

County of Tuolumne California

Comprehensive Annual Financial Report

Fiscal Year Ended
June 30, 2014



Deborah Bautista, CPA
Clerk and Auditor-Controller

County of Tuolumne California

Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2014



Prepared by
The Office of the Tuolumne County Auditor-Controller
Deborah Bautista, CPA
Clerk & Auditor-Controller

**COUNTY OF TUOLUMNE, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2014**

Table of Contents

Page(s)

Introductory Section

Letter of Transmittal	i-vii
GFOA Certificate of Achievement for Excellence in Financial Reporting	viii
Elected and Appointed Officials	ix
Organization Table.....	x

Financial Section

Independent Auditor's Report.....	1-2
Management's Discussion and Analysis (Required Supplementary Information - Unaudited)	3-11
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	13
Statement of Activities	14-15
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	16
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	17
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Net Position – Proprietary Funds	20
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds.....	21
Statement of Cash Flows – Proprietary Funds.....	22-23
Statement of Fiduciary Net Position – Fiduciary Funds.....	24
Statement of Changes in Fiduciary Net Position – Investment Trust Fund.....	25
Notes to the Basic Financial Statements	26-50
Required Supplementary Information (Unaudited):	
Schedule of Funding Progress – Miscellaneous Retirement Plan	51
Schedule of Funding Progress – Other Postemployment Benefits Plan	53
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:	
General Fund	54-55
Roads Special Revenue Fund	56
Health and Welfare Special Revenue Fund	57
Community Development Block Grants Special Revenue Fund.....	58
Note to the Required Supplementary Information.....	59

**COUNTY OF TUOLUMNE, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2014**

Table of Contents

	<i>Page(s)</i>
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Other Governmental Funds	61
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Other Governmental Funds	62
Combining Balance Sheet – Other Special Revenue Funds	64-65
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Other Special Revenue Funds	66-67
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Other Special Revenue Funds:	
Fish and Game Fund	68
County Fire Fund	69
Criminal Justice Facility Fund	70
Courthouse Construction Fund	71
Monument Preservation Fund	72
Tuolumne County BH Housing Fund	73
Cemetery Districts Fund	74
Children and Families Commission Fund	75
County Service Areas Fund	76-77
Lighting Districts Fund	78
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Capital Projects Funds:	
Road Construction Fund	80
County Capital Fund	81
Airport Construction Fund	82
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Permanent Fund	84
Combining Statement of Net Position – Internal Service Funds	86-87
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Internal Service Funds	88-89
Combining Statement of Cash Flows – Internal Service Funds	90-91
Combining Statement of Changes in Assets and Liabilities – Agency Funds	94-95

**COUNTY OF TUOLUMNE, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2014**

Table of Contents

	<i>Page(s)</i>
Statistical Section (Unaudited)	
Net Position by Component.....	99
Changes in Net Position	100-101
Fund Balances of Governmental Funds.....	102
Changes in Fund Balances, Governmental Funds	103
Tax Revenues by Source, Governmental Funds.....	104
Assessed Value of Taxable Property	105
Direct and Overlapping Property Tax Rates.....	106
Principal Property Taxpayers	107
Property Tax Levies and Collections.....	108
Ratios of Outstanding Debt by Type	109
Ratios of General Bonded Debt Outstanding	110
Direct and Overlapping Governmental Activities Debt	111
Legal Debt Margin Information.....	112
Pledged Revenue Coverage	113
Demographic and Economic Statistics	114
Principal Employers	115
Full-Time Equivalent County Employees by Function	116
Operating Indicators by Function	117
Capital Assets Statistics by Function.....	118



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INTRODUCTORY SECTION





OFFICE OF THE AUDITOR-CONTROLLER

"Proudly Serving the Financial Needs of Tuolumne County"

DEBORAH BAUTISTA, CPA
Clerk & Auditor-Controller

February 25, 2015

To the Honorable Board of Supervisors and Citizens of the County of Tuolumne:

The Comprehensive Annual Financial Report (CAFR) of the County of Tuolumne (County) for the fiscal year ended June 30, 2014, is hereby presented in compliance with Section 25250 and 25253 of the Government Code of the State of California. General-purpose local governments must publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of the County. Therefore, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by Macias Gini & O'Connell LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the year ended June 30, 2014, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the year ended June 30, 2014, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standard governing the Single Audit requires the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls over compliance involving the administration of federal awards. These reports are available in the County's separately issued Single Audit Report.

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

Profile of the Government

County Government

The County of Tuolumne (population 53,604) was incorporated on February 18, 1850 as one of the original 27 counties in the State of California. The name Tuolumne is of Indian origin and has been given different meanings, such as 'Many Stone Houses, the Land of Mountain Lions and Straight Up Steep', the latter the interpretation of William Fuller, a native Indian chief. The County covers approximately 2,293 square miles. There is only one incorporated city within the County, the City of Sonora, which is also the County seat.

Stretching from the foothills to the crest of the Sierra Nevada Mountains, Tuolumne County is both a recreation paradise and a wonderful place to live. The County contains historic gold mining towns, the pristine Emigrant Wilderness, world-renowned Yosemite National Park, and numerous lakes and rivers. Its proximity to San Francisco (2.5 hours) and Sacramento (2 hours) makes the County accessible.

The County has a general law form of government. Its five-member Board of Supervisors (the 'Board') is elected by district for four-year terms of office. The Supervisors' terms are staggered – two Supervisors are elected in one general election, and three Supervisors in the next. Other elected officials include the Assessor-Recorder, Clerk & Auditor-Controller, District Attorney, Sheriff-Coroner and Treasurer-Tax Collector. The County Administrator and County Counsel are appointed by the Board. The County is located in the 4th Congressional District, the 14th Senatorial District and the 5th Assembly District.

As the governing body for the County, the Board is responsible for the planning and providing of services related to public needs, as required by state and federal law including: adopting the annual budget, adopting County ordinances, setting policies, confirming appointments of most non-elected officials, and assisting citizens in solving problems and addressing local concerns.

County Services

The County, with an authorized staff of 601 full-time equivalents (FTE), provides a full range of services to its residents. We provide “unincorporated area” services (e.g., land use planning) in the areas of the County that are not within the City of Sonora. We also provide certain “countywide” services to County residents regardless of where they live.

The following is a list of countywide services provided by the County:

- Environmental Health
- Agricultural Commissioner, Weights & Measures
- Two Airports
- Public and Mental Health Services
- Child Protection and Social Services
- Emergency Medical Services
- Veterans Services
- Maintenance of County Roads and Bridges
- Snow Removal Services
- Law Enforcement of the Unincorporated County
- U.C. Cooperative Extension Services
- Tax Assessment, Collection and Apportionment
- Elections and Voter Registration
- Jail Facilities
- Probation Supervision
- Clerk and Recorder
- Maintain the Historical Records (Archive)
- Public Defender/Alternative Defense
- Coroner and Forensic Services
- Grand Jury
- Criminal Prosecution (District Attorney)
- Libraries
- Parks
- Animal Care Services
- Building and Safety
- Ambulance Services

Factors Affecting Financial Condition

Budgetary Information

In accordance with stipulations of the California Government Code contained in Sections 29000 through 29144, and other statutory provisions, commonly known as the County Budget Act, the County prepares and legally adopts a budget for each fiscal year. The annual budget serves as the foundation for the County's financial planning and control. All agencies under the control of the Board of Supervisors are required to submit budget requests to the County Administrator for review. The County Administrator recommends a proposed budget to the Board for consideration and approval. The Board is required to hold public hearings on the proposed budget and to adopt a final budget. The 2013-2014 County final budget was adopted on October 15, 2013.

The budget is prepared by fund (e.g. General Fund), department (e.g., Sheriff), and account (e.g., Regular Salaries). Transfers of appropriations between accounts within a department provided the total appropriation of the budget is not changed, may be requested by the Department Head and authorized by both County Administrator and the Auditor-Controller. Transfers of appropriations between departments within a fund, however, require a majority vote of the Board. Transfers of appropriations between funds require a four-fifths vote of the Board of Supervisors. Unanticipated revenue received during the year is subject to the same four-fifths vote requirement prior to expenditure. Unexpended appropriations lapse at year-end. Encumbrances, which are appropriations that are committed through purchase orders or contracts that are open at year-end are reported as a component of restricted and assigned fund balance and re-appropriated as part of the following year's budget. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget was adopted.

The County Board of Supervisors has, historically, practiced conservative budgeting principles. The Board has established eight (8) budget polices:

1. Balance annual operating budgets without the use of one-time revenues.
2. Non-earmarked General Fund Contingencies should be budgeted at 1% of the total operating budget for governmental funds.
3. Maintain a comprehensive quarterly budget monitoring and reporting program.
4. Strive towards fully funding future liabilities.
5. Strive to provide funding to adequately maintain existing plant and infrastructure.
6. Continue an active long-term Capital Improvement Program which includes a section describing financing methods.
7. Tax and Revenue Anticipation Notes should be issued only when deemed necessary.
8. Match specific State and Federal funding reductions with commensurate cuts in specific expenses.

Population

The County's population as of January 2014 was approximately 53,604, a decrease of approximately 0.0.6% over last year's estimate and decreased 0.2% over the 2000 census. The County's population ranks 43rd out of 58 California counties.

Local Economy

The County showed a moderate increase in fiscal year 2013-14. Indicators next year show a modest increase in the local economic base.

A primary factor contributing to the County's long-standing good financial position is the consistent growth in assessed valuation. For fiscal year 2013-2014 the assessed values increase by 1.25%, but are projected to increase 2.4% for fiscal 2014-15. Construction of new homes and the volume of real estate sales of all kinds showed a modest increase in our County. New structures appraised in 2014 were 367, an increase of 10 or 2.8% from 2013.

The decrease in real estate prices has led to a corresponding increase in the number of properties that are eligible for reduced assessments. By law, the assessor is required to compare the current market value of a property with its current assessed value and enroll the lesser of the two on the assessment roll. To date the assessor's office has processed over 8,000 reductions to residential parcels. In addition to the residential parcels that were reassessed to reflect the decline in market value, there were also many large commercial and industrial properties that experienced major reductions in their assessed values. At this time, more than a quarter of the total assessed values of real estate in the county are being assessed for less than what they were purchased for.

Other economic indicators that reflect local conditions include taxable retail sales and transient occupancy taxes. Countywide retail sales were 3.67% more in fiscal year 2013-2014 than in the previous year.

The Countywide transient occupancy tax rate increased from 8% to 10% on October 1st of 2010.

With the Rim Fire and the Federal shut down that occurred during August and September of 2013, there was a negative impact on the local transient occupancy tax and sales tax as many businesses on Highway 120 were affected by both. Local Transient occupancy tax decreased by 6.87% during fiscal year 2013-14. With the quarter ending September 30, 2014 decreasing by 13.38%.

Although revenue streams to counties from the State of California have been more reliable over the past few years, the State is once again facing a financial crisis. This places counties in a tenuous situation with future State funding agreements, grants and subventions.

The County's unemployment rate continues to be above the State average. The State average in October of 2014 and 2013 was 7.3% and 8.7%, respectively, and the County's rate was 7.1% and 8.3% for the same periods of time.

Major Initiatives:

During the last fiscal year several outstanding key programs and projects were successfully undertaken by the County, including, among other:

- The completion of Twain Harte Park project.
- The County continued to build the inter-structure for the Law and Justice Center.
- Negotiation with staff to beginning paying a share of the PERS contribution 6.25%. Safety employees starting paying May4, 2014 and Miscellaneous started October 19, 2014.

Long-term Financial Planning

The County is in the process of developing a Law and Justice Center that would house all of the public safety entities of the County. These include the Sheriff, Jail, Courts, Probation, Juvenile Hall, District Attorney and Public Defender. The County has purchased the land sufficient to meet all of the Law and Justice Center needs.

During fiscal year 2010-11 the County entered a Memorandum of Understanding with the State of California to sell the State some of this land to build a new courthouse. The purchase of the land was recorded June 29, 2012. Construction should begin during fiscal year 2015-16.

During fiscal year 2012-13, the County received an award of \$20,000,000 under SB 1022 Adult Local Criminal Justice Facilities Construction Funding to build a new County Jail at the Law and Justice Center.

Pension Plan

The County contributes to the California Public Employees' Retirement System (CalPERS) for its miscellaneous and safety employees. The Miscellaneous plan is an agent multiple-employer public employee defined benefit pension plan. The Safety plan is a cost-sharing multiple-employer public employee defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and other requirements are established by contract with CalPERS in accordance with the provisions of the Public Employees Retirement Law and County ordinance.

Awards and Acknowledgements

GFOA Awards: The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its CAFR for the year ended June 30, 2013. This represents the County's 6th award. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such a CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

It is with great pride that I express my appreciation to the entire staff of the Auditor-Controller's Office for their hard work and dedication to the compilation of this financial document. I would also like to thank the independent auditors, Macias Gini & O'Connell LLP for their patience and assistance. Finally, I wish to thank the Board of Supervisors and the County Administrator for their support in our efforts to achieve and maintain the highest standards in financial reporting.

Respectfully Submitted,



Deborah Bautista, CPA
Clerk & Auditor-Controller



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of Tuolumne
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

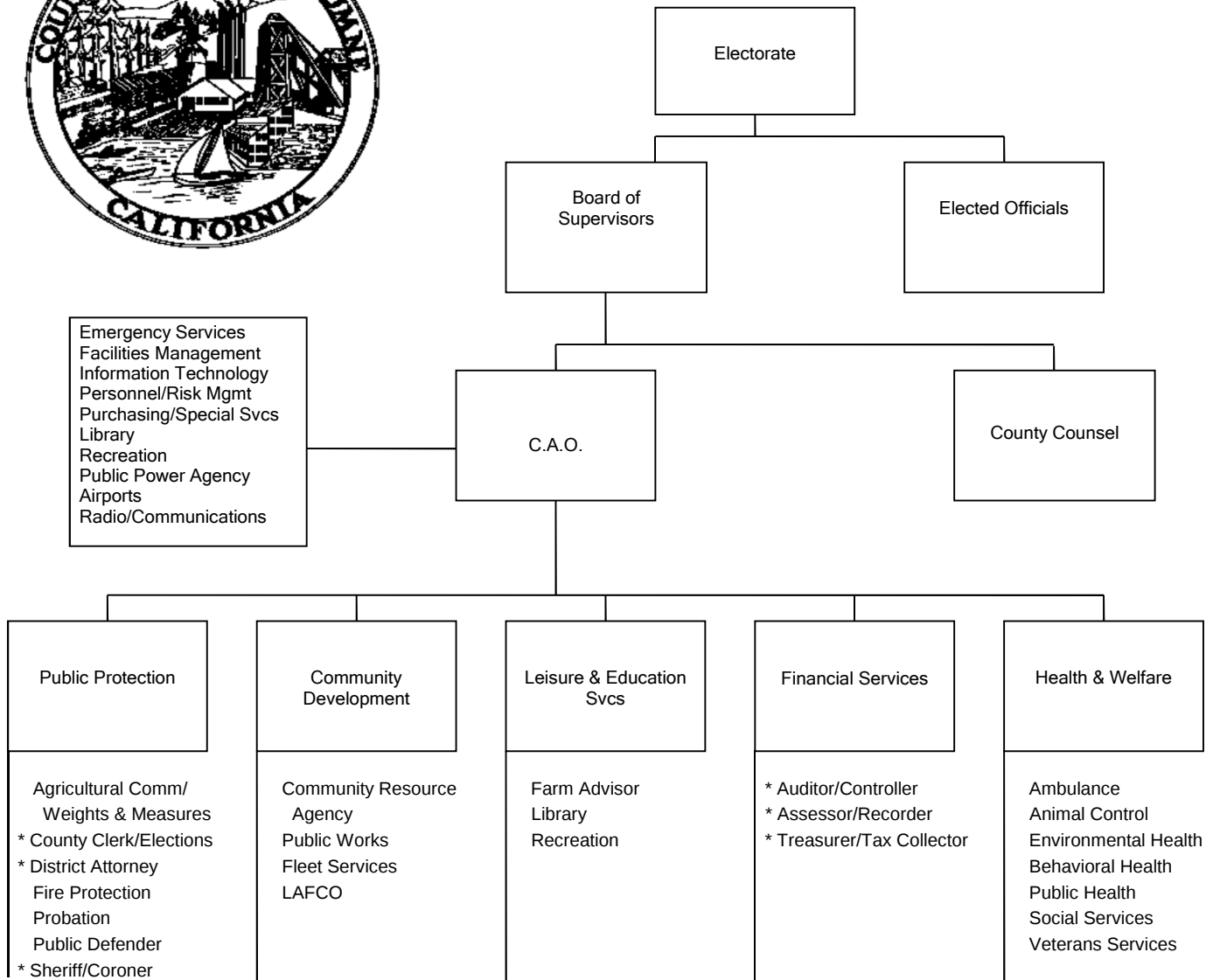
COUNTY OF TUOLUMNE, CALIFORNIA

Elected and Appointed Officials

AGRICULTURAL COMMISSIONER	VICKI HELMAR
AIR POLLUTION	
WEIGHTS & MEASURES	
ANIMAL CONTROL	VICKI HELMAR
* ASSESSOR/RECORDER	KEN CAETANO
* BOARD OF SUPERVISORS	
SUPERVISOR, DISTRICT #1	SHERRI BRENNAN
SUPERVISOR, DISTRICT #2	RANDY HANVELT
SUPERVISOR, DISTRICT #3	EVAN ROYCE
SUPERVISOR, DISTRICT #4	JOHN GRAY
SUPERVISOR, DISTRICT #5	KARL RODEFER
* CLERK & AUDITOR/CONTROLLER	DEBORAH BAUTISTA
ELECTIONS	
COMMUNITY RESOURCES AGENCY	BEV SHANE
COMMUNITY DEVELOPMENT DEPT	
ENVIRONMENTAL HALTH	
FLEET SERVICES	
PUBLIC WORKS	
SOLID WASTE	
COUNTY ADMINISTRATIVE OFFICER	CRAIG PEDRO
COUNTY COUNSEL	SARAH CARRILLO
COUNTY FIRE	ROY EVANS
COUNTY LIBRARIAN	VACANT
* DISTRICT ATTORNEY	MICHAEL KNOWLES
VICTIM WITNESS	
VERTICAL PROSECUTION	
FARM ADVISOR	SCOTT ONETO
HUMAN SERVICES DIRECTOR	ANN CONNOLLY
DEPT OF SOCIAL SERVICES	
HEALTH	
TOBACCO CONTROL	
PUBLIC ADMINISTRATOR	
PUBLIC GUARDIAN	
AMBULANCE	
BEHAVIORAL HEALTH	
VETERANS SERVICES	
PERSONNEL DIRECTOR/RISK OFFICER	ANN FREMD
PROBATION OFFICER	ADELE ARNOLD
PUBLIC DEFENDER	ROBERT PRICE
PURCHASING AGENT	CRAIG PEDRO
* SHERIFF/CORONER	JAMES MELE
COURTROOM SECURITY	
COMMUNICATIONS	
TUOLUMNE NARCOTICS TEAM	
COUNTY JAIL	
BOAT PATROL	
* SUPERINTENDENT OF SCHOOLS	JOSEPH SILVA
* TREASURER/TAX COLLECTOR	SHELLEY PIECH
OFFICE OF REVENUE RECOVERY	
* INDICATES ELECTED OFFICIAL	



County of Tuolumne Organization Table



* Elected Department Head

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

The Honorable Board of Supervisors
of the County of Tuolumne, California
Sonora, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the County of Tuolumne, California (County), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the County of Tuolumne, California, as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2015, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.


Sacramento, California
February 25, 2015

Management's Discussion and Analysis (Unaudited)

As management of the County of Tuolumne (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County of Tuolumne for the year ended June 30, 2014. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

The assets of the County of Tuolumne exceeded its liabilities at the close of the 2013-14 fiscal year by \$85,911 (*net position*). Of this amount, \$67,626 was the net investment in capital assets and \$38,102 was restricted for specific purposes (*restricted net position*), leaving a deficit unrestricted balance of \$19,817.

The County's total net position, which may serve as a useful indicator of financial position, increased by \$3,837. The deficit unrestricted balance decreased by \$1,563. Restricted net position increased by \$2,343. The net investment in capital assets decreased by \$69.

As of June 30, 2014, the County of Tuolumne governmental funds reported combined ending fund balances of \$45,598 an increase of \$3,976 in comparison with the prior year. Approximately \$44,002 was available for spending (*restricted, committed, assigned, and unassigned fund balances*).

As of June 30, 2014, the spendable fund balance for the General Fund was \$7,055 or 13.1% of total General Fund expenditures and transfers out.

The County of Tuolumne's total long-term liabilities increased by \$995 (2.6%) during the fiscal year 2013-14.

Overview of Financial Statements

The Financial Section of the Comprehensive Annual Financial Report for the County of Tuolumne consists of four parts – *management's discussion and analysis* (this section), the *basic financial statements*, *required supplementary information*, and an optional section that presents *combining statements and schedules* for nonmajor governmental funds, nonmajor enterprise funds, internal service funds, and agency funds. This discussion and analysis is intended to serve as an introduction to the County of Tuolumne's basic financial statements. The County of Tuolumne's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. The two types of financial statements are designed to present two different views of the County.

Government-wide financial statements. The *government-wide financial statements* provide readers with a broad overview of the long-term and short-term information about the County of Tuolumne's *overall* financial status in a manner similar to private-sector business. The two government-wide statements report the County's *net position* and how it has changed. Net position is one way to measure the County's financial health or position.

The government-wide financial statements of the County are divided into two categories:

Governmental activities – most of the County's basic services are included here, such as fire, public works and general administration, which receive approximately 54% of their support from charges for services, operating grants and contributions, and capital grants and contributions. Property taxes, sales taxes, and other revenues cover the remaining costs.

Business-type activities – fees charged to users are intended to cover all or a significant portion of their costs for certain services, such as solid waste disposal.

The *statement of net position* presents information on all of the County of Tuolumne’s assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of the improvement or deterioration in the financial position of the County of Tuolumne.

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

The government-wide financial statements include not only the County of Tuolumne itself (known as the *primary government*), but also legally separate organizations for which the elected officials of the County of Tuolumne are financially accountable. Financial information for these *blended component units* is combined with the financial information presented for the primary government itself. Tuolumne County Public Power Agency, all County Service Areas and Lighting Districts are presented as *blended component units*.

The government-wide financial statements can be found in the basic financial statements section following the management’s discussion and analysis.

Fund financial statements. A *fund* is used to maintain control over resources that have been segregated for specific activities or objectives. The County of Tuolumne, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The *fund financial statements* focus on individual parts of the County’s government. All of the funds of the County of Tuolumne 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 *balances of spendable resources* available for future spending. Such information may be useful in evaluating a government’s near-term financing requirements.

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

For the governmental funds, information is presented separately for the General, Roads, Health and Welfare, Community Development Block Grants, and Road Construction funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements and schedules elsewhere in this report.

The County of Tuolumne adopts an annual appropriated budget for its General Fund and its other governmental funds. Budgetary comparison schedules have been provided in this report for the General Fund and the other governmental funds.

The basic governmental fund financial statements can be found following the government-wide financial statements in the basic financial statements section of this report.

Proprietary funds. The County of Tuolumne maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County of Tuolumne uses enterprise funds to account for its solid waste, ambulance, airport, and Public Power Agency activities. Internal service funds are used to accumulate and allocate costs internally. The County of Tuolumne uses internal service funds to account for its self-insurance programs, purchasing and special services, telecommunications, various employee benefits, and fleet and radio services. They have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The County's internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. They provide information about financial relationships in which the County acts solely as a trustee or agent for the benefit of others, to whom the resources belong. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County of Tuolumne's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found in the fund financial statements section of this report.

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

Required supplementary information. Required supplementary information includes budgetary comparison schedules for the County's General, Roads, Health and Welfare, and Community Development Block Grants funds, as well as funding information about the County's miscellaneous retirement plan and other postemployment benefits plan. The required supplementary information can be found immediately following the notes to the basic financial statements.

Combining statements and schedules. The combining statements and schedules referred to earlier in connection with nonmajor governmental funds, internal service funds, and agency funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County of Tuolumne, assets exceeded liabilities by \$85,911 at June 30, 2014.

By far the largest portion of the County's net position, \$67,626 (78.7%) reflects its investment in capital assets (e.g., land, infrastructure, buildings, equipment, and vehicles), less any related, outstanding debt used to acquire those assets. The County of Tuolumne uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County of Tuolumne's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Current and other assets for the County increased by \$5,992. The majority of the increase is due to an increase in cash and investments (\$5,619), a decrease in net receivables (\$153), and an increase in loans receivable (\$711). This loan increase is a result of new Community Development Block Grants being issued to new homeowners. Other liabilities for the County increased by \$2,084, the majority of the increase was in unearned revenues (\$1,395).

Another significant portion of the County's net position, \$38,102 (44.4%) represents resources that are subject to external restriction on how they may be used (*restricted net position*). That leaves a deficit balance for *unrestricted net position* of \$19,817. At June 30, 2013, the deficit balance for *unrestricted net position* was \$21,380. During 2013-14, the County unrestricted deficit decreased by \$1,563 (7.3%).

As of June 30, 2014, the County of Tuolumne was able to report positive balances in the net investment in capital assets and restricted categories of net position for the County as a whole, as well as total governmental and business-type activities. However, the unrestricted net position was in a deficit position due to the deficits in the Solid Waste Enterprise Fund (\$6,345), Workers' Compensation Internal Service Fund (\$1,916), Employee Leave Liability Internal Service Fund (\$7,216), and Post Retirement Insurance Internal Service Fund (\$10,226). The Solid Waste Enterprise Fund deficit was a result of the landfill having to be closed twice. The Employee Leave Liability Internal Service Fund deficit reflects all County accrued compensated absences. The Post Retirement Insurance Internal Service Fund deficit reflects the County's net OPEB obligation.

Key elements of the County of Tuolumne's calculation of net position for both governmental activities and business-type activities as of June 30, 2014 and 2013 are as follows:

County of Tuolumne's Net Position (amounts expressed in thousands)						
As of June 30,	<u>Governmental</u> <u>Activities</u>		<u>Business-Type</u> <u>Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Current and other assets	\$ 70,081	\$ 64,943	\$ 700	\$ (154)	\$ 70,781	\$ 64,789
Capital assets	59,599	59,307	8,100	8,468	67,699	67,775
Total assets	129,680	124,250	8,800	8,314	138,480	132,564
Long-term liabilities	33,034	31,693	6,325	6,671	39,359	38,364
Other liabilities	12,538	11,624	672	502	13,210	12,126
Total liabilities	45,572	43,317	6,997	7,173	52,569	50,490
Net Position:						
Net investment in capital						
assets	59,527	59,227	8,099	8,468	67,626	67,695
Restricted	37,540	35,236	562	523	38,102	35,759
Unrestricted	(12,959)	(13,530)	(6,858)	(7,850)	(19,817)	(21,380)
Total net position	\$ 84,108	\$ 80,933	\$ 1,803	\$ 1,141	\$ 85,911	\$ 82,074

County of Tuolumne's Changes in Net Position
(amounts expressed in thousands)

	<u>Governmental</u> <u>Activities</u>		<u>Business-Type</u> <u>Activities</u>		<u>Total</u>	
For the Year Ended June 30,	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues:						
Program Revenues:						
Charges for services	\$ 13,104	\$ 12,652	\$ 8,066	\$ 8,059	\$ 21,170	\$ 20,711
Operating grants and contributions	36,668	31,965	699	74	37,367	32,039
Capital grants and contributions	1,063	1,271	-	-	1,063	1,271
General Revenues:						
Property taxes	24,384	24,051	-	-	24,384	24,051
Sales taxes	16,032	15,797	-	-	16,032	15,797
Other taxes	2,580	2,700	-	-	2,580	2,700
Grants and contributions not restricted to specific programs	3,162	2,922	-	-	3,162	2,922
Other	1,450	1,604	19	25	1,469	1,629
Total revenues	98,443	92,962	8,784	8,158	107,227	101,120
Expenses:						
General government	14,671	14,426	-	-	14,671	14,426
Public protection	35,223	33,368	-	-	35,223	33,368
Public ways and facilities	8,844	9,422	-	-	8,844	9,422
Health and sanitation	12,084	11,798	-	-	12,084	11,798
Public assistance	21,020	18,977	-	-	21,020	18,977
Education	1,153	1,087	-	-	1,153	1,087
Recreation and cultural services	1,721	1,662	-	-	1,721	1,662
Unallocated interest expense	234	239	-	-	234	239
Solid waste	-	-	1,043	378	1,043	378
Ambulance	-	-	4,743	4,731	4,743	4,731
Airport	-	-	706	697	706	697
Public Power Agency	-	-	1,948	1,754	1,948	1,754
Total expenses	94,950	90,979	8,440	7,560	103,390	98,539
Change in net position before transfers and extraordinary item	3,493	1,983	344	598	3,837	2,581
Transfers	(318)	(204)	318	204	-	-
Extraordinary item	-	-	-	335	-	335
Change in net position	3,175	1,779	662	1,137	3,837	2,916
Net position – July 1	80,933	79,154	1,141	4	82,074	79,158
Net position – June 30	\$ 84,108	\$ 80,933	\$ 1,803	\$ 1,141	\$ 85,911	\$ 82,074

During the fiscal year, the County of Tuolumne's overall net position increased by \$3,837.

