

County of Trinity, California
Comprehensive Annual Financial Report
For the Fiscal Year Ended
June 30, 2017



PREPARED BY
AUDITOR-CONTROLLER'S OFFICE





Mission Statement

With transparency and integrity Trinity County works responsively to create and maintain a safe and healthy quality of life for all citizens.



**COUNTY OF TRINITY
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2017**

	<u>Page</u>
INTRODUCTORY SECTION	
Letter of Transmittal	i-vi
Organizational Chart	vii
Board of Supervisors and Other County Officials	viii
GFOA Certificate	ix
FINANCIAL SECTION	
Independent Auditors' Report	1-3
Management's Discussion and Analysis	4-15
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	16
Statement of Activities	17-18
Fund Financial Statements:	
Balance Sheet – Governmental Funds	19
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position – Governmental Activities	20
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	21
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities – Governmental Activities	22
Proprietary Funds:	
Statement of Net Position	23
Statement of Revenues, Expenses and Changes in Net Position	24
Statement of Cash Flows	25-26
Fiduciary Funds:	
Statement of Fiduciary Net Position	27
Statement of Changes in Fiduciary Net Position	28
Notes to the Basic Financial Statements	29-69

**COUNTY OF TRINITY
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED JUNE 30, 2017**

	<u>Page</u>
FINANCIAL SECTION (continued)	
Required Supplementary Information:	
Schedule of Changes in the Net Pension Liability and Related Ratios – Miscellaneous Plan	70
County’s Proportionate Share of Net Pensions Liability Cost Sharing Plans	71
Schedule of County’s Pension Contribution	72
Schedule of Funding Progress – Other Post Employment Benefits Plan (OPEB)	72
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Budgetary Comparison Schedule:	
General Fund	73-78
Road Fund	79
Human Services Fund	80
HOME/CDBG Programs Fund	81
Mental Health	82
Notes to the Required Supplementary Information	83
Supplementary Financial Information:	
Combining and Individual Fund Statements:	
Nonmajor Governmental Funds:	
Combining Balance Sheet	87-91
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	92-96
Budgetary Comparison Schedule:	
Tobacco Program	97
Fish and Game	98
Non-Transit	99
TRANS	100
Special Aviation	101
Hayfork Lighting District	102
Weaverville Lighting District	103
Transportation Commission	104
CDC PHEP	105
MHSA Other Funding	106
MHSA	107
General Government	108
Public Protection	109
Public Ways	110
Health and Sanitation	111
Public Assistance	112
Disaster Recovery Initiative	113
Health Realignment	114
Mental Health Realignment	115
Emergency Services	116
Capital Projects	117
Debt Service	118

**COUNTY OF TRINITY
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED JUNE 30, 2017**

	<u>Page</u>
FINANCIAL SECTION (continued)	
Supplementary Financial Information (continued):	
Combining and Individual Fund Statements (continued):	
Internal Service Funds:	
Combining Statement of Net Position	120
Combining Statement of Revenues, Expenses and Changes in Net Position	121
Combining Statement of Cash Flows	122-123
Agency Fund:	
Statement of Changes in Assets and Liabilities	125
 STATISTICAL SECTION (UNAUDITED)	
Government-Wide Net Position by Component	127
Changes in Net Position	128-129
Fund Balances, Governmental Funds	130
Changes in Fund Balances, Governmental Funds	131
Governmental Activities Tax Revenues by Source	132
Assessed Value and Estimated Actual Value of Taxable Property	133
Direct and Overlapping Property Tax Rates	134
Ten Principal Property Taxpayers	135
Assessed Value of Taxable Property	136
Outstanding Lease and Debt Obligations	137
Ratios of General Bonded Debt Outstanding	138
Direct and Overlapping Debt	139
Legal Debt Margin Information	140
County Total Sales and Use Tax Revenues	141
Demographic and Economic Statistics	142
Full-Time Equivalent County Government Employees by Function	143
Major Employers	144
Operating Indicators by Function	145
Capital Assets Statistics by Function	146





TRINITY COUNTY

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P.O. BOX 1230, WEAVERVILLE, CALIFORNIA 96093-1230
PHONE (530) 623-1317

December 30, 2017

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

It is our pleasure to present the County of Trinity Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2017. California law requires that every local government publish a complete set of audited financial statements. This report is published to fulfill that requirement.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the County. To the best of our knowledge and belief, the data presented are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of the County of Trinity.

