUNDS (NON-MAJOR)  
For the Year Ended June 30, 2010**

	Special Revenue Funds					Education - Tillamook County 4-H and Extension Service District
	General	Highways and Streets -			Health and	
	Government	Public Safety	Bike Path	Culture and Recreation	Welfare	
<b>REVENUES</b>						
Property taxes	\$ 109,181	\$ -	\$ -	\$ -	\$ -	\$ 250,785
Licenses, permits and fees	9,422	-	-	-	-	-
Intergovernmental	483,627	450,535	-	91,150	917,879	53,401
Charges for services	167,702	-	-	1,873,196	13,939	-
Fines and forfeitures	89,796	118,640	-	-	-	-
Interest	32,916	4,581	1,461	10,226	878	2,429
Miscellaneous	24,469	3,922	-	60,923	-	15,656
<b>TOTAL REVENUES</b>	<u>917,113</u>	<u>577,678</u>	<u>1,461</u>	<u>2,035,495</u>	<u>932,696</u>	<u>322,271</u>
<b>EXPENDITURES</b>						
Current:						
General government	663,718	-	-	-	-	-
Public safety	-	264,684	-	-	-	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	1,717,151	-	-
Health and welfare	-	-	-	-	932,953	-
Education	-	-	-	-	-	299,851
Capital outlay	84,759	80,148	-	99,884	-	-
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>748,477</u>	<u>344,832</u>	<u>-</u>	<u>1,817,035</u>	<u>932,953</u>	<u>299,851</u>
Excess (deficiency) of revenues over expenditures	<u>168,636</u>	<u>232,846</u>	<u>1,461</u>	<u>218,460</u>	<u>(257)</u>	<u>22,420</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	5,000	-	13,700	100,000	-	-
Issuance of debt	-	-	-	31,800	-	-
Transfers out	(125,000)	(180,192)	-	-	-	(10,000)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(120,000)</u>	<u>(180,192)</u>	<u>13,700</u>	<u>131,800</u>	<u>-</u>	<u>(10,000)</u>
Net change in fund balances	48,636	52,654	15,161	350,260	(257)	12,420
Fund balances - beginning	<u>3,865,567</u>	<u>593,329</u>	<u>161,219</u>	<u>339,669</u>	<u>99,476</u>	<u>234,320</u>
Fund balances - ending	<u>\$ 3,914,203</u>	<u>\$ 645,983</u>	<u>\$ 176,380</u>	<u>\$ 689,929</u>	<u>\$ 99,219</u>	<u>\$ 246,740</u>

Debt Service Funds

Capital Projects Funds

			Tillamook County 4-H and Oregon Extension Community							
Hospital	Jail	Library	Building Improvement	Building Reserve	Development Block Grant	OTIA Bridge Construction	Trask Road Project	Totals		
\$ 863,146	\$ 634,546	\$ 269,801	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,127,459		
-	-	-	-	-	-	-	-	9,422		
-	-	-	-	-	45,525	-	-	2,042,117		
-	-	-	-	-	-	-	52,702	2,107,539		
-	-	-	-	-	-	-	-	208,436		
816	601	315	12,042	655	-	1,108	2,832	70,860		
-	-	-	-	-	1,419	10,000	-	116,389		
<u>863,962</u>	<u>635,147</u>	<u>270,116</u>	<u>12,042</u>	<u>655</u>	<u>46,944</u>	<u>11,108</u>	<u>55,534</u>	<u>6,682,222</u>		
530	530	530	3,299	-	50,980	-	-	719,587		
-	-	-	-	-	-	-	-	264,684		
-	-	-	-	-	-	85,362	-	85,362		
-	-	-	-	-	-	-	-	1,717,151		
-	-	-	-	-	-	-	-	932,953		
-	-	-	-	-	-	-	-	299,851		
-	-	-	28,360	-	-	94,807	-	387,958		
655,000	525,000	155,000	-	-	-	-	-	1,335,000		
212,440	129,625	119,133	-	-	-	-	-	461,198		
<u>867,970</u>	<u>655,155</u>	<u>274,663</u>	<u>31,659</u>	<u>-</u>	<u>50,980</u>	<u>180,169</u>	<u>-</u>	<u>6,203,744</u>		
(4,008)	(20,008)	(4,547)	(19,617)	655	(4,036)	(169,061)	55,534	478,478		
-	-	-	-	10,000	49,773	-	-	178,473		
-	-	-	-	-	-	-	-	31,800		
-	-	-	(49,773)	-	-	-	-	(364,965)		
-	-	-	(49,773)	10,000	49,773	-	-	(154,692)		
(4,008)	(20,008)	(4,547)	(69,390)	10,655	45,737	(169,061)	55,534	323,786		
129,611	91,407	14,319	1,394,081	70,959	(65,151)	203,996	282,555	7,415,357		
<u>\$ 125,603</u>	<u>\$ 71,399</u>	<u>\$ 9,772</u>	<u>\$ 1,324,691</u>	<u>\$ 81,614</u>	<u>\$ (19,414)</u>	<u>\$ 34,935</u>	<u>\$ 338,089</u>	<u>\$ 7,739,143</u>		

**TILLAMOOK COUNTY**  
**COMBINING BALANCE SHEET**  
**OTHER GOVERNMENTAL SPECIAL REVENUE FUNDS**  
**GENERAL GOVERNMENT FUNDS**  
**June 30, 2010**

	Mitigation Grants	Video Lottery	Forest Timber Trust	Juvenile Trust	Law Library	BPS Surcharge	PLCP	Vehicle Reserve
<b><u>ASSETS</u></b>								
Cash and investments	\$ 238,769	\$ 159,263	\$ 4,449	\$ 15,783	\$ 24,251	\$ 16,306	\$ 134,344	\$ 266,549
Restricted cash and investments	7,449	-	-	-	-	-	-	-
Receivables	-	41,762	50,000	-	-	-	405	-
<b>TOTAL ASSETS</b>	<b>\$ 246,218</b>	<b>\$ 201,025</b>	<b>\$ 54,449</b>	<b>\$ 15,783</b>	<b>\$ 24,251</b>	<b>\$ 16,306</b>	<b>\$ 134,749</b>	<b>\$ 266,549</b>
<b><u>LIABILITIES</u></b>								
Accounts payable and accrued expenditures	\$ 23,156	\$ -	\$ -	\$ -	\$ 5,629	\$ -	\$ 1,402	\$ -
<b><u>FUND BALANCES</u></b>								
Unreserved	223,062	201,025	54,449	15,783	18,622	16,306	133,347	266,549
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 246,218</b>	<b>\$ 201,025</b>	<b>\$ 54,449</b>	<b>\$ 15,783</b>	<b>\$ 24,251</b>	<b>\$ 16,306</b>	<b>\$ 134,749</b>	<b>\$ 266,549</b>

Clerks Records	Federal Title III	Revenue Stabilization	Veteran's Services	Post Employment Liability Reserve	Nestucca Valley Community Campus	Technology	Community Development	Totals
\$ 8,358	\$ 129,149	\$ 2,037,465	\$ 41,071	\$ 606,660	\$ 1,050	\$ 68,097	\$ 75,263	\$ 3,826,827
-	-	-	-	-	-	-	-	7,449
<u>71</u>	<u>-</u>	<u>-</u>	<u>1,080</u>	<u>-</u>	<u>-</u>	<u>21,699</u>	<u>-</u>	<u>115,017</u>
<u>\$ 8,429</u>	<u>\$ 129,149</u>	<u>\$ 2,037,465</u>	<u>\$ 42,151</u>	<u>\$ 606,660</u>	<u>\$ 1,050</u>	<u>\$ 89,796</u>	<u>\$ 75,263</u>	<u>\$ 3,949,293</u>
\$ -	\$ -	\$ -	\$ 2,164	\$ -	\$ -	\$ -	\$ 2,739	\$ 35,090
<u>8,429</u>	<u>129,149</u>	<u>2,037,465</u>	<u>39,987</u>	<u>606,660</u>	<u>1,050</u>	<u>89,796</u>	<u>72,524</u>	<u>3,914,203</u>
<u>\$ 8,429</u>	<u>\$ 129,149</u>	<u>\$ 2,037,465</u>	<u>\$ 42,151</u>	<u>\$ 606,660</u>	<u>\$ 1,050</u>	<u>\$ 89,796</u>	<u>\$ 75,263</u>	<u>\$ 3,949,293</u>

**TILLAMOOK COUNTY**

**COMBINING BALANCE SHEET  
OTHER GOVERNMENTAL SPECIAL REVENUE FUNDS  
PUBLIC SAFETY FUNDS  
June 30, 2010**

	Court Security	Law Enforcement	Sheriff Trust	SB 1065 Assessment and Conviction	Emergency Fire and Radio Local Option Tax	Tillamook Narcotics Team	North Coast Drug Task Force	Totals
<b><u>ASSETS</u></b>								
Cash and investments	\$ 301,670	\$ 31,123	\$ 9,283	\$ 121,794	\$ 588	\$ 45,677	\$ -	\$ 510,135
Receivables	-	-	-	-	358	-	138,572	138,930
<b>TOTAL ASSETS</b>	<b><u>\$ 301,670</u></b>	<b><u>\$ 31,123</u></b>	<b><u>\$ 9,283</u></b>	<b><u>\$ 121,794</u></b>	<b><u>\$ 946</u></b>	<b><u>\$ 45,677</u></b>	<b><u>\$ 138,572</u></b>	<b><u>\$ 649,065</u></b>
<b><u>LIABILITIES</u></b>								
Accounts payable and accrued expenditures	\$ -	\$ 2,295	\$ 429	\$ -	\$ -	\$ -	\$ -	\$ 2,724
Deferred revenue	-	-	-	-	358	-	-	358
<b>TOTAL LIABILITIES</b>	<b><u>-</u></b>	<b><u>2,295</u></b>	<b><u>429</u></b>	<b><u>-</u></b>	<b><u>358</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,082</u></b>
<b><u>FUND BALANCES</u></b>								
Unreserved	301,670	28,828	8,854	121,794	588	45,677	138,572	645,983
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 301,670</u></b>	<b><u>\$ 31,123</u></b>	<b><u>\$ 9,283</u></b>	<b><u>\$ 121,794</u></b>	<b><u>\$ 946</u></b>	<b><u>\$ 45,677</u></b>	<b><u>\$ 138,572</u></b>	<b><u>\$ 649,065</u></b>

**TILLAMOOK COUNTY**

**COMBINING BALANCE SHEET  
OTHER GOVERNMENTAL SPECIAL REVENUE FUNDS  
CULTURE AND RECREATION FUNDS**

**June 30, 2010**

	<b>County Fair</b>	<b>Library Reserve</b>	<b>Parks Operations</b>	<b>Totals</b>
<b><u>ASSETS</u></b>				
Cash and investments	\$ 270,441	\$ 116,838	\$ 257,316	\$ 644,595
Receivables	-	-	70,236	70,236
<b>TOTAL ASSETS</b>	<b>\$ 270,441</b>	<b>\$ 116,838</b>	<b>\$ 327,552</b>	<b>\$ 714,831</b>
 <b><u>LIABILITIES</u></b>				
Accounts payable and accrued expenditures	\$ -	\$ -	\$ 24,902	\$ 24,902
 <b><u>FUND BALANCES</u></b>				
Unreserved	270,441	116,838	302,650	689,929
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 270,441</b>	<b>\$ 116,838</b>	<b>\$ 327,552</b>	<b>\$ 714,831</b>



**TILLAMOOK COUNTY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
OTHER GOVERNMENTAL SPECIAL REVENUE FUNDS  
GENERAL GOVERNMENT FUNDS  
For the Year Ended June 30, 2010**

	Mitigation	Video	Forest	Juvenile	Law	BPS	
	Grants	Lottery	Timber	Trust	Library	Surcharge	PLCP
<b>REVENUES</b>							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and fees	-	-	-	-	-	-	-
Intergovernmental	10,000	202,190	60,000	-	-	66,410	-
Charges for services	-	-	-	-	25,995	-	66,482
Fines and forfeitures	-	-	-	-	-	-	-
Interest	1,989	1,800	-	136	-	-	1,337
Miscellaneous	22,460	-	-	573	-	-	32
<b>TOTAL REVENUES</b>	<b>34,449</b>	<b>203,990</b>	<b>60,000</b>	<b>709</b>	<b>25,995</b>	<b>66,410</b>	<b>67,851</b>
<b>EXPENDITURES</b>							
General government	83,480	112,950	27,572	158	31,666	44,930	90,969
Capital outlay	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>83,480</b>	<b>112,950</b>	<b>27,572</b>	<b>158</b>	<b>31,666</b>	<b>44,930</b>	<b>90,969</b>
Excess (deficiency) of revenues over expenditures	(49,031)	91,040	32,428	551	(5,671)	21,480	(23,118)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	5,000	-	-
Transfers out	-	(125,000)	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>(125,000)</b>	<b>-</b>	<b>-</b>	<b>5,000</b>	<b>-</b>	<b>-</b>
Net change in fund balances	(49,031)	(33,960)	32,428	551	(671)	21,480	(23,118)
Fund balances - beginning	272,093	234,985	22,021	15,232	19,293	(5,174)	156,465
Fund balances - ending	\$ 223,062	\$ 201,025	\$ 54,449	\$ 15,783	\$ 18,622	\$ 16,306	\$ 133,347

