

**COUNTY OF AMADOR,
CALIFORNIA**

**FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED
JUNE 30, 2017**

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COUNTY OF AMADOR
Annual Financial Report
For the Year Ended June 30, 2017

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INTRODUCTORY SECTION

- **County Officials**

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COUNTY OF AMADOR
County Officials
For the Year Ended June 30, 2017

ELECTED OFFICIALS

Supervisor, District 1..... Patrick Crew
Supervisor, District 2..... Richard Forster
Supervisor, District 3..... Lynn A. Morgan
Supervisor, District 4..... Frank Axe
Supervisor, District 5..... Brian Oneto

Assessor..... James Rooney
Auditor-Controller..... Tacy Oneto Rouen
District Attorney..... Todd Riebe
Sheriff/Coroner..... Martin A. Ryan
Treasurer/Tax Collector..... Michael E. Ryan
Clerk/Recorder..... Kimberly L. Grady

DEPARTMENT DIRECTORS/ADMINISTRATORS

Administrative Officer..... Chuck Iley
Agricultural Commissioner..... Eric Mayberry
Chief Probation Officer..... Mark Bonini
UC Cooperative Extension..... Scott Oneto
County Counsel..... Gregory Gillott
Environmental Health..... Mike Israel
Facilities..... Jon Hopkins
Fire Chief..... Dave Bellerive
Human Resources Director..... Judy Dias
Public Health/Mental Health/Social Services..... James Foley
Public Works..... Aaron Brusatori
Records Manager..... Teresa Guidi
Risk Manager..... Lisa Hopkins
Surveying..... Steven Zanetta
Veterans Service Officer..... Terry Sanders

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FINANCIAL SECTION

- **Independent Auditor's Report**
- **Management's Discussion and Analysis**
- **Basic Financial Statements**
- **Required Supplementary Information**
- **Combining Nonmajor Fund Statements**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors and Grand Jury
County of Amador
Jackson, 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 Amador, California (County), as of and for the year ended June 30, 2017, 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 have obtained is sufficient and appropriate to provide a basis for our audit opinions.

To the Board of Supervisors and Grand Jury
County of Amador
Jackson, California

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 as of June 30, 2017, 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

As described in Note 1S to the financial statements, in 2016-17, the County implemented Governmental Accounting Standards Board (GASB) Statement Nos. 74, 77, 78, 80 and 82. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

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

Other Information

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

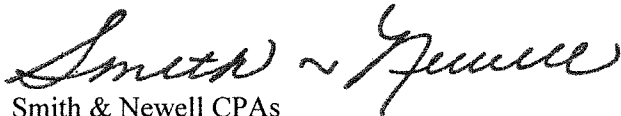
The combining nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the 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 nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

To the Board of Supervisors and Grand Jury
County of Amador
Jackson, California

The introductory section has 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 it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated March 6, 2018, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.



Smith & Newell CPAs
Yuba City, California
March 6, 2018

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**Management's Discussion and Analysis
(Unaudited)**

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COUNTY OF AMADOR
Management's Discussion and Analysis
June 30, 2017

Management's Discussion and Analysis

This section of the Amador County's annual financial report presents our discussion and analysis of the County's activities of the County of Amador for fiscal year ended June 30, 2017. Please read it in conjunction with the County's basic financial statements following this section.

Financial Highlights

- The assets and deferred outflows of the County exceeded liabilities and deferred inflows at the close of the 2016-2017 fiscal year by \$27,219,093 (net position). Of this amount, \$(27,554,942) (unrestricted net position) is not available to be used to meet the government's ongoing obligations to citizens and creditors, \$15,535,715 is restricted for specific purpose (restricted net position), and \$39,238,320 is invested in capital assets, net of related debt.
- The County of Amador's total net position increased by \$1,323,655.
- As of June 30, 2017, the County of Amador's governmental funds reported combined fund balances of \$32,686,387, a decrease of \$2,443,144. Approximately 34% of the combined fund balances, \$11,203,394 is available to meet the County's current and future needs (unassigned and assigned fund balance).
- At the end of the fiscal year, available fund balance for the General fund was \$11,017,531, or 31% of total General fund expenditures. All of the remaining available fund balance will be budgeted in the subsequent fiscal year.
- The County's total long-term debt increased by \$10,629,924 from the prior year. The increase is primarily due to the increase in the County's net pension liability at June 30, 2017.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County of Amador's basic financial statements. The County of Amador's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements. Government-wide financial statements are designed to provide readers with a broad overview of the County of Amador's finances, in a manner similar to a private-sector business.

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

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 related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

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

COUNTY OF AMADOR
Management's Discussion and Analysis
June 30, 2017

government, public protection, public ways and facilities, health and sanitation, public assistance, education and recreation, and cultural services. The business-type activities of the County of Amador include the County Airport.

The government-wide financial statements include the following blended component units: the Amador Fire Protection District, Amador County Public Facilities Financing Authority, Victory Lighting, CSA's 5, 6, and 8, and the Amador IHSS Public Authority. These seven blended component units have the same board as the County.

The government-wide financial statements can be found on pages 12-14 of this report.

Fund Financial Statements are a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The County of Amador, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County of Amador can be divided into three categories: governmental funds, proprietary funds, and fiduciary 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 how cash and other financial assets can readily be converted to available resources and the balances left at year-end that is available for spending. Such information may be useful in determining what financial resources are available in the near future to finance the County's 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 government's near-term financial statements. 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.

The County of Amador maintains several individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General fund, Social Service fund, Mental Health fund, Road fund, AB 118 County Local Revenue fund and Water Development Sinking fund, which are considered to be major funds. Data from other governmental funds are combined to a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The governmental funds financial statements can be found on pages 15-18 of this report.

Proprietary Funds are maintained two ways. First, enterprise funds are used to report the same functions presented as business-type activities in the government-wide statements. In the past, the County of Amador used enterprise funds to account for the Landfill and Airport, both were considered major funds. However, in 2017, the Board of Supervisors dissolved the Waste Management Enterprise fund and the General fund absorbed the fund's revenues and expenses under a new Department. Data from nonmajor enterprise funds are combined into a single, aggregate presentation.

Second, internal service funds are an accounting device used to accumulate funds to account for self-insurance, fleet maintenance and replacement, purchasing, and communications. Because the services predominantly benefit governmental rather than business-type functions, they have been included within

COUNTY OF AMADOR
Management's Discussion and Analysis
June 30, 2017

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. Proprietary fund financial statements provide separate information for the Airport. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the nonmajor enterprise funds and internal service funds is provided in the form of combining statements elsewhere in this report.

The proprietary funds financial statements can be found on pages 19-23 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County of Amador's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary funds financial statements can be found on pages 24-25 of this report.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes can be found on pages 26-61 of this report.

Required supplementary information is presented concerning the County of Amador's progress funding its obligation to provide pension benefits and other postemployment benefits to its employees. Required supplementary information also includes Budgetary Comparison Schedules of Revenues, Expenditures, and Changes in Fund Balance for the General fund, Social Service fund, Mental Health fund, Road fund and AB 118 County Local Revenue fund.

Required supplementary information can be found on pages 62-72 of this report.

The supplementary information is the combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds, and internal service funds.

Supplementary information can be found on pages 73-91 of this report.

COUNTY OF AMADOR
Management's Discussion and Analysis
June 30, 2017

Governmental-Wide Financial Analysis

The County has provided prior year's information for a comparative analysis of government-wide data.

Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Assets:						
Current and other assets	\$ 49,672,513	\$ 47,767,341	\$ 1,351,283	\$ 1,455,764	\$ 51,023,796	\$ 49,223,105
Capital assets	42,689,434	40,180,177	2,725,289	3,682,762	45,414,723	43,862,939
Total Assets	<u>92,361,947</u>	<u>87,947,518</u>	<u>4,076,572</u>	<u>5,138,526</u>	<u>96,438,519</u>	<u>93,086,044</u>
Deferred Outflows of Resources:						
Deferred pension	14,184,033	5,037,600	48,317	34,381	14,232,350	5,071,981
Total Deferred Outflows of Resources	<u>14,184,033</u>	<u>5,037,600</u>	<u>48,317</u>	<u>34,381</u>	<u>14,232,350</u>	<u>5,071,981</u>
Liabilities:						
Current and other liabilities	11,566,641	8,881,023	6,354	286,678	11,572,995	9,167,701
Long-term liabilities	69,336,816	54,148,475	190,530	4,748,947	69,527,346	58,897,422
Total Liabilities	<u>80,903,457</u>	<u>63,029,498</u>	<u>196,884</u>	<u>5,035,625</u>	<u>81,100,341</u>	<u>68,065,123</u>
Deferred Inflows of Resources:						
Deferred housing	450,000	-	-	-	450,000	-
Deferred pension	1,890,701	4,168,980	10,734	28,484	1,901,435	4,197,464
Total Deferred Inflows of Resources	<u>2,340,701</u>	<u>4,168,980</u>	<u>10,734</u>	<u>28,484</u>	<u>2,351,435</u>	<u>4,197,464</u>
Net Position:						
Net investment in capital assets	36,513,031	34,144,636	2,725,289	3,673,485	39,238,320	37,818,121
Restricted net position	15,535,715	17,180,828	-	-	15,535,715	17,180,828
Unrestricted net position	<u>(28,746,924)</u>	<u>(25,538,824)</u>	<u>1,191,982</u>	<u>(3,564,687)</u>	<u>(27,554,942)</u>	<u>(29,103,511)</u>
Total Net Position	<u>\$ 23,301,822</u>	<u>\$ 25,786,640</u>	<u>\$ 3,917,271</u>	<u>\$ 108,798</u>	<u>\$ 27,219,093</u>	<u>\$ 25,895,438</u>

Analysis of Net Position

Assets and deferred outflows exceeded liabilities and deferred inflows by \$27,219,093 at the close of the 2016-17 fiscal year. Increases or decreases in net position may over time serve as a useful indicator of whether the financial position of the County is improving or deteriorating. Of this amount, \$(27,554,942) (unrestricted net position), may not be used to meet the government's ongoing obligations to the citizens and creditors.

\$15,535,715 (restricted net position) is restricted for a specific purpose. The remaining portion and largest, \$39,238,320, is the County's investment in capital assets (e.g. land, building, machinery, and equipment), less any related debt. These assets are used to provide services to its citizens and are not available for future spending.

As stated earlier, overall net position increased by \$1,323,655. Governmental activities were responsible for a decrease of \$2,484,818, and business-type activities were responsible for an increase of \$3,808,473. Most of this change is due to the General fund's absorption of the Waste Management fund during the current fiscal year.

COUNTY OF AMADOR
Management's Discussion and Analysis
June 30, 2017

Statement of Activities

	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Program revenues:						
Fees, fines and charges for services	\$ 14,268,345	\$ 11,413,160	\$ 305,727	\$ 1,023,418	\$ 14,574,072	\$ 12,436,578
Operating grants	31,441,754	34,262,444	11,139	33,408	31,452,893	34,295,852
Capital grants	3,576,356	-	-	98,503	3,576,356	98,503
General revenues:						
Property taxes	20,102,663	20,583,135	-	567	20,102,663	20,583,702
Sales and use taxes	3,574,172	2,315,630	-	-	3,574,172	2,315,630
Other taxes and fees	516,365	1,073,942	-	-	516,365	1,073,942
Unrestricted interest and investment earnings	378,797	347,337	22,650	5,928	401,447	353,265
Other revenue	2,322,011	1,241,928	160,006	1,623,249	2,482,017	2,865,177
Total Revenues	<u>76,180,463</u>	<u>71,237,576</u>	<u>499,522</u>	<u>2,785,073</u>	<u>76,679,985</u>	<u>74,022,649</u>
Expenses:						
General government	7,617,839	9,504,298	-	-	7,617,839	9,504,298
Public protection	37,824,443	31,793,095	-	-	37,824,443	31,793,095
Public ways and facilities	7,367,136	4,679,119	-	-	7,367,136	4,679,119
Health and welfare	9,689,002	9,834,942	-	-	9,689,002	9,834,942
Public assistance	11,013,521	11,152,271	-	-	11,013,521	11,152,271
Education	1,164,878	895,974	-	-	1,164,878	895,974
Culture and recreation	325,209	243,069	-	-	325,209	243,069
Interest and fiscal charges	150,669	144,462	-	-	150,669	144,462
Waste management	-	-	-	487,267	-	487,267
Airport	-	-	451,903	469,047	451,903	469,047
County service areas	-	-	13,831	15,965	13,831	15,965
Total Expenses	<u>75,152,697</u>	<u>68,247,230</u>	<u>465,734</u>	<u>972,279</u>	<u>75,618,431</u>	<u>69,219,509</u>
Change in net position before transfers	1,027,766	2,990,346	33,788	1,812,794	1,061,554	4,803,140
Transfers	(3,512,584)	(2,119,400)	3,512,584	2,119,400	-	-
Change in Net Position	<u>(2,484,818)</u>	<u>870,946</u>	<u>3,546,372</u>	<u>3,932,194</u>	<u>1,061,554</u>	<u>4,803,140</u>
Net Position, Beginning	25,786,640	24,915,694	108,798	(3,823,396)	25,895,438	21,092,298
Prior period adjustment	-	-	262,101	-	262,101	-
Net Position, Beginning (Restated)	<u>25,786,640</u>	<u>24,915,694</u>	<u>370,899</u>	<u>(3,823,396)</u>	<u>26,157,539</u>	<u>21,092,298</u>
Net Position, Ending	<u>\$ 23,301,822</u>	<u>\$ 25,786,640</u>	<u>\$ 3,917,271</u>	<u>\$ 108,798</u>	<u>\$ 27,219,093</u>	<u>\$ 25,895,438</u>

Governmental activities decreased the County's net position by \$2,484,818. The decrease in net position was due to the following:

- \$2,443,144 net decrease in governmental funds due to expenditures in excess of revenues,
- \$1,922,532 net increase due to expenditures for general capital assets, infrastructure, and other related capital assets adjustments less current year depreciation,
- \$283,121 decrease due to loss on disposal of capital asset,
- \$951,762 increase due to revenue which was unavailable on the fund statements, change in unavailable revenue,
- \$150,741 decrease due to repayment of debt principal which reduces long-term liabilities in the statement of net assets,
- \$11,185,099 increase due to the net change in deferred outflows and deferred inflows related to long-term liabilities,
- \$10,278,730 decrease due to increases in liability from closure/post-closure liability and decreases in liability compensated absences, net pension liability, net OPEB obligation, and accrued interest on long-term debt,
- \$3,707,839 decrease due to transfer of Waste Management enterprise fund assets and liabilities to governmental activities,
- \$319,334 increase due to internal service funds activities reported as governmental activities.

COUNTY OF AMADOR
Management's Discussion and Analysis
June 30, 2017

Business-type activities increased the County's net position by \$3,808,473. The increase to net position was due to the following:

- \$101,584 decrease due to airport activities
- \$3,647,956 increase due to County Service Areas 5, 6, and 8 activities as well as contributions into the Other Enterprise fund due to the transfer of Waste Management fund assets and liabilities to Governmental activities.

Financial analysis of the Governmental Funds

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

Governmental Funds. The government functions are contained in the General, Special Revenue, Capital Project and Debt Service funds. Included in these funds are the special districts governed by the Board of Supervisors. The focus of the County of Amador'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 financing requirements. In particular, unreserved fund balance 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, 2017, the County of Amador's governmental funds reported combined ending fund balances of \$32,686,387 a decrease of \$2,443,144 in comparison with the prior year. Approximately 34% of the combined fund balance, \$11,203,394, constitutes available fund balance (assigned and unassigned combined), which is available to meet the County's current and future needs.

The remainder of the funds, \$21,482,993, is not available for new spending because it has been committed, restricted or is not spendable as follows:

1. Nonspendable \$4,176,079
2. Restricted \$14,943,979
3. Committed \$2,362,935

The General fund is the chief operating fund of the County. At June 30, 2017, available fund balance of the General fund was \$11,017,531, while total fund balance reached \$15,421,508. As a measure of the General fund's liquidity, it may be useful to compare both available fund balance and total fund balance to total fund expenditures. Available fund balance represents 31% of total General fund expenditures, while total fund balance represents approximately 44% of total General fund expenditures. The fund balance for the County's General fund increased by \$1,734,739 during the current fiscal year.

In addition to the General fund, the County maintains five major government funds: the Social Services fund, Road fund, Mental Health fund, Water Development Sinking fund, and the AB 118 County Local Revenue fund. The Social Services fund is used to administer the County's social services programs that promote job-readiness and self-sufficiency of individuals and families. The Social Service fund recorded \$10.3 million in revenues in 2017 as compared to \$10.4 million in revenues in 2016. Expenditures increased from \$10.5 million in 2016 to \$10.7 million in 2017.

The Road fund is used for planning, design, construction, maintenance and administration of the County's roads and infrastructure. The Road fund reported \$5 million in revenues for 2017 compared to \$3.6 million last year. Expenditures were \$8.2 million in 2017 compared to \$4.4 million in 2016.

Mental Health fund provides services to County residents with serious mental disabilities and/or emotional disturbances. Revenues in 2017 were \$6.2 million compared to \$5.6 million in 2016.

COUNTY OF AMADOR
Management's Discussion and Analysis
June 30, 2017

Expenditures in 2017 were \$6.4 million compared to \$6.2 million in 2016.

The Water Development Sinking fund is used for the development of new or additional water for the County. Revenues in 2017 were \$33,870 compared to \$26,982 in 2016. Expenditures in 2017 were \$1,130,844 compared to \$32,248 in 2016.

The AB 118 County Local Revenue fund is used to account for public safety services, as defined by AB 118. Revenues in 2017 were \$6.7 million compared to \$5.7 million in 2016. Expenditures in 2017 were \$6.2 million compared to \$4.6 million in 2016.

Proprietary Funds. The County of Amador's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The net position of the enterprise funds increased by \$3,808,473. The increase is primarily due to the contribution of the Waste Management fund to the General fund during 2017. The net position of the internal services funds increased by \$319,334 to \$3,256,412.