Gallina, LLP, Certified Public Accountants, have issued an unqualified opinion on the County of Trinity's financial statements for the year ended June 30, 2017. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A serves to complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

One of the State's original twenty-seven counties, the County was established by an act of the State Legislature on February 18, 1850.

The County is a general law county divided into five supervisorial districts on the basis of registered voters and populations. Policy making and legislative authority rests with the five-member County Board of Supervisors who serve staggered four-year terms. Also elected by the citizens of Trinity County to a four-year term are the Auditor-Controller, Assessor-Clerk Recorder-Elections, District Attorney, Sheriff and Treasurer-Tax Collector. Additional management consists of six department heads appointed by the Board of Supervisors, one appointed by the Trinity County Superior Court, and one appointed by the University of California. A County Administrative Officer appointed by the Board of Supervisors manages the day-to-day business affairs of the County.

California counties are a political subdivision of the State of California and serve the needs of the citizens within the boundaries of each individual county. Trinity County, with an average of 279 full-time equivalent employees, serves the needs of the local citizens by providing public safety, sanitation, health and social services, the construction and maintenance of highways,

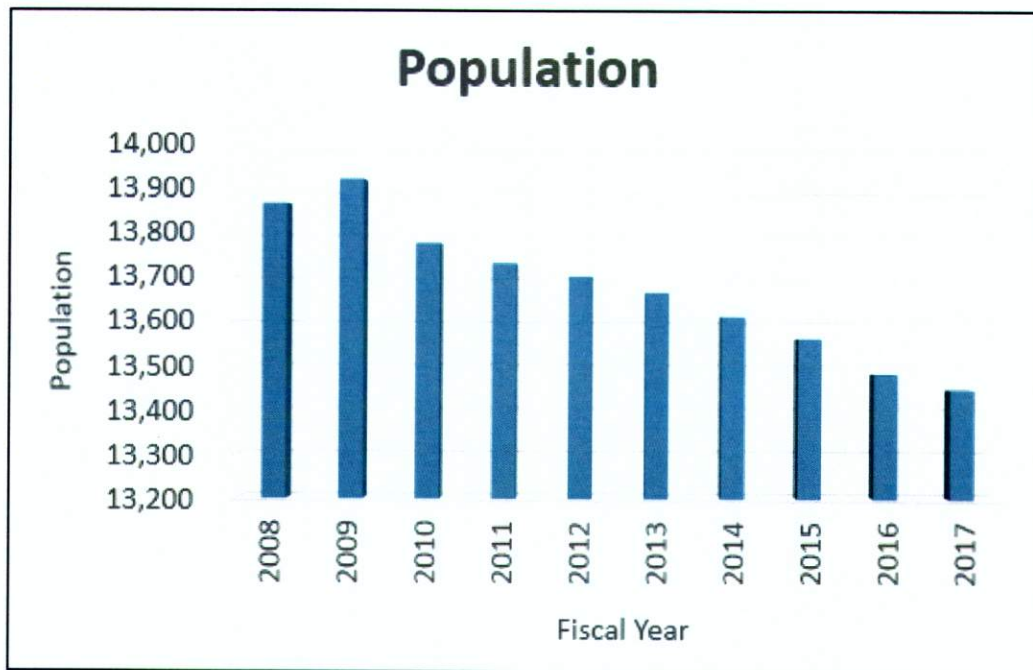
streets, and infrastructure assets, cultural and recreational opportunities, public improvements, planning and zoning, and general administrative services.

The County is required by state law to adopt a final budget no later than October 2nd. This annual budget serves as a foundation for the County's financial planning and control. Budgets are adopted for all governmental and proprietary funds and are prepared in accordance with the County Budget Act. The legal level of budgetary control is maintained at the fund, department, and income code level with more stringent control over capital assets. The Board must approve amendments or transfers of appropriations between funds or departments. Supplemental appropriations necessary and normally financed by unanticipated revenues during the fiscal year must also be approved by the Board.

County Geography and Demographics

Trinity County is a large, rugged and mountainous, heavily forested Northern California county bordered by the counties of Humboldt, Mendocino, Shasta, Siskiyou and Tehama and covers an area of approximately 2 million acres of land.

