

JEFFERSON COUNTY, OREGON

2011-2012 FINANCIAL REPORT

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JEFFERSON COUNTY, OREGON

2011-2012 FINANCIAL REPORT

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PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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December 20, 2012

To the Board of County Commissioners
Jefferson County, Oregon
Madras, Oregon

INDEPENDENT AUDITORS' REPORT

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 the Jefferson County, Oregon, as of and for the year ended June 30, 2012, which collectively comprise the basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of management. Our responsibility is to express opinions on these financial statements based on our audit. The prior year summarized comparative information has been derived from the County's 2011 financial statements and, in our report dated December 07, 2011, we expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information.

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 basic financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Jefferson County, Oregon, at June 30, 2012 and the respective changes in financial position and cash flows where applicable, 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 reports dated December 20, 2012, on our consideration of the internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts, grants, and other matters. The purpose of the reports is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and do not provide an opinion on the internal control over financial reporting or on compliance. Those reports are an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

December 20, 2012
To the Board of County Commissioners
Jefferson County, Oregon

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Management's Discussion and Analysis, as listed in the table of contents, in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the Management's Discussion and Analysis, as listed in the table of contents, because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The budgetary comparison schedules presented as Required Supplemental Information, as listed in the table of contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and in our opinion are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents, and the Schedule of Expenditures of Federal Awards, as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, is fairly stated in all material respects in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The listing of board members containing their term expiration dates, located before the table of contents, and the other information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financials statements, and accordingly, we do not express an opinion or provide any assurance on it.

Pauly, Rogers and Co. P.C.
PAULY, ROGERS AND CO., P.C.

JEFFERSON COUNTY, OREGON
BASIC FINANCIAL STATEMENTS

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JEFFERSON COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2012

Introduction

This Management's Discussion and Analysis (MD&A) is a narrative overview and analysis of Jefferson County's financial statements for the fiscal year that ended on June 30, 2012. The information contained in the MD&A is designed to complement the financial statements produced by the annual independent audit that Jefferson County undergoes. We encourage readers to consider the information here in conjunction with the accompanying basic financial statements.

Summary

The County's policy is for the County operations to be sustainable; to have current year revenue pay for the current year's operations. Sustainability is especially essential in the general fund, where historically we have spent down cash reserves for general county operations.

Discussion of the Basic Financial Statement

- ❖ The assets of Jefferson County exceed its liabilities at the close of fiscal year 2012 (June 30, 2012) by \$24,299,590. Of this amount, \$5,657,153 (unrestricted net assets) may be used to meet Jefferson County's on-going obligations to citizens and creditors. (Page 13 Statement of Net Assets).
- ❖ As of the close of fiscal year 2012, Jefferson County reports a combined ending fund balance of \$14,664,184 for the governmental funds. The combined total is up \$765,553 from the prior year. Of the combined total, \$4,011,325 is General Fund. Of that amount \$388,527 is restricted to spending at the government's discretion. (Page 15, Balance Sheet, Governmental funds).
 - Part of the \$4,011,325 General Fund Balance is necessary to provide cash flow for operational expenses for the first four (4) months of each fiscal year before property tax revenue comes in, offset unexpected major expenses and even-out year-to-year fluctuations in property tax revenue.
- ❖ At the end of fiscal year 2012, the fund balance for the general fund was \$4,011,325 or 71% of total general fund expenditures. Fiscal year 2011, general fund unreserved fund balance was 70% of total general fund expenditures due to the unsustainable pattern of using the fund balance (reserves) to make up the difference between the low growth in tax collections and the rapid growth of expenditures such as health care and retirement benefits.
- ❖ Jefferson County's total liabilities decreased by \$724,200 during fiscal year 2012. (See page 13, Statement of Net Assets).

JEFFERSON COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2012

Condensed Comparative Data

Jefferson County's Net Assets

	Governmental Activities		Business-type activities		Total	
	2012	2011	2012	2011	2012	2011
Current & other assets	19,375,120	17,195,782	603,849	624,240	19,978,969	17,820,022
Capital assets, net depr	14,039,249	14,606,046	398,773	421,072	14,438,022	15,027,118
Total assets	33,414,369	31,801,828	1,002,622	1,045,312	34,416,991	32,847,140
Current Liabilities	1,156,381	979,781	14,988	10,330	1,171,369	990,111
Long-term liabilities	3,362,864	4,543,137	5,583,168	5,308,353	8,946,032	9,851,490
Total liabilities	4,519,245	5,522,918	5,598,156	5,318,683	10,117,401	10,841,601
Net Assets:						
Invested in capital assets, net of related debt	10,676,385	10,062,909	398,773	421,072	11,075,158	10,483,981
Restricted	7,567,279	7,140,119	-	-	7,567,279	7,140,119
Unrestricted	10,651,460	9,075,882	(4,994,307)	(4,694,443)	5,657,153	4,381,439
Total Net Assets	28,895,124	26,278,910	(4,595,534)	(4,273,371)	24,299,590	22,005,539

JEFFERSON COUNTY, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2012

Jefferson County's Changes in Net Assets

Jefferson County's Changes in Net Assets

	Governmental Activities		Business -type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues:						
Program revenues						
Charges for services	2,278,148	2,360,154	576,626	749,478	2,854,774	3,109,632
Operating grants/contributions	7,474,095	7,549,452			7,474,095	7,549,452
General revenues						
Property taxes	7,418,637	7,614,782			7,418,637	7,614,782
Other taxes	401,294	336,337			401,294	336,337
Other income	2,324,298	670,006			2,324,298	670,006
Investment earnings	159,061	182,534	5,430	6,748	164,491	189,282
Gain (loss) on disposal		(779)			0	(779)
Transfers	8,095		(8,095)		0	0
Total Revenue	20,063,628	18,712,486	573,961	756,226	20,637,589	19,468,712
Expenses						
General government	3,395,889	3,484,730			3,395,889	3,484,730
Public safety and justice	6,449,997	5,999,945			6,449,997	5,999,945
Highways and streets	2,711,813	2,556,817			2,711,813	2,556,817
Economic development	186,513	349,294			186,513	349,294
Education	168,588	177,513			168,588	177,513
Health and welfare	4,453,465	4,112,580			4,453,465	4,112,580
Culture and recreation	574,481	514,557			574,481	514,557
Interest on long term debt	312,577	173,757			312,577	173,757
Community development			549,140	541,046	549,140	541,046
RV Park			16,670	38,893	16,670	38,893
Landfill			330,314	82,417	330,314	82,417
Total Expenses	18,253,323	17,369,193	896,124	662,356	19,149,447	18,031,549
Change in Net Assets	1,810,305	1,343,293	(322,163)	93,870	1,488,142	1,437,163
Beginning net Assets	26,278,910	24,935,617	(4,273,371)	(4,367,241)	22,005,539	20,568,376
Prior Period Adjustment	805,909	808,408			805,909	805,408
Ending net Assets	28,895,124	27,084,318	(4,595,534)	(4,273,371)	24,299,590	22,813,947

One unique feature of government reporting is its two-layered system of accounting: a combination of government-wide financial statements and individual fund financial statements. The MD&A will discuss both of these statements and explain their differences. Jefferson County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and

JEFFERSON COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2012

3) notes to the financial statements. The financial statements also contain other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide the reader with a broad overview of Jefferson County's finances in a manner similar to a private-sector business.

The "Statement of Net Assets" is full accrual accounting and presents information on all of Jefferson County's assets and liabilities, with the difference between the two reported as "net assets". The total net assets at the end of fiscal year 2012 equal \$24,299,590 compared to \$22,005,539 at the end of fiscal year 2011. (See page 13, Statement of Net Assets).

The "Statement of Activities" is also full accrual accounting and presents information on how Jefferson County's net assets changed during the most recent fiscal year. This reflects positive movement for Jefferson County with a net asset increase of \$1,488,142. (See page 13, Statement of Activities).

All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flow. Thus, revenues and expenses are reported in Jefferson County's "Statement of Activities" for some items that will only result in cash flows in future fiscal periods (i.e. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Jefferson County that are principally supported by taxes and intergovernmental revenues ("governmental activities") from other functions that are intended to recover all or a significant portion of their costs through user fees and charges ("business-type activities").

The governmental activities of Jefferson County include:

- ❖ General government
- ❖ Public safety
- ❖ Highways and streets
- ❖ Economic development
- ❖ Education
- ❖ Health and welfare
- ❖ Culture and recreation
- ❖ Interest on long-term debt

The business-type activities of Jefferson County include:

- ❖ RV Park
- ❖ Community Development Department
- ❖ Transfer Station

The government-wide financial statements include activity only for Jefferson County. The County does collect taxes for other districts and that information is reported under "Fiduciary Funds" (page 22). These other collections amounted to an additional \$14,605,972 in property taxes collected during fiscal year 2012. The County collects and invests these funds but the actual revenues and expenditures are reported by the

JEFFERSON COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2012

respective entities receiving the money (i.e. school district, road district, etc.). These districts are separate and distinct legal entities and are not component units of Jefferson County.

Fund Financial Statements

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

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources as well as on the balances of spendable resources available at the end of the fiscal year. The intent is to have a useful, year-to-year tool in evaluating a government's near-term (year-to-year) financing requirements. This is a "modified" accrual accounting method allowed by Government Accounting Standards Board (GASB) Statement 34 for funds (page 15).

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

The annual financial report also contains budgetary comparison statements for all major and non-major funds to demonstrate compliance with the originally adopted budget.

- ❖ **Proprietary funds.** Jefferson County maintains three enterprise funds: RV Park, Transfer Station and Community Development. Jefferson County also maintains three internal service funds: Self-insurance, Carpool and NT/Phone Services. The internal service funds are an accounting device used to accumulate and allocate costs internally among Jefferson County's various functions. Jefferson County uses these funds for its vehicle fleet, unemployment insurance liabilities, workers compensation insurance liabilities and phone services.

Proprietary funds provide the same type of information as the business-type activities on the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Transfer Station, RV Park and Community Development, all of which are considered major funds. Internal service funds are considered non-major funds.

The County Fair is not treated as a proprietary fund because it receives extensive supplemental support.

JEFFERSON COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2012

- ❖ **Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Jefferson County programs.

Overall Analysis

GASB 34 requires that the Management's Discussion and Analysis provides a separate and distinct government-wide analysis. This section is required to discuss why there are significant changes in Jefferson County's financial situation and important economic factors during the current financial reporting period (fiscal year 2012). Major factors affecting the overall finances of the County included:

- ❖ Employee health care benefit costs represent significant uncertainty for the County. This cost has increased at a far greater rate than growth in tax revenues.
- ❖ The County is responsible for paying benefit rate increases to the Public Employee Retirement System (PERS). Although PERS has stabilized, an Unfunded Actuarial Liability remains and will keep costs high for this benefit. The County has set aside funds of \$790,000 to mitigate rapid PERS employer rate increases in the future or to pay down the Unfunded Actuarial Liability.
 - The financial magnitude of these two employee benefits and their impact on the finances of the County is profound. In fiscal year 2012, the cost to Jefferson County of retirement and health benefits totaled \$2,515,659. Even minor increases in the cost of these benefits consume large portions of tax revenue. The problem is made worse when there is little growth in the tax base.
- ❖ The use of much of Jefferson County's "Total Assets" of \$34,416,991, is severely limited. For example \$14,438,022 (41.9%) is investment in capital assets (land, buildings, equipment, etc.), and used by Jefferson County to provide services to citizens. Consequently, these assets are not available for future spending. In addition, other assets have restrictions on how they may be used.
- ❖ Overall, there was an increase in Jefferson County's net assets to \$22,005,539 from \$24,299,590, an increase of \$1,488,142. (See Statement of Net Assets, page 13).

Governmental Activities

Governmental activities reflect an increase of \$1,810,305 in total net assets from 2011 to 2012. This included an increase in unrestricted net assets of \$1,575,578, an increase in restricted net assets of \$427,160. Both revenues and expenses increased, the great majority of this increase is the result of infrastructure investments. It is important to remember that this increase also includes funds that are restricted for specific grant or contract programs.

Business-type Activities

The RV Park, Landfill (also known as the Box Canyon Transfer Station) and Community Development had a combined decrease in net assets of \$322,163 compared to a prior year increase of \$93,870.

JEFFERSON COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2012

Financial Analysis of the Government's Funds

As of the end of fiscal year 2012, Jefferson County's governmental funds reported combined ending fund balances of \$14,864,184 as follows: (See statement on page 15).

- ❖ \$384,298 is designated as Nonspendable fund balance.
- ❖ \$7,567,279 (51.6%) is designated as Restricted fund balance.
- ❖ \$2,423,776 (14.8%) is designated as Committed fund balance.
- ❖ \$4,415,249 (27.0%) is designated as Assigned fund balance, intended for specific purposes.

By activity (page 15), ending fund balances changed as follows:

- ❖ General Fund, increased by \$241,206 with a fund balance of \$4,011,325, due primarily to reducing budget spending authority at the beginning of the fiscal year and reduction in FTE.
- ❖ Road Fund, decreased by \$148,229 with a fund balance of \$1,746,664, due primarily to decline in revenue streams and increased operation costs.
- ❖ Jail Operations, decreased \$54,745 creating a current balance of \$1,786,115, due primarily to reduction in property tax revenues due to property tax compression.
- ❖ Business Loan, increased \$67,757 creating a current balance of \$389,851, Payments continue to come in as projected, one loan was processed in the amount of \$10,000.
- ❖ Capital Improvement Projects, increased \$440,082 creating a current balance of \$2,583,896, primarily from General Fund allocation in anticipation of long term plan for courthouse replacement.
- ❖ All other governmental funds (and related projects), increased \$265,623 for a total other fund balances of \$4,146,334, due primarily to increases in grant revenues.

Budget Variances in the General Fund

There were no negative variances (expenditures exceeding authorization) between the final adopted budget and the final expenditures for the year in General Fund. Differences between the original budget and the final amended budget in the General Fund were primarily due to reduction in budget authority as directed by the Commission. All of the budget changes were done by resolution or a supplemental budget as required by Oregon budget law.

JEFFERSON COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2012

Capital Assets and Long-term Debt Administration

Capital Assets. The net capital assets of Jefferson County amount to \$14,438,022 (after reduction for accumulated depreciation \$15,898,933). Recent budget restrictions have made it difficult to catch-up with depreciating capital assets. It is clear that Jefferson County's facilities are old and wearing out faster than they are being replaced or repaired. This is evidenced by the \$589,096 reduction in net capital assets from fiscal year 2011 to fiscal year 2012. At the end of fiscal year 2006, the second and third floors of the Courthouse had leaking ceilings, inadequate heating and cooling, drafty windows and overextended electrical circuits. And, office space is at a premium in other County facilities. A completed study commissioned by the State Legislature estimates the cost of remodeling the Courthouse to acceptable standards at \$10 million.

Long-term debt. Jefferson County has \$3,362,864 in long-term debt as of June 30, 2012. Of that total, \$2,155,000 is the Jail Bond which is fully funded by the jail bond property tax levy. The jail bonds mature in 2014. The next largest debt is the Full Faith and Credit Obligation bonds issued to build the J Street/City View street project. Long-term debt decreased by \$1,180,273 during the year due to scheduled principal payments.

Infrastructure

Infrastructure issues represent a significant risk to Jefferson County. The County has elected to not report on certain infrastructure that predates the initial reporting date for GASB 34 and are allowed to be excluded. Generally, this means the County has offered no net asset value for older bridges and roads. Just as the County is not making sufficient investments in its other capital assets (buildings), it is also not meeting investment needs in roads. Neither of these omissions is by choice. Buildings and roads are funded by different mechanisms and neither funding mechanism is sufficient to meet the needs of these depreciating assets.

Significant changes. Buildings and roads continue to wear out faster than they are being replaced and they do not meet current standards. Substandard and deteriorated buildings result in increased maintenance costs, detract from employee working conditions and negatively affect the delivery of public services. Roads are vital to commerce and public safety. County roads that were first built in the 1950's and 1960's were not designed for modern industrial loads which are wider, longer and heavier

Possible solutions and costs may be described as follows:

- ❖ **Roads.** To bring an estimated 125 miles of County Road to a Pavement Condition Index of 70 would cost an estimated \$10 million. Generally, the improvements would be limited to a pavement overlay, widen on average two feet and no guardrail.
- ❖ **Buildings.** A major dilemma facing the County is its aging Courthouse and other support buildings. The question that will eventually have to be answered is: whether to continue making major repair and maintenance improvements in these older structures or build new facilities. Quantifying the cost of the courthouse infrastructure question will depend on what option is ultimately selected. ADA issues at the Health & Human Services building as a result of compliance findings from State audit are also an issue.

JEFFERSON COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2012

Other Potentially Significant Matters

Jefferson County is in a transition period. The County is still coping with construction industry based job losses, which has been a source of growth in prior years. The unemployment rate for Jefferson County is currently 12.20% at the end of the fiscal year. This compares unfavorably with the State average rate of 8.7% and unfavorably to the national rate of 8.3%.

Relative to revenue, the single most important issue has been the County's flat tax base in recent years. The discrepancy between expenditure growth and revenue growth has been addressed, but the long-term outlook is troublesome due to Ballot Measures 5 and 47/50, which limit property tax value increases to 3% growth. Due to property values declining, FY 2012-13 property tax revenue is expected to remain flat.

Relative to expenditures, it is critical that strict budget discipline continues to be exercised in fiscal year 2012-13 and in preparing the fiscal year 2013-2014 budget.

As of this date of audit issuance, the Federal government has not reauthorized the PILT payments, which will have a negative effect on our County revenue and operating ability.

With budget discipline in the near-term, Jefferson County's long-term financial outlook is secure. Net assets continue to grow, debt is at a manageable level and the community is prepared for growth

Request for Information

This financial report is designed to provide a general overview to those parties interested in Jefferson County's finances. Questions concerning any information provided in this report or requests for additional information should be addressed to County Administrative Officer, Jefferson County, 66 SE D Street, Madras, Oregon, 97741.

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JEFFERSON COUNTY, OREGON

BASIC FINANCIAL STATEMENTS

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JEFFERSON COUNTY, OREGON

STATEMENT OF NET ASSETS JUNE 30, 2012 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2011)

	Primary Government		Total	
	Governmental Activities	Business-type Activities	2012	2011
	ASSETS			
Cash and investments	\$ 15,683,584	\$ 607,363	\$ 16,290,947	\$ 15,219,259
Receivables	2,017,362	8,986	2,026,348	1,717,326
Internal balances	12,500	(12,500)	-	-
Notes and loans receivable	1,374,530	-	1,374,530	633,472
Inventories	272,660	-	272,660	1,034,948
Capital assets (net of accumulated depreciation)				
Non-depreciable capital assets:				
Land	317,668	-	317,668	317,668
Depreciable capital assets:				
Buildings	18,058,640	20,251	18,078,891	18,078,891
Machinery and equipment	8,292,175	785,113	9,077,288	8,827,469
Infrastructure	2,863,107	-	2,863,107	2,863,107
Accumulated depreciation	(15,492,341)	(406,591)	(15,898,932)	(15,060,017)
Other assets	14,484	-	14,484	23,425
TOTAL ASSETS	33,414,369	1,002,622	34,416,991	33,655,548
LIABILITIES				
Accounts payable and other current liabilities	913,113	14,988	928,101	755,965
Accrued interest payable	17,954	-	17,954	15,466
Accrued compensated absences	225,314	-	225,314	218,680
Noncurrent liabilities				
Landfill post-closure costs	-	5,583,168	5,583,168	5,308,353
Long-term debt due within one year	1,201,395	-	1,201,395	1,171,395
Long-term debt due in more than one year	2,161,469	-	2,161,469	3,371,742
TOTAL LIABILITIES	4,519,245	5,598,156	10,117,401	10,841,601
NET ASSETS				
Invested in capital assets, net of related debt	10,676,385	398,773	11,075,158	10,483,981
Restricted for				
Highways and streets	1,474,004	-	1,474,004	1,578,258
Debt service	653,919	-	653,919	659,040
Capital Improvement Projects	2,583,895	-	2,583,895	2,148,276
Other Purposes	2,855,461	-	2,855,461	2,754,545
Unrestricted	10,651,480	(4,994,307)	5,657,153	5,189,847
TOTAL NET ASSETS	\$ 28,895,124	\$ (4,595,534)	\$ 24,299,590	\$ 22,813,947

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2012 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2011)

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total	
						2012	2011
Primary government							
Governmental activities							
General government	\$ 3,395,889	\$ 275,809	\$ 245,684	\$ (2,874,418)	\$ -	\$ (2,874,418)	\$ (2,902,583)
Public safety	6,448,997	1,131,467	1,450,144	(3,888,388)	-	(3,888,388)	(3,277,126)
Highways and streets	2,711,813	374,917	1,742,982	(593,914)	-	(593,914)	(510,299)
Economic development	188,513	-	108,006	(78,507)	-	(78,507)	(84,903)
Education	188,588	-	119,135	(49,453)	-	(49,453)	(43,206)
Health and welfare	4,453,465	300,559	3,738,448	(414,480)	-	(414,480)	(240,725)
Culture and recreation	574,481	195,396	69,718	(309,367)	-	(309,367)	(226,989)
Interest on long-term debt	312,577	-	-	(312,577)	-	(312,577)	(173,757)
Total governmental activities	18,253,323	2,278,148	7,474,095	(8,501,080)	-	(8,501,080)	(7,459,587)
Business-type activities							
Transfer station	330,314	72,972	-	-	(257,342)	(257,342)	(2,343)
RV park	16,670	22,868	-	-	6,198	6,198	9,697
Community development	549,140	480,786	-	-	(88,354)	(88,354)	79,768
Total business-type activities	896,124	576,626	-	-	(319,498)	(319,498)	87,122
Total primary government	\$ 19,149,447	\$ 2,854,774	\$ 7,474,096	(8,501,080)	(319,498)	(8,820,578)	(7,372,465)
General revenues							
Property taxes for general purposes				6,367,651	-	6,367,651	6,398,555
Property taxes levied for debt service				1,050,988	-	1,050,988	1,216,227
Other taxes				401,294	-	401,294	338,337
Other income				2,324,298	-	2,324,298	870,008
Investment income				159,061	5,430	164,491	189,282
Gain (Loss) on Disposal				-	-	-	(779)
Transfers				8,095	(8,095)	-	-
Total general revenues and transfers				10,311,385	(2,665)	10,308,720	8,809,628
Changes in net assets				1,810,305	(322,163)	1,488,142	1,437,163
Net assets - beginning				26,278,910	(4,273,371)	22,005,539	20,588,376
Prior Period Adjustment				805,909	-	805,909	808,408
Net assets - ending				\$ 28,895,124	\$ (4,595,534)	\$ 24,299,590	\$ 22,813,947

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

BALANCE SHEET GOVERNMENTAL FUNDS

JUNE 30, 2012

(WITH COMPARATIVE TOTALS FOR JUNE 30, 2011)

	General	Road	Jail Operations	Business Loan	Capital Improvement Projects	Other Governmental Funds	Total Governmental Funds	
							2012	2011
ASSETS								
Cash and Investments	\$ 3,690,069	\$ 1,483,221	\$ 1,762,717	\$ 323,780	\$ 2,567,736	\$ 4,022,366	\$ 13,849,889	\$ 13,369,169
Receivables (net of allowance for uncollectibles)	692,336	10,736	164,036	-	-	1,139,828	1,996,736	1,848,147
Due from other funds	180,027	107,204	-	66,071	20,368	-	353,670	130,283
Inventories	-	272,660	-	-	-	-	272,660	226,540
TOTAL ASSETS	<u>\$ 4,542,432</u>	<u>\$ 1,873,821</u>	<u>\$ 1,916,753</u>	<u>\$ 389,851</u>	<u>\$ 2,588,104</u>	<u>\$ 5,161,994</u>	<u>\$ 16,472,955</u>	<u>\$ 15,372,119</u>
LIABILITIES								
Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,291
Accounts payable and other current liabilities	98,273	127,157	26,806	-	4,209	602,680	659,125	741,079
Due to other funds	20,413	-	-	-	-	320,757	341,170	115,283
Deferred Revenue	412,421	-	103,832	-	-	92,223	608,476	625,477
Total liabilities	<u>531,107</u>	<u>127,157</u>	<u>130,638</u>	<u>-</u>	<u>4,209</u>	<u>1,015,660</u>	<u>1,808,771</u>	<u>1,517,110</u>
FUND BALANCES								
Nonspendable	-	272,660	-	-	-	111,636	384,296	335,233
Restricted	388,527	1,474,004	-	-	2,563,695	3,120,853	7,567,279	7,140,119
Committed	-	-	1,786,115	-	-	637,661	2,423,776	2,416,834
Assigned	3,622,796	-	-	389,851	-	402,600	4,415,249	3,962,823
Unassigned	-	-	-	-	-	(126,418)	(126,418)	-
Total fund balances	<u>4,011,325</u>	<u>1,746,664</u>	<u>1,786,115</u>	<u>389,851</u>	<u>2,563,695</u>	<u>4,148,334</u>	<u>14,664,184</u>	<u>13,855,009</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 4,542,432</u>	<u>\$ 1,873,821</u>	<u>\$ 1,916,753</u>	<u>\$ 389,851</u>	<u>\$ 2,588,104</u>	<u>\$ 5,161,994</u>	<u>\$ 16,472,955</u>	<u>\$ 15,372,119</u>