General Fund Budgetary Highlights

Differences between the original budget expenditures and the final amended budget expenditures can be briefly summarized as follows:

- \$789,738 increase in the general governmental budget
- \$1,011,120 increase in the public protection budget
- \$201 increase in the public assistance budget
- \$22,187 increase in the education budget
- \$88,208 increase in the recreation and cultural services budget
- \$235,366 increase in the capital outlay budget
- \$323,316 decrease in the contingency budget

Capital Asset and Debt Administration

Capital assets. The County of Amador's investment in capital assets for its governmental and business-type activities as of June 30, 2017, amount to \$45,414,723 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges. Additional information on the County's capital assets can be found in Note 4 of the Notes to the Basic Financial Statements.

Debt Administration. At the end of the current fiscal year, the County had total long-term obligations outstanding of \$69,527,346. The long-term obligations are as follows:

- \$2,056,023 compensated absences
- \$5,470,450 bonds payable and certificates of participation
- \$4,270,512 landfill closure/post-closure
- \$705,951 capital leases
- \$875,426 net liability for other post-employment benefits
- \$56,148,984 net pension liability

Additional information on the County's long-term obligations can be found in Notes 7, 8, 9, 12 and 13 of the Notes to the Basic Financial Statements.

COUNTY OF AMADOR
Management's Discussion and Analysis
June 30, 2017

Economic Factors Affecting Amador County Budget

PERS Increases

PERS has decreased the discount rate starting in fiscal year 18/19, which will result in an increase in employer normal cost rates and unfunded liability amounts over the next five years. PERS normal costs are expected to increase by 16% over the next 5 years, while our unfunded liability payments are expected to increase 100%. Estimated costs of 5 year increases to our County based on our FY18/19 actuarial are \$4.1 million.

In addition, PERS has changed their actuarial assumptions, which will affect employer contributions starting in fiscal year 19/20. The range of potential impact is very broad, so it is uncertain how great of an impact that will be to our County until we receive next year's actuarial report.

IHSS

The State eliminated the maintenance of effort for In Home Support Services costs to the County. Up until fiscal year 17/18, the state picked up all In Home Support Services costs above our required maintenance of effort. The State has contributed additional general fund dollars and moved some of our other funding to minimize the impacts of the increases to Social Services and Public Authority for this year and next, but in 19/20 we will see a large increase in those costs to the County which will severely impact Social Services and Public Authority.

1991 Realignment

As a result of the IHSS increases, the State has shifted all sales tax growth in Health and Behavioral Health 1991 realignment revenue over the next three years to Social Services, then will get half the normal amount for two years after that. This means there will not be any increases in Health or Behavioral Health realignment revenue for those County funds, which will limit their ability to pay for employee wage and salary increases and other departmental increases for those activities not Grant reimbursable.

Tree Mortality

Amador County continues to cut down dead and dying trees from drought and bark beetle that are threatening our infrastructure. The cost of this is being covered 100% by the state as follows: 75% from a CDAA Grant from Cal OES and Cal Fire has just approved a Grant for the remaining 25% of the eligible costs.

Jail Expansion

Amador County is in the process of expanding our current jail. While we have been approved funding through a lease-revenue bond financing program, we will not see the reimbursement until we start construction, which will be two to three years off. We are currently using our General fund reserves to pay for part of the design costs.

2017 Winter Storms

Amador County has received FEMA and Cal OES reimbursement for much of our eligible storm damage repairs costs. One of our larger permanent repair projects is funded not through FEMA, but the Federal Highway Program and has just been completed with reimbursement expected in the next 6 months. The \$1.4 million cost for this repair was taken from our General fund reserves.

Request for Information

This financial report is designed to provide a general overview of the County of Amador's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Amador County Auditor-Controller, 810 Court Street, Jackson, CA 95642.

Basic Financial Statements

- **Government-Wide Financial Statements**

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COUNTY OF AMADOR
Statement of Net Position
June 30, 2017

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 41,583,609	\$ 1,350,679	\$ 42,934,288
Receivables:			
Accounts	546,348	15,717	562,065
Interest	52,010	16,887	68,897
Taxes	664,505	-	664,505
Intergovernmental	3,767,002	-	3,767,002
Internal balances	32,000	(32,000)	-
Inventory	47,978	-	47,978
Loans receivable	2,837,101	-	2,837,101
Restricted cash and investments	141,960	-	141,960
Capital assets:			
Non depreciable	10,631,266	1,500,853	12,132,119
Depreciable, net	32,058,168	1,224,436	33,282,604
Total capital assets	42,689,434	2,725,289	45,414,723
Total Assets	92,361,947	4,076,572	96,438,519
DEFERRED OUTFLOWS OF RESOURCES			
Deferred pension adjustments	14,184,033	48,317	14,232,350
Total Deferred Outflows of Resources	14,184,033	48,317	14,232,350
LIABILITIES			
Accounts payable	2,506,554	6,354	2,512,908
Salaries and benefits payable	66,771	-	66,771
Deposits payable	125,124	-	125,124
Unearned revenue	8,739,768	-	8,739,768
Accrued interest payable	38,424	-	38,424
Accrued claims liability	90,000	-	90,000
Long-term liabilities:			
Due within one year	1,686,949	7,293	1,694,242
Due in more than one year	10,801,401	7,293	10,808,694
Net pension liability	55,973,436	175,548	56,148,984
Net OPEB obligation	875,030	396	875,426
Total Liabilities	80,903,457	196,884	81,100,341
DEFERRED INFLOWS OF RESOURCES			
Deferred pension adjustments	1,890,701	10,734	1,901,435
Deferred housing loan payments	450,000	-	450,000
Total Deferred Inflows of Resources	2,340,701	10,734	2,351,435

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF AMADOR
Statement of Net Position
June 30, 2017

	Governmental Activities	Business-Type Activities	Total
NET POSITION			
Net investment in capital assets	36,513,031	2,725,289	39,238,320
Restricted for:			
General government	1,506,716	-	1,506,716
Public protection	11,349,336	-	11,349,336
Public assistance	309,752	-	309,752
Health and welfare	1,208,357	-	1,208,357
Public ways and facilities	266,897	-	266,897
Capital projects	894,657	-	894,657
Unrestricted	(28,746,924)	1,191,982	(27,554,942)
Total Net Position	\$ 23,301,822	\$ 3,917,271	\$ 27,219,093

The notes to the basic financial statements are an integral part of this statement.

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COUNTY OF AMADOR
Statement of Activities
For the Year Ended June 30, 2017

<u>Functions/Programs:</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
General government	\$ 7,617,839	\$ 2,009,642	\$ 487,016	\$ 691,051
Public protection	37,824,443	8,184,981	11,947,935	-
Health and welfare	9,689,002	1,527,018	8,245,049	-
Public assistance	11,013,521	1,914,386	8,310,942	-
Education	1,164,878	368,947	27,912	-
Culture and recreation	325,209	86,085	-	-
Public ways and facilities	7,367,136	177,286	2,422,900	2,885,305
Interest on long-term debt	150,669	-	-	-
Total Governmental Activities	<u>75,152,697</u>	<u>14,268,345</u>	<u>31,441,754</u>	<u>3,576,356</u>
Business-type activities:				
Airport	451,903	305,727	11,139	-
County service areas	13,831	-	-	-
Total Business-Type Activities	<u>465,734</u>	<u>305,727</u>	<u>11,139</u>	<u>-</u>
Total	<u>\$75,618,431</u>	<u>\$14,574,072</u>	<u>\$31,452,893</u>	<u>\$ 3,576,356</u>

General revenues:

Taxes:

 Property taxes

 Sales and use taxes

 Property transfer taxes

 Transient occupancy taxes

Franchise fees

Tobacco settlement

Grants and contributions, unrestricted

Interest and investment earnings

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning

Prior period adjustment

Net Position - Beginning, Restated

Net Position - Ending

The notes to the basic financial statements are an integral part of this statement.

**Net (Expense) Revenue and
Changes in Net Position**

Governmental Activities	Business- Type Activities	Total
\$ (4,430,130)	\$ -	\$ (4,430,130)
(17,691,527)	-	(17,691,527)
83,065	-	83,065
(788,193)	-	(788,193)
(768,019)	-	(768,019)
(239,124)	-	(239,124)
(1,881,645)	-	(1,881,645)
(150,669)	-	(150,669)
<u>(25,866,242)</u>	<u>-</u>	<u>(25,866,242)</u>
-	(135,037)	(135,037)
<u>-</u>	<u>(13,831)</u>	<u>(13,831)</u>
-	(148,868)	(148,868)
<u>(25,866,242)</u>	<u>(148,868)</u>	<u>(26,015,110)</u>
20,102,663	-	20,102,663
3,574,172	-	3,574,172
285,333	-	285,333
216,330	-	216,330
14,702	-	14,702
328,313	-	328,313
150,000	-	150,000
378,797	22,650	401,447
1,843,698	160,006	2,003,704
(3,512,584)	3,512,584	-
<u>23,381,424</u>	<u>3,695,240</u>	<u>27,076,664</u>
<u>(2,484,818)</u>	<u>3,546,372</u>	<u>1,061,554</u>
25,786,640	108,798	25,895,438
<u>-</u>	<u>262,101</u>	<u>262,101</u>
<u>25,786,640</u>	<u>370,899</u>	<u>26,157,539</u>
<u>\$23,301,822</u>	<u>\$ 3,917,271</u>	<u>\$27,219,093</u>

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Basic Financial Statements

- **Fund Financial Statements**

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COUNTY OF AMADOR
Balance Sheet
Governmental Funds
June 30, 2017

	<u>General</u>	<u>Social Services</u>	<u>Mental Health</u>	<u>Road</u>
ASSETS				
Cash and investments	\$ 17,822,090	\$ 490,343	\$ 3,415,739	\$ 254,725
Receivables:				
Accounts	260,236	893	400	55,775
Interest	21,295	99	101	567
Taxes	664,505	-	-	-
Intergovernmental	549,863	651	382,997	1,147,679
Due from other funds	328,147	-	-	-
Inventory	-	-	-	47,978
Advances to other funds	1,741,000	-	-	-
Restricted cash and investments	141,960	-	-	-
Loans receivable	450,000	-	-	-
	<u>\$ 21,979,096</u>	<u>\$ 491,986</u>	<u>\$ 3,799,237</u>	<u>\$ 1,506,724</u>
LIABILITIES				
Accounts payable	\$ 573,717	\$ 56,477	\$ 362,354	\$ 563,702
Salaries and benefits payable	-	-	-	-
Deposits payable	125,124	-	-	-
Due to other funds	-	-	-	328,147
Unearned revenue	5,152,932	-	3,415,740	-
Advances from other funds	-	200,000	-	300,000
	<u>5,851,773</u>	<u>256,477</u>	<u>3,778,094</u>	<u>1,191,849</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	255,815	-	118,851	1,082,181
Deferred housing loan payments	450,000	-	-	-
	<u>705,815</u>	<u>-</u>	<u>118,851</u>	<u>1,082,181</u>
FUND BALANCES				
Nonspendable	1,741,000	-	-	47,978
Restricted	2,229,655	235,509	-	-
Committed	433,322	-	-	-
Assigned	6,038,692	-	-	-
Unassigned	4,978,839	-	(97,708)	(815,284)
	<u>15,421,508</u>	<u>235,509</u>	<u>(97,708)</u>	<u>(767,306)</u>
Total Fund Balances (Deficits)	<u>15,421,508</u>	<u>235,509</u>	<u>(97,708)</u>	<u>(767,306)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 21,979,096</u>	<u>\$ 491,986</u>	<u>\$ 3,799,237</u>	<u>\$ 1,506,724</u>

The notes to the basic financial statements are an integral part of this statement.

AB 118 County Local Revenue	Water Development Sinking	Other Governmental Funds	Total
\$ 5,702,594	\$ 2,620,472	\$ 8,603,974	\$38,909,937
-	-	209,121	526,425
10,161	5,051	10,903	48,177
-	-	-	664,505
753,320	691,051	241,441	3,767,002
-	-	-	328,147
-	-	-	47,978
-	-	-	1,741,000
-	-	-	141,960
-	2,387,101	-	2,837,101
<u>\$ 6,466,075</u>	<u>\$ 5,703,675</u>	<u>\$ 9,065,439</u>	<u>\$49,012,232</u>
\$ 5,346	\$ 695,910	\$ 197,935	\$ 2,455,441
-	-	66,771	66,771
-	-	-	125,124
-	-	-	328,147
-	-	171,096	8,739,768
-	-	1,209,000	1,709,000
<u>5,346</u>	<u>695,910</u>	<u>1,644,802</u>	<u>13,424,251</u>
83,507	691,051	220,189	2,451,594
-	-	-	450,000
<u>83,507</u>	<u>691,051</u>	<u>220,189</u>	<u>2,901,594</u>
-	2,387,101	-	4,176,079
6,377,222	-	6,101,593	14,943,979
-	1,929,613	-	2,362,935
-	-	1,106,146	7,144,838
-	-	(7,291)	4,058,556
<u>6,377,222</u>	<u>4,316,714</u>	<u>7,200,448</u>	<u>32,686,387</u>
<u>\$ 6,466,075</u>	<u>\$ 5,703,675</u>	<u>\$ 9,065,439</u>	<u>\$49,012,232</u>

COUNTY OF AMADOR
Reconciliation of the Governmental Funds Balance
Sheet to the Government-Wide Statement of
Net Position - Governmental Activities
June 30, 2017

Total Fund Balance - Total Governmental Funds	\$ 32,686,387
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the governmental funds balance sheet.	41,929,924
Other long term assets are not available to pay for current period expenditures and therefore, are reported as unavailable revenues in the governmental funds.	2,451,594
Interest payable on long-term debt does not require the use of current financial resources and, therefore, is not accrued as a liability in the governmental funds balance sheet.	(38,424)
Deferred outflows of resources related to pensions are not reported in the governmental funds.	13,957,710
Deferred inflows of resources related to pensions are not reported in the governmental funds	(1,900,766)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.	
Certificates of participation	(5,157,000)
Bonds payable	(313,450)
Capital leases	(705,951)
Compensated absences	(1,987,023)
Closure/post-closure liability	(4,270,512)
Net pension liability	(55,737,136)
Net OPEB obligation	(869,943)
Internal service funds are used by management to charge the cost of certain activities, such as insurance and equipment maintenance and operations, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net position.	<u>3,256,412</u>
Net Position of Governmental Activities	<u><u>\$ 23,301,822</u></u>

The notes to the basic financial statements are an integral part of this statement.

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COUNTY OF AMADOR
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2017

	<u>General</u>	<u>Social Services</u>	<u>Mental Health</u>	<u>Road</u>
REVENUES				
Taxes and assessments	\$ 24,362,992	\$ -	\$ -	\$ 256,931
Licenses, permits, and franchises	436,922	-	-	16,929
Fines and forfeitures	780,621	-	-	18,600
Intergovernmental	5,033,896	8,485,790	5,045,250	4,226,142
Use of money and property	248,171	2,991	807	6,247
Charges for services	6,963,423	1,772,870	1,183,916	141,757
Other revenues	653,483	102,086	1,746	335,246
Total Revenues	<u>38,479,508</u>	<u>10,363,737</u>	<u>6,231,719</u>	<u>5,001,852</u>
EXPENDITURES				
Current:				
General government	6,375,833	-	-	-
Public protection	26,844,490	-	-	-
Health and welfare	30,370	-	6,410,975	-
Public assistance	305,213	10,703,194	-	-
Education	1,158,517	-	-	-
Culture and recreation	325,480	-	-	-
Public ways and facilities	-	-	-	5,959,076
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	141,221	-	-	2,275,167
Total Expenditures	<u>35,181,124</u>	<u>10,703,194</u>	<u>6,410,975</u>	<u>8,234,243</u>
Excess of Revenues Over (Under) Expenditures	<u>3,298,384</u>	<u>(339,457)</u>	<u>(179,256)</u>	<u>(3,232,391)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,877,585	208,225	12,307	200,000
Transfers out	(3,441,230)	-	-	-
Debt proceeds	-	-	-	-
Total Other Financing Sources (Uses)	<u>(1,563,645)</u>	<u>208,225</u>	<u>12,307</u>	<u>200,000</u>
Net Change in Fund Balances	1,734,739	(131,232)	(166,949)	(3,032,391)
Fund Balances - Beginning	<u>13,686,769</u>	<u>366,741</u>	<u>69,241</u>	<u>2,265,085</u>
Fund Balances (Deficits) - Ending	<u>\$ 15,421,508</u>	<u>\$ 235,509</u>	<u>\$ (97,708)</u>	<u>\$ (767,306)</u>

The notes to the basic financial statements are an integral part of this statement.

AB 118 County Local Revenue	Water Development Sinking	Other Governmental Funds	Total
\$ -	\$ -	\$ 20,914	\$24,640,837
-	-	185,549	639,400
-	-	1,050	800,271
6,674,015	-	4,732,918	34,198,011
36,130	33,870	38,138	366,354
-	-	2,515,721	12,577,687
-	-	967,828	2,060,389
<u>6,710,145</u>	<u>33,870</u>	<u>8,462,118</u>	<u>75,282,949</u>
-	1,104	1,014,765	7,391,702
6,190,055	1,129,740	4,339,710	38,503,995
-	-	3,346,489	9,787,834
-	-	-	11,008,407
-	-	-	1,158,517
-	-	-	325,480
-	-	-	5,959,076
-	-	600,366	600,366
-	-	149,743	149,743
-	-	1,010,117	3,426,505
<u>6,190,055</u>	<u>1,130,844</u>	<u>10,461,190</u>	<u>78,311,625</u>
<u>520,090</u>	<u>(1,096,974)</u>	<u>(1,999,072)</u>	<u>(3,028,676)</u>
-	-	1,005,716	3,303,833
-	-	(28,148)	(3,469,378)
-	-	751,077	751,077
<u>-</u>	<u>-</u>	<u>1,728,645</u>	<u>585,532</u>
520,090	(1,096,974)	(270,427)	(2,443,144)
<u>5,857,132</u>	<u>5,413,688</u>	<u>7,470,875</u>	<u>35,129,531</u>
<u>\$ 6,377,222</u>	<u>\$ 4,316,714</u>	<u>\$ 7,200,448</u>	<u>\$32,686,387</u>

COUNTY OF AMADOR
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Government-Wide Statement of Activities - Governmental Activities
For the Year Ended June 30, 2017

Net Change in Fund Balances - Total Governmental Funds \$ (2,443,144)

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

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.

