

County of Tuolumne California

Comprehensive Annual Financial Report

Fiscal Year Ended
June 30, 2018



Deborah Bautista, CPA
Clerk and Auditor-Controller

County of Tuolumne California

Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2018



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, 2018**

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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

October 1, 2019

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, 2018, 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, 2018, 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, 2018, 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 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 54,740) 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 8th 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 641 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 2017-2018 County final budget was adopted on September 5, 2017.

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 the 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 policies:

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 2018 was approximately 54,740, an increase of 0.9% over last year and an increase of 0.4% over the 2000 (54,501) census. The County's population ranks 43rd out of 58 California counties.

Local Economy

The County showed a moderate increase in economic indicators during fiscal year 2017-18. Indicators for 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 2017-18, the assessed values increased by 4.2%, and are projected to increase 5.1% for fiscal year 2018-19. Construction of new homes and the volume of real estate sales of all kinds showed a modest increase in our County.

The decrease in real estate prices during the recent recession led to a corresponding increase in the number of properties 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. During the recession, the assessor's office processed over 8,000 reductions to residential parcels. In addition to the residential parcels that were reassessed to reflect the decline in market values, there were also many large commercial and industrial properties that experienced major reductions in their assessed values. During fiscal year 2017-18 many of these properties have been reviewed and had their assessed values increased, but as of June 30, 2018 there are still 4,982 parcels with assessed values less than their original purchase price.

Other economic indicators that reflect local conditions include taxable retail sales and transient occupancy taxes. Countywide retail sales were 3.8% more in fiscal year 2017-18 than in the previous year. Countywide transient occupancy taxes increased by 0.4% in fiscal year 2017-18 from the previous year. This is due to a better and longer snow year, which also resulted in more water in our rivers and lakes for the summer. The Countywide transient occupancy tax rate is 10%.

Although revenue streams to counties from the State of California have been more reliable over the past few years, the state has proven its willingness to significantly reduce state funding to local governments during times of economic hardship. This places counties in a tenuous situation with future state funding agreements, grants and subventions.

The County's unemployment rate continues to be higher than the state average. The state averages in fiscal years 2016-17 and 2017-18 were 5.2% and 4.4%, respectively, while the County's rates were 5.9% and 4.9%, respectively.

Major Initiatives:

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

- The County started planning and design on the County Jail during fiscal year 2015-16, construction started in fiscal year 2017-18, and expects to complete in fiscal year of 2018-19.
- The County completed the inter-structure for the Law and Justice Center.

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 began during fiscal year 2018-19 with completion expected in fiscal year 2020-21.

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. The design phase of this project started in fiscal year 2014-15. Construction started in fiscal year 2017-18 with completion expected in fiscal year 2019-20.

Pension and Other Postemployment Benefits Plans

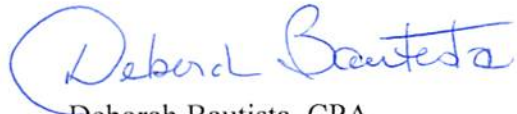
The County contributes to the California Public Employees' Retirement System (CalPERS) for its miscellaneous and safety employees. See Note 6 for information on the County's Pension Plans.

The County also contributes to the CalPERS healthcare program (PEMHCA) to provide medical coverage for its employees. See Note 7 for information on the County's OPEB Plan.

Acknowledgements

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,

A handwritten signature in blue ink that reads "Deborah Bautista". The signature is fluid and cursive, with the first name "Deborah" and last name "Bautista" clearly distinguishable.

Deborah Bautista, CPA
Clerk & Auditor-Controller

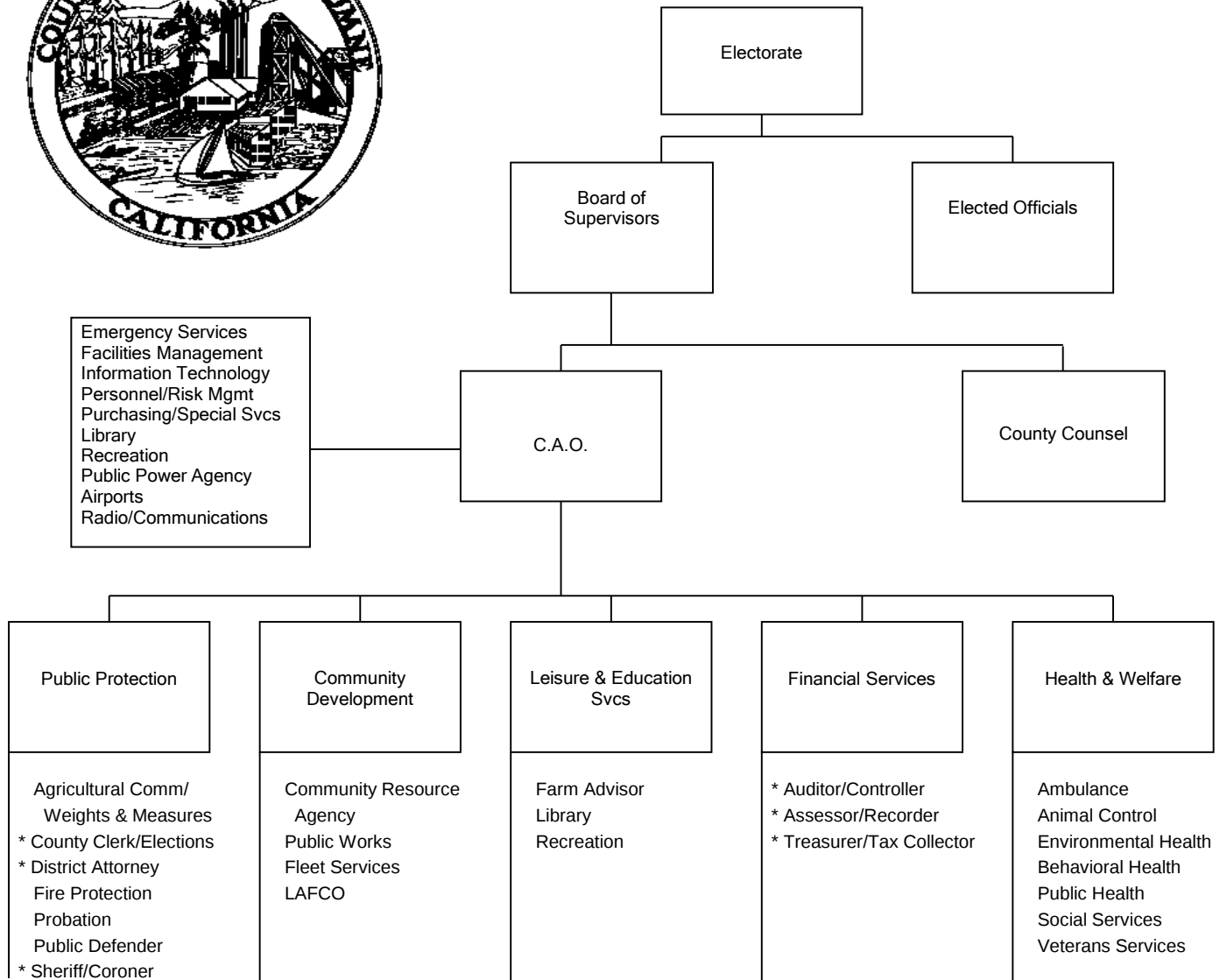
COUNTY OF TUOLUMNE, CALIFORNIA

Elected and Appointed Officials

AGRICULTURAL COMMISSIONER	GARY STOCKEL
AIR POLLUTION	
WEIGHTS & MEASURES	
ANIMAL CONTROL	GARY STOCKEL
* ASSESSOR/RECORDER	KAENAN WHITMAN
* 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	DAVID GONZALES
COMMUNITY DEVELOPMENT DEPT	
AIRPORTS	
ENVIRONMENTAL HEALTH	
FLEET SERVICES	
PUBLIC WORKS	
SOLID WASTE	
COUNTY ADMINISTRATIVE OFFICER	CRAIG PEDRO
COUNTY COUNSEL	SARAH CARRILLO
COUNTY FIRE	JOSH WHITE
COUNTY LIBRARIAN	DEBORAH SAMSON
* DISTRICT ATTORNEY	LAURA KRIEG
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	LINDA DOWNEY
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	MARGUERITE BULKIN
* TREASURER/TAX COLLECTOR	SHELLEY PIECH
OFFICE OF REVENUE RECOVERY	
* INDICATES ELECTED OFFICIAL	



County of Tuolumne Organization Table



* Elected Department Head



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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, 2018, 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, 2018, 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.

Emphasis of Matter

Change in Accounting Principles

As discussed in Note 1 to the basic financial statements, effective July 1, 2017, the County adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of the County's proportionate share of the net pension liability, schedule of the County's pension contributions, schedule of the County's proportionate share of the total other postemployment benefits liability, 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 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 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 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 October 1, 2019, 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 solely 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 effectiveness of the County's 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.

Macias Gini & O'Connell LLP

Sacramento, California

October 1, 2019

Management's Discussion and Analysis (Required Supplementary Information – 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 for the year ended June 30, 2018. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the 2017-18 fiscal year by \$32,102 (*net position*). Of this amount, \$111,877 was the net investment in capital assets and \$43,713 was restricted for specific purposes (*restricted net position*), leaving a deficit unrestricted balance of \$123,488.

The County's total net position, which may serve as a useful indicator of financial position, decreased by \$10,810. The deficit unrestricted balance increased by \$20,577. Restricted net position increased by \$372. The net investment in capital assets increased by \$9,395.

As of June 30, 2018, the County governmental funds reported combined ending fund balances of \$61,995, an increase of \$16,818 in comparison with the prior year. Approximately \$61,341 was available for spending (*restricted, committed, assigned, and unassigned fund balances*).

As of June 30, 2018, the spendable fund balance for the General Fund was \$7,030 or 8.0% of total General Fund expenditures and transfers out.

The County's net pension liability and other postemployment benefits (OPEB) liability/net OPEB obligation increased \$12,753 (14.0%) and \$10,888 (55.5%), respectively, during fiscal year 2017-18.

Overview of Financial Statements

The Financial Section of the Comprehensive Annual Financial Report for the County 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, internal service funds, and agency funds. This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County'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'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 56% 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's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference 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.

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 itself (known as the *primary government*), but also legally separate organizations for which the elected officials of the County 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, 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 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, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental 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, County Fire, and County Capital 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 adopts an annual appropriated budget for its General Fund and its other governmental funds with the exception of its Community Development Block Grants Special Revenue Fund. 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 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 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 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'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 County Fire funds, as well as information about the County's pension plans 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, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$32,102 at June 30, 2018.

Key elements of the County's net position for both governmental activities and business-type activities as of June 30, 2018 and 2017 are as follows:

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
As of June 30,						
Current and other assets	\$ 95,195	\$ 74,325	\$ 4,068	\$ 2,840	\$ 99,263	\$ 77,165
Capital assets	107,697	92,818	9,225	9,712	116,922	102,530
Total assets	202,892	167,143	13,293	12,552	216,185	179,695
Deferred outflows of resources	24,257	21,259	373	367	24,630	21,626
Long-term debt	47,301	25,406	3,138	3,348	50,439	28,754
Other long-term obligations	132,196	109,017	1,958	1,496	134,154	110,513
Other liabilities	17,603	13,955	506	620	18,109	14,575
Total liabilities	197,100	148,378	5,602	5,464	202,702	153,842
Deferred inflows of resources	5,987	4,561	24	6	6,011	4,567
Net investment in capital assets	102,652	92,770	9,225	9,712	111,877	102,482
Restricted	43,129	42,813	584	528	43,713	43,341
Unrestricted	(121,719)	(100,120)	(1,769)	(2,791)	(123,488)	(102,911)
Total net position	\$ 24,062	\$ 35,463	\$ 8,040	\$ 7,449	\$ 32,102	\$ 42,912

Note: The 2017 amounts have not been restated for the implementation of GASB Statement No. 75.

A significant portion of the County's net position, \$111,877 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 uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County'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.

Another significant portion of the County's net position, \$43,713 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 \$123,488. At June 30, 2017, the deficit balance for *unrestricted net position* was \$102,911. During 2017-18, the County unrestricted deficit increased by \$20,577, mainly the result of implementing GASB Statement No. 75, which reduced beginning net position by \$12,089.

As of June 30, 2018, the County 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 primarily due to the unfunded long-term liabilities such as compensated absences, net pension liability, OPEB liability, accrued claims, and the landfill closure/postclosure liability.

Current and other assets for the County increased by \$22,098. The increase is mainly due to an increase in intergovernmental receivables (\$6,507) due from the state to reimburse the County for costs incurred for the construction of the Law and Justice Center Jail Project and an increase in restricted cash and investments (\$16,636) due to issuing \$21,640 in bonds, mostly for construction of the Jail Project, that were unspent at year-end.

Other long-term obligations for the County increased by \$23,641 due to increases in the net pension liability (\$12,753) and OPEB liability/net OPEB obligation (\$10,888).

Key elements of the County's changes in net position for both governmental activities and business-type activities for the years ended June 30, 2018 and 2017 are as follows:

For the Year Ended June 30,	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program Revenues:						
Charges for services	\$ 15,324	\$ 13,731	\$ 9,747	\$ 9,937	\$ 25,071	\$ 23,668
Operating grants and contributions	44,283	44,185	346	187	44,629	44,372
Capital grants and contributions	9,923	9,352	-	-	9,923	9,352
General Revenues:						
Property taxes	27,376	26,332	-	-	27,376	26,332
Sales taxes	16,932	16,310	-	-	16,932	16,310
Other taxes	5,084	5,015	-	-	5,084	5,015
Grants and contributions not restricted to specific programs	3,633	2,887	-	-	3,633	2,887
Other	1,846	1,273	41	31	1,887	1,304
Total revenues	<u>124,401</u>	<u>119,085</u>	<u>10,134</u>	<u>10,155</u>	<u>134,535</u>	<u>129,240</u>
Expenses:						
General government	24,973	19,288	-	-	24,973	19,288
Public protection	42,871	41,136	-	-	42,871	41,136
Public ways and facilities	9,050	9,123	-	-	9,050	9,123
Health and sanitation	19,136	15,653	-	-	19,136	15,653
Public assistance	23,986	21,183	-	-	23,986	21,183
Education	1,262	1,122	-	-	1,262	1,122
Recreation and cultural services	1,814	1,644	-	-	1,814	1,644
Unallocated interest	708	542	-	-	708	542
Solid waste	-	-	764	689	764	689
Ambulance	-	-	5,903	5,901	5,903	5,901
Airport	-	-	898	653	898	653
Public Power Agency	-	-	1,891	2,442	1,891	2,442
Total expenses	<u>123,800</u>	<u>109,691</u>	<u>9,456</u>	<u>9,685</u>	<u>133,256</u>	<u>119,376</u>
Changes in net position before transfers	601	9,394	678	470	1,279	9,864
Transfers	(105)	(2,260)	105	2,260	-	-
Changes in net position	<u>496</u>	<u>7,134</u>	<u>783</u>	<u>2,730</u>	<u>1,279</u>	<u>9,864</u>
Net position, July 1, reported	35,463	28,329	7,449	4,719	42,912	33,048
Restatement	(11,897)	-	(192)	-	(12,089)	-
Net position, July 1, restated	<u>23,566</u>	<u>28,329</u>	<u>7,257</u>	<u>4,719</u>	<u>30,823</u>	<u>33,048</u>
Net position, June 30	<u>\$ 24,062</u>	<u>\$ 35,463</u>	<u>\$ 8,040</u>	<u>\$ 7,449</u>	<u>\$ 32,102</u>	<u>\$ 42,912</u>

Note: The 2017 amounts have not been restated for the implementation of GASB Statement No. 75.

During the current fiscal year, the County's net position decreased \$10,810 from that reported last year due to the County implementing GASB Statement No. 75, which reduced the beginning net position \$12,089.

Governmental activities. Governmental activities increased the County's current year net position by \$496 compared to an increase of \$7,134 in the prior year. The decrease in the change in net position of \$6,638 was primarily the result of an increase in pension expense (\$7,000). Revenues were relatively stable.

Business-type activities. Business-type activities increased the County's net position by \$783 compared to an increase of \$2,730 in the prior year. This decrease in the change in net position of \$1,947 was mainly due to the transfers of capital assets with a net book value of \$2,195 in from governmental activities last year that didn't occur this year. Revenues and expenses were relatively stable.

Financial Analysis of the County's Funds

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

Governmental funds. The focus of the County'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'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, 2018, the County's governmental funds reported combined ending fund balances of \$61,995, an increase of \$16,818 from prior year. The nonspendable portion of fund balances is \$654 (1.0%), restricted \$56,117 (90.5%), and assigned \$2,706 (4.4%) leaving an unassigned balance of \$2,518 (4.1%).

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, spendable fund balance of the General Fund was \$7,030, while total fund balance reached \$7,461. 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 8.0% of total General Fund expenditures and transfers out, while total fund balance represent 8.5% of that same amount.

The General Fund fund balance increased by \$1,533, an increase of \$3,034 from last year's decrease of \$1,501. The primary reason for this increase in the change was the issuance of the \$21,640 Lease Revenue Bonds, which included a \$462 premium. After \$18,720 was transferred out to the County Capital Fund for the Law and Justice Center, \$3,382 remained in the General Fund to pay for the closing costs and the upgrade of the County computer network, of which \$1,747 remained unspent at June 30, 2018.

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 \$10,063, while total fund balance reached \$10,106. 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 and transfers out. Restricted fund balance represents 140.0% of total Roads Fund expenditures and transfers out, while total fund balance represents 140.6% of that same amount. The Roads Fund fund balance increase of \$200 was an increase of \$1,712 from last year's decrease of \$1,512. The most significant reason for this increase was an increase in State-SB1 revenue (\$900).

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 \$9,411, while total fund balance was \$9,414. 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 and transfers out. Both restricted and total fund balances represent 26.1% of total Health and Welfare Fund expenditures and transfers out. The funding sources of this fund are the federal and state governments. Most programs are mandated by the governments. The Health and Welfare Fund fund balance decrease of \$213 was a decrease of \$927 from last year's increase of \$714. Revenues increased by \$1,775, expenses increased by \$2,752, and net transfers in increased \$50. State revenues increased \$1,802, the most significant reason for this increase was an increase in Mental Health Services Act-Community Support Services funding (\$1,134).

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 \$13,906, which represents 1,052.0% of the fund's expenditures. The Community Development Block Grants Fund fund balance increase of \$285 was mainly due to the receipt of grants that were then loaned out to third-parties (\$775).

The County Fire Fund accounts for revenues and expenditures related to fire protection services in the unincorporated areas of the County. At the end of the current fiscal year, restricted fund balance of the County Fire Fund was \$760, which represents 18.0% of the fund's expenditures. The County Fire Fund fund balance decreased \$56, which is an increase of \$18 in comparison with last year's decrease of \$74. This increase was mainly the result of taxes increasing \$128, offset by transfers in decreasing \$102.

The County Capital Fund accounts for activities related to construction and maintenance of County capital projects not accounted for in the Road Construction Fund. At the end of the current fiscal year, fund balance of the County Capital Fund was \$11,464, an increase of \$15,028 from last year's deficit balance of \$3,564. The increase of the change in fund balance is mainly the result of the General Fund issuing bonds and transferring \$18,720 of those bond proceeds to the County Capital Fund for building the Law and Justice Center and all of its peripheral projects such as the Juvenile Detention Center and Jail Project, of which \$14,888 remained unspent as of June 30, 2018. The major projects in 2018 were the Juvenile Detention Center (\$520), Jail Project (\$8,809), and the Law and Justice Center (\$344). The majority of the work performed by this fund is for large construction projects.

Proprietary funds. The County'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 \$782. The majority of the increase resulted from the increase of the Solid Waste Fund (\$855) due to the County's effort to reduce the fund's deficit net position.

General Fund Budgetary Highlights

The Board of Supervisors of the County made several budgetary amendments increasing appropriations by \$739 (1.1%) to the General Fund throughout the fiscal year. This increase was partially the result of the County mid-year adjustments to the General Fund totaling \$407, the majority of these adjustments were due to the new grants for Victim Witness (\$97), Carl Moyer (\$183), and Off Road-Snow (\$32).

For the current year, \$2,533 was originally budgeted from beginning available fund balance. Actual revenues realized were \$2,511 less than budgetary estimates. State revenues were \$2,207, less than budget, most of which was a result of state grant revenues for tree mortality being less by \$1,442. Expenditures for the current year were \$7,101 below budgetary estimates. The most significant savings were for tree mortality projects (\$1,833) and information technology (\$1,663).

Capital Asset and Debt Administration

Capital Assets. The County's investment in capital assets for its governmental and business-type activities at current year-end amounts to \$116,922 (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 continued improvements to the Greenley and Mono Way intersection (\$896)
- County began improvements to Hardin Flat Road (\$1,302)
- County repaired numerous roads due to storm damage (\$1,657)
- County continued improvements to the Columbia Airport taxi way (\$560)
- County continued the Jail Project (\$8,809)
- County continued improvements to the Law and Justice Center (\$344)
- County continued improvements to the Juvenile Detention Center (\$520)

County's Capital Assets (net of depreciation)

As of June 30,	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	\$ 6,642	\$ 6,531	\$ 2,083	\$ 2,083	\$ 8,725	\$ 8,614
Structures and improvements	34,014	16,363	6,395	6,844	40,409	23,207
Equipment	6,398	4,678	747	785	7,145	5,463
Roads	20,704	19,294	-	-	20,704	19,294
Bridges	5,925	6,361	-	-	5,925	6,361
Construction in progress	34,014	39,591	-	-	34,014	39,591
Total	<u>\$ 107,697</u>	<u>\$ 92,818</u>	<u>\$ 9,225</u>	<u>\$ 9,712</u>	<u>\$ 116,922</u>	<u>\$ 102,530</u>

At June 30, 2018, the significant construction commitments included \$31,689 for the County Jail at the Law and Justice Center.

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

Long-Term Liabilities. As of June 30, 2018, the County had total long-term liabilities of \$184,593. Of this amount, 5% (\$9,001) relates to claims liability, 2% (\$3,936) relates to compensated absences, 2% (\$3,034) relates to the landfill closure/postclosure, 19% (\$34,378) relates to bonds payable, 16% (\$30,521) relates to net OPEB obligation, and 56% (\$103,633) relates to net pension liability. The remaining balance is for notes payable for land for a cemetery (\$40) and to clean up the landfill (\$50).

County's Long-Term Liabilities						
As of June 30,	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Claims liability	\$ 9,001	\$ 8,748	\$ -	\$ -	\$ 9,001	\$ 8,748
Compensated absences	3,882	3,918	54	150	3,936	4,068
Landfill closure/postclosure	-	-	3,034	3,098	3,034	3,098
Bonds payable	34,378	12,691	-	-	34,378	12,691
Notes payable	40	49	50	100	90	149
Net OPEB obligation	-	19,633	-	-	-	19,633
OPEB liability	30,338	-	183	-	30,521	-
Net pension liability	101,858	89,384	1,775	1,496	103,633	90,880
Total	<u>\$ 179,497</u>	<u>\$ 134,423</u>	<u>\$ 5,096</u>	<u>\$ 4,844</u>	<u>\$ 184,593</u>	<u>\$ 139,267</u>

The overall increase of long-term liabilities of the County from the prior year is \$45,326. Claims liability increased (\$253) due workers' compensation claims. Compensated absences decreased (\$132) due to long-time employees retiring. The landfill closure/postclosure decreased (\$64) due to closure and postclosure costs payments made during the year. Bonds payable increased (\$21,687) due to the issuance of bonds for the Law and Justice Center and notes payable decreased by (\$59) due to principal payments made during the year. The OPEB liability/net OPEB obligation increased (\$10,888) because the County implemented GASB Statement No. 75 during the year. The net pension liability increased (\$12,753) mainly due to CalPERS reducing the assumed discount rate by 0.5% to 7.15% during the year.