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2012 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2011)

	<u>General</u>	<u>Road</u>	<u>Jail Operations</u>	<u>Business Loan</u>	<u>Capital Improvement Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>	
							<u>2012</u>	<u>2011</u>
Revenues								
Taxes								
Property taxes	\$ 5,195,229	\$ -	\$ 1,189,423	\$ -	\$ -	\$ 1,050,986	\$ 7,435,638	\$ 7,597,122
Other taxes	-	48,023	-	-	-	353,271	401,294	338,337
Licenses and permits	79,222	143,726	10,479	-	-	299,925	633,352	331,939
Intergovernmental	942,566	1,871,550	400,817	-	-	8,280,683	9,495,395	8,719,802
Charges for services	215,828	-	85,149	-	-	390,972	671,749	728,668
Investment earnings	34,356	12,025	18,491	31,494	18,859	34,576	147,801	170,687
Other revenues	42,752	279,278	-	34,192	174,743	845,081	1,378,046	775,283
Total revenues	8,509,752	2,354,802	1,682,159	85,688	193,602	9,255,474	20,081,275	18,659,638
Expenditures								
Current								
General government	2,254,223	-	-	-	12,480	258,813	2,525,516	2,504,513
Highways and streets	-	2,172,045	-	-	-	465,053	2,837,098	2,648,141
Public safety	2,717,066	-	1,980,893	-	-	1,982,278	6,540,235	6,214,251
Economic development	-	-	-	20,082	-	169,060	189,122	361,770
Health and welfare	376,083	-	-	-	-	4,139,708	4,515,771	4,259,473
Culture and recreation	32,023	-	-	-	-	550,495	582,518	532,936
Education	-	-	-	-	-	170,947	170,947	183,853
Intergovernmental	88,318	-	-	-	-	-	88,318	79,821
Capital outlay	182,055	7,100	10,787	-	248,634	4,355	450,911	169,299
Debt service								
Principal	-	-	28,868	-	-	983,760	990,418	980,000
Interest	-	-	-	-	-	310,089	310,089	176,349
Total expenditures	5,849,748	2,179,145	1,998,328	20,082	259,114	8,894,546	19,000,943	18,110,208
Excess of revenues over (under) expenditures	860,004	175,657	(316,169)	45,624	(65,512)	360,928	1,080,332	549,432
Other financing sources (uses)								
Other - reimbursed bond sale	-	-	-	-	-	-	-	3,978,298
Proceeds to escrow agent	-	-	-	-	-	-	-	(3,948,870)
Bond costs	-	-	-	-	-	-	-	(23,300)
Assumption of interfund loan	-	-	-	-	5,574	(5,574)	-	(139)
Transfers in	1,024,049	3,417	611,059	22,133	500,000	873,728	2,834,384	2,293,118
Transfers out	(1,842,847)	(373,224)	(348,835)	-	-	(783,457)	(3,129,163)	(2,540,218)
Total other financing sources (uses)	(618,798)	(369,807)	261,424	22,133	505,574	(95,305)	(284,779)	(241,113)
Net change in fund balances	241,206	(194,350)	(64,745)	87,757	440,082	265,623	785,553	308,319
Fund balance - beginning	3,760,815	1,804,798	1,840,860	344,364	2,148,276	3,956,098	13,855,009	13,490,534
Change in fund balances								
Prior Period Adjustment reserved for Inventory	9,504	90,095	-	(22,270)	(4,443)	(75,385)	(2,499)	-
	-	46,121	-	-	-	-	46,121	56,156
Fund balance - ending	\$ 4,011,325	\$ 1,748,864	\$ 1,788,115	\$ 389,851	\$ 2,593,895	\$ 4,146,334	\$ 14,884,184	\$13,855,009

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET ASSETS

JUNE 30, 2012

(WITH COMPARATIVE TOTALS FOR JUNE 30, 2011)

	<u>2012</u>	<u>2011</u>
Total fund balances - governmental fund type (page 15)	\$ 14,664,184	\$ 13,855,009
Internal service funds are used by the County to charge the cost of insurance, vehicles and phone services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal services fund net assets are:	2,113,725	1,644,967
Capital assets and notes receivable are not financial resources, and, therefore, are not reported in the funds. Capital assets and notes receivable are as follows:		
Capital Assets	13,725,857	14,273,843
Notes receivable	1,374,530	633,472
Certain other assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:		
Property taxes earned but unavailable	608,476	625,477
Unamortized debt issue costs	14,484	23,425
Certain other liabilities are not accrued until due in the governmental funds:		
Accrued interest on long-term debt	(17,954)	(15,466)
Accrued compensated absences	(225,314)	(218,680)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	<u>(3,362,864)</u>	<u>(4,543,137)</u>
	<u>\$ 28,895,124</u>	<u>\$ 26,278,910</u>

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2012 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2011)

	2012	2011
Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds (page 16)	\$ 765,553	\$ 308,319
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the difference between capital outlay.		
Current capital asset additions	206,912	153,792
Depreciation expense	(754,898)	(780,007)
Other capital asset transactions	-	(779)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(17,001)	17,660
Payments of notes receivable are considered revenue in the governmental funds, but reduce the receivable in the government-wide statements. New loans made are considered expenses in the funds, but increase receivables in the government-wide statements.	(67,350)	18,133
Long-term debt proceeds are reported as other financing sources in governmental funds. In the Statement of Net Assets, however, issuing long-term debt increases liabilities.	-	(3,978,687)
Payments on long-term debt are expensed in the governmental statements, but are reductions to long-term debt on the government-wide statements.	1,180,273	4,916,356
Internal service fund activities are separately reported.	468,758	132,251
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.		
Inventory usage	46,121	56,156
Accrued compensated absences	(6,634)	139,253
Other post-employment benefit liability	-	298,146
Accrued interest	(2,488)	47,592
Amortization of debt issue costs	(8,941)	15,108
Change in net assets of governmental activities (page 14)	\$ 1,810,305	\$ 1,343,293

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

STATEMENT OF NET ASSETS PROPRIETARY FUNDS JUNE 30, 2012

ASSETS	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Transfer Station	Fairgrounds RV Park	Community Development	Total	
Current assets					
Cash and investments	\$ 293,997	\$ 46,987	\$ 266,379	\$ 607,363	\$ 1,833,695
Receivables (net of allowance for uncollectibles)	8,875	-	111	8,986	20,626
Total current assets	302,872	46,987	266,490	616,349	1,854,321
Capital assets					
Equipment and improvements	589,915	149,272	45,926	785,113	1,427,598
Land improvements	20,251	-	-	20,251	-
Accumulated depreciation	(272,212)	(89,683)	(44,696)	(406,591)	(1,114,206)
Total capital assets (net of accumulated depreciation)	337,954	59,589	1,230	398,773	313,392
TOTAL ASSETS	640,826	106,576	267,720	1,015,122	2,167,713
LIABILITIES					
Accounts payable and other current liabilities	3,007	1,727	10,254	14,988	53,988
Due to other funds	-	12,500	-	12,500	-
Noncurrent liabilities					
Landfill post-closure costs	5,583,168	-	-	5,583,168	-
TOTAL LIABILITIES	5,586,175	14,227	10,254	5,610,656	53,988
NET ASSETS					
Invested in capital assets, net of related debt	337,954	59,589	1,230	398,773	313,392
Unrestricted	(5,283,303)	32,760	256,236	(4,994,307)	1,800,333
TOTAL NET ASSETS	\$ (4,945,349)	\$ 92,349	\$ 257,466	\$ (4,595,534)	\$ 2,113,725

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS PROPRIETARY FUNDS YEAR ENDED JUNE 30, 2012

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Transfer Station	Fairgrounds RV Park	Community Development	Total	
OPERATING REVENUES					
Charges for services	\$ 72,942	\$ 22,495	\$ 396,895	\$ 492,332	\$ 1,250,615
Other revenues	30	373	83,891	84,294	-
Total operating revenues	<u>72,972</u>	<u>22,868</u>	<u>480,786</u>	<u>576,626</u>	<u>1,250,615</u>
OPERATING EXPENSES					
Costs of services	38,639	14,101	546,270	599,010	984,891
Depreciation	16,860	2,589	2,870	22,299	111,100
Total operating expenses	<u>55,499</u>	<u>16,670</u>	<u>549,140</u>	<u>621,309</u>	<u>1,095,991</u>
Operating income	17,473	6,198	(68,354)	(44,683)	154,624
NON-OPERATING REVENUES (EXPENSES)					
Investment earnings	2,395	377	2,658	5,430	11,260
Change in estimated post-closure costs	(274,815)	-	-	(274,815)	-
Total non-operating revenues (expenses)	<u>(272,420)</u>	<u>377</u>	<u>2,658</u>	<u>(269,385)</u>	<u>11,260</u>
Income before contributions and transfers	(254,947)	6,575	(65,696)	(314,068)	165,884
CONTRIBUTIONS AND TRANSFERS					
Transfers in	-	-	80,230	80,230	331,474
Transfers out	(18,725)	(2,500)	(67,100)	(88,325)	(28,600)
Total contributions and transfers	<u>(18,725)</u>	<u>(2,500)</u>	<u>13,130</u>	<u>(8,095)</u>	<u>302,874</u>
Changes in net assets	(273,672)	4,075	(52,566)	(322,163)	468,758
NET ASSETS - beginning	<u>(4,871,677)</u>	<u>88,274</u>	<u>310,032</u>	<u>(4,273,371)</u>	<u>1,644,967</u>
NET ASSETS - ending	<u>\$ (4,945,349)</u>	<u>\$ 92,349</u>	<u>\$ 257,466</u>	<u>\$ (4,595,534)</u>	<u>\$ 2,113,725</u>

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS YEAR ENDED JUNE 30, 2012

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Transfer Station	Fairgrounds RV Park	Community Development	Total	
Cash flows from operating activities					
Receipts from customers	\$ 75,559	\$ 27,399	\$ 507,956	\$ 610,914	\$ -
Receipts from interfund services provided	-	-	-	-	1,257,894
Payments to suppliers	(40,025)	(14,187)	(101,847)	(156,059)	(962,941)
Payments to employees	-	-	(438,293)	(438,293)	-
Net cash provided (used) by operating activities	35,534	13,212	(32,184)	16,562	294,953
Cash flows from non-capital financing activities					
Transfer to other funds	(18,725)	(2,500)	(67,100)	(88,325)	147,795
Transfers from other funds	-	-	80,230	80,230	155,079
Net cash provided (used) by non-capital financing activities	(18,725)	(2,500)	13,130	(8,095)	302,874
Cash flows from capital and related financing activities					
Purchases of capital assets	-	-	-	-	(64,807)
Principal paid on capital (interfund) debt	-	(2,500)	-	(2,500)	-
Net cash provided (used) by capital and related financing activities	-	(2,500)	-	(2,500)	(64,807)
Cash flows from investing activities					
Interest received	2,395	377	2,658	5,430	11,260
Net increase (decrease) in cash	19,204	8,589	(16,396)	11,397	544,280
Cash and cash equivalents - beginning	274,793	38,398	282,775	595,966	1,289,415
Cash and cash equivalents - ending	\$ 293,997	\$ 46,987	\$ 266,379	\$ 607,363	\$ 1,833,695
Reconciliation of operating income to net cash provided by operating activities					
Operating income	\$ 17,473	\$ 6,198	\$ (98,354)	\$ (44,883)	\$ 154,624
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation	16,860	2,569	2,870	22,299	83,618
Change in accounts receivable	2,587	4,531	27,170	34,288	7,279
Change in accounts payable	(1,386)	(86)	6,130	4,658	49,432
Total adjustments	18,061	7,014	36,170	61,245	140,329
Net cash provided by operating activities	\$ 35,534	\$ 13,212	\$ (32,184)	\$ 16,562	\$ 294,953

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

STATEMENT OF NET ASSETS FIDUCIARY FUNDS JUNE 30, 2012

	<u>Agency Fund</u>	<u>Treasurer's Investment Trust Fund</u>
ASSETS		
Cash and cash equivalents	\$ -	\$ 14,605,972
Taxes receivable	1,676,453	-
	<u>1,676,453</u>	<u>-</u>
TOTAL ASSETS	1,676,453	14,605,972
LIABILITIES		
Distributions pending to other entities	<u>1,676,453</u>	<u>-</u>
NET ASSETS		
Reserved for external investment pool participants	<u>\$ -</u>	<u>\$ 14,605,972</u>

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS TREASURER'S INVESTMENT TRUST FUND YEAR ENDED JUNE 30, 2012

ADDITIONS

Taxes	\$ 16,105,518
Other receipts	30,082,034
Investment earnings	
Interest	<u>219,733</u>
TOTAL ADDITIONS	<u>46,407,286</u>

DEDUCTIONS

Loss on Investments, Net of Gains	214,487
Distributions	<u>48,315,620</u>
TOTAL DEDUCTIONS	<u>48,530,107</u>
Net change in assets	(2,122,821)
NET ASSETS - beginning	<u>16,728,793</u>
NET ASSETS - ending	<u>\$ 14,605,972</u>

See notes to the basic financial statements

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

Jefferson County was formed in January 1914 under ORS 201.160. It serves the people in and around the communities of Madras, Culver, Metolius, Crooked River Ranch, Ashwood, Camp Sherman and Warm Springs in central Oregon.

The County's financial statements include the accounts of all County operations. The criteria for including organizations as component units within the County's reporting entity, as set forth in GASB 39 and in Section 2100 of Government Accounting Standards Board's (GASB's) *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in its own name).
- The County holds the corporate powers of the organization.
- The County appoints a voting majority of the organization's board.
- The County is able to impose its will on the organization.
- The organization has the potential to impose a financial benefit/burden on the County.
- There is fiscal dependency by the organization on the County.

Based on the foregoing criteria, the county has no component units and has not been included as a component unit of any other reporting entity.

Organization and Fund Structure

The County's governing body is the Board of Commissioners, which consists of three elected commissioners. The Board is responsible for the administration of the County in general. Other elected officials responsible for specific departments are the district attorney, clerk, sheriff, treasurer, assessor and surveyor. The County is not a home rule county; it operates its affairs under state statutes.

The County uses funds to report on its financial position and results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain County functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. The basic financial statements present the funds at both the government-wide and fund financial level. Both levels, which are normally 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.

Government-wide financial statements display information about the reporting government as a whole. For the most part, the effect of interfund activity has been removed from these statements. These statements focus on the sustainability of the County as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. These aggregated statements consist of the Statement of Net Assets and Statement of Activities.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Organization and Fund Structure (Continued)

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 the 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 individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

The General Fund is the County's primary operating fund. It accounts for the activities of the county government as required by state and county laws and requested by county residents. All activities not specifically assigned or delegated to another fund are accounted for in the General Fund.

The County Road Fund expends state gasoline taxes and federal forest receipts for construction and maintenance of public roads and highways.

The Jail Operations Fund utilizes property tax revenue and other grants to operate the County's correctional facility.

The County Business Loan Fund's revenue is from the repayment of loans. Expenditures are for loans to new or expanding businesses in the County and program administration.

The Capital Improvement Projects Fund's revenue is from investment earnings and other revenues. Other financing sources are transfers from other funds. Expenditures are for capital outlay and improvements to county assets.

The government reports the following major proprietary funds:

The Transfer Station Fund accounts for the operation of the County landfill facilities. User charges provide the primary source of operating revenue. Other non-user based income, such as interest is considered non-operating income by the County.

The Fairgrounds RV Park accounts for the operation and maintenance of a recreational vehicle park.

The Community Development Fund manages building, planning and land use activity within the County.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Organization and Fund Structure (Continued)

Special Revenue Funds rolled into the General Fund for GASB 54 Purposes:

As discussed at Note 1(Fund Equity), financial statements for periods beginning after June 15, 2010 must report as Special Revenue funds only those which have a substantial portion of revenue inflows from restricted or committed revenue sources. The following funds are combined into the General Fund because the primary revenue source is transfers from the General Fund or there is no revenue to report.

Road Equipment Purchase Fund
Juvenile Special Projects Fund
Jefferson County Special Litigation Fund

Additionally, the government reports the following fund types:

Internal service funds account for fleet management services, unemployment and phone benefits and workers' compensation insurance premiums provided to other departments of the County.

The Agency Fund is used to account for assets, receipts and disbursements held by the County in a fiduciary capacity for individuals, private organizations or other government entities. The Agency Fund activity is custodial in nature and does not involve the measurement of results of operations.

The Treasurer's Investment Trust Fund is used to account for funds received and held in trust for special districts and other taxing authorities within the County.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Statements - All Funds

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the business-type funds 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. Under terms of grant agreements, the County funds certain grant programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources or other restricted revenues to such programs and then general revenues.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Fund Statements

All governmental funds are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers property taxes available if they are collected within 60 days after year-end. Assessments receivable are recognized as revenues when collected.

Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

Those revenues susceptible to accrual are property taxes, state, county and local shared revenues, federal and state grants (to the extent that related expenditures have been incurred), interest and charges for services. Fines and permit revenues are not susceptible to accrual because they are generally not measurable until received in cash.

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 Fund Statements

All proprietary funds and the investment trust fund are accounted for on a flow of economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

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

In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Activities that use Proprietary Fund Accounting", the County has elected not to apply statements and interpretations issued by the Financial Accounting Standards Board after November 30, 1989.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Fund Statements (Continued)

Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Changes in fair value are recognized at the end of each year by the investment trust fund.

Cash and Investments

Cash equivalents for the statements of cash flows are defined as short-term highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Cash equivalents for the County's reporting purposes also include deposits in the Treasurer's investment pool that have the general characteristics of demand deposits in that the County proprietary funds may deposit additional cash at any time and also may effectively withdraw cash at any time without prior notice or penalty.

Deferred and Unearned Revenue

The County reports deferred and unearned revenue on its governmental funds balance sheet. Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the County before it has legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures.

In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred or unearned revenue is removed from the balance sheet and revenue is recognized.

Accounts Receivable

Accounts receivable are recorded showing total amounts due the various county funds. An allowance for uncollectible accounts is deemed unnecessary since the County has the power to lien property taxes receivable and trade receivables have historically all been collectible.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (ie., the current portion of interfund loans) or "advances to/from other funds" (ie., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventories

Inventories of materials and supplies are valued at the lower of average cost or market. The cost of governmental fund type inventories is expended when purchased rather than when consumed.

Property Taxes

The tax levy is certified by the Board of Commissioners annually to the Jefferson County Assessor. The property tax rate is calculated by the Assessor for each taxing district based on the assessed value as of January 1. Property taxes are assessed on a July 1 - June 30 fiscal year basis. The taxes are levied July 1 and property owners have the option of paying the full amount November 15 and receiving a discount or paying in three installments, November 15, February 15 and May 15. Property taxes attach as an enforceable lien July 1 and are considered delinquent if not paid by the following May 15. The Tax Collector is the tax collection agent for all taxing entities within the County. Unpaid real property taxes become subject to foreclosure after the fourth year of unpaid taxes become delinquent.

Tax revenue is recognized when levied on the government-wide statements and when collected and available to the County on the fund financial statements. Taxes receivable at June 30, less tax collections received within sixty days subsequent to year-end are recorded as deferred revenue on the modified accrual basis of accounting.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) 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 in excess of 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. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	40
Systems infrastructure	30
Vehicles	7
Equipment	7

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Long-Term Debt

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. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs 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 cost, 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

The liability for vacation pay earned by general government employees is accrued on the Statement of Net Assets. Accrued vacation payable is recorded at actual accrued hours times current pay rates plus related fringe benefits, as an expense when earned. Sick leave pay is recorded in all funds when leave is taken because it does not vest when earned.

Net other post-employment benefits obligation (Net OPEB Obligation)

The County implemented Governmental Accounting Standards Board (GASB) Statement 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* for fiscal year ending June 30, 2009. The net OPEB obligation is recognized as a long-term liability in the government-wide financial statements. The liability reflects the present value of expected future payments.

The actuary determined that there is no other post-employment benefit liability under GASB No. 45 at June 30, 2012.

Fund Equity

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

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The governing body has approved the following order of spending regarding fund balance categories: Restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned. To preserve a sound financial system and to provide a stable financial base, the governing body has adopted a minimum fund balance policy. The Commissioners want to maintain a minimum general fund ending fund balance of four (4) months of general fund expenditures.

Comparative Totals

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the County's financial statements for the year ended June 30, 2011, from which such summarized information was derived.

Use of Estimates

The preparation of basic financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets

Net assets comprise the various net earnings from operations, non-operating revenues, expenses and contributions of capital. Net assets are classified in the following three categories:

Invested in capital assets, net of related debt – consists of all capital assets reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – consists of external constraints placed on asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. There are assets restricted for capital projects.

Unrestricted net assets – consists of all other assets that are not included in the other categories previously mentioned.

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

NOTE 2 - APPROPRIATION AND BUDGETARY CONTROLS

The County is subject to provisions of the Oregon Revised Statutes which set forth local budget procedures. A budget is prepared for each fund, except the Agency Fund, on the modified accrual basis of accounting. Expenditure budgets are appropriated by department in the General Fund and by program or department in other funds. Budgeted expenditures at the appropriation level may not be legally overspent.

All departments of the County submit requests for appropriation to the budget officer appointed by the Board of Commissioners. The budget is prepared by fund, function and activity. The budget document includes information on the past three years as well as requested appropriation and estimated revenues for the ensuing fiscal year.

The proposed budget is presented by the budget officer to the budget committee. Public meetings are held by the budget committee. They may make changes to the original document. The budget committee will approve the budget document to be submitted to the Board of Commissioners of the County. Once the budget document is received by the governing body, they will hold a public hearing on a date as published. After the public hearing, the governing body will give consideration to matters discussed and make amendments to the budget document prior to adoption. However, state statutes do not allow the increase estimated expenditures for each fund by more than ten percent. The amount of the total ad valorem taxes to be certified by the County for levy for all funds shall not exceed the amount presented by the budget committee unless the budget document is republished and another public hearing is held. The governing body then is required by state statutes to adopt the budget, make appropriations and certify the levy of ad valorem taxes for each fund.

The Board of Commissioners may, by resolution, approve additional appropriations for reimbursable grant expenditures which could not be reasonably estimated at the time the budget was adopted. Additionally, the Board of Commissioners may approve budget transfers.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 2 - APPROPRIATION AND BUDGETARY CONTROLS (CONTINUED)

A supplemental budget may be approved if an occurrence or need exists which had not been ascertained at the time the budget was adopted. Budget amounts shown in the financial statements include the original budget and budget transfers.

In accordance with state law, all appropriations terminate on June 30. Goods and services delivered during the ensuing year must be charged against the ensuing year's appropriations. Encumbrances are not reported in the financial statements.

Expenditures of all the various funds were within authorized appropriations.

NOTE 3 - CASH AND INVESTMENTS

The County Treasurer maintains a cash and investment pool that is available for use by all funds and public entities within the County. The investment pool operates as a demand deposit account. Each fund's portion of the pool is classified as cash and cash equivalents on the County's Statement of Net Assets.

Trust Investment Pool

Participants' equity in the pool is determined by the amount of participant deposits, adjusted for withdrawals and distributed income. Accrued interest and realized gains and losses, net of expenses are distributed on a monthly basis to participants' account balances based on the participants' average monthly cash balance in relation to total monthly average pool investments. This method differs from the fair value method used to value investments in these financial statements because the amortized cost method is not designed to distribute to participants all unrealized gains and losses in the fair values of the pool's investments.

Cash and Investments (recorded at cost) consisted of:

Deposits with Financial Institutions:

Deposits with financial institutions	1,769,461
Investments	29,127,458
Total Cash and Investments	<u>\$ 30,896,919</u>

Government-wide Financial Statements	16,290,947
Fiduciary Funds Financial Statements	14,605,972
Total Cash and Investments	<u>\$ 30,896,919</u>

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
 June 30, 2012

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

As of June 30, 2012, the following investments and maturities are reported:

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-17	18-59
State Treasurer's Investment Pool	\$ 7,203,101	\$ 7,203,101	\$ -	\$ -
Corporate and Municipal Bonds	3,324,446	-	151,576	3,172,870
US Agencies	18,473,093	2,003,660	14,196,860	2,272,573
Total	\$ 29,000,640	\$ 9,206,761	\$ 14,348,436	\$ 5,445,443
Plus Accrued Interest	126,818			
	\$ 29,127,458			

DEPOSITS - Deposits with financial institutions are comprised of general and payroll demand-deposit accounts. The bank balances in these accounts at June 30, 2012 is \$1,997,453. Of these deposits, \$805,517 is covered by federal depository insurance and the remainder is collateralized by the Oregon Public Funds Collateralization Program (PFCP).