Expenditures for capital outlay	3,426,505
Less current year depreciation	(1,720,403)
Various adjustments effecting capital assets including capital contributions	216,430

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the net cost of the capital assets disposed. There were no proceeds from the sale of capital assets.

(283,121)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Principal retirements	600,366
Proceeds from issuance of debt	(751,077)

Some revenues reported in the statement of activities will not be collected for several months after the County's year end and do not provide current financial resources and therefore are not reported as revenues in the governmental funds.

Change in unavailable revenue	951,762
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Certain changes in deferred outflows and deferred inflows of resources reported in the statement of activities relate to long-term liabilities and are not reported in the governmental funds.

Change in deferred outflows of resources related to pensions	11,188,652
Change in deferred inflows of resources related to pensions	(3,553)

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 the governmental funds.

Change in compensated absences	(17,962)
Change in closure/post-closure liability	133,313
Change in net pension liability	(10,074,579)
Change in net OPEB obligation	(318,576)
Change in accrued interest on long-term debt	(926)

The County transferred the Waste Management enterprise fund assets and liabilities to governmental activities in the current fiscal year.

(3,707,839)

Internal service funds are used by management to charge the cost of certain activities, such as insurance and equipment maintenance and operations, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.

319,334

Change in Net Position of Governmental Activities \$ (2,484,818)

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF AMADOR
Statement of Net Position
Proprietary Funds
June 30, 2017

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Airport	Other Enterprise Funds	Total	Internal Service Funds
ASSETS				
Current Assets:				
Cash and investments	\$ 31,703	\$ 1,318,976	\$ 1,350,679	\$ 2,673,672
Receivables:				
Accounts	15,717	-	15,717	19,923
Interest	14,736	2,151	16,887	3,833
Total Current Assets	62,156	1,321,127	1,383,283	2,697,428
Noncurrent Assets:				
Capital Assets :				
Non depreciable	1,500,853	-	1,500,853	15,000
Depreciable, net	1,224,436	-	1,224,436	744,510
Total Noncurrent Assets	2,725,289	-	2,725,289	759,510
Total Assets	2,787,445	1,321,127	4,108,572	3,456,938
DEFERRED OUTFLOWS OF RESOURCES				
Deferred pension adjustments	48,317	-	48,317	226,323
Total Deferred Outflows of Resources	48,317	-	48,317	226,323
LIABILITIES				
Current Liabilities:				
Accounts payable	6,354	-	6,354	51,113
Deposits payable	-	-	-	-
Compensated absences payable	7,293	-	7,293	27,207
Claims payable	-	-	-	90,000
Total Current Liabilities	13,647	-	13,647	168,320
Noncurrent Liabilities:				
Advances from other funds	32,000	-	32,000	-
Compensated absences payable	7,293	-	7,293	27,207
Net pension liability	175,548	-	175,548	236,300
Net OPEB obligation	396	-	396	5,087
Total Noncurrent Liabilities	215,237	-	215,237	268,594
Total Liabilities	228,884	-	228,884	436,914

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF AMADOR
Statement of Net Position
Proprietary Funds
June 30, 2017

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Governmental Activities</u>
	<u>Airport</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	<u>Internal Service Funds</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred pension adjustments	10,734	-	10,734	(10,065)
Total Deferred Inflows of Resources	<u>10,734</u>	<u>-</u>	<u>10,734</u>	<u>(10,065)</u>
NET POSITION				
Investment in capital assets	2,725,289	-	2,725,289	759,510
Unrestricted	<u>(129,145)</u>	<u>1,321,127</u>	<u>1,191,982</u>	<u>2,496,902</u>
Total Net Position	<u>\$ 2,596,144</u>	<u>\$ 1,321,127</u>	<u>\$ 3,917,271</u>	<u>\$ 3,256,412</u>

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF AMADOR
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2017

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Airport	Other Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES				
Charges for services	\$ 176,955	\$ 128,772	\$ 305,727	\$ 2,476,085
Total Operating Revenues	<u>176,955</u>	<u>128,772</u>	<u>305,727</u>	<u>2,476,085</u>
OPERATING EXPENSES				
Salaries and benefits	137,755	-	137,755	582,101
Services and supplies	194,704	13,831	208,535	1,984,470
Depreciation	118,919	-	118,919	281,138
Total Operating Expenses	<u>451,378</u>	<u>13,831</u>	<u>465,209</u>	<u>2,847,709</u>
Operating Income (Loss)	<u>(274,423)</u>	<u>114,941</u>	<u>(159,482)</u>	<u>(371,624)</u>
NON-OPERATING REVENUES (EXPENSES)				
Intergovernmental	11,139	-	11,139	-
Interest income	15,018	7,632	22,650	12,443
Other revenues	147,207	12,799	160,006	317,715
Interest expense	(525)	-	(525)	-
Total Non-Operating Revenues (Expenses)	<u>172,839</u>	<u>20,431</u>	<u>193,270</u>	<u>330,158</u>
Income (Loss) Before Contributions and Transfers	<u>(101,584)</u>	<u>135,372</u>	<u>33,788</u>	<u>(41,466)</u>
Contributions to other funds	-	3,707,839	3,707,839	-
Transfers in	-	-	-	360,800
Transfers out	-	(195,255)	(195,255)	-
Change in Net Position	<u>(101,584)</u>	<u>3,647,956</u>	<u>3,546,372</u>	<u>319,334</u>
Total Net Position - Beginning	<u>2,697,728</u>	<u>(2,588,930)</u>	<u>108,798</u>	<u>2,937,078</u>
Prior Period Adjustment	-	262,101	262,101	-
Total Net Position - Beginning, Restated	<u>2,697,728</u>	<u>(2,326,829)</u>	<u>370,899</u>	<u>2,937,078</u>
Total Net Position - Ending	<u>\$ 2,596,144</u>	<u>\$ 1,321,127</u>	<u>\$ 3,917,271</u>	<u>\$ 3,256,412</u>

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF AMADOR
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2017

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Airport	Other Enterprise Funds	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 185,213	\$ 192,695	\$ 377,908	\$ 2,493,420
Payments to suppliers	(196,175)	(30,584)	(226,759)	(1,976,381)
Payments to employees	(135,607)	-	(135,607)	(585,011)
Net Cash Provided (Used) by Operating Activities	(146,569)	162,111	15,542	(67,972)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Grants, taxes and other receipts	158,346	31,637	189,983	317,715
Transfers from other funds	-	-	-	360,800
Transfers to other funds	-	(195,255)	(195,255)	-
Interfund loans received	32,000	-	32,000	-
Net Cash Provided (Used) by Noncapital Financing Activities	190,346	(163,618)	26,728	678,515
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(36,580)	-	(36,580)	(275,849)
Principal paid on debt	(9,277)	-	(9,277)	(9,851)
Interest paid on debt	(525)	-	(525)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(46,382)	-	(46,382)	(285,700)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on investments	342	6,943	7,285	11,204
Net Cash Provided (Used) by Investing Activities	342	6,943	7,285	11,204
Net Increase (Decrease) in Cash and Cash Equivalents	(2,263)	5,436	3,173	336,047
Balances - Beginning	33,966	1,313,540	1,347,506	2,337,625
Balances - Ending	\$ 31,703	\$ 1,318,976	\$ 1,350,679	\$ 2,673,672

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF AMADOR
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2017

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Governmental Activities</u>
	<u>Airport</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	<u>Internal Service Funds</u>
RECONCILIATION OF OPERATING INCOME LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (274,423)	\$ 114,941	\$ (159,482)	\$ (371,624)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	118,919	-	118,919	281,138
Decrease (increase) in:				
Accounts receivable	8,258	63,923	72,181	17,335
Pension adjustments - deferred outflows	(32,740)	-	(32,740)	(226,323)
Increase (decrease) in:				
Accounts payable	(1,471)	(16,753)	(18,224)	(31,911)
Compensated absences payable	2,142	-	2,142	(3,055)
Claims payable	-	-	-	236,300
Net pension liability	34,892	-	34,892	233
Net OPEB obligation	25	-	25	40,000
Pension adjustments - deferred inflows	(2,171)	-	(2,171)	(10,065)
Net Cash Provided (Used) by Operating Activities	<u>\$ (146,569)</u>	<u>\$ 162,111</u>	<u>\$ 15,542</u>	<u>\$ (67,972)</u>

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF AMADOR
Statement of Net Position
Fiduciary Funds
June 30, 2017

	Investment Trust Funds	Agency Funds
ASSETS		
Cash and investments	\$22,633,088	\$ 9,982,628
Receivables:		
Interest		1,041
Taxes	-	2,822,071
	22,633,088	12,805,740
Total Assets		
LIABILITIES		
Agency obligations	-	12,805,740
	-	12,805,740
Total Liabilities		
NET POSITION		
Held in trust for pool participants	22,633,088	-
	22,633,088	-
Total Net Position	\$22,633,088	\$ -

The notes to the basic financial statements are an integral part of this statement.

COUNTY OF AMADOR
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2017

	<u>Investment Trust Funds</u>
ADDITIONS	
Contributions:	
Contributions to investment pool	\$ 8,005,240
Net investment income:	
Interest income	<u>129,691</u>
Total Additions	<u>8,134,931</u>
DEDUCTIONS	
Distributions from investment pool	<u>2,496,651</u>
Total Deductions	<u>2,496,651</u>
Total Change in Net Position	5,638,280
Net Position - Beginning	<u>16,994,808</u>
Net Position - Ending	<u><u>\$22,633,088</u></u>

The notes to the basic financial statements are an integral part of this statement.

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Basic Financial Statements

- **Notes to Basic Financial Statements**

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COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The County operates under an Administrator-Board of Supervisors form of government and provides various services on a countywide basis including law enforcement, education, detention, social health, fire protection, road construction, road maintenance, elections and records, planning, zoning, and tax collection.

Generally accepted accounting principles require government financial statements to include the primary government and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the primary government.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the County's operations and, therefore, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, would be reported in a separate column in the government-wide financial statements to emphasize it is legally separate from the government.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the Board of Supervisors. The financial statements of the individual component units may be obtained by writing to the County of Amador, Auditor-Controller's Office, 810 Court Street, Jackson, California, 95642.

Blended Component Units

Special Districts Governed by Board of Supervisors - The County is financially accountable for these entities. Financial accountability is primarily demonstrated by the County's Board acting as, or appointing, the governing board for each of the component units and its ability to impose its will. Among its duties, the County Board of Supervisors approves the budgets, special taxes and fees of these special districts. As an integral part of the County, these special districts are reported as nonmajor special revenue funds in the County's financial statements.

Victory Lighting
Amador Fire Protection District
Amador IHSS Public Authority

Discretely Presented Component Units

These are no component units of the County which meet the criteria for discrete presentation.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Joint Agencies

The County is a member of the California State Association of Counties Excess Insurance Authority (CSAC). CSAC is a joint powers authority organized for the purpose of developing and funding excess insurance programs for member counties. CSAC operates public entity risk pools for workers' compensation, comprehensive liability, property, and medical malpractice, and the pool purchases excess insurance and services for members. CSAC is under the control and direction of a board of directors consisting of representatives of the fifty member counties. Complete audited financial statements can be obtained from CSAC's office at 75 Iron Point Circle, Suite 200, Folsom, California 95630. The County is not financially accountable for this organization and therefore it is not a component unit under Statement Nos. 14, 39 and 61 of the Governmental Accounting Standards Board.

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net position and statement of activities display information on all of the nonfiduciary activities of the County and its blended component units. These statements include the financial activities of the overall government, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the County's business-type activities and each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Certain indirect costs, which cannot be identified and broken down, are included in the program expense reported for individual functions and activities. Program revenues include (1) charges paid by the recipients of goods and services offered by the program, (2) operating grants and contributions and (3) capital grants and contributions. Taxes and other items not properly included among program revenues are presented instead as general revenues.

Fund Financial Statements

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis is placed on major funds within the governmental and proprietary categories, each is displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The County reports the following major governmental funds:

- The General fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General fund includes such activities as public protection, public ways and facilities, health and welfare, public assistance, education, and recreation services.
- The Social Services fund is a special revenue fund used to account for revenues and expenditures for social service programs. Funding comes primarily from state grant revenues.
- The Mental Health fund is a special revenue fund used to account for revenues and expenditures for mental health programs. Funding comes primarily from state grant revenues.
- The Road fund is a special revenue fund used to account for revenues and expenditures for streets and road expansion. Funding comes primarily from state highway users' taxes and state and federal highway improvement grants.
- The AB118 Local Revenue fund is a special revenue fund used to account for revenues and expenditures for public safety, as defined by AB118. Funding comes primarily from state realignment revenues.
- The Water Development Sinking fund is a capital projects fund used to account for revenue and expenditures for the development of new or additional water for Amador County.

The County reports the following major proprietary funds:

- The Airport fund is an enterprise fund used to operate the County's airport for business and recreational use of County residents and visitors.

The County reports the following additional fund types:

- Internal Service Funds account for the County's motor pool, general support services, communications and self insurance program, which provide services to other departments on a cost reimbursement basis.
- The Investment Trust Fund accounts for the external portion of the County's Investment Pool which commingles resources of legally separate local governments within the County in an investment portfolio for the benefit of all participants. These entities include school districts and other special districts governed by local boards, regional boards, and authorities. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

- The Agency Funds account for assets held by the County as an agent for the State of California and various local governments. These funds typically do not involve a formal trust agreement, and are used to account for situations where the role is purely custodial such as the receipt, temporary investment, or remittance of fiduciary resources. The Agency Funds are most commonly used to account for taxes or fees collected from one government on behalf of other governments.

The Agency Funds maintained by the County include the following:

County Agency Funds - accounts for all assets under the control of County departments which are held in a fiduciary capacity.

C. Basis of Accounting and Measurement Focus

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements, and donations. Under the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax is recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants, and charges for services are considered susceptible to accrual and are accrued when their receipt occurs within sixty days after the end of the fiscal year. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the various functions of the governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as other financing sources.

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 enterprise and internal service funds are charges to customers for sales and services. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting and Measurement Focus (Continued)

Fiduciary funds include investment trust funds and agency funds. All investment trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds are reported using the accrual basis of accounting to recognize receivables and payables.

D. Non-Current Governmental Assets/Liabilities

Non-current governmental assets and liabilities, such as capital assets and long-term liabilities, are reported in the governmental activities column in the government-wide statement of net position.

E. Cash and Cash Equivalents

For purposes of the accompanying Statement of Cash Flows, the County considers all highly liquid investments with a maturity of three months or less when purchased including cash with fiscal agent, and their equity in the County Treasurer's investment pool, to be cash equivalents.

F. Investments

The County sponsors an investment pool that is managed by the County Treasurer. The County's pool activity is governed by California Government Code Sections 27000.1 and 53607 as well as the County's investment policy.

Investment transactions are recorded on the trade date. The fair value of investments is determined annually. Investments in nonparticipating interest-earning investment contracts are reported at cost; short term investments are reported at amortized cost, investments in the Local Agency Investment Fund, an external pool, are reported at amortized cost which approximates fair value, and the fair value of all other investments are obtained by using quotations obtained from independent published sources or by the safekeeping institution. The fair value represents the amount the County could reasonably expect to receive for an investment in a current sale between a willing buyer and seller.

Participant's equity in the investment pool is determined by the dollar amount of participant deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Interest payments, accrued interest, accreted discounts, amortized premiums, and realized capital gains and losses, net of administrative fees, are apportioned to pool participants every quarter. This method differs from the fair value method used to value investments in these financial statements as unrealized gains or losses are not apportioned to pool participants. During the fiscal year ended June 30, 2017, the County Treasurer has not entered into any legally binding guarantees to support the value of participant equity in the investment pool.

Income from pooled investments is allocated to the individual funds or external participants based on the fund or participant's average daily cash balance at quarter end in relation to the total pool investments. Interest income earned in agency funds where there are no interest earnings requirements are assigned to the General fund per County Policy. Income from non-pooled investments is recorded based on the specific investments held by the fund.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Restricted Cash and Investments

Restricted assets in the governmental funds represent cash and investments held in the General fund for the Sheriff's department of \$141,960.

H. Receivables

Receivables for governmental activities consist mainly of accounts, interest, taxes, and intergovernmental revenue. Receivables for business-type activities consist mainly of user fees. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

I. Other Assets

Inventory

Inventories are stated at average cost (first-in, first-out basis) for governmental funds. Inventory recorded by governmental funds includes materials and supplies for roads. Governmental fund inventories are recorded as expenditures at the time the inventory is consumed. Inventory recorded by proprietary funds includes supplies for internal service funds. Proprietary fund inventories are recorded as expenses at the time the inventory is consumed.

J. Loans Receivable

A total of \$2,837,101 was recorded as loans receivable at June 30, 2017. \$450,000 of these represent low interest notes and related accrued interest to finance multi-family and single family construction and rehabilitation projects and homebuyer assistance for low income families. The primary source of funding for these loans comes from grants from the federal Community Development Block Grant (CDBG) program and Home Investment Partnerships (HOME) program. The CDBG and HOME grants contain monitoring requirements to ensure grant compliance. These requirements are reflected in the loan agreements. Due to the terms of the loans, offsetting deferred inflows of resources of \$450,000 have been established in the Governmental Activities Statement of Net Position and the Governmental Funds Balance Sheet for the loan principal and interest payments.