Governmental activities. Governmental activities increased the County of Tuolumne's current year net position by \$3,175 compared to an increase of \$1,779 in the prior year. The increase in the change in net position of \$1,396 was a result of the expenses increasing by \$3,971, revenues increasing by \$5,481, and net transfers out increasing \$114. The majority of the increase in expenses was related to public protection \$1,855 and public assistance \$2,043. The majority of the increase in public protection was due to the Rim Fire \$1,319 and COLA increases to safety employees of 5%. The majority of the increase in public assistance was due to programs now at the County level. The majority of the increase in revenues was in operating grants and contribution and was due to the Rim Fire \$1,319 and programs now at the County level.

Business-type activities. Business-type activities increased the County of Tuolumne's net position by \$662 compared to an increase of \$1,137 in the prior year. This decrease in the change in net position of \$475 was due to increase in landfill closure costs.

Financial Analysis of the County's funds

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

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

As of June 30, 2014, the County of Tuolumne's governmental funds reported combined ending fund balances of \$45,598. This is an increase of \$3,976 from prior year. The nonspendable portion of fund balance is \$1,596 (3.5%), restricted \$37,315 (81.8%), committed \$1,003 (2.2%), and assigned \$565 (1.3%) leaving an unassigned balance of 5,119 (11.2%).

The General Fund is the chief operating fund of the County of Tuolumne. At the end of the current fiscal year, spendable fund balance of the General Fund was \$7,055, while total fund balance reached \$8,426. As a measure of the General Fund's liquidity, it may be useful to compare both spendable fund balance and total fund balance to total fund expenditures and transfers out. Spendable fund balance represents 13.1% of total General Fund expenditures and transfers out, while total fund balance represents 15.7% of that same amount.

The General Fund fund balance increased by \$1,041. The revenues increased by \$2,856 the majority from the Rim Fire (\$1,319), increase in A-87 cost reimbursements (\$508), increase in AB 109 post release revenue (\$457), increase in building permits (\$128) and courthouse security reimbursement (\$160). The expenditures increased by \$1,987 the majority from the Rim Fire (\$1,319), increase in AB 109 post release expenses (\$457), and courthouse security (\$107). The proceeds from sale of land decreased due to a onetime sale of property for the Law and Justice Center in 2013 (\$1,339).

The Roads Fund accounts for activities related to the maintenance of county roads, numerous storm drainage ditches and culverts, bridges, and a fleet of heavy construction equipment. At the end of the current fiscal year, restricted fund balance of the Roads Fund was \$14,680, while total fund balance reached \$14,754. As a measure of the Roads Fund's liquidity, it may be useful to compare both restricted fund balance and total fund balance to total fund expenditures. Restricted fund balance represents 256.3% of total Roads Fund expenditures, while total fund balance represents 257.6% of that same amount.

The Roads Fund fund balance increase of \$654 was the result of receiving additional highway user tax revenue from the state (\$1,105), less operating transfer from the General Fund (\$164) services (\$190) and increase in salaries and benefits (\$69).

The Health and Welfare Fund accounts for services provided to County residents in the areas of health, mental health, substance abuse, social services, employment assistance, and public assistance. At the end of the current fiscal year, restricted fund balance of the Health and Welfare Fund was \$6,116, while total fund balance was \$6,131. As a measure of the Health and Welfare Fund's liquidity, it may be useful to compare both restricted and total fund balances to total fund expenditures. Restricted and total fund balances represent 20.7% of the total Health and Welfare Fund expenditures. The funding source of this fund is federal and state governments. Most programs are mandated by the governments.

The Health and Welfare Fund fund balance increase of \$1,397 was the result of intergovernmental federal revenues increasing by \$562 mainly attributable to realignment funds for programs under the County, decrease in capital outlay for vehicles (\$198) and increase in General Fund transfer in (\$287) mainly attributable to state requirements for realignment programs.

The Community Development Block Grants Fund accounts for activities of federally-funded community development block grants. At the end of the current fiscal year, restricted fund balance of the Community Development Block Grants Fund was \$7,358, which represents 404.5% of the fund's expenditures.

The Road Construction Fund accounts for activities related to construction and maintenance of County streets and roads. At the end of the current fiscal year, restricted fund balance of the Road Construction Fund was \$3,156 which represents 136.8% of the fund's expenditures. The major projects for 2014 were widening Mono Way (\$553), the Evergreen-Ackerson project (\$524), and Lime Kiln Road (\$559). The majority of the work performed by this fund is for large construction projects.

Proprietary funds. The County of Tuolumne's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, but in more detail.

Enterprise funds net position increased \$694, a \$450 decrease from the prior year increase. The majority of the decrease resulted from the decrease of the Solid Waste Fund (\$961) due mostly to the increase of the landfill closure costs approved by the State (\$792).

General Fund Budgetary Highlights

The Board of Supervisors of the County of Tuolumne made several budgetary amendments increasing appropriations by \$626 (1.2%) to the General Fund throughout the fiscal year.

For the current year, \$3,478 was originally budgeted from beginning available fund balance. Actual revenues realized were \$887 less than budgetary estimates. State and federal revenues were \$1,132 below budget, most of this was a result of state and federal program cuts. Taxes were \$296 above budget mainly due to less than projected Proposition 8 reductions in secured taxes of \$195 and an increase in supplemental taxes of \$65 due to local economic growth. Expenditures for the current year fell \$4,674 below budgetary estimates. The majority of savings was in public protection (\$2,343). The majority of the public protection occurred in the Sheriff's office (\$1,015) and Probation (\$531). The majority of the Sheriff's office was services not purchased (\$302) and salary savings due to unfilled positions (\$452). The majority of the Probation was salary savings due to unfilled positions (\$294) and services not purchased (\$201).

Capital Asset and Debt Administration

Capital Assets. The County of Tuolumne's investment in capital assets for its governmental and business-type activities at current year-end amounts to \$67,699 (net of accumulated depreciation). This investment in capital assets includes land, structures and improvements, equipment, roads, bridges, and construction in progress.

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

- County began improvements for the widening of Mono Way project (\$553)
- County completed the Evergreen-Ackerson project (\$524)
- County began improvements to the County Jail (\$56)
- County began improvements to the County Juvenile Center (\$497)

County of Tuolumne's Capital Assets (net of depreciation)

As of June 30,	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Land	\$ 6,424	\$ 6,319	\$ 2,083	\$ 2,083	8,507	\$ 8,402
Structures and Improvements	16,692	17,955	5,743	5,985	22,435	23,940
Equipment	2,537	3,388	274	400	2,811	3,788
Roads	17,144	17,668	-	-	17,144	17,668
Bridges	6,566	6,959	-	-	6,566	6,959
Construction in progress	10,236	7,018	-	-	10,236	7,018
Total	<u>\$ 59,599</u>	<u>\$ 59,307</u>	<u>\$ 8,100</u>	<u>\$ 8,468</u>	<u>\$ 67,699</u>	<u>\$ 67,775</u>

At June 30, 2014, the significant construction commitments included \$239 for the Twain Harte Pool project, \$167 for the Draper Mine Road project of which \$76 has been spent to date, and \$591 for the Law and Justice Center for which \$6,189 has been spent to date.

Additional information on the County of Tuolumne's capital assets can be found in Note 3 of this report.

Long-Term Liabilities. As of June 30, 2014, the County of Tuolumne had total long-term liabilities of \$39,359. Of this amount, 22% (\$8,826) relates to claims liability, 12% (\$4,902) relates to the landfill closure and postclosure, 14% (\$5,376) relates to bonds payable, and 13% (\$5,284) relates to compensated absences. The balance is for OPEB liability (\$13,609) and notes payable for land for a cemetery (\$72) and to clean up the landfill (\$1,290).

County of Tuolumne's Outstanding Debt

As of June 30,	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Claims liability	\$ 8,826	\$ 8,743	\$ -	\$ -	\$ 8,826	\$ 8,743
OPEB liability	13,609	10,818	-	-	13,609	10,818
Compensated absences	5,151	6,539	133	158	5,284	6,697
Landfill closure and postclosure	-	-	4,902	4,830	4,902	4,830
Bonds payable	5,376	5,514	-	-	5,376	5,514
Notes payable	72	79	1,290	1,683	1,362	1,762
Totals	<u>\$ 33,034</u>	<u>\$ 31,693</u>	<u>\$ 6,325</u>	<u>\$ 6,671</u>	<u>\$ 39,359</u>	<u>\$ 38,364</u>

The overall increase of long-term liabilities of the County of Tuolumne from the prior year is \$995. The landfill closure and postclosure increase (\$72) was due to a revised estimate of future closure and postclosure costs. Claims liability increased \$83 due to an increase in workers' compensation claims. Compensated absences decreased (\$1,413) due to the County employees being able to cash out 200 hours again and one time requirement to bring balances down to 100 hours of ceiling. The OPEB liability increased (\$2,791) due to the County continuing to fund the liability on a pay-as-you-go basis.

Additional information on the County of Tuolumne's long-term liabilities can be found in Note 4 of this report.

Economic Factors and Next Year's Budgets

- County has estimated a 2.4% increase in property tax revenue for 2014-15.
- The County has been awarded \$20 million for the construction of a new county jail at the Law and Justice Center. Design work should start in 2015-16.
- Employees will receive a 7% COLA and will start to contribute 6.25% of the County's PERS contribution in October 2014.

As of June 30, 2014, assigned fund balance in the General Fund was \$565. The County of Tuolumne has appropriated this amount for spending in the 2014-15 fiscal year budget.

Requests for Information

This financial report is designed to provide a general overview of the County of Tuolumne's finances for all those with an interest in the County of Tuolumne's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Tuolumne County Auditor – Controller's Office, 2 South Green St., Sonora CA 95370.



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BASIC FINANCIAL STATEMENTS



COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF NET POSITION
JUNE 30, 2014

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and investments	\$ 46,556,553	\$ 2,524,677	\$ 49,081,230
Receivables, net	1,767,494	709,677	2,477,171
Intergovernmental receivables	9,991,210	506,067	10,497,277
Prepaid items	443,949	-	443,949
Inventories	75,544	-	75,544
Restricted cash and investments	107,732	561,586	669,318
Deposits with others	-	67,000	67,000
Loans receivable	6,099,736	-	6,099,736
Internal balances	3,668,740	(3,668,740)	-
Receivables from external parties	1,370,012	-	1,370,012
Capital assets:			
Nondepreciable	16,660,042	2,083,017	18,743,059
Depreciable, net	42,939,357	6,016,378	48,955,735
Total assets	<u>129,680,369</u>	<u>8,799,662</u>	<u>138,480,031</u>
<u>LIABILITIES</u>			
Accounts payable	3,295,218	591,397	3,886,615
Salaries and benefits payable	1,955,080	27,199	1,982,279
Accrued interest	38,457	12,918	51,375
Unearned revenue	6,740,014	37,945	6,777,959
Other liabilities	509,297	2,550	511,847
Long-term liabilities:			
Due within one year	3,095,775	619,059	3,714,834
Due in more than one year	29,939,051	5,705,423	35,644,474
Total liabilities	<u>45,572,892</u>	<u>6,996,491</u>	<u>52,569,383</u>
<u>NET POSITION</u>			
Net investment in capital assets	59,526,824	8,099,395	67,626,219
Restricted for:			
Capital projects	3,202,442	-	3,202,442
Public ways and facilities	18,428,134	-	18,428,134
Health and welfare	6,131,339	-	6,131,339
Children and Families Commission	815,853	-	815,853
Community development	7,358,380	-	7,358,380
Public protection	1,274,728	-	1,274,728
Energy services	-	561,586	561,586
Perpetual care:			
Expendable	152,028	-	152,028
Nonexpendable	134,802	-	134,802
Other purposes	42,000	-	42,000
Unrestricted	<u>(12,959,053)</u>	<u>(6,857,810)</u>	<u>(19,816,863)</u>
Total net position	<u>\$ 84,107,477</u>	<u>\$ 1,803,171</u>	<u>\$ 85,910,648</u>

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 14,671,243	\$ 7,622,183	\$ 932,169	\$ 328,072
Public protection	35,223,215	2,907,743	7,449,369	-
Public ways and facilities	8,843,495	1,507,014	860,730	734,421
Health and sanitation	12,084,090	541,820	7,846,856	-
Public assistance	21,020,216	287,259	19,177,601	-
Education	1,153,310	17,550	91,876	-
Recreation and cultural services	1,720,730	220,519	309,400	-
Interest on long-term debt	233,778	-	-	-
Total governmental activities	94,950,077	13,104,088	36,668,001	1,062,493
Business-type activities:				
Solid waste	1,042,971	1,240,439	60,642	-
Ambulance	4,742,764	4,630,701	561,394	-
Airport	705,713	407,303	76,905	-
Public Power Agency	1,947,976	1,787,753	-	-
Total business-type activities	8,439,424	8,066,196	698,941	-
Total primary government	\$ 103,389,501	\$ 21,170,284	\$ 37,366,942	\$ 1,062,493

The accompanying notes are an integral part of the basic financial statements.

Net (Expense) Revenue and Changes in Net Position			
Governmental Activities	Business-type Activities	Total	
\$ (5,788,819)		\$ (5,788,819)	Governmental activities:
(24,866,103)		(24,866,103)	General government
(5,741,330)		(5,741,330)	Public protection
(3,695,414)		(3,695,414)	Public ways and facilities
(1,555,356)		(1,555,356)	Health and sanitation
(1,043,884)		(1,043,884)	Public assistance
(1,190,811)		(1,190,811)	Education
(233,778)		(233,778)	Recreation and cultural services
			Interest on long-term debt
(44,115,495)		(44,115,495)	Total governmental activities
	\$ 258,110	258,110	Business-type activities:
	449,331	449,331	Solid waste
	(221,505)	(221,505)	Ambulance
	(160,223)	(160,223)	Airport
			Public Power Agency
	325,713	325,713	Total business-type activities
	325,713	(43,789,782)	Total primary government
			General revenues:
			Taxes:
24,383,703	-	24,383,703	Property
329,650	-	329,650	Property transfer
2,250,796	-	2,250,796	Transient occupancy
16,031,868	-	16,031,868	Sales taxes shared state revenue
			Grants and other intergovernmental revenue
3,162,302	-	3,162,302	not restricted to specific programs
394,022	13,728	407,750	Unrestricted investment earnings
1,055,745	5,000	1,060,745	Other
(317,755)	317,755	-	Transfers
47,290,331	336,483	47,626,814	Total general revenues and transfers
3,174,836	662,196	3,837,032	Changes in net position
80,932,641	1,140,975	82,073,616	Net position, beginning of year
\$ 84,107,477	\$ 1,803,171	\$ 85,910,648	Net position, end of year

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014

	General	Roads	Health and Welfare	Community Development Block Grants	Road Construction	Other Governmental	Total Governmental
Assets:							
Cash and investments	\$ 10,075,360	\$ 11,089,824	\$ 5,358,959	\$ 771,393	\$ 3,316,157	\$ 7,271,318	\$ 37,883,011
Accounts receivable	685,906	8,015	929,241	-	-	52,169	1,675,331
Taxes receivable	17,032	-	-	-	-	2,556	19,588
Intergovernmental receivables	2,466,966	1,019,198	4,072,400	724,064	235,017	1,448,585	9,966,230
Prepaid items	1,170	-	15,534	-	-	-	16,704
Inventories	-	74,083	-	-	-	-	74,083
Restricted cash and investments	-	-	-	-	-	7,732	7,732
Loans receivable	-	-	-	6,099,736	-	-	6,099,736
Advances to other funds	1,370,012	3,107,305	2,485	-	-	-	4,479,802
Total assets	\$ 14,616,446	\$ 15,298,425	\$ 10,378,619	\$ 7,595,193	\$ 3,551,174	\$ 8,782,360	\$ 60,222,217
Liabilities and fund balances							
Liabilities:							
Accounts payable	\$ 994,385	\$ 86,521	\$ 821,452	\$ 41,407	\$ 395,010	\$ 790,867	\$ 3,129,642
Salaries and benefits payable	1,275,062	100,231	549,999	-	-	6,072	1,931,364
Unearned revenue	3,824,764	357,649	2,322,365	195,406	-	39,830	6,740,014
Other liabilities	95,933	-	413,364	-	-	-	509,297
Advances from other funds	-	-	140,100	-	-	2,173,740	2,313,840
Total liabilities	6,190,144	544,401	4,247,280	236,813	395,010	3,010,509	14,624,157
Fund balances:							
Nonspendable:							
Not in spendable form	1,371,182	74,083	15,534	-	-	-	1,460,799
To be maintained intact	-	-	-	-	-	134,802	134,802
Restricted:							
Capital projects	-	-	-	-	3,156,164	46,278	3,202,442
Public ways and facilities	-	14,679,941	-	-	-	3,674,110	18,354,051
Health and welfare	-	-	6,115,805	-	-	-	6,115,805
Children and Families	-	-	-	-	-	-	-
Commission	-	-	-	-	-	815,853	815,853
Community development	-	-	-	7,358,380	-	-	7,358,380
Public protection	-	-	-	-	-	1,274,728	1,274,728
Perpetual care	-	-	-	-	-	152,028	152,028
Other purposes	-	-	-	-	-	42,000	42,000
Committed:							
Jail construction	1,002,814	-	-	-	-	-	1,002,814
Assigned:							
Encumbrances	564,948	-	-	-	-	-	564,948
Unassigned	5,487,358	-	-	-	-	(367,948)	5,119,410
Total fund balances	8,426,302	14,754,024	6,131,339	7,358,380	3,156,164	5,771,851	45,598,060
Total liabilities and fund balances	\$ 14,616,446	\$ 15,298,425	\$ 10,378,619	\$ 7,595,193	\$ 3,551,174	\$ 8,782,360	\$ 60,222,217

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2014

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

Total fund balances - total governmental funds		\$ 45,598,060
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		59,210,978
Internal service funds are used by management to charge the costs of worker's compensation and general liability self-insurance, purchasing and special services, telecommunications, various employee benefits, and fleet and radio services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		(15,214,222)
Long-term and other liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Bonds payable	\$ (5,310,000)	
Less: Issuance premium (to be amortized as interest expense)	(66,307)	
Accrued interest payable	(38,457)	
Notes payable	(72,575)	(5,487,339)
Net position of governmental activities		<u><u>\$ 84,107,477</u></u>

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	General	Roads	Health and Welfare	Community Development Block Grants	Road Construction	Other Governmental	Total Governmental
Revenues:							
Taxes	\$ 24,575,878	\$ -	\$ -	\$ -	\$ -	\$ 2,388,271	\$ 26,964,149
Licenses and permits	1,609,054	54,616	-	-	-	28,056	1,691,726
Fines, forfeits, and penalties	1,440,869	-	11,338	-	-	161,832	1,614,039
Interest, rents, and concessions	224,704	-	14,151	8,788	6,396	77,965	332,004
Intergovernmental:							
State	14,388,802	3,951,750	17,424,163	540,000	100,000	1,412,061	37,816,776
Federal	4,283,503	901,040	9,673,972	1,899,036	506,580	347,648	17,611,779
Other	657,798	466,680	25,000	14,000	127,841	71,234	1,362,553
Charges for services	7,280,179	230,461	743,396	5,000	784,344	754,943	9,798,323
Miscellaneous	261,910	24,666	290,444	-	-	612,281	1,189,301
Total revenues	54,722,697	5,629,213	28,182,464	2,466,824	1,525,161	5,854,291	98,380,650
Expenditures:							
Current:							
General government	13,165,000	-	-	-	-	-	13,165,000
Public protection	30,400,448	-	-	-	-	3,694,580	34,095,028
Public ways and facilities	97,508	5,714,355	-	-	297	607,697	6,419,857
Health and sanitation	425,377	-	10,961,186	-	-	582,148	11,968,711
Public assistance	411,286	-	18,608,957	1,819,187	-	-	20,839,430
Education	1,137,690	-	-	-	-	-	1,137,690
Recreation and cultural services	1,581,057	-	-	-	-	-	1,581,057
Capital outlay	425,086	12,500	46,455	-	2,307,584	1,899,930	4,691,555
Debt service:							
Principal	135,000	-	-	-	-	7,076	142,076
Interest	233,182	-	-	-	-	4,381	237,563
Total expenditures	48,011,634	5,726,855	29,616,598	1,819,187	2,307,881	6,795,812	94,277,967
Excess (deficiency) of revenues over (under) expenditures	6,711,063	(97,642)	(1,434,134)	647,637	(782,720)	(941,521)	4,102,683
Other financing sources (uses):							
Transfers in	-	750,000	2,850,828	-	-	2,138,191	5,739,019
Transfers out	(5,693,599)	-	(20,000)	-	-	(178,519)	(5,892,118)
Proceeds from sale of capital assets	24,010	2,003	-	-	-	-	26,013
Total other financing sources (uses)	(5,669,589)	752,003	2,830,828	-	-	1,959,672	(127,086)
Change in fund balances	1,041,474	654,361	1,396,694	647,637	(782,720)	1,018,151	3,975,597
Fund balances, beginning of year	7,384,828	14,099,663	4,734,645	6,710,743	3,938,884	4,753,700	41,622,463
Fund balances, end of year	\$ 8,426,302	\$ 14,754,024	\$ 6,131,339	\$ 7,358,380	\$ 3,156,164	\$ 5,771,851	\$ 45,598,060

The accompanying notes are an integral part of the basic financial statements.

**COUNTY OF TUOLUMNE, CALIFORNIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014**

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

Changes in fund balances - total governmental funds		\$ 3,975,597
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 amount by which capital outlay exceeded depreciation expense in the current period:		
Capital outlay	\$ 4,760,384	
Depreciation	<u>(4,040,108)</u>	720,276
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations) is to decrease net position.		
The statement of activities reports losses arising from the disposal of existing capital assets. However, in the governmental funds, any proceeds from the sale of disposed capital assets increases financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the disposed assets.		
	\$ (37,513)	
Transfers of capital assets to business-type activities decrease net position of the governmental activities in the statement of activities, but do not appear in the governmental funds because they are not a use of financial resources.		
	<u>(164,656)</u>	(202,169)
Internal service funds are used by management to charge the costs of worker's compensation and general liability self-insurance, purchasing and special services, telecommunications, various employee benefits, and fleet and radio services to individual funds. The net expense of certain internal service funds is reported with governmental activities.		
		(1,464,729)
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.		
Amortization of bond premium	\$ 2,969	
Change in accrued interest	<u>816</u>	3,785
The repayment of the principal of long-term debt consumes the current financial resources of governmental funds. However, this transaction has no effect on net position.		
Principal repayments		<u>142,076</u>
Change in net position of governmental activities		<u><u>\$ 3,174,836</u></u>

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2014

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major			Nonmajor		
	Solid Waste	Ambulance	Airport	Public Power Agency	Total	
Assets:						
Current assets:						
Cash and investments	\$ 352,714	\$ 592,882	\$ 70,093	\$ 1,508,988	\$ 2,524,677	\$ 8,673,542
Accounts receivable, net	120,486	589,191	-	-	709,677	72,575
Intergovernmental receivables	20,712	412,592	-	72,763	506,067	24,980
Prepaid items	-	-	-	-	-	427,245
Inventories	-	-	-	-	-	1,461
Total current assets	493,912	1,594,665	70,093	1,581,751	3,740,421	9,199,803
Noncurrent assets:						
Restricted cash and investments	-	-	-	561,586	561,586	100,000
Deposits with others	-	-	-	67,000	67,000	-
Advances to other funds	-	-	-	-	-	2,702,502
Capital assets:						
Nondepreciable	408,236	501,251	1,173,530	-	2,083,017	-
Depreciable, net	153,551	3,712,893	2,149,934	-	6,016,378	388,421
Total noncurrent assets	561,787	4,214,144	3,323,464	628,586	8,727,981	3,190,923
Total assets	1,055,699	5,808,809	3,393,557	2,210,337	12,468,402	12,390,726
Liabilities						
Current liabilities:						
Accounts payable	152,884	95,432	9,121	333,960	591,397	165,576
Salaries and benefits payable	9,765	4,473	11,787	1,174	27,199	23,716
Interest payable	12,918	-	-	-	12,918	-
Unearned revenue	37,945	-	-	-	37,945	-
Other liabilities	-	2,550	-	-	2,550	-
Accrued compensated absences	10,000	10,000	5,000	-	25,000	1,200,000
Accrued claims	-	-	-	-	-	1,745,341
Landfill closure/ postclosure, current	191,130	-	-	-	191,130	-
Notes payable, current	402,929	-	-	-	402,929	-
Total current liabilities	817,571	112,455	25,908	335,134	1,291,068	3,134,633
Noncurrent liabilities:						
Advances from other funds	936,400	-	-	-	936,400	2,562,052
Accrued compensated absences	48,642	40,359	18,753	-	107,754	3,950,868
Net OPEB obligation	-	-	-	-	-	13,609,000
Accrued claims	-	-	-	-	-	7,080,735
Landfill closure/postclosure	4,711,010	-	-	-	4,711,010	-
Notes payable	886,659	-	-	-	886,659	-
Total noncurrent liabilities	6,582,711	40,359	18,753	-	6,641,823	27,202,655
Total liabilities	7,400,282	152,814	44,661	335,134	7,932,891	30,337,288
Net position						
Net investment in capital assets	561,787	4,214,144	3,323,464	-	8,099,395	388,421
Restricted for:						
Energy services	-	-	-	561,586	561,586	-
Unrestricted	(6,906,370)	1,441,851	25,432	1,313,617	(4,125,470)	(18,334,983)
Total net position	\$ (6,344,583)	\$ 5,655,995	\$ 3,348,896	\$ 1,875,203	4,535,511	\$ (17,946,562)
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					(2,732,340)	
Net position of business-type activities					\$ 1,803,171	