Additional information on the County's long-term debt, OPEB liability, and net pension liability can be found in Note 4, Note 7, and Note 6, respectively, of this report.

Economic Factors and Next Year's Budgets

- County has estimated a 5.11% increase in property tax revenue for fiscal year 2018-19.
- The County will finish the construction of the new \$44 million County Jail at the Law and Justice Center.
- The County will be installing a new enterprise resource planning system in February of 2019.
- Employees will receive a 2-5% cost-of-living adjustment for fiscal year 2018-19.

At June 30, 2018, General Fund fund balance of \$2,706 was assigned to balance the 2018-19 fiscal year budget.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County'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.

BASIC FINANCIAL STATEMENTS



COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF NET POSITION
JUNE 30, 2018

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and investments	\$ 41,049,630	\$ 3,384,708	\$ 44,434,338
Receivables, net	2,713,229	782,465	3,495,694
Intergovernmental receivables	18,552,760	203,973	18,756,733
Prepaid items	676,565	-	676,565
Inventories	50,702	-	50,702
Restricted cash and investments	16,818,496	583,939	17,402,435
Deposits with others	-	67,000	67,000
Loans receivable	13,950,178	-	13,950,178
Internal balances	953,073	(953,073)	-
Receivables from fiduciary funds	429,600	-	429,600
Capital assets:			
Nondepreciable	40,655,685	2,083,017	42,738,702
Depreciable, net	67,041,550	7,141,524	74,183,074
Total assets	<u>202,891,468</u>	<u>13,293,553</u>	<u>216,185,021</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Related to other postemployment benefits	937,860	4,016	941,876
Related to pension	23,319,277	369,087	23,688,364
Total deferred outflows of resources	<u>24,257,137</u>	<u>373,103</u>	<u>24,630,240</u>
<u>LIABILITIES</u>			
Accounts payable	7,122,213	464,976	7,587,189
Salaries and benefits payable	968,615	9,890	978,505
Accrued interest	59,766	-	59,766
Unearned revenue	8,140,754	18,159	8,158,913
Other liabilities	1,311,825	13,050	1,324,875
Long-term debt:			
Due within one year	4,561,429	230,033	4,791,462
Due in more than one year	42,739,561	2,908,350	45,647,911
Other long-term obligations:			
Total other postemployment benefits liability	30,337,719	182,767	30,520,486
Net pension liability	101,857,870	1,775,163	103,633,033
Total liabilities	<u>197,099,752</u>	<u>5,602,388</u>	<u>202,702,140</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Related to other postemployment benefits	3,166,218	19,074	3,185,292
Related to pension	2,820,349	5,323	2,825,672
Total deferred inflows of resources	<u>5,986,567</u>	<u>24,397</u>	<u>6,010,964</u>
<u>NET POSITION</u>			
Net investment in capital assets	102,652,883	9,224,541	111,877,424
Restricted for:			
Capital projects	2,427,157	-	2,427,157
Public ways and facilities	14,743,638	-	14,743,638
Health and welfare	9,436,275	-	9,436,275
Children and Families Commission	796,577	-	796,577
Community development	13,906,340	-	13,906,340
Public protection	1,402,083	-	1,402,083
Energy services	-	583,939	583,939
Perpetual care:			
Expendable	145,421	-	145,421
Nonexpendable	174,697	-	174,697
Other purposes	96,693	-	96,693
Unrestricted	(121,719,478)	(1,768,609)	(123,488,087)
Total net position	<u>\$ 24,062,286</u>	<u>\$ 8,039,871</u>	<u>\$ 32,102,157</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, 2018

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 24,973,362	\$ 8,371,409	\$ 976,154	\$ 6,008,895
Public protection	42,871,395	3,645,191	10,314,052	-
Public ways and facilities	9,050,124	1,928,479	2,079,939	3,914,375
Health and sanitation	19,135,998	493,677	11,562,010	-
Public assistance	23,986,148	629,381	19,037,433	-
Education	1,261,640	15,362	52,083	-
Recreation and cultural services	1,813,797	240,244	261,227	-
Interest on long-term debt	707,644	-	-	-
Total governmental activities	123,800,108	15,323,743	44,282,898	9,923,270
Business-type activities:				
Solid waste	764,241	1,474,869	143,019	-
Ambulance	5,903,285	5,517,869	152,518	-
Airport	897,339	529,859	50,252	-
Public Power Agency	1,891,200	2,224,609	-	-
Total business-type activities	9,456,065	9,747,206	345,789	-
Total	\$ 133,256,173	\$ 25,070,949	\$ 44,628,687	\$ 9,923,270

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	
\$ (9,616,904)		\$ (9,616,904)	Governmental activities:
(28,912,152)		(28,912,152)	General government
(1,127,331)		(1,127,331)	Public protection
(7,080,311)		(7,080,311)	Public ways and facilities
(4,319,334)		(4,319,334)	Health and sanitation
(1,194,195)		(1,194,195)	Public assistance
(1,312,326)		(1,312,326)	Education
(707,644)		(707,644)	Recreation and cultural services
			Interest on long-term debt
(54,270,197)		(54,270,197)	Total governmental activities
	\$ 853,647	853,647	Business-type activities:
	(232,898)	(232,898)	Solid waste
	(317,228)	(317,228)	Ambulance
	333,409	333,409	Airport
			Public Power Agency
	636,930	636,930	Total business-type activities
(54,270,197)	636,930	(53,633,267)	Total
			General revenues:
			Taxes:
27,376,169	-	27,376,169	Property
525,720	-	525,720	Property transfer
4,559,015	-	4,559,015	Transient occupancy
16,932,051	-	16,932,051	Sales taxes shared state revenue
3,632,809	-	3,632,809	Grants and other intergovernmental revenue not restricted to specific programs
774,763	37,053	811,816	Unrestricted investment earnings
19,468	3,600	23,068	Gain on sale of capital assets
1,051,744	-	1,051,744	Other
(104,757)	104,757	-	Transfers
54,766,982	145,410	54,912,392	Total general revenues and transfers
496,785	782,340	1,279,125	Changes in net position
23,565,501	7,257,531	30,823,032	Net position, beginning of year, restated
\$ 24,062,286	\$ 8,039,871	\$ 32,102,157	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, 2018

	<u>General</u>	<u>Roads</u>	<u>Health and Welfare</u>	<u>Community Development Block Grants</u>	<u>County Fire</u>	<u>County Capital</u>	<u>Other Governmental</u>	<u>Total Governmental</u>
Assets:								
Cash and investments	\$ 8,377,807	\$ 9,073,531	\$ 9,261,278	\$ 85,021	\$ 733,028	\$ 19	\$ 7,793,729	\$ 35,324,413
Accounts receivable	1,634,808	3,023	929,241	-	-	125,777	-	2,692,849
Taxes receivable	17,729	-	-	-	2,376	-	275	20,380
Intergovernmental receivables	3,044,665	556,022	4,394,049	496,184	89,576	6,537,132	3,424,583	18,542,211
Due from other funds	-	-	-	-	-	28,767	-	28,767
Prepaid items	1,170	-	2,776	-	-	-	3,125	7,071
Inventories	-	42,702	-	-	-	-	-	42,702
Restricted cash and investments	1,747,445	-	-	-	-	14,888,319	7,732	16,643,496
Loans receivable	-	-	-	13,950,178	-	-	-	13,950,178
Advances to other funds	429,600	778,989	-	-	-	-	-	1,208,589
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 15,253,224</u>	<u>\$ 10,454,267</u>	<u>\$ 14,587,344</u>	<u>\$ 14,531,383</u>	<u>\$ 824,980</u>	<u>\$ 21,580,014</u>	<u>\$ 11,229,444</u>	<u>\$ 88,460,656</u>
Liabilities and fund balances:								
Liabilities:								
Accounts payable	\$ 1,988,486	\$ 49,610	\$ 822,881	\$ 247,668	\$ 29,241	\$ 2,778,472	\$ 1,075,398	\$ 6,991,756
Salaries and benefits payable	632,125	52,506	270,983	-	3,537	-	951	960,102
Due to other funds	28,767	-	-	-	-	-	-	28,767
Unearned revenue	4,359,016	246,406	3,148,122	-	32,559	-	354,651	8,140,754
Other liabilities	5,010	-	931,815	-	-	-	-	936,825
Advances from other funds	778,989	-	-	377,375	-	7,337,071	913,575	9,407,010
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>7,792,393</u>	<u>348,522</u>	<u>5,173,801</u>	<u>625,043</u>	<u>65,337</u>	<u>10,115,543</u>	<u>2,344,575</u>	<u>26,465,214</u>
Fund balances:								
Nonspendable:								
Not in spendable form	430,770	42,702	2,776	-	-	-	3,125	479,373
To be maintained intact	-	-	-	-	-	-	174,697	174,697
Restricted:								
Capital projects	1,747,445	-	-	-	-	11,464,471	2,427,157	15,639,073
Public ways and facilities	-	10,063,043	-	-	-	-	4,637,893	14,700,936
Health and welfare	-	-	9,410,767	-	-	-	22,732	9,433,499
Children and Families								
Commission	-	-	-	-	-	-	793,452	793,452
Community development	-	-	-	13,906,340	-	-	-	13,906,340
Public protection	-	-	-	-	759,643	-	642,440	1,402,083
Perpetual care	-	-	-	-	-	-	145,421	145,421
Other purposes	-	-	-	-	-	-	96,693	96,693
Assigned:								
Subsequent year budget	2,706,254	-	-	-	-	-	-	2,706,254
Unassigned	2,576,362	-	-	-	-	-	(58,741)	2,517,621
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>7,460,831</u>	<u>10,105,745</u>	<u>9,413,543</u>	<u>13,906,340</u>	<u>759,643</u>	<u>11,464,471</u>	<u>8,884,869</u>	<u>61,995,442</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	<u>\$ 15,253,224</u>	<u>\$ 10,454,267</u>	<u>\$ 14,587,344</u>	<u>\$ 14,531,383</u>	<u>\$ 824,980</u>	<u>\$ 21,580,014</u>	<u>\$ 11,229,444</u>	<u>\$ 88,460,656</u>

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, 2018

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

Total fund balances - total governmental funds		\$ 61,995,442
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		107,323,576
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.		3,145,634
Deferred outflows and inflows of resources for pension items in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Deferred outflows of resources	\$ 23,319,277	
Deferred inflows of resources	<u>(2,820,349)</u>	20,498,928
Deferred outflows and inflows of resources for other postemployment benefits items in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Deferred outflows of resources	\$ 937,860	
Deferred inflows of resources	<u>(3,166,218)</u>	(2,228,358)
Long-term and other liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Bonds payable	\$ (33,865,000)	
Less: Issuance premium (to be amortized as interest expense)	(512,465)	
Accrued interest payable	(59,766)	
Net pension liability	(101,857,870)	
Total other postemployment benefits liability	(30,337,719)	
Notes payable	<u>(40,116)</u>	<u>(166,672,936)</u>
Net position of governmental activities		<u><u>\$ 24,062,286</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, 2018

	General	Roads	Health and Welfare	Community Development Block Grants	County Fire	County Capital	Other Governmental	Total Governmental
Revenues:								
Taxes	\$29,630,537	\$ -	\$ -	\$ -	\$ 2,533,738	\$ -	\$ 296,629	\$ 32,460,904
Licenses and permits	1,963,410	100,730	-	-	26,505	-	-	2,090,645
Fines, forfeits, and penalties	1,478,087	-	12,629	-	-	-	194,257	1,684,973
Investment earnings, rents, and concessions	284,754	(664)	51	2,027	47,190	49,546	120,904	503,808
Intergovernmental:								
State	20,122,486	3,781,091	21,425,479	180,000	795,114	5,517,426	1,188,100	53,009,696
Federal	4,125,956	743,844	10,244,075	853,714	92,901	-	4,218,086	20,278,576
Other	664,276	458,234	25,000	-	40,000	-	213,631	1,401,141
Charges for services	8,400,701	1,350,704	1,054,157	-	128,014	190,144	424,405	11,548,125
Miscellaneous	191,426	7,111	199,182	570,788	145,393	-	19,459	1,133,359
Total revenues	66,861,633	6,441,050	32,960,573	1,606,529	3,808,855	5,757,116	6,675,471	124,111,227
Expenditures:								
Current:								
General government	16,571,757	-	-	-	-	-	12,213	16,583,970
Public protection	38,569,686	-	-	-	4,095,794	-	335,786	43,001,266
Public ways and facilities	103,272	5,971,427	-	-	-	154,756	254,301	6,483,756
Health and sanitation	796,497	-	15,477,088	-	-	-	732,599	17,006,184
Public assistance	219,373	-	20,466,711	1,321,886	-	-	-	22,007,970
Education	1,223,095	-	-	-	-	-	-	1,223,095
Recreation and cultural services	1,711,705	-	-	-	-	-	-	1,711,705
Capital outlay	2,611,272	-	99,628	-	117,470	10,390,801	6,572,601	19,791,772
Debt service:								
Principal	409,000	-	-	-	-	-	8,768	417,768
Costs of issuance	236,889	-	-	-	-	-	-	236,889
Interest	687,725	-	-	-	-	-	2,689	690,414
Total expenditures	63,140,271	5,971,427	36,043,427	1,321,886	4,213,264	10,545,557	7,918,957	129,154,789
Excess (deficiency) of revenues over (under) expenditures	3,721,362	469,623	(3,082,854)	284,643	(404,409)	(4,788,441)	(1,243,486)	(5,043,562)
Other financing sources (uses):								
Transfers in	8,300	942,066	2,873,892	-	348,000	19,816,473	1,474,242	25,462,973
Transfers out	(24,311,787)	(1,217,623)	(4,104)	-	-	-	(189,218)	(25,722,732)
Debt issued	21,640,000	-	-	-	-	-	-	21,640,000
Premium on debt issued	461,883	-	-	-	-	-	-	461,883
Proceeds from sale of capital assets	13,393	6,075	-	-	-	-	-	19,468
Total other financing sources (uses)	(2,188,211)	(269,482)	2,869,788	-	348,000	19,816,473	1,285,024	21,861,592
Changes in fund balances	1,533,151	200,141	(213,066)	284,643	(56,409)	15,028,032	41,538	16,818,030
Fund balances (deficit), beginning of year	5,927,680	9,905,604	9,626,609	13,621,697	816,052	(3,563,561)	8,843,331	45,177,412
Fund balances, end of year	\$ 7,460,831	\$10,105,745	\$ 9,413,543	\$13,906,340	\$ 759,643	\$11,464,471	\$ 8,884,869	\$61,995,442

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, 2018

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

Changes in fund balances - total governmental funds		\$ 16,818,030
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	\$ 19,791,772	
Depreciation	<u>(5,229,822)</u>	14,561,950
The net effect of various miscellaneous transactions involving capital assets (i.e., sales) is to increase net position.		
Transfer of capital assets from internal service funds do not impact net position of the governmental activities in the statement of activities as internal service funds are already part of governmental activities, however, they do appear in the internal service funds as a loss on sale of capital assets.		23,368
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 revenue of certain internal service funds is reported with governmental activities.		
		503,063
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	\$ 6,818	
Change in accrued interest	<u>(24,048)</u>	(17,230)
Governmental funds report pension and other postemployment benefits contributions made during the year as expenditures. The statement of activities reports pension and other postemployment benefit expenses as the change in the liabilities and related deferred outflows and inflows of resources.		
Pension	\$ (8,672,433)	
Other postemployment benefits	<u>(1,035,848)</u>	(9,708,281)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither has an effect on net position.		
Issuance of debt	\$ (21,640,000)	
Premium on debt issued	(461,883)	
Principal repayments	<u>417,768</u>	<u>(21,684,115)</u>
Change in net position of governmental activities		<u>\$ 496,785</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, 2018

	Business-type Activities - Enterprise Funds					Governmental
	Major			Nonmajor		Activities -
	Solid Waste	Ambulance	Airport	Public Power Agency	Total	Internal Service Funds
Assets:						
Current assets:						
Cash and investments	\$ 630,104	\$ 1,354,690	\$ 156,851	\$ 1,243,063	\$ 3,384,708	\$ 5,725,217
Accounts receivable, net	131,256	651,209	-	-	782,465	-
Intergovernmental receivables	-	82,956	-	121,017	203,973	10,549
Prepaid items	-	-	-	-	-	669,494
Inventories	-	-	-	-	-	8,000
Total current assets	761,360	2,088,855	156,851	1,364,080	4,371,146	6,413,260
Noncurrent assets:						
Restricted cash and investments	-	-	-	583,939	583,939	175,000
Deposits with others	-	-	-	67,000	67,000	-
Advances to other funds	-	-	-	-	-	10,499,902
Capital assets:						
Nondepreciable	408,236	501,251	1,173,530	-	2,083,017	-
Depreciable, net	41,998	3,320,860	3,778,666	-	7,141,524	373,659
Total noncurrent assets	450,234	3,822,111	4,952,196	650,939	9,875,480	11,048,561
Total assets	1,211,594	5,910,966	5,109,047	2,015,019	14,246,626	17,461,821
Deferred outflows of resources:						
Related to other postemployment benefits	1,339	892	1,785	-	4,016	-
Related to pension	137,552	62,471	169,064	-	369,087	-
Total outflows of resources	138,891	63,363	170,849	-	373,103	-
Liabilities:						
Current liabilities:						
Accounts payable	57,448	182,791	6,450	218,287	464,976	130,457
Salaries and benefits payable	2,516	1,773	5,601	-	9,890	8,513
Unearned revenue	18,159	-	-	-	18,159	-
Other liabilities	-	2,550	10,500	-	13,050	375,000
Accrued compensated absences, current	9,407	7,691	16,711	-	33,809	1,736,005
Accrued claims, current	-	-	-	-	-	1,758,808
Landfill closure/postclosure, current	146,224	-	-	-	146,224	-
Notes payable, current	50,000	-	-	-	50,000	-
Total current liabilities	283,754	194,805	39,262	218,287	736,108	4,008,783
Noncurrent liabilities:						
Advances from other funds	-	-	-	-	-	1,871,881
Accrued compensated absences	7,717	3,807	9,353	-	20,877	2,146,404
Total other postemployment benefits liability	64,506	43,004	75,257	-	182,767	-
Net pension liability	731,669	313,454	730,040	-	1,775,163	-
Accrued claims	-	-	-	-	-	7,242,192
Landfill closure/postclosure	2,887,473	-	-	-	2,887,473	-
Total noncurrent liabilities	3,691,365	360,265	814,650	-	4,866,280	11,260,477
Total liabilities	3,975,119	555,070	853,912	218,287	5,602,388	15,269,260
Deferred inflows of resources:						
Related to other postemployment benefits	6,732	4,488	7,854	-	19,074	-
Related to pension	2,304	1,036	1,983	-	5,323	-
Total inflows of resources	9,036	5,524	9,837	-	24,397	-
Net position:						
Net investment in capital assets	450,234	3,822,111	4,952,196	-	9,224,541	373,659
Restricted for:						
Energy services	-	-	-	583,939	583,939	-
Unrestricted	(3,083,904)	1,591,624	(536,049)	1,212,793	(815,536)	1,818,902
Total net position	\$ (2,633,670)	\$ 5,413,735	\$ 4,416,147	\$ 1,796,732	8,992,944	\$ 2,192,561
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					(953,073)	
Net position of business-type activities					\$ 8,039,871	

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, 2018

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major			Nonmajor	Total	
	Solid Waste	Ambulance	Airport	Public Power Agency		
Operating revenues:						
Charges for services	\$ 1,474,101	\$ 5,488,005	\$ 508,761	\$ 2,224,609	\$ 9,695,476	\$ 19,525,266
Miscellaneous	768	29,864	21,098	-	51,730	38,232
Total operating revenues	1,474,869	5,517,869	529,859	2,224,609	9,747,206	19,563,498
Operating expenses:						
Salaries and benefits	307,728	182,970	469,027	9,438	969,163	2,548,987
Purchased services	109,175	4,004,034	3,278	-	4,116,487	-
Professional fees	259,855	338,811	53,808	67,989	720,463	631,439
Claims	-	-	-	-	-	4,019,516
Health insurance benefits	-	-	-	-	-	10,137,998
Unemployment benefits	-	-	-	-	-	127,708
General and administrative	72,681	866,697	93,692	19,278	1,052,348	1,984,204
Utilities	-	52,090	39,760	1,794,506	1,886,356	-
Depreciation	14,908	458,733	237,894	-	711,535	12,236
Total operating expenses	764,347	5,903,335	897,459	1,891,211	9,456,352	19,462,088
Operating income (loss)	710,522	(385,466)	(367,600)	333,398	290,854	101,410
Nonoperating revenues (expenses):						
Investment earnings	1,859	13,678	1,929	19,587	37,053	270,955
Intergovernmental						
State	143,019	-	49,952	-	192,971	-
Federal	-	152,518	300	-	152,818	-
Gain (loss) on sale of capital assets	-	225	3,375	-	3,600	(23,368)
Interest expense	-	-	-	-	-	(649)
Total nonoperating revenues (expenses)	144,878	166,421	55,556	19,587	386,442	246,938
Income (loss) before transfers	855,400	(219,045)	(312,044)	352,985	677,296	348,348
Transfers in	-	56,808	47,949	-	104,757	155,002
Changes in net position	855,400	(162,237)	(264,095)	352,985	782,053	503,350
Net position, beginning of year, restated	(3,489,070)	5,575,972	4,680,242	1,443,747		1,689,211
Net position, end of year	\$ (2,633,670)	\$ 5,413,735	\$ 4,416,147	\$ 1,796,732		\$ 2,192,561
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					287	
Change in net position of business-type activities					\$ 782,340	

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, 2018

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major			Nonmajor	Total	
	Solid Waste	Ambulance	Airport	Public Power Agency		
Cash flows from operating activities:						
Receipts from customers and users	\$ 1,480,837	\$ 5,578,272	\$ 549,859	\$ 2,204,548	\$ 9,813,516	\$ -
Receipts from interfund services provided	-	-	-	-	-	19,631,931
Payments to suppliers	(499,910)	(5,233,767)	(157,675)	(1,918,971)	(7,810,323)	(13,665,793)
Payments to employees	(264,479)	(185,936)	(326,376)	(10,092)	(786,883)	(2,586,515)
Payments for interfund services used	(28,735)	(34,932)	(36,278)	(11,419)	(111,364)	-
Claims paid	-	-	-	-	-	(3,391,516)
Net cash provided by (used for) operating activities	687,713	123,637	29,530	264,066	1,104,946	(11,893)
Cash flows from noncapital financing activities:						
Advances to other funds	-	-	-	-	-	(5,716,342)
Receipt on advances to other funds	-	-	-	-	-	403,823
Advances from other funds	-	-	-	-	-	625,100
Payment on advances from other funds	(152,490)	-	-	-	(152,490)	(86,202)
Transfers in from other funds	-	56,808	47,949	-	104,757	155,002
Principal payments on notes payable	(50,000)	-	-	-	(50,000)	-
Interest paid	-	-	-	-	-	(649)
Intergovernmental	143,019	168,354	50,252	-	361,625	-
Net cash provided by (used for) noncapital financing activities	(59,471)	225,162	98,201	-	263,892	(4,619,268)
Cash flows from capital and related financing activities:						
Acquisition and construction of capital assets	-	(200,839)	(22,772)	-	(223,611)	(329,261)
Proceeds from sales of capital assets	-	225	3,375	-	3,600	-
Net cash used for capital and related financing activities	-	(200,614)	(19,397)	-	(220,011)	(329,261)
Cash flows from investing activities:						
Interest received	1,859	13,678	1,929	19,587	37,053	270,955
Net increase (decrease) in cash and cash equivalents	630,101	161,863	110,263	283,653	1,185,880	(4,689,467)
Cash and cash equivalents, beginning of year	3	1,192,827	46,588	1,543,349	2,782,767	10,589,684
Cash and cash equivalents, end of year	\$ 630,104	\$ 1,354,690	\$ 156,851	\$ 1,827,002	\$ 3,968,647	\$ 5,900,217
Reconciliation to the Statement of Net Position:						
Cash and investments	\$ 630,104	\$ 1,354,690	\$ 156,851	\$ 1,243,063	\$ 3,384,708	\$ 5,725,217
Restricted cash and investments	-	-	-	583,939	583,939	175,000
Total cash and cash equivalents	\$ 630,104	\$ 1,354,690	\$ 156,851	\$ 1,827,002	\$ 3,968,647	\$ 5,900,217