The remaining \$2,387,101 of loans receivable are reported in the Water Development major special revenue fund and are comprised of loans to the following entities:

Jackson Valley Irrigation District	\$ 91,055
Fiddletown CSD	27,850
Amador Water Agency	1,999,196
City of Plymouth	150,000
County Service Area 3	<u>119,000</u>
Total Water Development Sinking Loans Receivable	<u>\$ 2,387,101</u>

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Capital Assets

Capital assets, including public domain (infrastructure such as roads, bridges, sidewalks, sewer, and similar items) are defined by the County as assets with a cost of more than \$5,000 and an estimated useful life of more than three years. Capital assets are recorded at historical cost or estimated historical cost if actual historical cost is unavailable. Contributed capital assets are recorded at their acquisition value at the date of donation.

Capital assets used in operations are depreciated or amortized using the straight line method over the asset's estimated useful life in the government-wide financial statements. The range of estimated useful lives by type of asset is as follows:

<u>Depreciable Asset</u>	<u>Estimated Lives</u>
Equipment	3-25 years
Structures and improvements	5-50 years
Infrastructure	20-75 years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

L. Property Tax

The State of California's (State) Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed 1 percent of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100 percent of market value, as defined by Article XIII A, and may be adjusted by no more than 2 percent per fiscal year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1 percent tax levy among the County, cities, school districts, and other districts.

The County of Amador is responsible for assessing, collecting, and distributing property taxes in accordance with State law. Property taxes are levied on both secured (real property) and unsecured (personal property other than land and buildings) property. Supplemental property taxes are assessed upon transfer of ownership in property or completion of new construction.

The County levies, bills and collects taxes as follows:

	Secured	Unsecured
Valuation/lien dates	January 1	January 1
Due Dates	November 1 (1 st installment) February 1 (2 nd installment)	July 1
Delinquent dates	December 10 (1 st installment) April 10 (2 nd installment)	August 31

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Interfund Transactions

Interfund transactions are reflected as either loans, services provided or used, reimbursements or transfers.

Loans reported as receivables and payables 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) as appropriate and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”. Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not in spendable form.

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. These services provide information on the net cost of each government function and therefore are not eliminated in the process of preparing the government-wide statement of activities.

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are reflected as expenditures or expenses in the reimbursing fund and reductions to expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between funds are netted as part of the reconciliation to the government-wide presentation.

N. Unearned Revenue

Under the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. When assets are recognized in connection with a transaction before the earnings process is complete, those assets are offset by a corresponding liability for unearned revenue.

O. Compensated Absences

It is the County’s policy to permit employees to accumulate earned but unused vacation, comp time, holiday and professional leave. In the government-wide financial statements the accrued compensated absences is recorded as an expense and related liability, with the current portion estimated based on historical trends. In the governmental fund financial statements, the expenditures and liabilities related to those obligations are recognized only when they mature. In the proprietary funds the accrued compensated absences is recorded as an expense and related liability in the year earned. The County includes its share of social security and medicare taxes payable on behalf of the employees in the accrual for compensated absences.

P. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County’s California Public Employees’ Retirement system (CalPERS) plan (Plan) and additions to/deductions from the Plan’s fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has one item which qualifies for reporting in this category. This item relates to the outflows from changes in the net pension liability and is reportable on the Statement of Net Position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The County has three types of items which qualify for reporting in this category. One item, unavailable revenue, is reported only on the governmental funds balance sheet. The governmental funds report unavailable revenues for receivables that have not been received within the modified accrual period. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The second item relates to the inflows from changes in the net pension liability and is reportable on the Statement of Net Position. The third item relates to the total housing loan principal and interest receivable amount and is reportable on the Statement of Net Position as well as the Governmental Funds Balance Sheet.

R. Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

S. Implementation of Governmental Accounting Standards Board Statements (GASB)

The following Governmental Accounting Standards Board (GASB) Statements have been implemented, if applicable, in the current financial statements.

Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans. This statement improves the usefulness of information about postemployment benefits other than pensions included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability.

Statement No. 77, Tax Abatement Disclosures. This statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenue.

Statement No. 78, Pensions Provided Through Certain Multiple-Employer Defined Benefit Pension Plans. This statement establishes requirements for recognition and measurement of pension expense, expenditures, and liabilities; note disclosures; and required supplementary information for pensions that have certain characteristics.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

S. Implementation of Governmental Accounting Standards Board Statements (GASB) (Continued)

Statement No. 80, Blending Requirements for Certain Component Units - An Amendment of GASB Statement No. 14. This statement amends the blending requirements for the financial statement presentation of component units of all state and local governments.

Statement No. 82, Pension Issues - An Amendment of GASB Statements No. 67, No. 68 and No. 73. This statement addresses certain issues that have been raised with respect to Statements No. 67, Financial Reporting for Pension Plans, No. 68, Accounting and Financial Reporting for Pensions, and No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. This statement specifically addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Restatement of Net Position/Fund Balance

Adjustments resulting from errors or a change to comply with provisions of the accounting standards are treated as adjustments to prior periods. Accordingly, the County reports these changes as restatements of beginning net position/fund balance. During the current year a prior period adjustment was made to correct prior year balances of deposits payable.

The impact of the restatements on the net position on the government-wide financial statements as previously reported is presented below:

	<u>Business-Type Activities</u>
Net Position, June 30, 2016, as previously reported	\$ 108,798
Adjustment associated with:	
Correction of deposits payable	<u>262,101</u>
Total Adjustments	<u>262,101</u>
Net Position, July 1, 2016, as restated	<u><u>\$ 370,899</u></u>

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A. Restatement of Net Position/Fund Balance (Continued)

The impact of the restatements on the net position of the proprietary fund financial statements as previously reported is presented below:

	Other Enterprise Funds
Net Position, June 30, 2016, as previously reported	(\$ 2,588,930)
Adjustment associated with:	
Correction of deposits payable	262,101
Total Adjustments	262,101
Net Position, July 1, 2016, as restated	(\$ 2,326,829)

B. Deficit Fund Balance/Net Position

The following major special revenue funds had deficit fund balances at June 30, 2017. The deficit is expected to be eliminated through future reimbursements.

Mental Health	\$ 97,708
Road	767,306

The following nonmajor governmental fund had a deficit fund balance at June 30, 2017. This deficit is expected to be eliminated through future reimbursements and through cost containment.

Amador IHSS Public Authority	\$ 7,291
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C. Rebtable Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. At June 30, 2017, the County does not expect to incur a liability.

NOTE 3: CASH AND INVESTMENTS

The County Treasurer manages, in accordance with California Government Code Section 53600, funds deposited in the investment pool by the County, all County school districts, various districts, and some cities within the County. The County investment pool is not registered with the Securities and Exchange Commission as an investment company. California Government Code and the County's investment policy govern the investment pool activity. The objectives of the policy are in order of priority, safety, liquidity, yield and public trust. The pool attempts to match maturities with planned outlays and maximize the return on investment over various market cycles. Yield is considered only after safety and credit quality have been met, consistent with limiting risk and prudent investment principles.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

The Board of Supervisors monitor and review the management of public funds maintained in the investment pool in accordance with Article 6 Section 27131 of the California Government Code. The Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the Board of Supervisors and the investment pool participants every month. The report covers the type of investments in the pool, maturity dates, par value, actual cost and fair value. All cash and investments are considered part of the investment pool.

The County sponsored investment pool includes both internal and external participants. The portion of the pool attributable to external pool participants, which are considered involuntary participants, are included in the primary government as an Investment Trust Fund which does not have separate financial reports. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer. The investments of involuntary participants in the investment pool totaled \$22,633,088 at June 30, 2017.

A. Financial Statement Presentation

As of June 30, 2017, the County's cash and investments are reported in the financial statements as follows:

Primary government	\$ 43,076,248
Investment trust funds	22,633,088
Agency funds	<u>9,982,628</u>
Total Cash and Investments	<u>\$ 75,691,964</u>

As of June 30, 2017, the County's cash and investments consisted of the following:

Cash:	
Cash on hand	\$ 730,200
Deposits (less outstanding checks)	<u>(1,073,836)</u>
Total Cash in County Pool	<u>(343,636)</u>
Investments:	
In Treasurer's pool	<u>76,035,600</u>
Total Investments	<u>76,035,600</u>
Total Cash and Investments	<u>\$ 75,691,964</u>

B. Cash

At year end, the carrying amount of the County's cash deposits (including amounts in checking accounts) was (\$1,073,836) and the bank balance was \$4,288,908. The difference between the bank balance and the carrying amount represents outstanding warrants and deposits in transit. In addition, the County had cash on hand of \$730,200.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

B. Cash (Continued)

Custodial Credit Risk For Deposits - Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The County's investment policy requires that deposits in banks must meet the requirements of the California Government Code. Under this code, deposits of more than \$250,000 must be collateralized at 105 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The first \$250,000 of the County's deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits of more than the \$250,000 insured amount are collateralized.

C. Investments

Pursuant to Section 53646 of the Government Code, the County prepares an investment policy annually and presents it to the Board of Supervisors for review and approval. The investment policy provides the basis for the management of a prudent, conservative investment program. Funds are invested to provide the maximum security of principal with secondary emphasis on achieving the highest return, while meeting daily cash flow needs. All investments are made in accordance with the Government Code and, in general, the investment policy is more restrictive than state law.

Under the provisions of the County's investment policy the County may invest or deposit in the following:

- United States Treasury Obligations
- United States Agency Obligations
- Supranational Obligations
- Local Agency Investment Fund (LAIF)
- California Asset Management Program (CAMP)
- CalTrust
- Certificates of Deposits
- Bankers' Acceptances
- Commercial Paper
- Negotiable Certificates of Deposit
- Medium Term Corporate Notes
- Repurchase Agreements
- Mutual Funds
- Passbook Savings Accounts/Demand Deposits/Checking Accounts

Fair Value of Investments - The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

The County's position in external investment pools is in its self regarded as a type of investment and looking through to the underlying investments of the pool is not appropriate. Therefore, the County's investment in external investment pools are not recognized in the three-tiered fair value hierarchy described above.

At June 30, 2017, the County had the following recurring fair value measurements.

Investment Type	Fair Value	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by Fair Value Level				
Federal Agencies	\$ 38,179,087	\$ 38,179,087	\$ -	\$ -
US Treasuries	9,938,831	9,938,831	-	-
Corporate Bonds	9,526,645	9,526,645	-	-
Total Investments Measured at Fair Value	57,644,563	<u>\$ 57,644,563</u>	<u>\$ -</u>	<u>\$ -</u>
Investments in External Investment Pools				
Local Agency Investment Fund (LAIF)	12,457,834			
California Asset Management Program (CAMP)	5,933,203			
Total Investments	<u>\$ 76,035,600</u>			

Interest Rate Risk - Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. To limit the exposure to fair value losses from increases in interest rates, the County's investment policy limits investment maturities to a term appropriate to the need for funds so as to permit the County to meet all projected obligations. Any investments that mature more than five years from the date of purchase require prior approval of the Board of Supervisors.

As of June 30, 2017, the County had the following investments, all of which had a maturity of 5 years or less:

Investment Type	Interest Rates	Maturities		Fair Value	Weighted Average Maturity (Years)
		0-1 year	1-5 years		
Federal Agencies	0.700-2.375%	\$ 9,981,891	\$ 28,197,196	\$ 38,179,087	1.66
US Treasuries	0.750-1.375%	1,992,023	7,946,808	9,938,831	1.92
Corporate Bonds	1.100-2.100%	2,500,744	7,025,901	9,526,645	1.51
Local Agency Investment Fund (LAIF)	Variable	12,457,834	-	12,457,834	-
California Asset Management Program (CAMP)	Variable	5,933,203	-	5,933,203	-
Total Investments		<u>\$ 32,865,695</u>	<u>\$ 43,169,905</u>	<u>\$ 76,035,600</u>	<u>1.28</u>

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

Credit Risk - 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's investment policy sets specific parameters by the type of investment to be met at time of purchase. Presented below is the minimum rating required by (where applicable) the California Government Code or the County's investment policy, and the actual rating as of year end for each investment type.

<u>Investment Type</u>	<u>Minimum Legal Rating</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Rating</u>	<u>% of Portfolio</u>
US Treasuries	-	-	-	13.07%
Federal Farm Credit Bank	-	-	-	14.61%
Federal Home Loan Bank	-	-	-	11.91%
Federal National Mortgage Assoc.	-	-	-	10.55%
Federal Home Loan Mortgage Corp.	-	-	-	13.15%
Corporate Bonds	A	A	A1	1.31%
Corporate Bonds	A	A	A2	2.61%
Corporate Bonds	A	A+	A1	0.66%
Corporate Bonds	A	AA+	Aa2	1.33%
Corporate Bonds	A	AA-	Aa2	1.32%
Corporate Bonds	A	AA-	Aa3	1.33%
Corporate Bonds	A	AA+	Aa1	1.34%
Corporate Bonds	A	AA+	Aaa	1.33%
Corporate Bonds	A	AAA	Aaa	1.30%
LAIF	N/A	Unrated	Unrated	16.38%
CAMP	N/A	Unrated	Unrated	7.80%
Total				<u>100.00%</u>

Custodial Credit Risk - Custodial credit risk for investments is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. To mitigate the custodial credit risk the County requires that all of its managed investments be held in safekeeping by a third party bank trust department.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. The County's investment policy contains limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) at June 30, 2017 that represent 5 percent or more of total County investments are as follows:

<u>Investment Type</u>	<u>Amount Invested</u>	<u>% of Investments</u>
Federal Farm Credit Bank	\$ 11,105,178	14.61%
Federal Home Loan Bank	9,052,561	11.91%
Federal National Mortgage Assoc	8,020,405	10.55%
Federal Home Loan Mortgage Corp.	10,000,943	13.15%

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

D. Investment in External Investment Pools

The County of Amador maintains an investment in the State of California Local Agency Investment Fund (LAIF), managed by the State Treasurer. This fund is not registered with the Securities and Exchange Commission as an investment company, but is required to invest according to California State Code. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. At June 30, 2017, the County's investment in LAIF valued at amortized cost was \$12,457,834 and is the same as the value of the pool shares. There are no restrictions on withdrawal of funds. The total amount invested by all public agencies in LAIF on that day was \$77.6 billion. Of that amount, 97.11 percent is invested in non-derivative financial products and 2.89 percent in structured notes and asset-backed securities.

The County of Amador also maintains an investment in the California Asset Management Program (CAMP), a California JPA established in 1989 by the treasurers and finance directors of several California agencies. CAMP was created to provide professional investment services to California public agencies at a reasonable cost. The County's investment with CAMP as of June 30, 2017, was \$5,933,203, which approximates fair value.

E. County Investment Pool Condensed Financial Information

The following are condensed statements of net position and changes in net position for the Treasurer's pool at June 30, 2017:

	<u>Internal Participants</u>	<u>External Participants</u>	<u>Total Pool</u>
Statement of Net Position			
Cash on hand	\$ 730,200	\$ -	\$ 730,200
Deposits (less outstanding checks)	(1,073,836)	-	(1,073,836)
Investments	<u>53,402,512</u>	<u>22,633,088</u>	<u>76,035,600</u>
Net Position at June 30, 2017	<u>\$ 53,058,876</u>	<u>\$ 22,633,088</u>	<u>\$ 75,691,964</u>
Statement of Changes in Net Position			
Net position at July 1, 2016	\$ 53,869,667	\$ 16,990,310	\$ 70,859,977
Adjustment: Imprest cash	28,725	4,498	33,223
Net changes in investments by pool participants	<u>(839,516)</u>	<u>5,638,280</u>	<u>4,798,764</u>
Net Position at June 30, 2017	<u>\$ 53,058,876</u>	<u>\$ 22,633,088</u>	<u>\$ 75,691,964</u>

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 4: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2017, was as follows:

	Balance July 1, 2016	Additions	Retirements	Adjustments/ Transfers	Balance June 30, 2017
Governmental Activities					
Capital Assets, Not Being Depreciated:					
Land	\$ 6,257,007	\$ -	\$ -	\$ 676,022	\$ 6,933,029
Construction in progress	2,431,493	2,275,167	-	(1,008,423)	3,698,237
Total Capital Assets, Not Being Depreciated	<u>8,688,500</u>	<u>2,275,167</u>	<u>-</u>	<u>(332,401)</u>	<u>10,631,266</u>
Capital Assets, Being Depreciated:					
Structures and improvements	36,838,477	-	-	-	36,838,477
Equipment	15,017,646	1,577,188	(1,630,329)	283,251	15,247,756
Infrastructure	43,453,544	-	-	1,172,931	44,626,475
Total Capital Assets, Being Depreciated	<u>95,309,667</u>	<u>1,577,188</u>	<u>(1,630,329)</u>	<u>1,456,182</u>	<u>96,712,708</u>
Less Accumulated Depreciation For:					
Structures and improvements	(13,198,132)	(925,808)	-	-	(14,123,940)
Equipment	(13,140,815)	(624,779)	1,355,544	(32,061)	(12,442,111)
Infrastructure	(37,479,043)	(450,954)	-	(158,492)	(38,088,489)
Total Accumulated Depreciation	<u>(63,817,990)</u>	<u>(2,001,541)</u>	<u>1,355,544</u>	<u>(190,553)</u>	<u>(64,654,540)</u>
Total Capital Assets, Being Depreciated, Net	<u>31,491,677</u>	<u>(424,353)</u>	<u>(274,785)</u>	<u>1,265,629</u>	<u>32,058,168</u>
Governmental Activities Capital Assets, Net	<u>\$ 40,180,177</u>	<u>\$ 1,850,814</u>	<u>(\$ 274,785)</u>	<u>\$ 933,228</u>	<u>\$ 42,689,434</u>
	Balance July 1, 2016	Additions	Retirements	Balance June 30, 2017	
Business-Type Activities					
Capital Assets, Not Being Depreciated:					
Land	\$ 2,176,875	\$ -	(\$ 676,022)	\$ 1,500,853	
Total Capital Assets, Not Being Depreciated	<u>2,176,875</u>	<u>-</u>	<u>(676,022)</u>	<u>1,500,853</u>	
Capital Assets, Being Depreciated:					
Structures and Improvements	1,505,613	36,580	-	1,542,193	
Equipment	134,908	-	(32,061)	102,847	
Infrastructure	2,168,411	-	(364,900)	1,803,511	
Total Capital Assets, Being Depreciated	<u>3,808,932</u>	<u>36,580</u>	<u>(396,961)</u>	<u>3,448,551</u>	
Less Accumulated Depreciation For:					
Structures and Improvements	(985,073)	(40,451)	-	(1,025,524)	
Equipment	(67,034)	(8,376)	32,061	(43,349)	
Infrastructure	(1,250,938)	(70,092)	165,788	(1,155,242)	
Total Accumulated Depreciation	<u>(2,303,045)</u>	<u>(118,919)</u>	<u>197,849</u>	<u>(2,224,115)</u>	
Total Capital Assets, Being Depreciated, Net	<u>1,505,887</u>	<u>(82,339)</u>	<u>(199,112)</u>	<u>1,224,436</u>	
Business-Type Activities Capital Assets, Net	<u>\$ 3,682,762</u>	<u>(\$ 82,339)</u>	<u>(\$ 875,134)</u>	<u>\$ 2,725,289</u>	

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 4: CAPITAL ASSETS (CONTINUED)

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$ 18,039
Public protection	309,261
Health and welfare	14,950
Public assistance	8,654
Public ways and facilities	<u>1,369,499</u>
Subtotal Governmental funds	1,720,403
Depreciation on capital assets held by the County's internal service funds are charged to the various functions based on their usage of the assets	<u>281,138</u>
Total Depreciation Expense – Governmental Functions	<u><u>\$ 2,001,541</u></u>

Depreciation expense was charged to the business-type functions as follows:

Airport	\$ <u>118,919</u>
Total Depreciation Expense – Business-Type Functions	<u><u>\$ 118,919</u></u>

Construction In Progress

Construction in progress relates to work performed on various County projects.