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major			Nonmajor		
	Solid Waste	Ambulance	Airport	Public Power Agency	Total	
Operating revenues:						
Charges for services	\$ 1,240,439	\$ 4,608,490	\$ 376,621	\$ 1,787,753	\$ 8,013,303	\$ 15,441,275
Miscellaneous	-	22,211	30,682	-	52,893	294,223
Total operating revenues	1,240,439	4,630,701	407,303	1,787,753	8,066,196	15,735,498
Operating expenses:						
Salaries and benefits	353,952	138,682	298,537	29,510	820,681	1,974,032
Purchased services	77,897	3,288,561	-	-	3,366,458	-
Professional fees	217,097	254,918	24,864	99,757	596,636	506,429
Landfill closure	72,430	-	-	-	72,430	-
Claims	-	-	-	-	-	2,916,957
Health insurance benefits	-	-	-	-	-	9,549,676
Unemployment benefits	-	-	-	-	-	128,708
General and administrative	202,041	689,318	169,520	95,810	1,156,689	1,990,845
Utilities	-	49,219	34,855	1,722,502	1,806,576	-
Depreciation	55,487	321,142	175,580	249	552,458	225,411
Total operating expenses	978,904	4,741,840	703,356	1,947,828	8,371,928	17,292,058
Operating income (loss)	261,535	(111,139)	(296,053)	(160,075)	(305,732)	(1,556,560)
Nonoperating revenues (expenses):						
Interest income	-	1,412	388	11,928	13,728	62,018
Intergovernmental						
State	60,642	-	61,905	-	122,547	-
Federal	-	561,394	15,000	-	576,394	-
Other income	5,000	-	-	-	5,000	-
Interest expense	(35,770)	-	-	-	(35,770)	(1,913)
Total nonoperating revenues (expenses)	29,872	562,806	77,293	11,928	681,899	60,105
Income (loss) before capital contributions and transfers	291,407	451,667	(218,760)	(148,147)	376,167	(1,496,455)
Capital contributions	-	-	164,656	-	164,656	-
Transfers in	-	56,808	96,291	-	153,099	-
Change in net position	291,407	508,475	42,187	(148,147)	693,922	(1,496,455)
Net position, beginning of year	(6,635,990)	5,147,520	3,306,709	2,023,350		(16,450,107)
Net position, end of year	\$ (6,344,583)	\$ 5,655,995	\$ 3,348,896	\$ 1,875,203		\$ (17,946,562)
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					(31,726)	
Change in net position of business-type activities					\$ 662,196	

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major			Nonmajor		
	Solid Waste	Ambulance	Airport	Public Power Agency	Total	
Cash flows from operating activities:						
Receipts from customers and users	\$ 1,574,216	\$ 4,574,642	\$ 407,303	\$ 1,768,563	\$ 8,324,724	\$ -
Receipts from interfund services provided	-	-	-	-	-	15,640,969
Payments to suppliers	(274,214)	(4,303,175)	(172,121)	(1,839,753)	(6,589,263)	(9,452,238)
Payments to employees	(341,827)	(137,696)	(335,406)	(32,343)	(847,272)	(3,376,479)
Payments for interfund services used	(86,203)	(28,479)	(51,177)	(497)	(166,356)	-
Claims paid	-	-	-	-	-	(2,833,580)
Net cash provided by (used for) operating activities	871,972	105,292	(151,401)	(104,030)	721,833	(21,328)
Cash flows from noncapital financing activities:						
Advances to other funds	-	-	-	-	-	(1,012,935)
Advances from other funds	-	-	-	-	-	872,485
Payment on advances from other funds	(146,150)	-	-	-	(146,150)	-
Transfers in from other funds	-	56,808	96,291	-	153,099	-
Principal payments on notes payable	(393,959)	-	-	-	(393,959)	-
Interest paid	(39,834)	-	-	-	(39,834)	(1,913)
Intergovernmental	60,642	148,802	76,905	-	286,349	-
Net cash provided by (used for) noncapital financing activities:	(519,301)	205,610	173,196	-	(140,495)	(142,363)
Cash flows from capital and related financing activities:						
Acquisition and construction of capital assets	-	(19,597)	-	-	(19,597)	-
Cash flows from investing activities:						
Interest	-	1,412	388	11,928	13,728	62,018
Net increase (decrease) in cash and cash equivalents	352,671	292,717	22,183	(92,102)	575,469	(101,673)
Cash and cash equivalents, beginning of year	43	300,165	47,910	2,162,676	2,510,794	8,875,215
Cash and cash equivalents, end of year	\$ 352,714	\$ 592,882	\$ 70,093	\$ 2,070,574	\$ 3,086,263	\$ 8,773,542
Reconciliation to the Statement of Net Position:						
Cash and investments	\$ 352,714	\$ 592,882	\$ 70,093	\$ 1,508,988	\$ 2,524,677	\$ 8,673,542
Restricted cash and investments	-	-	-	561,586	561,586	100,000
Total cash and cash equivalents	\$ 352,714	\$ 592,882	\$ 70,093	\$ 2,070,574	\$ 3,086,263	\$ 8,773,542

(Continued)

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major			Nonmajor		
	Solid Waste	Ambulance	Airport	Public Power Agency	Total	
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:						
Operating income (loss)	\$ 261,535	\$ (111,139)	\$ (296,053)	\$ (160,075)	\$ (305,732)	\$ (1,556,560)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation expense	55,487	321,142	175,580	249	552,458	225,411
Other income	5,000	-	-	-	5,000	-
Changes in assets and liabilities:						
Accounts receivable, net	335,943	(56,059)	-	-	279,884	(72,575)
Intergovernmental receivables	(12,212)	-	-	(19,190)	(31,402)	(21,954)
Prepaid items	-	-	-	-	-	(46,837)
Inventories	-	-	-	-	-	260
Accounts payable	136,618	(49,638)	5,941	77,819	170,740	(20,902)
Salaries and benefits payable	1,846	(2,505)	2,168	(2,833)	(1,324)	(14,715)
Unearned revenue	5,046	-	-	-	5,046	-
Net OPEB obligation	-	-	-	-	-	2,790,899
Accrued compensated absences	10,279	3,491	(39,037)	-	(25,267)	(1,387,732)
Accrued claims	-	-	-	-	-	83,377
Landfill closure/postclosure	72,430	-	-	-	72,430	-
Net cash provided by (used for) operating activities	<u>\$ 871,972</u>	<u>\$ 105,292</u>	<u>\$ (151,401)</u>	<u>\$ (104,030)</u>	<u>\$ 721,833</u>	<u>\$ (21,328)</u>
Noncash investing, capital, and financing activities:						
Contribution of capital assets from governmental activities	\$ -	\$ -	\$ 164,656	\$ -	\$ 164,656	\$ -

The accompanying notes are an integral part of the basic financial statements.

COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2014

	<u>Investment Trust</u>	<u>Agency</u>
Assets:		
Cash and investments	\$ 58,862,150	\$ 6,230,105
Taxes receivable	-	12,016,393
Interest receivable	307,157	-
Intergovernmental receivables	-	831,425
	<u>59,169,307</u>	<u>19,077,923</u>
Total assets		
	<u>59,169,307</u>	<u>19,077,923</u>
Liabilities:		
Advances from other funds	-	1,370,012
Agency obligations	-	17,707,911
	<u>-</u>	<u>19,077,923</u>
Total liabilities		
	<u>-</u>	<u>19,077,923</u>
Net position	<u>\$ 59,169,307</u>	<u>\$ -</u>

The accompanying notes are an integral part of the basic financial statements.

**COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF CHANGE IN FIDUCIARY
NET POSITION - INVESTMENT TRUST FUND
FOR THE YEAR ENDED JUNE 30, 2014**

Additions:	
Contribution to pooled investments	\$ 72,606,144
Net investment income:	
Interest income	<u>318,702</u>
Total additions	72,924,846
Deductions:	
Distribution from pooled investments	<u>72,384,061</u>
Change in net position	540,785
Net position, beginning of year	<u>58,628,522</u>
Net position, end of year	<u><u>\$ 59,169,307</u></u>

The accompanying notes are an integral part of the basic financial statements.

**COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The County of Tuolumne (the County) is a political subdivision of the State of California (the State), being formed on February 18, 1850, as a General Law County. The County was one of California's original 27 counties. The County is governed by an elected, five-member Board of Supervisors (the Board). The County has defined its reporting entity in accordance with accounting principles generally accepted in the United States of America (GAAP), which provides guidance for determining which governmental activities, organizations, and functions should be included in the reporting entity. The accompanying financial statements present information on the activities of the reporting entity, including all fund types of the County (the primary government) and its component units.

Blended Component Units

GAAP requires that the component units be separated into blended or discretely presented units for reporting purposes. Although legally separate entities, the following component units are governed by the County's Board of Supervisors; and therefore are presented as blended component units and are reported as part of the primary government. The primary government is financially accountable for these component units. Each blended component unit has a June 30 fiscal year-end.

Tuolumne Public Power Agency (Agency) – The Agency was formed July 1, 1982, to administer the utilization of available preference electrical power from the Federal Government's New Melones Dam Project. The Agency has 30 members receiving power under agreements with the Western Area Power Administration (WAPA) and Pacific Gas and Electric Co. (PG&E). As a result of these agreements, the Agency is able to supply electrical power to its members at a rate below the current market rate. The agreements with WAPA expire on December 31, 2024. The Agency is presented as an enterprise fund in these financial statements.

Special Districts – The following blended component units are presented as special revenue funds in these financial statements.

- County Service Areas – Provide miscellaneous services throughout all unincorporated areas of the County.
- Lighting Districts – Provide street and highway safety lighting for all unincorporated areas of the County.

The County has no discretely presented component units.

The complete financial statements for each of the individual component units may be obtained at the County's Auditor-Controller's Office.

Accounting Principles

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the County are described as follows.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide and Fund Financial Statements

The statement of net position and statement of activities report information on all of the nonfiduciary activities about the primary government (the County) and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and Investment Trust fiduciary fund financial statements. The Agency fiduciary fund financial statements also are reported using the accrual basis of accounting, however they have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 120 days of the end of the current fiscal period, except for property taxes and some intergovernmental revenues. The County considers property taxes available if they are collected within 60 days of the end of the current fiscal period. For some intergovernmental revenues, the County considers them available if they are collected within 365 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, sales and use taxes, transient occupancy taxes, gas taxes, licenses, grants, charges for services, and investment earnings associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The County reports the following major governmental funds:

- The General Fund is the County's primary operating fund and accounts for all financial resources, except those required to be accounted for in another fund.
- The Roads Special Revenue Fund accounts for activities related to the maintenance of County roads, numerous storm drainage ditches and culverts, bridges, and a fleet of heavy construction equipment. The major revenue source of this fund is State and Federal grants.
- The Health and Welfare Special Revenue Fund accounts for the services provided to County residents in the areas of health, mental health, substance abuse, social services, employment assistance and public assistance. The major revenue source of this fund is State and Federal grants.
- The Community Development Block Grants Special Revenue Fund accounts for the activities of federally funded community development block grants. The fund source is the Federal Block Grants for housing, business, and first-time homeowners.
- The Road Construction Capital Projects Fund accounts for the activities related to major construction projects like bridges and new roads or highways.

The County reports the following major enterprise funds:

- The Solid Waste Enterprise Fund accounts for the landfill closure and postclosure costs for the Central and Big Oak Flat landfills.
- The Ambulance Enterprise Fund accounts for the operations of the County's emergency response services provided to its residents
- The Airport Enterprise Fund accounts for the operations related to the operation of the Columbia and Pine Mountain Lake airports.

Additionally, the County reports the following:

- The Public Power Agency nonmajor enterprise fund accounts for the operations of the 30-member Tuolumne Public Power Agency, which supplies electrical power to its members at a rate below the current market rate.
- Internal Service Funds account for the financing of goods and services provided by one department to other departments of the County, on a cost-reimbursement basis. Activities include the County's self-insurance programs, purchasing and special services, telecommunications, various employee benefits, and fleet and radio services.
- The Investment Trust Fund accounts for the pooling of resources in an investment portfolio for external county agencies and legally separate participants.
- Agency Funds account for property tax collections, local transportation funds held for Tuolumne County Transportation Council (Council), and fines collected for medical services and allocated to third parties.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements, except for interfund services provided and used, which are not eliminated in the process of consolidation.

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

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statement Elements

Cash and Investments

A pooled cash and investment system is used for substantially all funds except specified funds, which by law must be segregated. The share of each fund in the pooled cash and investment account is separately accounted for and interest earned is apportioned quarterly based on the relationship of its daily balance to the total of pooled cash and investments.

The County has stated required investments at fair value in the basic financial statements. The fair value of investments is based on published market prices and quotations from major investment brokers. The investments are marked to market and the net asset value is calculated for the County Treasurer's Investment Pool (Pool) annually.

In accordance with GASB Statement No. 9, for purposes of the statement of cash flows, the County considers all pooled cash and investments held by the Treasurer as cash equivalents. The County Treasurer's investment pool values participants' shares on an amortized cost basis. At June 30, 2014, there is no material difference between pool participants' shares valued on an amortized cost basis compared to fair value.

Property Tax Levy, Collection and Maximum Rates

Article XIII of the California Constitution (Proposition 13) limits ad valorem taxes on real property to one percent of value plus taxes necessary to pay indebtedness approved by voters prior to July 1, 1978. The Article also established the 1975/76 assessed valuation as the base and limits annual increases to the cost of living, not to exceed two percent, for each year thereafter. Property may also be reassessed to full market value after a sale, transfer of ownership, or completion of new construction. Property may also be reassessed when there is a decline in the full market value. The State is prohibited under the Article from imposing new ad valorem, sales, or transactions taxes on real property. Local governments may impose special taxes (except on real property) with the approval of two-thirds of the qualified electors.

The County is responsible for assessing, collecting and distributing property taxes in accordance with state law. Liens on real property are established January 1 for the ensuing fiscal year. The property tax is levied as of July 1 on all taxable property located in the County. Secured property taxes are due in two equal installments on November 1 and February 1 and are delinquent after December 10 and April 10, respectively. Additionally, supplemental property taxes are levied on a pro rata basis when changes in assessed valuation occur due to sales transactions or the completion of construction.

In fiscal year 1993-94, the County adopted the Alternate Method of Property Tax Allocation (commonly referred to as the Teeter Plan). Under the Teeter Plan, the County Auditor-Controller, an elected official, is authorized to pay 100 percent of the property taxes billed (secured, supplemental, and debt service) to the taxing agencies within the County. The County recognizes property tax revenues in the period for which the taxes are levied and in governmental funds when measurable and available.

Receivables

The majority of the loans receivable balance of \$6,099,736 is not expected to be collected within one year however the proceeds from their collection are restricted.

Accounts receivable of the Ambulance enterprise fund of \$589,191 is reported net of bad debt allowances of \$1,338,962.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Interfund Receivables and Payables

Activity between funds that are representative of lending and/or borrowing arrangements outstanding at the end of the fiscal year are referred to as either due to/from other funds (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., the noncurrent portion of interfund loans) in the balance sheet of governmental funds and the statements of net position for proprietary and fiduciary 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 to other funds, as reported in the governmental funds balance sheet, are reported as nonspendable fund balance in the applicable governmental funds to indicate those amounts that are not in spendable form, unless the proceeds from the collection of the advances are restricted, committed, or assigned, in which case the advances are included in the appropriate fund balance classification.

Prepaid Items and Inventories

Prepaid items represent funds expended for goods and/or services prior to the end of the fiscal year, but benefit periods extending beyond June 30, 2014. In governmental funds, a portion of fund balance has been classified as nonspendable to indicate that prepaid items are not in spendable form.

Inventory is valued at average cost and consists of expendable supplies held for consumption that are expended as consumed. Inventories reported in governmental funds are reported as nonspendable fund balance, which indicates that they are not in spendable form.

Capital Assets

Capital assets, which include land, structures, equipment (vehicles, computers and office equipment) and infrastructure (i.e., roads and bridges) are reported in the applicable governmental and business-type activities columns in the government-wide financial statements and in the proprietary fund financial statements. The County defines capital assets as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are valued at their estimated fair value on the date of the 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.

Buildings and structures, equipment, and infrastructure assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Structures and Improvements	5 – 25
Equipment	3 – 15
Infrastructure	25 – 30

GASB Statement No. 34 requires that the County report infrastructure, including roads, bridges, sidewalks and traffic signals, in the government-wide financial statements. The County has retroactively reported infrastructure capital assets back to June 30, 1972. The County is not reporting any infrastructure assets using the modified approach.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Federal, State and Local Grants

Proprietary fund type grants received for operating assistance are recorded as nonoperating revenues in the year in which all eligibility requirements have been met. Governmental fund grants received are recorded as revenues in the year they become both measurable and available and when all eligibility requirements have been met. Monies received that do not meet these criteria are recorded as unearned revenue.

Compensated Absences

Employees accumulate vacation time in accordance with the employee's respective "Memorandum of Understanding". The amount of vacation and sick time vested and accrued depends on years of service and date of hire. Sick leave vested may be accumulated until termination or retirement. Upon termination or retirement, after 5 years of continuous service, an employee may receive full cash payment of the accumulated sick leave vested up to a maximum of 240 hours and receive a 50% payment for hours in excess of 240 hours. The liabilities for compensated absences are recorded in the Employee Leave Liability Internal Service Fund and the enterprise funds.

Unearned Revenue

Unearned revenue represents financial resources received before eligibility requirements have been met. Primarily, these resources are advances from the State of California and the federal government for costs of various programs administered by the County's Health and Social Services Department.

Long-term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, the 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 position.

Encumbrances

Encumbrance accounting is used in governmental funds. In conformity with accounting principles generally accepted in the United States of America, encumbrances (i.e., purchase orders, contracts) outstanding at year-end are reported within fund balance categories and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

Net Position/Fund Balances

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

- *Net investment in capital assets.* This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted.* This category represents assets externally restricted by creditors, grantors, contributors or laws or regulations of other governments and restricted by law through constitutional provisions or enabling legislation reduced by liabilities related to those assets.
- *Unrestricted.* This category represents net position of the County, not restricted for any project or other purpose.

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

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The governmental funds utilize a classified fund balance presentation. Fund balances are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts can be spent as follows:

- *Nonspendable* – to reflect amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- *Restricted* – to reflect amounts that can only be used for specific purposes pursuant to constraints either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed* – to reflect amounts that can only be used for specific purposes pursuant to constraints imposed by the passage of an ordinance by the County Board of Supervisors.
- *Assigned* – to reflect amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The County Board of Supervisors has authorized the County Administrative Officer or the Auditor-Controller to assign amounts to a specific purpose via the County ordinance assigning purchasing agents.
- *Unassigned* – to reflect amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. In other governmental funds, it may be necessary to report a negative unassigned fund balance.

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

Self-Insurance

The County self-insures for property damage, liability, workers' compensation, and unemployment claims. Self-insurance programs are accounted for in internal service funds. Excess workers' compensation insurance is provided by the CSAC Excess Insurance Authority, a public agency.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Implementation of New Governmental Accounting Pronouncements

During the year, the County implemented the following new GASB statements:

- Statement No. 66, *Technical Corrections: 2012 – An Amendment of GASB Statements No. 10 and No. 62*. This Statement amends Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, by removing the provision that limits fund-based reporting of a state and local government's risk financing activities to the general fund and the internal service fund type. This Statement also amends Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straight-line basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current servicing fee rate. This Statement had no significant impact on the County's basic financial statements.
- Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. This Statement establishes accounting and financial reporting standards for situations where a state or local government, as a guarantor, agrees to indemnify a third-party obligation holder under specific conditions (i.e., nonexchange financial guarantees). The issuer of the guaranteed obligation can be a legally separate entity or individual, including a blended or discretely presented component unit. Guidance is provided for situations where a state or local government extends or receives a nonexchange guarantee. This Statement had no significant impact on the County's basic financial statements.

Future Implementation of New Governmental Accounting Standards

The following new GASB statements requires future implementation:

- In June 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. This Statement will require the County to record a net pension liability related to its defined benefit pension plans, as defined by the standard. This Statement is effective for the County's year ending June 30, 2015.
- In April 2013, GASB issued Statement No. 69, *Government Combinations and Disposals of Government Operations*. This Statement establishes accounting and financial reporting standards for mergers, acquisitions, and transfers of operations (i.e., government combinations). The requirements of this Statement should be applied prospectively and are effective for the County's year ending June 30, 2015.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 2: CASH AND INVESTMENTS

The County follows the practice of pooling cash and investments of all funds except for funds required to be held by outside fiscal agents under the provisions of bond indentures. Cash and investments are comprised of the following shown on the financial statements:

Government-wide:	
Cash and investments	\$ 49,081,230
Restricted cash and investments	669,318
Fiduciary funds:	
Investment Trust Fund	58,862,150
Agency Funds	<u>6,230,105</u>
Total cash and investments	<u>\$ 114,842,803</u>

The County's total cash and investments are detailed as follows:

Deposits	\$ (499,323)
Investments	115,329,463
Cash on hand	<u>12,663</u>
Total cash and investments	<u>\$ 114,842,803</u>

Authorized Investments

Under provisions of the County's Investment Policy, and in accordance with Section 53601 of the California Government Code, the County is authorized to invest in obligations of the U.S. Treasury, U.S. government agencies and instrumentalities, the California Local Agency Investment Fund (LAIF), California Asset Management Program (CAMP), prime commercial paper as rated by Standard and Poor's Corporation or Moody's Commercial Paper Record, medium-term corporate notes, bankers' acceptances, repurchase and reverse repurchase agreements, negotiable certificates of deposit, obligations of the State of California, and obligations of local agencies within California.

The County is a voluntary participant in LAIF. LAIF is part of the California Pooled Money Investment Account (PMIA), which at June 30, 2014 had a balance of \$64.8 billion. Of that amount, 1.86% was invested in structured notes and asset-backed securities. PMIA is not SEC-registered, but is required to invest according to California Government Code. The average maturity of PMIA investments was 232 days as of June 30, 2014. The Local Investment Advisory Board (LIAB) has oversight responsibility for LAIF. The LIAB consists of five members as designated by state statute. The value of the pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the County's portion in the pool.

The County is a voluntary participant in CAMP, a California Joint Powers Authority that falls under California Government Code Section 53601(p), which is directed by a Board of Trustees that is made up of experienced local government finance directors and treasurers. At June 30, 2014, CAMP had a balance of \$1.8 billion with an average maturity of 41 days. The value of the pool shares in CAMP, which may be withdrawn, is determined on an amortized cost basis, which is the same as the fair value of the County's portion in the pool.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 2: CASH AND INVESTMENTS (Continued)

Concentration of Credit Risk

Investments in any one issuer (other than U.S. Treasury Securities, money market mutual funds or external investment pools) that exceed 5% of the total investments of the County are Federal Home Loan Bank (8.7%), Federal Farm Credit Bank (6.9%), Federal Home Loan Mortgage Corporation (5.2%), and Federal National Mortgage Association (5.2%).

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the County's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, except that the California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by depository regulated under state law. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. At June 30, 2014, the carrying amount of deposits was \$(499,323) and the bank balance was \$3,856,305. Of the bank balance, \$607,732 was covered by federal deposit insurance and \$3,248,573 was collateralized (i.e., collateralized with securities held by the pledging financial institutions at 110% of the County's cash deposits, in accordance with the State of California Government Code).

Interest Rate and Credit Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity its fair value is to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County mitigates interest rate risk by structuring the portfolio based on historical and current cash flow analysis eliminating the need to sell securities prior to maturity, and avoiding the purchase of long-term securities for the sole purpose of short-term speculation.

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County mitigates its exposure to credit risk by purchasing investment grade securities with the minimum ratings required by the California Government Code and by diversifying the investment portfolio so that the failure of any one issuer would not unduly harm the County's capital base and cash flow.

Pursuant to Government Code Sections 27131 through 27132, the Board of Supervisors adopted an investment policy. The investment policy has the following objectives: legality of investment, safety of principal, liquidity, and yield. In addition, the investment policy establishes cash management and investment guidelines for the Treasurer's responsibility for the stewardship of public funds. All collateral on investments is to be either held by the Treasurer or in the County's name by a third party trust department. The Treasurer annually presents a report at a public board meeting on the current year's activity.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 2: CASH AND INVESTMENTS (Continued)

As of June 30, 2014, the County's cash and investments segmented time distribution and credit ratings are as follows:

	Credit Rating (S & P)	Maturity					Fair Value
		Under 30 Days	31 – 180 Days	181 – 365 Days	1 – 3 Years	More Than 3 Years	
Investment Pool:							
Cash on hand							\$ 6,173
Cash deposits							(607,055)
Total cash							(600,882)
Investments managed by County Treasurer:							
LAIF	Not Rated	\$ -	\$ -	\$48,000,000	\$ -	\$ -	48,000,000
CAMP	AAAm	-	1,000,000	-	-	-	1,000,000
Negotiable Certificate of Deposit	A+	1,000,000	-	-	-	-	1,000,000
California Municipalities	AA+	-	-	-	1,088,296	-	1,088,296
California Municipalities	AA-	-	-	-	1,034,375	-	1,034,375
California Municipalities	A	-	1,003,792	-	-	-	1,003,792
California Municipalities	Not Rated	-	-	-	945,188	-	945,188
U.S. Agency Securities:							
Federal Farm Credit Bank	AA+	-	-	1,000,533	2,000,908	4,999,400	8,000,841
Federal Home Loan Bank	AA+	-	1,000,000	-	-	7,997,146	8,997,146
Federal Home Loan Bank	AA-	-	-	-	1,055,800	-	1,055,800
Federal Home Loan Mortgage Corporation	AA+	-	-	-	999,678	4,998,417	5,998,095
Federal National Mortgage Association	AA+	-	-	-	1,000,000	4,993,684	5,993,684
Corporate Notes	AAA	-	-	-	999,775	990,136	1,989,911
Corporate Notes	AA+	-	1,007,939	-	5,044,425	1,122,174	7,174,538
Corporate Notes	AA	-	-	-	-	2,968,404	2,968,404
Corporate Notes	AA-	-	-	-	3,041,235	1,994,706	5,035,941
Corporate Notes	A+	-	-	-	3,014,212	3,988,628	7,002,840
Corporate Notes	A	-	-	1,008,446	3,030,925	999,238	5,038,609
Corporate Notes	A-	-	-	-	1,002,003	1,000,000	2,002,003
Total investments managed by County Treasurer		<u>\$1,000,000</u>	<u>\$ 4,011,731</u>	<u>\$50,008,979</u>	<u>\$24,256,820</u>	<u>\$36,051,933</u>	<u>115,329,463</u>
Total Investment Pool							114,728,581
Cash and Investments Held Outside of the Pool							
Cash on hand							6,490
Cash deposits							107,732
Total cash and investments							<u>\$114,842,803</u>

The County maintains written investment policies, which address a wide variety of investment practices, including primary investment objectives, investment authority, allowable investment vehicles, investment maturity terms, eligible financial institutions, capital preservation, and cash flow management. Under the County's policies, investments in the County's portfolio are intended to be held until maturity.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 2: CASH AND INVESTMENTS (Continued)

The Pool values participants' shares on an amortized cost basis. The Pool distributes income to participants quarterly based on their relative participation during the quarter, which is calculated based on (1) realized investment gains and losses computed on an amortized cost basis, (2) interest income based on stated rates (both paid and accrued), (3) amortization of discounts and premiums on a straight-line basis, and (4) investment and administrative expenses. 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 value of the Pool's investments. Investment income related to investments reported in certain funds is assigned to other funds based upon legal or contractual provisions.

Certain agencies outside the County reporting entity participate in the Pool. The participation of these agencies is both voluntary and involuntary and is reported as part of the Investment Trust Fund. The involuntary participation in the Pool totals \$54,367,852 as of June 30, 2014.

A summary of the investments held by the Treasurer's Pool is as follows:

Investments	Fair Value	Principal	Interest Rate	Maturity Range
LAIF	\$ 48,000,000	\$ 48,000,000	0.228%	2/17/2015*
CAMP	1,000,000	1,000,000	0.06%	8/10/2014*
Negotiable Certificate of Deposit	1,000,000	1,000,000	0.28%	7/21/2014
Municipal	4,071,651	4,055,188	2.015-5.648%	8/1/14-6/16/17
U.S. Agency Securities	30,045,566	30,000,000	0.18-5.625%	9/26/14-6/26/19
Corporate Notes	31,212,246	31,000,000	0.45-5.625%	10/15/14-4/25/19
Total Investments	<u>\$115,329,463</u>	<u>\$115,055,188</u>		

* LAIF and CAMP are investment pools, and as such, their maturities are measured as a weighted average; LAIF being 232 days and CAMP being 41 days.