CREDIT RISK – State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations under ORS 294.035. At June 30, 2012, ratings of the County's holdings in commercial investments ranged from AA1 to AAA (S&P) and AA+ to AAA (Moody's).

INVESTMENTS – State statutes authorize investment primarily in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, certain commercial papers and the State Treasurer's Investment Pool, among others. Investments are valued at fair value as required by GASB 31. At June 30, 2012 the fair value of the County's position in the LGIP is 100% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements.

INTEREST RATE RISK – Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. In accordance with its investment policy, the County manages its exposure to declines in fair value by limiting the individual maturities in its investment portfolio to five years or less.

CUSTODIAL CREDIT RISK

DEPOSITS – In the case of deposits, this is the risk that in the event of bank failure, the County's deposits may not be returned to it. Oregon Revised Statutes require deposits to be deposited at an approved depository so determined by the Oregon State Treasurer. As of June 30, 2012, all deposits were deposited at an approved depository, but only \$805,517 was covered by the FDIC.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
 June 30, 2012

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

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

CONCENTRATION OF CREDIT RISK – To avoid incurring unreasonable risks inherent to over-investing in specific instruments or in individual financial institutions, the LGIP investment policy sets maximum limits on the percentage of the portfolio that can be invested in any one type of security. Amounts in the State Treasurer’s Local Government Investment Pool are not required by law to be collateralized. At June 30, 2012, certain accounts were either under-collateralized or exceeded FDIC coverage amounts.

NOTE 4 – ACCOUNTS, NOTES AND LOANS RECEIVABLE

Receivables as of year-end for the County's individual governmental and business-type major funds and non-major, internal service and fiduciary funds are as follows:

Governmental Funds:

	<u>General Fund</u>	<u>Road Fund</u>	<u>Jail Operations Fund</u>	<u>Business Loan Fund</u>	<u>Capital impr Project Fund</u>	<u>Non-Major and other Funds</u>	<u>Total</u>
Current receivables							
Accounts	\$ 184,288	\$ 10,736	\$ 25,323	\$ -	\$ -	\$ 1,026,305	\$ 1,246,652
Taxes	508,048	-	128,713	-	-	113,323	750,084
	<u>\$ 692,336</u>	<u>\$ 10,736</u>	<u>\$ 154,036</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,139,628</u>	<u>\$ 1,996,736</u>
Notes and loans receivable							
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,374,530</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,374,530</u>

Proprietary Funds:

	<u>Transfer Station Fund</u>	<u>Fairgrounds RV Park Fund</u>	<u>Community Development Fund</u>	<u>Total</u>	<u>Internal Service Funds</u>
Accounts Receivable	\$ 8,875	\$ -	\$ 111	\$ 8,986	\$ 20,626

Notes and loans receivable at June 30, 2012, consist of the following:

Note receivable – Madras Chamber of Commerce #1, payable in monthly installments of \$704 including interest at 5%, secured by real property, Due October 2016. \$26,657

Note receivable - Stage Stop Cafe, payable in monthly installments of \$708 including interest at 5%, secured by equipment. 38,927

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 4 – ACCOUNTS, NOTES AND LOANS RECEIVABLE (CONTINUED)

Note receivable - Madras Chamber of Commerce # 2, payable in monthly installments of \$98 including interest at 5%, secured by real property, due April 2016.	\$4,160
Note receivable - Central Oregon Regional Housing Authority, payable in one installment including interest at 4.9%, secured by real property.	90,000
Note receivable - Charlie's Pizza, payable in monthly installments including interest at 5%, secured by real property. Payments deferred for one year, with interest continuing to accrue. Due September, 2017.	32,853
Note receivable - David C. Allen, LLC, payable in monthly installments of \$300 including interest at 8%, unsecured, due March, 2015	8,853
Note receivable - Brickhouse Group LLC, payable in monthly installments of \$1,403 including interest at 5%, secured by real property, due January 2016.	193,678
Note receivable - Madras Motors, payable in 120 monthly installments of \$2,021 including interest at 5%, unsecured, due May 2016.	138,059
Note receivable~ Precision Applications, LLC payable in 60 monthly installments Of \$1,504 for 48 starting 1/15/13 until 12/15/16, if unpaid as of 10 days past due Date 5% of the payment will be due.	60,000
Note receivable~ Metolius Meadows LID was entered on November 9, 2011, for \$235, 427.55 which has an individual assessment for each property of \$1,601.55 for which it affected. The delinquent assessments which were not paid as of 30 days from 11/9/11 accrue at 2% per annum and have entered into a payment program	60,815
Note receivable~ An Intergovernmental Agreement was entered into between the City Of Madras and Jefferson County as of July 14, 2004, this agreement was for the "J" Street Project, in which the City agreed to remit its share of the annual debt service, the city is obligated to remit once it is notified by the county.	664,535
Note receivable~ A sale agreement was entered into for the sale of the Hope House to Madras Gospel Mission for \$85,000. Monthly deposits of \$500 are to be paid. There is no interest on this note receivable. This note was entered into on March 27, 2008.	55,993
	<u>\$ 1,374,530</u>

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
 June 30, 2012

NOTE 4 – ACCOUNTS, NOTES AND LOANS RECEIVABLE (CONTINUED)

For the modified accrual basis of accounting, governmental funds report deferred revenue in connection with receivables that are not considered to be available to liquidate liabilities of the current period.

Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. Notes and loans receivable are also recorded as deferred or unearned revenue in governmental funds. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

Property Taxes:

General Fund	\$	412,421
Jail Operations Fund		103,832
Jail Bond Debt Service Fund		92,223
		<u>92,223</u>
	\$	<u>608,476</u>

NOTE 5 – DUE TO/FROM OTHER FUNDS AND INTERFUND TRANSFERS

Interfund loans are primarily used to finance various projects or purchase capital assets in other funds and to provide temporary loans for cash shortfalls. Interfund due to/from balances at June 30, 2012 are comprised of the following:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 160,027	\$ 20,413
Road Fund	107,204	-
Business Loan	66,071	-
Capital Improvement Projects	20,368	-
Other Governmental Funds	-	320,757
Fair Grounds RV Park	-	12,500
	<u>\$ 353,670</u>	<u>\$ 353,670</u>

Amount expected to be repaid:

In one year	317,694
Greater than one year (Capital loan)	35,976
	<u>\$ 353,670</u>

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 5 – DUE TO/FROM OTHER FUNDS AND INTERFUND TRANSFERS (CONTINUED)

Interfund transfers are used to pay administrative services provided by the general fund, provide funds for debt service, and contribute to the cost of capital projects. Transfers to and from other funds at June 30, 2012, are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 1,024,049	\$ 1,642,847
Road Fund	3,417	373,224
Jail Operations	611,059	349,635
Business Loan	22,133	-
Capital Improvement	500,000	-
Other Governmental Funds	<u>673,726</u>	<u>763,457</u>
	<u>2,834,384</u>	<u>3,129,163</u>
Enterprise Funds	80,230	88,325
Internal Service Funds	<u>331,474</u>	<u>28,600</u>
Total All Funds	<u>\$ 3,246,088</u>	<u>\$ 3,246,088</u>

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 6 – CAPITAL ASSETS

Capital asset activity for governmental and business-type activities for the year ended June 30, 2012 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets not being depreciated:				
Land	\$ 317,668	\$ -	\$ -	\$ 317,668
Total capital assets not being depreciated	<u>317,668</u>	<u>-</u>	<u>-</u>	<u>317,668</u>
Capital assets being depreciated:				
Buildings	18,058,640		-	18,058,640
Machinery and Equipment	8,042,356	299,201	(49,382)	8,292,175
Infrastructure	2,863,107	-	-	2,863,107
Total capital assets being depreciated	<u>28,964,103</u>	<u>299,201</u>	<u>(49,382)</u>	<u>29,213,922</u>
Less Accumulated Depreciation				
Buildings	(7,067,055)	(754,898)	-	(7,821,953)
Machinery and Equipment	(6,586,129)	(111,100)	49,382	(6,647,847)
Infrastructure	(1,022,541)	-	-	(1,022,541)
Total accumulated depreciation	<u>(14,675,725)</u>	<u>(865,998)</u>	<u>49,382</u>	<u>(15,492,341)</u>
Gov't Activities Capital Assets, net	<u>\$ 14,606,046</u>	<u>\$ (566,797)</u>	<u>\$ -</u>	<u>\$ 14,039,249</u>
Business - Type Activities				
Capital assets being depreciated:				
Buildings	\$ 20,251	\$ -	\$ -	\$ 20,251
Machinery and Equipment	785,113	-	-	785,113
Total capital assets being depreciated	<u>805,364</u>	<u>-</u>	<u>-</u>	<u>805,364</u>
Less Accumulated Depreciation				
Buildings	(8,606)	-	-	(8,606)
Machinery and Equipment	(375,686)	(22,299)	-	(397,985)
Total accumulated depreciation	<u>(384,292)</u>	<u>(22,299)</u>	<u>-</u>	<u>(406,591)</u>
Business -Type Activities Capital Assets, net	<u>\$ 421,072</u>	<u>\$ (22,299)</u>	<u>\$ -</u>	<u>\$ 398,773</u>

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
 June 30, 2012

NOTE 6 – CAPITAL ASSETS (CONTINUED):

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

Government Activities:

General Gov't	\$	109,359
Public Safety		288,471
Highways and Streets		227,415
Economic Development		8,342
Education		7,540
Health and Welfare		199,178
Culture and Recreation		25,693

Total Depreciation Expense - Gov't Activities	\$	<u>865,998</u>
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Business-Type Activities:

Transfer	\$	16,860
RV Park		2,569
Community Development		2,870

Total Depreciation Expense - Gov't Activities	\$	<u>22,299</u>
---	----	---------------

NOTE 7 - LONG-TERM DEBT

Governmental Activities

Advance Refunding Bonds

The County has defeased a certain general obligation bond by placing the proceeds of the refunding issue in an irrevocable trust to provide for all future debt service payments on the retired bond. Accordingly, the trust account assets and the liability for the defeased bond are not included in the County's financial statements. A 2010 refunding bond was then issued August of 2010 with an interest rate of 2% and a balance of \$2,155,000. Future principal and interest payments on the refunding bond total \$2,220,200.

Full Faith and Credit Obligation Bond

In September 2004, the County issued full faith and credit obligation bonds to fund the "J" Street Project. The bonds mature serially through 2019 and have semi-annual interest payments which range from 2% to 4%. The bonds are direct obligations and pledge the full faith and credit of the County. The City of Madras will pay 55.85% of the bond. The County will pay the remaining balance with service

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 7 - LONG-TERM DEBT (CONTINUED)

development charges. The balance due at June 30, 2012, was \$1,210,000 with principal of \$155,000 due in the coming year.

Future maturities of principal and interest on the general obligation bond, full faith and credit bond are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payment</u>
2013	\$ 1,205,000	\$ 89,145	\$ 1,294,145
2014	1,265,000	62,720	1,327,720
2015	165,000	33,735	198,735
2016	170,000	27,877	197,877
2017	180,000	21,673	201,673
2018-2022	380,000	22,724	402,724
Total	\$ 3,365,000	\$ 257,874	\$ 3,622,874

Changes in long-term debt are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities					
Bonds Payable	\$ 4,515,000	\$ -	\$ (1,150,000)	\$ 3,365,000	\$ 1,205,000
Notes Payable	26,668	-	(26,668)	-	-
net of Premiun/Discount	1,469		(3,605)	(2,136)	(3,605)
Total noncurrent liabilities	\$ 4,543,137	\$ -	\$ (1,180,273)	\$ 3,362,864	\$ 1,201,395
Accrued Compensated Absences	\$ 218,680	\$ 6,634	\$ -	\$ 225,314	\$ 225,314
Business-Type Activities					
Landfill post-closure costs	\$ 5,308,353	\$ 274,815	\$ -	\$ 5,583,168	
Total noncurrent liabilities	\$ 5,308,353	\$ 274,815	\$ -	\$ 5,583,168	

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
 June 30, 2012

NOTE 8 – GASB STATEMENT NO 54-FUND BALANCE

Below is a schedule of ending fund balance, based on GASB Statement 54 implementation:

Fund Balances:	General	Road	Jail Operations	Business Loan	Capital Improvement Projects	Other Governmental Funds	Total
Nonspendable:							
Inventories	\$ -	\$ 272,660	\$ -	\$ -	\$ -	\$ -	\$ 272,660
Memorial Park Perpetual Care	-	-	-	-	-	111,638	111,638
	-	272,660	-	-	-	111,638	384,298
Restricted:							
Capital projects and construction	-	1,474,004	-	-	2,583,895	61,376	4,119,275
Equipment Purchases	256,526	-	-	-	-	-	256,526
Debt Service	-	-	-	-	-	653,919	653,919
Other	-	-	-	-	-	-	-
Other purposes	132,001	-	-	-	-	2,405,558	2,537,559
	388,527	1,474,004	-	-	2,583,895	3,120,853	7,567,279
Committed:							
Jail Operations	-	-	1,786,115	-	-	-	1,786,115
Other purposes	-	-	-	-	-	637,661	637,661
	-	-	1,786,115	-	-	637,661	2,423,776
Assigned:							
Reserved for property tax shortfall	3,622,798	-	-	-	-	-	3,622,798
Other							
Housing loans	-	-	-	389,851	-	-	389,851
Other prposes	-	-	-	-	-	402,600	402,600
	3,622,798	-	-	389,851	-	402,600	4,415,249
Unassigned							
Other purposes	-	-	-	-	-	(126,418)	(126,418)
Total Fund Balances:	\$ 4,011,325	\$ 1,746,664	\$ 1,786,115	\$ 389,851	\$ 2,583,895	\$ 4,146,334	\$ 14,664,184

NOTE 9 - PARTICIPATION IN PUBLIC EMPLOYEES RETIREMENT SYSTEM

Contributions are made to the Oregon Public Employees Retirement Fund (OPERF), a state-wide cost-sharing multiple-employer defined benefit pension plan administered by the Oregon Public Employees Retirement System (PERS). Within PERS, school districts comprise a cost-sharing component. Generally, employees who retire at or after age 55 or with 30 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 1.67% of their final average salary for each year of credited service. Final average monthly salary is based upon either the three calendar years out of the last ten calendar years of employment during which the highest salaries were earned or the last 36 calendar months of membership, whichever is larger.

Employees become members of PERS after six months of service in a qualified position and benefits fully vest on reaching 5 years of service. Vested employees with fewer than 30 years of service will receive reduced benefits if retirement occurs prior to age 58. PERS also provides death and disability

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 9 - PARTICIPATION IN PUBLIC EMPLOYEES RETIREMENT SYSTEM(CONTINUED)

benefits. Benefits are established by State statute. The Oregon Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, Oregon 97281-3700.

The required employee contribution of 6% is paid by the County. Prior to December 31, 2003, the employee's 6% contribution was made to the PERS ORS 238 plans. Effective January 1, 2004, this same 6% contribution was required to be remitted to the Individual Account Program (IAP) for all eligible employees under ORS 238A Individual Account Program Plan. The County also contributes the remaining amounts necessary to pay benefits when due. For 2012, 2011, and 2010, the County's annual pension cost of \$988,665, \$862,680, and \$863,507 respectively was equal to the required and actual contributions. The County is required by ORS 238.225 to contribute at an actuarially determined rate. The employer rate adopted by the PERS board based on the December 31, 2007, actuarial valuation for the County for fiscal year 2011-12 was 12.74% for Tier One and Tier Two employees. For OPSRP employees, the County remitted contributions based on employee class. For OPSRP contribution rates were 8.26% for general services and 10.97% for police and fire employees.

The required contribution was determined as part of the December 31, 2007, actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) an 8.00% investment rate of return (net of administrative expenses), (b) projected salary increases of 3.75% per year and (c) 2.75% per year post-retirement cost-of-living increases. The underlying long-term assumed rate of inflation is 2.75% per year. The actuarial values of PERS assets are valued on the Expected Value Method. The County's unfunded actuarial liability is being amortized as a level percentage of payroll over 30 years on an open basis.

NOTE 10 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County carries commercial insurance with nominal deductible levels. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The liability for claims and judgments is reported in the appropriate fund. Amount of losses over the past three years have not exceeded insurance coverage less deductibles.

The County also carries commercial insurance for workers' compensation and employee health and accident insurance. Settled claims from those risks have not exceeded commercial insurance coverage in any of the past three fiscal years. The County has elected to self-insure against liability arising from unemployment benefits provided to former County employees. As of year-end, provision has been made for known benefit claims through June 30, 2012, which are related to services performed in the fiscal year ended June 30, 2012. Future claims related to service during that period are not determinable and historically not significant.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 11 - PROPERTY TAX LIMITATIONS

The County is currently subject to constitutional property tax limitation provisions that specify a maximum allowable tax of \$5 for public schools and \$10 for other local government entities for each \$1,000 of assessed value of property. The limitation does not include taxes to repay bonded debt or certain special assessments.

Under an additional constitutional limitation, the maximum assessed value of property for 1997-98 was reduced to ninety percent of each property's assessed value for the 1995-96 tax year. Increases to the assessed value are limited to three percent per year, with exceptions for new property and certain improvements. For the 1997-98 tax year, the total of most taxing district operating levies in the state was reduced by approximately 17 percent. For subsequent years, the tax rates for each taxing district are permanently fixed based on the 1997-98 levy. Voters of a local taxing district may approve a tax that exceeds this limitation. Elections related to tax levies or bond measures require fifty percent of the registered voters to cast ballots to be valid except in May and November elections.

NOTE 12 - LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations required the County to place a final cover on its Box Canyon Landfill site and stop accepting waste in 1997. The County must perform certain maintenance and monitoring functions at the site for thirty years after closure.

The \$5,583,138 reported as business-type, non-current liabilities in the government-wide financial statements for landfill post-closure care liability at June 30, 2012, represents the current estimate of total closure and post-closure care costs anticipated by engineering studies. These amounts are based on what it would cost to perform all closure and post-closure care currently and is updated annually. There were no amounts expended for post-closure costs during the current fiscal year. Actual future costs may be higher than the estimated remaining costs due to inflation, changes in technology, or changes in regulations.

The County is not required to currently finance these costs and the Transfer Station Fund has not included these future costs in its budget for the year ending June 30, 2012. Future inflation costs and interest accumulated on amounts which may be set aside have not been projected. Projected post-closure care

costs and any additional requirements that may be determined (due to changes in technology or applicable laws and regulations, for example) may need to be covered by charges to future landfill users or from future tax revenue.

NOTE 13 - DEFICIT FUND BALANCE/EQUITY

As of June 30, 2012, the SDC CRR Parks Fund had deficit fund balance using the modified accrual basis of accounting of \$32,122. This deficit resulted from a long-term interfund loan that will be repaid with resources over several years.

The SDC County Road Fund also had a deficit fund balance using the modified accrual basis of accounting of \$94,296. This deficit resulted from advances to other funds.

The Transfer Station Fund also had a deficit of \$4,945,349 on the full-accrual basis of accounting resulting from its long-term obligation for landfill closure costs, which will be liquidated with resources over several years.

JEFFERSON COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 14 – CONTINGENT LIABILITY

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

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

NOTE 15 – CONTINGENCY

In May 2011 the Jail Operating Levy passed at a rate of .99 per thousand for a 3 year period. Due to property tax compression, the County is concerned that the .99 per thousand will not sustain the Jail Fund at its present operating level.

NOTE 16 – PRIOR PERIOD ADJUSTMENTS

An adjustment was made to the governmental-wide Statement of Activities. This adjustment was made because long-term notes receivable were improperly recognized in the governmental funds in prior years. The adjustment removed the notes from governmental fund and accrued them into the government-wide statements. Other prior period adjustments in various funds were the result of correcting adjustments between budgetary statements and Generally Accepted Accounting Principles in prior years.

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JEFFERSON COUNTY, OREGON

REQUIRED SUPPLEMENTARY

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JEFFERSON COUNTY, OREGON

GENERAL FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
REVENUES				
Taxes	\$ 4,878,693	\$ 4,878,693	\$ 5,195,229	\$ 316,536
Intergovernmental	821,620	821,620	942,565	120,945
Licenses and permits	30,750	30,750	79,222	48,472
Charges for services	211,300	211,300	215,628	4,328
Interest income	26,000	26,000	30,729	4,729
Other revenues	41,350	41,350	42,752	1,402
Total revenues	6,009,713	6,009,713	6,506,125	496,412
EXPENDITURES				
Personal service	4,380,472	4,315,012	4,191,197	(123,815)
Materials and services	1,209,633	1,303,293	1,147,426	(155,867)
Capital outlay	15,720	15,720	10,720	(5,000)
Intergovernmental	61,418	88,318	88,318	-
Contingency	95,591	40,591	-	(40,591)
Total expenditures	5,762,834	5,762,934	5,437,661	(325,273)
Excess of revenues over (under) expenditures	246,879	246,779	1,068,464	821,685
OTHER FINANCING SOURCES (USES)				
Transfers in	751,790	751,790	854,873	103,083
Transfers out	(1,258,317)	(1,648,217)	(1,642,847)	5,370
Total other financing sources (uses)	(506,527)	(896,427)	(787,974)	108,453
Net change in fund balance	(259,648)	(649,648)	280,490	930,138
Fund balance - beginning	2,259,648	2,649,648	3,332,804	683,156
Prior period adjustment	-	-	29,917	29,917
Fund balance - ending	\$ 2,000,000	\$ 2,000,000	3,643,211	\$ 1,643,211
Adjustments to budgetary basis				
Interfund advances			(20,413)	
Reconciliation to Governmental Fund Balance as required by GASB #54				
Ending Fund Balance				
Road Equipment Purchase			256,526	
County Special Litigation			124,132	
Juvenile Special Projects			7,869	
			<u>\$ 4,011,325</u>	

See schedule of expenditures and appropriations-General Fund for appropriation level.