NOTE 5: INTERFUND TRANSACTIONS

Due To/From Other Funds

During the course of operations, transactions occur between funds to account for goods received or services rendered. These receivables and payables are classified as due from or due to other funds. In addition, when funds overdraw their share of pooled cash, the receivables and payables are also classified as due from or due to other funds. The following are due from and due to balances as of June 30, 2017:

	Due From Other Funds	Due To Other Funds
General fund	\$ 328,147	\$ -
Road	<u>-</u>	<u>328,147</u>
Total	<u><u>\$ 328,147</u></u>	<u><u>\$ 328,147</u></u>

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 5: INTERFUND TRANSACTIONS (CONTINUED)

Advances To/From Other Funds

Advances to/from other funds are non-current interfund loans and are offset by a nonspendable fund balance account in applicable governmental funds to indicate they are not in spendable form. The following are advances to/from other funds as of June 30, 2017:

	<u>Advances To Other Funds</u>	<u>Advances From Other Funds</u>
General fund	\$ 1,741,000	\$ -
Social Services	-	200,000
Road	-	300,000
Nonmajor Governmental Funds	-	1,209,000
Airport	-	32,000
	<u> </u>	<u> </u>
Total	<u>\$ 1,741,000</u>	<u>\$ 1,741,000</u>

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service and re-allocations of special revenues. The following are the interfund transfer balances as of June 30, 2017:

	<u>Transfer In</u>	<u>Transfer Out</u>
General fund	\$ 1,877,585	\$ 3,441,230
Social Services	208,225	-
Mental Health	12,307	-
Road	200,000	-
Nonmajor Governmental Funds	1,005,716	28,148
Nonmajor Enterprise Funds	-	195,255
Internal Service Funds	360,800	-
	<u> </u>	<u> </u>
Total	<u>\$ 3,664,633</u>	<u>\$ 3,664,633</u>

NOTE 6: UNEARNED REVENUE

At June 30, 2017, the components of unearned revenue were as follows:

	<u>Unearned</u>
General Fund	
Monies received in advance	\$ 5,152,932
Mental Health	
State grant advances received	3,415,740
Nonmajor Governmental Funds	
Clean Renewable Energy Bond credits	<u>171,096</u>
Total	<u>\$ 8,739,768</u>

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 7: LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2017:

Type of Indebtedness	Balance July 1, 2016	Adjustments/ Additions Retirements		Balance June 30, 2017	Amounts Due Within One Year
Governmental Activities					
Certificates of participation	\$ 5,660,000	\$ -	(\$ 503,000)	\$ 5,157,000	\$ 517,000
Bonds	365,690	-	(52,240)	313,450	52,242
Capital leases	9,851	751,077	(54,977)	705,951	96,990
Closure/postclosure	-	4,403,825	(133,313)	4,270,512	-
Compensated absences	<u>2,014,494</u>	<u>1,544,404</u>	<u>(1,517,461)</u>	<u>2,041,437</u>	<u>1,020,717</u>
Total Governmental Activities	<u>\$ 8,050,035</u>	<u>\$ 6,699,306</u>	<u>(\$ 2,260,991)</u>	<u>\$ 12,488,350</u>	<u>\$ 1,686,949</u>
Business-Type Activities					
Loans	\$ 9,277	\$ -	(\$ 9,277)	\$ -	\$ -
Closure/postclosure	4,403,825	(4,403,825)	-	-	-
Compensated absences	<u>24,480</u>	<u>5,214</u>	<u>(15,108)</u>	<u>14,586</u>	<u>7,293</u>
Total Business-Type Activities	<u>\$ 4,437,582</u>	<u>(\$ 4,398,611)</u>	<u>(\$ 24,385)</u>	<u>\$ 14,586</u>	<u>\$ 7,293</u>

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for these funds are included as part of the above totals for governmental activities. The capital lease liability is liquidated by lease payments made by the departments leasing the equipment. Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred. The closure/postclosure liability will be liquidated by the General fund.

Individual issues of debt payable outstanding at June 30, 2017, are as follows:

Governmental Activities

Certificates of Participation:

2015 Refunding Certificates of Participation, issued April 28, 2015, in the amount of \$6,168,000, due in annual installments of \$508,000 to \$629,000, with an interest rate of 2.65%, and maturity on October 1, 2025. The certificates were used to construct the County Administration building. \$ 5,157,000

Total Certificates of Participation 5,157,000

Bonds:

Clean Renewable Energy Bonds, issued November 5, 2008, in the amount of \$783,625 and due in annual installments of \$52,242, with an interest rate of 0.00% and maturity on November 25, 2022. The bonds were used to add solar panels to the County administration building. 313,450

Total Bonds 313,450

Total Governmental Activities \$ 5,470,450

Following is a schedule of debt payment requirements of governmental activities to maturity for long-term debt, excluding compensated absences that have indefinite maturities, capital leases which are reported in Note 8, and landfill postclosure costs which are reported in Note 9.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Governmental Activities

Year Ended June 30	Certificates of Participation		
	Principal	Interest	Total
2018	\$ 517,000	\$ 129,811	\$ 646,811
2019	531,000	115,924	646,924
2020	545,000	101,667	646,667
2021	558,000	87,053	645,053
2022	574,000	72,053	646,053
2023-2026	<u>2,432,000</u>	<u>130,884</u>	<u>2,562,884</u>
Total	<u>\$ 5,157,000</u>	<u>\$ 637,392</u>	<u>\$ 5,794,392</u>

Year Ended June 30	Bonds		
	Principal	Interest	Total
2018	\$ 52,242	\$ -	\$ 52,242
2019	52,242	-	52,242
2020	52,242	-	52,242
2021	52,242	-	52,242
2022	52,242	-	52,242
2023	<u>52,240</u>	<u>-</u>	<u>52,240</u>
Total	<u>\$ 313,450</u>	<u>\$ -</u>	<u>\$ 313,450</u>

NOTE 8: LEASES

Operating Leases

The County leases office space under a non-cancellable operating lease. Total cost for this lease was \$1,428,840 for the year ended June 30, 2017. The future minimum lease payments are as follows:

Year Ended	Lease Obligations
2018	\$ 1,428,840
2019	1,428,840
2020	1,428,840
2021	1,428,840
2022	1,428,840
2023-2027	<u>7,144,200</u>
Total	<u>\$ 14,288,400</u>

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 8: LEASES (CONTINUED)

Capital Leases

The County has entered into certain capital lease agreements under which the related equipment will become the property of the County when all terms of the lease agreements are met.

	<u>Stated Interest Rate</u>	<u>Present Value of Remaining Payments at June 30, 2017</u>
Governmental activities	2.10-2.89%	\$ 705,953
Total		<u>\$ 705,953</u>

Equipment and related accumulated depreciation under capital lease are as follows:

	<u>Governmental Activities</u>
Equipment	\$ 999,389
Less: accumulated depreciation	(26,276)
Net Value	<u>\$ 973,113</u>

As of June 30, 2017, capital lease annual amortization is as follows:

<u>Year Ended</u>	<u>Governmental Activities</u>
2018	\$ 116,989
2019	116,989
2020	116,989
2021	116,989
2022	116,989
2023-2026	<u>206,167</u>
Total requirements	791,112
Less interest	(85,159)
Present Value of Remaining Payments	<u>\$ 705,953</u>

NOTE 9: POSTCLOSURE

The County of Amador has one landfill site. State and Federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. GASB Statement No. 18 requires a portion of these closure and postclosure costs be reported as an operating expense in each period based on landfill capacity used as of each statement of net position date. During fiscal year ending June 30, 2005, the landfill was closed and no longer accepts waste. As of June 30, 2011, construction to close the landfill was complete and the County received certification of the closure by the State.

As of June 30, 2017, the County's estimated remaining liability for the postclosure maintenance costs was \$4,270,512 based on 100 percent of estimated landfill capacity used. This amount is based on what it would cost to perform all postclosure care in 2017. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 9: CLOSURE/POSTCLOSURE (CONTINUED)

The County has filed Pledge of Revenue with the California Integrated Waste Management Board that waives the requirement to make contributions to a special fund to finance postclosure costs. Future landfill revenues have been pledged to fulfill financial assurance requirements. Also, the County's General fund has guaranteed to cover the remainder of the costs not covered by pledged revenues.

NOTE 10: NET POSITION

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** - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- **Restricted net position** - consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- **Unrestricted net position** - all other net position that does not meet the definition of "restricted" or "net investment in capital assets".

Net Position Restricted by Enabling Legislation

The government-wide Statement of Net Position reports \$15,535,715 of restricted net position, of which \$7,565,706 is restricted by enabling legislation.

Net Position Flow Assumption

When a government funds outlays for a particular purpose from both restricted and unrestricted resources, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted net position are available, it is considered that restricted resources are used first, followed by the unrestricted resources.

NOTE 11: FUND BALANCES

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2017, fund balances for governmental funds are made up of the following:

- **Nonspendable fund balance** - amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example: inventories and prepaid amounts.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 11: FUND BALANCES (CONTINUED)

- **Restricted fund balance** - amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Restrictions may effectively be changed or lifted with the consent of resource providers.
- **Committed fund balance** - amounts that can only be used for the specific purposes determined by formal action of the County's highest level of decision-making authority. The Board of Supervisors is the highest level of decision making authority for the County that can, by adoption of an ordinance commit fund balance. Once adopted, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- **Assigned fund balance** - amounts that are constrained by the County's intent to be used for specific purposes. The intent can be established at either the highest level of decision-making, or by a body or an official designated for that purpose.
- **Unassigned fund balance** - the residual classification for the County's General fund that includes all amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The fund balances for all major and nonmajor governmental funds as of June 30, 2017, were distributed as follows:

	General Fund	Social Services	Mental Health	Road	AB118 County Local Revenue	Water Development Sinking	Other Governmental Funds	Total
Nonspendable:								
Inventory	\$ -	\$ -	\$ -	\$ 47,978	\$ -	\$ -	\$ -	\$ 47,978
Advances to Other Funds	1,741,000	-	-	-	-	-	-	1,741,000
Loans Receivable	-	-	-	-	-	2,387,101	-	2,387,101
Subtotal	<u>1,741,000</u>	<u>-</u>	<u>-</u>	<u>47,978</u>	<u>-</u>	<u>2,387,101</u>	<u>-</u>	<u>4,176,079</u>
Restricted:								
County Trusts	2,229,655	-	-	-	-	-	-	2,229,655
Social Services	-	235,509	-	-	-	-	-	235,509
AB118 County Local Revenue	-	-	-	-	6,377,222	-	-	6,377,222
Memorial Hall	-	-	-	-	-	-	211,868	211,868
Health	-	-	-	-	-	-	887,888	887,888
Fish and Game	-	-	-	-	-	-	22,796	22,796
Co. Special Revenue Trust	-	-	-	-	-	-	780,087	780,087
Victory Lighting	-	-	-	-	-	-	46,564	46,564
Amador Fire Protection District	-	-	-	-	-	-	3,305,553	3,305,553
Impact Fees	-	-	-	-	-	-	744,405	744,405
County Facilities	-	-	-	-	-	-	102,432	102,432
Subtotal	<u>2,229,655</u>	<u>235,509</u>	<u>-</u>	<u>-</u>	<u>6,377,222</u>	<u>-</u>	<u>6,101,593</u>	<u>14,943,979</u>

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 11: FUND BALANCES (CONTINUED)

The fund balances for all major and nonmajor governmental funds as of June 30, 2017, were distributed as follows:

	General Fund	Social Services	Mental Health	Road	AB118 County Local Revenue	Water Development Sinking	Other Governmental Funds	Total
Committed:								
County Trusts	433,322	-	-	-	-	-	-	433,322
Water Development Sinking	-	-	-	-	-	1,929,613	-	1,929,613
Subtotal	<u>433,322</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,929,613</u>	<u>-</u>	<u>2,362,935</u>
Assigned:								
General Reserve	6,038,692	-	-	-	-	-	-	6,038,692
County Improvement	-	-	-	-	-	-	1,055,074	1,055,074
Debt Service	-	-	-	-	-	-	51,072	51,072
Subtotal	<u>6,038,692</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,106,146</u>	<u>7,144,838</u>
Unassigned	<u>4,978,839</u>	<u>-</u>	<u>(97,708)</u>	<u>(815,284)</u>	<u>-</u>	<u>-</u>	<u>(7,291)</u>	<u>4,058,556</u>
Total	<u>\$15,421,508</u>	<u>\$ 235,509</u>	<u>(\$ 97,708)</u>	<u>(\$ 767,306)</u>	<u>\$6,377,222</u>	<u>\$ 4,316,714</u>	<u>\$7,200,448</u>	<u>\$32,686,387</u>

Fund Balance Flow Assumption

When a government funds outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance), a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted fund balance are available, it is considered that restricted fund balance is depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policy

The Board of Supervisors has adopted a fund balance policy for financial statement reporting. The policy establishes procedures for reporting fund balance classifications, establishes prudent reserve requirements and establishes a hierarchy of fund balance expenditures. The policy also provides for a measure of financial protection for the County against unforeseen circumstances and to comply with GASB 54. The minimum unrestricted fund balance may be recognized within the committed, assigned, or unassigned classifications.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 12: PENSION PLAN

A. General Information about the Pension Plan

Plan Description

All qualified permanent and probationary employees are eligible to participate in the County's Safety cost-sharing multiple employer defined benefit pension plan and Miscellaneous agent multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for participating member employers. Benefit provisions under the Plan are established by State statute and County resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Effective January 1, 2013, the County added retirement tiers for both the Miscellaneous and Safety Rate Tiers for new employees as required under the Public Employee Pension Reform Act (PEPRA). New employees hired on or after January 1, 2013 will be subject to new, lower pension formulas, caps on pensionable income levels and new definitions of pensionable income. In addition, new employees will be required to contribute half of the total normal cost of the pension benefit unless impaired by an existing Memorandum of Understanding. The cumulative effect of these PEPRA changes will ultimately reduce the County's retirement costs.

Summary of Rate Tiers and Eligible Participants

Open for New Enrollment

Miscellaneous PEPRA	Miscellaneous members hired on or after January 1, 2013
Safety - County Peace Officer PEPRA	Safety County peace officers hired on or after January 1, 2013
Safety - Prosecutor PEPRA	Safety prosecutor employees hired on or after January 1, 2013

Closed to New Enrollment

Miscellaneous First Tier	Miscellaneous employees hired before June 1, 2011
Miscellaneous Second Tier	Miscellaneous employees hired after June 1, 2011 and before January 1, 2013
Safety - County Peace Officer First Tier	Safety County peace officers hired before June 1, 2011
Safety - County Peace Officer Second Tier	Safety County peace officers hired after June 1, 2011 and before January 1, 2013
Safety - Prosecutor First Tier	Safety prosecutor employees hired before June 1, 2011
Safety - Prosecutor Second Tier	Safety prosecutor employees hired after June 1, 2011 and before January 1, 2013

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 12: PENSION PLAN (CONTINUED)

A. General Information about the Pension Plan (Continued)

Benefits Provided (Continued)

Each Rate Tier's specific provisions and benefits in effect at June 30, 2017, are summarized as follows:

	<u>Benefit Formula</u>	<u>Retirement Age</u>	<u>Monthly Benefits as a % of Eligible Compensation</u>
Miscellaneous First Tier	2.0% @ 55	50	1.40% to 2.40%
Miscellaneous Second Tier	2.0% @ 60	50	1.10% to 2.40%
Miscellaneous PEPRA	2.0% @ 62	52	1.00% to 2.50%
Safety County Peace Officer First Tier	3.0% @ 50	50	3.00%
Safety County Peace Officer Second Tier	3.0% @ 55	50	2.40% to 3.00%
Safety County Peace Officer PEPRA	2.7% @ 57	50	2.00% to 2.70%
Safety Prosecutor First Tier	2.3% @ 50	50	2.00% to 2.70%
Safety Prosecutor Second Tier	2.0% @ 55	50	1.40% to 2.00%
Safety Prosecutor PEPRA	2.0% @ 57	50	1.40% to 2.00%

Employees Covered

At June 30, 2017, the following employees were covered by the benefit terms for the Miscellaneous Rate Tier including independent entities (Courts):

	<u>Inactive Employees or Beneficiaries Currently Receiving Benefits</u>	<u>Inactive Employees Entitled to But Not Yet Receiving Benefits</u>	<u>Active Employees</u>
Miscellaneous	574	292	287

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for all Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The 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 County is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 12: PENSION PLAN (CONTINUED)

A. General Information about the Pension Plan (Continued)

Contributions (Continued)

	Employer Contribution Rates	Employee Contribution Rates	Employer Paid Member Contribution Rates
Miscellaneous First Tier	9.100%	7.000%	0.000%
Miscellaneous Second Tier	9.100%	7.000%	0.000%
Miscellaneous PEPRA	9.100%	6.750%	0.000%
Safety County Peace Officer First Tier	19.536%	9.000%	0.000%
Safety County Peace Officer Second Tier	16.656%	9.000%	0.000%
Safety County Peace Officer PEPRA	12.082%	11.500%	0.000%
Safety Prosecutor First Tier	14.785%	9.000%	0.000%
Safety Prosecutor Second Tier	12.055%	7.000%	0.000%
Safety Prosecutor PEPRA	9.418%	9.500%	0.000%

B. Net Pension Liability

The County's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2016, using an annual actuarial valuation as of June 30, 2015 rolled forward to June 30, 2016 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

The total pension liabilities in the June 30, 2015 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2015
Measurement Date	June 30, 2016
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.65%
Inflation	2.75%
Projected Salary Increase	Varies by entry-age and service
Mortality	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

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial experience study for the period 1997 to 2011, including updates to salary increase, mortality and retirement rates. Further details can be found on the CalPERS website.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 12: PENSION PLAN (CONTINUED)

B. Net Pension Liability (Continued)

Change of Assumptions

There were no changes in assumptions during the measurement period ended June 30, 2016. Deferred inflows for changes in assumptions presented represents the unamortized portion of the changes of assumptions related to the prior measurements.