The following are condensed statements of fiduciary net position, and changes in fiduciary net position, for the County's external investment pool as of June 30, 2014:

Statement of Net Position:

Net position held for pool participants	<u>\$ 115,035,738</u>
Equity of internal pool participants	\$ 55,866,431
Equity of external pool participants	<u>59,169,307</u>
Total equity	<u>\$ 115,035,738</u>

Statement of Changes in Net Position:

Net position at July 1, 2013	\$ 107,578,607
Net change in investment by pool participants	<u>7,457,131</u>
Net position at June 30, 2014	<u>\$ 115,035,738</u>

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 3: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2014 for the governmental activities and business-type activities are as follows:

	Balance July 1, 2013	Increases	Decreases	Balance June 30, 2014
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 6,319,208	\$ 105,000	\$ -	\$ 6,424,208
Construction in progress	7,018,011	4,242,603	(1,024,780)	10,235,834
Total capital assets, not being depreciated	<u>13,337,219</u>	<u>4,347,603</u>	<u>(1,024,780)</u>	<u>16,660,042</u>
Capital assets, being depreciated:				
Structures and improvements	50,617,711	169,054	(36,323)	50,750,442
Equipment	36,895,375	412,781	(1,155,639)	36,152,517
Roads	356,500,679	690,732	-	357,191,411
Bridges	9,814,048	338	-	9,814,386
Total capital assets, being depreciated	<u>453,827,813</u>	<u>1,272,905</u>	<u>(1,191,962)</u>	<u>453,908,756</u>
Less accumulated depreciation for:				
Structures and improvements	(32,663,173)	(1,398,052)	2,403	(34,058,822)
Equipment	(33,507,760)	(1,260,240)	1,152,046	(33,615,954)
Roads	(338,832,466)	(1,214,653)	-	(340,047,119)
Bridges	(2,854,930)	(392,574)	-	(3,247,504)
Total accumulated depreciation	<u>(407,858,329)</u>	<u>(4,265,519)</u>	<u>1,154,449</u>	<u>(410,969,399)</u>
Total capital assets, being depreciated, net	<u>45,969,484</u>	<u>(2,992,614)</u>	<u>(37,513)</u>	<u>42,939,357</u>
Governmental activities, net	<u>\$ 59,306,703</u>	<u>\$ 1,354,989</u>	<u>\$ (1,062,293)</u>	<u>\$ 59,599,399</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 2,083,017	\$ -	\$ -	\$ 2,083,017
Capital assets, being depreciated:				
Structures and improvements	15,122,337	164,656	-	15,286,993
Equipment	2,357,323	19,597	(14,823)	2,362,097
Total capital assets, being depreciated	<u>17,479,660</u>	<u>184,253</u>	<u>(14,823)</u>	<u>17,649,090</u>
Less accumulated depreciation for:				
Structures and improvements	(9,137,454)	(407,109)	-	(9,544,563)
Equipment	(1,957,623)	(145,349)	14,823	(2,088,149)
Total accumulated depreciation	<u>(11,095,077)</u>	<u>(552,458)</u>	<u>14,823</u>	<u>(11,632,712)</u>
Total capital assets, being depreciated, net	<u>6,384,583</u>	<u>(368,205)</u>	<u>-</u>	<u>6,016,378</u>
Business-type activities, net	<u>\$ 8,467,600</u>	<u>\$ (368,205)</u>	<u>\$ -</u>	<u>\$ 8,099,395</u>

Capital assets with a book value of \$164,656 (net of accumulated depreciation of zero) were transferred from governmental activities to business-type activities during the year.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 3: CAPITAL ASSETS (Continued)

Depreciation expense was charged to the governmental and business-type activities as follows:

Governmental activities:

General government	\$ 1,392,936
Public protection	292,018
Public ways and facilities	2,151,150
Health and sanitation	55,062
Public assistance	91,678
Education	10,366
Recreation and cultural services	46,898
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	225,411
Total depreciation expense – governmental activities	<u>\$ 4,265,519</u>

Business-type activities:

Solid Waste	55,487
Ambulance	321,142
Airport	175,580
Public Power Agency	249
Total depreciation expense – business-type activities	<u>\$ 552,458</u>

NOTE 4: LONG-TERM LIABILITIES

A summary of changes in long-term liabilities for governmental and business-type activities is as follows:

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014	Due Within One Year
Governmental activities:					
Accrued claims	\$ 8,742,699	\$ 2,916,525	\$ (2,833,148)	\$ 8,826,076	\$ 1,745,341
Net OPEB obligation	10,818,101	3,258,053	(467,154)	13,609,000	-
Compensated absences	6,538,600	557,171	(1,944,903)	5,150,868	1,200,000
Bonds payable	5,445,000	-	(135,000)	5,310,000	140,000
Plus premium	69,276	-	(2,969)	66,307	2,969
Note payable	79,651	-	(7,076)	72,575	7,465
Total governmental activities	<u>\$ 31,693,327</u>	<u>\$ 6,731,749</u>	<u>\$ (5,390,250)</u>	<u>\$ 33,034,826</u>	<u>\$ 3,095,775</u>
Business-type activities:					
Compensated absences	\$ 158,021	\$ 30,981	\$ (56,248)	\$ 132,754	\$ 25,000
Landfill closure and postclosure	4,829,710	198,838	(126,408)	4,902,140	191,130
Notes payable	1,683,547	-	(393,959)	1,289,588	402,929
Total business-type activities	<u>\$ 6,671,278</u>	<u>\$ 229,819</u>	<u>\$ (576,615)</u>	<u>\$ 6,324,482</u>	<u>\$ 619,059</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them, which include accrued claims, net OPEB obligation, and compensated absences, are included as part of the above totals for governmental activities.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 4: LONG-TERM LIABILITIES (Continued)

Notes Payable

During fiscal year 2009, the County received a loan of \$500,000 from the State of California for the closure of the Jamestown Landfill. This loan is for 10 years with no interest. The balance of \$250,000 as of June 30, 2014 is presented in the Solid Waste Fund.

During fiscal year 2012, the County set up a promissory note with the County Treasurer to borrow \$1,530,000. These funds have been used to pay off the remaining balance of the California State Association of Counties (CSAC) Excess Insurance Authority (EIA) loan for the postclosure costs of the Jamestown Landfill after paying EIA the funds received from the Landfill lawsuit. The rate for the promissory loan is 3.0%. The loan must be repaid within 5 years and is paid in semi-annual installments commencing on July 16, 2012. The balance of \$945,188 is presented in the Solid Waste Fund.

During fiscal year 2006, the County received a loan of \$472,000 from the State of California for the clean-up of tires that were unearthed during a clean-up project. This loan is for 10 years with no interest. The balance of \$94,400 as of June 30, 2014 is presented in the Solid Waste Fund.

During fiscal year 2007, the County entered into an agreement with WestAmerica Bank for \$115,000 for the purchase of cemetery land. This loan is for 15 years with an annual interest rate of 5.5%. The balance at June 30, 2014 is \$72,575 and is presented in governmental activities.

The annual debt service requirements to maturity for the notes payable are as follows:

Year Ending June 30,	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2015	\$ 7,465	\$ 3,992	\$ 402,929	\$ 26,080
2016	7,876	3,581	412,170	16,839
2017	8,309	3,148	374,489	7,319
2018	8,766	2,691	50,000	-
2019	9,248	2,209	50,000	-
2020-2022	30,911	3,460	-	-
Total	<u>\$ 72,575</u>	<u>\$ 19,081</u>	<u>\$ 1,289,588</u>	<u>\$ 50,238</u>

Judgment Obligation Bonds

On November 16, 2006, the County issued \$6,195,000 Judgment Obligation Bonds pursuant to the terms of a stipulated judgment in the case entitled The People of the State of California ex rel. Attorney General Bill Lockyer and the California Regional Water Quality Control Board, Central Valley Region v. Sonora Mining Corp., et al.

The County pays semi-annual payments that began on May 1, 2007 and will end on November 1, 2036. The interest rate varies from 3.5% to 4.5%. Annual principal and interest payments range from \$362,987 to \$373,061.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 4: LONG-TERM LIABILITIES (Continued)

The annual debt service requirements to maturity for the judgment obligation bonds are as follows:

Year Ending June 30,	Governmental activities	
	Principal	Interest
2015	\$ 140,000	\$ 228,205
2016	150,000	222,893
2017	155,000	217,211
2018	160,000	211,265
2019	165,000	204,925
2020-2024	930,000	916,163
2025-2029	1,150,000	687,375
2030-2034	1,440,000	397,125
2035-2037	1,020,000	70,200
	<u>\$ 5,310,000</u>	<u>\$ 3,155,362</u>

NOTE 5: INTERFUND TRANSACTIONS

Advances to/from other funds

Advances to/from other funds represent long-term cash advances to support various agencies' cash flow needs. The following schedule briefly summarizes the amounts of advances to/from other funds at June 30, 2014:

Receivable Fund	Payable Fund	Amount
General	Agency	\$ 1,370,012
Roads	Other Governmental	2,170,905
	Solid Waste	936,400
		<u>3,107,305</u>
Health and Welfare	Other Governmental	2,485
Internal Service	Internal Service	2,562,052
	Health and Welfare	140,100
	Other Governmental	350
		<u>2,702,502</u>
		<u>\$ 7,182,304</u>

The Property Tax Collection Agency Fund borrowed from the General Fund to offset cash deficits. The outstanding balance at June 30, 2014 totaled \$1,370,012.

The County Capital Projects Fund (other governmental) borrowed from the Roads Fund for the purchase of the land for the Law and Justice Center. The outstanding balance at June 30, 2014 totaled \$2,170,905.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 5: INTERFUND TRANSACTIONS (Continued)

The County Board of Supervisors authorized an advance from the Roads Fund to the Solid Waste Fund to offset up-front costs related to landfill closure costs. The outstanding balance at June 30, 2014 totaled \$936,400.

The County Board of Supervisors authorized advances to offset cash deficits in the Employee Group Insurance Internal Service and Employee Leave Liability Internal Service Funds, which borrowed from the Workers' Compensation Internal Service Fund. The outstanding balances at June 30, 2014 totaled \$391,800 and \$2,170,252, respectively.

Transfers in/out

Transfers are indicative of funding for capital projects, re-allocations of special revenues and subsidies of various County operations. The following schedule briefly summarizes the County's transfer activity for the year ended June 30, 2014:

Transfer From	Transfer To	Amount
General	Roads	\$ 750,000
	Health and Welfare	2,850,828
	Other Governmental	1,939,672
	Ambulance	56,808
	Airport	96,291
		<u>5,693,599</u>
Health and Welfare	Other Governmental	<u>20,000</u>
Other Governmental	Other Governmental	<u>178,519</u>
		<u><u>\$ 5,892,118</u></u>

General Fund

The General Fund made contributions of \$5,693,599 to other funds to offset operating costs of the programs. Of the amount transferred out, the County Capital Fund (other governmental) received \$1,589,672 for the Law and Justice Center. In addition, the Health and Welfare Fund received \$2,850,828 representing transfer of vehicle license fee revenue received from the State.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 6: RETIREMENT PLAN

Plan Description

The County of Tuolumne contributes to the California Public Employees' Retirement System (CalPERS) for its miscellaneous and safety employees. The Miscellaneous plan is an agent multiple-employer public employee defined benefit pension plan. The Safety plan is a cost-sharing multiple-employer public employee defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and other requirements are established by contract with CalPERS in accordance with the provisions of the Public Employees Retirement Law and County ordinance. Copies of CalPERS' annual financial report may be obtained from their executive office: 400 P Street, Sacramento, CA 95814.

Funding Policy

Participants are required to contribute 7% for Tier 1 and 2 miscellaneous employees and 6.25% for Tier 3 miscellaneous employees (9% and 11.5% for safety employees, respectively) of their annual covered salary. The County makes the contributions required of County Tier 1 employees on their behalf and for their account. New County employees hired between March 13, 2011 and December 31, 2012 are members of the County's Tier 2 plans. New County employees hired on or after January 1, 2013 are members of the County's Tier 3 plans. Tier 2 and Tier 3 miscellaneous employees contribute 7% and 6.25%, respectively, of their annual covered salary. Tier 2 and Tier 3 safety employees contribute 9% and 11.5%, respectively, of their annual covered salary. The County is required to contribute at actuarially determined rates; those rates for the year ended June 30, 2014 were 13.958% for miscellaneous employees and 34.253% for Tier 1, 19.900% for Tier 2, and 11.500% for Tier 3 safety employees of the respective annual covered payroll. The contribution requirements of plan members and the County are established and may be amended by CalPERS.

Annual Pension Cost

For the year ended June 30, 2014, the County's annual pension cost of \$5,368,035 was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2011 actuarial valuations using the entry age actuarial cost method with the contributions determined as a percent of pay. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), a decrease from the assumed investment rate of return in the June 30, 2010 actuarial valuations of 7.75%, (b) projected annual salary increases depending on age, service, and type of employment of 3.30% to 14.20%, a decrease from the projected salary increases in the June 30, 2010 actuarial valuations of 3.55% to 14.45%, (c) inflation of 2.75%, a decrease from the projected inflation in the June 30, 2010 actuarial valuations of 3.00%, (d) payroll growth of 3.00%, a decrease from the assumed payroll growth in the June 30, 2010 actuarial valuations of 3.25%, (e) individual salary growth varying by duration of employment coupled with an assumed annual inflation growth of 2.75%, a decrease from the assumed inflation growth in the June 30, 2010 actuarial valuations of 3.00%, and an annual production growth of 0.25%. The actuarial value of CalPERS assets was determined using the techniques that smooth the effects of short-term volatility in the market value of investments over a 15-year period (smoothed market value). The Miscellaneous plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at June 30, 2013 is 27 years for the Miscellaneous plan.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 6: RETIREMENT PLAN (Continued)

Three-Year Trend Information

Miscellaneous Plan Members

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/12	\$ 3,283,487	100%	\$ -
6/30/13	3,140,694	100%	-
6/30/14	3,127,049	100%	-

Safety Plan Members Tier 1

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/12	\$ 2,383,315	100%	\$ -
6/30/13	2,300,289	100%	-
6/30/14	2,063,786	100%	-

Safety Plan Members Tier 2

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/12	\$ 21,504	100%	\$ -
6/30/13	53,224	100%	-
6/30/14	125,775	100%	-

Safety Plan Members Tier 3

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/13	\$ 2,863	100%	\$ -
6/30/14	51,425	100%	-

Funded Status and Funding Progress

As of June 30, 2013, the most recent actuarial valuation date, the Miscellaneous plan was 75.1% funded. For the Miscellaneous plan, the actuarial accrued liability for benefits was \$220.2 million and the actuarial value of assets was \$165.3 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$54.9 million. The covered payroll (annual payroll of active employees covered by the plan) was \$24.6 million for miscellaneous employees, and the ratio of UAAL to the covered payroll was 222.8%. The actuarial assumptions used for the June 30, 2013 valuation were the same as those previously disclosed for the June 30, 2011 valuation.

The schedule of funding progress, presented as required supplementary information following the notes to the basic financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 7: OTHER POSTEMPLOYMENT BENEFITS PLAN

Plan Description

The County sponsors a single-employer defined benefit plan to provide medical, vision, and dental benefits for certain retired employees under contractual obligations negotiated between the County and members of the executive and confidential plan (Plan). All department heads, elected officials, and confidential staff who retire upon separation and have at least 10 years of service are eligible at varying levels for coverage under the Plan at age 50. Some members that retired due to disability may qualify at a younger age. Members with 10 years of service are covered for 50% of their premium. That coverage increases to 75% after 15 years of service and again increases to 100% coverage after 20 years of service. In fiscal year 2004-05, the formula changed where for each year of service after 10 years, coverage increased by 5% (i.e., 11 years of service equals 55%, 12 years of service equals 60%, etc.). Such coverage is at the same level as that provided prior to separation. Plan benefits as previously described continue until age 65, at which point eligible retirees are covered under a Medical Supplemental Plan, which pays secondary to Medicare. This is a lifetime benefit. Effective July 1, 2009, this benefit is no longer offered to new employees. Benefit provisions are established and may be amended by the County. The Plan does not issue a publicly available financial report.

The County also provides medical coverage for all employees through the CalPERS healthcare program (PEMHCA).

The County allows retirees to continue participating in the medical insurance program after retirement. The following summarizes the retiree healthcare benefits:

- Retiree Executive and Confidential Plan: The County contributes to retiree medical plans for executive and confidential employees. Amounts and eligibility requirements vary by years of service.
- PEMHCA Minimum: Retirees participating in PEMHCA receive the PEMHCA minimum required employer contribution towards the retiree monthly premium.
- Implied Subsidy: An implied subsidy generally exists when retiree premiums are based on blended active and retiree experience. Since PEMHCA is a community rated plan for the County, no implied subsidy is required for the PEMHCA plan. The County's actuary has determined that no implied subsidy is required for the County's stand-alone medical plan.

Funding Policy

As of June 30, 2014, the County had cash and investments of \$3,372,428 set aside in the Post Retirement Insurance Internal Service Fund for the plans. No assets were invested in an irrevocable plan trust.

The County's actuarially determined contribution rate was 11.5% of annual covered payroll. However, the County currently contributes based on a projected pay-as-you-go funding method, that is, benefits are payable when due. For fiscal year 2013-14, the County contributed \$467,154 in benefit payments (\$120,842 for the PEMHCA minimum and \$346,312 for the executive and confidential plan).

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 7: OTHER POSTEMPLOYMENT BENEFITS PLAN (Continued)

Annual Other Postemployment Benefit Cost and Net Obligation

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the Annual Required Contribution (ARC) of the employer, an amount actuarially determined as part of the June 30, 2011 actuarial valuation in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The remaining amortization period at June 30, 2013 is 15 years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation.

Annual required contribution	\$ 3,612,000
Interest on Net OPEB	476,000
Amortization of Net OPEB	<u>(829,947)</u>
OPEB cost (expense)	3,258,053
Benefit payments made	<u>(467,154)</u>
Increase in net OPEB obligation	2,790,899
Net OPEB obligation – beginning of year	<u>10,818,101</u>
Net OPEB obligation – end of year	<u>\$ 13,609,000</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net postemployment healthcare plan obligation were as follows:

Fiscal Year Ended	Annual OPEB Cost	Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2012	\$ 2,661,000	\$ 464,134	17.4%	\$ 8,239,271
June 30, 2013	3,062,000	483,170	15.8	10,818,101
June 30, 2014	3,258,053	467,154	14.3	13,609,000

The quantification of costs set forth above should not be interpreted in any way as vesting such benefits; rather the disclosures are made solely to comply with the County's reporting obligations under GASB Statement No. 45, as the County understands these obligations.

Funded Status and Funding Progress

As of June 30, 2013, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$24.1 million and the actuarial value of plan assets was zero, resulting in an unfunded actuarial accrued liability (UAAL) of \$24.1 million. The covered payroll (annual payroll of active employees covered by the plan) was \$28.5 million and the ratio of UAAL to the covered payroll was 84.7%.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 7: OTHER POSTEMPLOYMENT BENEFITS PLAN (Continued)

Of the \$24.1 million of UAAL, \$15.1 million is associated with the County's Executive and Confidential Plan and the remaining \$9.0 million is associated with medical coverage for retirees provided through the CalPERS healthcare program. As mentioned under the Funding Policy, the County holds reserves of approximately \$3.4 million designated to fund a portion of the \$15.1 million of UAAL associated with the Executive and Confidential Plan. These funds are expected to be placed in trust in the coming year at which time they will qualify as plan assets in future disclosures.

The plans provide that an actuarial valuation be performed no less than every two years.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between employer and plan members to that point. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

In the June 30, 2013 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4.0% discount rate, a decrease from the 4.5% included for the previous June 30, 2011 actuarial valuation; inflation of 3.00%; payroll growth of 3.25%; postemployment benefit increase of 4.5%; and non-Medicare HMO and PPO healthcare trend rates of 7.5% for 2016 decreasing to 5.0% for 2021 and later and Medicare HMO and PPO healthcare trend rates of 7.8% for 2016 decreasing to 5.0% for 2021 and later. Salary scale and demographic assumptions for withdrawal, mortality, disability, and retirement rates were based on the CalPERS 1997-2011 experience Study.

The UAAL is being amortized over a 20-year closed period as a level percentage of payroll commencing with the 2008-09 fiscal year.

NOTE 8: 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; injuries to and illnesses of employees; and natural disasters. The County maintains the Workers' Compensation and Liability Insurance internal service funds to account for and finance its risks of loss. Under this program, the County is self-insured for the following risks up to the maximum claim as follows: workers' compensation \$300,000, liability \$10,000, property varies depending on the type (most vehicles: \$10,000; watercraft: \$1,000), and medical malpractice \$10,000. The County purchases commercial insurance for claims in excess of the preceding coverage amounts.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 8: RISK MANAGEMENT (Continued)

All operating funds participate in the program and make payments to the internal service funds based on historical cost of the amounts needed to pay prior and current year claims, and to allow accrual of estimated incurred but not reported claims including loss adjustment expenses. Insurance premiums to commercial insurers are also processed through the internal service funds. There have been no settlements in excess of insurance coverage in the past three years. The total determined claims liability at June 30, 2014 is \$8,826,076. These claim estimates are based on the requirements of Governmental Accounting Standards Board Statement No. 10, and include estimated claims incurred but not yet reported as of June 30, 2014. Changes in the internal service funds claims liabilities during the years ended June 30, 2013 and 2014 were as follows:

<u>Fiscal Year</u>	<u>Balance at July 1</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Current Year Claim Payments</u>	<u>Balance At June 30</u>
2012-13	\$ 8,672,744	\$ 3,334,460	\$ (3,264,505)	\$ 8,742,699
2013-14	8,742,699	2,916,525	(2,833,148)	8,826,076

NOTE 9: CLOSURE AND POSTCLOSURE CARE COST

State and federal regulations require the County to place a final cover on its Central (Jamestown) and Big Oak Flat (Groveland) landfill sites when they stop accepting waste and to perform certain maintenance and functions at the sites for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfills stop accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$4,902,140 reported as landfill closure and postclosure care liability at June 30, 2014, represents the cumulative amount reported to date based on the use of 100% of the estimated capacity of the Jamestown landfill and of the estimated capacity of the Groveland landfill. The County stopped accepting fill for the Groveland landfill during 2002. The Jamestown landfill was closed in 1995. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. As both of the County's landfills have been closed, the County currently takes its waste to a nearby transfer station to be transferred out of state.

NOTE 10: DEFICIT FUND EQUITY

As of June 30, 2014, the following individual funds had deficit fund equity balances:

<u>Fund</u>	<u>Deficit</u>
Solid Waste	\$ 6,344,583
County Capital	367,948
Workers' Compensation	1,916,032
Employee Leave Liability	7,215,767
Post Retirement Insurance	10,255,734

The Solid Waste deficit net position is expected to be eliminated as the landfill closure/postclosure liability (including the notes payable entered into to help pay for the landfill closure portion of this liability) becomes more funded via user charges.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 10: DEFICIT FUND EQUITY (Continued)

The County Capital deficit fund balance is expected to be eliminated once all the State funding sources have been determined and the County can determine its share, which it will borrow.

The internal service funds (Workers' Compensation, Employee Leave Liability, and Post Retirement Insurance) deficit net position are expected to be eliminated via charges to other County funds. With the economy slowly growing, the revenue to these funds has been increased in fiscal year 2015. The County's plan is to have the Workers Compensation fund positive within the next four years. The expected decrease in the deficit in fiscal year 2015 is \$600,000. The County's plan to decrease the deficit in Employees Leave was to cap the accrual levels in all bargaining units at a lower level and to charge County funds at a higher level over the next fiscal years. The expected decrease in the deficit in fiscal year 2015 is \$700,000. The County's plan to decrease the deficit in Post Retirement Insurance Fund is to place the funds with a third party provider, to charge funds more, and to eliminate future obligations by no longer offering one of the programs to new employees.

NOTE 11: COMMITMENTS AND CONTINGENCIES

Commitments

At June 30, 2014, the significant construction commitments included \$166,889 for the Draper Mine Road project of which \$75,779 has been spent to date, and \$590,792 for the Law and Justice Center for which \$6,188,944 has been spent to date. In addition, the County's encumbrances as of June 30, 2014 were as follows:

Fund	Deficit
General	\$ 564,948
Roads	8,091
Health and Welfare	89,812
Road Construction	223,705
Solid Waste	65,904
Ambulance	116,078
All Other	1,334,777

Contingencies

Grants and subventions

The County received federal grants either directly from federal governmental agencies or as a subgrantee of the State of California. Several grants were passed through to subgrantees of the County. Where grants were passed through to subgrantees, the subgrantees were required to comply with the same terms and conditions, and an audit was required to ensure that the expenses claimed were allowable and that subgrantees complied with related terms and conditions. Continued funding of these grants is dependent upon the budgeting process of the federal, state, and county governments.

Litigation

The County from time to time is a party to various claims, legal actions, and complaints arising in the ordinary course of business. In the opinion of the County's administration the various claims, legal actions and complaints resulting from such litigation not covered by insurance would not materially affect the financial position of the County.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 12: JOINT VENTURES

Tuolumne County Economic Development Authority

On September 15, 2008, the County of Tuolumne and the City of Sonora created the Tuolumne County Economic Development Authority (TCEDA). The TCEDA is a public entity separate and apart from the County and City. TCEDA is governed by a board of seven members. Two (2) appointed from each the County Board of Supervisors and the City Council of Sonora and three (3) at-large member appointed by the City and County members of the governing board. The TCEDA has the power to administer, carryout and implement economic development for Tuolumne County. The County does not have an equity interest in TCEDA. The County contributed \$257,697 to TCEDA during the year ended June 30, 2014. The TCEDA does not have an audit.

Central Sierra Child Support Agency

On September 7, 2010, the Tuolumne County approved joining the Central Sierra Child Support Agency (CSCSA) effective January 1, 2011. CSCSA acts as the local child support agency for Amador, Alpine, Tuolumne and Calaveras counties. CSCSA operates under a Joint Powers Agreement with applicable standards and regulations set forth by the State of California. CSCSA has an independent governing board including members from the Board of Supervisors of Amador, Alpine, Calaveras and Tuolumne counties. The County does not have an equity interest in CSCSA. The County would be mandated to assume responsibility for child support services in the event of the dissolution of the Central Sierra Child Support Agency.

Audited financial statements for Central Sierra Child Support Agency can be obtained at the Agency's offices: 639 New York Ranch Road, Jackson, California 95642, 75A Diamond Valley Road, Markleeville, California 96120, and 975 Morning Star Drive, Sonora, CA 95370.

NOTE 13: SUBSEQUENT EVENTS

Effective October 19, 2014, Tier 1 and Tier 2 miscellaneous employees began contributing 6.25% of their annual covered payroll to CalPERS.

On December 1, 2014, the County issued \$8,205,000 in Taxable Pension Obligation Refunding Bonds to pay off the CalPERS safety Tier 1 side fund. The loan is for eighteen (18) years, maturing on June 1, 2032. The interest rate is 4% with quarterly payments starting March 1, 2015.

An aerial photograph of a town nestled in a valley, surrounded by lush green hills. A prominent white church with a tall steeple is visible on the left. In the center, there is a large, modern building with a red roof and many windows. Other smaller houses and buildings are scattered throughout the town.