(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, 2018

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Major			Nonmajor	Total	
	Solid Waste	Ambulance	Airport	Public Power Agency		
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:						
Operating income (loss)	\$ 710,522	\$ (385,466)	\$ (367,600)	\$ 333,398	\$ 290,854	\$ 101,410
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation expense	14,908	458,733	237,894	-	711,535	12,236
Changes in assets, liabilities, and deferred outflows and inflows of resources:						
Accounts receivable, net	24,013	60,403	-	-	84,416	-
Intergovernmental receivables	9,314	-	20,000	(20,061)	9,253	68,433
Prepaid items	-	-	-	-	-	(669,494)
Inventories	-	-	-	-	-	1,921
Accounts payable	(22,790)	(7,067)	(3,415)	(48,617)	(81,889)	(116,871)
Salaries and benefits payable	(2,659)	(679)	(197)	(654)	(4,189)	(1,963)
Unearned revenue	(27,359)	-	-	-	(27,359)	-
Other liabilities	-	-	-	-	-	375,000
Total other postemployment benefits liability and related deferred outflows/inflows	2,201	1,468	2,346	-	6,015	-
Net pension liability and related deferred outflows/inflows	97,727	39,672	138,787	-	276,186	-
Accrued compensated absences	(54,020)	(43,427)	1,715	-	(95,732)	(35,565)
Accrued claims	-	-	-	-	-	253,000
Landfill closure/postclosure	(64,144)	-	-	-	(64,144)	-
Net cash provided by (used for) operating activities	<u>\$ 687,713</u>	<u>\$ 123,637</u>	<u>\$ 29,530</u>	<u>\$ 264,066</u>	<u>\$ 1,104,946</u>	<u>\$ (11,893)</u>
Noncash investing, capital, and financing activities:						
Transfer out of capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,368

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, 2018

	<u>Investment Trust</u>	<u>Agency</u>
Assets:		
Cash and investments	\$ 65,961,941	\$ 5,732,800
Taxes receivable	-	9,190,553
Interest receivable	472,547	-
Intergovernmental receivables	-	1,354,603
	<u>66,434,488</u>	<u>16,277,956</u>
Total assets	<u>66,434,488</u>	<u>16,277,956</u>
Liabilities:		
Advances from other funds	429,600	-
Agency obligations	-	16,277,956
	<u>429,600</u>	<u>16,277,956</u>
Total liabilities	<u>429,600</u>	<u>16,277,956</u>
Net position held in trust for pool participants	<u><u>\$ 66,004,888</u></u>	<u><u>\$ -</u></u>

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

**COUNTY OF TUOLUMNE, CALIFORNIA
STATEMENT OF CHANGES IN FIDUCIARY
NET POSITION - INVESTMENT TRUST FUND
FOR THE YEAR ENDED JUNE 30, 2018**

Additions:	
Contribution to pooled investments	\$ 87,822,329
Net investment income:	
Investment earnings	<u>809,053</u>
Total additions	88,631,382
Deductions:	
Distribution from pooled investments	<u>85,677,731</u>
Change in net position	2,953,651
Net position, beginning of year	<u>63,051,237</u>
Net position, end of year	<u><u>\$ 66,004,888</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, 2018**

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 there is a financial benefit or burden relationship between them and the County; 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 34 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, 2018

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, 2018

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 major revenue sources of this fund are taxes and state funding.
- 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 sources of this fund are state and federal grants and charges for services.
- 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 sources of this fund are 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 County Fire Special Revenue Fund accounts for revenues and expenditures related to fire protection services in the unincorporated areas of the County. The major revenue source of this fund is taxes.
- The County Capital Projects Fund accounts for all County capital projects not accounted for in the Road Construction Fund. The major revenue source of this fund is state funding.

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 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.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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 the requirements of GASB Statement No. 72.

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, 2018, 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.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables

The majority of the loans receivable balance of \$13,950,178 is not expected to be collected within one year and the proceeds from their collection are restricted.

Accounts receivable of the Ambulance enterprise fund of \$651,209 is reported net of bad debt allowances of \$2,567,516.

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 payments made prior to the end of the fiscal year for goods and/or services benefitting periods beyond the end of the year that are expended as consumed. 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 prior to July 1, 2015 and at acquisition value thereafter 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

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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.

Pension and Other Postemployment Benefits Plans

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the CalPERS Miscellaneous Plan and Safety Plan (collectively, Pension Plans) and additions to/deductions from the Pension Plans' fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. The Retiree Healthcare Plan, an other postemployment benefits plan (OPEB Plan), does not have a trust or equivalent arrangement and is funded on a pay-as-you-go basis.

GASB Statement Nos. 68 and 75 require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

	<u>Pension</u>	<u>OPEB</u>
Valuation Date:	June 30, 2016, rolled forward to June 30, 2017	June 30, 2017
Measurement Date:	June 30, 2017	June 30, 2017
Measurement Period:	July 1, 2016 to June 30, 2017	July 1, 2016 to June 30, 2017

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.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 and 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.

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.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 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.

Implementation of New Governmental Accounting Standards

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

- Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this statement is to improve accounting and financial reporting by state and local governments OPEB by establishing standards for measuring and recognizing liabilities, deferred outflows and resources, deferred inflows of resources, and expenses. It requires employers to report a net OPEB liability for the difference between the present value of projected benefits for past service and restricted resources held in trust for the payment of benefits. The statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service.

The total OPEB liability offset by the related deferred outflows of resources and the previously reported net OPEB obligation as of June 30, 2017 reduced the beginning net position for the year ended June 30, 2018. As a result of implementing this statement, the County's previously reported beginning net positions have been restated as follows:

	Governmental Activities	Business-type Activities	Solid Waste	Ambulance	Airport
Net position, beginning of year, previously reported	\$ 35,462,730	\$ 7,449,341	\$ (3,421,372)	\$ 5,621,104	\$ 4,759,222
Restatement	<u>(11,897,229)</u>	<u>(191,810)</u>	<u>(67,698)</u>	<u>(45,132)</u>	<u>(78,980)</u>
Net position, beginning of year, restated	<u><u>\$ 23,565,501</u></u>	<u><u>\$ 7,257,531</u></u>	<u><u>\$ (3,489,070)</u></u>	<u><u>\$ 5,575,972</u></u>	<u><u>\$ 4,680,242</u></u>

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Future Implementation of New Governmental Accounting Standards

GASB has issued statements that are effective for the County in the future, however their impact, if any, on the County has yet to be determined. The following are the GASB statements that are effective for the County in the future:

- In November 2016, the GASB issued Statement No. 83, *Certain Asset Retirement Obligations*. This statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. This statement establishes criteria in determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for AROs and requires that recognition occur when the liability is both incurred and reasonably estimable. The requirements of this statement are effective for the County's year ending June 30, 2019.
- In January 2017, GASB issued Statement No. 84, *Fiduciary Activities*. This statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The requirements of this statement are effective for the County's year ending June 30, 2020.
- In June 2017, GASB issued Statement No. 87, *Leases*. This statement is to recognize in the financial statements certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this statement are effective for the County's year ending June 30, 2021.
- In March 2018, GASB issued Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. This statement is to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. The requirements of this statement are effective for the County's year ending June 30, 2019.
- In June 2018, GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. This statement is to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for interest cost incurred before the end of a construction period. The requirements of this statement are effective for the County's year ending June 30, 2021.
- In August 2018, GASB issued Statement No. 90, *Majority Equity Interests—an amendment of GASB Statements No. 14 and No. 61*. This statement is to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. The requirements of this statement are effective for the County's year ending June 30, 2020.
- In May 2019, GASB issued Statement No. 91, *Conduit Debt Obligations*. This statement is to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The requirement of this statement are effective for the County's year ending June 30, 2022.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

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	\$ 44,434,338
Restricted cash and investments	17,402,435
Fiduciary funds:	
Investment Trust Fund	65,961,941
Agency Funds	5,732,800
Total cash and investments	<u>\$ 133,531,514</u>

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

Deposits	\$ 8,972,372
Investments	124,550,852
Cash on hand	8,290
Total cash and investments	<u>\$ 133,531,514</u>

Authorized Investments

Under provisions of the County's investment policy or bond indentures, 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 & Poor's Corporation or Moody's Commercial Paper Record, medium-term corporate notes, bankers' acceptances, money market mutual funds, repurchase agreements, negotiable certificates of deposit, supranational obligations, obligations of the State of California, and obligations of local agencies within California. The County's policy is more restrictive than the California Government Code in that it does not permit investments in reverse repurchase agreements.

The County is a voluntary participant in LAIF. LAIF is part of the California Pooled Money Investment Account (PMIA), which at June 30, 2018 had a balance of \$88.8 billion. Of that amount, 2.67% was invested in structured notes and asset-backed securities. PMIA is not SEC-registered, but is required to invest according to the California Government Code. The average maturity of PMIA investments was 193 days as of June 30, 2018. 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, 2018, CAMP had a balance of \$3.8 billion with an average maturity of 35 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, 2018

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 (7.2%), Federal Farm Credit Bank (6.4%), and Federal Home Loan Mortgage Corporation (5.6%).

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 a 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, 2018, the carrying amount of deposits was \$8,972,372 and the bank balance was \$13,436,511. Of the bank balance, \$932,732 was covered by federal deposit insurance and \$12,503,779 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, 2018

NOTE 2: CASH AND INVESTMENTS (Continued)

As of June 30, 2018, the County's cash and investments segmented time distribution and credit ratings are as follows:

Investment Pool:	Credit Rating (S & P)	Maturity					Fair Value
		1 - 30 Days	31 - 180 Days	181 - 365 Days	More Than 1 Year - 3 Years	More Than 3 Years - 5 Years	
Cash on hand							\$ 4,055
Cash deposits							8,789,640
Total cash							<u>8,793,695</u>
Investments managed by County Treasurer:							
LAIF	Not Rated	\$ -	\$ -	\$ 46,000,000	\$ -	\$ -	46,000,000
CAMP	AAAm	-	7,000,000	-	-	-	7,000,000
Negotiable Certificates of Deposit	Not Rated	-	1,700,000	-	1,963,000	245,000	3,908,000
U.S. Agency Securities:							
Federal Farm Credit Bank	AA+	-	-	5,999,549	1,998,387	-	7,997,936
Federal Home Loan Bank	AA+	-	4,000,000	1,000,000	1,999,024	2,000,000	8,999,024
Federal National Mortgage Association	AA+	-	-	-	5,994,435	-	5,994,435
Federal Home Loan Mortgage Corporation	AA+	-	2,000,000	-	2,994,019	2,000,000	6,994,019
Supranational Obligations	AAA	-	-	-	-	2,000,000	2,000,000
Corporate Notes	AAA	-	999,025	-	-	-	999,025
Corporate Notes	AA+	-	-	-	2,095,610	1,990,239	4,085,849
Corporate Notes	AA	-	-	3,000,444	-	-	3,000,444
Corporate Notes	AA-	-	-	1,000,000	4,025,468	-	5,025,468
Corporate Notes	A+	-	-	999,232	2,992,583	-	3,991,815
Corporate Notes	A	-	919,111	-	999,962	-	1,919,073
Total investments managed by County Treasurer		<u>\$ -</u>	<u>\$ 16,618,136</u>	<u>\$ 57,999,225</u>	<u>\$ 25,062,488</u>	<u>\$ 8,235,239</u>	<u>107,915,088</u>
Total Investment Pool							<u>116,708,783</u>
Cash and Investments Held Outside of the Pool:							
Cash on hand							4,235
Cash deposits							182,732
Total cash							<u>186,967</u>
Investments managed by trustee:							
Money Market Mutual Funds	AAAm	<u>\$ 16,635,764</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	16,635,764
Total cash and investments							<u>\$ 133,531,514</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, 2018

NOTE 2: CASH AND INVESTMENTS (Continued)

Fair Value Measurements

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles (GASB Statement No. 72). The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

Union Bank is the custodian of the County's investments. Union Bank utilizes pricing services that deliver current fair values and security information, which is input into their trust accounting systems. A security will be valued on the basis of valuations provided by a pricing service vendor if it has a substantial public market (i.e., is not thinly traded), is freely tradable without restriction, has a valid CUSIP or SEDOL, and resides on one of the depositories. Based on their direction, Union Bank will continue to obtain valuations for all other securities and assets for which they do not receive a pricing feed and/or descriptive information from their pricing service vendors from various sources independent of Union Bank.

The County has the following recurring fair value measurements as of June 30, 2018:

Investments	Total	Fair Value Measurements Using Level 2
Negotiable Certificates of Deposit	\$ 3,908,000	\$ 3,908,000
U.S. Agency Securities	29,985,414	29,985,414
Supranational Obligations	2,000,000	2,000,000
Corporate Notes	19,021,674	19,021,674
Total investments subject to fair value hierarchy	54,915,088	<u>\$ 54,915,088</u>
Investments not subject to fair value hierarchy		
LAIF	46,000,000	
CAMP	7,000,000	
Total investments	<u>\$ 107,915,088</u>	

The valuation of 2a-7 money market mutual funds held by the County is at one-dollar net asset value (NAV) per share. The total value of these at June 30, 2018 was \$16,635,764, with zero unfunded commitments. The redemption frequency is daily and redemption notice period of intra-daily. This type of investment primarily invests in short-term U.S. Treasury and government securities (including repurchase agreements collateralized by U.S. Treasury and government agency securities).

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 2: CASH AND INVESTMENTS (Continued)

Investment Pool

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 \$59,078,291 as of June 30, 2018.

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

Investments	Fair Value	Principal	Interest Rate	Maturity Range
LAIF	\$ 46,000,000	\$ 46,000,000	1.92%	1/9/19*
CAMP	7,000,000	7,000,000	2.07%	8/4/18*
Negotiable Certificates of Deposit	3,908,000	3,908,000	1-2.38%	9/14/18-11/9/21
U.S. Agency Securities	29,985,414	30,000,000	1-2.06%	10/26/18-12/30/21
Supranational Obligations	2,000,000	2,000,000	1.93%	4/27/22
Corporate Notes	19,021,674	18,919,000	1.62-4.89%	9/4/18-8/4/21
Total investments	<u>\$ 107,915,088</u>	<u>\$ 107,827,000</u>		

* LAIF and CAMP are investment pools, and as such, their maturities are measured as a weighted average; LAIF being 193 days and CAMP being 35 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, 2018:

Statement of Net Position:

Net position held for pool participants	<u>\$ 116,751,730</u>
Equity of internal pool participants	\$ 50,746,842
Equity of external pool participants	<u>66,004,888</u>
Total equity	<u>\$ 116,751,730</u>

Statement of Changes in Net Position:

Net position at July 1, 2017	\$ 114,989,122
Net change in investment by pool participants	<u>1,762,608</u>
Net position at June 30, 2018	<u>\$ 116,751,730</u>

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 3: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2018 for the governmental activities and business-type activities are as follows:

	Balance July 1, 2017	Increase	Decreases	Balance June 30, 2018
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 6,531,474	\$ 110,000	\$ -	\$ 6,641,474
Construction in progress	39,591,447	17,085,347	(22,662,583)	34,014,211
Total capital assets, not being depreciated	<u>46,122,921</u>	<u>17,195,347</u>	<u>(22,662,583)</u>	<u>40,655,685</u>
Capital assets, being depreciated:				
Structures and improvements	54,692,915	20,022,257	-	74,715,172
Equipment	38,565,277	3,218,898	(462,548)	41,321,627
Roads	362,771,455	2,363,795	-	365,135,250
Bridges	10,888,194	-	-	10,888,194
Total capital assets, being depreciated	<u>466,917,841</u>	<u>25,604,950</u>	<u>(462,548)</u>	<u>492,060,243</u>
Less accumulated depreciation for:				
Structures and improvements	(38,329,619)	(2,371,065)	-	(40,700,684)
Equipment	(33,887,795)	(1,498,323)	462,548	(34,923,570)
Roads	(343,477,667)	(953,825)	-	(344,431,492)
Bridges	(4,527,421)	(435,526)	-	(4,962,947)
Total accumulated depreciation	<u>(420,222,502)</u>	<u>(5,258,739)</u>	<u>462,548</u>	<u>(425,018,693)</u>
Total capital assets, being depreciated, net	<u>46,695,339</u>	<u>20,346,211</u>	<u>-</u>	<u>67,041,550</u>
Governmental activities, net	<u><u>\$ 92,818,260</u></u>	<u><u>\$ 37,541,558</u></u>	<u><u>\$ (22,662,583)</u></u>	<u><u>\$ 107,697,235</u></u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	<u>\$ 2,083,017</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,083,017</u>
Capital assets, being depreciated:				
Structures and improvements	17,541,891	-	-	17,541,891
Equipment	2,580,997	223,611	(50,567)	2,754,041
Total capital assets, being depreciated	<u>20,122,888</u>	<u>223,611</u>	<u>(50,567)</u>	<u>20,295,932</u>
Less accumulated depreciation for:				
Structures and improvements	(10,698,168)	(448,633)	-	(11,146,801)
Equipment	(1,795,272)	(262,902)	50,567	(2,007,607)
Total accumulated depreciation	<u>(12,493,440)</u>	<u>(711,535)</u>	<u>50,567</u>	<u>(13,154,408)</u>
Total capital assets, being depreciated, net	<u>7,629,448</u>	<u>(487,924)</u>	<u>-</u>	<u>7,141,524</u>
Business-type activities, net	<u><u>\$ 9,712,465</u></u>	<u><u>\$ (487,924)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 9,224,541</u></u>

Capital assets with a net book value of zero (net of accumulated depreciation of \$16,681) were transferred from business-type activities to governmental activities during the year.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 3: CAPITAL ASSETS (Continued)

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

Governmental activities:	
General government	\$ 2,628,549
Public protection	739,076
Public ways and facilities	1,655,743
Health and sanitation	83,278
Public assistance	53,626
Education	12,508
Recreation and cultural services	57,042
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	12,236
Total depreciation expense - governmental activities	<u>\$ 5,242,058</u>
Business-type activities:	
Solid Waste	\$ 14,908
Ambulance	458,733
Airport	237,894
Total depreciation expense - business-type activities	<u>\$ 711,535</u>

NOTE 4: LONG-TERM DEBT

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

	Balance July 1, 2017	Additions	Deletions	Balance June 30, 2018	Due Within One Year
Governmental activities:					
Accrued claims	\$ 8,748,000	\$ 3,644,084	\$ (3,391,084)	\$ 9,001,000	\$ 1,758,808
Compensated absences	3,917,974	1,496,314	(1,531,879)	3,882,409	1,736,005
Bonds payable	12,634,000	21,640,000	(409,000)	33,865,000	1,039,000
Plus premium	57,400	461,883	(6,818)	512,465	18,365
Note payable	48,884	-	(8,768)	40,116	9,251
Total governmental activities	<u>\$ 25,406,258</u>	<u>\$ 27,242,281</u>	<u>\$ (5,347,549)</u>	<u>\$ 47,300,990</u>	<u>\$ 4,561,429</u>
Business-type activities:					
Compensated absences	\$ 150,418	\$ 40,318	\$ (136,050)	\$ 54,686	\$ 33,809
Landfill closure and postclosure	3,097,841	-	(64,144)	3,033,697	146,224
Note payable	100,000	-	(50,000)	50,000	50,000
Total business-type activities	<u>\$ 3,348,259</u>	<u>\$ 40,318</u>	<u>\$ (250,194)</u>	<u>\$ 3,138,383</u>	<u>\$ 230,033</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term debt for them, which includes accrued claims 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, 2018

NOTE 4: LONG-TERM DEBT (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 \$50,000 as of June 30, 2018 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, 2018 is \$40,116 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
2019	\$ 9,251	\$ 2,206	\$ 50,000	\$ -
2020	9,759	1,698	-	-
2021	10,296	1,161	-	-
2022	10,810	594	-	-
Total	<u>\$ 40,116</u>	<u>\$ 5,659</u>	<u>\$ 50,000</u>	<u>\$ -</u>

Bonds Payable

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 principal and interest semi-annually that began on May 1, 2007 and will end on November 1, 2036. The interest rate varies from 3.5% to 4.5%. The balance at June 30, 2018 is \$4,705,000 and is presented in governmental activities. Annual principal and interest payments range from \$362,987 to \$371,225.

On December 1, 2014, the County entered into an agreement with Umpqua Bank for the \$8,205,000 Taxable Pension Obligation Refunding Bonds to pay off the CalPERS safety Tier 1 side fund. The County pays principal and interest quarterly that began on March 1, 2015 and will end on June 1, 2032. The interest rate is 4%. The balance at June 30, 2018 is \$7,520,000 and is presented in governmental activities. Annual principal and interest payments range from \$575,630 to \$883,550.

On March 1, 2018, the County entered into an agreement with the California Municipal Finance Authority for the \$21,640,000 Lease Revenue Bonds to finance: (1) the County match for the New County Jail; (2) the extension of infrastructure throughout the Law and Justice Center campus; (3) the County match for the New Juvenile Detention Facility; and (4) the replacement of the County's Enterprise Resource Planning system and upgrade of the County computer network. The County pays principal and interest semi-annually that began on June 1, 2018 and will end on December 1, 2047. The interest rate varies from 3% to 4%. The balance at June 30, 2018 is \$21,640,000 and is presented in governmental activities. Annual principal and interest payments range from \$1,013,650 to \$1,367,000.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 4: LONG-TERM DEBT (Continued)

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

Year Ending June 30,	Governmental activities	
	Principal	Interest
2019	\$ 1,039,000	\$ 1,273,380
2020	1,083,000	1,237,115
2021	1,152,000	1,195,605
2022	1,217,000	1,148,385
2023	1,298,000	1,097,828
2024-2028	7,692,000	4,612,380
2029-2033	7,244,000	3,041,783
2034-2038	4,600,000	1,936,338
2039-2043	3,890,000	1,192,813
2044-2048	4,650,000	433,550
Total	<u>\$ 33,865,000</u>	<u>\$ 17,169,177</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, 2018:

Receivable Fund	Payable Fund	Amount
General	Investment Trust	\$ 429,600
Roads	General	778,989
Internal Service	Community Development Block Grants	377,375
	County Capital	7,337,071
	Other Governmental	913,575
	Internal Service	1,871,881
		<u>10,499,902</u>
		<u>\$ 11,708,491</u>

The County Board of Supervisors authorized an advance from the General Fund to the Investment Trust Fund to cover a cash deficit in the Resources Conservation District subaccount. The outstanding balance at June 30, 2018 totaled \$429,600.

The General Fund borrowed from the Roads Fund for the purchase of the land for the Law and Justice Center. The outstanding balance at June 30, 2018 totaled \$778,989.

The County Board of Supervisors authorized advances from the Workers' Compensation Internal Service Fund to the Community Development Block Grants Fund to cover cash deficit due to timing of grant payments from the State. The outstanding balance at June 30, 2018 totaled \$377,375.

The County Board of Supervisors authorized advances from the Workers' Compensation and Post Retirement Insurance internal service funds to County Capital Fund to cover cash deficits due to timing of grant payments. The outstanding balances at June 30, 2018 totaled \$6,066,675 and \$1,270,396, respectively.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 5: INTERFUND TRANSACTIONS (Continued)

The County Board of Supervisors authorized advances to cover cash deficits in the National Disaster Resilience, Road Construction, and Airport Construction other governmental funds, which borrowed from the Workers' Compensation Internal Service Fund. The outstanding balances at June 30, 2018 totaled \$57,950, \$728,750, and \$126,875, respectively.