JEFFERSON COUNTY, OREGON

ROAD FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 1,842,500	\$ 1,842,500	\$ 1,871,550	\$ 29,050
Taxes (split revenue)	53,453	53,453	48,023	(5,430)
Licenses and permits	129,628	129,628	143,726	14,098
Interest income	20,000	20,000	12,025	(7,975)
Other revenues	-	-	279,278	279,278
Total revenues	2,045,581	2,045,581	2,354,602	309,021
EXPENDITURES				
Personal service	1,126,184	1,126,184	1,081,123	(45,061)
Materials and services	1,452,117	1,452,117	1,090,922	(361,195)
Capital outlay	103,744	103,744	7,100	(96,644)
Total expenditures	2,682,045	2,682,045	2,179,145	(502,900)
Excess of revenues over (under) expenditures	(636,464)	(636,464)	175,457	811,921
OTHER FINANCING SOURCES (USES)				
Interfund loan payment received	2,100	2,100	3,417	1,317
Transfers out	(282,269)	(282,269)	(373,224)	(90,955)
Total other financing sources (uses)	(280,169)	(280,169)	(369,807)	(89,638)
Net change in fund balance	(916,633)	(916,633)	(194,350)	722,283
Fund balance - beginning	1,100,000	1,100,000	1,748,642	648,642
Prior Period Adjustment	-	-	(187,492)	(187,492)
Fund balance - ending	\$ 183,367	\$ 183,367	1,366,800	\$ 1,183,433
Adjustment from budgetary basis				
Due from Other Funds			107,204	
Inventory			272,660	
			379,864	
			\$ 1,746,664	

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

JAIL OPERATIONS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2012

REVENUES	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Taxes	\$ 952,051	\$ 952,051	\$ 1,189,423 ✓	\$ 237,372
Intergovernmental	362,408	362,408	400,617 ✓	38,209
Licenses and permits	4,000	4,000	10,479 ✓	6,479
Charges for services	95,000	95,000	65,149	(29,851)
Interest income	25,400	25,400	16,491 ✓	(8,909)
Total revenues	1,438,859	1,438,859	1,682,159	243,300
EXPENDITURES				
Personal service	1,589,607	1,589,607	1,472,451	(117,156)
Materials and services	552,800	552,800	488,442	(64,358)
Capital outlay	15,000	46,059	10,767	(35,292)
Debt Service	25,000	27,000	26,668	(332)
Contingency	120,317	70,317	-	(70,317)
Total expenditures	2,302,724	2,285,783	1,998,328	(287,455)
Excess of revenues over (under) expenditures	(863,865)	(846,924)	(316,169)	530,755
OTHER FINANCING SOURCES (USES)				
Transfers in	578,000	611,059	611,059	-
Transfers out	(312,950)	(362,950)	(349,635)	13,315
Total other financing sources (uses)	265,050	248,109	261,424	13,315
Net change in fund balance	(598,815)	(598,815)	(54,745)	544,070
Fund balance - beginning	1,898,815	1,898,815	1,840,860	(57,955)
Fund balance - ending	\$ 1,300,000	\$ 1,300,000	\$ 1,786,115	\$ 486,115

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

BUSINESS LOAN FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2012

REVENUES	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Local				
Investment income	\$ 2,000	\$ 2,000	\$ 2,416	\$ 416
Loan principal	44,600	44,600	34,192	(10,408)
Loan Interest	28,056	28,056	29,078	1,022
Total revenues	74,656	74,656	65,686	(8,970)
EXPENDITURES				
Materials and services	20,250	20,250	10,062	(10,188)
Business loans	382,140	382,140	10,000	(372,140)
Total expenditures	402,390	402,390	20,062	(382,328)
Excess of revenues over (under) expenditures	(327,734)	(327,734)	45,624	373,358
OTHER FINANCING SOURCES (USES)				
Interfund loan principal received from				
General Fund - fairgrounds transfer in	8,750	8,750	8,750	-
General Fund maint. dept. - backhoe	9,504	9,504	9,504	-
Fairground RV Park Fund	2,500	2,500	2,500	-
County Park Fund	4,480	4,480	-	(4,480)
SDC CRR Park Fund #2	2,500	2,500	1,379	(1,121)
Total other financing sources (uses)	27,734	27,734	22,133	(5,601)
Net change in fund balance	(300,000)	(300,000)	67,757	367,757
Fund balance - beginning	300,000	300,000	344,364	44,364
Prior Period Adjustment	-	-	(88,341)	(88,341)
Fund balance - ending	\$ -	\$ -	323,780	\$ 323,780
Adjustment from budgetary basis Due from Other Funds			66,071	
			\$ 389,851	

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON
SUPPLEMENTARY INFORMATION

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JEFFERSON COUNTY, OREGON

CAPITAL IMPROVEMENT PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
REVENUES				
Local				
Other Revenues	\$ 5,620	\$ 5,620	\$ 174,743	\$ 169,123
Interest	25,000	25,000	18,859	(6,141)
	<u>30,620</u>	<u>30,620</u>	<u>193,602</u>	<u>162,982</u>
EXPENDITURES				
Materials and services	15,000	15,000	12,480	(2,520)
Capital outlay	2,345,620	2,345,620	246,634	(2,098,986)
	<u>2,360,620</u>	<u>2,360,620</u>	<u>259,114</u>	<u>(2,101,506)</u>
Excess of revenues over (under) expenditures	(2,330,000)	(2,330,000)	(65,512)	2,264,488
OTHER FINANCING SOURCES (USES)				
Interfund Loan Payment Received	-	-	5,574	5,574
Transfers In	200,000	200,000	500,000	300,000
	<u>200,000</u>	<u>200,000</u>	<u>505,574</u>	<u>305,574</u>
Net change in fund balance	(2,130,000)	(2,130,000)	440,062	2,570,062
Fund balance - beginning of year	2,130,000	2,130,000	2,148,276	18,276
Prior Period Adjustment	-	-	(24,811)	(24,811)
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	2,563,527	<u>\$ 2,563,527</u>
			Adjustments to Budgetary Basis	
			Interfund Advances	
			20,368	
			<u>\$ 2,583,895</u>	

See schedule of expenditures and appropriations-all capital project funds for appropriation level.

JEFFERSON COUNTY, OREGON

COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS JUNE 30, 2012

	Special Revenue Funds			
	Federal, State, County Road Construction	Enforcement	Animal Control	Emergency Communication "911"
ASSETS				
Cash and investments	\$ 29,947	\$ 5,431	\$ 16,754	\$ 50,974
Taxes receivable	-	-	-	-
Accounts receivable	373,256	-	-	75,477
TOTAL ASSETS	\$ 403,203	\$ 5,431	\$ 16,754	\$ 126,451
LIABILITIES AND FUND BALANCES				
Liabilities				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Advances from other funds	-	-	-	-
Accounts payable	257,930	-	1,122	17,082
Deferred revenue	-	-	-	-
Total liabilities	257,930	-	1,122	17,082
Fund balances				
Nonspendable	-	-	-	-
Restricted	145,273	-	-	109,389
Committed	-	5,431	15,632	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	145,273	5,431	15,632	109,389
TOTAL LIABILITIES AND FUND BALANCES	\$ 403,203	\$ 5,431	\$ 16,754	\$ 126,451

Special Revenue Funds

<u>Footpath and Bicycle Trail</u>	<u>Law Library</u>	<u>DA Fund Juvenile Dependency</u>	<u>Mt. Jefferson Memorial Park Operations</u>	<u>Mt. Jefferson Memorial Park Perpetual</u>	<u>County Fair</u>	<u>Victims' Assistance</u>	<u>County School</u>
\$ 61,479	\$ 51,826	\$ 515	\$ 55,436	\$ 111,638	\$ 39,556	\$ 24,963	\$ 14
-	-	-	-	-	-	-	-
-	-	563	-	-	-	-	-
<u>\$ 61,479</u>	<u>\$ 51,826</u>	<u>\$ 1,078</u>	<u>\$ 55,436</u>	<u>\$ 111,638</u>	<u>\$ 39,556</u>	<u>\$ 24,963</u>	<u>\$ 14</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	2,685	-	281	-	5,354	10,686	-
-	-	-	-	-	-	-	-
-	2,685	-	281	-	5,354	10,686	-
-	-	-	-	111,638	-	-	-
61,479	49,141	1,078	-	-	34,202	14,277	14
-	-	-	55,155	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>61,479</u>	<u>49,141</u>	<u>1,078</u>	<u>55,155</u>	<u>111,638</u>	<u>34,202</u>	<u>14,277</u>	<u>14</u>
<u>\$ 61,479</u>	<u>\$ 51,826</u>	<u>\$ 1,078</u>	<u>\$ 55,436</u>	<u>\$ 111,638</u>	<u>\$ 39,556</u>	<u>\$ 24,963</u>	<u>\$ 14</u>

JEFFERSON COUNTY, OREGON

COMBINING BALANCE SHEET - CONTINUED - NON-MAJOR GOVERNMENTAL FUNDS JUNE 30, 2012

	Special Revenue Funds				
	Transient Occupancy Tax	Special Transportation	County Fair Building	Public Land Corner Preservation	County Projects
ASSETS					
Cash and investments	\$ 115,367	\$ 7,007	\$ 13,508	\$ 6,280	\$ 106,707
Taxes receivable	-	-	-	-	-
Accounts receivable	-	-	-	-	-
TOTAL ASSETS	\$ 115,367	\$ 7,007	\$ 13,508	\$ 6,280	\$ 106,707
LIABILITIES AND FUND BALANCES					
Liabilities					
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Advances from other funds	-	-	-	-	-
Accounts payable	-	5,652	-	834	7,211
Deferred revenue	-	-	-	-	-
Total liabilities	-	5,652	-	834	7,211
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	-	1,355	-	-	-
Committed	115,367	-	13,508	-	99,496
Assigned	-	-	-	5,426	-
Unassigned	-	-	-	-	-
Total fund balances	115,367	1,355	13,508	5,426	99,496
TOTAL LIABILITIES AND FUND BALANCES	\$ 115,367	\$ 7,007	\$ 13,508	\$ 6,280	\$ 106,707

Special Revenue Funds

<u>Family Planning Grant</u>	<u>Maternal- Child Health</u>	<u>Tuberculosis/ Communicable Disease</u>	<u>Woman- Infant- Children</u>	<u>Smoke Management</u>	<u>Prevention Program</u>	<u>Corrections and Drug Program</u>	<u>Commission on Children and Families</u>
\$ 83,208	\$ 109,038	\$ -	\$ -	\$ 52,882	\$ 79,713	\$ 60	\$ 8,876
-	-	-	-	-	-	-	-
<u>7,806</u>	<u>32,052</u>	<u>11,892</u>	<u>23,266</u>	<u>-</u>	<u>23,033</u>	<u>-</u>	<u>77,531</u>
<u>\$ 91,014</u>	<u>\$ 141,090</u>	<u>\$ 11,892</u>	<u>\$ 23,266</u>	<u>\$ 52,882</u>	<u>\$ 102,746</u>	<u>\$ 60</u>	<u>\$ 86,407</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	4,597	7,236	-	-	-	-
2,448	25,947	1,644	3,079	48	5,635	-	50,042
-	-	-	-	-	-	-	-
<u>2,448</u>	<u>25,947</u>	<u>6,241</u>	<u>10,315</u>	<u>48</u>	<u>5,635</u>	<u>-</u>	<u>50,042</u>
-	-	-	-	-	-	-	-
88,566	115,143	5,851	12,951	-	97,111	60	-
-	-	-	-	-	-	-	-
-	-	-	-	52,834	-	-	36,365
-	-	-	-	-	-	-	-
<u>88,566</u>	<u>115,143</u>	<u>5,851</u>	<u>12,951</u>	<u>52,834</u>	<u>97,111</u>	<u>60</u>	<u>36,365</u>
<u>\$ 91,014</u>	<u>\$ 141,090</u>	<u>\$ 11,892</u>	<u>\$ 23,266</u>	<u>\$ 52,882</u>	<u>\$ 102,746</u>	<u>\$ 60</u>	<u>\$ 86,407</u>

JEFFERSON COUNTY, OREGON

COMBINING BALANCE SHEET - CONTINUED - NON-MAJOR GOVERNMENTAL FUNDS JUNE 30, 2012

	Special Revenue Funds				
	<u>County Clerk Records</u>	<u>Mental Health Alcohol and Drug Program</u>	<u>Veterans Service Expansion</u>	<u>Mental Health Developmental Disabilities</u>	<u>Federal CCBG Program</u>
ASSETS					
Cash and investments	\$ 108,335	\$ 35,760	\$ -	\$ 62,381	\$ -
Taxes receivable	-	-	-	-	-
Accounts receivable	-	12,195	4,612	-	51,793
TOTAL ASSETS	<u>\$ 108,335</u>	<u>\$ 47,955</u>	<u>\$ 4,612</u>	<u>\$ 62,381</u>	<u>\$ 51,793</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Advances from other funds	-	-	2,354	-	22,379
Accounts payable	-	8,852	1,997	400	22,784
Deferred revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>8,852</u>	<u>4,351</u>	<u>400</u>	<u>45,163</u>
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	-	39,103	261	61,981	6,630
Committed	-	-	-	-	-
Assigned	108,335	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	<u>108,335</u>	<u>39,103</u>	<u>261</u>	<u>61,981</u>	<u>6,630</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 108,335</u>	<u>\$ 47,955</u>	<u>\$ 4,612</u>	<u>\$ 62,381</u>	<u>\$ 51,793</u>

Special Revenue Funds

<u>Parks Development</u>	<u>Economic Development</u>	<u>Oregon Health Care Mental Health</u>	<u>Community Corrections</u>	<u>Juvenile Crime Plan</u>	<u>Geographic Information System</u>	<u>Conciliation/ Mediation</u>
\$ 83,050	\$ 256,034	\$ 954,125	\$ 256,708	\$ -	\$ 75,934	\$ 75,409
-	-	-	-	-	-	-
<u>12,846</u>	<u>3,573</u>	<u>146,572</u>	<u>1,022</u>	<u>18,199</u>	<u>-</u>	<u>-</u>
<u>\$ 95,896</u>	<u>\$ 259,607</u>	<u>\$ 1,100,697</u>	<u>\$ 257,730</u>	<u>\$ 18,199</u>	<u>\$ 75,934</u>	<u>\$ 75,409</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
20,368	-	-	-	10,604	-	-
1,761	302	140,738	4,326	-	30	1,000
-	-	-	-	-	-	-
<u>22,129</u>	<u>302</u>	<u>140,738</u>	<u>4,326</u>	<u>10,604</u>	<u>30</u>	<u>1,000</u>
-	-	-	-	-	-	-
73,767	259,305	959,959	253,404	7,595	-	74,409
-	-	-	-	-	-	-
-	-	-	-	-	75,904	-
-	-	-	-	-	-	-
<u>73,767</u>	<u>259,305</u>	<u>959,959</u>	<u>253,404</u>	<u>7,595</u>	<u>75,904</u>	<u>74,409</u>
<u>\$ 95,896</u>	<u>\$ 259,607</u>	<u>\$ 1,100,697</u>	<u>\$ 257,730</u>	<u>\$ 18,199</u>	<u>\$ 75,934</u>	<u>\$ 75,409</u>

JEFFERSON COUNTY, OREGON

COMBINING BALANCE SHEET - CONTINUED - NON-MAJOR GOVERNMENTAL FUNDS JUNE 30, 2012

	Special Revenue Funds			Capital Project Funds	
	Sheriff LLEBG	Code Enforcement	District Attorney Grants	Landfill Closure	SDC County Road
ASSETS					
Cash and investments	\$ 28,787	\$ 122,539	\$ -	\$ 99,608	\$ 12,908
Taxes receivable	-	-	-	-	-
Accounts receivable	4,573	4,260	127,918	13,846	-
TOTAL ASSETS	\$ 33,360	\$ 126,799	\$ 127,918	\$ 113,454	\$ 12,908
LIABILITIES AND FUND BALANCES					
Liabilities					
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Advances from other funds	-	-	112,857	-	107,204
Accounts payable	228	1,063	15,061	6,478	-
Deferred revenue	-	-	-	-	-
Total liabilities	228	1,063	127,918	6,478	107,204
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	33,132	-	-	106,976	-
Committed	-	-	-	-	-
Assigned	-	125,736	-	-	-
Unassigned	-	-	-	-	(94,296)
Total fund balances	33,132	125,736	-	106,976	(94,296)
TOTAL LIABILITIES AND FUND BALANCES	\$ 33,360	\$ 126,799	\$ 127,918	\$ 113,454	\$ 12,908

Capital Project Funds			Debt Service Funds		Total
SDC CRR Roads	SDC County Parks	SDC CRR Parks	Jail Bond Debt Service	J Street Bond	
\$ 84,724	\$ 103,070	\$ 1,036	\$ 632,799	\$ -	\$ 4,022,366
-	-	-	113,343	-	113,343
-	-	-	-	-	1,026,285
<u>\$ 84,724</u>	<u>\$ 103,070</u>	<u>\$ 1,036</u>	<u>\$ 746,142</u>	<u>\$ -</u>	<u>\$ 5,161,994</u>
\$ -	\$ -	\$ -	\$ -	\$ -	-
-	-	33,158	-	-	320,757
-	-	-	-	-	602,680
-	-	-	92,223	-	92,223
-	-	33,158	92,223	-	1,015,660
-	-	-	-	-	111,638
84,724	103,070	-	653,919	-	3,120,853
-	-	-	-	-	637,661
-	-	-	-	-	402,600
-	-	(32,122)	-	-	(126,418)
<u>84,724</u>	<u>103,070</u>	<u>(32,122)</u>	<u>653,919</u>	<u>-</u>	<u>4,146,334</u>
<u>\$ 84,724</u>	<u>\$ 103,070</u>	<u>\$ 1,036</u>	<u>\$ 746,142</u>	<u>\$ -</u>	<u>\$ 5,161,994</u>

JEFFERSON COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2012

	Special Revenue Funds			
	Federal, State, County Road Construction	Enforcement	Animal Control	Emergency Communication "911"
Revenues				
Taxes - property	\$ -	\$ -	\$ -	\$ -
Taxes - other	-	-	-	-
Licenses and fees	-	8,679	67,845	-
Charges for service	-	-	-	-
Intergovernmental	-	-	-	315,359
Interest	851	40	199	185
Other	508,190	-	6,087	161,452
Total revenues	509,041	8,719	74,131	478,996
Expenditures				
Current				
General services	-	-	-	-
Highway and streets	465,053	-	-	-
Public safety	-	-	125,005	639,347
Economic development	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	465,053	-	125,005	639,347
Excess of revenues over (under) expenditures	43,988	8,719	(50,874)	(162,351)
Other financing sources (uses)				
Assumption of interfund loan	-	-	-	-
Operating transfers in	-	-	50,000	172,532
Operating transfers out	-	(8,000)	(7,380)	(9,020)
Total other financing sources (uses)	-	(8,000)	42,620	163,512
Net change in fund balances	43,988	719	(8,254)	1,161
Fund balances (deficit) - beginning of year	101,285	4,712	23,886	108,228
Prior Period Adjustment	-	-	-	-
Fund balances (deficit) - end of year	\$ 145,273	\$ 5,431	\$ 15,632	\$ 109,389

Special Revenue Funds

<u>Footpath and Bicycle Trail</u>	<u>Law Library</u>	<u>DA Fund Juvenile Dependency</u>	<u>Mt. Jefferson Memorial Park Operations</u>	<u>Mt. Jefferson Memorial Park Perpetual</u>	<u>County Fair</u>	<u>Victims' Assistance</u>	<u>County School</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	18,413	-	-	-	-	-	51,589
-	-	-	55,177	2,945	125,104	-	-
13,718	-	1,681	1,336	-	51,707	157,086	119,135
1,307	470	2	-	-	58	204	237
-	-	-	-	-	34,410	138	-
<u>15,025</u>	<u>18,883</u>	<u>1,683</u>	<u>56,513</u>	<u>2,945</u>	<u>211,279</u>	<u>157,428</u>	<u>170,961</u>
-	-	-	53,287	-	-	-	-
-	16,274	3,965	-	-	-	172,980	-
-	-	-	-	-	-	-	-
130,000	-	-	-	-	309,964	-	-
-	-	-	-	-	-	-	170,847
-	-	-	-	-	8,750	-	-
-	-	-	-	-	-	-	-
<u>130,000</u>	<u>16,274</u>	<u>3,965</u>	<u>53,287</u>	<u>-</u>	<u>318,714</u>	<u>172,980</u>	<u>170,847</u>
(114,975)	2,609	(2,282)	3,226	2,945	(107,435)	(15,552)	14
-	-	-	-	-	-	-	-
-	-	-	9,000	-	122,167	-	-
-	(6,500)	-	-	-	(9,620)	(8,196)	-
-	(6,500)	-	9,000	-	112,547	(8,196)	-
(114,975)	(3,891)	(2,282)	12,226	2,945	5,112	(23,748)	14
176,454	53,032	3,360	42,929	108,693	20,341	38,025	-
-	-	-	-	-	8,749	-	-
<u>\$ 81,479</u>	<u>\$ 49,141</u>	<u>\$ 1,078</u>	<u>\$ 55,155</u>	<u>\$ 111,638</u>	<u>\$ 34,202</u>	<u>\$ 14,277</u>	<u>\$ 14</u>

JEFFERSON COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CONTINUED - NON-MAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2012

	Special Revenue Funds				
	Transient Occupancy Tax	Special Transportation	County Fair Building	Public Land Corner Preservation	County Projects
Revenues					
Taxes - property	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes - other	255,414	-	-	-	-
Licenses and fees	-	-	-	29,274	-
Charges for service	-	-	-	-	-
Intergovernmental	-	66,304	-	-	42,740
Interest	694	15	-	32	747
Other	-	-	500	-	-
Total revenues	256,108	66,319	500	29,306	43,487
Expenditures					
Current					
General services	-	66,304	-	23,228	-
Highway and streets	-	-	-	-	-
Public safety	-	-	-	-	14,650
Economic development	65,749	-	4,975	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service	-	-	-	-	-
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	65,749	66,304	4,975	23,228	14,650
Excess of revenues over (under) expenditures	190,359	15	(4,475)	6,078	28,837
Other financing sources (uses)					
Assumption of interfund loan	-	-	-	-	-
Operating transfers in	-	-	5,000	-	-
Operating transfers out	(123,067)	-	-	(1,680)	(3,343)
Total other financing sources (uses)	(123,067)	-	5,000	(1,680)	(3,343)
Net changes in fund balances	67,292	15	525	4,398	25,494
Fund balances (deficit) - beginning of year	48,075	1,340	12,983	1,028	74,002
Prior Period Adjustment	-	-	-	-	-
Fund balances (deficit) - end of year	\$ 115,367	\$ 1,355	\$ 13,508	\$ 5,426	\$ 99,496

Special Revenue Funds

<u>Family Planning Grant</u>	<u>Maternal- Child Health</u>	<u>Tuberculosis/ Communicable Disease</u>	<u>Woman- Infant- Children</u>	<u>Smoke Management</u>	<u>Prevention Program</u>	<u>Corrections and Drug Program</u>	<u>Commission on Children and Families</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
8,979	30,065	7,409	-	105,423	-	-	-
121,971	388,694	119,278	152,582	-	142,879	19,225	324,418
798	1,049	243	58	747	897	11	219
-	1,751	-	5,000	-	-	-	-
<u>129,748</u>	<u>421,559</u>	<u>126,930</u>	<u>157,620</u>	<u>106,170</u>	<u>143,776</u>	<u>19,236</u>	<u>324,637</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
134,593	360,974	177,940	153,020	96,187	143,284	-	287,552
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>134,593</u>	<u>360,974</u>	<u>177,940</u>	<u>153,020</u>	<u>96,187</u>	<u>143,284</u>	<u>-</u>	<u>287,552</u>
(4,845)	60,585	(51,010)	4,800	9,983	492	19,236	37,085
-	-	-	-	-	-	-	-
(5,432)	(37,375)	9,500 (5,583)	(2,880)	-	(13,679)	(19,176)	(720)
<u>(5,432)</u>	<u>(37,375)</u>	<u>3,917</u>	<u>(2,880)</u>	<u>-</u>	<u>(13,679)</u>	<u>(19,176)</u>	<u>(720)</u>
(10,277)	23,210	(47,093)	1,720	9,983	(13,187)	60	36,365
98,843	91,933	52,744	11,231	42,851	110,298	-	-
-	-	-	-	-	-	-	-
<u>\$ 88,566</u>	<u>\$ 115,143</u>	<u>\$ 5,651</u>	<u>\$ 12,951</u>	<u>\$ 52,834</u>	<u>\$ 97,111</u>	<u>\$ 60</u>	<u>\$ 36,365</u>

JEFFERSON COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CONTINUED - NON-MAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2012

	Special Revenue Funds				
	County Clerk Records	Mental Health Alcohol and Drug Program	Veterans Service Expansion	Mental Health Developmental Disabilities	Federal CCBG Program
Revenues					
Taxes - property	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes - other	-	-	-	-	-
Licenses and fees	11,185	-	-	-	-
Charges for service	-	-	-	-	-
Intergovernmental	-	491,090	19,272	282,419	123,736
Interest	972	268	23	480	-
Other	-	-	-	-	-
Total revenues	<u>12,157</u>	<u>491,358</u>	<u>19,295</u>	<u>282,899</u>	<u>123,736</u>
Expenditures					
Current					
general services	13,015	-	22,441	-	-
Highway and streets	-	-	-	-	-
Public safety	-	-	-	-	-
Economic development	-	-	-	-	-
Health and welfare	-	484,865	-	282,552	117,106
Culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service	-	-	-	-	-
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	<u>13,015</u>	<u>484,865</u>	<u>22,441</u>	<u>282,552</u>	<u>117,106</u>
Excess of revenues over (under) expenditures	(858)	6,493	(3,146)	347	6,630
Other financing sources (uses)					
Assumption of interfund loan	-	-	-	-	-
Operating transfers in	-	-	-	-	-
Operating transfers out	(420)	(3,600)	-	(3,800)	-
Total other financing sources (uses)	<u>(420)</u>	<u>(3,600)</u>	<u>-</u>	<u>(3,800)</u>	<u>-</u>
Net changes in fund balances	(1,278)	2,893	(3,146)	(3,253)	6,630
Fund balances (deficit) - beginning of year	107,613	36,210	3,407	65,234	-
Prior Period Adjustment	-	-	-	-	-
Fund balances (deficit) - end of year	<u>\$ 106,335</u>	<u>\$ 39,103</u>	<u>\$ 261</u>	<u>\$ 61,981</u>	<u>\$ 6,630</u>