Vehicle Reserve	Clerks Records	Federal Title III	Revenue Stabilization	Veteran's Services	Post Employment Liability Reserve	Nestucca Valley Community Campus	Technology Fund	Community Development	Totals
\$ -	\$ -	\$ -	\$ -	\$ 109,181	\$ -	\$ -	\$ -	\$ -	\$ 109,181
-	9,422	-	-	-	-	-	-	-	9,422
-	-	120,371	-	24,656	-	-	-	-	483,627
-	-	-	-	-	-	-	-	75,225	167,702
-	-	-	-	-	-	-	89,796	-	89,796
2,733	52	1,111	17,818	597	5,305	-	-	38	32,916
-	-	-	-	354	-	1,050	-	-	24,469
<u>2,733</u>	<u>9,474</u>	<u>121,482</u>	<u>17,818</u>	<u>134,788</u>	<u>5,305</u>	<u>1,050</u>	<u>89,796</u>	<u>75,263</u>	<u>917,113</u>
-	15,282	95,246	-	158,726	-	-	-	2,739	663,718
<u>84,759</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>84,759</u>
<u>84,759</u>	<u>15,282</u>	<u>95,246</u>	<u>-</u>	<u>158,726</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,739</u>	<u>748,477</u>
<u>(82,026)</u>	<u>(5,808)</u>	<u>26,236</u>	<u>17,818</u>	<u>(23,938)</u>	<u>5,305</u>	<u>1,050</u>	<u>89,796</u>	<u>72,524</u>	<u>168,636</u>
-	-	-	-	-	-	-	-	-	5,000
-	-	-	-	-	-	-	-	-	(125,000)
-	-	-	-	-	-	-	-	-	(120,000)
(82,026)	(5,808)	26,236	17,818	(23,938)	5,305	1,050	89,796	72,524	48,636
<u>348,575</u>	<u>14,237</u>	<u>102,913</u>	<u>2,019,647</u>	<u>63,925</u>	<u>601,355</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,865,567</u>
<u>\$ 266,549</u>	<u>\$ 8,429</u>	<u>\$ 129,149</u>	<u>\$ 2,037,465</u>	<u>\$ 39,987</u>	<u>\$ 606,660</u>	<u>\$ 1,050</u>	<u>\$ 89,796</u>	<u>\$ 72,524</u>	<u>\$ 3,914,203</u>

TILLAMOOK COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
OTHER GOVERNMENTAL SPECIAL REVENUE FUNDS  
PUBLIC SAFETY FUNDS  
For the Year Ended June 30, 2010

	Court Security	Law Enforcement	Sheriff Trust	SB 1065 Assessment and Conviction	Emergency Fire and Radio Local Option Tax	Tillamook Narcotics Team	North Coast Drug Task Force	Totals
<b>REVENUES</b>								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,765	\$ 447,770	\$ 450,535
Fines and forfeitures	40,475	17,126	6,854	32,768	-	21,417	-	118,640
Interest	2,941	-	72	1,102	117	349	-	4,581
Miscellaneous	-	-	3,374	-	-	548	-	3,922
<b>TOTAL REVENUES</b>	<u>43,416</u>	<u>17,126</u>	<u>10,300</u>	<u>33,870</u>	<u>117</u>	<u>25,079</u>	<u>447,770</u>	<u>577,678</u>
<b>EXPENDITURES</b>								
Public safety	5,832	30,126	9,411	18,700	13,867	12,742	174,006	264,684
Capital outlay	80,148	-	-	-	-	-	-	80,148
<b>TOTAL EXPENDITURES</b>	<u>85,980</u>	<u>30,126</u>	<u>9,411</u>	<u>18,700</u>	<u>13,867</u>	<u>12,742</u>	<u>174,006</u>	<u>344,832</u>
Excess (deficiency) of revenues over expenditures	(42,564)	(13,000)	889	15,170	(13,750)	12,337	273,764	232,846
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers out	-	(25,000)	-	(20,000)	-	-	(135,192)	(180,192)
Net change in fund balances	(42,564)	(38,000)	889	(4,830)	(13,750)	12,337	138,572	52,654
Fund balances - beginning	344,234	66,828	7,965	126,624	14,338	33,340	-	593,329
Fund balances - ending	<u>\$ 301,670</u>	<u>\$ 28,828</u>	<u>\$ 8,854</u>	<u>\$ 121,794</u>	<u>\$ 588</u>	<u>\$ 45,677</u>	<u>\$ 138,572</u>	<u>\$ 645,983</u>

**TILLAMOOK COUNTY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
OTHER GOVERNMENTAL SPECIAL REVENUE FUNDS  
CULTURE AND RECREATION FUNDS  
For the Year Ended June 30, 2010**

	<b>County Fair</b>	<b>Library Sinking</b>	<b>Parks Operations</b>	<b>Totals</b>
<b>REVENUES</b>				
Intergovernmental	\$ 41,963	\$ -	\$ 49,187	\$ 91,150
Charges for services	729,543	-	1,143,653	1,873,196
Interest	7,508	428	2,290	10,226
Miscellaneous	22,958	-	37,965	60,923
<b>TOTAL REVENUES</b>	<b>801,972</b>	<b>428</b>	<b>1,233,095</b>	<b>2,035,495</b>
<b>EXPENDITURES</b>				
Culture and recreation	751,667	-	965,484	1,717,151
Capital outlay	-	-	99,884	99,884
<b>TOTAL EXPENDITURES</b>	<b>751,667</b>	<b>-</b>	<b>1,065,368</b>	<b>1,817,035</b>
Excess (deficiency) of revenues over expenditures	50,305	428	167,727	218,460
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	100,000	-	100,000
Issuance of debt	31,800	-	-	31,800
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>31,800</b>	<b>100,000</b>	<b>-</b>	<b>131,800</b>
Net change in fund balances	82,105	100,428	167,727	350,260
Fund balances - beginning	188,336	16,410	134,923	339,669
Fund balances - ending	<b>\$ 270,441</b>	<b>\$ 116,838</b>	<b>\$ 302,650</b>	<b>\$ 689,929</b>

**TILLAMOOK COUNTY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
OTHER GOVERNMENTAL SPECIAL REVENUE FUNDS  
HEALTH AND WELFARE FUNDS  
For the Year Ended June 30, 2010**

	<b>Mental Health</b>	<b>Mediation Program</b>	<b>Totals</b>
<b>REVENUES</b>			
Intergovernmental	\$ 917,879	\$ -	\$ 917,879
Charges for services	-	13,939	13,939
Interest	-	878	878
	917,879	14,817	932,696
<b>EXPENDITURES</b>			
Health and welfare	917,879	15,074	932,953
Net change in fund balances	-	(257)	(257)
Fund balances - beginning	-	99,476	99,476
Fund balances - ending	\$ -	\$ 99,219	\$ 99,219

**TILLAMOOK COUNTY**

**MITIGATION GRANTS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Intergovernmental	\$ 8,200,000	\$ 10,000	\$ (8,190,000)
Investment earnings	-	1,989	1,989
Miscellaneous	<u>25,000</u>	<u>22,460</u>	<u>(2,540)</u>
<b>TOTAL REVENUES</b>	<u>8,225,000</u>	<u>34,449</u>	<u>(8,190,551)</u>
<b>EXPENDITURES</b>			
Materials and services	8,200,000	106,577	8,093,423
Capital outlay	<u>25,000</u>	<u>-</u>	<u>25,000</u>
<b>TOTAL EXPENDITURES</b>	<u>8,225,000</u>	<u>106,577</u>	<u>8,118,423</u>
Net change in fund balance	-	(72,128)	(72,128)
Fund balance at beginning of year	<u>-</u>	<u>318,346</u>	<u>318,346</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 246,218</u>	<u>\$ 246,218</u>

**TILLAMOOK COUNTY**

**VIDEO LOTTERY - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Intergovernmental	\$ 125,000	\$ 160,428	\$ 35,428
Investment earnings	<u>1,500</u>	<u>1,800</u>	<u>300</u>
<b>TOTAL REVENUES</b>	126,500	162,228	35,728
<b>EXPENDITURES</b>			
Materials and services	<u>145,200</u>	<u>112,950</u>	<u>32,250</u>
Excess (deficiency) of revenues over expenditures	(18,700)	49,278	67,978
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	<u>(125,000)</u>	<u>(125,000)</u>	<u>-</u>
Net change in fund balance	(143,700)	(75,722)	67,978
Fund balance at beginning of year	<u>166,200</u>	<u>234,985</u>	<u>68,785</u>
Fund balance at end of year	<u>\$ 22,500</u>	<u>\$ 159,263</u>	<u>\$ 136,763</u>

**TILLAMOOK COUNTY**

**FOREST TIMBER TRUST - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Intergovernmental	\$ 173,000	\$ 10,000	\$ (163,000)
<b>EXPENDITURES</b>			
Materials and services	218,000	29,891	188,109
Net change in fund balance	(45,000)	(19,891)	25,109
Fund balance at beginning of year	45,000	24,340	(20,660)
Fund balance at end of year	\$ -	\$ 4,449	\$ 4,449



**TILLAMOOK COUNTY**

**JUVENILE TRUST - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Investment earnings	\$ 500	\$ 136	\$ (364)
Miscellaneous	<u>1,500</u>	<u>573</u>	<u>(927)</u>
<b>TOTAL REVENUES</b>	2,000	709	(1,291)
<b>EXPENDITURES</b>			
Materials and services	<u>17,000</u>	<u>158</u>	<u>16,842</u>
Net change in fund balance	(15,000)	551	15,551
Fund balance at beginning of year	<u>15,000</u>	<u>15,232</u>	<u>232</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 15,783</u>	<u>\$ 15,783</u>

**TILLAMOOK COUNTY**

**LAW LIBRARY - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Charges for services	\$ 20,000	\$ 25,995	\$ 5,995
<b>EXPENDITURES</b>			
Materials and services	45,000	30,726	14,274
Excess (deficiency) of revenues over expenditures	(25,000)	(4,731)	20,269
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	5,000	5,000	-
Net change in fund balance	(20,000)	269	20,269
Fund balance at beginning of year	20,000	23,982	3,982
Fund balance at end of year	\$ -	\$ 24,251	\$ 24,251

**TILLAMOOK COUNTY**

**BUILDING, PLANNING AND SANITATION (BPS) SURCHARGE  
SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Intergovernmental	\$ 100,000	\$ 66,410	\$ (33,590)
<b>EXPENDITURES</b>			
Materials and services	<u>100,000</u>	<u>63,758</u>	<u>36,242</u>
Net change in fund balance	-	2,652	2,652
Fund balance at beginning of year	<u>-</u>	<u>13,654</u>	<u>13,654</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 16,306</u>	<u>\$ 16,306</u>

**TILLAMOOK COUNTY**

**PUBLIC LAND CORNER PRESERVATION (PLCP) - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Charges for services	\$ 60,000	\$ 66,077	\$ 6,077
Investment earnings	2,000	1,337	(663)
Miscellaneous	-	32	32
	<u>62,000</u>	<u>67,446</u>	<u>5,446</u>
<b>TOTAL REVENUES</b>			
<b>EXPENDITURES</b>			
Personal services	80,850	80,455	395
Materials and services	78,550	10,452	68,098
Capital outlay	15,100	-	15,100
Contingency	27,500	-	27,500
	<u>202,000</u>	<u>90,907</u>	<u>111,093</u>
<b>TOTAL EXPENDITURES</b>			
Net change in fund balance	(140,000)	(23,461)	116,539
Fund balance at beginning of year	<u>140,000</u>	<u>156,582</u>	<u>16,582</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 133,121</u>	<u>\$ 133,121</u>

**TILLAMOOK COUNTY**

**VEHICLE RESERVE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Investment earnings	\$ 5,000	\$ 2,733	\$ (2,267)
<b>EXPENDITURES</b>			
Capital outlay	355,000	84,759	270,241
Net change in fund balance	(350,000)	(82,026)	267,974
Fund balance at beginning of year	350,000	348,575	(1,425)
Fund balance at end of year	\$ -	\$ 266,549	\$ 266,549

**TILLAMOOK COUNTY**

**CLERKS RECORDS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Licenses, permits and fees	\$ 3,500	\$ 9,351	\$ 5,851
Investment earnings	500	52	(448)
<b>TOTAL REVENUES</b>	4,000	9,403	5,403
<b>EXPENDITURES</b>			
Materials and services	21,000	16,655	4,345
Net change in fund balance	(17,000)	(7,252)	9,748
Fund balance at beginning of year	17,000	15,610	(1,390)
Fund balance at end of year	\$ -	\$ 8,358	\$ 8,358

**TILLAMOOK COUNTY**

**FEDERAL TITLE III - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Intergovernmental	\$ 100,000	\$ 120,371	\$ 20,371
Investment earnings	-	1,111	1,111
<b>TOTAL REVENUES</b>	100,000	121,482	21,482
<b>EXPENDITURES</b>			
Materials and services	150,000	95,246	54,754
Net change in fund balance	(50,000)	26,236	76,236
Fund balance at beginning of year	50,000	102,913	52,913
Fund balance at end of year	<u>\$ -</u>	<u>\$ 129,149</u>	<u>\$ 129,149</u>

**TILLAMOOK COUNTY**

**REVENUE STABILIZATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Investment earnings	\$ 50,000	\$ 17,818	\$ (32,182)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(725,000)	-	(725,000)
Net change in fund balance	(675,000)	17,818	692,818
Fund balance at beginning of year	2,020,000	2,019,647	(353)
Fund balance at end of year	\$ 1,345,000	\$ 2,037,465	\$ 692,465



**TILLAMOOK COUNTY**

**VETERAN'S SERVICES - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Property taxes	\$ 107,000	\$ 108,101	\$ 1,101
Intergovernmental	17,500	24,656	7,156
Investment earnings	500	597	97
Miscellaneous	-	354	354
	<u>125,000</u>	<u>133,708</u>	<u>8,708</u>
<b>TOTAL REVENUES</b>			
<b>EXPENDITURES</b>			
Personal services	120,850	119,771	1,079
Materials and services	41,030	39,084	1,946
Capital outlay	500	-	500
Contingency	17,620	-	17,620
	<u>180,000</u>	<u>158,855</u>	<u>21,145</u>
<b>TOTAL EXPENDITURES</b>			
Net change in fund balance	(55,000)	(25,147)	29,853
Fund balance at beginning of year	75,000	64,564	(10,436)
	<u>20,000</u>	<u>39,417</u>	<u>19,417</u>
Fund balance at end of year	<u>\$ 20,000</u>	<u>\$ 39,417</u>	<u>\$ 19,417</u>