Required Supplementary Information

**COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF FUNDING PROGRESS – MISCELLANEOUS RETIREMENT PLAN
FOR THE YEAR ENDED JUNE 30, 2014**

UNAUDITED

REQUIRED SUPPLEMENTARY INFORMATION

Actuarial Valuation Date	Entry Age Normal Actuarial Accrued Liability (a)	Actuarial Value of Assets (b)	Unfunded Liability (a)-(b)	Funded Ratio (b)/(a)	Annual Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a % of Covered Payroll [(a)-(b)]/(c)
6/30/11	\$203,689,010	\$178,090,616	\$ 25,598,394	87.4%	\$ 28,097,176	91.1%
6/30/12	210,821,707	182,053,245	28,768,462	86.4	24,761,321	116.2
6/30/13	220,148,021	165,290,709	54,857,312	75.1	24,626,856	222.8



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**COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFITS PLAN
FOR THE YEAR ENDED JUNE 30, 2014**

UNAUDITED

REQUIRED SUPPLEMENTARY INFORMATION

Actuarial Valuation Date	Entry Age Normal Actuarial Accrued Liability (a)	Actuarial Value of Assets (b)	Unfunded Liability (a)-(b)	Funded Ratio (b)/(a)	Annual Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a % of Covered Payroll [(a)-(b)]/(c)
6/30/09	\$ 20,866,000	\$ -	\$ 20,866,000	0.0%	\$ 33,095,000	63.0%
6/30/11	27,458,000	-	27,458,000	0.0	29,472,000	93.2
6/30/13	24,130,000	-	24,130,000	0.0	28,495,000	84.7

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 24,313,879	\$ 24,388,753	\$ 24,684,841	\$ 296,088
Licenses and permits	1,512,753	1,534,152	1,609,054	74,902
Fines, forfeits, and penalties	1,491,980	1,491,980	1,440,869	(51,111)
Interest, rents, and concessions	281,320	281,320	224,704	(56,616)
Intergovernmental:				
State	14,754,668	15,584,116	14,388,802	(1,195,314)
Federal	4,489,517	4,220,494	4,283,503	63,009
Other	612,940	621,429	657,798	36,369
Charges for services	7,267,481	7,337,494	7,295,184	(42,310)
Miscellaneous	230,103	273,509	261,910	(11,599)
Total revenues	54,954,641	55,733,247	54,846,665	(886,582)
Expenditures:				
General government:				
Board of supervisors	583,402	603,782	597,021	6,761
Appropriation for contingencies	1,177,631	1,155,131	-	1,155,131
County administrative office	941,651	977,209	970,551	6,658
County auditor-controller	1,234,659	1,234,659	1,233,236	1,423
Treasurer-tax collector	467,992	467,992	445,800	22,192
Assessor-recorder	1,269,295	1,287,095	1,277,965	9,130
Recorder-modernization	226,081	260,963	198,180	62,783
Archives	121,514	127,046	122,689	4,357
Office of revenue recovery	528,594	528,594	494,425	34,169
County counsel	789,963	821,963	815,653	6,310
Human resources	552,014	552,014	536,049	15,965
County clerk - elections	402,343	402,343	342,000	60,343
Facilities management	2,915,170	2,982,065	2,933,988	48,077
Economic development and promotion	903,197	896,820	896,820	-
Information technology	2,446,559	2,468,195	2,235,411	232,784
Outside Agency Partners	157,894	194,163	192,780	1,383
Jamestown mine	494,682	494,682	485,441	9,241
Total general government	15,212,641	15,454,716	13,778,009	1,676,707
Public protection:				
CAO emergency services	176,924	176,924	167,650	9,274
CAO homeland security	141,542	141,542	129,177	12,365
Rim Fire	1,454,511	1,530,111	1,270,111	260,000
Transfer to outside fire districts	8,439	8,439	8,439	-
Grand jury	26,385	26,385	25,627	758
District attorney	1,767,178	1,765,118	1,574,193	190,925
DA - vertical prosecution	97,862	98,710	98,710	-
Public defender	823,426	823,426	785,551	37,875
County - court related AB 233	790,621	802,722	802,721	1
Sheriff-coroner	9,158,101	9,259,690	8,794,864	464,826
Sheriff - courtroom security	788,472	788,472	689,017	99,455
Sheriff - communications	1,389,976	1,389,976	1,341,803	48,173
Tuolumne narcotics team	819,507	819,507	642,587	176,920
County jail	6,418,586	6,431,990	6,206,168	225,822
Probation	5,010,201	5,020,883	4,489,941	530,942
Agriculture - weights and measures	496,221	521,221	485,645	35,576
Community resources agency	3,409,927	3,443,927	3,204,295	239,632
Animal control	839,541	846,432	836,263	10,169
Total public protection	33,617,420	33,895,475	31,552,762	2,342,713

The accompanying note is an integral part of the required supplementary information.

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Public ways and facilities:				
Special district administration	99,933	99,933	97,508	2,425
Health and sanitation:				
Sheriff - emergency medical communications	22,987	22,987	21,909	1,078
Air Pollution	886,906	888,985	403,468	485,517
Total health and sanitation	909,893	911,972	425,377	486,595
Public assistance:				
Victim witness prosecution program	230,967	232,179	232,178	1
Veterans services	190,189	190,189	179,108	11,081
Total public assistance	421,156	422,368	411,286	11,082
Education:				
Library	996,661	1,036,361	997,284	39,077
Farm advisor	140,407	140,407	140,407	-
Total education	1,137,068	1,176,768	1,137,691	39,077
Recreation and cultural services:				
Sheriff - boat patrol	569,070	597,172	522,462	74,710
County recreation	538,343	566,287	545,459	20,828
Standard Park	357,259	363,972	355,437	8,535
Youth centers	197,242	197,242	185,643	11,599
Total recreation and cultural services	1,661,914	1,724,673	1,609,001	115,672
 Total expenditures	 53,060,025	 53,685,905	 49,011,634	 4,674,271
 Excess of revenues over expenditures	 1,894,616	 2,047,342	 5,835,031	 3,787,689
Other financing sources (uses):				
Transfers in	14,303	3,000	-	(3,000)
Transfers out	(5,407,036)	(5,823,226)	(5,693,599)	129,627
Proceeds from sale of capital assets	20,000	20,000	24,010	4,010
 Total other financing sources (uses)	 (5,372,733)	 (5,800,226)	 (5,669,589)	 130,637
Changes in fund balance (budgetary basis)	<u>\$ (3,478,117)</u>	<u>\$ (3,752,884)</u>	165,442	<u>\$ 3,918,326</u>
Basis adjustment:				
Construction set-aside funds			1,000,000	
Agency funds allocation			(123,968)	
Change in fund balance (GAAP basis)			1,041,474	
Fund balance, beginning of year			<u>7,384,828</u>	
Fund balance, end of year			<u><u>\$ 8,426,302</u></u>	

The accompanying note is an integral part of the required supplementary information.

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ROADS SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Licenses and permits	\$ 30,500	\$ 45,500	\$ 54,616	\$ 9,116
Intergovernmental:				
State	3,477,000	3,567,000	3,951,750	384,750
Federal	862,574	862,574	901,040	38,466
Other	421,389	421,389	466,680	45,291
Charges for services	633,802	640,602	631,552	(9,050)
Miscellaneous	3,500	2,500	24,666	22,166
Total revenues	5,428,765	5,539,565	6,030,304	490,739
Expenditures:				
Public ways and facilities:				
Public works administration	2,057,866	2,056,326	2,023,905	32,421
Road maintenance	4,290,450	4,457,375	3,702,950	754,425
Total expenditures	6,348,316	6,513,701	5,726,855	786,846
Excess (deficiency) of revenues over (under) expenditures	(919,551)	(974,136)	303,449	1,277,585
Other financing sources:				
Transfers in	750,000	750,000	750,000	-
Proceeds from sale of capital assets	-	-	2,003	2,003
Total other financing sources	750,000	750,000	752,003	2,003
Changes in fund balance (budgetary basis)	\$ (169,551)	\$ (224,136)	1,055,452	\$ 1,279,588
Basis adjustment:				
Agency funds allocation			(401,091)	
Change in fund balance (GAAP basis)			654,361	
Fund balance, beginning of year			14,099,663	
Fund balance, end of year			\$ 14,754,024	

The accompanying note is an integral part of the required supplementary information.

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HEALTH AND WELFARE SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Fines, forfeits, and penalties	\$ 13,000	\$ 13,000	\$ 11,338	\$ (1,662)
Interest, rents, and concessions	10,500	10,500	14,151	3,651
Intergovernmental:				
State	16,718,094	16,848,953	17,424,163	575,210
Federal	10,803,958	10,733,258	9,673,972	(1,059,286)
Other	68,000	68,000	25,000	(43,000)
Charges for services	760,568	772,654	743,396	(29,258)
Miscellaneous	205,583	205,583	290,444	84,861
Total revenues	28,579,703	28,651,948	28,182,464	(469,484)
Expenditures:				
Health and sanitation:				
Health	3,950,504	4,400,935	3,229,811	1,171,124
Tobacco control program	173,990	173,990	159,483	14,507
Mobile health van	86,892	86,892	57,419	29,473
Women, Infants & Children	552,066	552,066	487,589	64,477
Behavioral health	8,587,860	8,301,923	6,784,330	1,517,593
California children services	339,367	339,367	289,230	50,137
Total health and sanitation	13,690,679	13,855,173	11,007,862	2,847,311
Public assistance:				
Social services administration	12,761,940	12,783,944	11,008,343	1,775,601
Welfare and security	7,869,564	7,869,564	7,600,393	269,171
Total public assistance	20,631,504	20,653,508	18,608,736	2,044,772
Total expenditures	34,322,183	34,508,681	29,616,598	4,892,083
Deficiency of revenues under expenditures	(5,742,480)	(5,856,733)	(1,434,134)	4,422,599
Other financing sources (used):				
Transfers in	2,564,265	2,980,455	2,850,828	(129,627)
Transfers out	(55,000)	(55,000)	(20,000)	35,000
Total other financing sources (uses)	2,509,265	2,925,455	2,830,828	(94,627)
Change in fund balance	<u>\$ (3,233,215)</u>	<u>\$ (2,931,278)</u>	1,396,694	<u>\$ 4,327,972</u>
Fund balance, beginning of year			4,734,645	
Fund balance, end of year			<u>\$ 6,131,339</u>	

The accompanying note is an integral part of the required supplementary information.

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT
BLOCK GRANTS SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Interest, rents, and concessions	\$ 8,200	\$ 8,200	\$ 8,788	\$ 588
Intergovernmental:				
State	735,406	735,406	540,000	(195,406)
Federal	2,325,552	2,005,182	1,899,036	(106,146)
Other	-	-	14,000	14,000
Charges for services	-	-	5,000	5,000
Miscellaneous	230,000	-	-	-
Total revenues	3,299,158	2,748,788	2,466,824	(281,964)
Expenditures:				
Public assistance:				
CalHOME Grant 4903	735,406	27,000	27,000	-
First time Buyer 6854	-	36	26	10
Home Grant 11-HOME-7672	231,802	9,950	8,225	1,725
Home Grant 12-HOME-8565	393,719	39,939	39,939	-
CDBG-Business-10-EDEF-7270	280,553	2,077	2,077	-
CDBG-Jamestown Sanitary Dist 12-CDBG-85421	1,421,410	1,379,707	1,379,707	-
CDBG-Homeless Waiver	400,000	400,000	189,818	210,182
CDBG-Food Bank Waiver	400,000	400,000	5,900	394,100
Housing Rehab Repay Loan #6	115,000	178,350	166,495	11,855
Total expenditures	3,977,890	2,437,059	1,819,187	617,872
Change in fund balance	\$ (678,732)	\$ 311,729	647,637	\$ 335,908
Fund balance, beginning of year			6,710,743	
Fund balance, end of year			\$ 7,358,380	

The accompanying note is an integral part of the required supplementary information.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014

Budgets and Budgetary Accounting

The County operates under the general laws of the State of California and annually adopts a budget for its General Fund, special revenue funds, capital projects funds, and permanent fund. From the effective date of the budget, which is adopted and controlled at the department level, the amounts stated therein, as proposed expenditures become appropriations to the various County departments. The Board of Supervisors may amend the budget by resolution during the year. Department heads may, upon approval from the County Administrator, make transfers from one object or purpose to another within the same budget unit. Encumbrances outstanding at year-end are included in restricted and assigned fund balances for subsequent year expenditures, based on the authorized encumbered appropriation carried over. All appropriations lapse at year-end. Annual budgets are adopted on a basis of accounting, which differs from generally accepted accounting principles (GAAP) in the United States of America. As a result, if there's a difference between the budgetary basis and GAAP basis, the budgetary comparison schedules present a reconciliation between the bases. The difference is as follows:

1. Agency funds allocation – The County does not budget for its agency funds. However, in accordance with GASB Statement No. 34, the County has allocated many of its agency funds' activities to its governmental funds.
2. Construction set-aside funds – In the General Fund, the County budgeted for the set-aside of \$1,000,000 for the construction of the jail as an expenditure. However, since the funds haven't been expended, under GAAP they are not considered an expenditure.

As expenditures are controlled at the department level, the budget and actual comparisons presented in these financial statements are not segregated by type (i.e., current, capital outlay, and debt service) as the statements of revenues, expenditures, and changes in fund balances are presented.



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COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES



COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
JUNE 30, 2014

	Other Special Revenue	Capital Projects			Total Other Governmental
		County Capital	Airport Construction	Permanent	
Assets:					
Cash and investments	\$ 5,888,597	\$ 1,095,891	\$ -	\$ 286,830	\$ 7,271,318
Accounts receivable	1,541	-	50,628	-	52,169
Taxes receivable	2,556	-	-	-	2,556
Intergovernmental receivables	581,475	867,110	-	-	1,448,585
Restricted cash and investments	7,732	-	-	-	7,732
Total assets	<u>\$ 6,481,901</u>	<u>\$ 1,963,001</u>	<u>\$ 50,628</u>	<u>\$ 286,830</u>	<u>\$ 8,782,360</u>
Liabilities and fund balances (deficit)					
Liabilities:					
Accounts payable	\$ 626,823	\$ 160,044	\$ 4,000	\$ -	\$ 790,867
Salaries and benefits payable	6,072	-	-	-	6,072
Unearned revenue	39,830	-	-	-	39,830
Advances from other funds	2,485	2,170,905	350	-	2,173,740
Total liabilities	<u>675,210</u>	<u>2,330,949</u>	<u>4,350</u>	<u>-</u>	<u>3,010,509</u>
Fund balances (deficit):					
Nonspendable:					
To be maintained intact	-	-	-	134,802	134,802
Restricted:					
Capital projects	-	-	46,278	-	46,278
Public ways and facilities	3,674,110	-	-	-	3,674,110
Children and Families Commission	815,853	-	-	-	815,853
Public protection	1,274,728	-	-	-	1,274,728
Perpetual care	-	-	-	152,028	152,028
Other purposes	42,000	-	-	-	42,000
Unassigned	-	(367,948)	-	-	(367,948)
Total fund balances (deficit)	<u>5,806,691</u>	<u>(367,948)</u>	<u>46,278</u>	<u>286,830</u>	<u>5,771,851</u>
Total liabilities and fund balances (deficit)	<u>\$ 6,481,901</u>	<u>\$ 1,963,001</u>	<u>\$ 50,628</u>	<u>\$ 286,830</u>	<u>\$ 8,782,360</u>

**COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014**

	Other Special Revenue	Capital Projects County Capital	Airport Construction	Permanent	Total Other Governmental
Revenues:					
Taxes	\$ 2,388,271	\$ -	\$ -	\$ -	\$ 2,388,271
Licenses and permits	28,056	-	-	-	28,056
Fines, forfeits, and penalties	161,832	-	-	-	161,832
Interest, rents and concessions	72,889	3,525	-	1,551	77,965
Intergovernmental:					
State	1,083,989	328,072	-	-	1,412,061
Federal	347,648	-	-	-	347,648
Other	71,234	-	-	-	71,234
Charges for services	508,698	242,728	-	3,517	754,943
Miscellaneous	246,637	310,145	53,962	1,537	612,281
Total revenues	4,909,254	884,470	53,962	6,605	5,854,291
Expenditures:					
Current:					
Public protection	3,694,580	-	-	-	3,694,580
Public ways and facilities	439,472	168,225	-	-	607,697
Health and sanitation	582,148	-	-	-	582,148
Capital outlay	17,500	1,874,746	7,684	-	1,899,930
Debt service:					
Principal	7,076	-	-	-	7,076
Interest	4,381	-	-	-	4,381
Total expenditures	4,745,157	2,042,971	7,684	-	6,795,812
Excess (deficiency) of revenues over (under) expenditures	164,097	(1,158,501)	46,278	6,605	(941,521)
Other financing sources (uses):					
Transfers in	350,000	1,788,191	-	-	2,138,191
Transfers out	(178,519)	-	-	-	(178,519)
Total other financing sources (uses)	171,481	1,788,191	-	-	1,959,672
Change in fund balances	335,578	629,690	46,278	6,605	1,018,151
Fund balances (deficit), beginning of year	5,471,113	(997,638)	-	280,225	4,753,700
Fund balances (deficit), end of year	\$ 5,806,691	\$ (367,948)	\$ 46,278	\$ 286,830	\$ 5,771,851

OTHER GOVERNMENTAL FUNDS

OTHER SPECIAL REVENUE FUNDS



Special revenue funds are used to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted to expenditures for specified purposes. Included in the Special Revenue classification are the following funds:

Fish and Game – This fund is used to account for revenues and expenditures related to the protection, conservation, propagation and preservation of fish and wildlife in the county.

County Fire – This fund is used to account for revenues and expenditures related to fire protection services in the unincorporated areas of the county.

Criminal Justice Facility – This fund is used to account for the revenues and expenditures resulting from criminal justice activities such as fines and facility fees.

Courthouse Construction – This fund is used to account for the revenues and expenditures resulting from courthouse activities such as fines and court fees.

Monument Preservation – This fund is used to account for the revenues and expenditures resulting from historical monument maintenance and preservation activity.

Tuolumne County BH Housing – This fund is used to account for the revenues and expenditures related to activities of housing clients who are transitioning from a supervised facility to independent living.

Cemetery Districts – This fund is used to account for the revenues and expenditures resulting from county cemetery maintenance and preservation.

Children and Families Commission – This fund is used to account for activities of the Tuolumne County Children and Families Commission.

County Service Areas – Provide miscellaneous services throughout all unincorporated areas of the County.

Lighting Districts – Provide street and highway safety lighting for all unincorporated areas of the County.

**COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING BALANCE SHEET
OTHER SPECIAL REVENUE FUNDS
JUNE 30, 2014**

	Fish and Game	County Fire	Criminal Justice Facility	Courthouse Construction	Monument Preservation	Tuolumne County BH Housing
Assets:						
Cash and investments	\$ 144,488	\$ 746,159	\$ -	\$ -	\$ 42,000	\$ 6,043
Accounts receivable	-	1,541	-	-	-	-
Taxes receivable	-	2,291	-	-	-	-
Intergovernmental receivables	-	476,043	-	-	-	-
Restricted cash and investments	-	-	-	-	-	7,732
Total assets	<u>\$ 144,488</u>	<u>\$ 1,226,034</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,000</u>	<u>\$ 13,775</u>
Liabilities and fund balances						
Liabilities:						
Accounts payable	\$ -	\$ 523,048	\$ -	\$ -	\$ -	\$ 556
Salaries and benefits payable	-	5,929	-	-	-	-
Unearned revenue	8,620	31,210	-	-	-	-
Advances from other funds	-	-	-	-	-	2,485
Total liabilities	<u>8,620</u>	<u>560,187</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,041</u>
Fund balances:						
Restricted:						
Public ways and facilities	-	-	-	-	-	-
Children and Families	-	-	-	-	-	-
Commission	-	-	-	-	-	-
Public protection	135,868	665,847	-	-	-	10,734
Other purposes	-	-	-	-	42,000	-
Total fund balances	<u>135,868</u>	<u>665,847</u>	<u>-</u>	<u>-</u>	<u>42,000</u>	<u>10,734</u>
Total liabilities and fund balances	<u>\$ 144,488</u>	<u>\$ 1,226,034</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,000</u>	<u>\$ 13,775</u>

Cemetery Districts	Children and Families Commission	County Service Areas	Lighting Districts	Total Other Special Revenue	
\$ 463,150	\$ 809,234	\$ 2,211,421	\$ 1,466,102	\$ 5,888,597	Assets:
-	-	-	-	1,541	Cash and investments
78	-	77	110	2,556	Accounts receivable
-	105,432	-	-	581,475	Taxes receivable
-	-	-	-	7,732	Intergovernmental receivables
					Restricted cash and investments
<u>\$ 463,228</u>	<u>\$ 914,666</u>	<u>\$ 2,211,498</u>	<u>\$ 1,466,212</u>	<u>\$ 6,481,901</u>	Total assets
					Liabilities and fund balances
					Liabilities:
\$ 806	\$ 98,813	\$ 350	\$ 3,250	\$ 626,823	Accounts payable
143	-	-	-	6,072	Salaries and benefits payable
-	-	-	-	39,830	Unearned revenue
-	-	-	-	2,485	Advances from other funds
<u>949</u>	<u>98,813</u>	<u>350</u>	<u>3,250</u>	<u>675,210</u>	Total liabilities
					Fund balances:
					Restricted:
-	-	2,211,148	1,462,962	3,674,110	Public ways and facilities
-	815,853	-	-	815,853	Children and Families
462,279	-	-	-	1,274,728	Commission
-	-	-	-	42,000	Public protection
					Other purposes
<u>462,279</u>	<u>815,853</u>	<u>2,211,148</u>	<u>1,462,962</u>	<u>5,806,691</u>	Total fund balances
<u>\$ 463,228</u>	<u>\$ 914,666</u>	<u>\$ 2,211,498</u>	<u>\$ 1,466,212</u>	<u>\$ 6,481,901</u>	Total liabilities and fund balances

COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
OTHER SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Fish and Game	County Fire	Criminal Justice Facility	Courthouse Construction	Monument Preservation	Tuolumne County BH Housing
Revenues:						
Taxes	\$ -	\$ 2,139,388	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	28,056	-	-	-	-
Fines, forfeits, and penalties	5,251	-	154,756	1,825	-	-
Interest, rents and concessions	726	27,611	315	-	192	17,519
Intergovernmental:						
State	-	554,043	-	-	-	31,640
Federal	-	347,648	-	-	-	-
Other	-	71,234	-	-	-	-
Charges for services	-	108,403	-	-	13,820	-
Miscellaneous	-	243,463	-	-	-	-
Total revenues	5,977	3,519,846	155,071	1,825	14,012	49,159
Expenditures:						
Current:						
Public protection	200	3,627,089	-	-	-	-
Public ways and facilities	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	46,157
Capital outlay	-	17,500	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	200	3,644,589	-	-	-	46,157
Excess (deficiency) of revenues over (under) expenditures	5,777	(124,743)	155,071	1,825	14,012	3,002
Other financing sources (uses):						
Transfers in	-	350,000	-	-	-	-
Transfers out	-	-	(176,694)	(1,825)	-	-
Total other financing sources (uses)	-	350,000	(176,694)	(1,825)	-	-
Change in fund balances	5,777	225,257	(21,623)	-	14,012	3,002
Fund balances, beginning of year	130,091	440,590	21,623	-	27,988	7,732
Fund balances, end of year	<u>\$ 135,868</u>	<u>\$ 665,847</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,000</u>	<u>\$ 10,734</u>

Cemetery Districts	Children and Families Commission	County Service Areas	Lighting Districts	Total Other Special Revenue	
\$ 73,289	\$ -	\$ 69,936	\$ 105,658	\$ 2,388,271	Revenues:
-	-	-	-	28,056	Taxes
-	-	-	-	161,832	Licenses and permits
2,429	4,524	11,820	7,753	72,889	Fines, forfeits, and penalties
					Interest, rents and concessions
1,320	494,444	1,033	1,509	1,083,989	Intergovernmental:
-	-	-	-	347,648	State
-	-	-	-	71,234	Federal
21,706	13,635	351,134	-	508,698	Other
1,965	1,209	-	-	246,637	Charges for services
					Miscellaneous
100,709	513,812	433,923	114,920	4,909,254	Total revenues
					Expenditures:
					Current:
67,291	-	-	-	3,694,580	Public protection
-	-	395,312	44,160	439,472	Public ways and facilities
-	535,991	-	-	582,148	Health and sanitation
-	-	-	-	17,500	Capital outlay
					Debt service:
7,076	-	-	-	7,076	Principal
4,381	-	-	-	4,381	Interest
78,748	535,991	395,312	44,160	4,745,157	Total expenditures
21,961	(22,179)	38,611	70,760	164,097	Excess (deficiency) of revenues over (under) expenditures
					Other financing sources (uses):
-	-	-	-	350,000	Transfers in
-	-	-	-	(178,519)	Transfers out
-	-	-	-	171,481	Total other financing sources (uses)
21,961	(22,179)	38,611	70,760	335,578	Change in fund balances
440,318	838,032	2,172,537	1,392,202	5,471,113	Fund balances, beginning of year
<u>\$ 462,279</u>	<u>\$ 815,853</u>	<u>\$ 2,211,148</u>	<u>\$ 1,462,962</u>	<u>\$ 5,806,691</u>	Fund balances, end of year