Special Revenue Funds

<u>Parks Development</u>	<u>Economic Development</u>	<u>Oregon Health Care Mental Health</u>	<u>Community Corrections</u>	<u>Juvenile Crime Plan</u>	<u>Geographic Information System</u>	<u>Conciliation/ Mediation</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
52,186	-	-	-	-	20,586	17,276
-	108,008	2,026,966	697,774	74,536	46,235	-
741	2,162	6,572	2,929	(35)	461	634
300	50,383	35,052	41,818	-	-	-
<u>53,227</u>	<u>160,551</u>	<u>2,068,590</u>	<u>742,521</u>	<u>74,501</u>	<u>67,282</u>	<u>17,910</u>
-	-	-	-	-	80,538	-
-	-	-	-	-	-	-
-	98,336	-	571,953	62,291	-	13,250
-	-	1,808,734	-	-	-	-
107,765	-	-	-	-	-	-
-	-	-	-	-	4,355	-
-	-	-	-	-	-	-
<u>107,765</u>	<u>98,336</u>	<u>1,808,734</u>	<u>571,953</u>	<u>62,291</u>	<u>84,893</u>	<u>13,250</u>
(54,538)	62,215	259,856	170,568	12,210	(17,611)	4,660
(5,574)	-	-	-	-	-	-
55,000	-	-	-	(735)	54,150	-
-	(98,000)	(80,500)	(168,003)	(6,082)	(8,263)	-
<u>49,426</u>	<u>(98,000)</u>	<u>(80,500)</u>	<u>(168,003)</u>	<u>(6,817)</u>	<u>45,887</u>	<u>-</u>
(5,112)	(35,765)	179,356	2,565	5,393	28,276	4,660
74,297	295,090	780,603	250,839	2,202	47,628	69,749
4,582	-	-	-	-	-	-
<u>\$ 73,767</u>	<u>\$ 259,305</u>	<u>\$ 959,959</u>	<u>\$ 253,404</u>	<u>\$ 7,595</u>	<u>\$ 75,904</u>	<u>\$ 74,409</u>

JEFFERSON COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CONTINUED - NON-MAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2012

	Special Revenue Funds			Capital Project Funds	
	Sheriff LLEBG	Code Enforcement	District Attorney Grants	Landfill Closure	SDC County Road
Revenues					
Taxes - property	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes - other	-	46,268	-	-	-
Licenses and fees	-	21,244	-	-	-
Charges for service	-	8,817	-	76,044	12,858
Intergovernmental	18,730	-	242,873	-	-
Interest	258	691	-	776	50
Other	-	-	-	-	-
Total revenues	18,986	77,020	242,873	76,820	12,908
Expenditures					
Current					
general services	-	-	-	-	-
Highway and streets	-	-	-	-	-
Public safety	37,286	-	205,275	-	-
Economic development	-	-	-	-	-
Health and welfare	-	34,812	-	58,089	-
Culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service	-	-	-	-	-
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	37,286	34,812	205,275	58,089	-
Excess of revenues over (under) expenditures	(18,300)	42,208	37,598	18,731	12,908
Other financing sources (uses)					
Assumption of interfund loan	-	-	-	-	-
Operating transfers in	15,000	-	-	-	91,056
Operating transfers out	(360)	(3,007)	(37,598)	-	(92,373)
Total other financing sources (uses)	14,640	(3,007)	(37,598)	-	(1,317)
Net changes in fund balances	(3,660)	39,201	-	18,731	11,591
Fund balances (deficit) - beginning of year	36,792	86,535	-	88,245	(15,792)
Prior Period Adjustment	-	-	-	-	(90,095)
Fund balances (deficit) - end of year	\$ 33,132	\$ 125,736	\$ -	\$ 106,976	\$ (94,296)

Capital Project Funds			Debt Service Funds		Total
SDC CRR Roads	SDC County Parks	SDC CRR Parks	Jail Bond Debt Service	J Street Bond	
\$ -	\$ -	\$ -	\$ 1,050,986	\$ -	\$ 1,050,986
-	-	-	-	-	353,271
-	-	-	-	-	299,925
9,000	2,581	1,807	-	-	390,972
-	-	-	-	110,933	6,280,863
663	863	14	6,993	-	34,576
-	-	-	-	-	845,081
<u>9,663</u>	<u>3,444</u>	<u>1,821</u>	<u>1,057,979</u>	<u>110,933</u>	<u>9,255,474</u>
-	-	-	-	-	258,813
-	-	-	-	-	465,053
-	-	-	-	-	1,862,276
-	-	-	-	-	169,060
-	-	-	-	-	4,139,708
-	-	2,766	-	-	550,495
-	-	-	-	-	170,947
-	-	-	-	-	4,355
-	-	-	810,000	145,000	963,750
-	-	-	253,100	56,989	310,089
-	-	2,766	1,063,100	201,989	8,894,546
9,663	3,444	(945)	(5,121)	(91,058)	360,928
-	-	-	-	-	(6,574)
-	-	-	-	91,056	873,726
-	-	-	-	-	(763,457)
-	-	-	-	91,056	(95,305)
9,663	3,444	(945)	(5,121)	-	265,623
75,081	99,626	(32,556)	659,040	-	3,956,096
-	-	1,379	-	-	(75,365)
<u>\$ 84,724</u>	<u>\$ 103,070</u>	<u>\$ (32,122)</u>	<u>\$ 653,919</u>	<u>\$ -</u>	<u>\$ 4,146,334</u>

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) FEDERAL, STATE AND COUNTY ROAD CONSTRUCTION FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest income	\$ 2,000	\$ 2,000	\$ 851	\$ (1,149)
State				
Oregon Highway Division	947,572	947,572	508,190	(439,382)
Total revenues	949,572	949,572	509,041	(440,531)
Expenditures				
Materials and services	949,572	949,572	465,053	(484,519)
Net change in fund balance	-	-	43,988	43,988
Fund balance - beginning of year	100,000	100,000	101,285	1,285
Fund balance - end of year	\$ 100,000	\$ 100,000	\$ 145,273	\$ 45,273

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) ENFORCEMENT FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Fines and forfeitures	\$ 10,000	\$ 10,000	\$ 8,679	\$ (1,321)
Interest	100	100	40	(80)
Total revenues	<u>10,100</u>	<u>10,100</u>	<u>8,719</u>	<u>(1,381)</u>
Expenditures				
Materials and services	<u>7,000</u>	<u>7,000</u>	<u>-</u>	<u>(7,000)</u>
Excess of revenues over (under) expenditures	3,100	3,100	8,719	5,619
Other Financing Sources (Uses)				
Transfer to County District Attorney Gen Fund	<u>(8,000)</u>	<u>(8,000)</u>	<u>(8,000)</u>	<u>-</u>
Net change in fund balance	(4,900)	(4,900)	719	5,619
Fund balance - beginning of year	<u>5,000</u>	<u>5,000</u>	<u>4,712</u>	<u>(288)</u>
Fund balance - end of year	<u>\$ 100</u>	<u>\$ 100</u>	<u>\$ 5,431</u>	<u>\$ 5,331</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) ANIMAL CONTROL FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Licenses and fees	\$ 60,750	\$ 60,750	\$ 67,845	\$ 7,095
Interest	400	400	199	(201)
Other	2,490	2,490	6,087	3,597
Total revenues	63,640	63,640	74,131	10,491
Expenditures				
Personal services	100,693	94,193	92,240	(1,953)
Materials and services	26,550	33,050	32,765	(285)
Total expenditures	127,243	127,243	125,005	(2,238)
Excess of revenues over (under) expenditures	(63,603)	(63,603)	(50,874)	12,729
Other Financing Sources (Uses)				
Transfer from General Fund	50,000	50,000	50,000	-
Transfer to General Fund (Admin)	(8,180)	(8,180)	(7,380)	800
Transfer to NT Fund	-	-	-	-
Total other financing sources (uses)	41,820	41,820	42,620	800
Net change in fund balance	(21,783)	(21,783)	(8,254)	13,529
Fund balance - beginning of year	21,783	21,783	23,886	2,103
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,632</u>	<u>\$ 15,632</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) EMERGENCY COMMUNICATIONS 911 FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,000	\$ 1,000	\$ 185	\$ (815)
Intergovernmental				
City	102,321	102,321	99,503	(2,818)
State	283,392	283,392	215,856	(67,536)
Other	88,600	88,600	161,452	72,852
<u>Total revenues</u>	<u>475,313</u>	<u>475,313</u>	<u>476,996</u>	<u>1,683</u>
Expenditures				
Personal services	580,262	580,262	532,377	(47,885)
Materials and services	132,423	132,423	106,970	(25,453)
Contingency	-	-	-	-
<u>Total expenditures</u>	<u>712,685</u>	<u>712,685</u>	<u>639,347</u>	<u>(73,338)</u>
Excess of revenues over (under) expenditures	(237,372)	(237,372)	(162,351)	75,021
Other Financing Sources (Uses)				
Transfer from General Fund	128,532	128,532	128,532	-
Transfer from Marine Fund	4,000	4,000	4,000	-
Transfer from Jail Fund	40,000	40,000	40,000	-
Transfer from Community Justice	-	-	-	-
Interfund to Self-Insurance Fund	(7,520)	(7,520)	(7,520)	-
Transfer to NT Fund	(1,500)	(1,500)	(1,500)	-
<u>Total other financing sources (uses)</u>	<u>163,512</u>	<u>163,512</u>	<u>163,512</u>	<u>-</u>
Net change in fund balance	(73,860)	(73,860)	1,161	75,021
Fund balance - beginning of year	73,860	73,860	108,228	34,368
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,389</u>	<u>\$ 109,389</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) FOOTPATHS AND BICYCLE TRAIL FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest income	\$ 2,000	\$ 2,000	\$ 1,307	\$ (693)
Intergovernmental				
State motor vehicle revenue	13,000	13,000	13,718	718
Total revenues	15,000	15,000	15,025	25
Expenditures				
Materials and services	190,000	190,000	130,000	(60,000)
Net change in fund balance	(175,000)	(175,000)	(114,975)	60,025
Fund balance - beginning of year	175,000	175,000	176,454	1,454
Fund balance - end of year	\$ -	\$ -	\$ 61,479	\$ 61,479

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) LAW LIBRARY FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Court fees	\$ 16,000	\$ 16,000	\$ 18,413	\$ 2,413
Interest	500	500	470	(30)
Total revenues	<u>16,500</u>	<u>16,500</u>	<u>18,883</u>	<u>2,383</u>
Expenditures				
Materials and services	<u>33,000</u>	<u>33,000</u>	<u>16,274</u>	<u>(16,726)</u>
Excess of revenues over (under) expenditures	(16,500)	(16,500)	2,609	19,109
Other Financing Sources (Uses)				
Transfer to District Attorney GF	<u>(6,500)</u>	<u>(6,500)</u>	<u>(6,500)</u>	<u>-</u>
Net change in fund balance	(23,000)	(23,000)	(3,891)	19,109
Fund balance - beginning of year	<u>58,000</u>	<u>58,000</u>	<u>53,032</u>	<u>(4,968)</u>
Fund balance - end of year	<u>\$ 35,000</u>	<u>\$ 35,000</u>	<u>\$ 49,141</u>	<u>\$ 14,141</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) JUVENILE DEPENDENCY - DA FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
State contract	\$ 4,000	\$ 20,000	\$ 1,681	\$ (18,319)
Interest	-	-	2	2
Total revenues	<u>4,000</u>	<u>20,000</u>	<u>1,683</u>	<u>(18,317)</u>
Expenditures				
Personal services	<u>4,000</u>	<u>20,000</u>	<u>3,965</u>	<u>(16,035)</u>
Net change in fund balance	-	-	(2,282)	(2,282)
Fund balance - beginning of year	<u>-</u>	<u>-</u>	<u>3,360</u>	<u>3,360</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,078</u>	<u>\$ 1,078</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) MT. JEFFERSON MEMORIAL PARK OPERATION FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Charges for services	\$ 36,200	\$ 36,200	\$ 55,177	\$ 18,977
Interest	3,000	3,000	1,336	(1,664)
Total revenues	39,200	39,200	56,513	17,313
Expenditures				
Personal services	34,738	34,738	30,422	(4,316)
Materials and services	51,363	52,363	22,865	(29,498)
Governmental services	1,000	-	-	-
Total expenditures	87,101	87,101	53,287	(33,814)
Excess of revenues over (under) expenditures	(47,901)	(47,901)	3,226	51,127
Other Financing Sources (Uses)				
Transfer from General Fund	9,000	9,000	9,000	-
Net change in fund balance	(38,901)	(38,901)	12,226	51,127
Fund balance - beginning of year	38,901	38,901	42,929	4,028
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,155</u>	<u>\$ 55,155</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) MT. JEFFERSON MEMORIAL PARK PERPETUAL CARE FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Charges for services	\$ 1,660	\$ 1,660	\$ 2,945	\$ 1,285
Net change in fund balance	1,660	1,660	2,945	1,285
Fund balance - beginning of year	108,000	108,000	108,693	693
Fund balance - end of year	<u>\$ 109,660</u>	<u>\$ 109,660</u>	<u>\$ 111,638</u>	<u>\$ 1,978</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) COUNTY FAIR FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Charges for services	\$ 118,350	\$ 110,750	\$ 125,104	\$ 14,354
Interest	500	205	58	(147)
Donations	5,500	11,800	15,786	3,986
Other	3,100	18,100	18,624	524
Intergovernmental				
State	36,100	49,505	51,707	2,202
Total revenues	<u>163,550</u>	<u>190,360</u>	<u>211,279</u>	<u>20,919</u>
Expenditures				
Personal services	109,237	117,237	117,066	(171)
Materials and services	187,893	186,863	183,898	(2,965)
Capital outlay		9,000	9,000	-
Contingency	2,897	10,147	-	(10,147)
Total expenditures	<u>299,827</u>	<u>323,247</u>	<u>309,964</u>	<u>(13,283)</u>
Excess of revenues over (under) expenditures	(136,277)	(132,887)	(98,685)	34,202
Other Financing Sources (Uses)				
Interfund loan payment	(8,750)	(8,750)	(8,750)	-
Transfer from Transient Occupancy Tax Fun	79,167	79,167	79,167	-
Transfer from Economic Development Fund	43,000	43,000	43,000	-
Transfer to unemp fund	(4,620)	(4,620)	(4,620)	-
Transfer to Fair Capital Fund	-	(5,000)	(5,000)	-
Total other financing sources (uses)	<u>108,797</u>	<u>103,797</u>	<u>103,797</u>	<u>-</u>
Net change in fund balance	(27,480)	(29,090)	5,112	34,202
Fund balance - beginning of year	68,000	29,090	20,341	(8,749)
Prior Period Adjustment	-	-	8,749	8,749
Fund balance - end of year	<u>\$ 40,520</u>	<u>\$ -</u>	<u>\$ 34,202</u>	<u>\$ 34,202</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) VICTIMS' ASSISTANCE FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 290	\$ 290	\$ 204	\$ (86)
Other	-	-	138	138
Intergovernmental				
State	63,275	138,275	107,969	(30,306)
Federal	42,184	42,184	49,117	6,933
Total revenues	<u>105,749</u>	<u>180,749</u>	<u>157,428</u>	<u>(23,321)</u>
Expenditures				
Personal services	62,204	87,204	85,601	(1,603)
Materials and services	52,482	102,482	87,379	(15,103)
Contingency	13,014	7,249	-	(7,249)
Total expenditures	<u>127,700</u>	<u>196,935</u>	<u>172,980</u>	<u>(23,955)</u>
Excess of revenues over (under) expenditures	(21,951)	(16,186)	(15,552)	634
Other Financing Sources (Uses)				
Transfer to General Fund	(1,000)	(6,600)	(6,591)	9
Transfer to NT Fund	(1,440)	(1,605)	(1,605)	-
Total other financing sources (uses)	<u>(2,440)</u>	<u>(8,205)</u>	<u>(8,196)</u>	<u>9</u>
Net change in fund balance	(24,391)	(24,391)	(23,748)	643
Fund balance - beginning of year	<u>24,391</u>	<u>24,391</u>	<u>38,025</u>	<u>13,634</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,277</u>	<u>\$ 14,277</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) COUNTY SCHOOL FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 300	\$ 300	\$ 237	\$ (63)
Payment in lieu of taxes	55,000	55,000	51,589	(3,411)
Intergovernmental				
Federal	200,000	200,000	119,135	(80,865)
Total revenues	255,300	255,300	170,961	(84,339)
Expenditures				
Payments to schools	255,525	255,525	170,947	(84,578)
Net change in fund balance	(225)	(225)	14	239
Fund balance - beginning of year	225	225	-	(225)
Fund balance - end of year	\$ -	\$ -	\$ 14	\$ 14

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) TRANSIENT OCCUPANCY TAX FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Taxes - other	\$ 180,000	\$ 180,000	\$ 255,414	\$ 75,414
Interest	300	300	694	394
Total revenues	180,300	180,300	256,108	75,808
Expenditures				
Materials and services	65,805	65,855	65,749	(106)
Contingency	16,428	16,378	-	(16,378)
Total expenditures	82,233	82,233	65,749	(16,484)
Excess of revenues over (under) expenditures	98,067	98,067	190,359	92,292
Other Financing Sources (Uses)				
Transfer to County Fair Fund	(79,167)	(79,167)	(79,167)	-
Transfer to Sheriff Dept. for CS Deputy	(43,900)	(43,900)	(43,900)	-
Total other financing sources (uses)	(123,067)	(123,067)	(123,067)	-
Net change in fund balance	(25,000)	(25,000)	67,292	92,292
Fund balance - beginning of year	25,000	25,000	48,075	23,075
Fund balance - end of year	\$ -	\$ -	\$ 115,367	\$ 115,367

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) SPECIAL TRANSPORTATION FUND YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Actual Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Local				
Interest	\$ 200	\$ 200	\$ 15	\$ (185)
Intergovernmental				
State	<u>55,000</u>	<u>75,000</u>	<u>66,304</u>	<u>(8,696)</u>
Total revenues	<u>55,200</u>	<u>75,200</u>	<u>66,319</u>	<u>(8,881)</u>
Expenditures				
Materials and services	<u>55,000</u>	<u>75,000</u>	<u>66,304</u>	<u>(8,696)</u>
Net change in fund balance	200	200	15	(185)
Fund balance - beginning of year	<u>5,700</u>	<u>5,700</u>	<u>1,340</u>	<u>(4,360)</u>
Fund balance - end of year	<u>\$ 5,900</u>	<u>\$ 5,900</u>	<u>\$ 1,355</u>	<u>\$ (4,545)</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) COUNTY FAIR BUILDING FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Intergovernmental				
Other	\$ 5,000	\$ 5,000	\$ 500	\$ (4,500)
Expenditures				
Materials and services	-	5,000	4,975	(25)
Capital Outlay	15,000	10,000	-	(10,000)
Total expenditures	15,000	15,000	4,975	(10,025)
Excess of revenues over (under) expenditures	(10,000)	(10,000)	(4,475)	5,525
Other Financing Sources				
Transfer from County Fair Fund	-	-	5,000	5,000
Net change in fund balance	(10,000)	(10,000)	525	10,525
Fund balance - beginning of year	10,000	10,000	12,983	2,983
Fund balance - end of year	\$ -	\$ -	\$ 13,508	\$ 13,508

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) PUBLIC LAND CORNER PRESERVATION FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Fees	\$ 30,000	\$ 30,000	\$ 29,274	\$ (726)
Interest	100	100	32	(68)
Total revenues	30,100	30,100	29,306	(794)
Expenditures				
Personal services	10,599	10,599	9,628	(971)
Materials and services	18,821	18,821	13,600	(5,221)
Total expenditures	29,420	29,420	23,228	(6,192)
Excess of revenues over (under) expenditures	680	680	6,078	5,398
Other Financing Sources (Uses)				
Transfer to Public Works - rent	(1,500)	(1,500)	(1,500)	-
Transfer to NT Fund	(180)	(180)	(180)	-
Total other financing sources (uses)	(1,680)	(1,680)	(1,680)	-
Net change in fund balance	(1,000)	(1,000)	4,398	5,398
Fund balance - beginning of year	1,000	1,000	1,028	28
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,426</u>	<u>\$ 5,426</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) COUNTY PROJECTS FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 400	\$ 400	\$ 747	\$ 347
Intergovernmental				
State	-	3,495	3,495	-
Federal	24,000	24,000	39,245	15,245
	24,400	27,895	43,487	15,592
Total revenues				
	24,400	27,895	43,487	15,592
Expenditures				
Materials and services	72,878	76,373	14,650	(61,723)
Excess of revenues over (under) expenditures	(48,478)	(48,478)	28,837	77,315
Other Financing Sources (Uses)				
Transfer to General Fund - admin charge	(8,088)	(8,088)	(3,343)	4,745
Net change in fund balance	(56,566)	(56,566)	25,494	82,060
Fund balance - beginning of year	56,566	56,566	74,002	17,436
Fund balance - end of year	\$ -	\$ -	\$ 99,496	\$ 99,496

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) FAMILY PLANNING GRANT FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,050	\$ 1,050	\$ - 798	\$ (252)
Charges for services	7,122	7,122	6,979	(143)
Other	5,050	5,050	-	(5,050)
Intergovernmental				
State	65,000	65,000	72,653	7,653
Federal	48,800	48,800	49,318	518
Total revenues	<u>127,022</u>	<u>127,022</u>	<u>129,748</u>	<u>2,726</u>
Expenditures				
Personal services	91,509	91,509	88,559	(2,950)
Materials and services	107,081	107,081	46,034	(61,047)
Capital outlay	5,000	5,000	-	(5,000)
Total expenditures	<u>203,590</u>	<u>203,590</u>	<u>134,593</u>	<u>(68,997)</u>
Excess of revenues over (under) expenditures	(76,568)	(76,568)	(4,845)	71,723
Other Financing Sources (Uses)				
Transfer to General Fund - admin charge	(3,477)	(3,477)	(3,477)	-
Transfer to NT Fund	(1,080)	(1,080)	(1,080)	-
Transfer to Self-Insurance Fund	(875)	(875)	(875)	-
Total other financing sources (uses)	<u>(5,432)</u>	<u>(5,432)</u>	<u>(5,432)</u>	<u>-</u>
Net change in fund balance	(82,000)	(82,000)	(10,277)	71,723
Fund balance - beginning of year	<u>82,000</u>	<u>82,000</u>	<u>98,843</u>	<u>16,843</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 88,566</u>	<u>\$ 88,566</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) MATERNAL-CHILD HEALTH FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,800	\$ 1,800	\$ 1,049	\$ (751)
Charges for services	26,720	26,720	30,065	3,345
Other	1,200	1,200	1,751	551
Intergovernmental				
State	142,479	132,220	176,134	43,914
Federal	117,623	372,882	212,560	(160,322)
Total revenues	289,822	534,822	421,559	(113,263)
Expenditures				
Personal services	263,179	331,866	256,248	(75,618)
Materials and services	106,153	257,481	104,726	(152,755)
Total expenditures	369,332	589,347	360,974	(228,373)
Excess of revenues over (under) expenditures	(79,510)	(54,525)	60,585	115,110
Other Financing Sources (Uses)				
Transfer to General Fund	(9,633)	(34,108)	(31,571)	2,537
Transfer to NT Fund	(2,640)	(3,270)	(2,760)	510
Transfer to Self-Insurance Fund	(3,328)	(3,208)	(3,044)	164
Total other financing sources (uses)	(15,601)	(40,586)	(37,375)	3,211
Net change in fund balance	(95,111)	(95,111)	23,210	118,321
Fund balance - beginning of year	95,111	95,111	91,933	(3,178)
Fund balance - end of year	\$ -	\$ -	\$ 115,143	\$ 115,143

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) TUBERCULOSIS/COMMUNICABLE DISEASE FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 2,400	\$ 2,400	\$ 243	\$ (2,157)
Charges for services	2,350	2,350	7,409	5,059
Intergovernmental				
State	8,000	8,000	7,581	(419)
Federal	127,405	127,405	111,697	(15,708)
Total revenues	<u>140,155</u>	<u>140,155</u>	<u>126,930</u>	<u>(13,225)</u>
Expenditures				
Tuberculosis/communicable disease				
Personal services	68,072	70,572	70,491	(81)
Materials and services	53,963	51,463	36,715	(14,748)
Bioterrorism				
Personal services	72,705	72,705	67,843	(4,862)
Materials and services	7,260	7,260	2,891	(4,369)
Total expenditures	<u>202,000</u>	<u>202,000</u>	<u>177,940</u>	<u>(24,060)</u>
Excess of revenues over (under) expenditures	(61,845)	(61,845)	(51,010)	10,835
Other Financing Sources (Uses)				
Transfer from General Fund	9,500	9,500	9,500	-
Transfer to General Fund - admin	(11,385)	(11,385)	-	11,385
Transfer to Self-Insurance Fund	(3,183)	(3,183)	(3,183)	-
Transfer to NT Fund	(2,400)	(2,400)	(2,400)	-
Total other financing sources (uses)	<u>(7,468)</u>	<u>(7,468)</u>	<u>3,917</u>	<u>11,385</u>
Net change in fund balance	(69,313)	(69,313)	(47,093)	22,220
Fund balance - beginning of year	<u>69,313</u>	<u>69,313</u>	<u>52,744</u>	<u>(16,569)</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,651</u>	<u>\$ 5,651</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) WOMEN-INFANT-CHILDREN FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ -	\$ -	\$ 58	\$ 58
Other	5,000	5,000	5,000	-
Intergovernmental				
Federal	133,187	153,187	152,562	(625)
Total revenues	138,187	158,187	157,620	(567)
Expenditures				
Personal services	113,156	126,812	122,880	(3,932)
Materials and services	24,151	30,495	30,140	(355)
Total expenditures	137,307	157,307	153,020	(4,287)
Excess of revenues over (under) expenditures	880	880	4,600	3,720
Other Financing Sources (Uses)				
Transfer to NT Fund	(1,860)	(1,860)	(1,860)	-
Transfer to Unemployment Fund	(1,020)	(1,020)	(1,020)	-
Total other financing sources (uses)	(2,880)	(2,880)	(2,880)	-
Net change in fund balance	(2,000)	(2,000)	1,720	3,720
Fund balance - beginning of year	2,000	2,000	11,231	9,231
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,951</u>	<u>\$ 12,951</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) SMOKE MANAGEMENT FUND YEAR ENDED JUNE 30, 2012