**TILLAMOOK COUNTY**

**POST EMPLOYMENT LIABILITY RESERVE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Investment earnings	\$ 10,000	\$ 5,305	\$ (4,695)
Net change in fund balance	10,000	5,305	(4,695)
Fund balance at beginning of year	<u>600,000</u>	<u>601,355</u>	<u>1,355</u>
Fund balance at end of year	<u>\$ 610,000</u>	<u>\$ 606,660</u>	<u>\$ (3,340)</u>

**TILLAMOOK COUNTY**

**NESTUCCA VALLEY COMMUNITY CAMPUS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Miscellaneous	\$ 10,000	\$ 1,050	\$ (8,950)
<b>EXPENDITURES</b>			
Materials and services	10,000	-	10,000
Net change in fund balance	-	1,050	1,050
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ 1,050	\$ 1,050

**TILLAMOOK COUNTY**

**TECHNOLOGY - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fines and forfeitures	<u>\$ 50,000</u>	<u>\$ 68,097</u>	<u>\$ 18,097</u>
Net change in fund balance	50,000	68,097	18,097
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 50,000</u>	<u>\$ 68,097</u>	<u>\$ 18,097</u>

**TILLAMOOK COUNTY**

**COMMUNITY DEVELOPMENT - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Charges for services	\$ 50,000	\$ 75,225	\$ 25,225
Investment earnings	-	38	38
<b>TOTAL REVENUES</b>	<u>50,000</u>	<u>75,263</u>	<u>25,263</u>
Net change in fund balance	50,000	75,263	25,263
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 50,000</u>	<u>\$ 75,263</u>	<u>\$ 25,263</u>

**TILLAMOOK COUNTY**

**COURT SECURITY - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Fines and forfeitures	\$ 40,000	\$ 40,475	\$ 475
Investment earnings	5,000	2,941	(2,059)
<b>TOTAL REVENUES</b>	<b>45,000</b>	<b>43,416</b>	<b>(1,584)</b>
<b>EXPENDITURES</b>			
Materials and services	85,000	6,173	78,827
Capital outlay	300,000	80,148	219,852
<b>TOTAL EXPENDITURES</b>	<b>385,000</b>	<b>86,321</b>	<b>298,679</b>
Net change in fund balance	(340,000)	(42,905)	297,095
Fund balance at beginning of year	340,000	344,575	4,575
Fund balance at end of year	<b>\$ -</b>	<b>\$ 301,670</b>	<b>\$ 301,670</b>

**TILLAMOOK COUNTY**

**LAW ENFORCEMENT - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fines and forfeitures	\$ 35,000	\$ 17,126	\$ (17,874)
Miscellaneous	2,500	-	(2,500)
<b>TOTAL REVENUES</b>	37,500	17,126	(20,374)
<b>EXPENDITURES</b>			
Materials and services	77,500	30,895	46,605
Excess (deficiency) of revenues over expenditures	(40,000)	(13,769)	26,231
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(25,000)	(25,000)	-
Net change in fund balance	(65,000)	(38,769)	26,231
Fund balance at beginning of year	65,000	69,892	4,892
Fund balance at end of year	<u>\$ -</u>	<u>\$ 31,123</u>	<u>\$ 31,123</u>

**TILLAMOOK COUNTY**

**SHERIFF TRUST - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fines and forfeitures	\$ 5,000	\$ 6,854	\$ 1,854
Investment earnings	-	72	72
Miscellaneous	-	3,374	3,374
<b>TOTAL REVENUES</b>	5,000	10,300	5,300
<b>EXPENDITURES</b>			
Materials and services	<u>10,000</u>	<u>8,982</u>	<u>1,018</u>
Net change in fund balance	(5,000)	1,318	6,318
Fund balance at beginning of year	<u>5,000</u>	<u>7,965</u>	<u>2,965</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 9,283</u>	<u>\$ 9,283</u>



**TILLAMOOK COUNTY**

**SB 1065 ASSESSMENT AND CONVICTION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fines and forfeitures	\$ 30,000	\$ 32,768	\$ 2,768
Investment earnings	2,000	1,102	(898)
TOTAL REVENUES	<u>32,000</u>	<u>33,870</u>	<u>1,870</u>
<b>EXPENDITURES</b>			
Materials and services	132,500	18,700	113,800
Contingency	4,500	-	4,500
TOTAL EXPENDITURES	<u>137,000</u>	<u>18,700</u>	<u>118,300</u>
Excess (deficiency) of revenues over expenditures	(105,000)	15,170	120,170
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Net change in fund balance	(125,000)	(4,830)	120,170
Fund balance at beginning of year	<u>125,000</u>	<u>126,624</u>	<u>1,624</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 121,794</u>	<u>\$ 121,794</u>

**TILLAMOOK COUNTY**

**EMERGENCY FIRE AND RADIO LOCAL OPTION TAX - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Investment earnings	\$ 250	\$ 117	\$ (133)
<b>EXPENDITURES</b>			
Materials and services	15,250	13,867	1,383
Net change in fund balance	(15,000)	(13,750)	1,250
Fund balance at beginning of year	15,000	14,338	(662)
Fund balance at end of year	\$ -	\$ 588	\$ 588

**TILLAMOOK COUNTY**

**TILLAMOOK NARCOTICS TEAM - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Intergovernmental	\$ 5,000	\$ 2,765	\$ (2,235)
Fines and forfeitures	-	21,417	21,417
Investment earnings	250	349	99
Miscellaneous	<u>-</u>	<u>548</u>	<u>548</u>
 TOTAL REVENUES	 5,250	 25,079	 19,829
<b>EXPENDITURES</b>			
Materials and services	<u>20,250</u>	<u>12,742</u>	<u>7,508</u>
 Net change in fund balance	 (15,000)	 12,337	 27,337
Fund balance at beginning of year	<u>15,000</u>	<u>33,340</u>	<u>18,340</u>
 Fund balance at end of year	 <u>\$ -</u>	 <u>\$ 45,677</u>	 <u>\$ 45,677</u>

**TILLAMOOK COUNTY**

**NORTH COAST DRUG TASK FORCE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Intergovernmental	\$ 1,148,224	\$ 309,198	\$ (839,026)
<b>EXPENDITURES</b>			
Materials and services	848,224	174,006	674,218
Excess (deficiency) of revenues over expenditures	300,000	135,192	(164,808)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(300,000)	(135,192)	(164,808)
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -

**TILLAMOOK COUNTY**

**BIKE PATH - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Investment earnings	\$ 2,500	\$ 1,461	\$ (1,039)
<b>EXPENDITURES</b>			
Capital outlay	173,725	-	173,725
Excess (deficiency) of revenues over expenditures	(171,225)	1,461	172,686
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	13,700	13,700	-
Net change in fund balance	(157,525)	15,161	172,686
Fund balance at beginning of year	157,525	161,219	3,694
Fund balance at end of year	\$ -	\$ 176,380	\$ 176,380

**TILLAMOOK COUNTY**

**COUNTY FAIR - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Intergovernmental	\$ 39,500	\$ 41,963	\$ 2,463
Charges for services	693,600	701,974	8,374
Investment earnings	7,500	7,508	8
Miscellaneous	21,100	22,958	1,858
<b>TOTAL REVENUES</b>	<b>761,700</b>	<b>774,403</b>	<b>12,703</b>
<b>EXPENDITURES</b>			
Personal services	251,850	251,620	230
Materials and services	529,850	500,047	29,803
Contingency	40,000	-	40,000
<b>TOTAL EXPENDITURES</b>	<b>821,700</b>	<b>751,667</b>	<b>70,033</b>
Excess (deficiency) of revenues over expenditures	(60,000)	22,736	82,736
<b>OTHER FINANCING SOURCES (USES)</b>			
Loan Proceeds	-	31,800	(31,800)
Net change in fund balance	(60,000)	54,536	114,536
Fund balance at beginning of year	60,000	188,336	128,336
Fund balance at end of year	\$ -	\$ 242,872	\$ 242,872

**TILLAMOOK COUNTY**

**LIBRARY RESERVE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Investment earnings	\$ 500	\$ 428	\$ (72)
<b>EXPENDITURES</b>			
Capital outlay	<u>116,500</u>	<u>-</u>	<u>116,500</u>
Excess (deficiency) of revenues over expenditures	(116,000)	428	116,428
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Net change in fund balance	(16,000)	100,428	116,428
Fund balance at beginning of year	<u>16,000</u>	<u>16,410</u>	<u>410</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 116,838</u>	<u>\$ 116,838</u>

**TILLAMOOK COUNTY**

**PARKS OPERATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Intergovernmental	\$ -	\$ 56,607	\$ 56,607
Charges for services	1,086,675	1,111,996	25,321
Investment earnings	2,000	2,290	290
Miscellaneous	<u>41,600</u>	<u>37,965</u>	<u>(3,635)</u>
<b>TOTAL REVENUES</b>	<u>1,130,275</u>	<u>1,208,858</u>	<u>78,583</u>
<b>EXPENDITURES</b>			
Personal services	597,520	557,092	40,428
Materials and services	426,240	423,487	2,753
Capital outlay	<u>106,515</u>	<u>106,405</u>	<u>110</u>
<b>TOTAL EXPENDITURES</b>	<u>1,130,275</u>	<u>1,086,984</u>	<u>43,291</u>
Net change in fund balance	-	121,874	121,874
Fund balance at beginning of year	<u>-</u>	<u>124,039</u>	<u>124,039</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 245,913</u>	<u>\$ 245,913</u>



**TILLAMOOK COUNTY**

**MENTAL HEALTH - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Intergovernmental	\$ 2,000,000	\$ 917,879	\$ (1,082,121)
<b>EXPENDITURES</b>			
Materials and services	<u>2,000,000</u>	<u>917,879</u>	<u>1,082,121</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TILLAMOOK COUNTY**

**MEDIATION PROGRAM - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Charges for services	\$ 10,000	\$ 13,939	\$ 3,939
Investment earnings	1,500	878	(622)
<b>TOTAL REVENUES</b>	11,500	14,817	3,317
<b>EXPENDITURES</b>			
Materials and services	111,500	14,568	96,932
Net change in fund balance	(100,000)	249	100,249
Fund balance at beginning of year	100,000	100,248	248
Fund balance at end of year	\$ -	\$ 100,497	\$ 100,497

**TILLAMOOK COUNTY**

**TILLAMOOK COUNTY 4-H AND EXTENSION SERVICE DISTRICT  
SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Property taxes	\$ 232,900	\$ 249,739	\$ 16,839
Intergovernmental	30,000	48,572	18,572
Investment earnings	2,000	2,429	429
Miscellaneous	<u>18,000</u>	<u>15,656</u>	<u>(2,344)</u>
 TOTAL REVENUES	 <u>282,900</u>	 <u>316,396</u>	 <u>33,496</u>
 <b>EXPENDITURES</b>			
Personal services	204,300	192,075	12,225
Materials and services	147,300	111,090	36,210
Contingency	<u>31,800</u>	<u>-</u>	<u>31,800</u>
 TOTAL EXPENDITURES	 <u>383,400</u>	 <u>303,165</u>	 <u>80,235</u>
 Excess (deficiency) of revenues over expenditures	 (100,500)	 13,231	 113,731
 <b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>
 Net change in fund balance	 (110,500)	 3,231	 113,731
Fund balance at beginning of year	<u>190,500</u>	<u>223,625</u>	<u>33,125</u>
 Fund balance at end of year	 <u>\$ 80,000</u>	 <u>\$ 226,856</u>	 <u>\$ 146,856</u>

**TILLAMOOK COUNTY**

**HOSPITAL - DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Property taxes	\$ 863,060	\$ 860,400	\$ (2,660)
Investment earnings	<u>-</u>	<u>816</u>	<u>816</u>
<b>TOTAL REVENUES</b>	<u>863,060</u>	<u>861,216</u>	<u>(1,844)</u>
<b>EXPENDITURES</b>			
Materials and services	2,500	530	1,970
Debt service	<u>867,440</u>	<u>867,440</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>869,940</u>	<u>867,970</u>	<u>1,970</u>
Net change in fund balance	(6,880)	(6,754)	126
Fund balance at beginning of year	<u>100,000</u>	<u>110,089</u>	<u>10,089</u>
Fund balance at end of year	<u>\$ 93,120</u>	<u>\$ 103,335</u>	<u>\$ 10,215</u>

**TILLAMOOK COUNTY**

**JAIL - DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Property taxes	\$ 632,750	\$ 632,968	\$ 218
Investment earnings	<u>1,000</u>	<u>601</u>	<u>(399)</u>
<b>TOTAL REVENUES</b>	<u>633,750</u>	<u>633,569</u>	<u>(181)</u>
<b>EXPENDITURES</b>			
Materials and services	600	530	70
Debt service	<u>654,625</u>	<u>654,625</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>655,225</u>	<u>655,155</u>	<u>70</u>
Net change in fund balance	(21,475)	(21,586)	(111)
Fund balance at beginning of year	<u>75,000</u>	<u>76,341</u>	<u>1,341</u>
Fund balance at end of year	<u><u>\$ 53,525</u></u>	<u><u>\$ 54,755</u></u>	<u><u>\$ 1,230</u></u>