The County Board of Supervisors authorized advances to cover cash deficits in the Employee Group Insurance and Employee Leave Liability internal service funds, which borrowed from the Workers' Compensation and Post Retirement Insurance internal service funds, respectively. The outstanding balances at June 30, 2018 totaled \$625,100 and \$1,246,781, respectively.

Due from/to other funds

The General Fund owed \$28,767 to the County Capital Fund for costs of issuance paid out of the capital projects trustee account.

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, 2018:

Transfer From	Transfer To	Amount
General	Roads	\$ 942,066
	Health and Welfare	2,873,892
	County Fire	348,000
	County Capital	19,635,555
	Other Governmental	252,515
	Ambulance	56,808
	Airport	47,949
	Internal Service	155,002
		<u>24,311,787</u>
Roads	Other Governmental	<u>1,217,623</u>
Health and Welfare	Other Governmental	<u>4,104</u>
Other Governmental	General	8,300
	County Capital	180,918
		<u>189,218</u>
		<u>\$ 25,722,732</u>

The General Fund made contributions of \$5,591,787 to other funds to offset operating costs of the programs and another \$18,720,000 to the County Capital Fund representing debt proceeds to be spent on capital improvement projects. Of the amount transferred out, the County Capital Fund received another \$915,555 for the Law and Justice Center, the Health and Welfare Fund received \$2,873,892 representing transfer of vehicle license fee revenue received from the State, and the Roads Fund received \$942,066 to offset operational road treatment costs.

The Road Construction Fund (other governmental) received \$1,217,623 from the Roads Fund for major road projects.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: PENSION PLANS

General Information about the Pension Plans

Pension Plans Description – All of the County’s qualified employees are eligible to participate in the County’s Miscellaneous Pension Plan, an agent multiple-employer defined benefit pension plan, or the County’s Safety Pension Plan, a cost-sharing multiple-employer defined benefit pension plan. Both Pension Plans are administered by the California Public Employees’ Retirement System (CalPERS). Outside agencies associated with the County also participate in the County’s Miscellaneous Pension Plan, so the departments and funds of the County, along with these outside agencies, are in a cost-sharing arrangement in which all risks and costs are shared proportionately. A full description of the Pension Plans regarding number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the June 30, 2015 Annual Actuarial Valuation Reports. Details of the benefits provided can be obtained in Appendix B of the actuarial valuation reports. These reports and CalPERS’ audited financial statements are publicly available reports that can be obtained at CalPERS’ website at www.calpers.ca.gov under Forms and Publications.

The California Legislature passed and the Governor signed the “Public Employees’ Pension Reform Act of 2013” (PEPRA) on September 12, 2012. PEPRA contained a number of provisions intended to reduce future pension obligations. PEPRA primarily affects new pension plan members who are enrolled for the first time after December 2012. Benefit provisions under the Plan and other requirements are established by state statute and County resolution.

Benefits Provided – The benefits for the Pension Plans are based on members’ years of services, age, final compensation, and benefit formula. Benefits are provided for disability, death, and survivors of eligible members or beneficiaries. Members become fully vested in their retirement benefits earned to date after five years of credited service.

The Pension Plans’ provisions and benefits in effect at June 30, 2018 are summarized as follows:

Miscellaneous Plan:

Hire date	Prior to March 13, 2011	March 13, 2011 to December 31, 2012	On or After January 1, 2013
Benefit formula	2% @ 55	2% @ 60	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50 to 67	50 to 67	52 to 67
Monthly benefits, as a % of eligible compensation	1.426 to 2.418%	1.092 to 2.418%	1.000 to 2.500%

Safety Plan:

Benefit formula	3% @ 50	2% @ 50	2.7% @ 57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50 to 55	50 to 55	50 to 57
Monthly benefits, as a % of eligible compensation	3.000%	2.000 to 2.700%	2.000 to 2.700%

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: PENSION PLANS (Continued)

Contributions – Section 20814(c) of the California Public Employees’ Retirement Law (PERL) requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS’ annual actuarial valuation process. The Miscellaneous Plan’s actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Safety Plan’s actuarially determined rate is based on the estimated amount necessary to pay the Safety Plan’s allocated share of the risk pool’s costs of benefits earned by employees during the year, and any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the measurement period ended June 30, 2017 (the measurement date), the active employee contribution rates were 7.000%, 6.250%, 9.000%, 9.000%, and 11.500% of member earnings, and the employer contribution rates were 19.844%, 19.844%, 19.536%, 14.785%, and 12.082% of member earnings for the Miscellaneous First and Second Tier Plans, the Miscellaneous PEPR Plan, the Safety First Tier Plan, the Safety Second Tier Plan, and the Safety PEPR Plan, respectively. Employer contribution rates may change if plan contracts are amended. It is the responsibility of the County to make necessary accounting adjustments to reflect the impact due to any employer-paid member contributions or situations where members are paying a portion of the employer contribution. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions. For the year ended June 30, 2018, the County contributed \$5,722,029 and \$2,565,135 for the Miscellaneous and Safety Plans, respectively.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

As of June 30, 2018, the County reported a liability of \$81,237,123 and \$22,395,910 for its proportionate shares of the Miscellaneous and Safety Plans’ net pension liabilities, respectively. The net pension liabilities were measured as of June 30, 2017, using an annual actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures. The County’s proportion of the Miscellaneous Plan’s net pension liability was based on its fiscal year 2016-17 total contributions to the Miscellaneous Plan relative to all fiscal year 2016-17 contributions to the Miscellaneous Plan. The County’s proportions of the Miscellaneous Plan’s net pension liability as of June 30, 2017 and 2016 were 91.51202% and 91.37628%, respectively, for an increase of 0.13574%. The County’s Safety Plan’s net pension liability is the difference between its proportion of the total pension liability based on its share of the actuarial accrued liability and its proportion of the fiduciary net position based on its share of the fair value of assets. The County’s proportions of the Safety Plan’s net pension liability as of June 30, 2017 and 2016 were 0.22583% and 0.22056%, respectively, for an increase of 0.00527%.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: PENSION PLANS (Continued)

For the year ended June 30, 2018, the County recognized pension expense of \$16,086,527 and \$1,149,253 for the Miscellaneous and Safety Plans, respectively. At June 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Miscellaneous Plan:		
Contributions subsequent to the measurement date	\$ 5,722,029	\$ -
Differences between expected and actual experience	136,933	(220,672)
Change in assumptions	6,933,923	-
Net differences between projected and actual earnings on plan investments	2,428,072	-
Change in employer's proportion	71,817	(500)
Difference between the employer's contributions and the employer's proportionate share of contributions	661,008	-
Total Miscellaneous Pension Plan	<u>15,953,782</u>	<u>(221,172)</u>
Safety Plan:		
Contributions subsequent to the measurement date	2,565,135	-
Differences between expected and actual experience	275,176	(71,746)
Change in assumptions	3,990,740	(306,180)
Net differences between projected and actual earnings on plan investments	870,138	-
Change in employer's proportion	-	(1,982,044)
Difference between the employer's contributions and the employer's proportionate share of contributions	33,393	(244,530)
Total Safety Pension Plan	<u>7,734,582</u>	<u>(2,604,500)</u>
Total	<u>\$ 23,688,364</u>	<u>\$ (2,825,672)</u>

The \$5,722,029 and \$2,565,135 reported as deferred outflows of resources related to pension contributions subsequent to the measurement date for the Miscellaneous and Safety Plans, respectively, will be recognized as a reduction of the net pension liability in the year ending June 30, 2019. The remainder reported as deferred outflows and inflows of resources related to pension will be recognized as pension expense as follows:

Year Ending June 30,	Deferred Outflows / (Inflows) of Resources	
	Miscellaneous Plan	Safety Plan
2019	\$ 6,786,803	\$ (667,217)
2020	3,506,573	2,282,620
2021	1,036,615	1,458,692
2022	(1,319,410)	(509,148)
Total	<u>\$ 10,010,581</u>	<u>\$ 2,564,947</u>

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: PENSION PLANS (Continued)

Actuarial Assumptions – For the measurement period ended June 30, 2017 (measurement date), the total pension liability was determined by rolling forward the June 30, 2016 total pension liability. The June 30, 2017 total pension liability was based on the following actuarial method and assumptions:

Actuarial Cost Method	Entry-Age Normal
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.15% Net of Pension Plan Investment Expenses, includes Inflation
Mortality Rate Table ⁽¹⁾	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.75% thereafter

⁽¹⁾ The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the 2014 experience study report.

All other actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS website under Forms and Publications.

Change in Assumptions – In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent.

Discount Rate – The discount rate used to measure the total pension liability was 7.15 percent. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each Pension Plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. The tests revealed the assets would not run out. Therefore, the current 7.15 percent discount rate is appropriate and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 7.15 percent is applied to all plans in the Public Employees' Retirement Fund (PERF). The cash flows used in the testing were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: PENSION PLANS (Continued)

In determining the long-term expected rate of return, CalPERS staff took into account both short-term and long-term market return expectations as well as the expected pension fund (PERF) cash flows. Taking into account historical returns of all the PERF asset classes (which includes the agent plan and two cost-sharing plans or PERF A, B, and C funds), expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each PERF fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown was adopted by the Board effective on July 1, 2014.

Asset Class	Current Target Allocation	Real Return Years 1 - 10 ⁽¹⁾	Real Return Years 11+ ⁽²⁾
Global Equity	47.0 %	4.90 %	5.38 %
Global Fixed Income	19.0	0.80	2.27
Inflation Sensitive	6.0	0.60	1.39
Private Equity	12.0	6.60	6.63
Real Estate	11.0	2.80	5.21
Infrastructure and Forestland	3.0	3.90	5.36
Liquidity	2.0	(0.40)	(0.90)

⁽¹⁾ An expected inflation of 2.5% used for this period.

⁽²⁾ An expected inflation of 3.0% used for this period.

Sensitivity of the County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the net pension liability of the Pension Plans as of the measurement date, calculated using the discount rate of 7.15 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15 percent) or 1 percentage-point higher (8.15 percent) than the current rate:

	Discount Rate - 1% (6.15%)	Current Discount Rate (7.15%)	Discount Rate + 1% (8.15%)
County's Proportionate Share of Pension Plans' Net Pension Liability:			
Miscellaneous Plan	\$ 112,631,097	\$ 81,237,123	\$ 55,057,628
Safety Plan	35,579,660	22,395,910	11,618,852
Total	<u>\$ 148,210,757</u>	<u>\$ 103,633,033</u>	<u>\$ 66,676,480</u>

Pension Plan Fiduciary Net Position – Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial report that can be obtained at CalPERS' website under Forms and Publications.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 7: OTHER POSTEMPLOYMENT BENEFITS PLAN

Plan description – The County participates in a Retiree Healthcare Plan, a multiple-employer defined benefit plan, which does not issue a publicly available report, with the Tuolumne County Transportation Council (Council), which is not a component unit of the County. The County provides medical coverage for its employees through the CalPERS healthcare program (PEMHCA). The OPEB Plan is not administered in a trust or equivalent arrangement that meets the criteria in paragraph 4 of GASB Statement No. 75. For financial reporting purposes, the County reports a proportionate share of the collective total OPEB liability, OPEB expense, and deferred outflows and inflows of resources. Accordingly, the disclosures and required supplementary information have been reported for the County as a cost-sharing participant.

Benefits provided – The County allows retirees to continue participating in the OPEB Plan after retirement. The following summarizes the County’s retiree OPEB Plan benefits:

- 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, an implied subsidy is required.

Contributions – The County currently contributes based on a pay-as-you-go funding method, that is, benefits are payable when due. For fiscal year 2017-18, the County contributed \$941,876 in benefit payments. Employees are not required to contribute to the OPEB Plan.

Employees covered by benefit terms – At June 30, 2018, the following number of participants were covered by the benefit terms:

Inactives currently receiving benefits	168
Inactives entitled to benefit payments	498
Active employees	<u>601</u>
Total	<u><u>1,267</u></u>

Total OPEB liability – At June 30, 2018, the County reported a liability of \$30,520,486 for its proportionate share of the OPEB Plan total OPEB liability in accordance with the parameters of GASB Statement No. 75. The total OPEB liability was measured as of June 30, 2017 as determined by an actuarial valuation as of June 30, 2017. The County’s proportion of the total OPEB liability was based on its 2016-17 number of employees relative to all 2016-17 number of County and Council employees. The County’s proportionate share based on its number of employees as of June 30, 2017 was 99.50926%.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 7: OTHER POSTEMPLOYMENT BENEFITS PLAN (Continued)

Actuarial Assumptions – For the measurement period ended June 30, 2017 (the measurement date), the total OPEB liability was determined using a June 30, 2017 valuation date. The June 30, 2016 beginning total OPEB liability was determined by rolling back the June 30, 2017 total OPEB liability. The June 30, 2017 total OPEB liability was based on the following actuarial method and assumptions:

Valuation Date:	June 30, 2017
Actuarial Cost Method:	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	3.58%
Investment Rate of Return	n/a
General Inflation	2.75%
Mortality Improvement	Mortality projected fully generational with Scale MP-17
Salary Increases	3.00%
Medical Trend	<i>Non-Medicare:</i> 7.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076 and later years <i>Medicare:</i> 6.5% for 2019, decreasing to an ultimate rate of 4.0% for 2076 and later years
PEMHCA Minimum Increases	4.25%

Other demographic assumptions used in the June 30, 2017 valuation were based on the results of the 2014 *CalPERS Experience Study and Review of Actuarial Assumptions* report (Experience Study) for the period from 1997 to 2011, including updates to termination, disability, mortality assumptions, and retirement rates. The Experience Study report can be obtained from the CalPERS website at www.calpers.ca.gov.

Discount Rate – The discount rate used to measure the total OPEB liability was based on the Bond Buyer 20-Bond General Obligation Index as of June 30, 2017.

Changes in the total OPEB liability – The changes in the total OPEB liability are as follows:

Balance at June 30, 2017	\$ 32,734,000
Changes for the year:	
Service cost	1,459,000
Interest	963,000
Changes in assumptions	(3,631,000)
Benefit payments and refunds	(854,000)
Net changes	(2,063,000)
Balance at June 30, 2018	\$ 30,671,000
County's proportion of the total OPEB liability	99.50926%
County's proportionate share of the OPEB liability	\$ 30,520,486

Changes in Assumptions – For the actuarial valuation as of June 30, 2017, healthcare related assumptions, including medical trend rates, were updated based on experience through June 30, 2017. In addition, the discount rate decreased from 4.00% to 3.58%, general inflation decreased from 3.00% to 2.75%, salary increases decreased from 3.25% to 3.00%, and PEMHCA minimum increases decreased from 4.50% to 4.25%.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 7: OTHER POSTEMPLOYMENT BENEFITS PLAN (Continued)

Sensitivity of the County's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate – The following presents the County's proportionate share of the total OPEB liability, as well as what the County's proportionate share of the total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower or 1 percentage-point higher than the current discount rate:

	Discount Rate -1% (2.58%)	Current Discount Rate (3.58%)	Discount Rate +1% (4.58%)
County's Proportionate Share of OPEB Plan's Total OPEB Liability	\$ 35,628,296	\$ 30,520,486	\$ 26,427,670

Sensitivity of the County's Proportionate Share of the Total OPEB Liability to Changes in Healthcare Costs Trend Rates – The following presents the County's proportionate share of the total OPEB liability, as well as what the County's proportionate share of the total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage-point lower or 1 percentage-point higher than the current healthcare cost trend rates:

	Healthcare Cost Trend Rate -1%	Current Healthcare Cost Trend Rate	Healthcare Cost Trend Rate +1%
County's Proportionate Share of OPEB Plan's Total OPEB Liability	\$ 26,084,363	\$ 30,520,486	\$ 36,143,754

OPEB expense and deferred outflows/inflows of resources related to OPEB – For fiscal year 2017-18, the County recognized OPEB expense of \$1,983,739. At June 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumptions	\$ -	\$ 3,185,292
County's contributions subsequent to the measurement date	941,876	-
Total	<u>\$ 941,876</u>	<u>\$ 3,185,292</u>

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 7: OTHER POSTEMPLOYMENT BENEFITS PLAN (Continued)

The \$941,876 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability during fiscal year 2018-19. Other amounts reported as deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year Ending June 30	
2019	\$ 427,890
2020	427,890
2021	427,890
2022	427,890
2023	427,890
Thereafter	1,045,842
Total	<u>\$ 3,185,292</u>

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.

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, 2018 is \$9,001,000. These claim estimates are based on the requirements of GASB Statement No. 10, and include estimated claims incurred but not yet reported as of June 30, 2018.

Changes in the internal service funds claims liabilities during the years ended June 30, 2017 and 2018 were as follows:

Fiscal Year	Balance at July 1	Current Year Claims and Changes in Estimates	Current Year Claim Payments	Balance at June 30
2016-17	\$ 9,301,000	\$ 2,662,229	\$ (3,215,229)	\$ 8,748,000
2017-18	8,748,000	3,644,084	(3,391,084)	9,001,000

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

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. The \$3,033,697 reported as landfill closure and postclosure care liability at June 30, 2018, 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, 2018, the following individual funds had deficit fund equity balances:

Fund	Deficit
Solid Waste	\$ 2,633,670
National Disaster Resilience	58,741
Workers' Compensation	673,663
Employee Leave Liability	5,018,674

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.

The National Disasters Resilience deficit fund balance is expected to be eliminated by receipt of grant funds within the next year.

The internal service funds (Workers' Compensation and Employee Leave Liability) deficit net position are expected to be eliminated via charges to other County funds. The County's plan is to have the Workers' Compensation Fund positive within the next two years. The expected decrease in the deficit in fiscal year 2019 is \$456,000. The County's plan to decrease the deficit in Employees Leave Liability Fund 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 several fiscal years. The expected decrease in the deficit in fiscal year 2019 is \$275,000.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 11: COMMITMENTS AND CONTINGENCIES

Commitments

At June 30, 2018, the significant construction commitments included \$31,689,350 for the County Jail at the Law and Justice Center. In addition, the County's encumbrances as of June 30, 2018 were as follows:

<u>Fund</u>	<u>Encumbrances</u>
General	\$ 569,365
Roads	121,278
County Fire	153,551
County Capital	200,765
Solid Waste	279,327
Ambulance	6,931
Road Construction	41,404

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, who 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.

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 \$344,292 to TCEDA during the year ended June 30, 2018.

Audited financial statements for TCEDA can be obtained at the Tuolumne County Auditor's Office: 2 South Green Street, Sonora, California 95370.

COUNTY OF TUOLUMNE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 12: JOINT VENTURES (Continued)

Central Sierra Child Support Agency

On September 7, 2010, the County of Tuolumne 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 CSCSA 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, California 95370.

NOTE 13: SUBSEQUENT EVENTS

Refunding of Judgment Obligation Bonds

In July of 2018, the County refunded the 2006 Judgment Obligation Bonds. The County pays semi-annual payments that began on November 1, 2018 and will end on November 1, 2036. The interest rate varies from 2.125% to 5%. Annual principal and interest payments range from \$331,894 to \$341,025.

Note Payable Payoff

In April of 2019, the County paid off the \$40,116 remaining balance of the note payable for the purchase of cemetery land. The note was to mature during the year ending June 30, 2022.

Dissolution of Tuolumne County Economic Development Authority

On February 5, 2019, both the County and the City voted to withdraw from the TCEDA and plan to dissolve the TCEDA by June 30, 2020.

Per the JPA agreement, the County and the City are liable for any unfunded liabilities after the dissolution of the TCEDA.

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, and the overall scene is peaceful and scenic.

Required Supplementary Information

COUNTY OF TUOLUMNE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
LAST TEN YEARS*

Fiscal Year	Measurement Period	County's Proportion of the Net Pension Liability	County's Proportionate Share of the Net Pension Liability	County's Covered Payroll	County's Proportionate Share of the Net Pension Liability as a Percentage of Their Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Miscellaneous Plan:						
2018	2017	91.51202%	\$ 81,237,123	\$27,135,295	299.38%	68.24%
2017	2016	91.37628%	71,795,420	25,938,751	276.79%	69.38%
2016	2015	90.59927%	54,936,469	22,822,833	240.71%	75.24%
2015	2014	91.53140%	47,229,938	23,217,545	203.42%	78.39%
Safety Plan:						
2018	2017	0.22583%	\$ 22,395,910	\$ 9,450,502	236.98%	73.31%
2017	2016	0.22056%	19,084,961	8,722,242	218.81%	74.06%
2016	2015	0.20701%	14,208,731	7,382,620	192.46%	78.40%
2015	2014	0.33072%	20,578,819	7,563,748	272.07%	80.43%

Notes to Schedule:

Benefit changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2016 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes in assumptions: In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

* - GASB 68 was implemented in 2015 (2014 measurement period). Therefore, only four years of information is presented.

COUNTY OF TUOLUMNE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF THE COUNTY'S PENSION CONTRIBUTIONS
LAST TEN YEARS*

Measurement Period	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contribution	Contribution Deficiency	County's Covered Payroll	Contributions as a Percentage of Covered Payroll
Miscellaneous Plan:					
2018	\$ 5,722,029	\$ 5,722,029	\$ -	\$ 27,449,050	20.846%
2017	5,384,728	5,384,728	-	27,135,295	19.844%
2016	4,686,873	4,686,873	-	25,938,751	18.069%
2015	4,245,021	4,245,021	-	22,822,833	18.600%
2014	3,290,039	3,290,039	-	23,217,545	14.170%
Safety Plan:					
2018	2,565,135	2,565,135	-	10,231,142	25.072%
2017	2,286,925	2,286,925	-	9,450,502	24.199%
2016	2,008,228	2,008,228	-	8,722,242	23.024%
2015	2,307,975	2,307,975	-	7,382,620	31.262%
2014	1,486,370	1,486,370	-	7,563,748	19.651%

* - GASB 68 was implemented in 2015 (2014 measurement period). Therefore, only five years of information is presented.

COUNTY OF TUOLUMNE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE
OF THE TOTAL OTHER POSTEMPLOYMENT BENEFITS LIABILITY
LAST TEN YEARS*

Fiscal Year	Measurement Period	County's Proportion of the Total Other Postemployment Benefits Liability	County's Proportionate Share of the Total Other Postemployment Benefits Liability	County's Covered-Employee Payroll	County's Proportionate Share of the Total Other Postemployment Benefits Liability as a Percentage of Their Covered-Employee Payroll
2018	2017	99.50926%	\$ 30,520,486	\$37,896,113	80.54%

* - GASB 75 was implemented in 2018 (2017 measurement period). Therefore, only one year of information is presented.