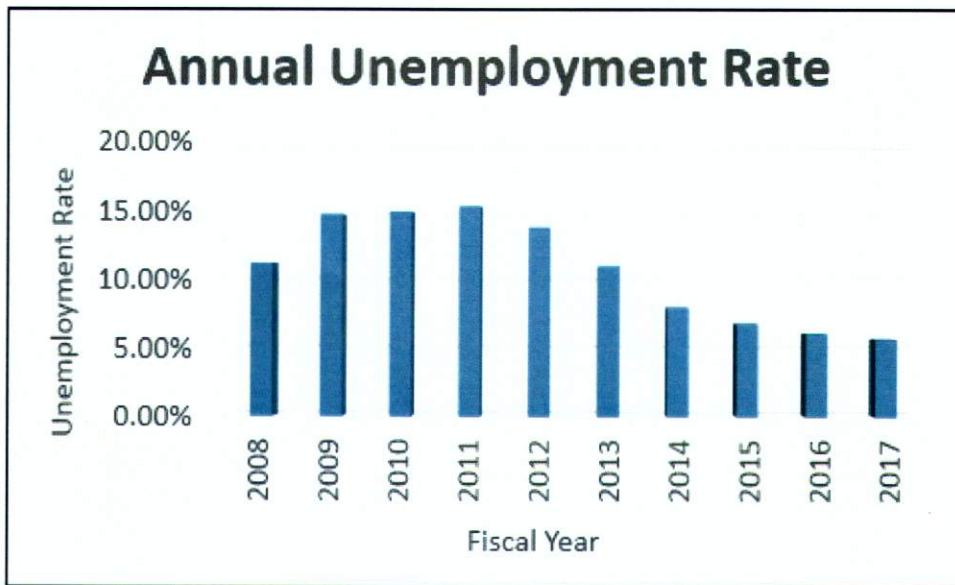
The State Department of Finance estimated Trinity County's population as of July 1, 2017 to be 13,447 a decrease of 35 since July 1, 2016.



Economic Condition and Outlook

Trinity County's economy has been historically based on agriculture, timber and tourism, all of which continue to be an integral part of our community and important contributors to the County's tax base.

For the fiscal year ending June 30, 2017, revenue sources remained fairly consistent with previous years and fund balances available for appropriation. We anticipate the County will continue to be challenged to meet the demands for public services and maintain a structurally balanced budget.



As of June 2017, the County's unemployment rate was 5.7%. The California statewide rate at the same time was 4.9%. The County unemployment rate during June of the previous year was 6.1%, an indicator of an improving unemployment rate in the County, yet still above the statewide average.

Trinity County continues a proven track record of balancing its annual budgets, even during the most difficult times. State imposed revenue reductions, unfunded mandates, and the slowly improving national and state economies continue to present challenges to local governments throughout California and Trinity County is no exception to that rule.

County department heads, both elected and appointed, work cooperatively and successfully with the County Administrative Officer and Board of Supervisors on budget and fiscal matters. County leaders are continually seeking opportunities for improving efficiencies within our organization.

County Budget Overview

While the economy continues a gradual recovery, extraordinary challenges still remain for local governments throughout California, and the County of Trinity is no exception. Discretionary revenues such as property taxes remain stable while the demand and cost for public services continues to increase. Nevertheless, the County's general fund budget remains structurally balanced.

The County's annual budget is prepared with the following goals in mind:

1. Develop a responsible, sustainable budget and budget plan that will enable the County to maintain its fiscal solvency during both the short-term and over the long-term.
2. Minimize negative impacts on service levels provided to the public;
3. Maintaining current staff levels through minimal layoffs and work furloughs.

All of these goals were achieved during the fiscal year ending June 30, 2017.

Major Accomplishments and Goals

During the fiscal year ending June 30, 2017, County departments accomplished many objectives and continued progress in many areas while successfully performing their day to day responsibilities and duties. Examples include the following:

- Received certificate from the Government Finance Officers Association for our 2015/16 Comprehensive Annual Financial Report. This is the second year we have received this certificate and reflects the highest form of recognition in the area of governmental accounting and financial reporting.
- Paid off 1998 Pension Obligation Bond
- Received \$750,000 award for the construction of a peer respite home.
- Reviewed and implemented Internal Revenue Service requirements for fringe benefits.
- Implemented option for payment by credit card in Solid Waste, Probation, Clerk and Courts.