**TILLAMOOK COUNTY**

**LIBRARY - DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Property taxes	\$ 268,732	\$ 269,001	\$ 269
Investment earnings	1,000	315	(685)
<b>TOTAL REVENUES</b>	<b>269,732</b>	<b>269,316</b>	<b>(416)</b>
<b>EXPENDITURES</b>			
Materials and services	595	530	65
Debt service	274,137	274,133	4
<b>TOTAL EXPENDITURES</b>	<b>274,732</b>	<b>274,663</b>	<b>69</b>
Net change in fund balance	(5,000)	(5,347)	(347)
Fund balance at beginning of year	5,000	8,064	3,064
Fund balance at end of year	<b>\$ -</b>	<b>\$ 2,717</b>	<b>\$ 2,717</b>

**TILLAMOOK COUNTY**

**BUILDING IMPROVEMENT - CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Investment earnings	\$ 25,000	\$ 12,042	\$ (12,958)
Miscellaneous	150,000	-	(150,000)
<b>TOTAL REVENUES</b>	<b>175,000</b>	<b>12,042</b>	<b>(162,958)</b>
<b>EXPENDITURES</b>			
Materials and services	460,000	3,299	456,701
Capital outlay	875,000	25,733	849,267
<b>TOTAL EXPENDITURES</b>	<b>1,335,000</b>	<b>29,032</b>	<b>1,305,968</b>
Excess (deficiency) of revenues over expenditures	(1,160,000)	(16,990)	1,143,010
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(150,000)	(49,773)	100,227
Net change in fund balance	(1,310,000)	(66,763)	1,243,237
Fund balance at beginning of year	1,750,000	1,394,081	(355,919)
Fund balance at end of year	<b>\$ 440,000</b>	<b>\$ 1,327,318</b>	<b>\$ 887,318</b>

**TILLAMOOK COUNTY**

**TILLAMOOK COUNTY 4-H EXTENSION BUILDING RESERVE  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Investment earnings	\$ 500	\$ 655	\$ 155
<b>EXPENDITURES</b>			
Capital outlay	<u>80,500</u>	<u>-</u>	<u>80,500</u>
Excess (deficiency) of revenues over expenditures	(80,000)	655	80,655
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Net change in fund balance	(70,000)	10,655	80,655
Fund balance at beginning of year	<u>70,000</u>	<u>70,959</u>	<u>959</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 81,614</u>	<u>\$ 81,614</u>



**TILLAMOOK COUNTY**

**OREGON COMMUNITY DEVELOPMENT BLOCK GRANT  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Intergovernmental	\$ 900,000	\$ 442,908	\$ (457,092)
Miscellaneous	-	1,419	1,419
	900,000	444,327	(455,673)
<b>TOTAL REVENUES</b>			
	900,000	444,327	(455,673)
<b>EXPENDITURES</b>			
Materials and services	900,000	82,787	817,213
Capital outlay	150,000	-	150,000
	1,050,000	82,787	967,213
<b>TOTAL EXPENDITURES</b>			
	1,050,000	82,787	967,213
Excess (deficiency) of revenues over expenditures	(150,000)	361,540	511,540
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	150,000	49,773	100,227
Net change in fund balance	-	411,313	411,313
Fund balance at beginning of year	-	(426,400)	(426,400)
Fund balance at end of year	\$ -	\$ (15,087)	\$ (15,087)

**TILLAMOOK COUNTY**

**OTIA BRIDGE CONSTRUCTION - CAPITAL PROJECTS FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Investment earnings	\$ -	\$ 1,108	\$ 1,108
Miscellaneous	-	10,000	10,000
	-	11,108	11,108
<b>TOTAL REVENUES</b>	<b>-</b>	<b>11,108</b>	<b>11,108</b>
<b>EXPENDITURES</b>			
Materials and services	100,000	92,296	7,704
Capital outlay	200,000	84,217	115,783
	300,000	176,513	123,487
<b>TOTAL EXPENDITURES</b>	<b>300,000</b>	<b>176,513</b>	<b>123,487</b>
Net change in fund balance	(300,000)	(165,405)	134,595
Fund balance at beginning of year	300,000	227,467	(72,533)
	-	62,062	62,062
<b>Fund balance at end of year</b>	<b>\$ -</b>	<b>\$ 62,062</b>	<b>\$ 62,062</b>

**TILLAMOOK COUNTY**

**TRASK ROAD PROJECT - CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Charges for services	\$ 50,000	\$ 52,702	\$ 2,702
Investment earnings	<u>3,000</u>	<u>2,832</u>	<u>(168)</u>
<b>TOTAL REVENUES</b>	53,000	55,534	2,534
<b>EXPENDITURES</b>			
Materials and services	<u>268,000</u>	<u>-</u>	<u>268,000</u>
Net change in fund balance	(215,000)	55,534	270,534
Fund balance at beginning of year	<u>215,000</u>	<u>282,555</u>	<u>67,555</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 338,089</u>	<u>\$ 338,089</u>

## **Proprietary Funds**

Proprietary funds provide services and charge for those services on a cost recovery basis, including capital costs. The comparison of actual to budget to actual for those funds is presented to comply with legal requirements.

**TILLAMOOK COUNTY**

**SOLID WASTE - ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Assessments	\$ 215,000	\$ 223,804	\$ 8,804
Intergovernmental	66,000	-	(66,000)
Charges for services	1,190,000	1,416,944	226,944
Investment earnings	20,000	6,668	(13,332)
Miscellaneous	-	1,436	1,436
	<u>1,491,000</u>	<u>1,648,852</u>	<u>157,852</u>
<b>TOTAL REVENUES</b>			
<b>EXPENDITURES</b>			
Personal services	92,440	79,959	12,481
Materials and services	1,632,200	1,477,038	155,162
Capital outlay	23,055	20,273	2,782
Contingency	193,260	-	193,260
	<u>1,940,955</u>	<u>1,577,270</u>	<u>363,685</u>
<b>TOTAL EXPENDITURES</b>			
Excess (deficiency) of revenues over expenditures	(449,955)	71,582	521,537
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(200,000)	(200,000)	-
Net change in fund balance	(649,955)	(128,418)	521,537
Fund balance at beginning of year	799,955	760,245	(39,710)
	<u>799,955</u>	<u>760,245</u>	<u>(39,710)</u>
Fund balance at end of year	<u>\$ 150,000</u>	<u>631,827</u>	<u>\$ 481,827</u>
<b>Reconciliation to generally accepted accounting principles:</b>			
Receivables		132,803	
Capital assets, net		2,085,051	
Accounts payable and accrued expenses		(114,098)	
Accumulated compenstaed absences		(1,743)	
Landfill post-closure costs		(892,700)	
		<u>(892,700)</u>	
Net assets at end of year		<u>\$ 1,841,140</u>	

**TILLAMOOK COUNTY**

**SOLID WASTE SINKING - ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET AND ACTUAL  
For the Year Ended June 30, 2010**

	<b>Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>REVENUES</b>			
Investment earnings	\$ 20,000	\$ 7,831	\$ (12,169)
<b>EXPENDITURES</b>			
Materials and services	50,000	44,260	5,740
Capital outlay	380,000	30,248	349,752
Contingency	290,000	-	290,000
<b>TOTAL EXPENDITURES</b>	<b>720,000</b>	<b>74,508</b>	<b>645,492</b>
Excess (deficiency) of revenues over expenditures	(700,000)	(66,677)	633,323
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	200,000	200,000	-
Net change in fund balance	(500,000)	133,323	633,323
Fund balance at beginning of year	700,000	841,666	141,666
Fund balance at end of year	\$ 200,000	974,989	\$ 774,989
<b>Reconciliation to generally accepted accounting principles:</b>			
Accounts payable and accrued expenses		(6,163)	
Net assets at end of year		\$ 968,826	

# Tillamook County



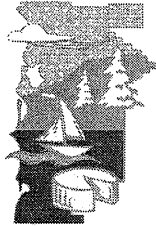
*Land of Cheese, Trees and Ocean Breeze*

## **Agency Fund**

This fund accounts for resources received and held by the County in a fiduciary capacity. The fund accounts for various monies and other assets held by the County Treasurer for other taxing districts and other departments.



# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

TILLAMOOK COUNTY

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUND  
For the Year Ended June 30, 2010

	<u>Balances</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balances</u> <u>June 30, 2010</u>
<b><u>ASSETS</u></b>				
Cash and investments	\$ 760,628	\$ 50,547,418	\$ 50,383,321	\$ 924,725
Receivables	<u>3,834,779</u>	<u>34,945,603</u>	<u>33,837,920</u>	<u>4,942,462</u>
TOTAL ASSETS	<u>\$ 4,595,407</u>	<u>\$ 85,493,021</u>	<u>\$ 84,221,241</u>	<u>\$ 5,867,187</u>
<b><u>LIABILITIES</u></b>				
Due to other governments	<u>\$ 4,595,407</u>	<u>\$ 85,493,021</u>	<u>\$ 84,221,241</u>	<u>\$ 5,867,187</u>

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

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

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

TILLAMOOK COUNTY

SCHEDULE OF CAPITAL ASSETS  
GOVERNMENTAL ACTIVITIES  
June 30, 2010

**CAPITAL ASSETS**

Land	\$ 5,377,282
Land improvements	1,814,491
Buildings	30,419,977
Equipment	9,352,527
Infrastructure	18,772,742
Construction in progress	<u>3,412,223</u>

TOTAL CAPITAL ASSETS \$ 69,149,242

**INVESTMENT IN CAPITAL ASSETS**

General fund	\$ 9,878,828
Special revenue funds	25,379,175
Capital project funds	<u>33,891,239</u>

TOTAL INVESTMENT IN CAPITAL ASSETS \$ 69,149,242

**TILLAMOOK COUNTY**

**SCHEDULE OF CAPITAL ASSETS BY FUNCTION AND ACTIVITY  
GOVERNMENTAL ACTIVITIES**

**June 30, 2010**

<u>Function and Activity</u>	<u>Totals</u>	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Infrastructure</u>	<u>Construction in Progress</u>
General government:							
Board of County Commissioners	\$ 29,203	\$ -	\$ -	\$ -	\$ 29,203	\$ -	\$ -
District Attorney	72,611	-	-	-	72,611	-	-
County Clerk	247,888	-	-	-	247,888	-	-
County Assessor	162,386	-	-	-	162,386	-	-
Courthouse Building	1,456,246	702,367	-	668,012	27,766	-	58,101
County Surveyor	55,991	-	-	-	55,991	-	-
Community Development	723,912	550,186	-	-	173,726	-	-
Data Processing	462,686	-	-	33,782	428,904	-	-
Juvenile	70,876	-	-	-	70,876	-	-
Personnel	18,578	-	-	-	18,578	-	-
Other - unclassified	1,915,880	345,056	-	705,187	760,637	-	105,000
<b>Total general government</b>	<b>5,216,257</b>	<b>1,597,609</b>	<b>-</b>	<b>1,406,981</b>	<b>2,048,566</b>	<b>-</b>	<b>163,101</b>
Public safety							
County Sheriff	1,569,921	-	42,678	67,628	1,459,615	-	-
Communications	76,842	-	-	20,808	56,034	-	-
Commission on Children and Families	11,832	-	-	-	11,832	-	-
Corrections	8,410,097	-	-	7,884,067	526,030	-	-
Courts	251,059	-	-	225,316	25,743	-	-
<b>Total public safety</b>	<b>10,319,751</b>	<b>-</b>	<b>42,678</b>	<b>8,197,819</b>	<b>2,079,254</b>	<b>-</b>	<b>-</b>
Highways and streets	27,560,611	1,475,557	11,560	85,103	3,966,527	18,772,742	3,249,122
Culture and recreation							
Parks	4,975,523	2,227,960	1,444,525	1,008,371	294,667	-	-
Library	4,787,845	22,000	-	4,444,962	320,883	-	-
Fair	3,589,499	54,156	88,128	3,072,323	374,892	-	-
<b>Total culture and recreation</b>	<b>13,352,867</b>	<b>2,304,116</b>	<b>1,532,653</b>	<b>8,525,656</b>	<b>990,442</b>	<b>-</b>	<b>-</b>
Health and welfare	12,054,572	-	-	11,792,303	262,269	-	-
Education	645,184	-	227,600	412,115	5,469	-	-
<b>Total capital assets</b>	<b>\$69,149,242</b>	<b>\$5,377,282</b>	<b>\$ 1,814,491</b>	<b>\$30,419,977</b>	<b>\$ 9,352,527</b>	<b>\$ 18,772,742</b>	<b>\$ 3,412,223</b>

**TILLAMOOK COUNTY**

**SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION AND ACTIVITY  
GOVERNMENT ACTIVITIES  
For the Year Ended June 30, 2010**

<u>Function and Activity</u>	<u>Balances June 30, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balances June 30, 2010</u>
General government				
Board of County Commissioners	\$ 29,203	\$ -	\$ -	\$ 29,203
District Attorney	72,611	-	-	72,611
County Clerk	253,541	-	5,653	247,888
County Assessor	162,386	-	-	162,386
Courthouse Building	1,372,412	83,834	-	1,456,246
County Surveyor	55,991	-	-	55,991
Community Development	723,912	-	-	723,912
Data Processing	456,741	11,143	5,198	462,686
Juvenile	53,993	16,883	-	70,876
Personnel	18,578	-	-	18,578
Other - unclassified	1,939,850	-	23,970	1,915,880
Total general government	<u>5,139,218</u>	<u>111,860</u>	<u>34,821</u>	<u>5,216,257</u>
Public safety				
County Sheriff	1,483,576	130,774	44,429	1,569,921
Communications	76,842	-	-	76,842
Commission on Children and Families	17,332	-	5,500	11,832
Corrections	8,421,310	-	11,213	8,410,097
Courts	241,579	9,480	-	251,059
Total public safety	<u>10,240,639</u>	<u>140,254</u>	<u>61,142</u>	<u>10,319,751</u>
Highways and streets	<u>26,985,045</u>	<u>575,566</u>	<u>-</u>	<u>27,560,611</u>
Culture and recreation				
Parks	4,919,409	56,114	-	4,975,523
Library	4,593,276	194,569	-	4,787,845
Fair	3,589,499	-	-	3,589,499
Total culture and recreation	<u>13,102,184</u>	<u>250,683</u>	<u>-</u>	<u>13,352,867</u>
Health and welfare	<u>12,054,572</u>	<u>-</u>	<u>-</u>	<u>12,054,572</u>
Education	<u>645,184</u>	<u>-</u>	<u>-</u>	<u>645,184</u>
Total capital assets	<u>\$ 68,166,842</u>	<u>\$ 1,078,363</u>	<u>\$ 95,963</u>	<u>\$ 69,149,242</u>



# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

**OTHER FINANCIAL SCHEDULES**

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*

**TILLAMOOK COUNTY**

**SCHEDULE OF GENERAL OBLIGATION BONDS  
PRINCIPAL AND INTEREST TRANSACTIONS  
For the Year Ended June 30, 2010**

<u>General Obligation Bond Issues</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Principal</u>		<u>Interest Matured and Paid</u>
			<u>Outstanding June 30, 2009</u>	<u>Matured and Paid</u>	
1999 Refunding	3.2% - 4.7%	3/11/1999	\$ 2,875,000	\$ 525,000	\$ 129,626
2002 Refunding	1.8% - 4.7%	5/2/2002	4,910,000	655,000	212,440
2003	2.0% - 4.5%	12/17/2003	<u>2,995,000</u>	<u>155,000</u>	<u>119,132</u>
Totals			<u>\$ 10,780,000</u>	<u>\$ 1,335,000</u>	<u>\$ 461,198</u>

TILLAMOOK COUNTY

SCHEDULE OF LONG-TERM OBLIGATION FUTURE REQUIREMENTS  
June 30, 2010

	Bonded Debt					
	1999 Refunding		2002 Refunding		2003	
	Principal	Interest	Principal	Interest	Principal	Interest
2010-11	\$ 550,000	\$ 107,050	\$ 680,000	\$ 186,240	\$ 155,000	\$ 114,289
2011-12	575,000	82,850	710,000	158,360	160,000	108,970
2012-13	600,000	56,975	745,000	128,540	170,000	103,110
2013-14	625,000	29,375	775,000	96,505	175,000	96,769
2014-15	-	-	810,000	62,405	180,000	90,112
2015-16	-	-	535,000	25,145	190,000	83,033
2016-17	-	-	-	-	195,000	75,379
2017-18	-	-	-	-	205,000	67,125
2018-19	-	-	-	-	210,000	58,410
2019-20	-	-	-	-	220,000	49,050
2019-21	-	-	-	-	230,000	38,925
2019-22	-	-	-	-	240,000	28,350
2019-23	-	-	-	-	250,000	17,325
2019-24	-	-	-	-	260,000	5,850
	<u>\$ 2,350,000</u>	<u>\$ 276,250</u>	<u>\$ 4,255,000</u>	<u>\$ 657,195</u>	<u>\$ 2,840,000</u>	<u>\$ 936,697</u>

Loans					Capital Lease		Compensated Absences	Totals	
OEDD		ODOT		TLC	FMC			Principal	Interest
Principal	Interest	Principal	Interest	Principal	Principal	Interest			
\$ 20,447	\$ 16,170	\$ 37,276	\$ 1,324	\$ 75,000	\$ 4,436	\$ 304	\$ 1,106,974	\$ 2,629,133	\$ 425,377
21,674	14,944	37,460	1,141	75,000	1,940	35	-	1,581,074	366,300
22,974	13,643	37,650	951	75,000	-	-	-	1,650,624	303,219
24,353	12,265	37,838	761	75,000	-	-	-	1,712,191	235,675
25,814	10,804	38,027	573	75,000	-	-	-	1,128,841	163,894
27,363	9,255	38,216	384	75,000	-	-	-	865,579	117,817
29,004	7,612	38,300	192	75,000	-	-	-	337,304	83,183
30,745	5,873	-	-	75,000	-	-	-	310,745	72,998
32,589	4,028	-	-	75,000	-	-	-	317,589	62,438
34,544	2,074	-	-	75,000	-	-	-	329,544	51,124
-	-	-	-	-	-	-	-	230,000	38,925
-	-	-	-	-	-	-	-	240,000	28,350
-	-	-	-	-	-	-	-	250,000	17,325
-	-	-	-	-	-	-	-	260,000	5,850
<u>\$269,507</u>	<u>\$ 96,668</u>	<u>\$264,767</u>	<u>\$ 5,326</u>	<u>\$ 750,000</u>	<u>\$ 6,376</u>	<u>\$ 339</u>	<u>\$ 1,106,974</u>	<u>\$ 11,842,624</u>	<u>\$ 1,972,475</u>

**TILLAMOOK COUNTY**

**SCHEDULE OF CASH RECEIPTS AND TURNS OVERS FOR ELECTED OFFICIALS  
As of and for the Year Ended June 30, 2010**

Elected Officials	Cash and Investments Balances June 30, 2009	Cash Receipts	Cash Turnovers and Disbursements to County Treasurer and Others	Cash and Investments Balances June 30, 2010
Clerk	\$ -	\$ 279,210	\$ 279,210	\$ -
Justice of the Peace	-	824,290	824,290	-
Sheriff	19,396	46,006	43,857	21,545
Surveyor	-	21,201	21,201	-
Tax Collector	5,195	41,841,222	41,817,528	28,889
Treasurer	21,481,757	109,024,321	108,773,242	21,732,836
<b>Total cash and investments</b>	<b>\$ 21,506,348</b>	<b>\$152,036,250</b>	<b>\$ 151,759,328</b>	<b>\$ 21,783,270</b>
Cash and investments as of June 30, 2008				
Deposits with financial institutions				\$ 1,872,134
Cash on hand				37,459
Money market funds				195,595
Certificates of deposit				2,394,591
U.S. Government Agencies				2,006,916
Corporate Debt Obligation Securities				1,053,918
State Treasurer's Investment Pool				<u>14,222,657</u>
Cash and investments for elected officials				21,783,270
Cash held by County Fair Board				270,441
Restricted cash held in escrow for Army Corp of Engineers				7,449
Restricted cash held for Employee Benefits				8,918
Held by custodian under pension plan, primarily mutual funds				<u>36,190,310</u>
Total cash and investments				<u>\$ 58,260,388</u>
Reported in the Basic Financial Statements as:				
Governmental activities				
Cash and investments				\$ 19,529,390
Restricted cash and investments				7,449
Business-type activities - cash and investments				1,608,514
Pension trust				
Cash and investments				601,508
Investments in fixed income securities				10,318,436
Investments in mutual funds				25,270,366
Agency funds - cash and investments				<u>924,725</u>
				<u>\$ 58,260,388</u>

## STATISTICAL SECTION

This section of Tillamook 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 overall financial health.

### **Financial Trends**

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

### **Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the County's ability to generate its most significant revenue source, property taxes.

### **Debt Capacity**

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

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.

### **Operating Information**

These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.



**TILLAMOOK COUNTY**

**Net Assets by Component  
Last Eight Fiscal Years\***

	Fiscal Year Ended June 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
<b>Governmental activities</b>								
Invested in capital assets, net of related debt	\$ 37,071,660	\$36,042,826	\$ 31,862,585	\$ 28,288,674	\$ 22,952,895	\$ 19,415,441	\$ 15,073,481	\$ 16,553,927
Restricted	3,777,499	4,423,745	4,756,637	5,995,709	8,618,799	10,457,167	2,271,966	3,300,578
Unrestricted	<u>17,653,947</u>	<u>16,808,514</u>	<u>16,501,257</u>	<u>14,411,635</u>	<u>12,707,246</u>	<u>9,788,885</u>	<u>12,545,890</u>	<u>7,807,388</u>
<b>Total governmental activities net assets</b>	<b>\$ 58,503,106</b>	<b>\$57,275,085</b>	<b>\$ 53,120,479</b>	<b>\$ 48,696,018</b>	<b>\$ 44,278,940</b>	<b>\$ 39,661,493</b>	<b>\$29,891,337</b>	<b>\$ 27,661,893</b>
<b>Business-type activities</b>								
Invested in capital assets, net of related debt	\$ 2,085,051	\$ 2,112,011	\$ 1,633,850	\$ 1,454,638	\$ 1,520,162	\$ 1,585,686	\$ 1,626,812	1,612,165
Unrestricted	<u>724,915</u>	<u>569,978</u>	<u>1,005,008</u>	<u>991,608</u>	<u>723,497</u>	<u>285,305</u>	<u>11,829</u>	<u>(169,191)</u>
<b>Total business-type activities net assets</b>	<b>\$ 2,809,966</b>	<b>\$ 2,681,989</b>	<b>\$ 2,638,858</b>	<b>\$ 2,446,246</b>	<b>\$ 2,243,659</b>	<b>\$ 1,870,991</b>	<b>\$ 1,638,641</b>	<b>\$ 1,442,974</b>
<b>Totals - all activities</b>								
Invested in capital assets, net of related debt	\$ 39,156,711	\$38,154,837	\$ 33,496,435	\$ 29,743,312	\$ 24,473,057	\$ 21,001,127	\$ 16,700,293	\$ 18,166,092
Restricted	3,777,499	4,423,745	4,756,637	5,995,709	8,618,799	10,457,167	2,271,966	3,300,578
Unrestricted	<u>18,378,862</u>	<u>17,378,492</u>	<u>17,506,265</u>	<u>15,403,243</u>	<u>13,430,743</u>	<u>10,074,190</u>	<u>12,557,719</u>	<u>7,638,197</u>
<b>Total net assets</b>	<b>\$ 61,313,072</b>	<b>\$59,957,074</b>	<b>\$ 55,759,337</b>	<b>\$ 51,142,264</b>	<b>\$ 46,522,599</b>	<b>\$ 41,532,484</b>	<b>\$31,529,978</b>	<b>\$ 29,104,867</b>

\* The County implemented the requirements of GASB 34 during the year ended June 30, 2003, which requires the reporting of net assets by component. The above information will be accumulated yearly, until 10 years are reported.