COUNTY OF TUOLUMNE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 29,443,334	\$ 29,731,869	\$ 29,970,236	\$ 238,367
Licenses and permits	2,058,343	1,989,027	1,963,410	(25,617)
Fines, forfeits, and penalties	1,480,130	1,480,130	1,478,087	(2,043)
Investment earnings, rents, and concessions	315,765	335,765	284,754	(51,011)
Intergovernmental:				
State	21,670,457	22,329,695	20,122,486	(2,207,209)
Federal	3,751,672	4,058,153	4,125,956	67,803
Other	762,727	762,727	664,276	(98,451)
Charges for services	8,875,636	9,139,535	8,714,377	(425,158)
Miscellaneous	197,320	198,921	191,426	(7,495)
Total revenues	68,555,384	70,025,822	67,515,008	(2,510,814)
Expenditures:				
General government:				
Board of supervisors	637,696	611,476	607,769	3,707
Appropriation for contingencies	793,793	447,737	-	447,737
County administrative office	1,441,008	1,423,998	1,407,082	16,916
County auditor-controller	1,475,884	1,562,828	1,548,454	14,374
Treasurer-tax collector	615,474	615,474	579,492	35,982
Assessor-recorder	1,550,934	1,558,302	1,514,817	43,485
Recorder-modernization	134,995	134,995	90,689	44,306
Archives	147,896	147,896	142,614	5,282
Office of revenue recovery	639,523	643,572	634,790	8,782
County counsel	1,102,084	1,144,084	1,075,138	68,946
Human resources	641,081	630,940	624,886	6,054
County clerk - elections	578,482	589,978	555,298	34,680
Facilities management	3,098,155	3,357,158	3,135,709	221,449
Economic development and promotion	1,536,792	1,573,792	1,536,117	37,675
Information technology	6,651,063	6,533,395	4,870,341	1,663,054
Outside agency partners	390,767	390,767	396,852	(6,085)
Radio/communications	111,224	111,224	106,807	4,417
Debt service	1,242,775	1,311,315	1,183,970	127,345
Total general government	22,789,626	22,788,931	20,010,825	2,778,106
Public protection:				
CAO emergency services	945,619	991,619	609,568	382,051
CAO homeland security	166,951	166,951	126,511	40,440
OES - tree mortality hazard	3,766,232	3,766,232	1,933,414	1,832,818
Transfer to outside fire districts	8,439	8,439	8,439	-
Grand jury	28,131	41,439	38,405	3,034
District attorney	2,146,995	2,143,169	2,020,052	123,117
Victim witness prosecution program	339,155	365,730	348,906	16,824
District attorney victim advocacy/outreach	176,506	187,876	180,265	7,611
Public defender	892,484	907,375	898,686	8,689
County - court related AB 233	912,938	968,456	941,391	27,065
Sheriff - coroner	11,427,672	11,575,621	11,588,256	(12,635)
Sheriff - courtroom security	965,167	965,167	755,675	209,492
Sheriff - communications	1,359,763	1,389,692	1,465,445	(75,753)
Tuolumne narcotics team	733,682	733,671	660,800	72,871
County jail	6,169,103	6,177,520	6,053,013	124,507

(Continued)

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

COUNTY OF TUOLUMNE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Public protection (continued):				
Probation	\$ 4,830,917	\$ 4,798,950	\$ 4,211,811	\$ 587,139
Regional Juvenile Center	1,518,749	1,518,749	1,423,501	95,248
Agriculture - weights and measures	657,798	657,633	655,365	2,268
Community resources agency	4,417,733	4,462,687	4,093,597	369,090
Cannabis compliance	-	-	7,750	(7,750)
Animal control	1,006,946	996,422	924,688	71,734
Total public protection	42,470,980	42,823,398	38,945,538	3,877,860
Public ways and facilities:				
Special district administration	99,000	140,500	103,272	37,228
Health and sanitation:				
Sheriff - emergency medical communications	23,393	23,393	23,611	(218)
Air pollution	834,244	1,017,244	772,886	244,358
Total health and sanitation	857,637	1,040,637	796,497	244,140
Public assistance:				
Veterans services	245,520	245,520	219,373	26,147
Education:				
Library	1,238,030	1,241,124	1,223,095	18,029
Recreation and cultural services:				
Sheriff - boat patrol	629,551	757,492	714,459	43,033
County recreation	662,231	674,651	606,276	68,375
Standard Park	268,023	286,301	278,389	7,912
Youth centers	241,740	242,940	242,547	393
Total recreation and cultural services	1,801,545	1,961,384	1,841,671	119,713
Total expenditures	69,502,338	70,241,494	63,140,271	7,101,223
Excess (deficiency) of revenues over (under) expenditures	(946,954)	(215,672)	4,374,737	4,590,409
Other financing sources (uses):				
Transfers in	11,285	11,285	8,300	(2,985)
Transfers out	(4,985,208)	(24,303,079)	(24,311,787)	(8,708)
Debt issued	3,378,000	21,640,000	21,640,000	-
Premium on debt issued	-	461,883	461,883	-
Proceeds from sale of capital assets	10,000	10,000	13,393	3,393
Total other financing sources (uses)	(1,585,923)	(2,179,911)	(2,188,211)	(8,300)
Changes in fund balance (budgetary basis)	\$ (2,532,877)	\$ (2,395,583)	2,186,526	\$ 4,582,109
Basis adjustment:				
Agency funds allocation			(653,375)	
Change in fund balance (GAAP basis)			1,533,151	
Fund balance, beginning of year			5,927,680	
Fund balance, end of year			\$ 7,460,831	

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

COUNTY OF TUOLUMNE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ROADS SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Licenses and permits	\$ 72,907	\$ 72,907	\$ 100,730	\$ 27,823
Investment earnings, rents, and concessions	-	-	(664)	(664)
Intergovernmental:				
State	5,049,873	4,907,401	3,781,091	(1,126,310)
Federal	511,502	511,502	743,844	232,342
Other	694,881	694,881	458,234	(236,647)
Charges for services	683,058	730,678	798,980	68,302
Miscellaneous	1,000	1,000	7,111	6,111
	<u>7,013,221</u>	<u>6,918,369</u>	<u>5,889,326</u>	<u>(1,029,043)</u>
Total revenues				
Expenditures:				
Public ways and facilities:				
Public works administration	2,229,279	2,276,899	2,115,478	161,421
SB1	-	940,000	133,412	806,588
Road maintenance	4,863,457	4,730,863	3,722,537	1,008,326
	<u>7,092,736</u>	<u>7,947,762</u>	<u>5,971,427</u>	<u>1,976,335</u>
Total public ways and facilities				
Deficiency of revenues under expenditures	<u>(79,515)</u>	<u>(1,029,393)</u>	<u>(82,101)</u>	<u>947,292</u>
Other financing sources:				
Transfers in	942,066	942,066	942,066	-
Proceeds from sale of capital assets	-	-	6,075	6,075
	<u>942,066</u>	<u>942,066</u>	<u>948,141</u>	<u>6,075</u>
Total other financing sources				
Changes in fund balance (budgetary basis)	<u>\$ 862,551</u>	<u>\$ (87,327)</u>	<u>866,040</u>	<u>\$ 953,367</u>
Basis adjustment:				
Agency funds allocation			<u>(665,899)</u>	
Change in fund balance (GAAP basis)			200,141	
Fund balance, beginning of year			<u>9,905,604</u>	
Fund balance, end of year			<u>\$ 10,105,745</u>	

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

COUNTY OF TUOLUMNE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HEALTH AND WELFARE SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Fines, forfeits, and penalties	\$ 11,000	\$ 11,000	\$ 12,629	\$ 1,629
Investment earnings, rents, and concessions	2,500	2,500	51	(2,449)
Intergovernmental:				
State	22,326,472	22,601,406	21,953,907	(647,499)
Federal	11,984,906	12,168,917	10,244,075	(1,924,842)
Other	25,000	25,000	25,000	-
Charges for services	1,001,804	1,001,804	1,054,157	52,353
Miscellaneous	264,830	264,830	199,182	(65,648)
Total revenues	35,616,512	36,075,457	33,489,001	(2,586,456)
Expenditures:				
Health and sanitation:				
Health	5,806,394	5,731,147	4,229,623	1,501,524
Tobacco control program	438,742	444,287	265,239	179,048
Women, infants, and children	707,658	683,018	584,903	98,115
Behavioral health	12,283,247	12,527,850	10,234,852	2,292,998
California children services	332,013	326,111	242,073	84,038
Total health and sanitation	19,568,054	19,712,413	15,556,690	4,155,723
Public assistance:				
Social services administration	16,546,357	16,746,357	12,624,610	4,121,747
Welfare and security	8,896,775	9,221,775	7,862,127	1,359,648
Total public assistance	25,443,132	25,968,132	20,486,737	5,481,395
Total expenditures	45,011,186	45,680,545	36,043,427	9,637,118
Deficiency of revenues under expenditures	(9,394,674)	(9,605,088)	(2,554,426)	7,050,662
Other financing sources (uses):				
Transfers in	2,669,303	2,669,303	2,873,892	204,589
Transfers out	(206,450)	(81,450)	(4,104)	77,346
Total other financing sources (uses)	2,462,853	2,587,853	2,869,788	281,935
Changes in fund balance (budgetary basis)	\$ (6,931,821)	\$ (7,017,235)	315,362	\$ 7,332,597
Basis adjustment:				
Agency funds allocation			(528,428)	
Change in fund balance (GAAP basis)			(213,066)	
Fund balance, beginning of year			9,626,609	
Fund balance, end of year			\$ 9,413,543	

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

COUNTY OF TUOLUMNE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COUNTY FIRE SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 2,528,300	\$ 2,528,300	\$ 2,533,738	\$ 5,438
Licenses and permits	24,300	24,300	26,505	2,205
Investment earnings, rents, and concessions	39,069	39,069	47,190	8,121
Intergovernmental:				
State	683,820	683,820	795,114	111,294
Federal	169,500	169,500	92,901	(76,599)
Other	156,164	156,164	40,000	(116,164)
Charges for services	135,000	135,000	107,172	(27,828)
Miscellaneous	148,150	148,150	145,393	(2,757)
Total revenues	3,884,303	3,884,303	3,788,013	(96,290)
Expenditures:				
Public protection:				
County Fire Department	4,929,869	4,929,869	4,213,264	716,605
Deficiency of revenues under expenditures	(1,045,566)	(1,045,566)	(425,251)	620,315
Other financing sources:				
Transfers in	348,000	348,000	348,000	-
Changes in fund balance (budgetary basis)	\$ (697,566)	\$ (697,566)	(77,251)	\$ 620,315
Basis adjustment:				
Agency funds allocation			20,842	
Change in fund balance (GAAP basis)			(56,409)	
Fund balance, beginning of year			816,052	
Fund balance, end of year			\$ 759,643	

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, 2018

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 with the exception of its Community Development Block Grants Special Revenue 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 and the Auditor-Controller, 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 differences are 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. Loan proceeds – The County budgets for internal loan proceeds as an other financing source.

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, 2018

	Other Special Revenue	Capital Projects			Total Other Governmental
		Road Construction	Airport Construction	Permanent	
Assets:					
Cash and investments	\$ 6,041,783	\$ 1,431,796	\$ 32	\$ 320,118	\$ 7,793,729
Taxes receivable	275	-	-	-	275
Intergovernmental receivables	221,004	3,061,567	142,012	-	3,424,583
Prepaid items	3,125	-	-	-	3,125
Restricted cash and investments	7,732	-	-	-	7,732
Total assets	<u>\$ 6,273,919</u>	<u>\$ 4,493,363</u>	<u>\$ 142,044</u>	<u>\$ 320,118</u>	<u>\$ 11,229,444</u>
Liabilities and fund balances:					
Liabilities:					
Accounts payable	\$ 67,410	\$ 999,019	\$ 8,969	\$ -	\$ 1,075,398
Salaries and benefits payable	951	-	-	-	951
Unearned revenue	10,014	344,637	-	-	354,651
Advances from other funds	57,950	728,750	126,875	-	913,575
Total liabilities	<u>136,325</u>	<u>2,072,406</u>	<u>135,844</u>	<u>-</u>	<u>2,344,575</u>
Fund balances:					
Nonspendable:					
Not in spendable form	3,125	-	-	-	3,125
To be maintained intact	-	-	-	174,697	174,697
Restricted:					
Capital projects	-	2,420,957	6,200	-	2,427,157
Public ways and facilities	4,637,893	-	-	-	4,637,893
Health and welfare	22,732	-	-	-	22,732
Children and Families Commission	793,452	-	-	-	793,452
Public protection	642,440	-	-	-	642,440
Perpetual care	-	-	-	145,421	145,421
Other purposes	96,693	-	-	-	96,693
Unassigned	(58,741)	-	-	-	(58,741)
Total fund balances	<u>6,137,594</u>	<u>2,420,957</u>	<u>6,200</u>	<u>320,118</u>	<u>8,884,869</u>
Total liabilities and fund balances	<u>\$ 6,273,919</u>	<u>\$ 4,493,363</u>	<u>\$ 142,044</u>	<u>\$ 320,118</u>	<u>\$ 11,229,444</u>

COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	Other Special Revenue	Capital Projects			Total Other Governmental
		Road Construction	Airport Construction	Permanent	
Revenues:					
Taxes	\$ 296,629	\$ -	\$ -	\$ -	\$ 296,629
Fines, forfeits, and penalties	194,257	-	-	-	194,257
Investment earnings, rents, and concessions	116,534	-	-	4,370	120,904
Intergovernmental:					
State	641,499	523,198	23,403	-	1,188,100
Federal	190,333	3,559,687	468,066	-	4,218,086
Other	5,587	208,044	-	-	213,631
Charges for services	410,018	11,087	-	3,300	424,405
Miscellaneous	16,596	-	-	2,863	19,459
Total revenues	1,871,453	4,302,016	491,469	10,533	6,675,471
Expenditures:					
Current:					
General government	12,213	-	-	-	12,213
Public protection	335,786	-	-	-	335,786
Public ways and facilities	238,738	15,563	-	-	254,301
Health and sanitation	732,599	-	-	-	732,599
Capital outlay	-	6,012,469	560,132	-	6,572,601
Debt service:					
Principal	8,768	-	-	-	8,768
Interest	2,689	-	-	-	2,689
Total expenditures	1,330,793	6,028,032	560,132	-	7,918,957
Excess (deficiency) of revenues over (under) expenditures	540,660	(1,726,016)	(68,663)	10,533	(1,243,486)
Other financing sources (uses):					
Transfers in	4,104	1,441,311	28,827	-	1,474,242
Transfers out	(189,218)	-	-	-	(189,218)
Total other financing sources (uses)	(185,114)	1,441,311	28,827	-	1,285,024
Changes in fund balances	355,546	(284,705)	(39,836)	10,533	41,538
Fund balances, beginning of year	5,782,048	2,705,662	46,036	309,585	8,843,331
Fund balances, end of year	\$ 6,137,594	\$ 2,420,957	\$ 6,200	\$ 320,118	\$ 8,884,869

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.

National Disaster Resilience – This fund is used to account for revenues and expenditures to build two (2) resilient centers in the footprint of the Rim Fire of 2013.

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.

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 – This fund is used to account for miscellaneous services throughout all unincorporated areas of the County.

Lighting Districts – This fund is used to account for 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, 2018

	Fish and Game	National Disaster Resilience	Criminal Justice Facility	Monument Preservation	Tuolumne County BH Housing
Assets:					
Cash and investments	\$ 161,688	\$ 9	\$ -	\$ 96,693	\$ 16,389
Taxes receivable	-	-	-	-	-
Intergovernmental receivables	-	-	-	-	-
Prepaid items	-	-	-	-	-
Restricted cash and investments	-	-	-	-	7,732
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,732</u>
Total assets	<u>\$ 161,688</u>	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ 96,693</u>	<u>\$ 24,121</u>
Liabilities and fund balances (deficit):					
Liabilities:					
Accounts payable	\$ 4,562	\$ 800	\$ -	\$ -	\$ 1,389
Salaries and benefits payable	-	-	-	-	-
Unearned revenue	10,014	-	-	-	-
Advances from other funds	-	57,950	-	-	-
	<u>-</u>	<u>57,950</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>14,576</u>	<u>58,750</u>	<u>-</u>	<u>-</u>	<u>1,389</u>
Fund balances (deficit):					
Nonspendable:					
Not in spendable form	-	-	-	-	-
Restricted:					
Public ways and facilities	-	-	-	-	-
Health and welfare	-	-	-	-	22,732
Children and Families	-	-	-	-	-
Commission	-	-	-	-	-
Public protection	147,112	-	-	-	-
Other purposes	-	-	-	96,693	-
Unassigned	-	(58,741)	-	-	-
	<u>-</u>	<u>(58,741)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances (deficit)	<u>147,112</u>	<u>(58,741)</u>	<u>-</u>	<u>96,693</u>	<u>22,732</u>
Total liabilities and fund balances (deficit)	<u>\$ 161,688</u>	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ 96,693</u>	<u>\$ 24,121</u>

Cemetery Districts	Children and Families Commission	County Service Areas	Lighting Districts	Total Other Special Revenue	
\$ 500,202	\$ 624,463	\$ 2,822,283	\$ 1,820,056	\$ 6,041,783	Assets:
81	-	78	116	275	Cash and investments
-	221,004	-	-	221,004	Taxes receivable
-	3,125	-	-	3,125	Intergovernmental receivables
-	-	-	-	7,732	Prepaid items
					Restricted cash and investments
\$ 500,283	\$ 848,592	\$ 2,822,361	\$ 1,820,172	\$ 6,273,919	Total assets
					Liabilities and fund balances (deficit)
					Liabilities:
\$ 4,004	\$ 52,015	\$ 982	\$ 3,658	\$ 67,410	Accounts payable
951	-	-	-	951	Salaries and benefits payable
-	-	-	-	10,014	Unearned revenue
-	-	-	-	57,950	Advances from other funds
4,955	52,015	982	3,658	136,325	Total liabilities
					Fund balances (deficit):
-	3,125	-	-	3,125	Nonspendable:
					Not in spendable form
-	-	2,821,379	1,816,514	4,637,893	Restricted:
-	-	-	-	22,732	Public ways and facilities
-	793,452	-	-	793,452	Health and welfare
495,328	-	-	-	642,440	Children and Families
-	-	-	-	96,693	Commission
-	-	-	-	(58,741)	Public protection
					Other purposes
					Unassigned
495,328	796,577	2,821,379	1,816,514	6,137,594	Total fund balances (deficit)
\$ 500,283	\$ 848,592	\$ 2,822,361	\$ 1,820,172	\$ 6,273,919	Total liabilities and fund balances (deficit)

COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
OTHER SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	Fish and Game	National Disaster Resilience	Criminal Justice Facility	Monument Preservation	Tuolumne County BH Housing
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fines, forfeits, and penalties	2,047	-	192,210	-	-
Investment earnings, rents, and concessions	2,120	(79)	270	1,215	36,432
Intergovernmental:					
State	-	-	-	-	32,518
Federal	-	179,484	-	-	-
Other	-	-	-	-	-
Charges for services	-	-	-	17,580	-
Miscellaneous	-	-	-	-	-
	<u>4,167</u>	<u>179,405</u>	<u>192,480</u>	<u>18,795</u>	<u>68,950</u>
Total revenues					
Expenditures:					
Current:					
General government	-	-	11,562	651	-
Public protection	-	238,146	-	-	-
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	-	-	-	72,182
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
	<u>-</u>	<u>238,146</u>	<u>11,562</u>	<u>651</u>	<u>72,182</u>
Total expenditures					
Excess (deficiency) of revenues over (under) expenditures	<u>4,167</u>	<u>(58,741)</u>	<u>180,918</u>	<u>18,144</u>	<u>(3,232)</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	4,104
Transfers out	<u>(8,300)</u>	<u>-</u>	<u>(180,918)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(8,300)</u>	<u>-</u>	<u>(180,918)</u>	<u>-</u>	<u>4,104</u>
Changes in fund balances	(4,133)	(58,741)	-	18,144	872
Fund balances, beginning of year	<u>151,245</u>	<u>-</u>	<u>-</u>	<u>78,549</u>	<u>21,860</u>
Fund balances (deficit), end of year	<u>\$ 147,112</u>	<u>\$ (58,741)</u>	<u>\$ -</u>	<u>\$ 96,693</u>	<u>\$ 22,732</u>

Cemetery Districts	Children and Families Commission	County Service Areas	Lighting Districts	Total Other Special Revenue	
\$ 87,911	\$ -	\$ 82,594	\$ 126,124	\$ 296,629	Revenues:
-	-	-	-	194,257	Taxes
6,745	10,291	35,154	24,386	116,534	Fines, forfeits, and penalties
					Investment earnings, rents and concessions
					Intergovernmental:
1,176	605,318	1,003	1,484	641,499	State
-	10,849	-	-	190,333	Federal
-	5,587	-	-	5,587	Other
27,303	-	365,135	-	410,018	Charges for services
6,596	10,000	-	-	16,596	Miscellaneous
<u>129,731</u>	<u>642,045</u>	<u>483,886</u>	<u>151,994</u>	<u>1,871,453</u>	Total revenues
					Expenditures:
					Current:
-	-	-	-	12,213	General government
97,640	-	-	-	335,786	Public protection
-	-	177,511	61,227	238,738	Public ways and facilities
-	660,417	-	-	732,599	Health and sanitation
					Debt service:
8,768	-	-	-	8,768	Principal
2,689	-	-	-	2,689	Interest
<u>109,097</u>	<u>660,417</u>	<u>177,511</u>	<u>61,227</u>	<u>1,330,793</u>	Total expenditures
<u>20,634</u>	<u>(18,372)</u>	<u>306,375</u>	<u>90,767</u>	<u>540,660</u>	Excess (deficiency) of revenues over (under) expenditures
					Other financing sources (uses):
-	-	-	-	4,104	Transfers in
-	-	-	-	(189,218)	Transfers out
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(185,114)</u>	Total other financing sources (uses)
20,634	(18,372)	306,375	90,767	355,546	Changes in fund balances
<u>474,694</u>	<u>814,949</u>	<u>2,515,004</u>	<u>1,725,747</u>	<u>5,782,048</u>	Fund balances, beginning of year
<u>\$ 495,328</u>	<u>\$ 796,577</u>	<u>\$ 2,821,379</u>	<u>\$ 1,816,514</u>	<u>\$ 6,137,594</u>	Fund balances (deficit), end of year



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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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Fines, forfeits, and penalties	\$ 3,700	\$ 3,700	\$ 2,047	\$ (1,653)
Investment earnings, rents, and concessions	1,000	1,000	2,120	1,120
Total revenues	4,700	4,700	4,167	(533)
Expenditures:				
Public protection:				
Fish and wildlife	25,889	25,889	-	25,889
Excess (deficiency) of revenues over (under) expenditures	(21,189)	(21,189)	4,167	25,356
Other financing uses:				
Transfers out	(8,285)	(8,285)	(8,300)	(15)
Changes in fund balance	<u>\$ (29,474)</u>	<u>\$ (29,474)</u>	(4,133)	<u>\$ 25,341</u>
Fund balance, beginning of year			<u>151,245</u>	
Fund balance, end of year			<u><u>\$ 147,112</u></u>	

COUNTY OF TUOLUMNE, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - NATIONAL DISASTER RESILIENCY SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Investment earnings, rents, and concessions	\$ -	\$ -	\$ (79)	\$ (79)
Intergovernmental:				
Federal	443,000	443,000	179,484	(263,516)
Total revenues	443,000	443,000	179,405	(263,595)
Expenditures:				
Public protection:				
Other protection	443,000	443,000	238,146	204,854
Changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	(58,741)	<u>\$ (58,741)</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance, end of year			<u>\$ (58,741)</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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Fines, forfeits, and penalties	\$ 164,000	\$ 192,212	\$ 192,210	\$ (2)
Investment earnings, rents, and concessions	-	270	270	-
Total revenues	164,000	192,482	192,480	(2)
Expenditures:				
General government				
Criminal Justice Facility	-	11,562	11,562	-
Excess of revenues over expenditures	164,000	180,920	180,918	(2)
Other financing uses:				
Transfers out	(164,000)	(180,920)	(180,918)	2
Changes in fund balance	\$ -	\$ -	-	\$ -
Fund balance, beginning of year			-	
Fund balance, end of year			\$ -	

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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Investment earnings, rents, and concessions	\$ -	\$ 500	\$ 1,215	\$ 715
Charges for services	5,000	7,700	17,580	9,880
Total revenues	5,000	8,200	18,795	10,595
Expenditures:				
General government				
Monumentation	2,000	2,000	651	1,349
Excess of revenues over expenditures	3,000	6,200	18,144	11,944
Other financing uses:				
Transfers out	(3,000)	(6,200)	-	6,200
Changes in fund balance	\$ -	\$ -	18,144	\$ 18,144
Fund balance, beginning of year			78,549	
Fund balance, end of year			\$ 96,693	