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FISH AND GAME SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Fines, forfeits, and penalties	\$ 3,700	\$ 3,700	\$ 5,251	\$ 1,551
Interest, rents, and concessions	1,200	1,200	726	(474)
Total revenues	4,900	4,900	5,977	1,077
Expenditures:				
Public protection:				
Fish and wildlife	12,129	23,432	200	23,232
Excess (deficiency) of revenues over (under) expenditures	(7,229)	(18,532)	5,777	24,309
Other financing uses:				
Transfers out	(11,303)	-	-	-
Change in fund balance	<u>\$ (18,532)</u>	<u>\$ (18,532)</u>	5,777	<u>\$ 24,309</u>
Fund balance, beginning of year			<u>130,091</u>	
Fund balance, end of year			<u>\$ 135,868</u>	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COUNTY FIRE SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 2,161,000	\$ 2,161,000	\$ 2,139,388	\$ (21,612)
Licenses and permits	15,000	15,000	28,056	13,056
Interest, rents, and concessions	27,399	27,399	27,611	212
Intergovernmental:				
State	390,119	390,119	554,043	163,924
Federal	438,880	452,175	347,648	(104,527)
Other	844,622	100,583	71,234	(29,349)
Charges for services	102,500	102,500	97,317	(5,183)
Miscellaneous	214,200	214,200	243,463	29,263
Total revenues	4,193,720	3,462,976	3,508,760	45,784
Expenditures:				
Public protection:				
County Fire Department	4,899,342	4,186,098	3,644,589	541,509
Deficiency of revenues under expenditures	(705,622)	(723,122)	(135,829)	587,293
Other financing sources:				
Transfers in	350,000	350,000	350,000	-
Transfers out	(10,000)	(10,000)	-	10,000
Total other financing sources	340,000	340,000	350,000	10,000
Changes in fund balance (budgetary basis)	<u>\$ (365,622)</u>	<u>\$ (383,122)</u>	214,171	<u>\$ 597,293</u>
Basis adjustment:				
Agency funds allocation			11,086	
Change in fund balance (GAAP basis)			225,257	
Fund balance, beginning of year			440,590	
Fund balance, end of year			<u>\$ 665,847</u>	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CRIMINAL JUSTICE FACILITY SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Fines, forfeits, and penalties	\$ 170,000	\$ 170,000	\$ 154,756	\$ (15,244)
Interest, rents, and concessions	-	-	315	315
Total revenues	170,000	170,000	155,071	(14,929)
Other financing uses:				
Transfers out	(191,623)	(191,623)	(176,694)	14,929
Change in fund balance	<u>\$ (21,623)</u>	<u>\$ (21,623)</u>	(21,623)	<u>\$ -</u>
Fund balance, beginning of year			<u>21,623</u>	
Fund balance, end of year			<u><u>\$ -</u></u>	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COURTHOUSE CONSTRUCTION SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Fines, forfeits, and penalties	\$ 1,200	\$ 1,825	\$ 1,825	\$ -
Other financing uses:				
Transfers out	(1,200)	(1,825)	(1,825)	-
Change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance, end of year			<u><u>\$ -</u></u>	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - MONUMENT PRESERVATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Interest, rents, and concessions	\$ -	\$ -	\$ 192	\$ 192
Charges for services	13,000	13,000	13,820	820
Total revenues	13,000	13,000	14,012	1,012
Expenditures:				
General Government				
Monumentation	10,000	10,000	-	10,000
Excess of revenues over expenditures	3,000	3,000	14,012	11,012
Other financing uses:				
Transfers out	(3,000)	(3,000)	-	3,000
Change in fund balance	\$ -	\$ -	14,012	\$ 14,012
Fund balance, beginning of year			27,988	
Fund balance, end of year			\$ 42,000	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - TUOLUMNE COUNTY BH HOUSING SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Interest, rents, and concessions	\$ 15,345	\$ 15,345	\$ 17,519	\$ 2,174
Intergovernmental:				
State	31,637	31,637	31,640	3
Total revenues	46,982	46,982	49,159	2,177
Expenditures:				
Health and sanitation:				
Tuolumne County BH housing	46,982	46,982	46,157	825
Change in fund balance	\$ -	\$ -	3,002	\$ 3,002
Fund balance, beginning of year			7,732	
Fund balance, end of year			\$ 10,734	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CEMETERY DISTRICTS SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 76,552	\$ 76,552	\$ 73,289	\$ (3,263)
Interest, rents, and concessions	4,007	4,007	2,429	(1,578)
Intergovernmental:				
State	1,063	1,063	1,320	257
Charges for services	23,000	23,000	21,706	(1,294)
Miscellaneous	820	820	1,965	1,145
Total revenues	105,442	105,442	100,709	(4,733)
Expenditures:				
Public protection:				
Carter cemetery	271,757	271,757	51,019	220,738
Columbia cemetery	72,965	72,965	17,215	55,750
Jamestown cemetery	57,813	62,076	2,320	59,756
Oak Grove cemetery	10,634	10,634	7,050	3,584
Shaws Flat Springfield cemetery	126,236	128,328	1,144	127,184
Total expenditures	539,405	545,760	78,748	467,012
Change in fund balance	\$ (433,963)	\$ (440,318)	21,961	\$ 462,279
Fund balance, beginning of year			440,318	
Fund balance, end of year			\$ 462,279	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CHILDREN AND FAMILIES
COMMISSION SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Interest, rents, and concessions	\$ 5,331	\$ 5,331	\$ 4,524	\$ (807)
Intergovernmental:				
State	472,609	512,719	494,444	(18,275)
Charges for services	-	14,000	13,635	(365)
Miscellaneous	8,000	-	1,209	1,209
	<u>485,940</u>	<u>532,050</u>	<u>513,812</u>	<u>(18,238)</u>
Total revenues				
Expenditures:				
Health and sanitation:				
Prop. 10 - general	576,644	559,405	522,356	37,049
Fee Based Services	-	14,000	13,635	365
	<u>576,644</u>	<u>573,405</u>	<u>535,991</u>	<u>37,414</u>
Total expenditures				
Change in fund balance	<u>\$ (90,704)</u>	<u>\$ (41,355)</u>	(22,179)	<u>\$ 19,176</u>
Fund balance, beginning of year			<u>838,032</u>	
Fund balance, end of year			<u>\$ 815,853</u>	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COUNTY SERVICE AREAS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 70,592	\$ 70,592	\$ 69,936	\$ (656)
Interest, rents, and concessions	18,544	18,544	11,820	(6,724)
Intergovernmental:				
State	114,126	1,053	1,033	(20)
Charges for services	238,352	351,425	351,134	(291)
Total revenues	441,614	441,614	433,923	(7,691)
Expenditures:				
Public ways and facilities:				
CSA #2 Lake Don Pedro #2,3	93,620	93,620	88	93,532
CSA #3 Lake Don Pedro #1	153,529	153,529	1,728	151,801
CSA #4 Jupiter Subdivision	5,398	5,398	8	5,390
CSA #5 Emerald Ranch	35,649	35,649	491	35,158
CSA #8 Lake Don Pedro #4,5	4,514	4,514	4	4,510
CSA #10 Monte Grande Heights	109,172	109,172	17,651	91,521
CSA #13 Yosemite Highland	102,804	102,804	3,913	98,891
CSA #20 Cedar Ridge Road	200,113	200,113	56,241	143,872
CSA #26 Manzanita Drive	17,220	17,220	1,255	15,965
CSA #28 Rough & Ready Ridge	138,129	138,129	28,954	109,175
CSA #29 Comstock Ranch	104,543	104,543	44,923	59,620
CSA #31 Curtis Creek Ranch	9,205	9,205	-	9,205
CSA #32 Ridgewood Units 2,3	380,121	380,121	106,038	274,083
CSA #35 Preston Lane	31,259	31,259	727	30,532
CSA #36 Columbia Vista Estates	57,822	57,822	1,071	56,751
CSA #37 Mi-Wuk Pines Estates	72,971	72,971	4,354	68,617
CSA #40 Sunnyhill Subdivision	7,575	7,575	-	7,575
CSA #42 Meadow Oak Park	5,109	5,109	-	5,109
CSA #43 Black Oak Estates	125,608	125,608	19,596	106,012
CSA #45 Buena Oaks Estates	3,455	3,455	-	3,455
CSA #46 MT. Ridge Estates	9,154	9,154	-	9,154
CSA #47 Cherry Valley Golf & Co	191,303	191,303	4,446	186,857
CSA #48 Sonora Vista Estate	144,482	144,482	20,844	123,638
CSA #49 Poppy Hill Subdivision	40,507	40,507	4,488	36,019
CSA #50 Yosemite Estates	2,913	2,913	-	2,913
CSA #51 Twain Harte Heights	57,715	57,715	17,766	39,949
CSA #52 Gina Lane	2,296	2,296	-	2,296
CSA #53 Whispering Woods	121,381	121,381	19,146	102,235
CSA #55 Vilas Lanes	1,727	1,727	-	1,727
CSA #56 Milla Villa Estates	117,452	117,452	9,958	107,494
CSA #57 Countryside Estates	2,457	2,457	1,628	829
CSA #58 Chaparral Heights	67,029	67,029	22,164	44,865
CSA #59 Mountain Vista	27,070	27,070	1,373	25,697
CSA #60 Gibbs Ranch #7	1,344	1,344	1,344	-
CSA #61 Granite Ridge	2,428	2,428	-	2,428
CSA #62 Sierra Meadows	100,033	100,033	3,120	96,913
CSA # 64-Eagle Ridge	56,141	56,141	1,190	54,951

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COUNTY SERVICE AREAS
SPECIAL REVENUE FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
CSA #65 Deer Park	4,538	4,538	25	4,513
PRD-Apple Valley Unit 03	6,364	6,364	778	5,586
Total expenditures	2,614,150	2,614,150	395,312	2,218,838
Change in fund balance	<u>\$ (2,172,536)</u>	<u>\$ (2,172,536)</u>	38,611	<u>\$ 2,211,147</u>
Fund balance, beginning of year			2,172,537	
Fund balance, end of year			<u>\$ 2,211,148</u>	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - LIGHTING DISTRICTS SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 105,015	\$ 105,015	\$ 105,658	\$ 643
Interest, rents, and concessions	12,085	12,085	7,753	(4,332)
Intergovernmental:				
State	1,553	1,553	1,509	(44)
Total revenues	118,653	118,653	114,920	(3,733)
Expenditures:				
Public ways and facilities:				
Columbia Lighting District	444,412	444,412	8,090	436,322
Groveland Lighting District	312,173	312,173	2,155	310,018
Jamestown Lighting District	163,485	163,485	13,157	150,328
Rolling Hills Lighting District	60,278	60,278	1,946	58,332
South Sonora Lighting District	148,919	148,919	2,107	146,812
Tuolumne Lighting District	302,932	302,932	12,472	290,460
Valle Vista Lighting District	18,910	18,910	1,505	17,405
Volponi Acres Lighting District	59,745	59,745	2,728	57,017
Total expenditures	1,510,854	1,510,854	44,160	1,466,694
Change in fund balance	\$ (1,392,201)	\$ (1,392,201)	70,760	\$ 1,462,961
Fund balance, beginning of year			1,392,202	
Fund balance, end of year			\$ 1,462,962	

OTHER GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS



Capital projects funds are used to account for financial resources to be used for the acquisition of major capital facilities (other than those financed by proprietary funds).

Road Construction – This fund is used to account for the activities related to major construction projects like bridges and new roads or highways.

County Capital – This fund is used to account for all County capital projects not accounted for in the Road Construction Fund.

Airport Construction – This fund is used to account for construction and improvement of Pine Mountain Lake and Columbia airports.

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ROAD CONSTRUCTION CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Interest, rents, and concessions	\$ -	\$ -	\$ 6,396	\$ 6,396
Intergovernmental:				
State	1,960,000	1,960,000	100,000	(1,860,000)
Federal	4,204,587	4,656,739	506,580	(4,150,159)
Other	1,501,202	1,751,202	127,841	(1,623,361)
Charges for services	5,572,838	5,572,838	660,470	(4,912,368)
Total revenues	13,238,627	13,940,779	1,401,287	(12,539,492)
Expenditures:				
Public ways and facilities:				
Public works projects	15,050,268	16,091,970	2,307,881	13,784,089
Changes in fund balance (budgetary basis)	<u>\$ (1,811,641)</u>	<u>\$ (2,151,191)</u>	(906,594)	<u>\$ 1,244,597</u>
Basis adjustment:				
Agency funds allocation			123,874	
Change in fund balance (GAAP basis)			(782,720)	
Fund balance, beginning of year			3,938,884	
Fund balance, end of year			<u>\$ 3,156,164</u>	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COUNTY CAPITAL CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2014

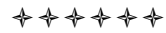
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Interest, rents, and concessions	\$ -	\$ -	\$ 3,525	\$ 3,525
Intergovernmental:				
State	657,269	657,269	328,072	(329,197)
Charges for services	100,000	251,000	242,728	(8,272)
Miscellaneous	305,145	305,145	310,145	5,000
Total revenues	1,062,414	1,213,414	884,470	(328,944)
Expenditures:				
Public ways and facilities:				
County capital projects	3,076,922	3,312,584	2,042,971	1,269,613
Deficiency of revenues under expenditures	(2,014,508)	(2,099,170)	(1,158,501)	940,669
Other financing sources:				
Transfers in	1,847,495	1,847,995	1,788,191	(59,804)
Change in fund balance	\$ (167,013)	\$ (251,175)	629,690	\$ 880,865
Fund balance (deficit), beginning of year			(997,638)	
Fund balance (deficit), end of year			\$ (367,948)	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND POSITION
BUDGET AND ACTUAL - AIRPORT CONSTRUCTION CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Miscellaneous	\$ -	\$ 54,385	\$ 53,962	\$ (423)
Expenditures:				
Public ways and facilities:				
Plant acquisition - airport construction	-	54,385	7,684	46,701
Change in fund balance	<u>\$ -</u>	<u>\$ -</u>	46,278	<u>\$ 46,278</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance, end of year			<u><u>\$ 46,278</u></u>	

OTHER GOVERNMENTAL FUNDS

PERMANENT FUND



The Permanent Fund is used to account for financial resources of the Cemetery Endowment that are legally restricted to the extent that only earnings, and not principal, may be used.

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PERMANENT FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Interest, rents, and concessions	\$ 2,285	\$ 2,285	\$ 1,551	\$ (734)
Charges for services	4,000	4,000	3,517	(483)
Miscellaneous	400	400	1,537	1,137
Total revenues	6,685	6,685	6,605	(80)
Expenditures:				
Public protection:				
Carter cemetery endowment	29,723	29,723	-	29,723
Columbia cemetery endowment	104,262	104,262	-	104,262
Jamestown cemetery endowment	4,227	4,227	-	4,227
Oak Grove cemetery endowment	13,895	13,895	-	13,895
Total expenditures	152,107	152,107	-	152,107
Change in fund balance	\$ (145,422)	\$ (145,422)	6,605	\$ 152,027
Fund balance, beginning of year			280,225	
Fund balance, end of year			\$ 286,830	

INTERNAL SERVICE FUNDS



Internal service funds are used to account for the financing of goods or services by one department or agency to other departments or agencies of the County, or to other governments, on a cost-reimbursement basis. A more detailed description of the funds established and used by the County follows:

Workers' Compensation – This fund is used to account for the County's workers' compensation revenues, expenses and estimated long-term liability.

Liability Insurance – This fund is used to account for the County's general liability revenues, expenses and estimated long-term liability.

Purchasing and Special Services – This fund is used to account for the County's general purchasing as special services activity.

Telecommunications – This fund is used to account for the activity of telecommunications services provided for County activities.

Unemployment Insurance – This fund is used to account for the activity related to the County's unemployment insurance benefits.

Employee Group Insurance – This fund is used to account for the activity related to the County's employee group insurance benefits.

Employee Leave Liability – This fund is used to account for the activity related to the County's employee leave liability benefits.

Post Retirement Insurance – This fund is used to account for the activity related to the County's post retirement insurance benefits.

Fleet/Radio Services – This fund is used to account for the activity related to the maintenance of the County's vehicles and radio communication services.

COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2014

	Workers' Compensation	Liability Insurance	Purchasing and Special Services	Telecommunications	Unemployment Insurance
Assets:					
Current assets:					
Cash and investments	\$ 4,065,553	\$ 223,891	\$ 135,158	\$ 495,993	\$ 292,755
Accounts receivable	-	71,500	-	-	-
Intergovernmental receivables	-	-	251	6,316	-
Prepaid items	-	-	-	-	-
Inventories	-	-	-	-	-
Total current assets	4,065,553	295,391	135,409	502,309	292,755
Noncurrent assets:					
Restricted cash and investments	100,000	-	-	-	-
Advances to other funds	2,702,502	-	-	-	-
Capital assets:					
Depreciable, net	-	-	12,784	520	-
Total noncurrent assets	2,802,502	-	12,784	520	-
Total assets	6,868,055	295,391	148,193	502,829	292,755
Liabilities:					
Current liabilities:					
Accounts payable	58,011	1,318	29,984	33,491	23,488
Salaries and benefits payable	-	-	3,484	-	-
Accrued compensated absences	-	-	-	-	-
Accrued claims	1,695,341	50,000	-	-	-
Total current liabilities	1,753,352	51,318	33,468	33,491	23,488
Noncurrent liabilities:					
Advances from other funds	-	-	-	-	-
Accrued compensated absences	-	-	25,658	-	-
Net OPEB obligation	-	-	-	-	-
Accrued claims	7,030,735	50,000	-	-	-
Total noncurrent liabilities	7,030,735	50,000	25,658	-	-
Total liabilities	8,784,087	101,318	59,126	33,491	23,488
Net Position:					
Net investment in capital assets	-	-	12,784	520	-
Unrestricted	(1,916,032)	194,073	76,283	468,818	269,267
Total net position	\$ (1,916,032)	\$ 194,073	\$ 89,067	\$ 469,338	\$ 269,267

Employee Group Insurance	Employee Leave Liability	Post Retirement Insurance	Fleet/Radio Services	Total Internal Service	
					Assets:
					Current assets:
\$ 93	\$ -	\$ 3,372,428	\$ 87,671	\$ 8,673,542	Cash and investments
-	-	-	1,075	72,575	Accounts receivable
-	-	-	18,413	24,980	Intergovernmental receivables
416,407	-	10,838	-	427,245	Prepaid items
-	-	-	1,461	1,461	Inventories
<u>416,500</u>	<u>-</u>	<u>3,383,266</u>	<u>108,620</u>	<u>9,199,803</u>	Total current assets
					Noncurrent assets:
-	-	-	-	100,000	Restricted cash and investments
-	-	-	-	2,702,502	Advances to other funds
-	-	-	375,117	388,421	Capital assets:
					Depreciable, net
<u>-</u>	<u>-</u>	<u>-</u>	<u>375,117</u>	<u>3,190,923</u>	Total noncurrent assets
<u>416,500</u>	<u>-</u>	<u>3,383,266</u>	<u>483,737</u>	<u>12,390,726</u>	Total assets
					Liabilities:
					Current liabilities:
2,279	-	-	17,005	165,576	Accounts payable
-	-	-	20,232	23,716	Salaries and benefits payable
-	1,200,000	-	-	1,200,000	Accrued compensated absences
-	-	-	-	1,745,341	Accrued claims
<u>2,279</u>	<u>1,200,000</u>	<u>-</u>	<u>37,237</u>	<u>3,134,633</u>	Total current liabilities
					Noncurrent liabilities:
391,800	2,170,252	-	-	2,562,052	Advances from other funds
-	3,845,515	-	79,695	3,950,868	Accrued compensated absences
-	-	13,609,000	-	13,609,000	Net OPEB obligation
-	-	-	-	7,080,735	Accrued claims
<u>391,800</u>	<u>6,015,767</u>	<u>13,609,000</u>	<u>79,695</u>	<u>27,202,655</u>	Total noncurrent liabilities
<u>394,079</u>	<u>7,215,767</u>	<u>13,609,000</u>	<u>116,932</u>	<u>30,337,288</u>	Total liabilities
					Net Position:
-	-	-	375,117	388,421	Net investment in capital assets
<u>22,421</u>	<u>(7,215,767)</u>	<u>(10,225,734)</u>	<u>(8,312)</u>	<u>(18,334,983)</u>	Unrestricted
<u>\$ 22,421</u>	<u>\$ (7,215,767)</u>	<u>\$ (10,225,734)</u>	<u>\$ 366,805</u>	<u>\$ (17,946,562)</u>	Total net position

COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Workers' Compensation	Liability Insurance	Purchasing and Special Services	Telecommunications	Unemployment Insurance
Operating revenues:					
Charges for services	\$ 3,105,859	\$ 910,020	\$ 756,755	\$ 859,413	\$ 103,963
Miscellaneous	-	294,043	-	-	-
Total operating revenues	3,105,859	1,204,063	756,755	859,413	103,963
Operating expenses:					
Salaries and benefits	346,796	-	150,014	-	-
Professional fees	178,718	88,754	25,817	162,950	7,404
Claims	1,926,986	989,539	-	-	432
Health insurance benefits	-	-	-	-	-
Unemployment benefits	-	-	-	-	128,708
General and administrative	159,544	96,887	529,542	742,799	12,883
Depreciation	-	-	8,527	12,275	-
Total operating expenses	2,612,044	1,175,180	713,900	918,024	149,427
Operating income (loss)	493,815	28,883	42,855	(58,611)	(45,464)
Nonoperating revenues:					
Interest income	36,106	193	618	2,637	1,814
Interest expense	-	-	-	-	-
Total nonoperating revenues	36,106	193	618	2,637	1,814
Change in net position	529,921	29,076	43,473	(55,974)	(43,650)
Net position, beginning of year	(2,445,953)	164,997	45,594	525,312	312,917
Net position, end of year	\$ (1,916,032)	\$ 194,073	\$ 89,067	\$ 469,338	\$ 269,267

Employee Group Insurance	Employee Leave Liability	Post Retirement Insurance	Fleet/Radio Services	Total Internal Service	
\$ 6,263,521	\$ 1,506,468	\$ 890,124	\$ 1,045,152	\$ 15,441,275	Operating revenues:
-	-	-	180	294,223	Charges for services
					Miscellaneous
6,263,521	1,506,468	890,124	1,045,332	15,735,498	Total operating revenues
-	913,447	-	563,775	1,974,032	Operating expenses:
444	-	4,564	37,778	506,429	Salaries and benefits
-	-	-	-	2,916,957	Professional fees
6,291,623	-	3,258,053	-	9,549,676	Claims
-	-	-	-	128,708	Health insurance benefits
-	-	11,608	437,582	1,990,845	Unemployment benefits
-	-	-	204,609	225,411	General and administrative
					Depreciation
6,292,067	913,447	3,274,225	1,243,744	17,292,058	Total operating expenses
(28,546)	593,021	(2,384,101)	(198,412)	(1,556,560)	Operating income (loss)
-	2,996	17,442	212	62,018	Nonoperating revenues:
(1,913)	-	-	-	(1,913)	Interest income
					Interest expense
(1,913)	2,996	17,442	212	60,105	Total nonoperating revenues
(30,459)	596,017	(2,366,659)	(198,200)	(1,496,455)	Change in net position
52,880	(7,811,784)	(7,859,075)	565,005	(16,450,107)	Net position, beginning of year
\$ 22,421	\$ (7,215,767)	\$ (10,225,734)	\$ 366,805	\$ (17,946,562)	Net position, end of year

**COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014**

	Workers' Compensation	Liability Insurance	Purchasing and Special Services	Telecommunications	Unemployment Insurance
Cash Flows from operating activities:					
Receipts from interfund services provided	\$ 3,105,859	\$ 1,132,563	\$ 757,220	\$ 855,407	\$ 103,963
Payments to suppliers	(332,816)	(258,141)	(549,202)	(873,201)	(152,507)
Payments to employees	(364,655)	-	(123,897)	-	-
Claims paid	(1,727,986)	(1,105,162)	-	-	(432)
Net cash provided by (used for) operating activities	<u>680,402</u>	<u>(230,740)</u>	<u>84,121</u>	<u>(17,794)</u>	<u>(48,976)</u>
Cash flows from noncapital financing activities:					
Advances to other funds	(1,012,935)	-	-	-	-
Advances from other funds	-	-	-	-	-
Interest paid	-	-	-	-	-
Net cash provided by (used for) noncapital financing activities:	<u>(1,012,935)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities:					
Interest received	<u>36,106</u>	<u>193</u>	<u>618</u>	<u>2,637</u>	<u>1,814</u>
Net increase (decrease) in cash and cash equivalents	(296,427)	(230,547)	84,739	(15,157)	(47,162)
Cash and cash equivalents, beginning of year	<u>4,461,980</u>	<u>454,438</u>	<u>50,419</u>	<u>511,150</u>	<u>339,917</u>
Cash and cash equivalents, end of year	<u><u>\$ 4,165,553</u></u>	<u><u>\$ 223,891</u></u>	<u><u>\$ 135,158</u></u>	<u><u>\$ 495,993</u></u>	<u><u>\$ 292,755</u></u>
Reconciliation to the Statement of Net Position:					
Cash and investments	\$ 4,065,553	\$ 223,891	\$ 135,158	\$ 495,993	\$ 292,755
Restricted cash and investments	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and cash equivalents	<u><u>\$ 4,165,553</u></u>	<u><u>\$ 223,891</u></u>	<u><u>\$ 135,158</u></u>	<u><u>\$ 495,993</u></u>	<u><u>\$ 292,755</u></u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ 493,815	\$ 28,883	\$ 42,855	\$ (58,611)	\$ (45,464)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation expense	-	-	8,527	12,275	-
Changes in assets and liabilities:					
Accounts receivable, net	-	(71,500)	-	-	-
Intergovernmental receivables	-	-	465	(4,006)	-
Prepaid items	-	-	-	-	-
Inventories	-	-	-	-	-
Accounts payable	5,446	(72,500)	6,157	32,548	(3,512)
Salaries and benefits payable	(17,859)	-	459	-	-
Net OPEB obligation	-	-	-	-	-
Accrued compensated absences	-	-	25,658	-	-
Accrued claims	<u>199,000</u>	<u>(115,623)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by (used for) operating activities	<u><u>\$ 680,402</u></u>	<u><u>\$ (230,740)</u></u>	<u><u>\$ 84,121</u></u>	<u><u>\$ (17,794)</u></u>	<u><u>\$ (48,976)</u></u>

Employee Group Insurance	Employee Leave Liability	Post Retirement Insurance	Fleet/Radio Services	Total Internal Service	
\$ 6,263,521	\$ 1,506,468	\$ 890,124	\$ 1,025,844	\$ 15,640,969	Cash Flows from operating activities:
(6,336,721)	-	(485,044)	(464,606)	(9,452,238)	Receipts from interfund services provided
-	(2,306,749)	-	(581,178)	(3,376,479)	Payments to suppliers
-	-	-	-	(2,833,580)	Payments to employees
(73,200)	(800,281)	405,080	(19,940)	(21,328)	Claims paid
					Net cash provided by (used for) operating activities
-	-	-	-	(1,012,935)	Cash flows from noncapital financing activities:
75,200	797,285	-	-	872,485	Advances to other funds
(1,913)	-	-	-	(1,913)	Advances from other funds
					Interest paid
73,287	797,285	-	-	(142,363)	Net cash provided by (used for) noncapital financing activities:
-	2,996	17,442	212	62,018	Cash flows from investing activities:
87	-	422,522	(19,728)	(101,673)	Interest received
6	-	2,949,906	107,399	8,875,215	Net increase (decrease) in cash and cash equivalents
\$ 93	\$ -	\$ 3,372,428	\$ 87,671	\$ 8,773,542	Cash and cash equivalents, beginning of year
					Cash and cash equivalents, end of year
\$ 93	\$ -	\$ 3,372,428	\$ 87,671	\$ 8,673,542	Reconciliation to the Statement of Net Position:
-	-	-	-	100,000	Cash and investments
\$ 93	\$ -	\$ 3,372,428	\$ 87,671	\$ 8,773,542	Restricted cash and investments
					Total cash and cash equivalents
\$ (28,546)	\$ 593,021	\$ (2,384,101)	\$ (198,412)	(1,556,560)	Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:
-	-	-	204,609	225,411	Operating income (loss)
-	-	-	(1,075)	(72,575)	Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:
-	-	-	(18,413)	(21,954)	Depreciation expense
(45,119)	-	(1,718)	-	(46,837)	Changes in assets and liabilities:
-	-	-	260	260	Accounts receivable, net
465	-	-	10,494	(20,902)	Intergovernmental receivables
-	-	-	2,685	(14,715)	Prepaid items
-	-	2,790,899	-	2,790,899	Inventories
-	(1,393,302)	-	(20,088)	(1,387,732)	Accounts payable
-	-	-	-	83,377	Salaries and benefits payable
\$ (73,200)	\$ (800,281)	\$ 405,080	\$ (19,940)	\$ (21,328)	Net OPEB obligation
					Accrued compensated absences
					Accrued claims
					Net cash provided by (used for) operating activities



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AGENCY FUNDS



Agency funds are custodial in nature and do not involve measurement of results of operations. Such funds have no equity since all assets are due to individuals or entities at some future time.

Property Tax Collection – This fund is used to account for property tax collections awaiting apportionment to other governmental agencies.

Local Transportation – This fund is used to account for the quarter of one percent sales tax collected by the State Board of Equalization and deposited with the county of origin for local transportation support. The Tuolumne County Transportation Council, the regional agency responsible for administration of these monies, directs their use and distribution.

Emergency Medical – This fund is used to account for fines collected to pay for medical services for the indigent (SB611) and allocated to third parties.

**COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014**

	Balance at June 30, 2013	Additions	Deductions	Balance at June 30, 2014
Property Tax Collection				
Assets:				
Cash and investments	\$ -	\$ 94,598,128	\$ 94,598,128	\$ -
Taxes receivable	10,096,024	12,968,396	11,048,027	12,016,393
Total assets	<u>\$ 10,096,024</u>	<u>\$ 107,566,524</u>	<u>\$ 105,646,155</u>	<u>\$ 12,016,393</u>
Liabilities:				
Advances from other funds	\$ 2,960,384	\$ 1,370,012	\$ 2,960,384	\$ 1,370,012
Agency obligations	7,135,640	3,533,854	23,113	10,646,381
Total liabilities	<u>\$ 10,096,024</u>	<u>\$ 4,903,866</u>	<u>\$ 2,983,497</u>	<u>\$ 12,016,393</u>
Local Transportation				
Assets:				
Cash and investments	\$ 4,893,348	\$ 6,599,086	\$ 5,335,240	\$ 6,157,194
Intergovernmental receivables	1,112,586	831,425	1,112,586	831,425
Total assets	<u>\$ 6,005,934</u>	<u>\$ 7,430,511</u>	<u>\$ 6,447,826</u>	<u>\$ 6,988,619</u>
Liabilities:				
Agency obligations	\$ 6,005,934	\$ 2,103,343	\$ 1,120,658	\$ 6,988,619
Total liabilities	<u>\$ 6,005,934</u>	<u>\$ 2,103,343</u>	<u>\$ 1,120,658</u>	<u>\$ 6,988,619</u>
Emergency Medical				
Assets:				
Cash and investments	\$ 74,898	\$ 86,849	\$ 88,836	\$ 72,911
Total assets	<u>\$ 74,898</u>	<u>\$ 86,849</u>	<u>\$ 88,836</u>	<u>\$ 72,911</u>
Liabilities:				
Agency obligations	\$ 74,898	\$ 70,579	\$ 72,566	\$ 72,911
Total liabilities	<u>\$ 74,898</u>	<u>\$ 70,579</u>	<u>\$ 72,566</u>	<u>\$ 72,911</u>

**COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Balance at June 30, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 2014</u>
Total - All Agency Funds				
Assets:				
Cash and investments	\$ 4,968,246	\$ 101,284,063	\$ 100,022,204	\$ 6,230,105
Taxes receivable	10,096,024	12,968,396	11,048,027	12,016,393
Intergovernmental receivables	<u>1,112,586</u>	<u>831,425</u>	<u>1,112,586</u>	<u>831,425</u>
Total assets	<u><u>\$ 16,176,856</u></u>	<u><u>\$ 115,083,884</u></u>	<u><u>\$ 112,182,817</u></u>	<u><u>\$ 19,077,923</u></u>
Liabilities:				
Advances from other funds	\$ 2,960,384	\$ 1,370,012	\$ 2,960,384	\$ 1,370,012
Agency obligations	<u>13,216,472</u>	<u>5,707,776</u>	<u>1,216,337</u>	<u>17,707,911</u>
Total liabilities	<u><u>\$ 16,176,856</u></u>	<u><u>\$ 7,077,788</u></u>	<u><u>\$ 4,176,721</u></u>	<u><u>\$ 19,077,923</u></u>



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County of Tuolumne California

Statistical Section



STATISTICAL SECTION



This part of the County of Tuolumne's comprehensive annual financial report provides supplemental information for the benefit of the readers. This section presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the County's overall financial health.