TILLAMOOK COUNTY

Changes in Net Assets  
Last Eight Fiscal Years\*

	Fiscal Year Ended June 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
<b>Expenses</b>								
<b>Governmental activities</b>								
General government	\$ 9,331,403	\$ 11,000,094	\$ 11,151,831	\$ 10,329,572	\$ 10,017,377	\$ 8,482,212	\$ 7,789,199	\$ 8,334,185
Public safety	7,482,483	7,119,266	7,356,213	7,626,060	7,094,277	6,993,692	6,072,669	6,512,903
Highways and streets	4,482,036	2,317,050	3,847,477	3,810,554	4,610,247	4,391,196	3,440,140	3,126,249
Culture and recreation	4,288,657	3,930,672	3,583,838	2,989,953	2,809,252	3,118,685	2,807,429	2,797,993
Health and welfare	5,093,360	4,836,871	4,673,434	5,141,431	5,324,185	6,067,370	6,323,321	5,707,406
Education	3,019,596	3,608,717	4,650,449	4,260,607	4,827,179	3,513,958	3,103,404	2,893,407
Interest on long-term debt	511,485	564,404	614,666	634,634	719,839	805,846	760,816	756,084
<b>Total governmental activities expenses</b>	<b>34,209,020</b>	<b>33,377,074</b>	<b>35,877,908</b>	<b>34,792,811</b>	<b>35,402,356</b>	<b>33,372,959</b>	<b>30,296,978</b>	<b>30,128,227</b>
<b>Business-type activities</b>								
Solid waste	1,563,107	1,699,546	1,837,700	1,748,418	1,379,511	1,277,275	1,132,552	1,074,485
<b>Total expenses</b>	<b>\$ 35,772,127</b>	<b>\$ 35,076,620</b>	<b>\$ 37,715,608</b>	<b>\$ 36,541,229</b>	<b>\$ 36,781,867</b>	<b>\$ 34,650,234</b>	<b>\$ 31,429,530</b>	<b>\$ 31,202,712</b>
<b>Program revenues</b>								
<b>Governmental activities</b>								
<b>Charges for services</b>								
General government	\$ 3,093,560	\$ 2,491,513	\$ 2,846,402	\$ 3,479,240	\$ 3,197,562	\$ 2,932,916	\$ 2,773,203	\$ 2,546,269
Public safety	679,201	713,007	734,387	803,006	890,652	869,356	996,560	894,651
Highways and streets	282,259	437,649	204,262	485,292	804,708	283,674	138,638	147,362
Culture and recreation	1,864,620	1,693,575	1,672,903	1,554,426	1,508,389	1,329,529	1,255,443	1,158,231
Health and welfare	1,799,361	1,827,733	1,850,471	1,651,769	1,954,317	2,052,064	1,952,027	963,946
Education	-	267	-	-	-	-	-	-
Operating grants and contributions	7,693,145	7,796,207	8,445,756	7,956,196	8,108,624	7,243,113	7,773,742	7,436,582
Capital grants and contributions	95,231	1,498,018	1,529,350	489,909	417,834	8,518,424	845,177	935,609
<b>Total governmental activities program revenues</b>	<b>15,507,377</b>	<b>16,457,969</b>	<b>17,283,531</b>	<b>16,419,838</b>	<b>16,882,086</b>	<b>23,229,076</b>	<b>15,734,790</b>	<b>14,082,650</b>
<b>Business-type activities</b>								
Charges for services	1,675,149	1,689,870	1,925,292	1,828,136	1,678,723	1,279,263	1,105,658	1,114,952
Operating grants	-	5,757	5,972	34,093	16,416	-	-	-
<b>Total program revenues</b>	<b>\$ 17,182,526</b>	<b>\$ 18,153,596</b>	<b>\$ 19,214,795</b>	<b>\$ 18,282,067</b>	<b>\$ 18,577,225</b>	<b>\$ 24,508,339</b>	<b>\$ 16,840,448</b>	<b>\$ 15,197,602</b>
<b>Net (expense) / revenue</b>								
<b>Governmental activities</b>								
Governmental activities	\$ (18,701,643)	\$ (16,919,105)	\$ (18,594,377)	\$ (18,372,973)	\$ (18,520,270)	\$ (10,143,883)	\$ (14,562,188)	\$ (16,045,577)
<b>Business-type activities</b>								
Business-type activities	112,042	(3,919)	93,564	113,811	315,628	1,988	(26,894)	40,467
<b>Total net (expense) / revenue</b>	<b>\$ (18,589,601)</b>	<b>\$ (16,923,024)</b>	<b>\$ (18,500,813)</b>	<b>\$ (18,259,162)</b>	<b>\$ (18,204,642)</b>	<b>\$ (10,141,895)</b>	<b>\$ (14,589,082)</b>	<b>\$ (16,005,110)</b>
<b>General revenues and other changes in net assets</b>								
<b>Governmental activities</b>								
Property taxes	\$ 10,083,863	\$ 9,786,714	\$ 9,206,760	\$ 8,278,392	\$ 7,867,969	\$ 7,982,592	\$ 7,096,992	\$ 7,527,695
Other taxes	200,083	197,973	177,285	179,739	167,918	156,096	157,012	153,151
Unrestricted grants and contributions	5,449,169	5,906,234	6,722,787	7,017,641	7,840,581	6,445,884	6,074,788	5,693,656
Timber and land sales	3,304,836	3,596,833	4,072,039	4,517,564	5,639,887	4,644,545	3,237,047	3,077,861
Unrestricted investment earnings	187,697	534,977	977,682	1,057,756	902,182	308,439	126,296	180,227
Assessments	-	-	-	-	-	37,600	-	-
Miscellaneous	704,016	1,022,062	1,127,360	1,243,564	1,134,351	857,047	99,497	607,947
Gain (Loss) on disposition of property	-	28,917	734,925	-	(11,550)	(24,619)	-	-
Transfers	-	-	-	8,102	-	-	-	13,293
Prior period adjustments	-	-	-	487,293	(403,621)	(493,545)	-	-
<b>Total governmental activities</b>	<b>19,929,664</b>	<b>21,073,710</b>	<b>23,018,838</b>	<b>22,790,051</b>	<b>23,137,717</b>	<b>19,914,039</b>	<b>16,791,632</b>	<b>17,253,830</b>
<b>Business-type activities</b>								
Assessments	-	-	-	-	-	15,930	210,021	183,840
Unrestricted investment earnings	14,499	45,084	97,007	85,932	54,826	211,262	10,678	16,166
Miscellaneous	1,436	1,966	2,041	2,844	2,214	3,170	1,862	780
(Loss) on disposition of property	-	-	-	-	-	-	-	(9,067)
Transfers	-	-	-	-	-	-	-	(13,293)
<b>Total business-type activities</b>	<b>15,935</b>	<b>47,050</b>	<b>99,048</b>	<b>88,776</b>	<b>57,040</b>	<b>230,362</b>	<b>222,561</b>	<b>178,426</b>
<b>Total general revenues and other changes in net assets</b>	<b>\$ 19,945,599</b>	<b>\$ 21,120,760</b>	<b>\$ 23,117,886</b>	<b>\$ 22,878,827</b>	<b>\$ 23,194,757</b>	<b>\$ 20,144,401</b>	<b>\$ 17,014,193</b>	<b>\$ 17,432,256</b>
<b>Change in net assets</b>								
<b>Governmental activities</b>								
Governmental activities	\$ 1,228,021	\$ 4,154,605	\$ 4,424,461	\$ 4,417,078	\$ 4,617,447	\$ 9,770,156	\$ 2,229,444	\$ 1,208,253
<b>Business-type activities</b>								
Business-type activities	127,977	43,131	192,612	202,587	372,668	232,350	195,667	218,893
<b>Total change in net assets</b>	<b>\$ 1,355,998</b>	<b>\$ 4,197,736</b>	<b>\$ 4,617,073</b>	<b>\$ 4,619,665</b>	<b>\$ 4,990,115</b>	<b>\$ 10,002,506</b>	<b>\$ 2,425,111</b>	<b>\$ 1,427,146</b>

\* The County implemented the requirements of GASB 34 during the year ended June 30, 2003, which required the reporting of revenues and expenses in the above classifications. The above information will be accumulated yearly until 10 years are reported

**TILLAMOOK COUNTY**

**Governmental Activities Tax Revenues by Source  
Last Eight Fiscal Years\***

Fiscal Year Ended June 30,	Property Taxes	State Fuel Taxes	Other Taxes	Totals
2003	\$ 7,527,695	\$ 1,153,640	\$ 153,151	\$ 8,834,486
2004	7,096,992	1,396,239	157,012	8,650,243
2005	7,982,592	1,430,267	156,096	9,568,955
2006	7,867,969	1,484,109	167,918	9,519,996
2007	8,278,392	1,464,705	179,739	9,922,836
2008	9,206,760	1,477,664	177,285	10,861,709
2009	9,786,714	1,217,874	197,973	11,202,561
2010	10,083,863	1,333,076	200,083	11,617,022

\* The above information is presented on the accrual basis of accounting. For the year ended June 30, 2003, the County implemented the requirements of GASB 34 which required the reporting of the above items on the accrual basis of accounting. The above information will be accumulated yearly until 10 years are presented.

TILLAMOOK COUNTY

Fund Balances of Governmental Funds  
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
General fund										
Unreserved	\$ 8,043,291	\$ 6,882,209	\$ 6,821,346	\$ 7,337,984	\$ 7,812,327	\$ 6,138,135	\$ 5,626,426	\$ 5,318,223	\$ 4,981,773	\$ 4,368,713
All other governmental funds										
Reserved	206,774	235,337	215,949	322,142	470,259	556,992	358,143	392,881	462,708	469,502
Unreserved, reported in:										
Special revenue funds	11,771,220	11,575,922	10,390,356	9,476,705	7,512,996	5,602,952	5,132,411	5,241,612	5,784,748	3,863,331
Capital projects funds	1,759,915	1,886,440	4,116,286	4,174,993	6,922,753	11,667,869	3,761,538	149,358	364,345	393,678
Total all other governmental fund:	13,737,909	13,697,699	14,722,591	13,973,840	14,906,008	17,827,813	9,252,092	5,783,851	6,611,801	4,726,511
Total all governmental funds	\$ 21,781,200	\$ 20,579,908	\$ 21,543,937	\$ 21,311,824	\$ 22,718,335	\$ 23,965,948	\$ 14,878,518	\$ 11,102,074	\$ 11,593,574	\$ 9,095,224

The significant increase in the fund balance of capital project funds in 2005 was the result of the County receiving Oregon Transportation Improvement Act funds to be used for the repair and replacement of bridges. The decrease in 2006 is the result of the use of these funds.

TILLAMOOK COUNTY

Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Revenues</b>										
Property taxes	\$ 9,987,473	\$ 9,639,855	\$ 9,106,933	\$ 8,271,003	\$ 7,930,381	\$ 8,059,139	\$ 7,189,829	\$ 7,641,537	\$ 6,626,688	\$ 6,407,769
Licences, permits and fees	1,303,389	1,171,341	1,494,431	2,075,166	1,946,936	1,558,172	1,438,510	1,280,774	1,079,496	1,159,103
Intergovernmental	13,526,561	16,274,582	17,116,589	16,111,821	16,668,427	22,323,685	15,106,846	14,720,679	14,242,350	10,389,364
Charges for services	4,384,487	4,208,498	4,150,954	4,071,257	4,843,870	4,261,631	3,973,124	2,696,291	3,411,457	3,100,334
Fines and forfeitures	631,219	486,735	569,179	607,473	445,869	459,416	451,661	477,587	465,055	337,717
Timber and land sales	3,190,547	3,537,254	3,996,788	4,306,537	5,471,766	4,483,877	3,084,565	2,940,354	3,122,884	2,176,499
Interest	187,697	534,977	977,682	1,057,756	902,182	308,439	126,296	180,227	288,138	555,612
Assessments	-	-	-	-	-	37,600	-	-	37,325	12,531
Intercounty charges	1,174,756	944,018	906,294	922,130	903,355	1,056,203	998,251	845,570	815,652	722,423
Miscellaneous	985,109	1,444,040	1,163,559	1,304,906	1,381,282	1,180,136	197,529	695,060	638,028	966,379
<b>Total revenues</b>	<b>35,371,238</b>	<b>38,241,300</b>	<b>39,482,409</b>	<b>38,728,049</b>	<b>40,494,068</b>	<b>43,728,298</b>	<b>32,566,611</b>	<b>31,478,079</b>	<b>30,727,073</b>	<b>25,827,731</b>
<b>Expenditures</b>										
General government	8,853,114	10,993,130	11,164,760	9,977,228	8,786,171	8,376,287	7,705,725	7,477,199	7,783,699	7,641,436
Public safety	6,812,616	7,168,431	7,196,260	7,230,929	6,704,170	6,662,805	5,808,071	6,229,987	5,408,506	5,460,881
Highways and streets	3,567,824	3,559,452	3,914,600	3,525,984	4,317,729	4,074,452	3,228,909	2,905,702	2,823,944	2,823,944
Culture and recreation	3,694,391	3,484,882	3,349,109	2,959,789	2,750,275	2,894,294	2,720,726	2,608,819	2,377,388	2,227,708
Health and welfare	4,902,771	4,984,677	4,685,745	5,125,135	5,295,462	5,831,335	6,072,876	5,440,020	4,875,662	4,240,394
Education	3,012,953	3,624,999	4,650,241	4,255,495	4,820,624	3,510,257	3,098,897	2,888,900	2,860,133	2,120,741
Capital outlay	1,406,921	3,648,289	3,873,732	5,152,551	7,181,096	1,297,647	1,901,943	2,165,485	1,601,147	1,719,543
Debt service										
Principal	1,470,520	1,418,966	1,292,489	1,301,064	1,196,623	1,184,860	1,227,674	1,626,662	907,743	869,517
Interest	480,636	532,455	580,997	634,573	689,531	813,994	652,918	640,043	826,931	863,466
<b>Total expenditures</b>	<b>34,201,746</b>	<b>39,415,281</b>	<b>40,707,933</b>	<b>40,162,748</b>	<b>41,741,681</b>	<b>34,645,931</b>	<b>32,417,739</b>	<b>31,982,817</b>	<b>29,465,153</b>	<b>27,967,630</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>1,169,492</b>	<b>(1,173,981)</b>	<b>(1,225,524)</b>	<b>(1,434,699)</b>	<b>(1,247,613)</b>	<b>9,082,367</b>	<b>148,872</b>	<b>(504,738)</b>	<b>1,261,920</b>	<b>(2,139,899)</b>
<b>Other financing sources (uses)</b>										
Transfers in	658,665	600,626	880,100	1,885,220	1,424,161	1,061,538	430,975	241,793	290,673	319,000
Transfers (out)	(658,665)	(600,626)	(880,100)	(1,877,118)	(1,424,161)	(1,061,538)	(430,975)	(228,500)	(290,673)	(319,000)
Issuance of debt	31,800	168,200	700,000	20,086	-	-	3,627,572	-	-	-
Refunding bonds issued	-	-	-	-	-	-	-	-	6,580,000	-
Payments to refund bond escrow agent	-	-	-	-	-	-	-	-	(6,450,047)	-
Proceeds from sale of capital assets	-	41,751	757,637	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>31,800</b>	<b>209,951</b>	<b>1,457,637</b>	<b>28,188</b>	<b>-</b>	<b>-</b>	<b>3,627,572</b>	<b>13,293</b>	<b>129,953</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 1,201,292</b>	<b>\$ (964,030)</b>	<b>\$ 232,113</b>	<b>\$ (1,406,511)</b>	<b>\$ (1,247,613)</b>	<b>\$ 9,082,367</b>	<b>\$ 3,776,444</b>	<b>\$ (491,445)</b>	<b>\$ 1,391,873</b>	<b>\$ (2,139,899)</b>
<b>Debt service as a percentage of non-capital expenditures</b>	<b>5.89%</b>	<b>5.54%</b>	<b>5.09%</b>	<b>5.53%</b>	<b>5.46%</b>	<b>5.99%</b>	<b>6.16%</b>	<b>7.60%</b>	<b>6.23%</b>	<b>6.60%</b>

**TILLAMOOK COUNTY**

**Assessed Value and Estimated Actual Value of Taxable Property  
For the Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Real Property		Personal Property	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate Per \$1,000	Estimated True Cash Value	Total Taxable Assessed Value as a Percent of Estimated True Cash Value
	Residential	Commercial						
2001	\$ 2,606,854,432	\$ 161,667,623	\$ 50,485,749	\$ 454,397,582	\$ 2,364,610,222	\$ 2.69240	\$ 3,009,358,490	78.58%
2002	n/a	n/a	n/a	n/a	2,504,055,848	2.62760	3,137,406,189	79.81%
2003	2,622,972,703	191,793,587	48,217,134	249,537,942	2,613,445,482	2.81960	3,212,407,213	81.35%
2004	2,746,188,927	184,816,314	45,667,931	264,608,553	2,712,064,619	2.56770	3,315,641,286	81.80%
2005	2,863,731,929	194,607,847	43,546,749	252,462,220	2,849,424,305	2.76816	3,582,116,191	79.55%
2006	3,019,269,563	205,177,567	47,507,858	262,940,467	3,009,014,521	2.60088	3,573,714,064	84.20%
2007	3,199,178,598	210,113,615	37,436,764	251,192,873	3,195,536,104	2.45830	5,278,805,832	60.54%
2008	3,385,980,549	223,595,793	37,844,699	241,726,113	3,405,694,928	2.66218	6,656,583,154	51.16%
2009	3,551,626,421	236,873,215	38,814,289	224,342,768	3,602,971,157	2.67210	6,993,018,810	51.52%
2010	3,530,324,543	224,635,617	36,955,960	23,991,465	3,767,924,655	2.63515	6,566,645,351	57.38%

(1) A property tax limitation measure became effective in fiscal 1998. The measure limited taxes on each property to 90 percent of its 1995-96 value. The measure also limits future growth of taxable value to 3 percent per year with certain exceptions as well as establishing permanent tax rates for Oregon's local taxing districts, which replace the former tax base amounts of the districts. The financial impact of the measure to the County was approximately \$2,363,000 during 1997-98.