Revenues	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Local				
Interest	\$ 800	\$ 800	\$ 747	\$ (53)
Licenses and fees	92,000	92,000	105,423	13,423
Total revenues	92,800	92,800	106,170	13,370
Expenditures				
Personal services	12,580	12,580	12,577	(3)
Materials and services	81,175	86,175	83,610	(2,565)
Government services	5,000	-	-	-
Contingency	10,000	10,000	-	(10,000)
Total expenditures	108,755	108,755	96,187	(12,568)
Net change in fund balance	(15,955)	(15,955)	9,983	25,938
Fund balance - beginning of year	50,000	50,000	42,851	(7,149)
Fund balance - end of year	\$ 34,045	\$ 34,045	\$ 52,834	\$ 18,789

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) PREVENTION PROGRAM FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,800	\$ 1,800	\$ 897	\$ (903)
Intergovernmental				
State	73,300	73,300	94,129	20,829
Federal	48,750	56,726	48,750	(7,976)
Total revenues	123,850	131,826	143,776	11,950
Expenditures				
Personal services	93,176	93,176	81,520	(11,656)
Materials and services	111,749	119,725	61,764	(57,961)
Capital outlay	10,056	10,056	-	(10,056)
Total expenditures	214,981	222,957	143,284	(79,673)
Excess of revenues over (under) expenditures	(91,131)	(91,131)	492	91,623
Other Financing Sources (Uses)				
Transfer to General Fund	(13,259)	(13,259)	(13,259)	-
Transfer to NT Fund	(420)	(420)	(420)	-
Total other financing sources (uses)	(13,679)	(13,679)	(13,679)	-
Net change in fund balance	(104,810)	(104,810)	(13,187)	91,623
Fund balance - beginning of year	104,810	104,810	110,298	5,488
Fund balance - end of year	\$ -	\$ -	\$ 97,111	\$ 97,111

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) CORRECTIONS AND DRUG PROGRAM FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 48	\$ 48	\$ 11	\$ (37)
Intergovernmental				
State	25,000	25,000	19,225	(5,775)
Total revenues	25,048	25,048	19,236	(5,812)
Expenditures				
Contingency	48	48	-	(48)
Excess of revenues over (under) expenditures	25,000	25,000	19,236	(5,764)
Other Financing Sources (Uses)				
Transfer to Juvenile Corrections Fund	(25,000)	(25,000)	(19,176)	5,824
Net change in fund balance	-	-	60	60
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	\$ -	\$ -	\$ 60	\$ 60

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) COMMISSION ON CHILDREN AND FAMILIES FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 300	\$ 300	\$ 219	\$ (81)
Intergovernmental				
State	347,852	347,852	324,014	(23,838)
Other	-	-	404	404
Total revenues	<u>348,152</u>	<u>348,152</u>	<u>324,637</u>	<u>(23,515)</u>
Expenditures				
CCF grant				
Personal services	113,366	113,366	77,688	(35,678)
Materials and services	241,231	241,231	209,864	(31,367)
Total expenditures	<u>354,597</u>	<u>354,597</u>	<u>287,552</u>	<u>(67,045)</u>
Excess of revenues over (under) expenditures	(6,445)	(6,445)	37,085	43,530
Other Financing Sources (Uses)				
Transfer from Commission on Children and Families Fund	4,165	4,165	-	(4,165)
Transfer to NT Fund	(720)	(720)	(720)	-
Total other financing sources (uses)	<u>3,445</u>	<u>3,445</u>	<u>(720)</u>	<u>(4,165)</u>
Net change in fund balance	(3,000)	(3,000)	36,365	39,365
Fund balance - beginning of year	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,365</u>	<u>\$ 36,365</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) COUNTY CLERK RECORDS FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,500	\$ 1,500	\$ 972	\$ (528)
Licenses and fees	12,500	12,500	11,185	(1,315)
Total revenues	14,000	14,000	12,157	(1,843)
Expenditures				
Materials and services	133,580	128,580	8,660	(119,920)
Capital Outlay	-	5,000	4,355	(645)
Total expenditures	133,580	133,580	13,015	(120,565)
Excess of revenues over (under) expenditures	(119,580)	(119,580)	(858)	118,722
Other Financing Sources (Uses)				
Transfer to NT Fund	(420)	(420)	(420)	-
Net change in fund balance	(120,000)	(120,000)	(1,278)	118,722
Fund balance - beginning of year	120,000	120,000	107,613	(12,387)
Fund balance - end of year	\$ -	\$ -	\$ 106,335	\$ 106,335

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) MENTAL HEALTH ALCOHOL AND DRUG PROGRAM FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 500	\$ 500	\$ 268	\$ (232)
Intergovernmental				
State	14,400	14,400	22,018	7,618
Federal	350,000	471,000	469,072	(1,928)
Total revenues	<u>364,900</u>	<u>485,900</u>	<u>491,358</u>	<u>5,458</u>
Expenditures				
Materials and services	<u>364,725</u>	<u>485,725</u>	<u>484,865</u>	<u>(860)</u>
Excess of revenues over (under) expenditures	175	175	6,493	6,318
Other Financing Sources (Uses)				
Transfer to General Fund	<u>(3,600)</u>	<u>(3,600)</u>	<u>(3,600)</u>	<u>-</u>
Net change in fund balance	(3,425)	(3,425)	2,893	6,318
Fund balance - beginning of year	<u>34,758</u>	<u>34,758</u>	<u>36,210</u>	<u>1,452</u>
Fund balance - end of year	<u>\$ 31,333</u>	<u>\$ 31,333</u>	<u>\$ 39,103</u>	<u>\$ 7,770</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) VETERANS SERVICE EXPANSION FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 100	\$ 100	\$ 23	\$ (77)
Intergovernmental				
State	18,000	18,800	18,840	40
Other	-	400	432	32
Total revenues	<u>18,100</u>	<u>19,300</u>	<u>19,295</u>	<u>(5)</u>
Expenditures				
Personal services	8,988	13,788	13,682	(106)
Materials and services	9,112	8,912	8,759	(153)
Total expenditures	<u>18,100</u>	<u>22,700</u>	<u>22,441</u>	<u>(259)</u>
Net change in fund balance	-	(3,400)	(3,146)	254
Fund balance - beginning of year	-	3,400	3,407	7
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 261</u>	<u>\$ 261</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) MENTAL HEALTH DEVELOPMENTAL DISABILITIES FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,000	\$ 1,000	\$ 480	\$ (520)
Intergovernmental				
Federal	190,700	365,700	282,419	(83,281)
Total revenues	191,700	366,700	282,899	(83,801)
Expenditures				
Materials and services	192,100	367,100	282,552	(84,548)
Other expenditures	53,422	53,422	-	(53,422)
Total expenditures	245,522	420,522	282,552	(137,970)
Excess of revenues over (under) expenditures	(53,822)	(53,822)	347	54,169
Other Financing Sources (Uses)				
Transfer to Finance General Fund	(3,600)	(3,600)	(3,600)	-
Net change in fund balance	(57,422)	(57,422)	(3,253)	54,169
Fund balance - beginning of year	57,422	57,422	65,234	7,812
Fund balance - end of year	\$ -	\$ -	\$ 61,981	\$ 61,981

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) FEDERAL CCBG PROGRAM FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Intergovernmental				
Federal	\$ 61,903	\$ 119,895	\$ 123,736	\$ 3,841
Expenditures				
Materials and services	60,358	118,350	117,106	(1,244)
Excess of revenues over (under) expenditures	1,545	1,545	6,630	5,085
Other Financing Sources (Uses)				
Transfer to CCF-State grant	(4,165)	(4,165)	-	4,165
Net change in fund balance	(2,620)	(2,620)	6,630	9,250
Fund balance - beginning of year	2,620	2,620	-	(2,620)
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,630</u>	<u>\$ 6,630</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) PARKS DEVELOPMENT FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Charges for services	\$ 33,000	\$ 33,000	\$ 52,186	\$ 19,186
Interest	1,300	1,300	741	(559)
Contributions	3,000	3,000	300	(2,700)
Other	1,000	1,000	-	(1,000)
Total revenues	38,300	38,300	53,227	14,927
Expenditures				
Personal services	66,850	66,850	61,394	(5,456)
Materials and services	106,400	106,900	46,371	(60,529)
Other - refunds	500	-	-	-
Total expenditures	173,750	173,750	107,765	(65,985)
Excess of revenues over (under) expenditures	(135,450)	(135,450)	(54,538)	80,912
Other Financing Sources (Uses)				
Transfer from Economic Development Fund	55,000	55,000	55,000	-
Loan repayment to Business Loan Fund	(5,575)	(5,575)	(5,574)	1
Total other financing sources (uses)	49,425	49,425	49,426	1
Net change in fund balance	(86,025)	(86,025)	(5,112)	80,913
Fund balance - beginning of year	86,025	86,025	74,297	(11,728)
Prior Period Adjustment	-	-	24,950	24,950
Fund balance - end of year	\$ -	\$ -	94,135	\$ 94,135
Adjustment from budgetary basis				
Interfund advances			(20,368)	
			\$ 73,767	

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) ECONOMIC DEVELOPMENT FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 5,000	\$ 5,000	\$ 2,162	\$ (2,838)
Intergovernmental				
State	88,000	88,000	108,006	20,006
Other	29,000	29,000	50,383	21,383
	<u>122,000</u>	<u>122,000</u>	<u>160,551</u>	<u>38,551</u>
Expenditures				
Materials and services	407,000	407,000	98,336	(308,664)
Excess of revenues over (under) expenditures	(285,000)	(285,000)	62,215	347,215
Other Financing Sources (Uses)				
Transfer to Parks Development Fund	(55,000)	(55,000)	(55,000)	-
Transfer to County Fair Fund	(43,000)	(43,000)	(43,000)	-
	<u>(98,000)</u>	<u>(98,000)</u>	<u>(98,000)</u>	<u>-</u>
Net change in fund balance	(383,000)	(383,000)	(35,785)	347,215
Fund balance - beginning of year	383,000	383,000	295,090	(87,910)
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 259,305</u>	<u>\$ 259,305</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) OREGON HEALTH CARE MENTAL HEALTH FUND YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Actual Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Local				
Interest	\$ 10,000	\$ 10,000	\$ 6,572	\$ (3,428)
Intergovernmental				
Federal	1,412,700	1,887,902	2,026,966	139,064
Other revenues	25,000	25,000	29,552	4,552
Sale of Hope house	6,000	6,000	5,500	(500)
<u>Total revenues</u>	<u>1,453,700</u>	<u>1,928,902</u>	<u>2,068,590</u>	<u>139,688</u>
Expenditures				
Personal services	50,745	60,745	58,574	(2,171)
Materials and services	1,608,125	2,073,327	1,750,160	(323,167)
Risk reserve	150,000	150,000	-	(150,000)
Contingency	195,310	195,310	-	(195,310)
<u>Total expenditures</u>	<u>2,004,180</u>	<u>2,479,382</u>	<u>1,808,734</u>	<u>(670,648)</u>
Excess of revenues over (under) expenditures	(550,480)	(550,480)	259,856	810,336
Other Financing Sources (Uses)				
Transfer to General Fund	(80,000)	(80,000)	(80,000)	-
Transfer to NT Fund	(500)	(500)	(500)	-
<u>Total other financing sources (uses)</u>	<u>(80,500)</u>	<u>(80,500)</u>	<u>(80,500)</u>	<u>-</u>
Net change in fund balance	(630,980)	(630,980)	179,356	810,336
Fund balance - beginning of year	714,076	714,076	780,603	66,527
Fund balance - end of year	<u>\$ 83,096</u>	<u>\$ 83,096</u>	<u>\$ 959,959</u>	<u>\$ 876,863</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) COMMUNITY CORRECTIONS FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ -	\$ -	\$ 2,929	\$ 2,929
Other	35,000	35,000	41,818	6,818
Intergovernmental				
State	651,495	695,616	697,774	2,158
Total revenues	<u>686,495</u>	<u>730,616</u>	<u>742,521</u>	<u>11,905</u>
Expenditures				
Personal services	475,648	475,648	473,666	(1,982)
Materials and services	196,055	207,117	98,287	(108,830)
Contingency	31,417	31,417	-	(31,417)
Total expenditures	<u>703,120</u>	<u>714,182</u>	<u>571,953</u>	<u>(142,229)</u>
Excess of revenues over (under) expenditures	(16,625)	16,434	170,568	154,134
Other Financing Sources (Uses)				
Transfer to General Fund	(64,935)	(64,935)	(46,504)	18,431
Transfer to NT Fund	(3,000)	(3,000)	(3,000)	-
Transfer to Jail Operations Fund	(78,000)	(111,059)	(111,059)	-
Transfer to Self-Insurance Fund	(7,440)	(7,440)	(7,440)	-
Total other financing sources (uses)	<u>(153,375)</u>	<u>(186,434)</u>	<u>(168,003)</u>	<u>18,431</u>
Net change in fund balance	(170,000)	(170,000)	2,565	172,565
Fund balance - beginning of year	170,000	170,000	250,839	80,839
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 253,404</u>	<u>\$ 253,404</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) JUVENILE CRIME PLAN GRANT FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ -	\$ -	\$ (35)	\$ (35)
Intergovernmental				
Federal	-	20,000	19,990	(10)
State	57,406	57,406	54,546	(2,860)
Total revenues	<u>57,406</u>	<u>77,406</u>	<u>74,501</u>	<u>(2,905)</u>
Expenditures				
Personal services	53,546	60,095	59,838	(257)
Materials and services	128	10,493	2,453	(8,040)
Total expenditures	<u>53,674</u>	<u>70,588</u>	<u>62,291</u>	<u>(8,297)</u>
Excess of revenues over (under) expenditures	3,732	6,818	12,210	5,392
Other Financing Sources (Uses)				
Transfer to NT fund	-	(735)	(735)	-
Transfer to General Fund	(3,732)	(6,083)	(6,082)	1
Total other financing sources (uses)	<u>(3,732)</u>	<u>(6,818)</u>	<u>(6,817)</u>	<u>1</u>
Net change in fund balance	-	-	5,393	5,393
Fund balance - beginning of year	-	-	2,202	2,202
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,595</u>	<u>\$ 7,595</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) GEOGRAPHIC INFORMATION SYSTEM FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,000	\$ 1,000	\$ 461	\$ (539)
Licenses and fees	23,000	23,000	20,586	(2,414)
Intergovernmental				
State	46,235	46,235	46,235	-
Total revenues	70,235	70,235	67,282	(2,953)
Expenditures				
Personal services	79,069	79,069	69,265	(9,804)
Materials and services	30,850	25,850	11,273	(14,577)
Capital outlay	-	5,000	4,355	(645)
Contingency	16,000	14,517	-	(14,517)
Total expenditures	125,919	124,436	84,893	(39,543)
Excess of revenues over (under) expenditures	(55,684)	(54,201)	(17,611)	36,590
Other Financing Sources (Uses)				
Transfer from Community Development Fund	14,150	14,150	14,150	-
Transfer from General Fund	40,000	40,000	40,000	-
Transfer to General Fund	(6,000)	(7,483)	(7,483)	-
Transfer to Self-Insurance Fund	-	-	-	-
Transfer to NT Fund	(780)	(780)	(780)	-
Total other financing sources (uses)	47,370	45,887	45,887	-
Net change in fund balance	(8,314)	(8,314)	28,276	36,590
Fund balance - beginning of year	43,360	43,360	47,628	4,268
Fund balance - end of year	\$ 35,046	\$ 35,046	\$ 75,904	\$ 40,858

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) CONCILIATION - MEDIATION FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,000	\$ 1,000	\$ 634	(366)
Licenses and fees	10,000	10,000	17,276	7,276
Total revenues	<u>11,000</u>	<u>11,000</u>	<u>17,910</u>	<u>6,910</u>
Expenditures				
Materials and services	<u>76,000</u>	<u>76,000</u>	<u>13,250</u>	<u>(62,750)</u>
Net change in fund balance	(65,000)	(65,000)	4,660	69,660
Fund balance - beginning of year	<u>65,000</u>	<u>65,000</u>	<u>69,749</u>	<u>4,749</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,409</u>	<u>\$ 74,409</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) SHERIFF LLEGB FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$. 95	\$ 95	\$ 256	\$ 161
Intergovernmental				
Federal	15,000	15,000	18,730	3,730
Total revenues	<u>15,095</u>	<u>15,095</u>	<u>18,986</u>	<u>3,891</u>
Expenditures				
Personal services	27,605	37,605	34,606	(2,999)
Materials and services	5,000	10,000	2,680	(7,320)
Total expenditures	<u>32,605</u>	<u>47,605</u>	<u>37,286</u>	<u>(10,319)</u>
Excess of revenues over (under) expenditures	(17,510)	(32,510)	(18,300)	14,210
Other Financing Sources (Uses)				
Transfer from General Fund	15,000	15,000	15,000	-
Transfer to NT Fund	(360)	(360)	(360)	-
Total other financing sources (uses)	<u>14,640</u>	<u>14,640</u>	<u>14,640</u>	<u>-</u>
Net change in fund balance	(2,870)	(17,870)	(3,660)	14,210
Fund balance - beginning of year	9,402	24,402	36,792	12,390
Fund balance - end of year	<u>\$ 6,532</u>	<u>\$ 6,532</u>	<u>\$ 33,132</u>	<u>\$ 26,600</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) CODE ENFORCEMENT FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 100	\$ 100	\$ 691	\$ 591
Licenses and fees	18,300	18,300	21,244	2,944
Other taxes	51,500	51,500	46,268	(5,232)
Sales and miscellaneous revenue	8,939	8,939	8,817	(122)
Total revenues	78,839	78,839	77,020	(1,819)
Expenditures				
Personal services	28,243	30,743	29,799	(944)
Materials and services	81,100	78,600	5,013	(73,587)
Capital outlay	4,000	4,000	-	(4,000)
Contingency	2,000	2,000	-	(2,000)
Total expenditures	115,343	115,343	34,812	(80,531)
Excess of revenues over (under) expenditures	(36,504)	(36,504)	42,208	78,712
Other Financing Sources (Uses)				
Transfer to NT Fund	(480)	(480)	(480)	-
Transfer to General Fund - admin	(11,356)	(11,356)	(2,527)	8,829
Total other financing sources (uses)	(11,836)	(11,836)	(3,007)	8,829
Net change in fund balance	(48,340)	(48,340)	39,201	87,541
Fund balance - beginning of year	48,340	48,340	86,535	38,195
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 125,736</u>	<u>\$ 125,736</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) LANDFILL CLOSURE FUND YEAR ENDED JUNE 30, 2012

Revenues	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Local				
Interest	\$ 1,100	\$ 1,100	\$ 776	\$ (324)
Charges for services	84,702	84,702	76,044	(8,658)
Total revenues	85,802	85,802	76,820	(8,982)
Expenditures				
Materials and services	173,684	173,684	58,089	(115,595)
Net change in fund balance	(87,882)	(87,882)	18,731	106,613
Fund balance - beginning of year	87,882	87,882	88,245	363
Fund balance - end of year	\$ -	\$ -	\$ 106,976	\$ 106,976

See schedule of expenditures and appropriations-all capital project funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) SDC COUNTY ROADS FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ -	\$ -	\$ 50	\$ 50
Charges for services	20,000	20,000	12,858	(7,142)
Total revenues	20,000	20,000	12,908	(7,092)
Other Financing Sources (Uses)				
Loan from Road Fund	90,744	91,059	91,056	(3)
Transfers out	(90,744)	(92,377)	(92,373)	4
Total other financing sources (uses)	-	(1,318)	(1,317)	1
Net change in fund balance	20,000	18,682	11,591	(7,091)
Fund balance - beginning of year	-	1,318	(15,792)	(17,110)
Prior Period Adjustment	-	-	17,109	17,109
Fund balance - end of year	\$ 20,000	\$ 20,000	12,908	\$ (7,092)
			Adjustments from budgetary	
			Interfund advances	
			(107,204)	
			\$ (94,296)	

See schedule of expenditures and appropriations-all capital project funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) SDC CRR ROADS FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 400	\$ 400	\$ 663	\$ 263
Assessment collections	4,000	4,000	9,000	5,000
Total revenues	4,400	4,400	9,663	5,263
Expenditures				
Materials and services	81,400	81,400	-	(81,400)
Net change in fund balance	(77,000)	(77,000)	9,663	86,663
Fund balance - beginning of year	77,000	77,000	75,061	(1,939)
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,724</u>	<u>\$ 84,724</u>

See schedule of expenditures and appropriations-all capital project funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) SDC COUNTY PARKS FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,000	\$ 1,000	\$ 863	\$ (137)
Assessment collections	5,000	5,000	2,581	(2,419)
Total revenues	<u>6,000</u>	<u>6,000</u>	<u>3,444</u>	<u>(2,556)</u>
Expenditures				
Materials and services	<u>106,000</u>	<u>106,000</u>	<u>-</u>	<u>(106,000)</u>
Net change in fund balance	(100,000)	(100,000)	3,444	103,444
Fund balance - beginning of year	<u>100,000</u>	<u>100,000</u>	<u>99,626</u>	<u>(374)</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,070</u>	<u>\$ 103,070</u>

See schedule of expenditures and appropriations-all capital project funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) SDC CRR PARKS FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 10	\$ 10	\$ 14	\$ 4
Assessment collections	1,500	1,500	1,807	307
Total revenues	1,510	1,510	1,821	311
Expenditures				
Culture and Recreation	1,510	3,510	2,766	(744)
Net change in fund balance	-	(2,000)	(945)	1,055
Fund balance - beginning of year	-	2,000	(32,556)	(34,556)
Prior Period Adjustment	-	-	34,537	34,537
Fund balance - end of year	\$ -	\$ -	1,036	\$ 1,036
			Adjustment from budgetary basis	
			Interfund advances	
			(33,158)	
			\$ (32,122)	

See schedule of expenditures and appropriations-all capital project funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) JAIL BOND DEBT SERVICE FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Property taxes	\$ 1,083,100	\$ 1,083,100	\$ 1,050,986	\$ (32,114)
Interest	5,150	5,150	6,993	1,843
Total revenues	<u>1,088,250</u>	<u>1,088,250</u>	<u>1,057,979</u>	<u>(30,271)</u>
Expenditures				
Debt service	<u>1,063,950</u>	<u>1,063,950</u>	<u>1,063,100</u>	<u>(850)</u>
Net change in fund balance	24,300	24,300	(5,121)	(29,421)
Fund balance - beginning of year	<u>500,000</u>	<u>500,000</u>	<u>659,040</u>	<u>159,040</u>
Fund balance - end of year	<u>\$ 524,300</u>	<u>\$ 524,300</u>	<u>\$ 653,919</u>	<u>\$ 129,619</u>

See schedule of expenditures and appropriations-all debt service funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) J STREET BOND FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Intergovernmental				
City of Madras	\$ 111,000	\$ 111,000	\$ 110,933	\$ (67)
Expenditures				
Debt service	203,000	203,000	201,989	(1,011)
Excess of revenues over (under) expenditures	(92,000)	(92,000)	(91,056)	944
Other Financing Sources (Uses)				
Transfer from County SDC Road Fund	92,000	92,000	91,056	(944)
Net change in fund balance	-	-	-	-
Fund balance - beginning of year	-	-	-	-
Fund balance - end of year	\$ -	\$ -	\$ -	\$ -

See schedule of expenditures and appropriations-all debt service funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) ROAD EQUIPMENT PURCHASE FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Interest income	\$ 2,200	\$ 2,200	\$ 2,378	\$ 178
Expenditures				
Capital outlay	427,557	427,557	171,335	(256,222)
Excess of revenues over (under) expenditures	(425,357)	(425,357)	(168,957)	256,400
Other Financing Sources (Uses)				
Transfers from Road Fund	150,000	150,000	150,000	-
Net change in fund balance	(275,357)	(275,357)	(18,957)	256,400
Fund balance - beginning of year	275,357	275,357	275,483	126
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 256,526</u>	<u>\$ 256,526</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

Note: This fund's activities have been combined with the General Fund activities in accordance with GASB #54 due to its financial resources being derived primarily from General Fund Transfers.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) JUVENILE SPECIAL PROJECTS FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local Interest	\$ 680	\$ 680	\$ 181	\$ (499)
Expenditures				
Materials and services	87,276	87,276	39,127	(48,149)
Excess of revenues over (under) expenditures	(86,596)	(86,596)	(38,946)	47,650
Other Financing Sources (Uses)				
Transfer from Corrections Fund	25,000	25,000	19,176	(5,824)
Net change in fund balance	(61,596)	(61,596)	(19,770)	41,826
Fund balance - beginning of year	61,596	61,596	27,639	(33,957)
Fund balance - end of year	\$ -	\$ -	\$ 7,869	\$ 7,869

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

Note: This fund's activities have been combined with the General Fund activities in accordance with GASB #54 due to its financial resources being derived primarily from General Fund Transfers.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) JEFFERSON COUNTY SPECIAL LITIGATION FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 1,000	\$ 1,000	\$ 1,068	\$ 68
Expenditures				
Materials and services	125,133	125,133	1,625	(123,508)
Net change in fund balance	(124,133)	(124,133)	(557)	123,576
Fund balance - beginning of year	124,133	124,133	124,689	556
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 124,132</u>	<u>\$ 124,132</u>

See schedule of expenditures and appropriations-all special revenue funds for appropriation level.