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

Schedule 1 – Net Position by Component

Schedule 2 – Changes in Net Position

Schedule 3 – Fund Balances of Governmental Funds

Schedule 4 – Changes in Fund Balances, Governmental Funds

Schedule 5 – Tax Revenues by Source, Governmental Funds

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

Schedule 6 – Assessed Value of Taxable Property

Schedule 7 – Direct and Overlapping Property Tax Rates

Schedule 8 – Principal Property Taxpayers

Schedule 9 – Property Tax Levies and Collections

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

Schedule 10 – Ratios of Outstanding Debt by Type

Schedule 11 – Ratios of General Bonded Debt Outstanding

Schedule 12 – Direct and Overlapping Governmental Activities Debt

Schedule 13 – Legal Debt Margin Information

Schedule 14 – Pledged Revenue Coverage

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

Schedule 15 – Demographic and Economic Statistics

Schedule 16 – Principal Employers

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

Schedule 17 – Full-Time Equivalent County Employees by Function

Schedule 18 – Operating Indicators by Function

Schedule 19 – Capital Assets Statistics by Function

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.



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COUNTY OF TUOLUMNE, CALIFORNIA
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)

Schedule 1
Financial Trends

	Fiscal Year									
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Governmental activities										
Net investment in capital assets	\$47,613,046	\$50,010,046	\$47,739,711	\$46,217,118	\$46,256,146	\$54,462,497	\$55,709,298	\$59,513,815	\$59,227,052	\$59,526,824
Restricted	31,682,658	27,252,825	30,530,085	33,051,827	30,344,393	28,862,829	28,984,395	33,328,953	35,235,273	37,539,706
Unrestricted	<u>2,273,777</u>	<u>(1,622,862)</u>	<u>(3,622,233)</u>	<u>(2,274,859)</u>	<u>(4,509,430)</u>	<u>(10,731,061)</u>	<u>(12,551,180)</u>	<u>(13,457,907)</u>	<u>(13,529,684)</u>	<u>(12,959,053)</u>
Total governmental activities net position	<u>81,569,481</u>	<u>75,640,009</u>	<u>74,647,563</u>	<u>76,994,086</u>	<u>72,091,109</u>	<u>72,594,265</u>	<u>72,142,513</u>	<u>79,384,861</u>	<u>80,932,641</u>	<u>84,107,477</u>
Business-type activities										
Net investment in capital assets	10,540,245	11,022,785	12,540,681	12,364,712	12,054,950	11,854,379	10,729,007	8,956,738	8,467,600	8,099,395
Restricted	274,814	311,388	772,760	382,270	419,285	432,143	472,727	500,394	523,379	561,586
Unrestricted	<u>(8,258,289)</u>	<u>(6,174,002)</u>	<u>(5,723,740)</u>	<u>(9,434,132)</u>	<u>(13,957,153)</u>	<u>(11,312,348)</u>	<u>(11,263,363)</u>	<u>(9,453,361)</u>	<u>(7,850,004)</u>	<u>(6,857,810)</u>
Total business-type activities net position	<u>2,556,770</u>	<u>5,160,171</u>	<u>7,589,701</u>	<u>3,312,850</u>	<u>(1,482,918)</u>	<u>974,174</u>	<u>(61,629)</u>	<u>3,771</u>	<u>1,140,975</u>	<u>1,803,171</u>
Primary government										
Net investment in capital assets	58,153,291	61,032,831	60,280,392	58,581,830	58,311,096	66,316,876	66,438,305	68,470,553	67,694,652	67,626,219
Restricted	31,957,472	27,564,213	31,302,845	33,434,097	30,763,678	29,294,972	29,457,122	33,829,347	35,758,652	38,101,292
Unrestricted	<u>(5,984,512)</u>	<u>(7,796,864)</u>	<u>(9,345,973)</u>	<u>(11,708,991)</u>	<u>(18,466,583)</u>	<u>(22,043,409)</u>	<u>(23,814,543)</u>	<u>(22,911,268)</u>	<u>(21,379,688)</u>	<u>(19,816,863)</u>
Total net position	<u>\$84,126,251</u>	<u>\$80,800,180</u>	<u>\$82,237,264</u>	<u>\$80,306,936</u>	<u>\$70,608,191</u>	<u>\$73,568,439</u>	<u>\$72,080,884</u>	<u>\$79,388,632</u>	<u>\$82,073,616</u>	<u>\$85,910,648</u>

Source: Annual Financial Reports

COUNTY OF TUOLUMNE, CALIFORNIA

Changes in Net Position

Last Ten Fiscal Years

(Accrual Basis of Accounting)

Schedule 2

Financial Trends

	Fiscal Year									
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Expenses										
Governmental activities:										
General government	\$ 15,155,420	\$ 16,539,535	\$ 15,604,958	\$ 17,927,110	\$ 16,222,730	\$ 15,451,199	\$ 15,174,897	\$ 14,337,877	\$ 14,425,898	\$ 14,671,243
Public protection	27,352,016	29,174,432	30,142,288	33,886,040	34,478,168	33,225,736	32,822,196	33,267,274	33,368,240	35,223,215
Public ways and facilities	8,444,217	9,284,993	8,395,063	9,041,406	10,616,764	9,228,467	10,384,455	8,616,555	9,422,174	8,843,495
Health and sanitation	10,850,902	12,597,128	12,154,748	12,935,931	14,979,342	14,150,887	12,926,057	10,793,289	11,798,125	12,084,090
Public assistance	16,649,868	19,452,193	18,660,028	17,732,946	19,508,559	19,724,037	19,778,978	19,451,358	18,977,109	21,020,216
Education	1,210,690	1,432,414	1,395,303	1,463,879	1,501,365	1,256,725	1,227,941	1,200,832	1,086,517	1,153,310
Recreation and cultural services	1,463,086	1,559,125	1,683,948	1,737,867	1,801,717	1,568,443	1,445,154	1,419,156	1,662,433	1,720,730
Interest on long term debt	22,755	10,638	176,012	270,301	291,235	270,323	263,676	244,218	238,987	233,778
Total governmental activities expenses	81,148,954	90,050,458	88,212,348	94,995,480	99,399,880	94,875,817	94,023,354	89,330,559	90,979,483	94,950,077
Business-type activities:										
General Medical Facility	30,867,019	36,120,540	38,220,097	15,789,738	10,292,846	8,419,817	7,242,055	3,726,957	-	-
Solid Waste	1,073,106	1,102,926	845,119	3,102,109	4,154,121	1,096,872	2,502,000	2,560,505	377,688	1,042,971
Ambulance	3,152,902	3,354,725	3,559,791	4,224,401	4,443,895	4,335,974	4,351,339	4,802,901	4,731,041	4,742,764
Airport	703,442	921,130	719,861	769,275	821,209	753,127	751,191	760,701	696,901	705,713
VNA of the Mother Lode	3,625,032	4,061,207	5,592,774	5,446,784	4,917,584	969,680	-	-	-	-
Public Transportation	1,348,599	1,361,229	1,690,218	2,062,631	2,156,242	2,128,484	-	-	-	-
Public Power Agency	1,560,106	1,534,839	1,405,460	1,722,058	1,846,140	1,650,890	1,568,699	1,519,385	1,754,206	1,947,976
Total business-type activities expenses	42,330,206	48,456,596	52,033,320	33,116,996	28,632,037	19,354,844	16,415,284	13,370,449	7,559,836	8,439,424
Total expenses	123,479,160	138,507,054	140,245,668	128,112,476	128,031,917	114,230,661	110,438,638	102,701,008	98,539,319	103,389,501
Program Revenues										
Governmental Activities:										
Charges for services:										
General government	8,673,914	11,174,809	11,058,782	11,608,849	8,731,697	10,115,024	9,049,063	8,087,213	7,052,925	7,622,183
Public protection	4,001,694	4,023,938	3,857,690	3,811,379	3,637,789	3,309,650	2,623,476	3,391,519	2,754,079	2,907,743
Public ways and facilities	5,274,486	2,310,244	2,720,544	2,242,940	1,447,791	1,944,470	1,717,256	2,204,545	1,816,660	1,507,014
Health and sanitation	1,527,673	1,444,996	1,299,495	1,305,271	1,466,256	580,480	785,711	765,059	556,130	541,820
Public assistance	480,133	574,236	647,705	753,958	745,406	709,011	405,975	307,082	233,947	287,259
Education	30,793	31,049	68,694	45,628	48,308	60,734	47,122	39,195	14,553	17,550
Recreation and cultural services	217,521	226,175	291,862	248,621	254,554	252,139	207,155	240,720	223,959	220,519
Operating Grants and contributions	26,034,177	31,113,715	29,956,181	30,440,389	32,452,016	33,939,350	31,982,477	32,358,948	31,964,514	36,668,001
Capital grants and contributions	2,954,328	1,109,826	532,358	1,329,288	1,456,719	4,654,018	3,847,494	2,305,324	1,271,170	1,062,493
Total governmental activities program revenues	49,194,719	52,008,988	50,433,311	51,786,323	50,240,536	55,564,876	50,665,729	49,699,605	45,887,937	50,834,582
Business-type Activities:										
Charges for services:										
General Medical Facility	27,416,825	27,930,873	28,108,691	9,002,787	5,917,029	5,499,349	6,193,560	2,537,081	-	-
Solid Waste	1,616,430	1,454,344	1,424,989	1,351,046	1,228,219	1,174,569	1,242,352	1,339,075	1,249,118	1,240,439
Ambulance	3,346,846	3,389,368	3,663,048	3,966,271	4,317,026	3,839,236	4,193,231	4,812,009	4,791,119	4,630,701
Airport	371,565	398,179	432,675	413,362	414,903	424,911	372,397	377,439	402,836	407,303
VNA of the Mother Lode	3,003,649	3,207,816	3,209,233	4,178,132	4,368,411	620,865	-	-	-	-
Public Transportation	456,284	434,943	515,187	577,233	535,031	496,326	-	-	-	-
Public Power Agency	1,588,142	1,462,971	1,462,910	1,372,390	1,480,624	1,542,394	1,626,109	1,622,225	1,615,546	1,787,753
Operating Grants and contributions	1,191,281	1,471,695	1,493,085	2,095,449	1,900,051	1,359,700	464,862	200,886	74,374	698,941
Capital grants and contributions	43,356	157,904	143,346	134,019	87,710	432,066	-	-	-	-
Total business-type activities program revenues	39,034,378	39,908,093	40,453,164	23,090,689	20,249,004	15,389,416	14,092,511	10,888,715	8,132,993	8,765,137
Total program revenues	88,229,097	91,917,081	90,886,475	74,877,012	70,489,540	70,954,292	64,758,240	60,588,320	54,020,930	59,599,719

Continued

COUNTY OF TUOLUMNE, CALIFORNIA
Changes in Net Position (Continued)
Last Ten Fiscal Years
(Accrual Basis of Accounting)

Schedule 2
Financial Trends

	Fiscal Year									
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Net (expense) revenue										
Governmental activities	\$ (31,954,235)	\$ (38,041,470)	\$ (37,779,037)	\$ (43,209,157)	\$ (49,159,344)	\$ (39,310,941)	\$ (43,357,625)	\$ (39,630,954)	\$ (45,091,546)	\$ (44,115,495)
Business-type activities	(3,295,828)	(8,548,503)	(11,580,156)	(10,026,307)	(8,383,033)	(3,965,428)	(2,322,773)	(2,481,734)	573,157	325,713
Total net expense	<u>(35,250,063)</u>	<u>(46,589,973)</u>	<u>(49,359,193)</u>	<u>(53,235,464)</u>	<u>(57,542,377)</u>	<u>(43,276,369)</u>	<u>(45,680,398)</u>	<u>(42,112,688)</u>	<u>(44,518,389)</u>	<u>(43,789,782)</u>
General Revenues and Other										
Changes in Net Position										
Governmental Activities:										
Taxes:										
Property	19,719,949	22,545,907	24,777,319	26,678,566	27,539,807	26,309,709	25,000,179	24,518,857	24,050,554	24,383,703
Property transfer	672,257	672,622	447,453	319,083	207,004	209,899	227,688	232,647	282,707	329,650
Transient occupancy	1,171,269	1,375,760	1,374,444	1,515,725	1,417,832	1,491,006	1,823,081	2,208,794	2,416,923	2,250,796
Sales taxes shared state revenue	14,980,175	15,679,601	15,941,751	15,617,504	13,187,419	11,956,647	13,543,771	14,366,215	15,797,046	16,031,868
Grants and other intergovernmental revenue not restricted to specific programs	3,002,924	2,428,991	3,257,936	3,409,183	2,804,918	2,798,355	2,475,266	3,077,383	2,921,866	3,162,302
Unrestricted investment earnings	780,939	2,246,676	1,716,815	2,338,695	921,138	725,136	395,416	436,165	482,115	394,022
Gain on sale of capital assets	102,417	2,603	-	65,395	-	-	70,439	157,347	465,903	-
Other	1,438,248	609,731	830,248	736,186	1,010,175	1,140,107	949,973	852,328	656,454	1,055,745
Transfers	(4,437,826)	(10,983,116)	(13,842,281)	(5,124,657)	(2,831,926)	(4,816,762)	(1,579,940)	1,023,566	(203,831)	(317,755)
Total governmental activities	<u>37,430,352</u>	<u>34,578,775</u>	<u>34,503,685</u>	<u>45,555,680</u>	<u>44,256,367</u>	<u>39,814,097</u>	<u>42,905,873</u>	<u>46,873,302</u>	<u>46,869,737</u>	<u>47,290,331</u>
Business-type Activities:										
Unrestricted investment earnings	142,897	148,514	146,541	133,136	39,621	35,232	21,753	20,700	20,762	13,728
Gain on sale of capital assets	-	2,080	-	-	43,782	158,837	5,041	-	4,230	-
Other	377,864	18,194	20,864	491,663	191,079	1,381,864	566,025	-	-	5,000
Special items	-	-	-	-	-	-	(885,789)	-	-	-
Extraordinary items	-	-	-	-	-	-	-	3,550,000	335,224	-
Transfers	4,437,826	10,983,116	13,842,281	5,124,657	2,831,926	4,816,762	1,579,940	(1,023,566)	203,831	317,755
Total Business-type activities	<u>4,958,587</u>	<u>11,151,904</u>	<u>14,009,686</u>	<u>5,749,456</u>	<u>3,106,408</u>	<u>6,392,695</u>	<u>1,286,970</u>	<u>2,547,134</u>	<u>564,047</u>	<u>336,483</u>
Total revenues and other changes in net position	<u>\$ 42,388,939</u>	<u>\$ 45,730,679</u>	<u>\$ 48,513,371</u>	<u>\$ 51,305,136</u>	<u>\$ 47,362,775</u>	<u>\$ 46,206,792</u>	<u>\$ 44,192,843</u>	<u>\$ 49,420,436</u>	<u>\$ 47,433,784</u>	<u>\$ 47,626,814</u>
Changes in Net Position										
Governmental activities	\$ 5,476,117	\$ (3,462,695)	\$ (3,275,352)	\$ 2,346,523	\$ (4,902,977)	\$ 503,156	\$ (451,752)	\$ 7,242,348	\$ 1,778,191	\$ 3,174,836
Business-type activities	1,662,759	2,603,401	2,429,530	(4,276,851)	(5,276,625)	2,427,267	(1,035,803)	65,400	1,137,204	662,196
Total changes in net position	<u>\$ 7,138,876</u>	<u>\$ (859,294)</u>	<u>\$ (845,822)</u>	<u>\$ (1,930,328)</u>	<u>\$ (10,179,602)</u>	<u>\$ 2,930,423</u>	<u>\$ (1,487,555)</u>	<u>\$ 7,307,748</u>	<u>\$ 2,915,395</u>	<u>\$ 3,837,032</u>

Source: Annual Financial Reports

COUNTY OF TUOLUMNE, CALIFORNIA
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

Schedule 3
Financial Trends

	Fiscal Year									
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
General Fund										
Reserved	\$ 950,274	\$ 1,385,086	\$ 1,757,852	\$ 6,840,631	\$ 6,340,317					
Unreserved	8,843,060	7,830,442	4,377,326	1,249,672	1,786,546					
Nonspendable						\$ 5,014,522	\$ 4,763,564	\$ 5,226,827	\$ 2,961,554	\$ 1,371,182
Committed						-	-	-	-	1,002,814
Assigned						259,097	1,732,385	214,780	274,768	564,948
Unassigned						1,117,806	-	85,938	4,148,506	5,487,358
Total General Fund	9,793,334	9,215,528	6,135,178	8,090,303	8,126,863	6,391,425	6,495,949	5,527,545	7,384,828	8,426,302
All other governmental funds										
Reserved	11,510,264	6,350,019	7,837,182	8,622,262	8,529,682					
Unreserved, reported in:										
Special revenue funds	22,154,258	18,248,305	19,519,915	20,142,775	17,964,958					
Capital projects funds	2,289,560	4,147,766	4,388,169	4,048,091	3,600,011					
Permanent fund	-	-	226,401	238,699	249,742					
Nonspendable						11,285,183	242,351	197,515	208,167	224,419
Restricted						17,653,766	28,742,044	33,131,438	35,027,106	37,315,287
Unassigned						(2,928,065)	(2,614,109)	(769,766)	(997,638)	(367,948)
Total all other governmental funds	35,954,082	28,746,090	31,971,667	33,051,827	30,344,393	26,010,884	26,370,286	32,559,187	34,237,635	37,171,758
Total governmental funds	\$ 45,747,416	\$ 37,961,618	\$ 38,106,845	\$ 41,142,130	\$ 38,471,256	\$ 32,402,309	\$ 32,866,235	\$ 38,086,732	\$ 41,622,463	\$ 45,598,060

Note: The County implemented GASB Statement No. 54 beginning with fiscal year 2009-10.

Source: Annual Financial Reports

COUNTY OF TUOLUMNE, CALIFORNIA

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

Schedule 4

Financial Trends

	Fiscal Year									
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Revenues										
Taxes	\$ 21,563,475	\$ 24,594,289	\$ 26,599,216	\$ 28,513,374	\$ 29,164,643	\$ 28,010,614	\$ 27,050,948	\$ 26,960,298	\$ 26,750,184	\$ 26,964,149
Licenses and permits	2,443,085	2,545,053	2,353,455	2,336,157	1,887,753	1,603,198	1,461,649	1,514,500	1,418,628	1,691,726
Fines, forfeits and penalties	2,050,378	1,893,077	1,924,056	1,927,457	1,867,210	1,841,961	1,781,742	1,691,907	1,666,606	1,614,039
Interest, rents and concessions	636,188	2,027,654	1,358,702	1,956,133	706,875	548,290	277,561	341,048	381,309	332,004
Intergovernmental revenues	46,801,361	49,667,167	49,506,735	50,716,804	49,901,072	53,238,413	51,806,686	52,107,870	51,879,386	56,791,108
Charges for services	15,712,751	15,347,317	15,667,261	15,753,032	12,576,838	13,526,349	11,592,367	11,828,926	9,567,019	9,798,323
Miscellaneous	1,438,248	609,731	830,248	736,186	1,010,175	1,140,107	949,973	852,328	731,664	1,189,301
Total revenues	<u>90,645,486</u>	<u>96,684,288</u>	<u>98,239,673</u>	<u>101,939,143</u>	<u>97,114,566</u>	<u>99,908,932</u>	<u>94,920,926</u>	<u>95,296,877</u>	<u>92,394,796</u>	<u>98,380,650</u>
Expenditures										
General government	13,177,604	14,768,996	14,268,508	15,962,038	14,492,881	13,756,470	13,503,834	12,794,736	12,835,466	13,165,000
Public protection	26,500,974	28,086,898	29,753,500	32,274,087	32,565,830	30,899,115	30,547,011	31,284,748	31,680,634	34,095,028
Public ways and facilities	6,310,302	7,035,952	6,754,268	7,238,609	8,476,717	6,895,127	8,024,537	6,121,423	6,925,772	6,419,857
Health and sanitation	10,803,647	12,474,481	12,174,579	12,876,623	14,634,914	13,976,029	12,589,600	10,658,527	11,680,183	11,968,711
Public assistance	16,558,054	19,343,103	18,558,647	17,653,855	19,438,866	19,618,137	19,425,536	19,217,444	18,771,883	20,839,430
Education	1,135,460	1,362,793	1,341,091	1,406,055	1,428,810	1,181,421	1,119,057	1,114,349	1,064,910	1,137,690
Recreation and cultural services	1,442,269	1,498,537	1,633,825	1,684,216	1,683,059	1,455,283	1,328,737	1,330,601	1,508,891	1,581,057
Capital outlay	5,054,447	6,538,480	3,121,371	4,936,085	5,065,136	13,234,840	6,065,975	7,997,842	5,175,294	4,691,555
Debt service										
Principal	450,828	150,140	88,689	221,319	214,171	173,575	131,026	136,358	141,707	142,076
Costs of Issuance	-	-	284,069	-	-	-	-	-	-	-
Interest	22,755	10,638	133,831	274,103	294,971	274,092	267,478	248,056	242,741	237,563
Total expenditures	<u>81,456,340</u>	<u>91,270,018</u>	<u>88,112,378</u>	<u>94,526,990</u>	<u>98,295,355</u>	<u>101,464,089</u>	<u>93,002,791</u>	<u>90,904,084</u>	<u>90,027,481</u>	<u>94,277,967</u>
Excess of revenues over (under) expenditures	<u>9,189,146</u>	<u>5,414,270</u>	<u>10,127,295</u>	<u>7,412,153</u>	<u>(1,180,789)</u>	<u>(1,555,157)</u>	<u>1,918,135</u>	<u>4,392,793</u>	<u>2,367,315</u>	<u>4,102,683</u>
Other financing sources (uses)										
Transfers in	4,526,092	9,343,259	5,320,246	5,502,412	5,563,337	7,504,251	6,204,927	8,949,491	5,375,658	5,739,019
Transfers out	(7,721,282)	(20,477,902)	(18,185,526)	(9,993,496)	(7,067,159)	(12,045,778)	(7,735,428)	(9,149,554)	(5,579,489)	(5,892,118)
Contributions	167,743	380,501	181,491	79,560	-	-	-	-	-	-
Debt issued	-	-	6,310,000	-	-	-	-	-	-	-
Premium on debt issued	-	-	89,069	-	-	-	-	-	-	-
Litigation Settlement	-	-	(6,000,000)	-	-	-	-	-	-	-
Loan proceeds	450,000	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	187,580	20,851	19,746	34,656	13,737	27,737	76,292	1,027,767	1,372,247	26,013
Total other financing sources (uses)	<u>(2,389,867)</u>	<u>(10,733,291)</u>	<u>(12,264,974)</u>	<u>(4,376,868)</u>	<u>(1,490,085)</u>	<u>(4,513,790)</u>	<u>(1,454,209)</u>	<u>827,704</u>	<u>1,168,416</u>	<u>(127,086)</u>
Net change in fund balances	<u>\$ 6,799,279</u>	<u>\$ (5,319,021)</u>	<u>\$ (2,137,679)</u>	<u>\$ 3,035,285</u>	<u>\$ (2,670,874)</u>	<u>\$ (6,068,947)</u>	<u>\$ 463,926</u>	<u>\$ 5,220,497</u>	<u>\$ 3,535,731</u>	<u>\$ 3,975,597</u>
Debt service as a percentage of non-capital expenditures	0.62%	0.19%	0.60%	0.55%	0.55%	0.51%	0.50%	0.45%	0.45%	0.42%

Source: Annual Financial Reports

COUNTY OF TUOLUMNE, CALIFORNIA
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years

Schedule 5
Financial Trends

	Fiscal Year									
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Property Taxes	\$ 19,719,949	\$ 22,545,907	\$ 24,777,319	\$ 26,678,566	\$ 27,539,807	\$ 26,309,709	\$ 25,000,179	\$ 24,518,857	\$ 24,050,554	\$ 24,383,703
Transient Occupancy Tax	1,171,269	1,375,760	1,374,444	1,515,725	1,417,832	1,491,006	1,823,081	2,208,794	2,416,923	2,250,796
Property Transfer Tax	672,257	672,622	447,453	319,083	207,004	209,899	227,688	232,647	282,707	329,650
	<u>\$ 21,563,475</u>	<u>\$ 24,594,289</u>	<u>\$ 26,599,216</u>	<u>\$ 28,513,374</u>	<u>\$ 29,164,643</u>	<u>\$ 28,010,614</u>	<u>\$ 27,050,948</u>	<u>\$ 26,960,298</u>	<u>\$ 26,750,184</u>	<u>\$ 26,964,149</u>

Source: Annual Financial Reports

COUNTY OF TUOLUMNE, CALIFORNIA
Assessed Value of Taxable Property
Last Ten Fiscal Years

Schedule 6

Revenue Capacity Information

Fiscal Year	Land Value	Improvement Value	Fixed Equipment Value	Personal Property Value	Exemptions	Total Value	Total Direct Tax Rate
2004-05	\$ 1,564,107,326	\$ 3,035,952,519	\$ 58,870,151	\$ 216,645,305	\$ (230,465,872)	\$ 4,645,109,429	1.000000
2005-06	1,733,669,191	3,365,964,240	57,119,356	228,901,010	(238,449,355)	5,147,204,442	1.000000
2006-07	1,957,913,518	3,717,656,365	56,507,453	245,340,409	(245,405,292)	5,732,012,453	1.000000
2007-08	2,145,103,991	4,008,372,025	66,343,776	248,407,548	(257,171,119)	6,211,056,221	1.000000
2008-09	2,276,735,511	4,245,622,498	63,664,917	265,448,345	(266,653,333)	6,584,817,938	1.000000
2009-10	2,271,634,724	4,199,985,004	63,634,216	270,136,621	(279,277,026)	6,526,113,539	1.000000
2010-11	2,151,336,639	4,028,578,248	58,328,750	188,623,454	(282,889,854)	6,143,977,237	1.000000
2011-12	2,029,511,527	3,928,332,808	60,551,794	258,429,348	(290,404,590)	5,986,420,887	1.000000
2012-13	1,971,293,241	3,851,220,543	71,364,256	256,188,947	(294,220,576)	5,855,846,411	1.000000
2013-14	1,985,819,504	3,909,973,464	69,508,305	259,043,511	(293,355,715)	5,930,989,069	1.000000

Notes: Includes locally assessed Secured and Unsecured Roll property values, does not include Utility Roll values. Breakdown of residential and commercial values not available.

Due to passage of the Proposition 13 (Prop 13) property tax initiative in 1978, the County does not track the estimated actual value of all properties in the County. Under Prop 13, property is assessed at the 1975 market value with an annual increase limited to 2% on properties not involved in a change of ownership or properties that did not undergo new construction. Newly acquired property is assessed at its new market value (usually the purchase price) and the value of any new construction is added to the existing base value of a parcel. As a result, similar properties can have substantially different assessed values based on the date of purchase. Additionally, Prop 13 limits the property tax rate to 1% of assessed value, plus the rate necessary to fund local voter-approved bonds and special assessments.