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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Investment earnings, rents, and concessions	\$ 32,100	\$ 33,750	\$ 36,432	\$ 2,682
Intergovernmental:				
State	33,000	33,000	32,518	(482)
Total revenues	65,100	66,750	68,950	2,200
Expenditures:				
Health and sanitation:				
Cabrini House	62,400	69,614	35,629	33,985
Tuolumne County BH housing	53,278	53,278	36,553	16,725
Total health and sanitation	115,678	122,892	72,182	50,710
Deficiency of revenues under expenditures	(50,578)	(56,142)	(3,232)	52,910
Other financing sources:				
Transfers in	48,450	54,014	4,104	(49,910)
Changes in fund balance	\$ (2,128)	\$ (2,128)	872	\$ 3,000
Fund balance, beginning of year			21,860	
Fund balance, end of year			\$ 22,732	

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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 84,362	\$ 84,362	\$ 87,911	\$ 3,549
Investment earnings, rents, and concessions	4,710	4,710	6,745	2,035
Intergovernmental:				
State	1,223	1,223	1,176	(47)
Charges for services	27,720	28,500	27,303	(1,197)
Miscellaneous	620	840	6,596	5,756
Total revenues	118,635	119,635	129,731	10,096
Expenditures:				
Public protection:				
Carter cemetery	306,790	306,790	68,423	238,367
Columbia cemetery	85,744	85,744	20,814	64,930
Jamestown cemetery	37,961	37,961	5,573	32,388
Oak Grove cemetery	13,331	13,331	7,485	5,846
Shaws Flat Springfield cemetery	149,503	149,503	6,802	142,701
Total public protection	593,329	593,329	109,097	484,232
Changes in fund balance	\$ (474,694)	\$ (473,694)	20,634	\$ 494,328
Fund balance, beginning of year			474,694	
Fund balance, end of year			\$ 495,328	

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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Investment earnings, rents, and concessions	\$ 6,436	\$ 8,500	\$ 10,291	\$ 1,791
Intergovernmental:				
State	575,195	614,012	605,318	(8,694)
Federal	-	10,849	10,849	-
Other	-	-	5,587	5,587
Miscellaneous	10,000	10,000	10,000	-
Total revenues	591,631	643,361	642,045	(1,316)
Expenditures:				
Health and sanitation:				
Prop. 10 - general	665,973	691,091	660,417	30,674
Changes in fund balance	<u>\$ (74,342)</u>	<u>\$ (47,730)</u>	(18,372)	<u>\$ 29,358</u>
Fund balance, beginning of year			<u>814,949</u>	
Fund balance, end of year			<u>\$ 796,577</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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 80,477	\$ 80,477	\$ 82,594	\$ 2,117
Investment earnings, rents, and concessions	18,842	18,842	35,154	16,312
Intergovernmental:				
State	996	996	1,003	7
Charges for services	365,311	365,311	365,135	(176)
Miscellaneous	812	812	-	(812)
Total revenues	466,438	466,438	483,886	17,448
Expenditures:				
Public ways and facilities:				
CSA #2 Lake Don Pedro #2,3	110,128	110,128	142	109,986
CSA #3 Lake Don Pedro #1	238,551	238,551	3,224	235,327
CSA #4 Jupiter Subdivision	6,832	6,832	61	6,771
CSA #5 Emerald Ranch	68,316	68,316	300	68,016
CSA #8 Lake Don Pedro #4,5	5,121	5,121	54	5,067
CSA #10 Monte Grande Heights	105,444	105,444	10,083	95,361
CSA #13 Yosemite Highland	95,166	95,166	385	94,781
CSA #20 Cedar Ridge Road	205,235	205,235	10,379	194,856
CSA #26 Manzanita Drive	27,024	27,024	3,210	23,814
CSA #28 Rough & Ready Ridge	117,791	117,791	9,534	108,257
CSA #29 Comstock Ranch	174,977	174,977	2,701	172,276
CSA #31 Curtis Creek Ranch	9,316	9,316	61	9,255
CSA #32 Ridgewood Units 2,3	259,401	259,401	45,074	214,327
CSA #36 Columbia Vista Estates	15,381	15,381	7,880	7,501
CSA #37 Mi-Wuk Pines Estates	103,746	103,746	4,495	99,251
CSA #40 Sunnyhill Subdivision	4,324	4,324	2,404	1,920
CSA #42 Meadow Oak Park	5,239	5,239	50	5,189
CSA #43 Black Oak Estates	117,564	117,564	21,026	96,538
CSA #45 Buena Oaks Estates	3,429	3,429	98	3,331
CSA #46 MT. Ridge Estates	2,320	2,320	50	2,270
CSA #47 Cherry Valley Golf & Co	318,986	318,986	6,719	312,267
CSA #48 Sonora Vista Estate	188,320	188,320	13,460	174,860
CSA #49 Poppy Hill Subdivision	71,684	71,684	686	70,998
CSA #50 Yosemite Estates	2,903	2,903	50	2,853
CSA #51 Twain Harte Heights	65,170	65,170	8,663	56,507
CSA #52 Gina Lane	1,956	1,956	98	1,858
CSA #53 Whispering Woods	129,366	129,366	8,981	120,385
CSA #55 Vilas Lanes	1,685	1,685	50	1,635
CSA #56 Milla Villa Estates	108,746	108,746	13,340	95,406
CSA #58 Chaparral Heights	42,145	42,145	144	42,001
CSA #59 Mountain Vista	63,255	63,255	1,018	62,237
CSA #61 Granite Ridge	2,258	2,258	50	2,208

(Continued)

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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Public ways and facilities (continued):				
CSA #62 Sierra Meadows	\$ 183,779	\$ 183,779	\$ 1,707	\$ 182,072
CSA #64 Eagle Ridge	102,573	102,573	906	101,667
CSA #65 Deer Park	4,430	4,430	50	4,380
PRD-Apple Valley Unit 03	11,563	11,563	367	11,196
PRD4-Apple Valley Manor	7,318	7,318	11	7,307
Total public ways and facilities	2,981,442	2,981,442	177,511	2,803,931
Changes in fund balance	<u>\$ (2,515,004)</u>	<u>\$ (2,515,004)</u>	306,375	<u>\$ 2,821,379</u>
Fund balance, beginning of year			2,515,004	
Fund balance, end of year			<u>\$ 2,821,379</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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ 123,517	\$ 123,517	\$ 126,124	\$ 2,607
Investment earnings, rents, and concessions	18,445	18,445	24,386	5,941
Intergovernmental:				
State	1,482	1,482	1,484	2
Total revenues	143,444	143,444	151,994	8,550
Expenditures:				
Public ways and facilities:				
Columbia Lighting District	533,475	533,475	9,857	523,618
Groveland Lighting District	386,404	386,404	3,141	383,263
Jamestown Lighting District	214,348	214,348	15,932	198,416
Rolling Hills Lighting District	73,777	73,777	2,285	71,492
South Sonora Lighting District	175,677	175,677	2,312	173,365
Tuolumne Lighting District	381,871	381,871	22,956	358,915
Valle Vista Lighting District	26,024	26,024	1,957	24,067
Volponi Acres Lighting District	77,615	77,615	2,787	74,828
Total public ways and facilities	1,869,191	1,869,191	61,227	1,807,964
Changes in fund balance	\$ (1,725,747)	\$ (1,725,747)	90,767	\$ 1,816,514
Fund balance, beginning of year			1,725,747	
Fund balance, end of year			\$ 1,816,514	

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.

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 - COUNTY CAPITAL CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Investment earnings, rents, and concessions	\$ -	\$ -	\$ 49,546	\$ 49,546
Intergovernmental:				
State	10,890,000	10,890,000	5,517,426	(5,372,574)
Charges for services	94,000	94,000	190,144	96,144
Miscellaneous	125,000	-	-	-
Total revenues	11,109,000	10,984,000	5,757,116	(5,226,884)
Expenditures:				
Public ways and facilities:				
County capital projects	17,986,241	17,729,177	10,545,557	7,183,620
Deficiency of revenues under expenditures	(6,877,241)	(6,745,177)	(4,788,441)	1,956,736
Other financing sources:				
Transfers in	1,056,255	19,799,555	19,816,473	16,918
Loan proceeds	5,494,114	3,272,848	3,272,848	-
Total other financing sources	6,550,369	23,072,403	23,089,321	16,918
Changes in fund balance (budgetary basis)	\$ (326,872)	\$ 16,327,226	18,300,880	\$ 1,973,654
Basis adjustment:				
Loan proceeds			(3,272,848)	
Net change in fund balance (GAAP basis)			15,028,032	
Fund deficit, beginning of year			(3,563,561)	
Fund balance, end of year			\$ 11,464,471	

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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental:				
State	\$ 1,231,954	\$ 3,621,638	\$ 523,198	\$ (3,098,440)
Federal	16,623,475	19,460,988	3,559,687	(15,901,301)
Other	683,008	-	96,643	96,643
Charges for services	4,038,784	4,372,277	1,228,711	(3,143,566)
	<u>22,577,221</u>	<u>27,454,903</u>	<u>5,408,239</u>	<u>(22,046,664)</u>
Expenditures:				
Public ways and facilities:				
Storms/Floods 2017	4,842,167	5,704,080	1,525,801	4,178,279
Storms/Floods 2018	-	172,700	139,980	32,720
Public works projects	19,002,222	23,163,084	4,362,251	18,800,833
	<u>23,844,389</u>	<u>29,039,864</u>	<u>6,028,032</u>	<u>23,011,832</u>
Deficiency of revenues under expenditures	(1,267,168)	(1,584,961)	(619,793)	965,168
Other financing sources:				
Transfers in	-	223,688	223,687	(1)
Changes in fund balance (budgetary basis)	<u>\$ (1,267,168)</u>	<u>\$ (1,361,273)</u>	(396,106)	<u>\$ 965,167</u>
Basis adjustment:				
Agency funds allocation			111,401	
Change in fund balance (GAAP basis)			(284,705)	
Fund balance, beginning of year			<u>2,705,662</u>	
Fund balance, end of year			<u>\$ 2,420,957</u>	

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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental:				
State	\$ 28,477	\$ 28,477	\$ 23,403	\$ (5,074)
Federal	569,538	569,538	468,066	(101,472)
Total revenues	598,015	598,015	491,469	(106,546)
Expenditures:				
Public ways and facilities:				
Plant acquisition - airport construction	672,878	672,878	560,132	112,746
Deficiency of revenues under expenditures	(74,863)	(74,863)	(68,663)	6,200
Other financing sources:				
Transfers in	28,827	28,827	28,827	-
Changes in fund balance	<u>\$ (46,036)</u>	<u>\$ (46,036)</u>	(39,836)	<u>\$ 6,200</u>
Fund balance, beginning of year			<u>46,036</u>	
Fund balance, end of year			<u>\$ 6,200</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, 2018

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Investment earnings, rents, and concessions	\$ 2,900	\$ 2,900	\$ 4,370	\$ 1,470
Charges for services	2,500	2,500	3,300	800
Miscellaneous	1,500	1,500	2,863	1,363
Total revenues	6,900	6,900	10,533	3,633
Expenditures:				
Public protection:				
Carter cemetery endowment	28,622	28,622	-	28,622
Columbia cemetery endowment	66,173	66,173	-	66,173
Jamestown cemetery endowment	4,142	4,142	-	4,142
Oak Grove cemetery endowment	13,895	13,895	-	13,895
Total public protection	112,832	112,832	-	112,832
Changes in fund balance	\$ (105,932)	\$ (105,932)	10,533	\$ 116,465
Fund balance, beginning of year			309,585	
Fund balance, end of year			\$ 320,118	

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 and 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, 2018

	Workers' Compensation	Liability Insurance	Purchasing and Special Services	Telecommunications	Unemployment Insurance
Assets:					
Current assets:					
Cash and investments	\$ 161,533	\$ 633,348	\$ 140,955	\$ 1,109,480	\$ 63,190
Intergovernmental receivables	-	-	-	10,549	-
Prepaid items	-	-	-	-	-
Inventories	-	-	-	-	-
Total current assets	161,533	633,348	140,955	1,120,029	63,190
Noncurrent assets:					
Restricted cash and investments	175,000	-	-	-	-
Advances to other funds	7,982,725	-	-	-	-
Capital assets:					
Depreciable, net	-	-	-	369,372	-
Total noncurrent assets	8,157,725	-	-	369,372	-
Total assets	8,319,258	633,348	140,955	1,489,401	63,190
Liabilities:					
Current liabilities:					
Accounts payable	16,921	38,305	907	22,520	22,426
Salaries and benefits payable	-	-	1,808	-	-
Other liabilities	-	375,000	-	-	-
Accrued compensated absences, current	-	-	5,617	-	-
Accrued claims, current	1,733,808	25,000	-	-	-
Total current liabilities	1,750,729	438,305	8,332	22,520	22,426
Noncurrent liabilities:					
Advances from other funds	-	-	-	-	-
Accrued compensated absences	-	-	8,381	-	-
Accrued claims	7,242,192	-	-	-	-
Total noncurrent liabilities	7,242,192	-	8,381	-	-
Total liabilities	8,992,921	438,305	16,713	22,520	22,426
Net Position:					
Net investment in capital assets	-	-	-	369,372	-
Unrestricted	(673,663)	195,043	124,242	1,097,509	40,764
Total net position	\$ (673,663)	\$ 195,043	\$ 124,242	\$ 1,466,881	\$ 40,764

Employee Group Insurance	Employee Leave Liability	Post Retirement Insurance	Fleet/Radio Services	Total Internal Service	
					Assets:
					Current assets:
\$ 1	\$ -	\$ 3,482,383	\$ 134,327	\$ 5,725,217	Cash and investments
-	-	-	-	10,549	Intergovernmental receivables
652,056	-	17,438	-	669,494	Prepaid items
-	-	-	8,000	8,000	Inventories
<u>652,057</u>	<u>-</u>	<u>3,499,821</u>	<u>142,327</u>	<u>6,413,260</u>	Total current assets
					Noncurrent assets:
-	-	-	-	175,000	Restricted cash and investments
-	-	2,517,177	-	10,499,902	Advances to other funds
-	-	-	4,287	373,659	Capital assets:
					Depreciable, net
<u>-</u>	<u>-</u>	<u>2,517,177</u>	<u>4,287</u>	<u>11,048,561</u>	Total noncurrent assets
<u>652,057</u>	<u>-</u>	<u>6,016,998</u>	<u>146,614</u>	<u>17,461,821</u>	Total assets
					Liabilities:
					Current liabilities:
3,270	-	-	26,108	130,457	Accounts payable
-	-	-	6,705	8,513	Salaries and benefits payable
-	-	-	-	375,000	Other liabilities
-	1,700,000	-	30,388	1,736,005	Accrued compensated absences, current
-	-	-	-	1,758,808	Accrued claims, current
<u>3,270</u>	<u>1,700,000</u>	<u>-</u>	<u>63,201</u>	<u>4,008,783</u>	Total current liabilities
					Noncurrent liabilities:
625,100	1,246,781	-	-	1,871,881	Advances from other funds
-	2,071,893	-	66,130	2,146,404	Accrued compensated absences
-	-	-	-	7,242,192	Accrued claims
<u>625,100</u>	<u>3,318,674</u>	<u>-</u>	<u>66,130</u>	<u>11,260,477</u>	Total noncurrent liabilities
<u>628,370</u>	<u>5,018,674</u>	<u>-</u>	<u>129,331</u>	<u>15,269,260</u>	Total liabilities
					Net Position:
-	-	-	4,287	373,659	Net investment in capital assets
<u>23,687</u>	<u>(5,018,674)</u>	<u>6,016,998</u>	<u>12,996</u>	<u>1,818,902</u>	Unrestricted
<u>\$ 23,687</u>	<u>\$ (5,018,674)</u>	<u>\$ 6,016,998</u>	<u>\$ 17,283</u>	<u>\$ 2,192,561</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, 2018

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u> <u>Insurance</u>	<u>Purchasing</u> <u>and Special</u> <u>Services</u>	<u>Telecommunications</u>	<u>Unemployment</u> <u>Insurance</u>
Operating revenues:					
Charges for services	\$ 3,170,140	\$ 1,985,923	\$ 693,951	\$ 554,429	\$ 29,317
Miscellaneous	-	38,076	-	-	-
Total operating revenues	<u>3,170,140</u>	<u>2,023,999</u>	<u>693,951</u>	<u>554,429</u>	<u>29,317</u>
Operating expenses:					
Salaries and benefits	481,258	-	101,502	-	-
Professional fees	187,545	122,131	26,207	241,854	9,668
Claims	2,921,072	1,098,012	-	-	432
Health insurance benefits	-	-	-	-	-
Unemployment benefits	-	-	-	-	127,708
General and administrative	142,869	780,478	563,038	82,696	-
Depreciation	-	-	-	8,561	-
Total operating expenses	<u>3,732,744</u>	<u>2,000,621</u>	<u>690,747</u>	<u>333,111</u>	<u>137,808</u>
Operating income (loss)	<u>(562,604)</u>	<u>23,378</u>	<u>3,204</u>	<u>221,318</u>	<u>(108,491)</u>
Nonoperating revenues (expenses):					
Investment earnings	111,443	1,019	2,088	15,408	1,658
Loss on sale of capital assets	-	-	-	-	-
Interest expense	-	-	-	-	-
Total nonoperating revenues (expenses)	<u>111,443</u>	<u>1,019</u>	<u>2,088</u>	<u>15,408</u>	<u>1,658</u>
Income (loss) before transfers	<u>(451,161)</u>	<u>24,397</u>	<u>5,292</u>	<u>236,726</u>	<u>(106,833)</u>
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Changes in net position	<u>(451,161)</u>	<u>24,397</u>	<u>5,292</u>	<u>236,726</u>	<u>(106,833)</u>
Net position, beginning of year	<u>(222,502)</u>	<u>170,646</u>	<u>118,950</u>	<u>1,230,155</u>	<u>147,597</u>
Net position, end of year	<u>\$ (673,663)</u>	<u>\$ 195,043</u>	<u>\$ 124,242</u>	<u>\$ 1,466,881</u>	<u>\$ 40,764</u>

Employee Group Insurance	Employee Leave Liability	Post Retirement Insurance	Fleet/Radio Services	Total Internal Service	
\$ 9,506,470	\$ 1,563,298	\$ 1,190,988	\$ 830,750	\$ 19,525,266	Operating revenues:
-	-	-	156	38,232	Charges for services
					Miscellaneous
9,506,470	1,563,298	1,190,988	830,906	19,563,498	Total operating revenues
-	1,466,514	-	499,713	2,548,987	Operating expenses:
515	-	5,284	38,235	631,439	Salaries and benefits
-	-	-	-	4,019,516	Professional fees
9,484,536	-	653,462	-	10,137,998	Claims
-	-	-	-	127,708	Health insurance benefits
10,669	-	16,106	388,348	1,984,204	Unemployment benefits
-	-	-	3,675	12,236	General and administrative
					Depreciation
9,495,720	1,466,514	674,852	929,971	19,462,088	Total operating expenses
10,750	96,784	516,136	(99,065)	101,410	Operating income (loss)
-	22,948	116,391	-	270,955	Nonoperating revenues (expenses):
-	-	-	(23,368)	(23,368)	Investment earnings
(34)	-	-	(615)	(649)	Loss on sale of capital assets
					Interest expense
(34)	22,948	116,391	(23,983)	246,938	Total nonoperating revenues (expenses)
10,716	119,732	632,527	(123,048)	348,348	Income (loss) before transfers
-	-	-	155,002	155,002	Transfers in
10,716	119,732	632,527	31,954	503,350	Changes in net position
12,971	(5,138,406)	5,384,471	(14,671)	1,689,211	Net position, beginning of year
\$ 23,687	\$ (5,018,674)	\$ 6,016,998	\$ 17,283	\$ 2,192,561	Net position, end of year

COUNTY OF TUOLUMNE, CALIFORNIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	Workers' Compensation	Liability Insurance	Purchasing and Special Services	Telecommunications	Unemployment Insurance
Cash flows from operating activities:					
Receipts from interfund services provided	\$ 3,170,140	\$ 2,082,679	\$ 694,901	\$ 549,068	\$ 41,917
Payments to suppliers	(423,799)	(921,558)	(590,142)	(315,395)	(156,914)
Payments to employees	(481,258)	-	(100,636)	-	-
Claims paid	(2,668,072)	(723,012)	-	-	(432)
Net cash provided by (used for) operating activities	(402,989)	438,109	4,123	233,673	(115,429)
Cash flows from noncapital financing activities:					
Advances to other funds	(5,716,342)	-	-	-	-
Receipt on advances to other funds	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Payment on advances from other funds	-	-	-	-	-
Transfers in from other funds	-	-	-	-	-
Interest paid	-	-	-	-	-
Net cash provided by (used for) noncapital financing activities	(5,716,342)	-	-	-	-
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	-	-	-	(329,261)	-
Cash flows from investing activities:					
Interest received	111,443	1,019	2,088	15,408	1,658
Net increase (decrease) in cash and cash equivalents	(6,007,888)	439,128	6,211	(80,180)	(113,771)
Cash and cash equivalents, beginning of year	6,344,421	194,220	134,744	1,189,660	176,961
Cash and cash equivalents, end of year	\$ 336,533	\$ 633,348	\$ 140,955	\$ 1,109,480	\$ 63,190
Reconciliation to the Statement of Net Position:					
Cash and investments	\$ 161,533	\$ 633,348	\$ 140,955	\$ 1,109,480	\$ 63,190
Restricted cash and investments	175,000	-	-	-	-
Total cash and cash equivalents	\$ 336,533	\$ 633,348	\$ 140,955	\$ 1,109,480	\$ 63,190
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ (562,604)	\$ 23,378	\$ 3,204	\$ 221,318	\$ (108,491)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation expense	-	-	-	8,561	-
Changes in assets and liabilities:					
Intergovernmental receivables	-	58,680	950	(5,361)	12,600
Prepaid items	-	-	-	-	-
Inventories	-	-	-	-	-
Accounts payable	(93,385)	(18,949)	(897)	9,155	(19,538)
Salaries and benefits payable	-	-	(442)	-	-
Other liabilities	-	375,000	-	-	-
Accrued compensated absences	-	-	1,308	-	-
Accrued claims	253,000	-	-	-	-
Net cash provided by (used for) operating activities	\$ (402,989)	\$ 438,109	\$ 4,123	\$ 233,673	\$ (115,429)
Noncash investing, capital, and financing activities:					
Transfer out of capital assets	\$ -	\$ -	\$ -	\$ -	\$ -