Note: This fund's activities have been combined with the General Fund activities in accordance with GASB #54 due to its financial resources being derived primarily from General Fund Transfers.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) TRANSFER STATION FUND YEAR ENDED JUNE 30, 2012

Revenues	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Local				
Charges for services	\$ 56,745	\$ 56,745	\$ 57,071	\$ 326
Licenses and fees	15,000	15,000	15,871	871
Interest	3,000	3,000	2,395	(605)
Other	-	-	30	30
Total revenues	74,745	74,745	75,367	622
Expenditures				
Materials and services	99,316	98,816	38,639	(60,177)
Risk reserve	231,253	231,253	-	(231,253)
Total expenditures	330,569	330,069	38,639	(291,430)
Excess of revenues over (under) expenditures	(255,824)	(255,324)	36,728	292,052
Other Financing Sources (Uses)				
Transfer to Unemp Fund	(17,500)	(17,500)	(17,500)	
Transfer to General Fund - admin	(1,000)	(1,500)	(1,225)	275
Total Other Financing Sources	(18,500)			
Net change in fund balance	(274,324)	(274,324)	18,003	292,327
Fund Balance - beginning of year	274,324	274,324	281,862	7,538
Fund Balance - end of year	<u>\$ -</u>	<u>\$ -</u>	299,865	<u>\$ 299,865</u>
Budgetary-GAAP Reconciliation				
Capital Assets (Net)			337,954	
Landfill post-closure costs			(5,583,168)	
Ending Net Assets			<u>\$ (4,945,349)</u>	

See schedule of expenditures and appropriations-all Enterprise funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) RV PARK FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Charges for services	\$ 12,200	\$ 12,200	\$ 22,495	\$ 10,295
Interest	300	300	377	77
Other	200	200	373	173
Total revenues	12,700	12,700	23,245	10,545
Expenditures				
Materials and services	43,449	43,449	16,601	(26,848)
Excess of revenues over (under) expenditures	(30,749)	(30,749)	6,644	37,393
Other Financing Sources (Uses)				
Loan repayment to County Business Loan Fund	(2,500)	(2,500)	(2,500)	-
Net change in fund balance	(33,249)	(33,249)	4,144	37,393
Fund Balance - beginning of year	33,249	33,249	41,116	7,867
Fund Balance - end of year	\$ -	\$ -	45,260	\$ 45,260
Budgetary-GAAP Reconciliation				
Interfund Payable			(12,500)	
Capital Assets (Net)			59,589	
Ending Net Assets			\$ 92,349	

See schedule of expenditures and appropriations-all Enterprise funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) COMMUNITY DEVELOPMENT FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Interest	\$ 4,000	\$ 4,000	\$ 2,658	\$ (1,342)
Licenses and fees	324,700	324,700	396,895	72,195
Other	84,850	84,850	83,891	(959)
Total revenues	413,550	413,550	483,444	69,894
Expenditures				
Building				
Materials and services	73,977	78,977	77,723	(1,254)
Planning and zoning				
Materials and services	26,250	26,250	16,468	(9,782)
Sanitation				
Materials and services	15,600	15,600	13,346	(2,254)
General services				
Personal services	480,447	480,447	438,293	(42,154)
Materials and services	-	500	440	(60)
Total expenditures	596,274	601,774	546,270	(55,504)
Excess of revenues over (under) expenditures	(182,724)	(188,224)	(62,826)	125,398
Other Financing Sources (Uses)				
Transfer from General Fund	80,230	80,230	80,230	-
Transfer to Geographic Information System	(14,150)	(14,150)	(14,150)	-
Transfer to General Fund	(44,000)	(44,000)	(40,770)	3,230
Transfer to NT Fund	(4,000)	(4,000)	(3,500)	500
Transfer to Self-Insurance Fund	(8,680)	(8,680)	(8,680)	-
Total other financing sources (uses)	9,400	9,400	13,130	3,730
Net change in fund balance	(173,324)	(178,824)	(49,696)	129,128
Fund Balance - beginning of year	180,000	180,000	305,932	125,932
Fund Balance - end of year	<u>\$ 6,676</u>	<u>\$ 1,176</u>	256,236	<u>\$ 255,060</u>
Budgetary-GAAP Reconciliation				
Capital Assets (Net)			1,230	
Ending Net Assets			<u>\$ 257,466</u>	

See schedule of expenditures and appropriations-all Enterprise funds for appropriation level.

JEFFERSON COUNTY, OREGON

COMBINING STATEMENT OF NET ASSETS INTERNAL SERVICE FUNDS JUNE 30, 2012

	Self- Insurance	Carpool	NT and Phone Services	Total
ASSETS				
Current assets				
Cash and investments	\$ 1,252,230	\$ 428,735	\$ 152,730	\$ 1,833,695
Receivables (net of allowance for uncollectibles)	-	20,626	-	20,626
Total current assets	1,252,230	449,361	152,730	1,854,321
Capital assets				
Equipment and improvements	-	1,427,598	-	1,427,598
Accumulated depreciation	-	(1,114,206)	-	(1,114,206)
Total capital assets (net of accumulated depreciation)	-	313,392	-	313,392
TOTAL ASSETS	1,252,230	762,753	152,730	2,167,713
LIABILITIES				
Accounts payable and other current liabilities	16,649	28,890	8,449	53,988
TOTAL LIABILITIES	16,649	28,890	8,449	53,988
NET ASSETS				
Invested in capital assets, net of related debt	-	313,392	-	313,392
Unrestricted	1,235,581	420,471	144,281	1,800,333
TOTAL NET ASSETS	\$ 1,235,581	\$ 733,863	\$ 144,281	\$ 2,113,725

JEFFERSON COUNTY, OREGON

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS INTERNAL SERVICE FUNDS YEAR ENDED JUNE 30, 2012

	<u>Self- Insurance</u>	<u>Carpool</u>	<u>NT and Phone Services</u>	<u>Total</u>
OPERATING REVENUES				
Charges for services	\$ 492,397	\$ 747,700	\$ 10,518	\$ 1,250,615
OPERATING EXPENSES				
Costs of services	238,274	609,782	136,835	984,891
Depreciation	-	111,100	-	111,100
Total operating expenses	<u>238,274</u>	<u>720,882</u>	<u>136,835</u>	<u>1,095,991</u>
Operating income	254,123	26,818	(126,317)	154,624
NON-OPERATING REVENUES (EXPENSES)				
Investment earnings	<u>7,382</u>	<u>3,002</u>	<u>876</u>	<u>11,260</u>
Income before contributions and transfers	261,505	29,820	(125,441)	165,884
CONTRIBUTIONS AND TRANSFERS				
Transfers in	155,079	-	176,395	331,474
Transfers out	<u>(25,000)</u>	<u>(3,600)</u>	<u>-</u>	<u>(28,600)</u>
Total contributions and transfers	<u>130,079</u>	<u>(3,600)</u>	<u>176,395</u>	<u>302,874</u>
Changes in net assets	391,584	26,220	50,954	468,758
NET ASSETS - beginning	<u>843,997</u>	<u>707,643</u>	<u>93,327</u>	<u>1,644,967</u>
NET ASSETS - ending	<u>\$ 1,235,581</u>	<u>\$ 733,863</u>	<u>\$ 144,281</u>	<u>\$ 2,113,725</u>

JEFFERSON COUNTY, OREGON

COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS YEAR ENDED JUNE 30, 2012

	Self- Insurance	Carpool	NT and Phone Services	Total
Cash flows from operating activities				
Receipts from services provided	\$ 493,093	\$ 754,283	\$ 10,518	\$ 1,257,894
Payments to suppliers	(221,758)	(812,526)	(128,657)	(962,941)
Net cash provided (used) by operating activities	271,335	141,757	(118,139)	294,953
Cash flows from non-capital financing activities				
Transfer to other funds	(25,000)	(3,600)	176,395	147,795
Transfers from other funds	155,079	-	-	155,079
Net cash provided (used) by non-capital financing activities	130,079	(3,600)	176,395	302,874
Cash flows from capital and related financing activities				
Purchases and Sales of capital assets	-	(64,807)	-	(64,807)
Cash flows from investing activities				
Interest received	7,382	3,002	876	11,260
Net increase (decrease) in cash	408,796	76,352	59,132	544,280
Cash and cash equivalents - beginning	843,434	352,383	93,598	1,289,415
Cash and cash equivalents - ending	\$ 1,252,230	\$ 428,735	\$ 152,730	\$ 1,833,695
Reconciliation of operating income to net cash provided by operating activities				
Operating income	\$ 254,123	\$ 26,818	\$ (126,317)	\$ 154,624
Adjustments to reconcile operating income to net cash provided by operating activities				
Depreciation	-	83,618	-	83,618
Change in accounts receivable	696	6,583	-	7,279
Change in accounts payable	16,516	24,738	8,178	49,432
Change in post-employment benefits	-	-	-	-
Total adjustments	17,212	114,939	8,178	140,329
Net cash provided by operating activities	\$ 271,335	\$ 141,757	\$ (118,139)	\$ 294,953

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) SELF-INSURANCE FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Reimbursed items	\$ 181,000	\$ 181,000	\$ 492,397	\$ 311,397
Interest	9,000	9,000	7,382	(1,618)
Total revenues	190,000	190,000	499,779	309,779
Expenditures				
Materials and services				
Workers compensation	187,000	187,000	154,851	(32,149)
Unemployment	180,900	180,900	83,423	(97,477)
PERS benefits	300,000	300,000	-	(300,000)
Total expenditures	667,900	667,900	238,274	(429,626)
Excess of revenues over (under) expenditures	(477,900)	(477,900)	261,505	739,405
Other Financing Sources (Uses)				
Transfer from General Fund	80,095	80,095	80,095	-
Transfer from Maternal-Child Health Fund	8,122	8,122	8,122	-
Transfer from Animal Control Fund	7,160	7,160	7,160	-
Transfer from Jail Operations Fund	9,950	9,950	9,950	-
Transfer from E911 Fund	7,520	7,520	7,520	-
Transfer from Community Corrections Fund	7,440	7,440	7,440	-
Transfer from Community Development Fund	8,680	8,680	8,680	-
Transfer from Fair Fund	4,620	4,620	4,620	-
Transfer from Landfill	17,500	17,500	17,500	-
Transfer from Road Fund	3,992	3,992	3,992	-
Transfer to General Fund	(25,000)	(25,000)	(25,000)	-
Total other financing sources (uses)	130,079	130,079	130,079	-
Net change in fund balance	(347,821)	(347,821)	391,584	739,405
Fund Balance - beginning of year	800,000	800,000	843,997	43,997
Fund Balance - end of year	\$ 452,179	\$ 452,179	\$ 1,235,581	\$ 783,402

See schedule of expenditures and appropriations-all Internal Service funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) CARPOOL FUND YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Charges for services	\$ 300,000	\$ 300,000	\$ 311,604	\$ 11,604
Interest	4,000	4,000	3,002	(998)
Other	277,000	277,000	436,096	159,096
Total revenues	581,000	581,000	750,702	169,702
Expenditures				
Materials and services	576,350	676,350	656,111	(20,239)
Capital outlay	150,000	100,000	45,960	(54,040)
Contingency	50,000	-	-	-
Total expenditures	776,350	776,350	702,071	(74,279)
Excess of revenues over (under) expenditures	(195,350)	(195,350)	48,631	243,981
Other Financing Sources (Uses)				
Transfer to General Fund	(3,600)	(3,600)	(3,600)	-
Net change in fund balance	(198,950)	(198,950)	45,031	243,981
Fund Balance - beginning of year	300,000	300,000	375,440	75,440
Fund Balance - end of year	\$ 101,050	\$ 101,050	420,471	\$ 319,421
Budgetary-GAAP Reconciliation				
Capital Assets Net			313,392	
Ending Net Assets			\$ 733,863	

See schedule of expenditures and appropriations-all Internal Service funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL (BUDGETARY BASIS) NT AND PHONE SERVICES YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
Revenues				
Local				
Charges for services	\$ 11,000	\$ 11,000	\$ 10,518	\$ (482)
Interest	1,000	1,000	876	(124)
Total revenues	12,000	12,000	11,394	(606)
Expenditures				
Personal services	80,965	82,265	82,220	(45)
Materials and services	28,378	74,378	19,988	(54,390)
Capital outlay	15,000	42,700	34,627	(8,073)
Contingency	15,000	15,000	-	(15,000)
Total expenditures	139,343	214,343	136,835	(77,508)
Excess of revenues over (under) expenditures	(127,343)	(202,343)	(125,441)	76,902
Other Financing Sources (Uses)				
Various department transfers from NT Fund	60,920	60,920	61,395	475
Transfer from General Fund	25,000	100,000	115,000	15,000
Total other financing sources (uses)	85,920	160,920	176,395	15,475
Net change in fund balance	(41,423)	(41,423)	50,954	92,377
Fund Balance - beginning of year	99,500	99,500	93,327	(6,173)
Fund Balance - end of year	\$ 58,077	\$ 58,077	\$ 144,281	\$ 86,204

See schedule of expenditures and appropriations-all Internal Service funds for appropriation level.

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS GENERAL FUND YEAR ENDED JUNE 30, 2012

Fund	Expenditures	Final Appropriation	Actual (Over) Under Appropriation
General Fund			
General services	\$ 509,066	\$ 522,969	\$ 13,903
Community justice - juvenile division	454,160	463,125	8,965
Assessment	424,064	455,482	31,418
Board of equalization	502	841	339
Clerk's department	235,517	253,470	17,953
District attorney	518,244	546,154	27,910
Public health	359,702	375,245	15,543
Sheriff's department - law enforcement	1,615,079	1,627,551	12,472
Marine board division	139,982	159,154	19,172
Surveyor	24,301	31,072	6,771
Treasurer	83,065	86,602	3,537
Finance and tax department	237,742	257,453	19,711
County building and grounds	473,644	511,175	37,531
Circuit court	50,365	55,000	4,635
Veteran's department	17,861	19,952	2,091
County extension	121,148	123,338	2,190
JC senior center	32,023	39,040	7,017
Non-departmental	296,686	355,580	58,894
Interfund transfers	1,487,357	1,487,357	-
Contingency	-	40,591	40,591
	<u>\$ 7,080,508</u>	<u>\$ 7,411,151</u>	<u>\$ 330,643</u>

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS ALL SPECIAL REVENUE FUNDS YEAR ENDED JUNE 30, 2012

Fund	Expenditures	Final Appropriation	Actual (Over) Under Appropriation
County Road Fund			
Personal service	\$ 1,081,121	\$ 1,126,184	\$ 45,063
Materials and services	1,090,922	1,452,117	361,195
Capital outlay	7,100	12,500	5,400
Interfund transfers	373,224	373,513	289
Federal, State and County Road Construction Fund			
Materials and services	465,053	949,572	484,519
Road Equipment Purchase Fund			
Capital outlay	171,335 ✓	427,557	256,222
Enforcement Fund			
Materials and services	-	7,000	7,000
Transfers	8,000	8,000	-
Animal Control Fund			
Personal services	92,240	94,193	1,953
Materials and services	32,765	33,050	285
Transfers	7,380	8,180	800
Emergency Communications "911" Fund			
Personal services	532,377	580,262	47,885
Materials and services	106,970	132,423	25,453
Transfers	9,020	9,020	-
Contingency	-	-	-
Footpath and Bicycle Trail Fund			
Materials and services	130,000	190,000	60,000
Law Library Fund			
Materials and services	16,274	33,000	16,726
Interfund transfers	6,500	6,500	-
Juvenile Dependency Fund (DA)			
Personal services	3,965	20,000	16,035
Mt. Jefferson Memorial Park Operation Fund			
Personal services	30,422	34,738	4,316
Materials and services	22,865	52,383	29,498
Government services	-	-	-
Mt. Jefferson Memorial Perpetual Care Fund			
Materials and services	-	-	-
County Fair Fund			
Personal services	117,066	117,237	171
Materials and services	183,898	186,863	2,965
Debt Service	8,750	17,750	9,000
Interfund transfers	5,000	5,000	-
Victims' Assistance Fund			
Personal services	85,601	87,204	1,603
Materials and services	87,379	102,482	15,103
Interfund transfers	8,196	8,205	9
Contingency	-	7,249	7,249

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS ALL SPECIAL REVENUE FUNDS - CONTINUED YEAR ENDED JUNE 30, 2012

Fund	Expenditures	Final Appropriation	Actual (Over) Under Appropriation
County School Fund			
Other requirements	\$ 170,947	\$ 255,525	\$ 84,578
Transient Occupancy Tax Fund			
Materials and services	65,749	65,855	106
Interfund transfers	123,067	123,067	-
Contingency	-	16,378	16,378
Special Transportation Fund			
Materials and services	66,304	75,000	8,696
County Fair Building Fund			
Materials and services	-	10,000	10,000
Public Land Corner Preservation Fund			
Personal services	9,628	10,599	971
Materials and services	13,600	18,821	5,221
Interfund transfers	1,680	1,680	-
County Projects Fund			
Materials and services	14,650	76,373	61,723
Interfund transfers	3,343	8,088	4,745
Jefferson County Business Loan Fund			
Materials and services	10,062	20,250	10,188
Other special payments	10,000	382,140	372,140
Family Planning Grant Fund			
Personal services	88,559	91,509	2,950
Materials and services	46,034	107,081	61,047
Capital outlay	-	5,000	5,000
Interfund transfers	5,432	5,432	-
Maternal Child Health Fund			
Personal services	256,248	331,866	75,618
Materials and services	104,726	257,481	152,755
Capital outlay	-	-	-
Interfund transfers	37,375	40,586	3,211
Tuberculosis/Communicable Disease Fund			
Personal services	138,334	143,277	4,943
Materials and services	39,606	58,723	19,117
Interfund transfers	5,583	16,968	11,385
Women - infant - Children Fund			
Personal services	122,880	126,812	3,932
Materials and services	30,140	30,495	355
Interfund transfers	2,880	2,880	-
Smoke Management Fund			
Personal services	12,577	12,580	3
Materials and services	83,610	86,175	2,565
Governmental services	-	-	-
Contingency	-	10,000	10,000

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS ALL SPECIAL REVENUE FUNDS - CONTINUED YEAR ENDED JUNE 30, 2012

Fund	Expenditures	Final Appropriation	Actual (Over) Under Appropriation
Prevention Program Fund			
Personal services	\$ 81,520	\$ 93,178	\$ 11,658
Materials and services	81,764	119,725	57,961
Capital outlay	-	10,058	10,058
Interfund transfers	13,679	13,679	-
Corrections and Drug Program Fund			
Interfund transfers	19,176	25,000	5,824
Contingency	-	48	48
Commission on Children and Families Fund			
Personal services	77,888	113,368	35,678
Materials and services	209,864	241,231	31,367
Interfund transfers	720	720	-
County Clerk Records Fund			
Materials and services	13,015	133,580	120,565
Interfund transfers	420	420	-
Veterans Service Expansion Program			
Personal services	13,882	13,788	106
Materials and services	8,759	8,912	153
Mental Health Alcohol and Drug Program Fund			
Materials and services	484,865	485,725	860
Interfund transfers	3,600	3,600	-
Mental Health Developmental Disabilities Fund			
Personal services	-	-	-
Materials and services	282,552	367,100	84,548
Interfund transfers	3,600	3,600	-
Other	-	53,422	53,422
Federal Child Care Block Grant Fund			
Materials and services	117,106	118,350	1,244
Interfund transfers	-	4,165	4,165
Juvenile Special Projects Fund			
Materials and services	39,127	87,278	48,149
Interfund transfers	-	-	-
Parks Development Fund			
Personal services	61,394	66,850	5,456
Materials and services	46,371	106,900	60,529
Capital outlay	-	-	-
Debt service	5,574	5,575	1
Other (refunds)	-	-	-
Economic Development Fund			
Materials and services	98,336	407,000	308,664
Interfund transfers	98,000	98,000	-

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS ALL SPECIAL REVENUE FUNDS - CONTINUED YEAR ENDED JUNE 30, 2012

Fund	Expenditures	Final Appropriation	Actual (Over) Under Appropriation
Oregon Health Care Mental Health Fund			
Personal services	\$ 58,574	\$ 60,745	\$ 2,171
Materials and services	1,750,160	2,073,327	323,167
Capital outlay	-	-	-
Interfund transfers	80,500	80,500	-
Contingency	-	195,310	195,310
Other (risk reserve)	-	150,000	150,000
Community Corrections Fund			
Personal services	473,666	475,648	1,982
Materials and services	98,287	207,117	108,830
Interfund transfers	168,003	186,434	18,431
Contingency	-	31,417	31,417
Juvenile Crime Grant Fund			
Personal services	59,838	60,095	257
Materials and services	2,453	10,493	8,040
Interfund transfers	6,082	6,818	736
Geographic Information System Fund			
Personal services	69,265	79,069	9,804
Materials and services	11,273	25,850	14,577
Capital outlay	4,355	5,000	645
Interfund transfers	8,263	8,263	-
Contingency	-	14,517	14,517
Conciliation - Mediation Fund			
Materials and services	13,250	76,000	62,750
County Special Litigation Fund			
Materials and services	1,625	125,133	123,508
Jail Operations Fund			
Personal services	1,472,451	1,589,607	117,156
Materials and services	488,442	552,800	64,358
Capital outlay	10,767	46,059	35,292
Debt Service	26,668	27,000	332
Interfund transfers	349,635	362,950	13,315
Contingency	-	70,317	70,317
Sheriff LLEGB Fund			
Personal services	34,606	37,605	2,999
Materials and services	2,680	10,000	7,320
Capital outlay	-	-	-
Interfund transfers	360	360	-
Code Enforcement Fund			
Personal services	29,799	30,743	944
Materials and services	5,013	78,800	73,587
Capital outlay	-	4,000	4,000
Interfund transfers	3,007	11,836	8,829
Contingency	-	2,000	2,000

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS ALL CAPITAL PROJECT FUNDS YEAR ENDED JUNE 30, 2012

Fund	Expenditures	Final Appropriation	Actual (Over) Under Appropriation
Capital Improvement Project Fund			
Materials and services	\$ 12,480	\$ 15,000	\$ 2,520
Capital outlay	246,634	2,345,620	2,098,986
Governmental services - loan	-	-	-
Landfill Closure Fund			
Materials and services	58,089	173,684	115,595
SDC County Roads Fund			
Interfund transfers	92,373	92,377	4
SDC CRR Roads Fund			
Materials and services	-	81,400	81,400
Debt service	-	-	-
SDC County Parks Fund			
Materials and services	-	106,000	106,000
SDC CRR Parks Fund			
Debt service	-	-	-

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS ALL DEBT SERVICE FUNDS YEAR ENDED JUNE 30, 2012

<u>Fund</u>	<u>Expenditures</u>	<u>Final Appropriation</u>	<u>Actual (Over) Under Appropriation</u>
Jail Bond Debt Service Fund			
Debt service	\$ 1,063,100	\$ 1,063,950	\$ 850
J Street Bond Fund			
Debt service	201,989	203,000	1,011