Discount Rate

The discount rate used to measure the total pension liability was 7.65 percent for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.65 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.65 percent is applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at the 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 best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound 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 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 equivalent 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. These rates of return are net of administrative expenses.

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Real Return Years 1 - 10(a)</u>	<u>Real Return Years 11+(b)</u>
Global Equity	51.0%	5.25%	5.71%
Global Debt Securities	20.0%	0.99%	2.43%
Inflation Assets	6.0%	0.45%	3.36%
Private Equity	10.0%	6.83%	6.95%
Real Estate	10.0%	4.50%	5.13%
Infrastructure and Forestland	2.0%	4.50%	5.09%
Liquidity	1.0%	-0.55%	-1.05%
Total	<u>100.0%</u>		

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

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

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 12: PENSION PLAN (CONTINUED)

C. Changes in the Net Pension Liability

As of June 30, 2017, the changes in the net pension liability of the agent multiple-employer defined benefit pension rate tier, including independent entities (Courts), is as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Miscellaneous:			
Balance at June 30, 2015	\$ 132,088,698	\$ 97,302,481	\$ 34,786,217
Changes in the year:			
Service cost	2,434,639	-	2,434,639
Interest on total pension liability	9,842,773	-	9,842,773
Differences between expected and actual experience	(893,027)	-	(893,027)
Plan to plan resource movement	-	13,284	(13,284)
Contribution - employer	-	3,002,676	(3,002,676)
Contribution - employee	-	1,106,333	(1,106,333)
Net investment income	-	524,437	(524,437)
Benefit payments, including refunds of employee contributions	(7,498,575)	(7,498,575)	-
Administrative expense	-	(59,301)	59,301
Net changes	3,885,810	(2,911,146)	6,796,956
Balance at June 30, 2016	\$ 135,974,508	\$ 94,391,335	41,583,173
Less:			
Amount allocated to independent entities			(6,412,968)
Balance at June 30, 2016			\$ 35,170,205

As of June 30, 2017, the County reported net pension liabilities for its proportionate share of the net pension liability of the cost sharing multiple-employer defined benefit pension rate tier as follows:

	Proportionate Share of Net Pension Liability
Safety	\$ 20,978,779
Total Net Pension Liability	\$ 20,978,779

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 12: PENSION PLAN (CONTINUED)

C. Changes in the Net Pension Liability (Continued)

The County's net pension liability for the cost sharing multiple-employer defined benefit pension rate tier is measured as the proportionate share of the net pension liability. The net pension liability of the rate tier is measured as of June 30, 2016, and the total pension liability for the rate tier used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015 rolled forward to June 30, 2016 using standard update procedures. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The County's proportionate share of the net pension liability for the cost sharing multiple-employer defined benefit pension rate tier as of June 30, 2014 and 2015 was as follows:

	<u>Proportion June 30, 2015</u>	<u>Proportion June 30, 2016</u>	<u>Change - Increase (Decrease)</u>
Safety	.05000%	.24244%	.19244%

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability for the Plan as of the measurement date, calculated using the discount rate for the Plan, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<u>1% Decrease 6.65%</u>	<u>Discount Rate 7.65%</u>	<u>1% Increase 8.65%</u>
Miscellaneous	\$ 57,635,279	\$ 41,583,173	\$ 28,104,336
Safety	30,880,467	20,978,779	12,850,509

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 12: PENSION PLAN (CONTINUED)

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2017, the County recognized pension expense of (\$1,110,957). At June 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to the measurement date	\$ 5,843,563	\$ -
Changes of assumptions	-	(1,184,472)
Differences between expected and actual experience	4,720	(694,187)
Net differences between projected and actual earnings on plan investments	9,069,942	-
Adjustment due to differences in proportions	-	(146,462)
Difference between County contributions and proportionate share of contributions	-	(46,179)
Total	14,918,225	(2,071,300)
Less: amount allocated to independent entities	(685,875)	169,865
Total	\$ 14,232,350	(\$ 1,901,435)

\$5,843,563 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended	
<u>June 30</u>	
2018	\$ 154,207
2019	817,583
2020	3,600,197
2021	2,431,375
Thereafter	-
Total	\$ 7,003,362

NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB)

A. Plan Description

The County of Amador Retiree Healthcare Plan (Plan) is a single-employer defined benefit healthcare plan administered by the County. The Plan provides healthcare insurance benefits to eligible retirees. Benefit provisions are established and may be amended by the County.

The County provides retiree medical benefits through the California Public Employees' Retirement System healthcare program. The County contributes the Public Employees' Medical and Hospital Care Act (PEMHCA) minimum required employer contribution towards the retiree monthly premium for eligible retirees participating in PEMHCA.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

B. Funding Policy

The contribution requirements of the plan members and the County are established and may be amended by the County. Because of budgetary constraints, the County did not continue prefunding the plan by contributing at least 100 percent of the annual required contribution to an irrevocable trust.

The annual required contribution (ARC) is an amount actuarially determined in accordance with the parameters of GASB Statement 45 - Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pension. The County's ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize the unfunded actuarial liability over a period of 30 years.

C. Annual OPEB Cost and Net OPEB Obligation

The County's OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC). The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess). (The following table shows the County's annual OPEB cost for the year, the amount actually contributed to the plan, and the resulting net OPEB obligation.)

Annual required contribution	\$ 527,107
Interest on prior year net OPEB obligation	22,542
Amortization of prior year net OPEB obligation	(29,222)
Annual OPEB Cost	520,427
Contributions made:	
Pay as you go contribution	(35,175)
Implicit subsidy	(166,418)
Increase in net OPEB obligation	318,834
Net OPEB Obligation - Beginning of Year	<u>556,592</u>
Net OPEB Obligation - End of Year	<u>\$ 875,426</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and prior two years is as follows:

<u>Fiscal Year</u> <u>Ended</u>	<u>Annual OPEB</u> <u>Cost</u>	<u>Actual</u> <u>Contribution</u>	<u>Percentage of Annual</u> <u>OPEB Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
6/30/15	\$ 252,639	\$ -	0.00%	\$ 589,639
6/30/16	266,953	300,000	112.00%	556,592
6/30/17	520,427	201,593	38.74%	875,426

The quantifications of costs set forth above should not be interpreted in any way as vesting such benefits; rather the disclosures are made solely to comply with the County's reporting obligations under GASB 45, as the County understands these obligations.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

D. Funded Status and Funding Progress

As of January 1, 2017, the most recent actuarial valuation date, the plan was 12.1 percent funded. The actuarial accrued liability for benefits was \$4,896,121 and the actuarial value of assets was \$591,635, resulting in an unfunded actuarial accrued liability (UAAL) of \$4,304,486. The covered payroll (annual payroll of employees covered by the plan) was \$23,225,277, and the ratio of the UAAL to the covered payroll was 18.5 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

E. Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The plan's most recent actuarial valuation was performed as of January 1, 2017. In that valuation, the Entry-Age Normal Cost, Level Percent of Pay Method was used. The actuarial assumptions included a 4.64 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 8.50 percent initially, reduced by decrements to an ultimate rate of 7.00 percent after 4 years. These assumptions reflect an implicit 2.75 percent general inflation assumption. The County's unfunded actuarial accrued liability is being amortized as a level percent of pay on a closed basis over 30 years. The remaining amortization period as of June 30, 2017 was 22 years.

NOTE 14: RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County is a member of the County Supervisors Association of California Excess Insurance Authority (CSAC-EIA), a public entity risk pool currently operating as a common risk management and insurance program for Counties. Should actual loss among participants be greater than anticipated, the County will be assessed it's a pro rata share of the deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its pro rata share of the excess.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 14: RISK MANAGEMENT (CONTINUED)

The County maintains risk management internal service fund (Self-Insurance Fund) to consolidate the County's fully insured Workers' Compensation program and the general liability, medical malpractice and property insurance programs that are partially self-insured. Fund revenues are primarily premium charges to other funds and are planned to equal workers' compensation premiums, estimated payments resulting from self-insurance programs, liability insurance coverage in excess of the self-insured amount and operating expenses. The County maintains a self-insured retention (SIR) of \$100,000 for its general liability program, \$10,000 per occurrence for its medical malpractice program and \$5,000 for its property program. A commercial insurance policy has been purchased, that covers all SIR related losses except for the first \$10,000. Losses which exceed the SIR are covered by the excess insurance policy described above.

The total claims liability of \$90,000 at June 30, 2017, is based on the requirements of Governmental Accounting Standards Board (GASB) Statement No. 10, as amended by GASB Statement No. 30. These statements require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements, and the amount of the loss can be reasonably estimated.

Estimates of the liabilities for incurred (both reported and unreported) but unpaid claims, are based on claims loss reports. Liabilities are based on the estimated cost of settling claims.

Changes in the County's claims liabilities amount for the fiscal years ended June 30, 2017, 2016 and 2015 were as follows:

	<u>Balance at Beginning of Fiscal Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at End of Fiscal Year</u>
2015	\$ 60,000	\$ 230,000	\$ 150,000	\$ 140,000
2016	140,000	270,800	360,800	50,000
2017	50,000	140,000	100,000	90,000

The ultimate settlement of claims against the County cannot presently be determined and no provision for any other liability that may result has been made in the financial statements.

NOTE 15: OTHER INFORMATION

A. Commitments and Contingencies

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

The County is involved in several lawsuits. Due to the nature of the cases, County Counsel is unable to estimate at this time the probability of favorable or unfavorable outcomes. Therefore, no provision has been made in the financial statements for a loss contingency.

COUNTY OF AMADOR
Notes to Basic Financial Statements
For the Year Ended June 30, 2017

NOTE 15: OTHER INFORMATION (CONTINUED)

B. Subsequent Events

Management has evaluated events subsequent to June 30, 2017 through March 6, 2018, the date on which the financial statements were available for issuance. Management has determined no subsequent events requiring disclosure have occurred.

**Required Supplementary Information
(Unaudited)**

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COUNTY OF AMADOR
Required Supplementary Information
County Pension Plan
Schedule of Changes in Net Pension Liability and Related Ratios
For the Year Ended June 30, 2017
Last 10 Years*

Measurement Date	2013/14	2014/15	2015/16
Miscellaneous			
Total Pension Liability			
Service cost	\$ 2,715,585	\$ 2,622,452	\$ 2,434,639
Interest	9,132,995	9,545,630	9,842,773
Changes of assumptions	-	(2,116,566)	-
Difference between expected and actual experience	-	36,190	(893,027)
Benefit payments, including refunds of employee contributions	(6,335,586)	(7,095,259)	(7,498,575)
Net Change in Total Pension Liability	5,512,994	2,992,447	3,885,810
Total Pension Liability - Beginning	123,583,257	129,096,251	132,088,698
Total Pension Liability - Ending (a)	<u>\$ 129,096,251</u>	<u>\$ 132,088,698</u>	<u>\$ 135,974,508</u>
Plan Fiduciary Net Position			
Contributions - employer	\$ 2,677,371	\$ 2,697,641	\$ 3,002,676
Contributions - employee	1,403,408	1,104,793	1,106,333
Net investment income	14,761,579	2,231,916	524,437
Benefit payments, including refunds of employee contributions	(6,335,586)	(7,095,259)	(7,498,575)
Plan to plan resource movement	-	(859)	13,284
Administrative expense	-	(109,595)	(59,301)
Net Change in Plan Fiduciary Net Position	12,506,772	(1,171,363)	(2,911,146)
Plan Fiduciary Net Position - Beginning	85,967,072	98,473,844	97,302,481
Plan Fiduciary Net Position - Ending (b)	<u>\$ 98,473,844</u>	<u>\$ 97,302,481</u>	<u>\$ 94,391,335</u>
Net Pension Liability - Ending (a)-(b)	<u>\$ 30,622,407</u>	<u>\$ 34,786,217</u>	<u>\$ 41,583,173</u>
Plan fiduciary net position as a percentage of the total pension liability	76.28%	73.66%	69.42%
Covered employee payroll	\$ 16,880,621	\$ 17,035,541	\$ 16,051,157
Net pension liability as a percentage of covered employee payroll	181.41%	204.20%	259.07%

*The County implemented GASB 68 for the fiscal year June 30, 2015, therefore only three years are shown.

COUNTY OF AMADOR
Required Supplementary Information
County Pension Plan
Schedule of Proportionate Share of the Net Pension Liability
For the Year Ended June 30, 2017
Last 10 Years*

Measurement Date	2013/14	2014/15	2015/16
Safety			
Proportion of the net pension liability	0.05000%	0.05000%	0.30560%
Proportionate share of the net pension liability	\$ 15,621,568	\$ 17,163,721	\$ 20,978,779
Covered employee payroll	7,542,944	7,735,945	8,037,004
Proportionate share of the net pension liability as a percentage of			
Covered employee payroll	207.10%	221.87%	261.03%
Plan fiduciary net position as a percentage of the total pension liability	74.81%	74.09%	71.24%

*The County implemented GASB 68 for the fiscal year June 30, 2015, therefore only three years are shown.

COUNTY OF AMADOR
Required Supplementary Information
County Pension Plan
Schedule of Contributions
For the Year Ended June 30, 2017
Last 10 Years*

Fiscal Year	2014/15	2015/16	2016/17
Miscellaneous			
Contractually required contributions (actuarially determined)	\$ 2,697,641	\$ 3,002,676	\$ 3,008,692
Contributions in relation to the actuarially determined contributions	(2,697,641)	(3,002,676)	(3,008,692)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered employee payroll	\$ 17,035,541	\$ 16,051,157	\$ 16,553,688
Contributions as a percentage of covered employee payroll	15.84%	18.71%	18.18%
Safety			
Contractually required contributions (actuarially determined)	\$ 777,285	\$ 382,499	\$ 1,436,408
Contributions in relation to the actuarially determined contributions	(777,285)	(938,136)	(2,527,648)
Contribution deficiency (excess)	\$ -	\$ (555,637)	\$ (1,091,240)
Covered employee payroll	\$ 7,735,945	\$ 8,037,004	\$ 8,233,714
Contributions as a percentage of covered employee payroll	10.05%	4.76%	17.45%

*The County implemented GASB 68 for the fiscal year June 30, 2015, therefore only three years are shown.

COUNTY OF AMADOR
Required Supplementary Information
County Pension Plan
Notes to County Pension Plan
For the Year Ended June 30, 2017

NOTE 1: SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Benefit Changes: The amounts do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2014 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Change of Assumptions: There were no changes in assumptions.

NOTE 2: SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Change of Assumptions: There were not changes in assumptions.

NOTE 3: SCHEDULE OF CONTRIBUTIONS

Methods and assumptions used to determine the contribution rates for the Miscellaneous and Safety Plan were as follows:

Valuation Date	6/30/2013
Actuarial cost method	Entry-Age Normal
Amortization method/period	For details, see June 30, 2013 Funding Valuation Report
Asset valuation method	Actuarial Value of Assets
Inflation	2.75%
Salary increases	Varies by entry-age and service
Payroll growth	3.00%
Investment rate of return	7.5%, net of pension plan investment and administrative expense, including inflation
Retirement age	The probabilities of retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

COUNTY OF AMADOR
Required Supplementary Information
County OPEB Plan
Schedule of Funding Progress
For the Year Ended June 30, 2017

SCHEDULE OF FUNDING PROGRESS

The Schedule of Funding Progress - Other Postemployment Benefits provides a consolidated snapshot of the County's ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan's level of assets to liabilities, an important indicator to determine the financial health of the OPEB plan. The closer the plan is to a 100 percent funded status, the better position it will be in to meet all of its future liabilities.

The table below shows a three year analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Other Postemployment Benefit Plan.