Employee Group Insurance	Employee Leave Liability	Post Retirement Insurance	Fleet/Radio Services	Total Internal Service	
\$ 9,506,470	\$ 1,563,298	\$ 1,190,988	\$ 832,470	\$ 19,631,931	Cash flows from operating activities:
(10,153,679)	-	(692,290)	(412,016)	(13,665,793)	Receipts from interfund services provided
-	(1,500,044)	-	(504,577)	(2,586,515)	Payments to suppliers
-	-	-	-	(3,391,516)	Payments to employees
(647,209)	63,254	498,698	(84,123)	(11,893)	Claims paid
					Net cash provided by (used for) operating activities
-	-	-	-	(5,716,342)	Cash flows from noncapital financing activities:
-	-	403,823	-	403,823	Advances to other funds
625,100	-	-	-	625,100	Receipt on advances to other funds
-	(86,202)	-	-	(86,202)	Advances from other funds
-	-	-	155,002	155,002	Payment on advances from other funds
(34)	-	-	(615)	(649)	Transfers in from other funds
625,066	(86,202)	403,823	154,387	(4,619,268)	Interest paid
					Net cash provided by (used for) noncapital financing activities:
-	-	-	-	(329,261)	Cash flows from capital and related financing activities:
					Acquisition and construction of capital assets
-	22,948	116,391	-	270,955	Cash flows from investing activities:
					Interest received
(22,143)	-	1,018,912	70,264	(4,689,467)	Net increase (decrease) in cash and cash equivalents
22,144	-	2,463,471	64,063	10,589,684	Cash and cash equivalents, beginning of year
<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 3,482,383</u>	<u>\$ 134,327</u>	<u>\$ 5,900,217</u>	Cash and cash equivalents, end of year
					Reconciliation to the Statement of Net Position:
\$ 1	\$ -	\$ 3,482,383	\$ 134,327	\$ 5,725,217	Cash and investments
-	-	-	-	175,000	Restricted cash and investments
<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 3,482,383</u>	<u>\$ 134,327</u>	<u>\$ 5,900,217</u>	Total cash and cash equivalents
					Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:
\$ 10,750	\$ 96,784	\$ 516,136	\$ (99,065)	101,410	Operating income (loss)
					Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:
-	-	-	3,675	12,236	Depreciation expense
-	-	-	1,564	68,433	Changes in assets and liabilities:
(652,056)	-	(17,438)	-	(669,494)	Intergovernmental receivables
-	-	-	1,921	1,921	Prepaid items
(5,903)	-	-	12,646	(116,871)	Inventories
-	-	-	(1,521)	(1,963)	Accounts payable
-	-	-	-	375,000	Salaries and benefits payable
-	(33,530)	-	(3,343)	(35,565)	Other liabilities
-	-	-	-	253,000	Accrued compensated absences
					Accrued claims
<u>\$ (647,209)</u>	<u>\$ 63,254</u>	<u>\$ 498,698</u>	<u>\$ (84,123)</u>	<u>\$ (11,893)</u>	Net cash provided by (used for) operating activities
					Noncash investing, capital, and financing activities:
\$ -	\$ -	\$ -	\$ 23,368	\$ 23,368	Transfer out of capital assets



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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, 2018

	<u>Balance at June 30, 2017</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 2018</u>
Property Tax Collection				
Assets:				
Cash and investments	\$ 948,048	\$ 103,692,310	\$ 102,390,369	\$ 2,249,989
Taxes receivable	8,952,777	9,976,188	9,738,412	9,190,553
	<u>9,900,825</u>	<u>113,668,498</u>	<u>112,128,781</u>	<u>11,440,542</u>
Total assets	<u>\$ 9,900,825</u>	<u>\$ 113,668,498</u>	<u>\$ 112,128,781</u>	<u>\$ 11,440,542</u>
Liabilities:				
Agency obligations	<u>\$ 9,900,825</u>	<u>\$ 1,823,863</u>	<u>\$ 284,146</u>	<u>\$ 11,440,542</u>
Local Transportation				
Assets:				
Cash and investments	\$ 3,455,483	\$ 6,801,891	\$ 6,851,455	\$ 3,405,919
Intergovernmental receivables	1,280,538	1,516,958	1,442,893	1,354,603
	<u>4,736,021</u>	<u>8,318,849</u>	<u>8,294,348</u>	<u>4,760,522</u>
Total assets	<u>\$ 4,736,021</u>	<u>\$ 8,318,849</u>	<u>\$ 8,294,348</u>	<u>\$ 4,760,522</u>
Liabilities:				
Agency obligations	<u>\$ 4,736,021</u>	<u>\$ 4,929,260</u>	<u>\$ 4,904,759</u>	<u>\$ 4,760,522</u>
Emergency Medical				
Assets:				
Cash and investments	<u>\$ 72,512</u>	<u>\$ 106,705</u>	<u>\$ 102,325</u>	<u>\$ 76,892</u>
Liabilities:				
Agency obligations	<u>\$ 72,512</u>	<u>\$ 76,133</u>	<u>\$ 71,753</u>	<u>\$ 76,892</u>
Total - All Agency Funds				
Assets:				
Cash and investments	\$ 4,476,043	\$ 110,600,906	\$ 109,344,149	\$ 5,732,800
Taxes receivable	8,952,777	9,976,188	9,738,412	9,190,553
Intergovernmental receivables	1,280,538	1,516,958	1,442,893	1,354,603
	<u>14,709,358</u>	<u>122,094,052</u>	<u>120,525,454</u>	<u>16,277,956</u>
Total assets	<u>\$ 14,709,358</u>	<u>\$ 122,094,052</u>	<u>\$ 120,525,454</u>	<u>\$ 16,277,956</u>
Liabilities:				
Agency obligations	<u>\$ 14,709,358</u>	<u>\$ 6,829,256</u>	<u>\$ 5,260,658</u>	<u>\$ 16,277,956</u>

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									
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Governmental activities										
Net investment in										
capital assets	\$ 46,256,146	\$ 54,462,497	\$ 55,709,298	\$ 59,513,815	\$ 59,227,052	\$ 59,526,824	\$ 65,891,575	\$ 80,518,581	\$ 92,769,376	\$ 102,652,883
Restricted	30,344,393	28,862,829	28,984,395	33,328,953	35,235,273	37,539,706	37,930,800	40,468,597	42,813,293	43,128,881
Unrestricted	(4,509,430)	(10,731,061)	(12,551,180)	(13,457,907)	(13,529,684)	(12,959,053)	(95,360,939)	(92,657,948)	(100,119,939)	(121,719,478)
Total governmental activities net position	<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>	<u>8,461,436</u>	<u>28,329,230</u>	<u>35,462,730</u>	<u>24,062,286</u>
Business-type activities										
Net investment in										
capital assets	12,054,950	11,854,379	10,729,007	8,956,738	8,467,600	8,099,395	7,933,306	7,800,266	9,712,465	9,224,541
Restricted	419,285	432,143	472,727	500,394	523,379	561,586	462,582	508,038	528,324	583,939
Unrestricted	(13,957,153)	(11,312,348)	(11,263,363)	(9,453,361)	(7,850,004)	(6,857,810)	(5,518,948)	(3,589,350)	(2,791,448)	(1,768,609)
Total business-type activities net position	<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>	<u>2,876,940</u>	<u>4,718,954</u>	<u>7,449,341</u>	<u>8,039,871</u>
Primary government										
Net investment in										
capital assets	58,311,096	66,316,876	66,438,305	68,470,553	67,694,652	67,626,219	73,824,881	88,318,847	102,481,841	111,877,424
Restricted	30,763,678	29,294,972	29,457,122	33,829,347	35,758,652	38,101,292	38,393,382	40,976,635	43,341,617	43,712,820
Unrestricted	(18,466,583)	(22,043,409)	(23,814,543)	(22,911,268)	(21,379,688)	(19,816,863)	(100,879,887)	(96,247,298)	(102,911,387)	(123,488,087)
Total net position	<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>	<u>\$ 11,338,376</u>	<u>\$ 33,048,184</u>	<u>\$ 42,912,071</u>	<u>\$ 32,102,157</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									
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Expenses										
Governmental Activities:										
General government	\$ 16,222,730	\$ 15,451,199	\$ 15,174,897	\$ 14,337,877	\$ 14,425,898	\$ 14,671,243	\$ 15,209,744	\$ 14,899,989	\$ 19,288,171	\$ 24,973,362
Public protection	34,478,168	33,225,736	32,822,196	33,267,274	33,368,240	35,223,215	42,769,612	34,049,412	41,135,842	42,871,395
Public ways and facilities	10,616,764	9,228,467	10,384,455	8,616,555	9,422,174	8,843,495	7,449,931	7,806,261	9,123,529	9,050,124
Health and sanitation	14,979,342	14,150,887	12,926,057	10,793,289	11,798,125	12,084,090	13,314,499	13,764,106	15,653,339	19,135,998
Public assistance	19,508,559	19,724,037	19,778,978	19,451,358	18,977,109	21,020,216	20,748,868	22,476,976	21,182,543	23,986,148
Education	1,501,365	1,256,725	1,227,941	1,200,832	1,086,517	1,153,310	1,161,252	1,117,411	1,122,306	1,261,640
Recreation and cultural services	1,801,717	1,568,443	1,445,154	1,419,156	1,662,433	1,720,730	1,760,170	1,626,159	1,644,029	1,813,797
Interest on long-term debt	291,235	270,323	263,676	244,218	238,987	233,778	392,067	545,605	541,964	707,644
Total governmental activities expenses	99,399,880	94,875,817	94,023,354	89,330,559	90,979,483	94,950,077	102,806,143	96,285,919	109,691,723	123,800,108
Business-type Activities:										
General Medical Facility	10,292,846	8,419,817	7,242,055	3,726,957	-	-	-	-	-	-
Solid Waste	4,154,121	1,096,872	2,502,000	2,560,505	377,688	1,042,971	(781,118)	981,513	689,209	764,241
Ambulance	4,443,895	4,335,974	4,351,339	4,802,901	4,731,041	4,742,764	4,925,357	5,258,454	5,901,021	5,903,285
Airport	821,209	753,127	751,191	760,701	696,901	705,713	696,478	662,107	652,864	897,339
VNA of the Mother Lode	4,917,584	969,680	-	-	-	-	-	-	-	-
Public Transportation	2,156,242	2,128,484	-	-	-	-	-	-	-	-
Public Power Agency	1,846,140	1,650,890	1,568,699	1,519,385	1,754,206	1,947,976	2,044,078	2,456,577	2,442,135	1,891,200
Total business-type activities expenses	28,632,037	19,354,844	16,415,284	13,370,449	7,559,836	8,439,424	6,884,795	9,358,651	9,685,229	9,456,065
Total expenses	128,031,917	114,230,661	110,438,638	102,701,008	98,539,319	103,389,501	109,690,938	105,644,570	119,376,952	133,256,173
Program Revenues										
Governmental Activities:										
Charges for services:										
General government	8,731,697	10,115,024	9,049,063	8,087,213	7,052,925	7,622,183	7,825,909	7,885,198	7,434,168	8,371,409
Public protection	3,637,789	3,309,650	2,623,476	3,391,519	2,754,079	2,907,743	3,115,774	3,475,232	3,459,705	3,645,191
Public ways and facilities	1,447,791	1,944,470	1,717,256	2,204,545	1,816,660	1,507,014	1,694,315	1,665,801	1,603,311	1,928,479
Health and sanitation	1,466,256	580,480	785,711	765,059	556,130	541,820	512,449	563,300	533,142	493,677
Public assistance	745,406	709,011	405,975	307,082	233,947	287,259	298,808	344,799	459,841	629,381
Education	48,308	60,734	47,122	39,195	14,553	17,550	17,056	14,919	15,543	15,362
Recreation and cultural services	254,554	252,139	207,155	240,720	223,959	220,519	235,566	237,446	225,557	240,244
Operating grants and contributions	32,452,016	33,939,350	31,982,477	32,358,948	31,964,514	36,668,001	40,813,095	41,336,855	44,184,628	44,282,898
Capital grants and contributions	1,456,719	4,654,018	3,847,494	2,305,324	1,271,170	1,062,493	3,303,667	12,075,295	9,352,133	9,923,270
Total governmental activities program revenues	50,240,536	55,564,876	50,665,729	49,699,605	45,887,937	50,834,582	57,816,639	67,598,845	67,268,028	69,529,911
Business-type Activities:										
Charges for services:										
General Medical Facility	5,917,029	5,499,349	6,193,560	2,537,081	-	-	-	-	-	-
Solid Waste	1,228,219	1,174,569	1,242,352	1,339,075	1,249,118	1,240,439	1,249,113	1,356,815	1,466,771	1,474,869
Ambulance	4,317,026	3,839,236	4,193,231	4,812,009	4,791,119	4,630,701	5,033,787	5,061,667	5,590,284	5,517,869
Airport	414,903	424,911	372,397	377,439	402,836	407,303	447,360	498,573	515,364	529,859
VNA of the Mother Lode	4,368,411	620,865	-	-	-	-	-	-	-	-
Public Transportation	535,031	496,326	-	-	-	-	-	-	-	-
Public Power Agency	1,480,624	1,542,394	1,626,109	1,622,225	1,615,546	1,787,753	1,880,776	2,217,321	2,364,470	2,224,609
Operating grants and contributions	1,900,051	1,359,700	464,862	200,886	74,374	698,941	372,463	222,249	187,098	345,789
Capital grants and contributions	87,710	432,066	-	-	-	-	-	-	-	-
Total business-type activities program revenues	20,249,004	15,389,416	14,092,511	10,888,715	8,132,993	8,765,137	8,983,499	9,356,625	10,123,987	10,092,995
Total program revenues	70,489,540	70,954,292	64,758,240	60,588,320	54,020,930	59,599,719	66,800,138	76,955,470	77,392,015	79,622,906

Continued

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

Schedule 2
Financial Trends

	Fiscal Year									
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Net (expense) revenue										
Governmental activities	\$ (49,159,344)	\$ (39,310,941)	\$ (43,357,625)	\$ (39,630,954)	\$ (45,091,546)	\$ (44,115,495)	\$ (44,989,504)	\$ (28,687,074)	\$ (42,423,695)	\$ (54,270,197)
Business-type activities	(8,383,033)	(3,965,428)	(2,322,773)	(2,481,734)	573,157	325,713	2,098,704	(2,026)	438,758	636,930
Total net expense	<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>	<u>(42,890,800)</u>	<u>(28,689,100)</u>	<u>(41,984,937)</u>	<u>(53,633,267)</u>
General Revenues and Other										
Changes in Net Position										
Governmental Activities:										
Taxes:										
Property	27,539,807	26,309,709	25,000,179	24,518,857	24,050,554	24,383,703	25,288,708	26,777,028	26,331,905	27,376,169
Property transfer	207,004	209,899	227,688	232,647	282,707	329,650	346,954	376,558	473,705	525,720
Transient occupancy	1,417,832	1,491,006	1,823,081	2,208,794	2,416,923	2,250,796	2,645,360	3,325,364	4,541,718	4,559,015
Sales taxes shared state revenue	13,187,419	11,956,647	13,543,771	14,366,215	15,797,046	16,031,868	14,199,815	15,308,648	16,309,963	16,932,051
Grants and other intergovernmental revenue not restricted to specific programs	2,804,918	2,798,355	2,475,266	3,077,383	2,921,866	3,162,302	3,000,069	3,386,150	2,886,783	3,632,809
Unrestricted investment earnings	921,138	725,136	395,416	436,165	482,115	394,022	555,750	589,327	648,052	774,763
Gain on sale of capital assets	-	-	70,439	157,347	465,903	-	-	36,523	10,251	19,468
Other	1,010,175	1,140,107	949,973	852,328	656,454	1,055,745	572,979	568,133	614,911	1,051,744
Transfers	<u>(2,831,926)</u>	<u>(4,816,762)</u>	<u>(1,579,940)</u>	<u>1,023,566</u>	<u>(203,831)</u>	<u>(317,755)</u>	<u>(219,602)</u>	<u>(48,985)</u>	<u>(2,260,093)</u>	<u>(104,757)</u>
Total governmental activities	<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>	<u>46,390,033</u>	<u>50,318,746</u>	<u>49,557,195</u>	<u>54,766,982</u>
Business-type Activities:										
Unrestricted investment earnings	39,621	35,232	21,753	20,700	20,762	13,728	27,950	27,136	28,656	37,053
Gain on sale of capital assets	43,782	158,837	5,041	-	4,230	-	3,375	4,041	2,880	3,600
Other	191,079	1,381,864	566,025	-	-	5,000	-	-	-	-
Special items	-	-	(885,789)	-	-	-	-	-	-	-
Extraordinary items	-	-	-	3,550,000	335,224	-	-	-	-	-
Transfers	<u>2,831,926</u>	<u>4,816,762</u>	<u>1,579,940</u>	<u>(1,023,566)</u>	<u>203,831</u>	<u>317,755</u>	<u>219,602</u>	<u>48,985</u>	<u>2,260,093</u>	<u>104,757</u>
Total business-type activities	<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>	<u>250,927</u>	<u>80,162</u>	<u>2,291,629</u>	<u>145,410</u>
Total revenues and other changes in net position	<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>	<u>\$ 46,640,960</u>	<u>\$ 50,398,908</u>	<u>\$ 51,848,824</u>	<u>\$ 54,912,392</u>
Changes in Net Position										
Governmental activities	\$ (4,902,977)	\$ 503,156	\$ (451,752)	\$ 7,242,348	\$ 1,778,191	\$ 3,174,836	\$ 1,400,529	\$ 21,631,672	\$ 7,133,500	\$ 496,785
Business-type activities	<u>(5,276,625)</u>	<u>2,427,267</u>	<u>(1,035,803)</u>	<u>65,400</u>	<u>1,137,204</u>	<u>662,196</u>	<u>2,349,631</u>	<u>78,136</u>	<u>2,730,387</u>	<u>782,340</u>
Total changes in net position	<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>	<u>\$ 3,750,160</u>	<u>\$ 21,709,808</u>	<u>\$ 9,863,887</u>	<u>\$ 1,279,125</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																			
		2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18										
General Fund																					
Reserved	\$	6,340,317																			
Unreserved		1,786,546																			
Nonspendable		\$	5,014,522	\$	4,763,564	\$	5,226,827	\$	2,961,554	\$	1,371,182	\$	1,449,037	\$	53,670	\$	1,170	\$	430,770		
Committed			-		-		-		1,002,814		816,846		-		-		-		-		
Restricted			-		-		-		-		-		-		-		-		1,747,445		
Assigned			259,097		1,732,385		214,780		274,768		564,948		584,395		4,239,665		2,532,877		2,706,254		
Unassigned			1,117,806		-		85,938		4,148,506		5,487,358		5,968,686		3,135,362		3,393,633		2,576,362		
Total General Fund			8,126,863		6,391,425		6,495,949		5,527,545		7,384,828		8,426,302		8,818,964		7,428,697		5,927,680		7,460,831
All other governmental funds																					
Reserved			8,529,682																		
Unreserved, reported in:																					
Special revenue funds			17,964,958																		
Capital projects funds			3,600,011																		
Permanent fund			249,742																		
Nonspendable					11,285,183		242,351		197,515		208,167		224,419		254,965		275,165		189,092		223,300
Restricted					17,653,766		28,742,044		33,131,438		35,027,106		37,315,287		37,675,835		40,193,432		42,624,201		54,370,052
Unassigned					(2,928,065)		(2,614,109)		(769,766)		(997,638)		(367,948)		-		-		(3,563,561)		(58,741)
Total all other governmental funds			30,344,393		26,010,884		26,370,286		32,559,187		34,237,635		37,171,758		37,930,800		40,468,597		39,249,732		54,534,611
Total governmental funds	\$	\$	38,471,256	\$	32,402,309	\$	32,866,235	\$	38,086,732	\$	41,622,463	\$	45,598,060	\$	46,749,764	\$	47,897,294	\$	45,177,412	\$	61,995,442

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									
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Revenues										
Taxes	\$ 29,164,643	\$ 28,010,614	\$ 27,050,948	\$ 26,960,298	\$ 26,750,184	\$ 26,964,149	\$ 28,281,022	\$ 30,478,950	\$ 31,347,328	\$ 32,460,904
Licenses and permits	1,887,753	1,603,198	1,461,649	1,514,500	1,418,628	1,691,726	1,916,170	1,871,032	2,121,716	2,090,645
Fines, forfeits and penalties	1,867,210	1,841,961	1,781,742	1,691,907	1,666,606	1,614,039	1,606,964	1,754,267	1,612,814	1,684,973
Investment earnings, rents, and concessions	706,875	548,290	277,561	341,048	381,309	332,004	436,462	454,093	469,334	503,808
Intergovernmental	49,901,072	53,238,413	51,806,686	52,107,870	51,879,386	56,791,108	61,145,042	72,033,646	72,627,966	74,689,413
Charges for services	12,576,838	13,526,349	11,592,367	11,828,926	9,567,019	9,798,323	10,176,743	10,561,396	9,996,737	11,548,125
Miscellaneous	1,010,175	1,140,107	949,973	852,328	731,664	1,189,301	744,583	641,435	720,452	1,133,359
Total revenues	97,114,566	99,908,932	94,920,926	95,296,877	92,394,796	98,380,650	104,306,986	117,794,819	118,896,347	124,111,227
Expenditures										
General government	14,492,881	13,756,470	13,503,834	12,794,736	12,835,466	13,165,000	13,964,306	14,474,301	16,488,899	16,583,970
Public protection	32,565,830	30,899,115	30,547,011	31,284,748	31,680,634	34,095,028	42,743,228	37,041,481	40,464,294	43,001,266
Public ways and facilities	8,476,717	6,895,127	8,024,537	6,121,423	6,925,772	6,419,857	5,676,059	6,124,263	6,838,844	6,483,756
Health and sanitation	14,634,914	13,976,029	12,589,600	10,658,527	11,680,183	11,968,711	13,432,698	14,159,255	15,000,673	17,006,184
Public assistance	19,438,866	19,618,137	19,425,536	19,217,444	18,771,883	20,839,430	20,800,971	22,846,935	20,580,902	22,007,970
Education	1,428,810	1,181,421	1,119,057	1,114,349	1,064,910	1,137,690	1,150,472	1,106,362	1,105,513	1,223,095
Recreation and cultural services	1,683,059	1,455,283	1,328,737	1,330,601	1,508,891	1,581,057	1,748,947	1,581,575	1,590,497	1,711,705
Capital outlay	5,065,136	13,234,840	6,065,975	7,997,842	5,175,294	4,691,555	11,229,418	18,487,777	18,558,223	19,791,772
Debt service										
Principal	214,171	173,575	131,026	136,358	141,707	142,076	228,465	288,876	387,350	417,768
Costs of issuance	-	-	-	-	-	-	111,175	-	-	236,889
Interest	294,971	274,092	267,478	248,056	242,741	237,563	395,882	549,499	545,901	690,414
Total expenditures	98,295,355	101,464,089	93,002,791	90,904,084	90,027,481	94,277,967	111,481,621	116,660,324	121,561,096	129,154,789
Excess (deficiency) of revenues over (under) expenditures	(1,180,789)	(1,555,157)	1,918,135	4,392,793	2,367,315	4,102,683	(7,174,635)	1,134,495	(2,664,749)	(5,043,562)
Other financing sources (uses)										
Transfers in	5,563,337	7,504,251	6,204,927	8,949,491	5,375,658	5,739,019	11,137,173	8,361,498	6,901,772	25,462,973
Transfers out	(7,067,159)	(12,045,778)	(7,735,428)	(9,149,554)	(5,579,489)	(5,892,118)	(11,296,586)	(8,386,759)	(6,967,156)	(25,722,732)
Debt issued	-	-	-	-	-	-	8,205,000	-	-	21,640,000
Premium on debt issued	-	-	-	-	-	-	-	-	-	461,883
Proceeds from sale of capital assets	13,737	27,737	76,292	1,027,767	1,372,247	26,013	280,752	38,296	10,251	19,468
Total other financing sources (uses)	(1,490,085)	(4,513,790)	(1,454,209)	827,704	1,168,416	(127,086)	8,326,339	13,035	(55,133)	21,861,592
Net change in fund balances	\$ (2,670,874)	\$ (6,068,947)	\$ 463,926	\$ 5,220,497	\$ 3,535,731	\$ 3,975,597	\$ 1,151,704	\$ 1,147,530	\$ (2,719,882)	\$ 16,818,030
Debt service as a percentage of non-capital expenditures	0.55%	0.51%	0.46%	0.46%	0.45%	0.42%	0.62%	0.85%	0.91%	1.01%

Source: Annual Financial Reports

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

Schedule 5
Financial Trends

	Fiscal Year									
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Property Taxes	\$ 27,539,807	\$ 26,309,709	\$ 25,000,179	\$ 24,518,857	\$ 24,050,554	\$ 24,383,703	\$ 25,288,708	\$ 26,777,028	\$ 26,331,905	\$ 27,376,169
Transient Occupancy Tax	1,417,832	1,491,006	1,823,081	2,208,794	2,416,923	2,250,796	2,645,360	3,325,364	4,541,718	4,559,015
Property Transfer Tax	207,004	209,899	227,688	232,647	282,707	329,650	346,954	376,558	473,705	525,720
	<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>	<u>\$ 28,281,022</u>	<u>\$ 30,478,950</u>	<u>\$ 31,347,328</u>	<u>\$ 32,460,904</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
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
2014-15	2,020,641,139	4,039,958,358	68,276,758	252,836,622	(302,922,613)	6,078,790,264	1.000000
2015-16	2,103,582,655	4,282,554,733	60,538,445	251,980,860	(295,736,469)	6,402,920,224	1.000000
2016-17	2,175,152,336	4,489,754,278	55,485,178	246,774,703	(317,045,303)	6,650,121,192	1.000000
2017-18	2,250,474,974	4,748,499,392	*	249,325,528	(320,751,723)	6,927,548,171	1.000000

Notes: * Due to a change in the reporting format of the Assessment Roll Summary prepared by the Assessor's Office, beginning with fiscal year 2017-18, Fixed Equipment is now included with Personal Property.