Source: County of Tuolumne - Assessor's Office

COUNTY OF TUOLUMNE, CALIFORNIA
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Schedule 7
Revenue Capacity Information

Fiscal Year	Countywide AB-8	Special Districts Bonds	Schools Bonds	Cities Bonds	Total
2004-05	1.0000	0.0642	0.5140	0.0330	1.6112
2005-06	1.0000	0.0644	0.5138	0.0350	1.6132
2006-07	1.0000	0.0531	0.5134	0.0140	1.5805
2007-08	1.0000	0.0532	0.5133	0.0120	1.5785
2008-09	1.0000	0.0533	0.5134	0.0113	1.5780
2009-10	1.0000	0.0529	0.5137	0.0114	1.5780
2010-11	1.0000	0.0528	0.5139	0.0111	1.5778
2011-12	1.0000	0.0528	0.5139	0.0111	1.5778
2012-13	1.0000	0.0526	0.5141	0.0110	1.5777
2013-14	1.0000	0.0526	0.5141	0.0110	1.5777

Note: In June 1978, California voters approved Proposition 13, which restricted property taxes to a County-wide rate of 1% per \$100 of assessed value plus voter approved indebtedness. The distribution of County-wide basic tax rate of 1% is based on the County's AB 8 Apportionment factors.

Source: Tuolumne County Auditor-Controller Property Tax Section

COUNTY OF TUOLUMNE, CALIFORNIA
Principal Property Taxpayers
Fiscal Years 2014 and 2005

Schedule 8
Revenue Capacity Information

Taxpayer	Fiscal Year 2014			Fiscal Year 2005		
	Assessed Value	Rank	% of County	Assessed Value	Rank	% of County
Pacific Gas & Electric	\$ 118,066,476	1	1.99%	\$ 69,347,033	1	1.49%
Sierra Pacific Industries	60,957,216	2	1.03%	52,229,109	2	1.12%
City & County of San Francisco	45,312,410	3	0.76%	39,171,236	3	0.84%
Portola Minerals (Blue Mountain)	20,245,564	4	0.34%	19,440,238	4	0.42%
Nationwide Health Prop Inc (Avalon)	15,048,771	5	0.25%			
Pacific Bell	14,591,567	6	0.25%	15,562,187	5	0.34%
Sonora/Five Assoc. (Junction)	13,712,907	7	0.23%	11,039,653	6	0.24%
LOWE'S HIW Inc	12,643,316	8	0.21%			
Wal-Mart	12,291,755	9	0.21%	10,001,028	9	0.22%
Sonora Plaza 1 LLC	11,890,294	10	0.20%	10,133,707	7	0.22%
Skyline Place Holdings LLC				10,163,830	8	0.22%
R1 Timberhills LLC				9,538,416	10	0.21%
	<u>\$ 324,760,276</u>		<u>5.48%</u>	<u>\$ 246,626,437</u>		<u>5.31%</u>
Countywide Assessed Value	\$5,930,989,069			\$4,645,109,429		

Source: Tuolumne County Assessor/Recorder

COUNTY OF TUOLUMNE, CALIFORNIA
Property Tax Levies and Collections
Last Ten Fiscal Years

Schedule 9
Revenue Capacity Information

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	% of Levy		Amount ¹	% of Levy
2004-05	\$ 49,850,712	\$ 48,620,855	97.53%	\$ 1,053,117	\$ 49,673,972	99.65%
2005-06	55,939,608	54,537,242	97.49%	1,218,945	55,756,187	99.67%
2006-07	62,293,344	60,340,752	96.87%	1,363,726	61,704,478	99.05%
2007-08	67,552,173	64,772,348	95.88%	2,085,030	66,857,378	98.97%
2008-09	71,106,023	67,983,387	95.61%	2,618,976	70,602,363	99.29%
2009-10	71,433,620	68,273,766	95.58%	2,435,151	70,708,917	98.99%
2010-11	68,476,487	65,882,390	96.21%	1,700,816	67,583,206	98.70%
2011-12	67,064,957	64,990,600	96.91%	2,043,038	67,033,638	99.95%
2012-13	66,032,479	64,002,893	96.93%	1,926,685	65,929,578	99.84%
2013-14	67,379,307	65,480,715	97.18%	N/A	65,480,715	97.18%

¹ Collections include delinquent (abstract) bills.

Source: Auditor-Controller Office/Crest Tax System

COUNTY OF TUOLUMNE, CALIFORNIA
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Schedule 10
Debt Capacity Information

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Taxable Assessed Value ¹	Percentage of Personal Income ²	Per Capita ²
	Judgement Obligation Bonds	Notes Payable	Capital Leases	Notes Payable	Capital Leases				
2004-05	\$ -	\$ -	\$ 471,636	\$ 42,996	\$ 1,763,259	\$ 2,277,891	0.05%	0.13%	\$ 40.11
2005-06	-	-	321,496	512,397	1,408,269	2,242,162	0.04%	0.12%	39.56
2006-07	6,282,090	115,000	232,807	460,347	1,078,313	8,168,557	0.14%	0.40%	144.99
2007-08	6,154,121	109,868	141,620	410,190	736,736	7,552,535	0.12%	0.37%	134.10
2008-09	6,036,152	104,454	47,863	7,189,853	380,486	13,758,808	0.21%	0.70%	246.37
2009-10	5,913,183	98,742	-	7,385,580	154,682	13,552,187	0.21%	0.67%	245.68
2010-11	5,785,214	92,716	-	5,705,932	-	11,583,862	0.19%	0.54%	211.76
2011-12	5,652,245	86,358	-	2,087,768	-	7,826,371	0.13%	0.35%	144.80
2012-13	5,514,276	79,651	-	1,683,547	-	7,277,474	0.12%	0.32%	135.08
2013-14	5,376,307	72,575	-	1,289,588	-	6,738,470	0.11%	n/a	125.71

¹ See Schedule 6, Assessed Value and Actual Value of Taxable Property, for total taxable assessed value.

² See Schedule 15, Demographic and Economic Statistics, for the population and personal income figures. These ratios are calculated using personal income and population for the most recent calendar year.

Source: Annual Financial Reports

COUNTY OF TUOLUMNE, CALIFORNIA
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Schedule 11
Debt Capacity Information

Fiscal Year	Judgement Obligation Bonds	Total General Bonded Debt	Percentage of Taxable Assessed Value ¹	Per Capita ²
2004-05	\$ -	\$ -	0.00%	\$ -
2005-06	-	-	0.00%	-
2006-07	6,282,090	6,282,090	0.11%	111.51
2007-08	6,154,121	6,154,121	0.10%	109.27
2008-09	6,036,152	6,036,152	0.09%	108.09
2009-10	5,913,183	5,913,183	0.09%	107.20
2010-11	5,785,214	5,785,214	0.09%	105.76
2011-12	5,652,245	5,652,245	0.09%	104.57
2012-13	5,514,276	5,514,276	0.09%	102.36
2013-14	5,376,307	5,376,307	0.09%	100.30

¹ See Schedule 6, Assessed Value and Actual Value of Taxable Property, for total taxable assessed value.

² See Schedule 15, Demographic and Economic Statistics, for the population and personal income figures. These ratios are calculated using personal income and population for the most recent calendar year.

Source: Annual Financial Reports

COUNTY OF TUOLUMNE, CALIFORNIA
Direct and Overlapping Governmental Activities Debt
As of June 30, 2014

Schedule 12
Debt Capacity Information

	(1)		
	Percentage		County's
Net Debt	Applicable		Share of
Outstanding	to County		Debt
DEBT REPAYED WITH PROPERTY TAXES:			
SCHOOL DISTRICTS			
Summerville High School	\$ 24,308,766	100%	\$ 24,308,766
SPECIAL DISTRICTS			
Groveland Community Service Dist	49,070	100%	<u>49,070</u>
Sub-total Overlapping Debt			24,357,836
COUNTY			<u>5,376,307</u>
Total Direct and Overlapping Debt			<u><u>\$ 29,734,143</u></u>

Source: Auditor-Controller, County of Tuolumne

Note:

(1) Percentage of overlapping agency's assessed valuation located within the boundaries of the County.

COUNTY OF TUOLUMNE, CALIFORNIA
Legal Debt Margin Information
Last Ten Fiscal Years

Schedule 13
Debt Capacity Information

Fiscal Year	Assessed Value of Property	Debt Limit, 1.25% of Assessed Value	Debt Applicable to the Limit	Legal Debt Margin	Total Net Debt Applicable to the Limit as a % of Debt Limit
2004-05	\$ 4,645,109,429	\$ 58,063,868	\$ -	\$ 58,063,868	0.00%
2005-06	5,147,204,442	64,340,056	-	64,340,056	0.00%
2006-07	5,732,012,453	71,650,156	6,282,090	65,368,066	8.77%
2007-08	6,211,056,221	77,638,203	6,154,121	71,484,082	7.93%
2008-09	6,584,817,938	82,310,224	6,036,152	76,274,072	7.33%
2009-10	6,526,113,539	81,576,419	5,913,183	75,663,236	7.25%
2010-11	6,143,977,237	76,799,715	5,785,214	71,014,501	7.53%
2011-12	5,986,420,887	74,830,261	5,652,245	69,178,016	7.55%
2012-13	5,855,846,411	73,198,080	5,514,276	67,683,804	7.53%
2013-14	5,930,989,069	74,137,363	5,376,307	68,761,056	7.25%

Source: Tuolumne County Auditor-Controller's and Assessor's Office

COUNTY OF TUOLUMNE, CALIFORNIA

Pledged Revenue Coverage

Schedule 14

Debt Capacity Information

GASB Statement No. 44, Economic Condition Reporting: The Statistical Section, requires that the County show all nongeneral obligation long-term debt backed by pledged revenues. The County has no nongeneral obligation long-term debt.

COUNTY OF TUOLUMNE, CALIFORNIA
Demographic and Economic Statistics
Last Ten Fiscal Years

Schedule 15
Demographic and Economic Information

Fiscal Year	Population¹	Change	Personal Income¹ (Thousand of dollars)	Change	Per Capita Personal Income¹	Change	Unemployment Rate¹
2004-05	56,788	0.3%	\$ 1,799,357	5.7%	\$ 31,686	5.4%	6.2%
2005-06	56,680	-0.2%	1,912,084	6.3%	33,735	6.5%	5.6%
2006-07	56,339	-0.6%	2,017,288	5.5%	35,806	6.1%	6.2%
2007-08	56,320	0.0%	2,054,697	1.9%	36,483	1.9%	7.7%
2008-09	55,845	-0.8%	1,970,940	-4.1%	35,293	-3.3%	12.8%
2009-10	55,162	-1.2%	2,020,683	2.5%	36,628	3.8%	13.4%
2010-11	54,703	-0.8%	2,134,088	5.6%	39,012	6.5%	12.7%
2011-12	54,050	-1.2%	2,240,390	5.0%	41,450	6.2%	11.7%
2012-13	53,874	-0.3%	2,268,970	1.3%	42,116	1.6%	9.8%
2013-14	53,604	-0.5%	n/a ²		n/a ²		8.9%

Note:

Bureau of Economic Analysis revised estimates for 2001-2012 included

Sources:

¹ US Dept of Commerce - Bureau of Economic Analysis

² Data not yet published.

COUNTY OF TUOLUMNE, CALIFORNIA
Principal Employers
June 30, 2014 and June 30, 2008

Schedule 16

Demographic and Economic Information

June 30, 2014			June 30, 2008		
Employer	Number of Employees	% of County	Employer	Number of Employees	% of County
Sierra Conservation Corrections Dept	1,000-4,999	3.8%-18.9%	Sierra Conservation Corrections Dept	1,000-4,999	3.7%-18.4%
Sonora Regional Medical Center	1,000-4,999	3.8%-18.9%	Black Oak Casino	500-999	1.8% - 3.7%
Black Oak Casino	500-999	1.9% - 3.8%	Sonora Regional Medical Center	500-999	1.8% - 3.7%
Dodge Ridge Ski Resort	500-999	1.9% - 3.8%	Dodge Ridge Ski Resort	250-499	0.9% - 1.8%
Wal-Mart	250-499	0.9% - 1.9%	MRL Industries Inc	250-499	0.9% - 1.8%
Hetch Hetchy Water & Power	250-499	0.9% - 1.9%	Wal-Mart	250-499	0.9% - 1.8%
Safeway	100-249	0.4% - 0.9%	Avalon Care Center	100-249	0.4% - 0.9%
Chicken Ranch Bingo & Casino	100-249	0.4% - 0.9%	Chicken Ranch Bingo & Casino	100-249	0.4% - 0.9%
Diestel Turkey Ranch	100-249	0.4% - 0.9%	Columbia College	100-249	0.4% - 0.9%
Kohl's Department Store	100-249	0.4% - 0.9%	Diestel Turkey Ranch	100-249	0.4% - 0.9%
Lowe's Home Improvement Center	100-249	0.4% - 0.9%	Hetch Hetchy Water & Power	100-249	0.4% - 0.9%
Lair of the Golden Bear	100-249	0.4% - 0.9%	Lair of the Golden Bear	100-249	0.4% - 0.9%
Sierra Pacific Industries	100-249	0.4% - 0.9%	Pak 'N Save Foods	100-249	0.4% - 0.9%
Pine Mountain Lake	100-249	0.4% - 0.9%	Sierra Pacific Industries	100-249	0.4% - 0.9%
Avalon Care Center	100-249	0.4% - 0.9%	Sonora Union High School	100-249	0.4% - 0.9%
Applebee's Neighborhood Grill	50-99	0.2% - 0.4%	Applebees Neighborhood Grill	50 - 99	0.2% - 0.4%
Orchard Supply Hardware	50-99	0.2% - 0.4%	Big Oak Flat-Groveland School Dist	50 - 99	0.2% - 0.4%
Sierra Motors Inc	50-99	0.2% - 0.4%	Blue Mountain Minerals	50 - 99	0.2% - 0.4%
Twain Harte Market	50-99	0.2% - 0.4%	Columbia Elementary School	50 - 99	0.2% - 0.4%
Union Democrat	50-99	0.2% - 0.4%	Evergreen Lodge - Yosemite	50 - 99	0.2% - 0.4%
Zephyr Whitewater Expeditions	50-99	0.2% - 0.4%	Kinematic Automation	50 - 99	0.2% - 0.4%
Bones Physical Therapy	20-49	0.08% - 0.2%	Orchard Supply Hardware	50 - 99	0.2% - 0.4%
Donaldson Eye Care Assoc	20-49	0.08% - 0.2%	Save Mart	50 - 99	0.2% - 0.4%
Leland High Sierra Snow Play	20-49	0.08% - 0.2%	Sierra Motors	50 - 99	0.2% - 0.4%
LK Lehman Trucking Inc	20-49	0.08% - 0.2%	Twain Harte Market	50 - 99	0.2% - 0.4%
Sierra Repertory Theatre	20-49	0.08% - 0.2%	Waste Management Inc	50 - 99	0.2% - 0.4%
Sonora Ford	20-49	0.08% - 0.2%	Gotchalks	50 - 99	0.2% - 0.4%
Twain Harte Pharmacy	20-49	0.08% - 0.2%	Mervyns	50 - 99	0.2% - 0.4%

Total Workforce in Tuolumne County:

Year	Labor Force	Number of Workers Employed
7/14	24,173	22,016
7/13	24,550	22,160
7/12	25,450	22,480
7/11	25,820	22,450
7/10	25,630	22,060
7/09	25,750	22,550
7/08	25,810	23,760
7/07	25,810	24,210
7/06	25,870	24,380
7/05	26,040	24,350
7/04	25,650	23,870

Note: Tuolumne County itself is a principal employer but is excluded for the purposes of this report. Number of employees reflect an average range based on California Employment Development Department data. Data prior to 2008 unavailable.

Source: EDD Labor Market Info

COUNTY OF TUOLUMNE, CALIFORNIA

Full-time Equivalent County Employees By Function

Last Ten Fiscal Years

Schedule 17

Operating Information

	Fiscal Year									
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
General Government										
Assessor/Recorder	20.00	20.00	18.00	18.00	18.00	18.00	15.00	15.00	15.00	15.00
Auditor-Controller	12.00	12.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
Board of Supervisors	7.00	7.00	7.00	7.00	7.00	6.80	6.00	6.00	6.00	6.00
County Administrative Office	5.00	6.00	6.00	6.00	5.00	5.00	5.00	5.00	5.00	5.00
County Counsel	7.00	7.00	7.00	7.00	7.00	5.00	5.00	4.80	5.00	4.00
Elections	3.00	3.00	3.00	3.00	3.00	2.00	2.00	1.00	1.00	1.00
Facilities Management	33.00	33.00	29.00	29.00	27.00	27.00	24.00	17.00	17.00	16.00
Film Commissioner	-	-	1.00	1.00	1.00	1.00	-	-	-	-
Human Resources	6.80	6.80	6.80	6.80	6.80	4.80	3.80	3.80	3.80	3.80
Information Technology	26.00	29.00	22.00	25.00	25.00	22.00	20.00	15.00	15.00	14.00
Jamestown Mine	-	-	1.00	1.00	1.00	1.00	1.00	0.50	-	-
Office of Revenue Recovery	8.00	8.00	8.00	8.00	7.00	8.00	7.50	6.50	6.50	6.50
Surveyor	4.00	4.00	4.00	4.00	3.00	2.00	2.00	2.00	2.00	2.00
Treasurer/Tax Collector	5.50	5.50	5.50	5.50	4.50	4.50	4.00	4.00	4.00	4.00
Total General Government	137.30	141.30	131.30	134.30	128.30	120.10	108.30	93.60	93.30	90.30
Public Protection										
Animal Control	8.00	9.00	9.00	9.00	10.00	9.00	9.00	8.75	8.75	8.00
Agriculture Comm/Wts & Meas	5.00	6.00	6.00	6.00	6.00	5.00	5.00	4.00	4.00	4.00
Child Support Services	27.00	26.75	27.00	25.81	23.81	24.50	-	-	-	-
Code Compliance	-	-	-	2.00	-	-	-	-	-	-
Community Development Dept	31.75	32.75	32.75	29.75	28.75	22.75	20.75	23.63	23.50	22.50
County Fire	4.00	4.00	7.00	8.00	8.00	7.00	4.50	4.80	3.00	3.00
District Attorney	17.00	18.00	21.00	20.00	19.00	18.00	17.00	16.00	16.00	16.00
Probation	29.00	33.00	34.00	35.00	33.00	31.00	30.00	30.00	37.00	37.00
Public Defender	7.00	7.00	7.00	7.00	7.00	7.00	6.80	6.30	6.30	6.50
Sheriff/Coroner	135.00	138.00	139.00	142.00	139.00	131.00	129.50	125.00	126.00	127.50
Total Public Protection	263.75	274.50	282.75	284.56	274.56	255.25	222.55	218.48	224.55	224.50
Public Ways and Facilities										
Public Works Admin, Eng, Dev, Roads	55.00	59.00	58.00	61.00	61.00	57.00	54.30	43.80	43.00	42.00
Total Public Ways and Facilities	55.00	59.00	58.00	61.00	61.00	57.00	54.30	43.80	43.00	42.00
Health and Sanitation										
Air Pollution Control	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Behavioral Health	4.00	4.00	6.00	6.00	68.50	50.00	49.50	48.80	52.60	53.00
Environmental Health	13.00	13.00	14.00	14.50	10.60	8.63	6.63	-	-	-
Health, Tobacco Control, WIC	31.30	31.15	29.40	26.28	25.20	22.40	22.00	21.90	23.00	24.40
Total Health and Sanitation	50.30	50.15	51.40	48.78	106.30	83.03	80.13	72.70	77.60	79.40
Public Assistance										
D.A. Victim Witness	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Social Services	116.00	116.00	109.00	105.00	105.00	104.00	101.00	98.50	107.00	110.60
Veterans	1.00	1.90	1.90	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Total Public Assistance	120.00	120.90	113.90	110.00	110.00	109.00	106.00	103.50	112.00	115.60
Education										
Farm Advisor	2.00	2.50	2.50	2.50	2.50	2.00	2.00	-	-	-
Library	11.63	11.63	10.50	12.00	12.00	11.00	9.75	8.25	8.25	8.25
Total Education	13.63	14.13	13.00	14.50	14.50	13.00	11.75	8.25	8.25	8.25
Recreation										
Boat Patrol	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
County Museum	-	-	0.75	0.75	0.80	-	-	-	-	-
Recreation	9.75	11.35	9.75	9.75	9.75	8.60	6.55	6.00	6.80	7.20
Total Recreation & Cultural	12.75	14.35	13.50	13.50	13.55	11.60	9.55	9.00	9.80	10.20
Enterprises & Internal Service Funds										
Airports	4.00	4.00	4.00	3.80	4.00	4.00	3.00	3.50	3.50	3.50
Ambulance	-	-	-	-	-	-	-	2.00	2.00	2.00
Fleet/Radio Services	-	-	-	-	-	-	-	7.00	8.00	8.00
Home Health - VNA	29.40	25.00	27.90	27.90	23.80	-	-	-	-	-
Adult Day Health Care	-	-	-	8.30	6.00	-	-	-	-	-
Hospice	6.20	9.00	9.90	9.70	6.80	-	-	-	-	-
Public Transportation	4.00	4.00	5.00	5.00	5.00	5.00	-	-	-	-
Purchasing	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Solid Waste	2.00	2.00	3.50	3.50	4.00	5.00	4.00	4.00	3.00	3.00
Tuolumne General Hospital	230.40	242.00	187.30	-	-	-	-	-	-	-
Tuolumne General Medical Center	-	-	-	67.00	37.40	37.40	34.70	-	-	-
Total Enterprise & Internal	278.00	288.00	239.60	127.20	89.00	53.40	43.70	18.50	18.50	18.50
Grand Total	930.73	962.33	903.45	793.84	797.21	702.38	636.28	567.83	587.00	588.75

Source: County of Tuolumne Adopted Budgets

COUNTY OF TUOLUMNE, CALIFORNIA

Operating Indicators by Function

Last Ten Fiscal Years

Schedule 18

Operating Information

Function	Fiscal Year									
	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05
<u>General Government</u>										
Recorded documents - Assessor-Recorder	14,866	20,306	17,049	16,165	16,342	15,911	21,071	23,479	27,898	27,780
Fictitious Business Names - County Clerk	530	404	469	487	504	464	527	549	538	585
Number of registered voters - Elections	29,784	32,108	31,295	30,646	31,699	31,204	33,666	32,057	32,644	31,168
Applications received - Human Resources	2,217	2,441	1,655	1,244	1,248	1,364	1,540	1,737	1,959	1,109
Maintenance service requests received - Facilities Mgmt	3,173	3,195	3,402	6,165	7,592	6,813	4,388	3,427	3,091	N/A
<u>Public Protection</u>										
Misdemeanor cases filed - District Attorney	2,357	2,372	2,448	2,721	2,620	2,871	2,774	2,467	2,651	2,502
Felony cases filed - District Attorney	939	848	908	785	816	751	845	816	913	882
Arrests - Adults - Sheriff	4,204	4,173	4,447	4,722	4,517	4,820	5,262	1,932	2,092	2,149
Arrests - Juveniles - Sheriff	119	244	156	240	238	247	230	220	250	363
Average Daily Jail Population - Sheriff	139	136	128	129	130	133	138	137	138	133
Cases supervised - Probation - Adult	2,574	2,181	2,075	2,292	2,284	2,289	2,236	2,314	2,208	2,279
Cases supervised - Probation - AB-109	87	65	-	-	-	-	-	-	-	-
Cases supervised - Probation - Juvenile	43	102	119	125	98	127	106	115	118	107
Fire emergency responses - County Fire	701	587	741	673	696	845	872	901	904	N/A
EMS / Medical Aids - County Fire/CDF	5,743	5,812	5,491	5,321	5,518	5,522	5,228	5,105	5,095	N/A
Building permits issued - Community Resource Agency	1,260	1,263	1,507	1,237	1,120	1,181	1,550	1,739	1,957	1,933
Received calls for response - Animal Control	2,787	2,617	2,960	2,847	3,223	3,809	3,800 *	3,842	3,699	3,802
<u>Public Ways & Facilities</u>										
Maintained road lanes (in miles/lanes)	607.5/1214	607.5/1214	607.5/1214	607.5/1214	607.5/1214	607.5/1214	607.5/1214	607.5/1214	607.5/1214	607.5/1214
Percent of roadway miles rehabilitated	-	-	10	16	24	4	4	6	-	3
Potholes repaired	1,000's	1,000's	1,000's	1,000's	1,000's	1,000's	1,000's	1,000's	1,000's	1,000's
<u>Health & Sanitation</u>										
Food inspections - Environmental Health	542	621	591	668	700	731	632	533	640	862
Unduplicated Open Clients served - Mental Health	1,925	1,800	1,974	1,626	1,671	2,166	1,661	2,734	2,720	2,273
Hazardous waste lbs accepted - Solid Waste	443,704	482,448	558,871	623,556	654,029	617,058	672,002	544,026	589,983	292,755
Hazardous waste lbs recycled - Solid Waste	391,247	422,697	502,892	565,691	604,429	540,965	586,727	505,789	492,695	203,572
<u>Public Assistance</u>										
Human Services										
Medi-Cal eligible households aided	50,260	36,753	35,553	34,027	32,731	32,778	17,259	18,302	21,849	22,894
Food stamps eligible households aided	35,541	34,833	34,226	32,216	28,470	22,158	17,127	15,469	13,659	13,888
General assistance eligible cases aided	35	32	24	27	39	42	60	114	165	164
CALWORKS eligible households aided	7,830	8,040	7,900	8,609	8,191	7,380	6,090	6,266	7,140	7,512
<u>Education</u>										
Library										
Number of library visitors	174,219	177,181	178,811	174,501	291,122	370,191	379,982	338,304	396,614	391,177
Number of registered card holders	30,472	27,878	29,138	27,664	26,042	28,723	33,928	32,081	29,968	26,862
Public internet sessions	33,864	42,122	27,875	28,839	23,788	24,957	25,459	21,313	21,407	17,072
<u>Recreation</u>										
Recreational registrations/participants	1,850	4,300	3,100	1,400 *	1,400	1,433	1,399	1,808	7,227	11,396

* Estimated

Source: Various County Departments

COUNTY OF TUOLUMNE, CALIFORNIA

Capital Asset Statistics by Function

Last Ten Fiscal Years

Schedule 19

Operating Information

Function	Fiscal Year									
	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05
<u>General Government</u>										
Administration Buildings	4	4	4	4	4	4	5	5	5	5
Vehicles	31	35	34	37	25	27	24	25	27	26
<u>Public Protection</u>										
Administration buildings	10	10	9	8	8	8	8	8	8	8
Jail and detention facilities	1	1	1	1	1	1	1	1	1	1
Sheriff sub-stations	6	6	6	6	6	6	6	6	6	6
Patrol boats	7	8	7	7	11	11	11	11	10	10
Vehicles/Patrol cars	192	183	175	165	221	241	242	229	227	204
Fire stations	11	11	11	11	11	11	11	11	11	11
Fire engines	17	17	17	14	15	15	16	14	16	15
<u>Public Ways & Facilities</u>										
Administration buildings	1	1	1	1	1	1	1	1	1	1
Maintenance buildings	5	5	5	5	5	5	5	5	5	5
Bridges	11	11	11	11	11	11	11	11	11	11
Roads (miles)	608	608	608	608	608	608	608	608	608	608
Traffic Signals	20	20	20	20	19	19	18	17	17	17
Heavy Equipment	45	50	46	54	54	46	51	49	52	52
Vehicles	63	67	65	63	70	53	66	69	70	70
<u>Health & Sanitation</u>										
Administration buildings	3	3	1	1	1	1	3	3	3	3
Medical Facility	-	-	-	1	1	1	1	1	1	1
Health clinics	-	-	-	-	-	-	2	2	2	2
Hazardous Waste Facilities	3	3	3	3	3	3	3	3	3	3
Vehicles	25	29	24	25	17	23	21	20	22	20
<u>Public Assistance</u>										
Administration buildings	1	1	1	1	1	1	1	1	1	1
Vehicles	30	33	31	30	49	53	53	53	57	54
<u>Education</u>										
Libraries - main	1	1	1	1	1	1	1	1	1	1
Libraries - branches	2	2	6	6	6	6	6	6	6	6
Vehicles	3	3	3	3	3	4	4	5	5	4
<u>Recreation</u>										
Administration buildings	5	5	5	5	5	5	5	5	5	5
Sports fields	9	9	9	9	9	9	9	9	9	9
Vehicles	9	9	9	9	8	9	9	7	7	5

Source: Auditor-Controller's Office capital asset records.