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS ALL ENTERPRISE FUNDS YEAR ENDED JUNE 30, 2012

<u>Fund</u>	<u>Expenditures</u>	<u>Final Appropriation</u>	<u>Actual (Over) Under Appropriation</u>
Transfer Station Fund			
Materials and services	\$ 38,639	\$ 98,816	\$ 60,177
Interfund transfers	1,225	1,500	275
Contingency	-	231,253	231,253
RV Park Fund			
Materials and services	16,601	43,449	26,848
Debt service	2,500	2,500	-
Community Development Fund			
Materials and services	107,977	121,327	13,350
Personal services	438,293	480,447	42,154
Interfund transfers	67,100	70,830	3,730

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES AND APPROPRIATIONS ALL INTERNAL SERVICE FUNDS YEAR ENDED JUNE 30, 2012

Fund	Expenditures	Final Appropriation	Actual (Over) Under Appropriation
Self-Insurance Fund			
Workers compensation self-insurance	\$ 154,851	\$ 187,000	\$ 32,149
Unemployment SI fund	83,423	180,900	97,477
PERS and payroll-related benefits	-	300,000	300,000
Transfers	25,000	25,000	-
Carpool Fund			
Materials and services	656,111	676,350	20,239
Capital outlay	45,960	100,000	54,040
Transfers	3,600	3,600	-
NT and Phone Services			
Personal services	82,220	82,265	45
Materials and services	19,988	74,378	54,390
Capital outlay	-	15,000	15,000

JEFFERSON COUNTY, OREGON

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUND YEAR ENDED JUNE 30, 2012

	<u>Balance July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2012</u>
ASSETS				
Taxes receivable	\$ 1,764,070	\$ -	\$ 87,617	\$ 1,676,453
TOTAL ASSETS	<u>\$ 1,764,070</u>	<u>\$ -</u>	<u>\$ 87,617</u>	<u>\$ 1,676,453</u>
LIABILITIES				
Distribution pending to other entities	\$ 1,764,070	\$ -	\$ 87,617	\$ 1,676,453

JEFFERSON COUNTY, OREGON

SCHEDULE OF RECEIPTS AND DISBURSEMENTS OF COUNTY TRUST AND AGENCY FUNDS YEAR ENDED JUNE 30, 2012

	<u>Balance July 1, 2011</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance June 30, 2012</u>
Investment trust fund County treasurer	\$ 16,728,793	\$ 46,407,286	\$ 48,530,107	\$ 14,605,972
Total trust funds	<u>\$ 16,728,793</u>	<u>\$ 46,407,286</u>	<u>\$ 48,530,107</u>	<u>\$ 14,605,972</u>

JEFFERSON COUNTY, OREGON

SCHEDULE OF RECEIPTS AND DISBURSEMENTS OF TREASURER'S ACCOUNT HELD FOR OTHER TAXING DISTRICTS INVESTMENT TRUST FUND YEAR ENDED JUNE 30, 2012

	Beginning Cash Balance	Receipts		Disbursements	Ending Cash Balance
		Taxes and UTA Interest	Other Receipts		
Taxing district					
Cities	\$ 2,275,378	\$1,892,324	\$119,417	\$1,549,907	\$ 2,737,212
Mt. View Hospital	3,125	330,259	177	329,362	4,200
Fire patrol and districts	1,119,865	1,916,338	350,569	2,231,112	1,155,661
Special district	629,790	1,599,087	413,188	1,847,034	795,031
Schools					
COCC	8,439	1,010,452	550	1,007,058	12,382
Education service districts	165,056	293,743	7,200	120,662	345,337
Redmond	12,234	1,478,027	16,341	1,488,338	18,263
Culver	1,341,826	1,238,260	68,218	1,600,000	1,048,304
Ashwood	293,779	-	342,338	280,000	356,117
Black Butte	1,909,885	228,818	18,115	410,000	1,746,818
Madras	7,931,192	6,334,469	3,002,727	11,732,585	5,535,803
Sisters	30	3,474	2	3,464	42
Other trust funds					
Transient room tax	66,015	-	450,542	447,164	69,393
Tax collector	60,880	-	23,864,105	23,861,748	63,237
Other trust funds	874,164	-	995,455	1,345,655	523,965
Unallocated interest	37,135	-	433,091	276,018	194,208
Total county treasurer	\$ 16,728,793	\$ 16,325,251	\$30,082,034	\$ 48,530,107	\$ 14,605,972

JEFFERSON COUNTY, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS GENERAL FUND YEAR ENDED JUNE 30, 2012

Tax Year	Beginning Balance and 2011-12 Levy	Net Adjustments	Interest (Discount)	Collections	Uncollected June 30, 2012
2011-12	\$ 5,001,279	\$ (22,730)	\$ (116,162)	\$ 4,628,077	\$ 234,310
2010-11	275,307	(1,046)	12,221	146,431	140,051
2009-10	141,398	(625)	12,255	69,155	83,873
2008-09	80,261	(619)	12,873	50,517	41,998
2007-08	24,061	(501)	8,282	28,261	3,581
Prior	6,194	(1,188)	498	1,269	4,235
Total	<u>\$ 5,528,500</u>	<u>\$ (26,709)</u>	<u>\$ (70,033)</u>	4,923,710	<u>\$ 508,048</u>
Accrued at June 30, 2011				(106,349)	
Accrued at June 30, 2012				95,626	
In Lieu of Property Taxes				<u>282,242</u>	
General Fund revenue - modified accrual basis				<u>\$ 5,195,229</u>	

JEFFERSON COUNTY, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS JAIL OPERATIONS FUND YEAR ENDED JUNE 30, 2012

Tax Year	Beginning Balance and 2011-12 Levy	Net Adjustments	Interest (Discount)	Collections	Uncollected June 30, 2011
2011-12	\$ 1,206,100	\$ (5,631)	\$ (28,014)	\$ 1,116,099	\$ 56,356
2010-11	69,325	(182)	2,984	35,754	36,373
2009-10	37,646	(142)	3,263	18,412	22,355
2008-09	21,970	(138)	3,524	13,828	11,528
2007-08	6,581	(119)	2,266	7,730	998
Prior	1,603	(299)	125	326	1,103
Total	<u>\$ 1,343,225</u>	<u>\$ (6,511)</u>	<u>\$ (15,852)</u>	1,192,149	<u>\$ 128,713</u>
Accrued at June 30, 2011				(27,608)	
Accrued at June 30, 2012				<u>24,882</u>	
Jail Operations Fund revenue - modified accrual basis				<u>\$ 1,189,423</u>	

JEFFERSON COUNTY, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS JAIL BOND DEBT SERVICE FUND YEAR ENDED JUNE 30, 2012

<u>Tax Year</u>	<u>Beginning Balance and 2011-12 Levy</u>	<u>Net Adjustments</u>	<u>Interest (Discount)</u>	<u>Collections</u>	<u>Uncollected June 30, 2012</u>
2011-12	\$ 1,064,348	\$ (3,332)	\$ (24,837)	\$ 986,334	\$ 49,845
2010-11	64,898	1,937	2,892	35,376	34,351
2009-10	30,485	(284)	2,435	14,554	18,082
2008-09	17,703	(232)	2,612	10,819	9,264
2007-08	5,457	(174)	1,738	6,209	812
Prior	1,428	(282)	108	285	969
Total	<u>\$ 1,184,319</u>	<u>\$ (2,367)</u>	<u>\$ (15,052)</u>	1,053,577	<u>\$ 113,323</u>

Accrued at June 30, 2011	(24,834)
Accrued at June 30, 2012	21,121
In Lieu of Property Taxes	<u>1,122</u>

Jail Operations Fund revenue - modified accrual basis	<u>\$ 1,050,986</u>
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JEFFERSON COUNTY, OREGON

SCHEDULE OF FUTURE REQUIREMENTS FOR RETIREMENT OF LONG-TERM DEBT JUNE 30, 2012

	General Obligation Bonds		Full Faith & Credit Bond	
	Principal	Interest	Principal	Interest
2013	\$ 1,050,000	\$ 43,100	\$ 155,000	\$ 46,044
2014	1,105,000	22,100	160,000	40,620
2015	-	-	165,000	33,735
2016	-	-	170,000	27,878
2017	-	-	180,000	21,873
2018	-	-	185,000	14,923
2019	-	-	195,000	7,800
Total	<u>\$ 2,155,000</u>	<u>\$ 65,200</u>	<u>\$ 1,210,000</u>	<u>\$ 192,673</u>

JEFFERSON COUNTY, OREGON

SCHEDULE OF LONG-TERM DEBT TRANSACTIONS YEAR ENDED JUNE 30, 2012

Obligation	Balance July 1, 2011	Loan Transferred & Issued	Matured and Paid		Balance June 30, 2012
			Principal	Interest	
General obligation jail bonds	\$ -	\$ -	\$ -	\$ -	\$ -
Refunding Jail Bonds	3,155,000	-	1,000,000	63,100	2,155,000
Community First Bank loan to Capital Projects Fund	-	-	-	-	-
Full faith and credit bonds	1,360,000	-	150,000	51,295	1,210,000
City of Madras - Jail Site	26,668	-	26,668	-	-
Total	\$ 4,541,668	\$ -	\$ 1,176,668	\$ 114,395	\$ 3,365,000

Interfund loans excluding interfund negative cash balances

Business Loan Fund to

Fairground RV Park	\$ 15,000	-	\$ 2,500	-	\$ 12,500
SDC CRR Park Fund	-	-	-	-	-
General Fund Maint. Dept.	29,917	-	9,504	-	20,413
General Fund	-	-	-	-	-
County Fair Fund	8,750	-	8,750	-	-
SDC CRR Parks	34,537	-	1,379	-	33,158
Parks Development	138	-	138	-	-
Capital Fund to Parks Fund	24,812	-	4,444	1,130	20,368
Road Fund to SDC Road	17,109	91,056	961	356	107,204
Total	\$ 130,263	\$ 91,056	\$ 27,676	\$ 1,486	\$ 193,643

JEFFERSON COUNTY, OREGON

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2012

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Expenditures
Department of Health and Human Services		
Passed through Oregon Department of Human Services		
Public Health Emergency Preparedness	93.069	\$ 72,474
Environmental Public Health and Emergency Response	93.070	4,083
Affordable Care Act (ACA) Personal Responsibility Education Program	93.092	16,952
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	1,149
Family Planning Services	93.217	39,370
Affordable Care Act (ACA) Abstinence Education Program	93.235	2,940
Substance Abuse and Mental Health Services-Projects of Regional and National Significance	93.243	20,000
Immunization Cooperative Agreements	93.288	4,843
The Affordable Care Act: Center for Disease Control and Prevention - Investigations and Technical Assistance	93.283	38,144
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	122,500
Promoting Safe and Stable Families	93.558	6,180
Temporary Assistance for Needy Families	93.558	27,284
Child Support Enforcement	93.563	95
Social Services Block Grant	93.667	78,819
Medical Assistance Program	93.778	80,078
HIV Prevention Activities-Health Department Based	93.940	7,191
Block Grants for Community Mental Health Services	93.958	27,772
Block Grants for Prevention and Treatment of Substance Abuse	93.959	95,792
Maternal and child Health Services Block Grant to the States	93.994	31,532
		676,166
Environmental Protection Agency		
Passed through Oregon Department of Human Resources		
State Public Water System Supervision	68.432	3,798
Capitalization Grants for Drinking Water State Revolving Funds	68.488 ARRA	2,637
		6,433
Executive Office of the President		
Passed through Oregon Department of Justice		
High Intensity Drug Trafficking Areas Program	85.001	1,750
Department of the Interior		
Non-Sale Disposals of Mineral Material		
Payments in Lieu of Taxes	15.214	6
Distribution of Receipts to State and Local Governments	15.228	48,023
	15.227	686
		48,714
Department of Justice		
Passed through Oregon Department of Justice		
Juvenile Accountability Incentive Grant	16.523	10,000
Juvenile Justice and Delinquency Prevention-Allocation to States	16.540	19,990
Title V Delinquency Prevention Program	16.548	20,000
Crime Victim Assistance	16.575	32,776
Rural Domestic Violence, Dating Violence, Sexual Assault, and Stalking Assistance Program	16.589	139,984
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	58,085
Recovery Act-State Victim Assistance Formula Grant Program	16.601 ARRA	33,021
		313,837
Department of Agriculture		
Passed through State of Oregon		
Schools and Roads - Grants to States	10.665	532,182 (1)
Schools and Roads - Grants to Counties	10.666	14,202 (1)
Passed through Oregon Department of Human Resources		
Special Supplement Food Program for Women, Infants and Children (WIC)	10.557	130,161
WIC Grants To States (WGS)	10.578	25,000
		701,545
Department of Transportation		
Passed through Oregon Department of Transportation		
Highway Planning and Construction	20.205 ARRA	12,249
State and Community Highway Safety	20.600	9,010
		21,259
Department of the Interior		
Disposal of Federal Surplus Real Property for Parks, Recreation and Historic Monuments	39.002	1
Department of Homeland Security		
Passed through Oregon State Marine Board		
Boating Safety Financial Assistance	97.012	63,070
Passed through Oregon Military Department		
Emergency Management Performance Grants	97.042	18,730
		81,800
		\$ 1,851,496

(1) Major Program

Note A - BASIS OF PRESENTATION

The accompanying schedule of federal awards includes the federal grant activity of Jefferson County and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

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JEFFERSON COUNTY, OREGON

AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS

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PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

• 12700 SW 72ND AVENUE • TIGARD, OREGON 97223
• (503) 620-2632 • FAX (503) 684-7523

December 20, 2012

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the Jefferson County, Oregon, as of and for the year ended June 30, 2012, and have issued our report thereon dated December 20, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

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

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

OAR 162-10-0230 Internal Control

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

We noted matters involving the internal control structure and its operation that we consider to be significant deficiencies and material weaknesses under standards established by the American Institute of Certified Public Accountants, which are noted in the Schedule of Findings and Questioned Costs on page 141.

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

Pauly, Rogers and Co. P.C.
PAULY, ROGERS AND CO., P.C.

JEFFERSON COUNTY, OREGON

GRANT COMPLIANCE REVIEW

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PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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December 20, 2012

**To the Board of County Commissioners
Jefferson County, Oregon
Madras, Oregon**

**Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed in Accordance With
*Government Auditing Standards***

We have audited the financial statements of Jefferson County, Oregon, as of and for the year ended June 30, 2012, and have issued our report thereon dated December 20, 2012. 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 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 internal controls over financial reporting. Accordingly, we do not express an opinion on the effectiveness of internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified.

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

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompany schedule of findings and questioned costs to be significant deficiencies and material weaknesses.

Compliance and Other Matters

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

We noted certain matters that we reported to management on the Schedule of Findings and Questioned Costs beginning on page 141.

The management responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the County Commissioners, 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.

Pauly, Rogers and Co., P.C.
PAULY, ROGERS AND CO., P.C.



PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

-
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December 20, 2012

**To the Board of County Commissioners
Jefferson County, Oregon
Madras, Oregon**

Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133

Compliance

We have audited the compliance of Jefferson County, Oregon with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2012. The major federal programs are identified in the 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 management. Our responsibility is to express an opinion on 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 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 compliance with those requirements.

In our opinion, Jefferson County, Oregon complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

Management 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 internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of internal control over compliance.

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

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 County Commissioners, 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.

Pauly, Rogers and Co. P.C.
PAULY, ROGERS AND CO., P.C.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION I – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued

Unqualified

Internal control over financial reporting:

Material weakness(es) identified?

yes no

Significant deficiency(s) indentified that are not considered to be material weaknesses?

yes none reported

Noncompliance material to financial statements noted?

yes no

Any GAGAS findings disclosed that are required to be reported in accordance with section 503(d)(2) of OMB Circular A-133?

yes no

FEDERAL AWARDS

Internal control over major programs:

Material weakness(es) identified?

yes no

Significant deficiency(s) indentified that are not considered to be material weaknesses?

yes none reported

Type of auditors' report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, section 510(a)?

yes no

IDENTIFICATION OF MAJOR PROGRAMS

CFDA NUMBER

NAME OF FEDERAL PROGRAM CLUSTER

10.665 & 10.666

Schools and Roads Clusters

Dollar threshold used to distinguish between type A and type B programs:

\$300,000

Auditee qualified as low-risk auditee?

yes no

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS

2012-FS-1

CONDITION:

We were not able to trace checks to the deposit batch due to missing tapes, which were necessary to see which transactions were included in each deposit. There was no audit trail or backup documentation for many of the deposits made, and we were unable to determine if certain revenue transactions were properly deposited by the Treasurer.

CRITERIA:

All deposits should have back up documentation and an audit trail to verify that revenue has been recorded properly.

EFFECT:

Without adequate internal controls or procedures in place to ensure all deposits have backup documentation for accuracy and completeness, there exists a possibility of a misappropriation of revenues.

CAUSE:

The Treasurer's office did not have adequate controls and procedures to ensure adequate documentation of deposits throughout the fiscal year.

RECOMMENDATION:

We recommend that the County Treasurer's office implements controls that would require this documentation to be included for every deposit made.

MANAGEMENT RESPONSE:

Treasurer's office has made changes to controls and includes backup for all deposits throughout the year.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-2

CONDITION:

We found a lack of segregation of duties within the Trust and agency fund check disbursements process. During the 2012 audit year, the Treasurer entered, printed, and signed the checks. The functions of authorization, recording, and access to the checks or ability to issue funds should be segregated as much as possible. Close to the end of the fiscal year the Treasurer's ability to sign checks was removed.

CRITERIA:

Proper segregation of duties should be implemented so that no one employee possesses the access, recording and signing functions within a single accounting cycle.

EFFECT:

Without controls or procedures in place to ensure adequate segregation of duties there exists a possibility of a material misstatement in the financial statements.

CAUSE:

The Treasurer has the ability to sign the check stock.

RECOMMENDATION:

We recommend further segregation of duties in the disbursement process for the Trust and Agency funds by possibly having someone else enter or print the checks.

MANAGEMENT RESPONSE:

The Treasurer no longer signs checks for the Trust and Agency funds, either the County Clerk, County Administrator or Finance Director signs off on checks.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-3

CONDITION:

We found that there was no indication of review of bank reconciliations in the Treasurer's office and there was also no indication of timing of review on a portion of bank reconciliations tested.

CRITERIA:

All bank reconciliations should be prepared in a timely manner from the statement date (usually one month). The preparer should also date and sign the reconciliation to document who and when the reconciliation was prepared. A second individual, independent of the reconciliation preparation, should review the bank reconciliation for accuracy and completeness and document the review performed with a date and signature.

EFFECT:

Without controls or procedures in place for banking and reconciling cash, there exists a possibility of cash being misappropriated and resulting in a material misstatement in the financial statements.

CAUSE:

Multiple bank reconciliations had no indication of review or timing of review.

RECOMMENDATION:

We recommend all bank reconciliations be completed and reviewed within a timely period with indication and timing of the review.

MANAGEMENT RESPONSE:

The treasurer is utilizing the County Clerk to review bank statements in a timely manner, they will be initialed and dated upon review.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-4

CONDITION:

There was a lack of segregation of duties within the accounts payable process. The accounts payable staff accountant was able to create a claim, enter it in the system, process accounts payable batches, access the check stock, and print checks.

CRITERIA:

Adequate segregation of duties should exist so that no one employee possesses the access, create and print functions within a single accounting cycle.

EFFECT:

Since the staff accountant performs all functions of the accounts payable section except signing the checks there exists the possibility of material misstatement to the financial statements.

CAUSE:

The staff accountant is able to create a claim, enter it in the system, process accounts payable batches, access the check stock, and print checks.

RECOMMENDATION:

We recommend that consideration is given to strengthen the segregation of duties for the controls and procedures of the accounts payable staff accountant. Restricting access to check stock or the printing checks would limit potential misstatement.

MANAGEMENT RESPONSE:

Accounts Payable cycle needs to be strengthened: We feel segregation of duties are in place for the staff we have available.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-5

CONDITION:

There was no review of journal entries that were being completed in the Treasurer's office. Close to the end of this fiscal period the County clerk began reviewing and initialing the journal entries generated in the Treasurer's office.

CRITERIA:

Proper controls should be in place and monitored to ensure all journal entries are being reviewed to ensure accuracy.

EFFECT:

Without controls or procedures in place to ensure all journal entries have been reviewed properly, there exists a possibility of the journal entry review not functioning properly which could result in a misappropriation of assets or a material misstatement.

CAUSE:

Journal entries within our sample were not properly reviewed to support the accuracy and purpose of the journal entry.

RECOMMENDATION:

Management has agreed that the county clerk will review and initial any journal entries generated in the Treasurer's office.

MANAGEMENT RESPONSE:

The County Clerk will review any JE's generated in the Treasurer's office and initial.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-6

CONDITION:

We found that there were two notes receivables that were never added to the books in previous years. One is for the Intergovernmental Agreement for the City of Madras and Jefferson County. The city agreed to help pay their portion of the debt taken out for "J" Street. The second note was for the sale of the Hope House to a nonprofit.

CRITERIA:

All notes receivables should be on the books to ensure that the financial statements are fairly stated.

EFFECT:

When transactions are not placed on the books there exists the possibility of material misstatement to the financial statements.

CAUSE:

Transactions regarding notes receivables have not been placed on the books for more than the current fiscal year.

RECOMMENDATION:

All transactions should be placed into the accounting software.

MANAGEMENT RESPONSE:

The information was available, unfortunately during the transition of audit firms the Hope House sale wasn't picked up. The loan for the note with the City wasn't booked for a specific reason by our previous audit firm. Chalk it up to: Differences of opinion from Auditors.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-7

CONDITION:

The schedule showing transfers in/out and due to/from per the financial statements was not prepared and that transfers and due to/from on the financial statements did not appear to balance.

CRITERIA:

Proper controls should be in place and monitored to ensure that a balancing schedule of due to/from and transfers in and out are prepared and reconciled to the general ledger.

EFFECT:

Without a balancing schedules of due to/from and transfers in and out there exists the possibility of causing a misappropriation of funds in the financial statements.

CAUSE:

Staff did not prepare the due to/from and transfers in and out schedules.

RECOMMENDATION:

We recommend maintaining a balanced due to/from and transfers in and out schedules.

MANAGEMENT RESPONSE:

This wasn't required in prior years, we can only prepare what we know is needed. County Staff has prepared a balanced report in order to complete the Audit and will do so in following years.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-8

CONDITION:

Property tax distributions were not reviewed by anyone other than the Treasurer prior to the distribution.

CRITERIA:

Proper segregation of duties should occur so that no one person has the ability to perform the collect, distribute, and review functions.

EFFECT:

Since the Treasurer performs all functions of the property tax disbursements section there exists the possibility of material misstatement to the financial statements.

CAUSE:

The Treasurer performs all property tax disbursement functions.

RECOMMENDATION:

Close to the fiscal year end management has agreed that the County Clerk will proof and initial tax turnovers monthly that are provided to the Treasurer from the Tax Collector's office prior to submission of distribution to all fund receiving property taxes.

MANAGEMENT RESPONSE:

The County Clerk, as backup to the Treasurer is proofing and initialing tax turnovers monthly.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION II – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-9

CONDITION:

Long-term notes receivables were being included in governmental fund statements in prior years carrying through to this year. These amounts do not belong in the governmental fund statements, but are accrued in the government-wide, full accrual statements according to generally accepted accounting principles.

CRITERIA:

Long-term notes receivable are not current financial resources and should only be reported in the government-wide statements.

EFFECT:

Long-term notes, if included in governmental statements can cause material misstatement to the governmental statements.

CAUSE:

Long-term notes were in the governmental statements.

RECOMMENDATION:

All transactions should be placed into the accounting software and long-term notes receivables should not be included in the governmental statements.

MANAGEMENT RESPONSE:

Long-term notes receivable will not be accrued in the governmental funds in future years.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION III – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-FS-10 (MATERIAL WEAKNESS)

CONDITION:

We noted the Treasurer was recording investments on the books at original cost rather than at market value as required by generally accepted accounting principles.

CRITERIA:

Proper procedures should be in place to ensure that investments are being recorded at fair market value.

EFFECT:

Investments were not recorded at market value in the accounting system, resulting in the possibility of improper reporting of investment values.

CAUSE:

The Treasurer did not record investments at fair market value.

RECOMMENDATION:

We recommend that the Treasure records investments at fair market value and not at the original cost of the investments.

MANAGEMENT RESPONSE:

Treasurer is working with investment broker as to how to make those adjustments.

JEFFERSON COUNTY, OREGON
MADRAS, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2012

SECTION IV – FEDERAL AWARD FINDINGS

NONE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. **BASIS OF PRESENTATION**

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