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
2008-09	1.0000	0.0155	0.1317	0.0000	1.1472
2009-10	1.0000	0.0146	0.1640	0.0000	1.1786
2010-11	1.0000	0.0114	0.1640	0.0000	1.1754
2011-12	1.0000	0.0067	0.2027	0.0000	1.2094
2012-13	1.0000	0.0069	0.2124	0.0000	1.2193
2013-14	1.0000	0.0151	0.2041	0.0000	1.2192
2014-15	1.0000	0.0181	0.2141	0.0000	1.2322
2015-16	1.0000	0.0122	0.2109	0.0000	1.2231
2016-17	1.0000	0.0119	0.2192	0.0000	1.2311
2017-18	1.0000	0.0105	0.2625	0.0000	1.2729

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 2018 and 2009

Schedule 8

Revenue Capacity Information

Taxpayer	Fiscal Year 2018			Fiscal Year 2009		
	Assessed Value	Rank	% of County	Assessed Value	Rank	% of County
Pacific Gas & Electric	\$ 175,526,262	1	2.53%	\$ 84,244,503	1	1.28%
Sierra Pacific Industries	56,877,595	2	0.82%	49,796,831	2	0.76%
City & County of San Francisco	49,039,750	3	0.71%	42,400,121	3	0.64%
Rush Creek Lodge LLC	28,817,274	4	0.42%			
Wal-Mart	19,085,516	5	0.27%	13,146,530	8	0.20%
Nationwide Health Prop Inc (Avalon)	16,620,207	6	0.24%			
Sonora/Five Assoc.	15,425,552	7	0.22%	17,617,019	6	0.27%
Portola Minerals (Blue Mountain)	15,129,436	8	0.22%	17,726,646	5	0.27%
Snider Lumber Products Inc	14,448,340	9	0.21%			
Sonora Plaza 1 LLC	12,874,736	10	0.19%			
AT&T California				18,823,035	4	0.28%
Pacific Ultra Power				15,155,500	7	0.23%
R1 Timberhills LLC				11,531,343	9	0.17%
Skyline Place Holdings LLC				11,001,653	10	0.17%
	<u>\$ 403,844,668</u>		<u>5.83%</u>	<u>\$ 281,443,181</u>		<u>4.27%</u>

Countywide Assessed Value \$ 6,927,548,171

\$ 6,584,817,938

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
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%	1,980,231	67,460,946	100.12%
2014-15	69,247,328	67,312,030	97.21%	2,646,784	69,958,814	101.03%
2015-16	72,883,118	71,249,372	97.76%	2,340,267	73,589,639	100.97%
2016-17	75,453,865	73,824,169	97.84%	1,923,167	75,747,336	100.39%
2017-18	79,841,858	78,126,021	97.85%	N/A	78,126,021	97.85%

¹ Collections include delinquent (abstract) bills. Also, the County's property tax system does not provide a breakdown of collections in subsequent years by fiscal year collected for. The amounts included in the collections in subsequent years column represent all delinquent collections received in the following fiscal year (i.e., the \$1,923,167 presented for fiscal year 2016-17 were all delinquencies received during fiscal year 2017-18).

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
	Bonds Payable	Notes Payable	Capital Leases	Notes Payable	Capital Leases				
2008-09	\$ 6,036,152	\$ 104,454	\$ 47,863	\$ 7,189,853	\$ 380,486	\$ 13,758,808	0.21%	0.76%	\$ 246.37
2009-10	5,913,183	98,742	-	7,385,580	154,682	13,552,187	0.21%	0.71%	245.56
2010-11	5,785,214	92,716	-	5,705,932	-	11,583,862	0.19%	0.58%	211.26
2011-12	5,652,245	86,358	-	2,087,768	-	7,826,371	0.13%	0.38%	144.30
2012-13	5,514,276	79,651	-	1,683,547	-	7,277,474	0.12%	0.36%	134.72
2013-14	5,376,307	72,575	-	1,289,588	-	6,738,470	0.11%	0.31%	125.13
2014-15	13,357,338	65,110	-	886,659	-	14,309,107	0.24%	0.61%	267.02
2015-16	13,073,369	57,234	-	474,489	-	13,605,092	0.21%	0.56%	252.94
2016-17	12,691,400	48,883	-	100,000	-	12,840,283	0.19%	0.51%	236.70
2017-18	34,377,465	40,116	-	50,000	-	34,467,581	0.50%	N/A	629.66

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 fiscal 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	Bonds Payable	Total General Bonded Debt	Percentage of Taxable Assessed Value ¹	Per Capita ²
2008-09	\$ 6,036,152	\$ 6,036,152	0.09%	\$ 108.09
2009-10	5,913,183	5,913,183	0.09%	107.15
2010-11	5,785,214	5,785,214	0.09%	105.51
2011-12	5,652,245	5,652,245	0.09%	104.21
2012-13	5,514,276	5,514,276	0.09%	102.08
2013-14	5,376,307	5,376,307	0.09%	99.83
2014-15	13,357,338	13,357,338	0.22%	249.26
2015-16	13,073,369	13,073,369	0.20%	243.06
2016-17	12,691,400	12,691,400	0.19%	233.95
2017-18	34,377,465	34,377,465	0.50%	628.01

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 figures. These ratios are calculated using population for the most recent fiscal year.

Source: Annual Financial Reports

COUNTY OF TUOLUMNE, CALIFORNIA
Direct and Overlapping Governmental Activities Debt
As of June 30, 2018

Schedule 12
Debt Capacity Information

	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to County</u>	<u>County's Share of Debt</u>
DEBT REPAYED WITH PROPERTY TAXES:			
SCHOOL DISTRICTS			
Summerville High School	\$ 2,433,029	100%	\$ 2,433,029
Summerville High School 2012 A	4,097,620	100%	4,097,620
Summerville High School 2012 B	2,150,115	100%	2,150,115
Summerville High School 2012 C	1,752,264	100%	1,752,264
Sonora Union High School	7,155,000	100%	7,155,000
Sonora Union High School B	9,835,000	100%	9,835,000
Sonora Union High School C	4,805,000	100%	4,805,000
Sonora Elementary School - Ref 2016	2,875,000	100%	2,875,000
Sonora Elementary School - 2016 bond	2,000,000	100%	2,000,000
Sonora Elementary School	290,550	100%	290,550
Big Oak Flat School 2005	5,129,000	100%	5,129,000
Big Oak Flat School 2005B/2006	1,451,000	100%	1,451,000
Big Oak Flat School 2007	3,125,000	100%	3,125,000
Columbia Elementary School	5,405,000	100%	5,405,000
Soulsbyville Elementary School	678,046	100%	678,046
SPECIAL DISTRICTS			
Groveland Community Service Dist	14,654	100%	14,654
Twain Harte Community Services District	348,604	100%	<u>348,604</u>
Sub-total Overlapping Debt			53,544,882
COUNTY			<u>34,417,581</u>
Total Direct and Overlapping Debt			<u><u>\$ 87,962,463</u></u>

Source: Auditor-Controller, County of Tuolumne

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
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%
2014-15	6,078,790,264	75,984,878	13,357,338	62,627,540	17.58%
2015-16	6,402,920,224	80,036,503	13,073,369	66,963,134	16.33%
2016-17	6,650,121,192	83,126,515	12,691,400	70,435,115	15.27%
2017-18	6,927,548,171	86,594,352	34,377,465	52,216,887	39.70%

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 backed by pledged revenues.

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
2008-09	55,845	-0.8%	\$ 1,808,338	-1.9%	\$ 32,381	-1.0%	10.1%
2009-10	55,188	-1.2%	1,908,501	5.5%	34,582	6.8%	14.2%
2010-11	54,832	-0.6%	2,001,138	4.9%	36,496	5.5%	14.9%
2011-12	54,237	-1.1%	2,039,190	1.9%	37,598	3.0%	13.8%
2012-13	54,018	-0.4%	2,028,746	-0.5%	37,557	-0.1%	11.8%
2013-14	53,852	-0.3%	2,180,042	7.5%	40,482	7.8%	9.7%
2014-15	53,589	-0.5%	2,329,589	6.9%	43,471	7.4%	7.7%
2015-16	53,787	0.4%	2,436,230	4.6%	45,294	4.2%	6.5%
2016-17	54,248	0.9%	2,526,401	3.7%	46,571	2.8%	5.9%
2017-18	54,740	0.9%	n/a ²		n/a ²		4.9%

Note:

Bureau of Economic Analysis revised estimates for 2010-2017 included. Updated Nov 2018.

Sources:

¹ US Dept. of Commerce - Bureau of Economic Analysis

² Data not yet published.

COUNTY OF TUOLUMNE, CALIFORNIA
Principal Employers
June 30, 2018 and June 30, 2009

Schedule 16
Demographic and Economic Information

June 30, 2018			June 30, 2009		
Employer	Number of Employees	% of County	Employer	Number of Employees	% of County
Adventist Health Sonora	1,000-4,999	4.6% - 23.0%	Sierra Conservation Corrections Dept	1,000-4,999	3.8% - 19.0%
Sierra Conservation Corrections Dept	1,000-4,999	4.6% - 23.0%	Black Oak Casino	500-999	1.9% - 3.8%
Black Oak Casino	500-999	2.3% - 4.6%	Sonora Regional Medical Center	500-999	1.9% - 3.8%
Dodge Ridge Ski Resort	500-999	2.3% - 4.6%	Dodge Ridge Ski Resort	500-999	1.9% - 3.8%
Hetch Hetchy Water & Power	250-499	1.1% - 2.3%	MRL Industries Inc	250-499	.9% - 1.9%
Moccasin Low Head Hydro Project	250-499	1.1% - 2.3%	Wal-Mart	250-499	.9% - 1.9%
Tuolumne General Hospital	250-499	1.1% - 2.3%	Avalon Care Center	100-249	.4% - .9%
Wal-Mart	250-499	1.1% - 2.3%	Chicken Ranch Bingo & Casino	100-249	.4% - .9%
Chicken Ranch Bingo & Casino	100-249	.5% - 1.1%	Columbia College	100-249	.4% - .9%
Columbia College	100-249	.5% - 1.1%	Diestel Turkey Ranch	100-249	.4% - .9%
Diestel Turkey Ranch	100-249	.5% - 1.1%	Hetch Hetchy Water & Power	100-249	.4% - .9%
Kohl's	100-249	.5% - 1.1%	Lair of the Golden Bear	100-249	.4% - .9%
Lair of the Golden Bear	100-249	.5% - 1.1%	Pak 'N Save Foods	100-249	.4% - .9%
Lowe's Home Improvement Center	100-249	.5% - 1.1%	Sierra Pacific Industries	100-249	.4% - .9%
Pine Mountain Lake Association	100-249	.5% - 1.1%	Sonora School District	100-249	.4% - .9%
Ranch House Restaurant	100-249	.5% - 1.1%	Sonora Union High School	100-249	.4% - .9%
Safeway	100-249	.5% - 1.1%			
Sierra Pacific Industries	100-249	.5% - 1.1%			
Sonora High School	100-249	.5% - 1.1%			
Tuolumne County Special Ed	100-249	.5% - 1.1%			
Tuolumne Mewuk Tribal Council	100-249	.5% - 1.1%			

Total Workforce in Tuolumne County:

Year	Labor Force	Workers Employed
7/18	21,780	20,820
7/17	21,840	20,660
7/16	21,940	20,570
7/15	21,810	20,250
7/14	21,890	19,980
7/13	21,960	19,660
7/12	22,770	19,860
7/11	23,190	19,910
7/10	22,980	19,630
7/09	26,330	23,190

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.

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									
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
General Government										
Assessor/Recorder	18.00	18.00	15.00	15.00	15.00	15.00	17.00	17.00	17.00	15.00
Auditor-Controller	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
Board of Supervisors	7.00	6.80	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
County Administrative Office	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00
County Counsel	7.00	5.00	5.00	4.80	5.00	4.00	5.00	5.00	5.00	5.00
Elections	3.00	2.00	2.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00
Facilities Management	27.00	27.00	24.00	17.00	17.00	16.00	16.00	16.00	16.00	16.00
Film Commissioner	1.00	1.00	-	-	-	-	-	-	-	-
Human Resources	6.80	4.80	3.80	3.80	3.80	3.80	3.80	3.80	3.80	4.00
Information Technology	25.00	22.00	20.00	15.00	15.00	14.00	14.00	15.00	16.00	16.00
Jamestown Mine	1.00	1.00	1.00	0.50	-	-	-	-	-	-
Office of Revenue Recovery	7.00	8.00	7.50	6.50	6.50	6.50	7.00	7.00	7.00	6.00
Radio	-	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Treasurer/Tax Collector	4.50	4.50	4.00	4.00	4.00	4.00	4.00	4.00	4.50	4.50
Total General Government	125.30	118.10	106.30	92.60	92.30	89.30	92.80	95.80	97.30	94.50
Public Protection										
Agriculture Comm/Wts & Meas	6.00	5.00	5.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00
Animal Control	10.00	9.00	9.00	8.75	8.75	8.00	9.00	10.00	10.00	10.00
Child Support Services	23.80	24.50	-	-	-	-	-	-	-	-
Community Development Dept	28.75	22.75	20.75	23.63	23.50	22.50	25.75	31.00	30.00	28.00
County Fire	8.00	7.00	4.50	4.80	3.00	3.00	3.00	3.00	3.00	3.00
District Attorney	22.00	21.00	20.00	19.00	19.00	19.00	19.00	19.00	22.00	22.00
Office of Emergency Services	-	-	-	-	-	-	-	1.00	1.00	1.00
Probation	33.00	31.00	30.00	30.00	37.00	37.00	35.00	47.50	48.00	47.90
Public Defender	7.00	7.00	6.80	6.30	6.30	6.50	6.50	6.50	6.50	6.50
Sheriff/Coroner	139.00	131.00	129.50	125.00	126.00	127.50	129.50	134.00	134.00	132.00
Surveyor	3.00	2.00	2.00	2.00	2.00	2.00	2.00	-	-	-
Tree Mortality	-	-	-	-	-	-	-	1.00	2.00	3.00
Total Public Protection	280.55	260.25	227.55	223.48	229.55	229.50	234.75	258.00	261.50	258.40
Public Ways and Facilities										
Public Works Admin, Eng, Dev, Roads	61.00	57.00	44.80	43.80	43.00	42.00	44.00	44.00	39.00	40.00
Total Public Ways and Facilities	61.00	57.00	44.80	43.80	43.00	42.00	44.00	44.00	39.00	40.00
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	68.50	50.00	49.50	48.80	52.60	53.00	58.00	63.00	68.00	67.20
Environmental Health	10.63	8.63	6.63	-	-	-	-	-	-	-
Health, Tobacco Control, WIC	25.20	22.40	22.00	21.90	23.00	24.40	26.20	27.20	26.70	27.90
Total Health and Sanitation	106.33	83.03	80.13	72.70	77.60	79.40	86.20	92.20	96.70	97.10
Public Assistance										
Social Services	105.00	104.00	101.00	98.50	107.00	110.60	108.60	109.80	112.80	109.30
Veterans	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.98	2.63
Total Public Assistance	107.00	106.00	103.00	100.50	109.00	112.60	110.60	111.80	115.78	111.93
Education										
Farm Advisor	2.50	2.00	2.00	-	-	-	-	-	-	-
Library	12.00	11.00	9.75	8.25	8.25	8.25	8.25	10.00	10.00	10.00
Total Education	14.50	13.00	11.75	8.25	8.25	8.25	8.25	10.00	10.00	10.00
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	-	-	-	-	-	-	-	-	-
Recreation	9.75	8.60	6.55	6.00	6.80	7.20	7.20	7.80	7.80	7.80
Total Recreation & Cultural	13.50	11.60	9.55	9.00	9.80	10.20	10.20	10.80	10.80	10.80
Enterprises & Internal Service Funds										
Adult Day Health Care	6.00	-	-	-	-	-	-	-	-	-
Airports	4.00	4.00	3.00	3.50	3.50	3.50	3.50	3.50	4.00	4.00
Ambulance	-	-	-	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Fleet Services	-	-	-	6.00	7.00	7.00	7.00	7.00	7.00	7.00
Home Health - VNA	23.80	-	-	-	-	-	-	-	-	-
Hospice	6.80	-	-	-	-	-	-	-	-	-
Public Transportation	5.00	5.00	-	-	-	-	-	-	-	-
Purchasing	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50
Solid Waste	4.00	5.00	4.00	4.00	3.00	3.00	3.00	3.00	4.00	4.00
Tuolumne General Medical Center	37.40	37.40	34.70	-	-	-	-	-	-	-
Total Enterprise & Internal	89.00	53.40	43.70	17.50	17.50	17.50	17.50	17.50	19.00	18.50
Grand Total	797.18	702.38	626.78	567.83	587.00	588.75	604.30	640.10	650.08	641.23

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									
	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09
<u>General Government</u>										
Recorded documents - Assessor-Recorder	15,489	16,815	17,873	16,015	14,866	20,306	17,049	16,165	16,342	15,911
Fictitious Business Names - County Clerk	455	511	470	446	530	404	469	487	504	464
Number of registered voters - Elections	31,999	31,137	29,703	28,237	29,784	32,108	31,295	30,646	31,699	31,204
Applications received - Human Resources	3,984	3,556	3,055	3,391	2,217	2,441	1,655	1,244	1,248	1,364
Maintenance service requests received - Facilities Mgmt	3,442	3,414	3,713	3,681	3,173	3,195	3,402	6,165	7,592	6,813
<u>Public Protection</u>										
Misdemeanor cases filed - District Attorney	2,918	2,680	2,560	2,335	2,357	2,372	2,448	2,721	2,620	2,871
Felony cases filed - District Attorney	1,037	973	770	901	939	848	908	785	816	751
Arrests - Adults - Sheriff	5,831	5,084	4,816	4,707	4,204	4,173	4,447	4,722	4,517	4,820
Arrests - Juveniles - Sheriff	78	72	111	56	119	244	156	240	238	247
Average Daily Jail Population - Sheriff	146	145	146	144	139	136	128	129	130	133
Cases supervised - Probation - Adult	1,328	1,446	1,685	2,096	2,574	2,181	2,075	2,292	2,284	2,289
Cases supervised - Probation - AB-109	322	304	287	119	87	65	-	-	-	-
Cases supervised - Probation - Juvenile	87	159	212	121	43	102	119	125	98	127
Fire emergency responses - County Fire	1,790	1,452	1,683	1,346	701	587	741	673	696	845
EMS / Medical Aids - County Fire/CDF	4,567	4,870	5,157	5,537	5,743	5,812	5,491	5,321	5,518	5,522
Building permits issued - Community Resource Agency	1,754	1,558	1,445	1,373	1,260	1,263	1,507	1,237	1,120	1,181
Received calls for response - Animal Control	3,338	3,196	3,044	2,651	2,787	2,617	2,960	2,847	3,223	3,809
<u>Public Ways & Facilities</u>										
Maintained road lanes (in miles/lanes)	610/1220	610/1220	610/1220	610/1220	607.5/1214	607.5/1214	607.5/1214	607.5/1214	607.5/1214	607.5/1214
Percent of roadway miles rehabilitated	0.2	-	1	19	-	-	10	16	24	4
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	582	620	570	636	542	621	591	668	700	731
Unduplicated Open Clients served - Mental Health	2,013	1,958	1,973	2,041	1,925	1,800	1,974	1,626	1,671	2,166
Hazardous waste lbs accepted - Solid Waste	649,700	572,479	498,344	447,776	443,704	482,448	558,871	623,556	654,029	617,058
Hazardous waste lbs recycled - Solid Waste	599,293	530,921	454,863	396,542	391,247	422,697	502,892	565,691	604,429	540,965
<u>Public Assistance</u>										
Human Services										
Average Medi-Cal cases	6,739	7,015	7,014	6,325	4,188	3,063	2,963	2,836	2,728	2,732
Average Food Stamps cases	2,752	3,072	3,237	3,094	2,962	2,903	2,852	2,685	2,373	1,847
Average General Assistance cases	5	5	3	2	3	3	2	2	3	4
Average CALWORKS cases	450	479	535	613	653	670	658	717	683	615
<u>Education</u>										
Library										
Number of library visitors	170,589	162,989	166,524	167,268	174,219	177,181	178,811	174,501	291,122	370,191
Number of registered card holders	34,671	33,400	32,372	31,366	30,472	27,878	29,138	27,664	26,042	28,723
Public internet sessions	25,496	26,732	34,550	33,748	33,864	42,122	27,875	28,839	23,788	24,957
<u>Recreation</u>										
Recreational registrations/participants	2,694	2,424	2,073	2,065	1,850	4,300	3,100	1,400	1,400	1,433

* Estimated

Source: Various County Departments

COUNTY OF TUOLUMNE, CALIFORNIA
Capital Asset Statistics by Function
Last Ten Fiscal Years

Schedule 19
Operating Information

<u>Function</u>	<u>Fiscal Year</u>									
	<u>2017-18</u>	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>
<u>General Government</u>										
Administration Building	4	4	4	4	4	4	4	4	4	4
Vehicles	33	33	33	30	31	35	34	37	25	27
<u>Public Protection</u>										
Administration building	9	9	9	9	9	9	9	8	8	8
Jail and detention facility	2	2	1	1	1	1	1	1	1	1
Sheriff sub-stations	5	5	5	5	5	5	5	5	5	5
Patrol boats	9	8	8	7	7	8	7	7	11	11
Vehicles/Patrol cars	187	186	184	186	185	183	175	165	221	241
Fire stations	11	14	14	14	14	14	14	14	14	14
Fire engines	19	18	18	20	19	19	19	19	19	19
<u>Public Ways & Facilities</u>										
Administration building	1	1	1	1	1	1	1	1	1	1
Maintenance buildings	5	5	5	5	5	5	5	5	5	5
Bridges	54	53	53	53	53	53	53	53	53	53
Roads (miles)	610	610	610	610	608	608	608	608	608	608
Traffic Signals	23	21	21	20	20	20	20	20	19	19
Heavy Equipment	49	49	48	43	45	50	46	54	54	46
Vehicles	58	61	61	62	63	67	65	63	70	53
<u>Health & Sanitation</u>										
Administration building	3	3	3	3	3	3	1	1	1	1
Medical Facility	-	-	-	-	-	-	-	1	1	1
Hazardous Waste Facility	3	3	3	3	3	3	3	3	3	3
Vehicles	32	29	29	27	25	29	24	25	17	23
<u>Public Assistance</u>										
Administration building	1	1	1	1	1	1	1	1	1	1
Vehicles	32	32	30	28	30	33	31	30	49	53
<u>Education</u>										
Libraries - main	1	1	1	1	1	1	1	1	1	1
Libraries - branches	3	3	3	3	3	3	6	6	6	6
Vehicles	3	3	3	3	3	3	3	3	3	4
<u>Recreation</u>										
Administration building	5	5	5	5	5	5	5	5	5	5
Sports fields	15	9	9	9	9	9	9	9	9	9
Vehicles	13	14	9	9	9	9	9	9	8	9

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