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
June 30, 2008	\$ -	\$ 2,050,000	\$ 2,050,000	0.00%	\$ 22,941,176	8.94%
January 1, 2015	288,201	2,471,330	2,183,129	11.70%	23,315,588	9.36%
January 1, 2017	591,635	4,896,121	4,304,486	12.10%	23,225,277	18.50%

COUNTY OF AMADOR
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2017

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	\$24,001,560	\$24,129,625	\$24,362,992	\$ 233,367
Licenses, permits, and franchises	370,980	370,980	436,922	65,942
Fines and forfeitures	796,313	746,313	780,621	34,308
Intergovernmental	4,473,569	4,372,855	5,033,896	661,041
Use of money and property	249,792	249,792	248,171	(1,621)
Charges for services	4,369,977	4,605,339	6,963,423	2,358,084
Other revenues	310,770	376,671	653,483	276,812
Total Revenues	34,572,961	34,851,575	38,479,508	3,627,933
EXPENDITURES				
Current:				
General government	8,338,530	9,128,268	6,375,833	2,752,435
Public protection	25,932,566	26,943,686	26,844,490	99,196
Health and welfare	-	-	30,370	(30,370)
Public assistance	183,288	183,489	305,213	(121,724)
Education	843,761	865,948	1,158,517	(292,569)
Culture and recreation	239,637	327,845	325,480	2,365
Capital outlay	26,200	261,566	141,221	120,345
Contingencies	1,000,000	676,684	-	676,684
Total Expenditures	36,563,982	38,387,486	35,181,124	3,206,362
Excess of Revenues Over (Under) Expenditures	(1,991,021)	(3,535,911)	3,298,384	6,834,295
OTHER FINANCING SOURCES (USES)				
Transfers in	1,800,000	1,800,000	1,877,585	77,585
Transfers out	(2,715,752)	(2,712,568)	(3,441,230)	(728,662)
Total Other Financing Sources (Uses)	(915,752)	(912,568)	(1,563,645)	(651,077)
Net Change in Fund Balances	(2,906,773)	(4,448,479)	1,734,739	6,183,218
Fund Balances - Beginning	13,686,769	13,686,769	13,686,769	-
Fund Balances - Ending	\$10,779,996	\$ 9,238,290	\$15,421,508	\$ 6,183,218

COUNTY OF AMADOR
Required Supplementary Information
Budgetary Comparison Schedule
Social Services - Major Special Revenue Fund
For the Year Ended June 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 9,202,964	\$ 9,152,964	\$ 8,485,790	\$ (667,174)
Use of money and property	-	-	2,991	2,991
Charges for services	1,960,000	1,960,000	1,772,870	(187,130)
Other revenues	85,300	85,300	102,086	16,786
Total Revenues	<u>11,248,264</u>	<u>11,198,264</u>	<u>10,363,737</u>	<u>(834,527)</u>
EXPENDITURES				
Current:				
Public assistance	11,173,264	11,093,727	10,703,194	390,533
Capital outlay	75,000	116,354	-	116,354
Total Expenditures	<u>11,248,264</u>	<u>11,210,081</u>	<u>10,703,194</u>	<u>506,887</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(11,817)</u>	<u>(339,457)</u>	<u>(327,640)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	208,225	208,225
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>208,225</u>	<u>208,225</u>
Net Change in Fund Balances	<u>-</u>	<u>(11,817)</u>	<u>(131,232)</u>	<u>(119,415)</u>
Fund Balances - Beginning	<u>366,741</u>	<u>366,741</u>	<u>366,741</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 366,741</u>	<u>\$ 354,924</u>	<u>\$ 235,509</u>	<u>\$ (119,415)</u>

COUNTY OF AMADOR
Required Supplementary Information
Budgetary Comparison Schedule
Mental Health - Major Special Revenue Fund
For the Year Ended June 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 5,513,645	\$ 6,148,232	\$ 5,045,250	\$ (1,102,982)
Use of money and property	246	246	807	561
Charges for services	1,098,077	1,095,866	1,183,916	88,050
Other revenues	1,000	1,000	1,746	746
Total Revenues	<u>6,612,968</u>	<u>7,245,344</u>	<u>6,231,719</u>	<u>(1,013,625)</u>
EXPENDITURES				
Current:				
Health and welfare	6,612,968	7,248,819	6,410,975	837,844
Total Expenditures	<u>6,612,968</u>	<u>7,248,819</u>	<u>6,410,975</u>	<u>837,844</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(3,475)</u>	<u>(179,256)</u>	<u>(175,781)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	12,307	12,307
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>12,307</u>	<u>12,307</u>
Net Change in Fund Balances	<u>-</u>	<u>(3,475)</u>	<u>(166,949)</u>	<u>(163,474)</u>
Fund Balances - Beginning	<u>69,241</u>	<u>69,241</u>	<u>69,241</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 69,241</u>	<u>\$ 65,766</u>	<u>\$ (97,708)</u>	<u>\$ (163,474)</u>

COUNTY OF AMADOR
Required Supplementary Information
Budgetary Comparison Schedule
Road - Major Special Revenue Fund
For the Year Ended June 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 256,931	\$ 256,931
Licenses, permits, and franchises	31,500	31,500	16,929	(14,571)
Fines and forfeitures	24,000	24,000	18,600	(5,400)
Intergovernmental	5,942,595	7,953,838	4,226,142	(3,727,696)
Use of money	20,000	20,000	6,247	(13,753)
Charges for services	529,510	365,940	141,757	(224,183)
Other revenues	107,100	107,600	335,246	227,646
Total Revenues	<u>6,654,705</u>	<u>8,502,878</u>	<u>5,001,852</u>	<u>(3,501,026)</u>
EXPENDITURES				
Current:				
Public ways and facilities	3,316,376	3,538,251	5,959,076	(2,420,825)
Capital outlay	6,257,265	7,309,356	2,275,167	5,034,189
Total Expenditures	<u>9,573,641</u>	<u>10,847,607</u>	<u>8,234,243</u>	<u>2,613,364</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,918,936)</u>	<u>(2,344,729)</u>	<u>(3,232,391)</u>	<u>(887,662)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	200,000	500,000	200,000	(300,000)
Total Other Financing Sources (Uses)	<u>200,000</u>	<u>500,000</u>	<u>200,000</u>	<u>(300,000)</u>
Net Change in Fund Balances	<u>(2,718,936)</u>	<u>(1,844,729)</u>	<u>(3,032,391)</u>	<u>(1,187,662)</u>
Fund Balances - Beginning	<u>2,265,085</u>	<u>2,265,085</u>	<u>2,265,085</u>	<u>-</u>
Fund Balances - Ending	<u>\$ (453,851)</u>	<u>\$ 420,356</u>	<u>\$ (767,306)</u>	<u>\$ (1,187,662)</u>

COUNTY OF AMADOR
Required Supplementary Information
Budgetary Comparison Schedule
AB 118 County Local Revenue - Major Special Revenue Fund
For the Year Ended June 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 5,942,374	\$ 6,614,513	\$ 6,674,015	\$ 59,502
Use of money	-	-	36,130	36,130
Total Revenues	<u>5,942,374</u>	<u>6,614,513</u>	<u>6,710,145</u>	<u>95,632</u>
EXPENDITURES				
Current:				
Public protection	5,912,223	6,761,895	6,190,055	571,840
Capital outlay	1,800	1,800	-	1,800
Total Expenditures	<u>5,914,023</u>	<u>6,763,695</u>	<u>6,190,055</u>	<u>573,640</u>
Net Change in Fund Balances	28,351	(149,182)	520,090	669,272
Fund Balances - Beginning	<u>5,857,132</u>	<u>5,857,132</u>	<u>5,857,132</u>	<u>-</u>
Fund Balances - Ending	<u><u>\$ 5,885,483</u></u>	<u><u>\$ 5,707,950</u></u>	<u><u>\$ 6,377,222</u></u>	<u><u>\$ 669,272</u></u>

COUNTY OF AMADOR
Required Supplementary Information
Note to Budgetary Comparison Schedules
For the Year Ended June 30, 2017

NOTE 1: BUDGETARY BASIS OF ACCOUNTING

Formal budgetary integration is employed as a management control device during the year. The County presents a comparison of annual budgets to actual results for the County's General and Major Special Revenue funds. The amounts reported on the budgetary basis are generally on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

In accordance with the provisions of Sections 29000 and 29143, inclusive, of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares a budget for each fiscal year on or before August 30. Budgeted expenditures are enacted into law through the passage of an appropriation ordinance. This ordinance mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

The following procedures are performed by the County in establishing the budgetary data reflected in the financial statements:

- (1) The County Administrative Officer submits to the Board of Supervisors a recommended draft budget for the fiscal year commencing the following July 1. The budget includes recommended expenditures and the means of financing them.
- (2) The Board of Supervisors reviews the recommended budget at regularly scheduled meetings, which are open to the public. The Board also conducts a public hearing on the recommended budget to obtain comments from interested persons.
- (3) Prior to July 1, the budget is adopted through the passage of a resolution.
- (4) From the effective date of the budget, which is adopted and controlled at the department level, the amounts stated therein, as recommended expenditures become appropriations to the various County departments. The Board of Supervisors may amend the budget by motion during the fiscal year. The County Administrative Officer may authorize transfers from one object or purpose to another within the same department.

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Combining Nonmajor Fund Statements

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Nonmajor Governmental Funds

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COUNTY OF AMADOR
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total</u>
ASSETS				
Cash and investments	\$ 5,231,635	\$ 3,321,332	\$ 51,007	\$ 8,603,974
Receivables:				
Accounts	146,465	62,656	-	209,121
Interest	6,701	4,137	65	10,903
Intergovernmental	241,441	-	-	241,441
Total Assets	<u>\$ 5,626,242</u>	<u>\$ 3,388,125</u>	<u>\$ 51,072</u>	<u>\$ 9,065,439</u>
LIABILITIES				
Accounts payable	\$ 139,637	\$ 58,298	\$ -	\$ 197,935
Salaries and benefits payable	66,771	-	-	66,771
Unearned revenue	-	171,096	-	171,096
Advances from other funds	-	1,209,000	-	1,209,000
Total Liabilities	<u>206,408</u>	<u>1,438,394</u>	<u>-</u>	<u>1,644,802</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	172,369	47,820	-	220,189
Total Deferred Inflows of Resources	<u>172,369</u>	<u>47,820</u>	<u>-</u>	<u>220,189</u>
FUND BALANCES				
Restricted	5,254,756	846,837	-	6,101,593
Assigned	-	1,055,074	51,072	1,106,146
Unassigned	(7,291)	-	-	(7,291)
Total Fund Balances	<u>5,247,465</u>	<u>1,901,911</u>	<u>51,072</u>	<u>7,200,448</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 5,626,242</u>	<u>\$ 3,388,125</u>	<u>\$ 51,072</u>	<u>\$ 9,065,439</u>

COUNTY OF AMADOR
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total</u>
REVENUES				
Taxes and assessments	\$ 20,914	\$ -	\$ -	\$ 20,914
Licenses, permits, and franchises	-	185,549	-	185,549
Fines and forfeitures	1,050	-	-	1,050
Intergovernmental	4,732,918	-	-	4,732,918
Use of money and property	21,106	16,249	783	38,138
Charges for services	2,460,003	55,718	-	2,515,721
Other revenues	939,312	28,516	-	967,828
Total Revenues	<u>8,175,303</u>	<u>286,032</u>	<u>783</u>	<u>8,462,118</u>
EXPENDITURES				
Current:				
General government	-	1,014,765	-	1,014,765
Public protection	4,339,710	-	-	4,339,710
Health and welfare	3,346,489	-	-	3,346,489
Debt service:				
Principal	45,124	-	555,242	600,366
Interest and other charges	6,418	-	143,325	149,743
Capital outlay	1,010,117	-	-	1,010,117
Total Expenditures	<u>8,747,858</u>	<u>1,014,765</u>	<u>698,567</u>	<u>10,461,190</u>
Excess of Revenues Over (Under) Expenditures	<u>(572,555)</u>	<u>(728,733)</u>	<u>(697,784)</u>	<u>(1,999,072)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	279,000	-	726,716	1,005,716
Transfers out	(28,148)	-	-	(28,148)
Debt proceeds	751,077	-	-	751,077
Total Other Financing Sources (Uses)	<u>1,001,929</u>	<u>-</u>	<u>726,716</u>	<u>1,728,645</u>
Net Change in Fund Balances	429,374	(728,733)	28,932	(270,427)
Fund Balances - Beginning	<u>4,818,091</u>	<u>2,630,644</u>	<u>22,140</u>	<u>7,470,875</u>
Fund Balances - Ending	<u>\$ 5,247,465</u>	<u>\$ 1,901,911</u>	<u>\$ 51,072</u>	<u>\$ 7,200,448</u>

Nonmajor Governmental Funds

- **Special Revenue Funds**

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COUNTY OF AMADOR
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2017

	Memorial Hall	Health	Fish and Game	Co. Special Revenue Trust
ASSETS				
Cash and investments	\$ 211,526	\$ 827,499	\$ 22,754	\$ 872,011
Receivables:				
Accounts	-	595	-	-
Interest	342	941	42	-
Intergovernmental	-	221,277	-	-
Total Assets	\$ 211,868	\$ 1,050,312	\$ 22,796	\$ 872,011
LIABILITIES				
Accounts payable	\$ -	\$ 10,119	\$ -	\$ 91,924
Salaries and benefits payable	-	-	-	-
Total Liabilities	-	10,119	-	91,924
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	152,305	-	-
Total Deferred Inflows of Resources	-	152,305	-	-
FUND BALANCES				
Restricted	211,868	887,888	22,796	780,087
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	211,868	887,888	22,796	780,087
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 211,868	\$ 1,050,312	\$ 22,796	\$ 872,011

Victory Lighting	Amador Fire Protection District	Amador IHSS Public Authority	Total
\$ 46,488	\$ 3,251,257	\$ 100	\$ 5,231,635
-	145,870	-	146,465
76	5,268	32	6,701
-	20,064	100	241,441
<u>\$ 46,564</u>	<u>\$ 3,422,459</u>	<u>\$ 232</u>	<u>\$ 5,626,242</u>
\$ -	\$ 30,071	\$ 7,523	\$ 139,637
-	66,771	-	66,771
-	96,842	7,523	206,408
-	20,064	-	172,369
-	20,064	-	172,369
46,564	3,305,553	-	5,254,756
-	-	(7,291)	(7,291)
46,564	3,305,553	(7,291)	5,247,465
<u>\$ 46,564</u>	<u>\$ 3,422,459</u>	<u>\$ 232</u>	<u>\$ 5,626,242</u>

COUNTY OF AMADOR
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2017

	Memorial Hall	Health	Fish and Game	Co. Special Revenue Trust
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	1,050	-
Intergovernmental	-	2,634,898	-	-
Use of money and property	(2,205)	4,905	152	-
Charges for services	-	295,342	-	61,284
Other revenues	-	40,463	-	-
Total Revenues	(2,205)	2,975,608	1,202	61,284
EXPENDITURES				
Current:				
Public protection	-	-	3,538	-
Health and welfare	-	3,104,977	-	-
Debt service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	-	13,881	-	-
Total Expenditures	-	3,118,858	3,538	-
Excess of Revenues Over (Under) Expenditures	(2,205)	(143,250)	(2,336)	61,284
OTHER FINANCING SOURCES (USES)				
Transfers in	-	279,000	-	-
Transfers out	-	-	-	(28,148)
Debt proceeds	-	-	-	-
Total Other Financing Sources (Uses)	-	279,000	-	(28,148)
Net Change in Fund Balances	(2,205)	135,750	(2,336)	33,136
Fund Balances (Deficits) - Beginning	214,073	752,138	25,132	746,951
Fund Balances (Deficits) - Ending	\$ 211,868	\$ 887,888	\$ 22,796	\$ 780,087

Victory Lighting	Amador Fire Protection District	Amador IHSS Public Authority	Total
\$ 2,708	\$ 18,206	\$ -	\$ 20,914
-	-	-	1,050
34	1,880,570	217,416	4,732,918
270	17,829	155	21,106
-	2,103,377	-	2,460,003
-	895,537	3,312	939,312
<u>3,012</u>	<u>4,915,519</u>	<u>220,883</u>	<u>8,175,303</u>
917	4,335,255	-	4,339,710
-	-	241,512	3,346,489
-	45,124	-	45,124
-	6,418	-	6,418
-	996,236	-	1,010,117
<u>917</u>	<u>5,383,033</u>	<u>241,512</u>	<u>8,747,858</u>
<u>2,095</u>	<u>(467,514)</u>	<u>(20,629)</u>	<u>(572,555)</u>
-	-	-	279,000
-	-	-	(28,148)
-	751,077	-	751,077
<u>-</u>	<u>751,077</u>	<u>-</u>	<u>1,001,929</u>
2,095	283,563	(20,629)	429,374
44,469	3,021,990	13,338	4,818,091
<u>\$ 46,564</u>	<u>\$ 3,305,553</u>	<u>\$ (7,291)</u>	<u>\$ 5,247,465</u>

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Nonmajor Governmental Funds

- **Capital Projects Funds**

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COUNTY OF AMADOR
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2017

	County Improvement	Parks and Recreation Impact Fee	Amador Community Facilities	Total
ASSETS				
Cash and investments	\$ 2,475,846	\$ 743,210	\$ 102,276	\$ 3,321,332
Receivables:				
Accounts	62,656	-	-	62,656
Interest	2,786	1,195	156	4,137
Total Assets	\$ 2,541,288	\$ 744,405	\$ 102,432	\$ 3,388,125
LIABILITIES				
Accounts payable	\$ 58,298	\$ -	\$ -	\$ 58,298
Unearned revenue	171,096	-	-	171,096
Advances from other funds	1,209,000	-	-	1,209,000
Total Liabilities	1,438,394	-	-	1,438,394
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	47,820	-	-	47,820
Total Deferred Inflows of Resources	47,820	-	-	47,820
FUND BALANCES				
Restricted	-	744,405	102,432	846,837
Assigned	1,055,074	-	-	1,055,074
Total Fund Balances	1,055,074	744,405	102,432	1,901,911
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,541,288	\$ 744,405	\$ 102,432	\$ 3,388,125

COUNTY OF AMADOR
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2017

	County Improvement	Parks and Recreation Impact Fee	Amador Community Facilities	Total
REVENUES				
Licenses and permits	\$ 99,549	\$ 86,000	\$ -	\$ 185,549
Use of money and property	11,619	4,191	439	16,249
Charges for services	4,288	-	51,430	55,718
Other revenues	28,516	-	-	28,516
Total Revenues	<u>143,972</u>	<u>90,191</u>	<u>51,869</u>	<u>286,032</u>
EXPENDITURES				
Current:				
General government	985,270	22,343	7,152	1,014,765
Total Expenditures	<u>985,270</u>	<u>22,343</u>	<u>7,152</u>	<u>1,014,765</u>
Net Change in Fund Balances	(841,298)	67,848	44,717	(728,733)
Fund Balances - Beginning	<u>1,896,372</u>	<u>676,557</u>	<u>57,715</u>	<u>2,630,644</u>
Fund Balances - Ending	<u>\$ 1,055,074</u>	<u>\$ 744,405</u>	<u>\$ 102,432</u>	<u>\$ 1,901,911</u>