Source: Tillamook County Department of Assessment and Taxation

n/a - The detail of this information is not currently available from the Department of Assessment and Taxation.

**TILLAMOOK COUNTY**

**PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$1,000 OF ASSESSED VALUATION  
For the Last Ten Fiscal Years**

<b>Fiscal Year Ended June 30,</b>	<b>Tillamook County</b>			<b>Overlapping Rates</b>			<b>Total Direct and Overlapping Tax Rates</b>
	<b>Operating</b>	<b>Debt Service</b>	<b>Total</b>	<b>Cities</b>	<b>Schools</b>	<b>Other Districts</b>	
2001	2.0187	0.6737	2.6924	0.5464	5.2108	1.7979	10.2475
2002	2.0031	0.6245	2.6276	0.5456	5.2135	1.8607	10.2474
2003	2.2704	0.5492	2.8196	0.5297	5.5380	1.8154	10.7027
2004	2.0202	0.5475	2.5677	0.5753	5.5147	1.8542	10.5119
2005	2.0324	0.7358	2.7682	0.5806	5.4477	1.5179	10.3144
2006	2.0344	0.5665	2.6009	0.5626	5.9489	1.5477	10.6601
2007	2.0361	0.5184	2.5545	0.5372	5.8591	1.5901	10.5409
2008	2.0361	0.6120	2.6481	0.5336	5.9876	1.7710	10.9403
2009	2.1444	0.5578	2.7021	0.4891	5.9704	1.6992	10.8608
2010	2.2698	0.5174	2.7872	0.4818	6.0263	2.0485	11.3438

Source: Tillamook County Department of Assessment and Taxation

Overlapping rates are those of other governments that apply to property owners within Tillamook County. Not all overlapping rates apply to all property owners within the County as rates for cities, schools and other districts apply only to the proportion of the County's property owners whose property is located within the geographic boundaries of those governments.

TILLAMOOK COUNTY

PRINCIPAL TAXPAYERS

June 30, 2010 and 2001

Taxpayer	2009-2010 Assessed Valuation	Rank	Percentage of Total Assessed Value	2000-2001 Assessed Valuation	Rank	Percentage of Total Assessed Value
Private Enterprises:						
Tillamook County Creamery Association	\$ 50,289,118	2	1.335 %	\$ 24,350,893	3	1.030 %
Stimson Lumber	33,809,166	3	0.897	n/a	n/a	n/a
Simpson Timber Company	n/a	n/a	n/a	26,275,271	2	1.111
Willamette Industries	n/a	n/a	n/a	12,253,278	5	0.518
Hampton Lumber	21,886,723	4	0.581	n/a	n/a	n/a
Port of Tillamook Bay	16,348,430	6	0.434	7,655,249	8	0.324
Texas Commerce Bank National Association	13,036,050	7	0.346	n/a	n/a	n/a
Willamina Lumber	n/a	n/a	n/a	9,813,858	6	0.415
Farm Credit Leasing Services	n/a	n/a	n/a	8,208,700	7	0.347
Nestucca Ridge Development Inc.	9,674,310	8	0.257	n/a	n/a	n/a
Tillamook Country Smoker Inc.	9,308,150	9	0.247	n/a	n/a	n/a
Port of Garibaldi	n/a	n/a	n/a	7,410,395	9	0.313
Subtotal	<u>154,351,947</u>		<u>4.096</u>	<u>95,967,644</u>		<u>4.058</u>
Public Utilities:						
Tillamook Public Utility District	65,481,070	1	1.738	35,238,809	1	1.490
United Telephone Co. of NW	18,581,200	5	0.493	14,041,512	4	0.594
Nehalem Telecommunications Inc.	8,838,400	10	0.235	n/a	n/a	n/a
WCI Cable, Inc.	n/a	n/a	n/a	6,893,110	10	0.292
Subtotal	<u>92,900,670</u>		<u>2.466</u>	<u>56,173,431</u>		<u>2.376</u>
All other	<u>3,520,672,038</u>		<u>93.438</u>	<u>2,212,469,147</u>		<u>93.566</u>
Total	<u>\$3,767,924,655</u>		<u>100.000 %</u>	<u>\$2,364,610,222</u>		<u>100.000 %</u>

Source: Tillamook County Assessor's Department

n/a - not applicable



**TILLAMOOK COUNTY**

**PROPERTY TAX LEVIES AND COLLECTIONS  
For the Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Certified Taxes Levies				Collected Within the		Collections in Subsequent Years	Total Collections to Date	
	General	Special/ Local Option Levies (2)	Debt Service	Totals	Fiscal Year of the Levy			Amount	Percentage of Levy
					Amount	Percent of Levy			
2001	\$ 3,496,471	\$ 1,276,890	\$ 1,593,177	\$ 6,366,538	\$ 5,815,825	91.3	\$ 550,279	\$ 6,366,104	99.99
2002	3,664,311	1,351,638	1,563,786	6,579,735	6,028,513	91.6	549,921	6,578,434	99.98
2003	3,869,637	2,063,801	1,435,305	7,368,743	6,815,892	92.5	550,248	7,366,140	99.96
2004	4,014,898	1,464,006	1,484,855	6,963,759	6,462,531	92.8	500,023	6,962,554	99.98
2005	4,252,989	1,538,072	2,096,604	7,887,665	6,777,166	85.9	1,106,603	7,883,769	99.95
2006	4,497,252	1,624,238	1,704,606	7,826,096	6,819,481	87.1	1,003,197	7,822,678	99.96
2007	4,781,050	1,725,278	1,656,568	8,162,896	7,908,010	96.9	221,389	8,129,399	99.59
2008	5,089,615	2,213,408	1,715,611	9,018,634	8,667,941	96.1	238,675	8,906,616	98.76
2009	5,375,313	2,449,708	1,910,687	9,735,708	9,280,397	95.3	221,909	9,502,306	97.60
2010	5,616,132	2,561,980	1,864,135	10,042,248	9,545,435	95.1	-	9,545,435	95.05

Source: Tillamook County Assessment and Taxation Department

NOTE: This schedule does not include the Tillamook County 4-H and Extension Service District

**TILLAMOOK COUNTY**

**RATIO OF OUTSTANDING DEBT BY TYPE  
For the Last Ten Years**

<b>Fiscal Year Ended June 30,</b>	<b>Governmental Activities</b>				<b>Percentage of Personal Income</b>	<b>Debt Per Capita</b>
	<b>General Obligation Bonds</b>	<b>Loans and Notes</b>	<b>Capital Leases</b>	<b>Total</b>		
2001	\$ 15,025,000	\$2,114,573	\$ 37,367	\$ 17,176,940	3.03%	\$ 707.98
2002	14,835,000	2,019,515	-	16,854,515	2.73%	685.14
2003	13,890,000	1,337,853	-	15,227,853	2.45%	618.69
2004	16,695,000	985,086	-	17,680,086	2.62%	709.42
2005	15,615,000	880,226	-	16,495,226	2.32%	661.13
2006	14,485,000	813,613	-	15,298,613	2.08%	606.97
2007	13,300,000	699,644	17,981	14,017,625	1.75%	552.31
2008	12,065,000	1,345,759	14,377	13,425,136	1.65%	536.19
2009	10,780,000	1,220,655	10,515	12,011,170	n/a	481.85
2010	9,445,000	1,284,274	6,376	10,735,650	n/a	431.34

Sources: Department of Human Resources, State of Oregon, Tillamook County Assessor's Office and Comprehensive Annual Financial Reports.

Percentage of Personal Income and Per Capita information derived from demographic information presented on page 121.

The County has not had any debt associated with business-type activities in the last 10 years.

n/a - Personal income information not available

**TILLAMOOK COUNTY**

**Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years**

(Amounts expressed in thousands, except for per capita amount)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Totals	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2001	\$ 15,025,000	\$ 487,208	\$ 14,537,792	0.615%	\$ 599
2002	14,835,000	462,708	14,372,292	0.574%	584
2003	13,890,000	392,881	13,497,119	0.516%	548
2004	16,695,000	358,143	16,336,857	0.602%	656
2005	15,615,000	551,929	15,063,071	0.529%	604
2006	14,485,000	470,259	14,014,741	0.466%	556
2007	13,300,000	322,142	12,977,858	0.406%	511
2008	12,065,000	215,949	11,849,051	0.348%	473
2009	10,780,000	235,337	10,544,663	0.293%	423
2010	9,445,000	206,774	9,238,226	0.245%	371

Per Capita information is derived from demographic statistics presented on page 121.

**TILLAMOOK COUNTY**

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**

**June 30, 2010**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percent Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Cannon Beach RFPD	\$ 545,000	1.1089	\$ 6,044
North Lincoln Fire and Rescue District #1	6,330,000	1.1350	71,846
Tillamook Fire District	200,000	100.0000	200,000
North County Recreation District	-	100.0000	-
City of Bay City	526,384	100.0000	526,384
City of Garibaldi	528,384	100.0000	528,384
City of Rockaway Beach	1,155,369	100.0000	1,155,369
City of Wheeler	1,075,937	100.0000	1,075,937
Tillamook Co. School District No. 9	9,750,000	100.0000	9,750,000
Tillamook Co. School District No. 56	14,475,000	100.0000	14,475,000
Tillamook Co. School District No. 101	10,610,000	100.0000	10,610,000
Tillamook Bay Community College	9,220,000	100.0000	9,220,000
Yamhill Co. School District No. 30J	2,630,000	0.8188	21,534
Willamette Education Service District	2,230,000	0.0087	194
			<hr/>
Total overlapping debt			47,640,692
Tillamook County direct debt	9,445,000	100.0000	<hr/> 9,445,000
Total			<hr/> <hr/> <b>\$ 57,085,692</b>

Source: Oregon State Treasury, Debt Management Division

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those governments that is borne by the residents and businesses of Tillamook County. This process recognizes that, when considering the government'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.

**TILLAMOOK COUNTY**

**Legal Debt Margin Information  
Last Ten Fiscal Years**

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 60,187,170	\$ 62,748,124	\$ 64,248,144	\$ 66,312,826	\$ 71,642,324	\$ 71,474,281	\$ 105,576,117	\$ 133,131,663	\$ 139,860,376	\$ 131,332,907
Total net debit applicable to limit	<u>15,025,000</u>	<u>14,835,000</u>	<u>13,890,000</u>	<u>16,695,000</u>	<u>15,615,000</u>	<u>14,485,000</u>	<u>13,300,000</u>	<u>12,065,000</u>	<u>10,780,000</u>	<u>9,445,000</u>
Legal debt margin	<u>\$ 45,162,170</u>	<u>\$ 47,913,124</u>	<u>\$ 50,358,144</u>	<u>\$ 49,617,826</u>	<u>\$ 56,027,324</u>	<u>\$ 56,989,281</u>	<u>\$ 92,276,117</u>	<u>\$ 121,066,663</u>	<u>\$ 129,080,376</u>	<u>\$ 121,887,907</u>

Total net debt applicable to the limit  
as a percentage of debt limit

\$ 6,566,645,351

\$ 131,332,907

Under Oregon law, the County's outstanding general obligation debt may not exceed 2 percent of the total true cash value of property assessed for taxation.

**TILLAMOOK COUNTY**

**DEMOGRAPHIC AND ECONOMIC STATISTICS  
Last Ten Fiscal Years**

Fiscal Year	Population	Personal Income (amounts expressed in thousands)	Per Capita Personal Income	Public School Enrollment	Unemployment Rate
2001	24,262	566,736	23,359	3,766	6.1%
2002	24,600	617,583	25,105	3,739	6.6%
2003	24,613	620,494	25,210	3,654	7.3%
2004	24,922	675,112	27,089	3,478	7.1%
2005	24,950	709,803	28,449	3,444	6.3%
2006	25,205	734,171	29,128	3,422	5.1%
2007	25,380	802,643	31,625	3,437	4.8%
2008	25,038	815,087	32,554	3,332	4.3%
2009	24,927	n/a	n/a	3,301	9.2%
2010	24,889	n/a	n/a	3,278	8.6%

n/a - Information is not currently available

Source: Population, Personal Income and Per Capita Personal Income estimates are from the U.S. Census Bureau. Public School Enrollment is from the Oregon Department of Education.