Nonmajor Governmental Funds

- **Debt Service Fund**

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COUNTY OF AMADOR
Combining Balance Sheet
Nonmajor Debt Service Fund
June 30, 2017

	Debt Service	Total
ASSETS		
Cash and investments	\$ 51,007	\$ 51,007
Receivables:		
Interest	65	65
Total Assets	\$ 51,072	\$ 51,072
LIABILITIES		
Accounts payable	\$ -	\$ -
Total Liabilities	-	-
FUND BALANCE		
Assigned	51,072	51,072
Total Fund Balance	51,072	51,072
Total Liabilities and Fund Balance	\$ 51,072	\$ 51,072

COUNTY OF AMADOR
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Nonmajor Debt Service Fund
For the Year Ended June 30, 2017

	Debt Service	Total
REVENUES		
Use of money and property	\$ 783	\$ 783
Total Revenues	783	783
EXPENDITURES		
Debt service:		
Principal	555,242	555,242
Interest and other charges	143,325	143,325
Total Expenditures	698,567	698,567
Excess of Revenues Over (Under) Expenditures	(697,784)	(697,784)
OTHER FINANCING SOURCES (USES)		
Transfers in	726,716	726,716
Total Other Financing Sources (Uses)	726,716	726,716
Net Change in Fund Balance	28,932	28,932
Fund Balance - Beginning	22,140	22,140
Fund Balance - Ending	\$ 51,072	\$ 51,072

Nonmajor Proprietary Funds

- **Enterprise Funds**

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COUNTY OF AMADOR
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2017

	<u>Waste Management</u>	<u>CSA #4 Sewer</u>	<u>CSA #5 Road Maintenance</u>	<u>CSA #6 Monitoring/ Sewer</u>
ASSETS				
Current Assets:				
Cash and investments	\$ -	\$ 44,428	\$ 1,107,775	\$ 983
Receivables:				
Interest	-	73	1,791	15
Total Current Assets	<u>-</u>	<u>44,501</u>	<u>1,109,566</u>	<u>998</u>
Total Assets	<u>-</u>	<u>44,501</u>	<u>1,109,566</u>	<u>998</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	-	-	-	-
Total Current Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION				
Unrestricted	-	44,501	1,109,566	998
Total Net Position	<u>\$ -</u>	<u>\$ 44,501</u>	<u>\$ 1,109,566</u>	<u>\$ 998</u>

<u>CSA #8</u> <u>Carbondale</u>	<u>Total</u>
\$ 165,790	\$ 1,318,976
<u>272</u>	<u>2,151</u>
<u>166,062</u>	<u>1,321,127</u>
<u>166,062</u>	<u>1,321,127</u>
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
<u>166,062</u>	<u>1,321,127</u>
<u>\$ 166,062</u>	<u>\$ 1,321,127</u>

COUNTY OF AMADOR
Combining Statement of Revenues, Expenses, and Changes in Net Position
Nonmajor Enterprise Funds
For the Year Ended June 30, 2017

	<u>Waste Management</u>	<u>CSA #4 Sewer</u>	<u>CSA #5 Road Maintenance</u>	<u>CSA #6 Monitoring/ Sewer</u>
OPERATING REVENUES				
Charges for services	\$ -	\$ -	\$ 119,925	\$ 8,847
Total Operating Revenues	<u>-</u>	<u>-</u>	<u>119,925</u>	<u>8,847</u>
OPERATING EXPENSES				
Services and supplies	-	-	4,831	9,000
Total Operating Expenses	<u>-</u>	<u>-</u>	<u>4,831</u>	<u>9,000</u>
Operating Income (Loss)	<u>-</u>	<u>-</u>	<u>115,094</u>	<u>(153)</u>
NON-OPERATING REVENUE (EXPENSES)				
Interest income	237	264	6,147	28
Other revenue	-	-	-	-
Total Non-Operating Revenues (Expenses)	<u>237</u>	<u>264</u>	<u>6,147</u>	<u>28</u>
Income (Loss) Before Contributions and Transfers	237	264	121,241	(125)
Contributions to other funds	3,707,839	-	-	-
Transfers out	(195,255)	-	-	-
Change in Net Position	<u>3,512,821</u>	<u>264</u>	<u>121,241</u>	<u>(125)</u>
Total Net Position - Beginning	(3,512,821)	44,237	726,224	1,123
Prior Period Adjustment	-	-	262,101	-
Total Net Position - Ending, Restated	<u>(3,512,821)</u>	<u>44,237</u>	<u>988,325</u>	<u>1,123</u>
Total Net Position - Ending	<u>\$ -</u>	<u>\$ 44,501</u>	<u>\$ 1,109,566</u>	<u>\$ 998</u>

CSA #8		Total
Carbondale		
\$ -		\$ 128,772
-		128,772
-		13,831
-		13,831
-		114,941
956		7,632
12,799		12,799
13,755		20,431
13,755		135,372
-		3,707,839
-		(195,255)
13,755		3,647,956
152,307		(2,588,930)
		262,101
152,307		(2,326,829)
<u>\$ 166,062</u>		<u>\$ 1,321,127</u>

COUNTY OF AMADOR
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2017

	<u>Waste Management</u>	<u>CSA #4 Sewer</u>	<u>CSA #5 Road Maintenance</u>	<u>CSA #6 Monitoring/ Sewer</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 63,923	\$ -	\$ 119,925	\$ 8,847
Payments to suppliers	(16,753)	-	(4,831)	(9,000)
Net Cash Provided (Used) by Operating Activities	<u>47,170</u>	<u>-</u>	<u>115,094</u>	<u>(153)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Grants, taxes and other receipts	18,838	-	-	-
Transfer to other funds	(195,255)	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(176,417)</u>	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on investments	394	240	5,432	25
Net Cash Provided (Used) by Investing Activities	<u>394</u>	<u>240</u>	<u>5,432</u>	<u>25</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(128,853)	240	120,526	(128)
Balances - Beginning	<u>128,853</u>	<u>44,188</u>	<u>987,249</u>	<u>1,111</u>
Balances - Ending	<u>\$ -</u>	<u>\$ 44,428</u>	<u>\$ 1,107,775</u>	<u>\$ 983</u>
RECONCILIATION OF OPERATING INCOME LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ -	\$ -	\$ 115,094	\$ (153)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Decrease (increase) in:				
Accounts receivable	63,923	-	-	-
Increase (decrease) in:				
Accounts payable	(16,753)	-	-	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 47,170</u>	<u>\$ -</u>	<u>\$ 115,094</u>	<u>\$ (153)</u>

CSA #8		Total
Carbondale		
\$ -		\$ 192,695
-		(30,584)
-		162,111
12,799		31,637
-		(195,255)
12,799		(163,618)
852		6,943
852		6,943
13,651		5,436
152,139		1,313,540
<u>\$ 165,790</u>		<u>\$ 1,318,976</u>
\$ -		\$ 114,941
-		63,923
-		(16,753)
<u>\$ -</u>		<u>\$ 162,111</u>

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Internal Service Funds

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COUNTY OF AMADOR
Combining Statement of Net Position
Internal Service Funds
June 30, 2017

	<u>General Services</u>			<u>Self Insurance</u>
	<u>Support</u>	<u>Motor Pool</u>	<u>Communication</u>	
ASSETS				
Current Assets:				
Cash and investments	\$ 53,896	\$ 1,325,511	\$ 29,260	\$ 1,265,005
Receivables:				
Accounts	5,046	13,626	1,251	-
Interest	191	2,141	-	1,501
Total Current Assets	<u>59,133</u>	<u>1,341,278</u>	<u>30,511</u>	<u>1,266,506</u>
Noncurrent Assets:				
Capital Assets :				
Non depreciable	15,000	-	-	-
Depreciable, net	23,056	721,454	-	-
Total Noncurrent Assets	<u>38,056</u>	<u>721,454</u>	<u>-</u>	<u>-</u>
Total Assets	<u>97,189</u>	<u>2,062,732</u>	<u>30,511</u>	<u>1,266,506</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred pension adjustments	86,482	84,435	-	55,406
Total Deferred Outflows of Resources	<u>86,482</u>	<u>84,435</u>	<u>-</u>	<u>55,406</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	6,094	14,338	2,104	28,577
Compensated absences payable	4,124	19,933	-	3,150
Claims payable	-	-	-	90,000
Total Current Liabilities	<u>10,218</u>	<u>34,271</u>	<u>2,104</u>	<u>121,727</u>
Noncurrent Liabilities:				
Compensated absences payable	4,124	19,933	-	3,150
Net pension liability	90,294	88,157	-	57,849
Net OPEB obligation	4,323	44	-	720
Total Noncurrent Liabilities	<u>98,741</u>	<u>108,134</u>	<u>-</u>	<u>61,719</u>
Total Liabilities	<u>108,959</u>	<u>142,405</u>	<u>2,104</u>	<u>183,446</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred pension adjustments	(3,846)	(3,755)	-	(2,464)
Total Deferred Inflows of Resources	<u>(3,846)</u>	<u>(3,755)</u>	<u>-</u>	<u>(2,464)</u>
NET POSITION				
Investment in capital assets	38,056	721,454	-	-
Unrestricted	40,502	1,287,063	28,407	1,140,930
Total Net Position	<u>\$ 78,558</u>	<u>\$ 2,008,517</u>	<u>\$ 28,407</u>	<u>\$ 1,140,930</u>

Totals

\$ 2,673,672

19,923

3,833

2,697,428

15,000

744,510

759,510

3,456,938

226,323

226,323

51,113

27,207

90,000

168,320

27,207

236,300

5,087

268,594

436,914

(10,065)

(10,065)

759,510

2,496,902

\$ 3,256,412

COUNTY OF AMADOR
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
For the Year Ended June 30, 2017

	<u>General Services</u>			<u>Self Insurance</u>
	<u>Support</u>	<u>Motor Pool</u>	<u>Communication</u>	
OPERATING REVENUES				
Charges for services	\$ 615,963	\$ 985,579	\$ 111,661	\$ 762,882
Total Operating Revenues	<u>615,963</u>	<u>985,579</u>	<u>111,661</u>	<u>762,882</u>
OPERATING EXPENSES				
Salaries and benefits	221,002	228,839	-	132,260
Services and supplies	344,169	423,707	106,681	1,109,913
Depreciation	29,578	251,560	-	-
Total Operating Expenses	<u>594,749</u>	<u>904,106</u>	<u>106,681</u>	<u>1,242,173</u>
Operating Income (Loss)	<u>21,214</u>	<u>81,473</u>	<u>4,980</u>	<u>(479,291)</u>
NON-OPERATING REVENUE (EXPENSES)				
Interest income	603	7,536	-	4,304
Other revenues	5,987	81,539	-	230,189
Total Non-Operating Revenue (Expenses)	<u>6,590</u>	<u>89,075</u>	<u>-</u>	<u>234,493</u>
Income (Loss) Before Transfers	<u>27,804</u>	<u>170,548</u>	<u>4,980</u>	<u>(244,798)</u>
Transfers in	-	-	-	360,800
Change in Net Position	<u>27,804</u>	<u>170,548</u>	<u>4,980</u>	<u>116,002</u>
Total Net Position - Beginning	<u>50,754</u>	<u>1,837,969</u>	<u>23,427</u>	<u>1,024,928</u>
Total Net Position - Ending	<u>\$ 78,558</u>	<u>\$ 2,008,517</u>	<u>\$ 28,407</u>	<u>\$ 1,140,930</u>

Totals

\$ 2,476,085

2,476,085

582,101

1,984,470

281,138

2,847,709

(371,624)

12,443

317,715

330,158

(41,466)

360,800

319,334

2,937,078

\$ 3,256,412

COUNTY OF AMADOR
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2017

	<u>General Services</u>			<u>Self Insurance</u>
	<u>Support</u>	<u>Motor Pool</u>	<u>Communication</u>	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 612,094	\$ 1,007,550	\$ 110,894	\$ 762,882
Payments to suppliers	(347,732)	(424,204)	(106,122)	(1,098,323)
Payments to employees	(222,931)	(228,494)	-	(133,586)
Net Cash Provided (Used) by Operating Activities	<u>41,431</u>	<u>354,852</u>	<u>4,772</u>	<u>(469,027)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Other receipts	5,987	81,539	-	230,189
Transfers from other funds	-	-	-	360,800
Net Cash Provided (Used) by Noncapital Financing Activities	<u>5,987</u>	<u>81,539</u>	<u>-</u>	<u>590,989</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	-	(275,849)	-	-
Principal paid on debt	(9,851)	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(9,851)</u>	<u>(275,849)</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on investments	491	6,719	-	3,994
Net Cash Provided (Used) by Investing Activities	<u>491</u>	<u>6,719</u>	<u>-</u>	<u>3,994</u>
Net Increase (Decrease) in Cash and Cash Equivalents	38,058	167,261	4,772	125,956
Balances - Beginning	<u>15,838</u>	<u>1,158,250</u>	<u>24,488</u>	<u>1,139,049</u>
Balances - Ending	<u>\$ 53,896</u>	<u>\$ 1,325,511</u>	<u>\$ 29,260</u>	<u>\$ 1,265,005</u>

Totals

\$ 2,493,420
(1,976,381)
(585,011)

(67,972)

317,715
360,800

678,515

(275,849)
(9,851)

(285,700)

11,204

11,204

336,047

2,337,625

\$ 2,673,672

COUNTY OF AMADOR
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2017

	<u>General Services</u>			<u>Self Insurance</u>
	<u>Support</u>	<u>Motor Pool</u>	<u>Communication</u>	
RECONCILIATION OF OPERATING INCOME LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ 21,214	\$ 81,473	\$ 4,980	\$ (479,291)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	29,578	251,560	-	-
Decrease (increase) in:				
Accounts receivable	(3,869)	21,971	(767)	-
Pension adjustments - deferred outflows	(86,482)	(84,435)	-	(55,406)
Increase (decrease) in:				
Accounts payable	(3,563)	(497)	559	(28,410)
Compensated absences payable	(1,935)	334	-	(1,454)
Net pension liability	90,294	88,157	-	57,849
Net OPEB obligation	40	44	-	149
Claims payable	-	-	-	40,000
Pension adjustments - deferred inflows	(3,846)	(3,755)	-	(2,464)
Net Cash Provided (Used) by Operating Activities	<u>\$ 41,431</u>	<u>\$ 354,852</u>	<u>\$ 4,772</u>	<u>\$ (469,027)</u>

Totals

\$ (371,624)

281,138

17,335
(226,323)

(31,911)
(3,055)
236,300
233

40,000
(10,065)

\$ (67,972)

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Fiduciary Funds

- **Trust and Agency Funds**

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COUNTY OF AMADOR
Combining Statement of Net Position
Investment Trust Funds
June 30, 2017

	Special Districts Governed by Local Boards	School Districts	Totals
ASSETS			
Cash and investments	\$ 5,372,879	\$ 17,260,209	\$ 22,633,088
Total Assets	5,372,879	17,260,209	22,633,088
LIABILITIES			
Accounts payable	-	-	-
Total Liabilities	-	-	-
NET POSITION			
Held in trust for investment pool participants	5,372,879	17,260,209	22,633,088
Total Net Position	\$ 5,372,879	\$ 17,260,209	\$ 22,633,088

COUNTY OF AMADOR
Combining Statement of Changes in Net Position
Investment Trust Funds
For the Year Ending June 30, 2017

	Special Districts Governed by Local Boards	School Districts	Totals
ADDITIONS			
Contributions:			
Contributions to investment pool	\$ 172,617	\$ 7,832,623	\$ 8,005,240
Net investment income:			
Interest income	34,780	94,911	129,691
	207,397	7,927,534	8,134,931
DEDUCTIONS			
Distributions from investment pool	2,349,271	147,380	2,496,651
	2,349,271	147,380	2,496,651
Total Change in Net Position	(2,141,874)	7,780,154	5,638,280
Net Position - Beginning	7,514,753	9,480,055	16,994,808
Net Position - Ending	\$ 5,372,879	\$ 17,260,209	\$ 22,633,088

COUNTY OF AMADOR
Combining Statement of Assets and Liabilities
Agency Funds
June 30, 2017

	<u>County Agency Funds</u>	<u>Totals</u>
ASSETS		
Cash and investments	\$ 9,982,628	\$ 9,982,628
Receivables:		
Interest	1,041	1,041
Taxes	2,822,071	2,822,071
Total Assets	<u>\$ 12,805,740</u>	<u>\$ 12,805,740</u>
LIABILITIES		
Agency obligations	<u>\$ 12,805,740</u>	<u>\$ 12,805,740</u>
Total Liabilities	<u>\$ 12,805,740</u>	<u>\$ 12,805,740</u>

COUNTY OF AMADOR
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2017

COUNTY AGENCY FUNDS	<u>Balance</u> <u>June 30, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2017</u>
ASSETS				
Cash and investments	\$ 11,051,940	\$ 1,153,461	\$ 2,222,773	\$ 9,982,628
Receivables				
Interest	764	1,041	764	1,041
Taxes	2,852,786	2,822,071	2,852,786	2,822,071
Total Assets	<u>\$ 13,905,490</u>	<u>\$ 3,976,573</u>	<u>\$ 5,076,323</u>	<u>\$ 12,805,740</u>
LIABILITIES				
Agency obligations	<u>\$ 13,905,490</u>	<u>\$ 3,976,573</u>	<u>\$ 5,076,323</u>	<u>\$ 12,805,740</u>
Total Liabilities	<u>\$ 13,905,490</u>	<u>\$ 3,976,573</u>	<u>\$ 5,076,323</u>	<u>\$ 12,805,740</u>