TILLAMOOK COUNTY

Principal Employers  
Current Year and Nine Years Ago

Employer	2010			2001		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Tillamook County Creamery Association	500	1	4.06%	400	1	3.62%
Tillamook County General Hospital	345	2	2.80%	260	2	2.36%
Tillamook School District #9	298	3	2.42%	n/a	n/a	n/a
Tillamook Country Smoker	250	4	2.03%	200	4	1.81%
Tillamook County	234	5	1.90%	250	3	2.26%
Tillamook Lumber	215	6	1.74%	152	5	1.38%
Fred Meyer	200	7	1.62%	102	6	0.92%
Nestucca Ridge Development	150	8	1.22%	n/a	n/a	n/a
Neah-Kah-Nie School District	135	9	1.10%	n/a	n/a	n/a
Fallon Logging	130	10	1.06%	n/a	n/a	n/a
Total number of individuals employed	12,322			11,039		

Source: Tillamook County Almanac

n/a - information is not available

**TILLAMOOK COUNTY**

**Full-time Equivalent County Government Employees by Function  
Last Ten Fiscal Years**

<u>Function</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General government	66.50	61.50	63.00	62.50	63.00	72.50	68.40	73.00	70.00	63.25
Public safety	81.00	81.00	80.80	84.30	93.00	85.50	89.55	84.00	85.00	75.50
Highways and streets	35.00	35.00	35.00	35.00	35.00	30.00	30.50	30.50	26.00	27.50
Culture and recreation	26.33	23.31	26.31	25.25	27.00	25.00	25.56	25.50	29.00	29.08
Health and welfare	58.50	59.90	57.80	50.00	50.00	32.75	36.40	38.80	40.00	37.90
Solid waste	0.50	0.50	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	<u>267.83</u>	<u>261.21</u>	<u>263.91</u>	<u>258.05</u>	<u>269.00</u>	<u>246.75</u>	<u>251.41</u>	<u>252.80</u>	<u>251.00</u>	<u>234.23</u>

Source: Tillamook County Human Resources



TILLAMOOK COUNTY

Operating Indicators by Function  
Last Ten Fiscal Years

Function	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Public safety										
Arrests	1,100	1,576	1,282	529	765	1,015	1,606	1,547	1,765	1,219
Highways and streets										
Resurfacing (miles)	7.1	3.9	4.8	4.7	*18.2	*12.33	4.0	8.9	2.6	10.1
Culture and recreation										
Library books checked out	315,162	335,728	221,610	344,290	321,610	312,592	323,053	327,328	379,740	390,669
County fair attendance	62,547	63,485	64,881	66,308	69,679	71,180	73,193	71,198	73,333	74,202
Health and welfare										
Health department encounters	15,642	15,796	16,560	17,770	18,487	20,991	19,742	20,646	18,356	17,729
Solid waste										
Refuse collected (tons)	17,807	18,324	18,405	19,538	17,000	23,567	24,201	26,092	21,655	21,338

\* Includes miles paved by federal and state agencies  
 Indicators are not available for the general government function  
 Source: Various County departments and State of Oregon

# TILLAMOOK COUNTY

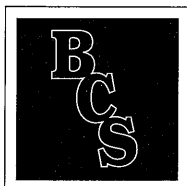
## Capital Asset Statistics by Function Last Ten Fiscal Years

Function	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Public safety</b>										
Justice centers	1	1	1	1	1	1	1	1	1	1
Patrol units	16	18	18	18	20	20	20	32	32	28
Inmate beds	97	97	120	120	120	120	120	120	120	120
<b>Highways and streets</b>										
Miles of paved roads	281	281	281	281	281	281	281	281	283	286
Miles of gravel roads	97	97	97	97	97	97	97	97	97	100
Bridges	96	96	96	96	96	96	96	96	96	96
<b>Culture and recreation</b>										
Parks acreage	2,760	2,760	2,760	2,760	2,760	2,760	2,760	2,760	2,760	2,765
Library branches	6	6	6	6	6	6	6	6	6	6
Library book titles	120,284	120,524	138,300	129,292	129,292	113,650	142,550	155,053	120,492	131,000
Museums	1	1	1	1	1	1	1	1	1	1
Fairground acreage	65	65	65	65	65	65	65	63	63	63
<b>Health and welfare</b>										
Clinics	2	2	2	3	3	3	3	3	3	3
<b>Solid waste</b>										
Transfer stations	3	3	3	3	3	3	3	3	3	3

Source: Various County departments

No capital asset indicators are available for the general government function

**INDEPENDENT AUDITOR'S REPORT REQUIRED BY  
THE MINIMUM STANDARDS FOR AUDITS OF  
OREGON MUNICIPAL CORPORATIONS**



# BOLDT, CARLISLE & SMITH LLC

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERSHIP ■ ASSURANCE ■ INNOVATION

## INDEPENDENT AUDITOR'S REPORT REQUIRED BY THE MINIMUM STANDARDS FOR AUDITS OF OREGON MUNICIPAL CORPORATIONS

Board of Commissioners  
TILLAMOOK COUNTY  
Tillamook, Oregon

We have audited the basic financial statements of the **TILLAMOOK COUNTY** as of and for the year ended June 30, 2010, and have issued our report thereon dated November 29, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### Compliance

As part of obtaining reasonable assurance about whether the **TILLAMOOK COUNTY's** financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-240 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, our audit was not directed primarily toward obtaining knowledge of such noncompliance. As such, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

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

In connection with our testing nothing came to our attention that caused us to believe the **TILLAMOOK COUNTY** was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-240 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

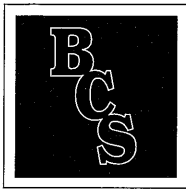
**Internal Control OAR 162-10-0230**

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

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

**Boldt, Carlisle & Smith, LLC**  
Certified Public Accountants  
Salem, Oregon  
November 29, 2010

**GRANT COMPLIANCE – SINGLE AUDIT**



# BOLDT, CARLISLE & SMITH LLC

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERSHIP ■ ASSURANCE ■ INNOVATION

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

Board of County Commissioners  
**TILLAMOOK COUNTY**  
Tillamook, Oregon

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of **TILLAMOOK COUNTY** as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements and have issued our report thereon dated November 29, 2010. 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.

### *Internal Control Over Financial Reporting*

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

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

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

Board of County Commissioners  
**TILLAMOOK COUNTY**  
Tillamook, Oregon

**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* (Continued)**

***Compliance and Other Matters***

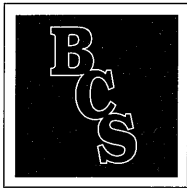
As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect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

This report is intended solely for the information and use of management, the Board of County Commissioners, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

***Boldt, Carlisle & Smith, LLC***

Salem, Oregon  
November 29, 2010





**BOLDT, CARLISLE & SMITH LLC**

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERSHIP ■ ASSURANCE ■ INNOVATION

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of County Commissioners  
**TILLAMOOK COUNTY**  
Tillamook, Oregon

**Compliance**

We have audited the County'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 County's major federal programs for the year ended June 30, 2010. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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 the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, **TILLAMOOK COUNTY** complied, in all material respects, with the 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, 2010.

Board of County Commissioners  
**TILLAMOOK COUNTY**  
Tillamook, Oregon

**REPORT ON COMPLIANCE WITH REQUIREMENTS TO EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133 (Continued)**

**Internal Control Over Compliance**

Management of **TILLAMOOK COUNTY** is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 the County's internal control over compliance.

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

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Board of County Commissioners, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

***Boldt, Carlisle & Smith, LLC***

Salem, Oregon  
November 29, 2010

**TILLAMOOK COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2010**

**Section I Summary of Auditors' Results**

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***Financial Statements***

Type of auditor's report issued: *Unqualified*

Internal controls over financial reporting:

Material weakness(es) identified? No

Significant deficiencies identified that are not considered to be material weakness(es)? None reported

Noncompliance material to financial statements noted? No

***Federal awards***

Internal control over major programs:

Material weakness(es) identified? No

Significant deficiencies identified that are not considered to be material weakness(es)? None reported

Type of auditor's report issued on compliance for major programs: *Unqualified*

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? No

Identification of major programs:

<u>CFDA</u>	<u>Name of Federal Program or Cluster</u>
<u>Number(s)</u>	
10.666	Schools and Roads - Grants to Counties
16.810	Recovery Act - Assistance to Rural Law Enforcement to Combat Crime and Drugs Competitive Grant Program
93.703	ARRA - Health Center Integrated Services Development Initiative
97.012	Boating Safety Financial Assistance

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

Auditee qualified as a low-risk auditee: Yes

**Section II - Financial Statement Findings**

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None

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

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None

TILLAMOOK COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2010

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<i>Department of Agriculture</i>			
<b>Food and Nutrition Service</b>			
Passed through Oregon State Health Division Special Supplemental Nutrition Program for Women, Infants and Children	10.557		\$ 120,713
<b>Forest Service</b>			
Passed through Oregon Department of Administrative Services Schools and Roads - Grants to Counties	10.666		<u>2,069,598</u>
Total Department of Agriculture			<u>2,190,311</u>
<i>Department of Commerce</i>			
<b>National Oceanic and Atmospheric Administration</b>			
Passed through Oregon Department of Land Conservation and Development Coastal Zone Management Administration Awards	11.419	CZM-10-031	<u>28,000</u>
<i>Department of Housing and Urban Development</i>			
<b>Office of Community Planning and Development</b>			
Passed through Oregon Economic and Community Development Department Community Development Block Grant	14.228	CR0903	<u>34,939</u> <u>5,000</u>
Total Department of Housing and Urban Development			<u>39,939</u>
<i>Department of the Interior</i>			
<b>Bureau of Land Management</b>			
Distribution of Receipts to State and Local Governments	15.227		447,607
Payment in Lieu of Tax	15.226		<u>43,219</u>
Total Department of the Interior			<u>490,826</u>
<i>Department of Justice</i>			
<b>Office of Juvenile Justice and Delinquency Prevention</b>			
Passed through Oregon Commission on Children and Families Juvenile Accountability Incentive Block Grant	16.523		7,500
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540		<u>5,701</u>

Continued on pages 134 and 135

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<i>Department of Justice (continued)</i>			
<b>Bureau of Justice Assistance</b>			
Passed through Oregon State Criminal Justice Services Division			
Byrne Formula Grant Program	16.579	07-019	\$ 120,583
State Criminal Alien Assistance Program	16.606		19,244
Recovery Act – Assistance to Rural Law Enforcement to Combat Crime and Drugs Competitive Grant Program	16.810	2009-SD-B9-0164 2009-SD-B9-0029 2009-SD-B9-1859	250,174 449,176 9,525
<b>Office of Victims of Crime</b>			
Passed through Oregon State Criminal Justice Division			
Crime Victims Assistance	16.575	VOCA 08-3208 VOCA 09-3463	6,469 <u>18,175</u>
Total Department of Justice			<u>886,547</u>
<i>Department of Transportation</i>			
<b>Federal Highway Administration</b>			
Passed through Oregon Department of Transportation			
Highway Planning and Construction	20.205	25042	192,227
<b>National Highway Traffic Safety Administration</b>			
Passed through Oregon State Sheriff's Association			
Occupant Protection	20.602		4,618
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.605		<u>2,089</u>
Total Department of Transportation			<u>198,934</u>
<i>Environmental Protection Agency</i>			
<b>Office of Water</b>			
Passed through Oregon Department of Human Services			
State Public Water System Supervision	66.432		12,288
Capitalization Grants for Drinking Water State Revolving Funds	66.468		<u>7,382</u>
Total Environmental Protection Agency			<u>19,670</u>
<i>Department of Homeland Security</i>			
Passed through State Marine Board			
Boating Safety Financial Assistance	97.012		227,059
Passed through Oregon State Police Office of Emergency Management			
Emergency Management Performance Grants	97.042	09 EMPG 08 EMPG	51,524 <u>2,750</u>
Total Department of Homeland Security			<u>281,333</u>

Continued on page 135

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<i>Department of Health and Human Services</i>			
<b>Office of Population Affairs</b>			
Passed through Oregon Department of Human Services			
Service Division			
Family Planning - Services	93.217		\$ 33,045
<b>Administration for Children and Families</b>			
Passed through Oregon Commission on Children and Families			
Promoting Safe and Stable Families	93.556		6,932
Foster Care - Title IV-E	93.658		3,732
Social Services Block Grant	93.667		935
Passed through Oregon State Adult and Family Services Division			
Child Support Enforcement	93.563		84,778
Passed through Oregon Department of Human Services			
Social Services Block Grant	93.667		3,023
<b>Centers for Medicare and Medicaid Services</b>			
Passed through Oregon Commission on Children and Families			
Medical Assistance Program	93.778		17,913
<b>Centers for Disease Control and Prevention -</b>			
Passed through Oregon Department of Human Services			
Service Division			
Public Health Emergency Preparedness	93.069		149,739
Immunization Grants	93.268		1,200
Centers for Disease Control and Prevention -			
Investigations and Technical Assistance	93.283		11,018
ARRA - Immunization	93.712		5,352
Preventive Health and Health Services Block Grant	93.991		3,500
<b>Health Resources and Services Administration</b>			
Community Health Centers	93.224		1,347,755
ARRA - Health Center Integrated Services Development Initiative	93.703	C81CS14164 H8CS12565	14,000 177,524
Passed through Oregon Department of Human Services			
Service Division			
HIV Care Formula Grants	93.917		36,585
<b>Substance Abuse and Mental Health Services Administration</b>			
Passed through Oregon Department of Human Services			
Service Division			
Block Grants for Community Mental Health Services	93.958		27,544
Block Grants for Prevention and Treatment of Substance Abuse	93.959		107,437
Total Department of Health and Human Services			<u>2,032,012</u>
Total Expenditures of Federal Awards			<u>\$ 6,167,572</u>

**TILLAMOOK COUNTY**

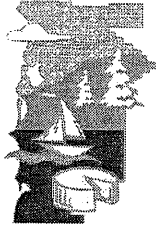
**NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**June 30, 2010**

***1. Basis of Presentation***

The accompanying schedule of expenditures of federal awards is a summary of the County's federal award programs presented on the modified accrual basis of accounting in accordance with generally accepted accounting principles.

# Tillamook County



*Land of Cheese, Trees and Ocean Breeze*