Future Goals:

- Continue prudent fiscal management.
- Seek grants to improve major County infrastructure.
- Complete the upgrade of the County financial accounting system.
- Develop Cannabis Cultivation Licensing and Certification Program.
- Construct new Adult Criminal Justice Facility.
- Construct new Transit Maintenance Facility.

Financial information and Condition

The management of the County of Trinity is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal control structure is designed to provide reasonable, but not absolute, assurance these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived. This evaluation of cost to benefit requires estimates and judgments by management.

The County is required to undergo an annual Single Audit in conformity with the provisions of the Single Audit Act and U.S. Office of Management and Budget Circular A-133, Audits of State and Local Governments. Information related to this Single Audit, including the schedule of federal financial assistance, findings and recommendations, and Auditor's report on the internal control structure and compliance with applicable laws and regulations are included in the Single Audit report, which is issued as a separate document.

The accounting methods and procedures adopted by the County of Trinity conform to Generally Accepted Accounting Principles (GAAP) as applied to governmental entities. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable and the criteria set by Governmental Accounting Standard Board (GASB) Statement No.14, as amended by GASB Statement No. 61.

The County maintains budgetary controls to ensure compliance with the legal provisions contained in the annual appropriated budget approved by the County Board of Supervisors under the provision of Sections 29080-29093 of the Government Code. Those provisions set timelines and requirements for establishing a county budget each fiscal year. The County of Trinity Board of Supervisors, in conjunction with the Auditor-Controller, efficiently and responsibly adheres to those provisions.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units, although legally separate entities, are in substance, part of the government's operations. Blended component units are an extension of the County and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. Each component unit has a June 30th year-end.

Blended Component Units

The County reporting entity includes component units because of their operational and financial relationship with the County. In Trinity County, Weaverville and Hayfork Lighting District's are included because the County of Trinity Board of Supervisors serves as their governing board.

Discretely Presented Component Units

The County Board of Supervisors appoints the governing board of Trinity County Waterworks District No. 1, and thus they are discretely presented within our financial documents.

Cash Management

The prime and overriding objective of the County is to protect the safety of the principal of the Investment Pool through the judicious purchase of those legal investments permitted to local agencies, as defined in the State of California Government Code, consistent with current conditions and the other dominant objectives pursuant to managing a local agency portfolio. The Treasurer places investments with the objective of obtaining a respectable rate of return, subject to market conditions, not attempting to maximize yield at the expense of safety, liquidity, availability, or diversification.

Debt Administration

As of June 30, 2017, the County had total long-term liabilities of \$82,078,304. This includes general obligations and special assessment debt, certificates of participation, capital leases, compensated absences, liability for self-insurance, loans payable, net Other Post Employee Benefits (OPEB) obligation and Net Pension Liability. Activities related to existing long-term debt can be found in the Notes to the Basic Financial Statements.

Other Information

California Government Code requires an annual audit of the books of accounts, financial records, and transactions of all offices of the County by independent certified public accountants. The County selected CliftonLarsonAllen, LLP, Certified Public Accountants to perform this requirement for fiscal year ending June 30, 2017. The audit was designed to meet the requirements of the Single Audit Act and related U.S. Office of Management and Budget's Circular A-133, in addition to requirements set forth by state statutes. The Independent auditor's report on the general purpose financial statements and individual fund statements and schedules is included in the financial section of this report. The supplementary auditor report of internal control and compliance with applicable laws and regulation is issued separately.

Acknowledgements


The preparation of Comprehensive Annual Financial Statements is possible only through the effort and determination of those involved in the preparation. Those involved in the compilation of this comprehensive document included our independent auditor's CliftonLarsonAllen, LLP, Craig Goodman, CPA, the Auditor-Controller and staff, the County Administrative Officer and staff, and those providing ongoing statistical data. We would like to recognize their contribution to the preparation of this Comprehensive Annual Financial Report.

As always, we recognize the County Board of Supervisors for their continued efforts to maintain the fiscal health of Trinity County, while striving to address the issues important to the citizens of Trinity County.

Respectfully submitted,

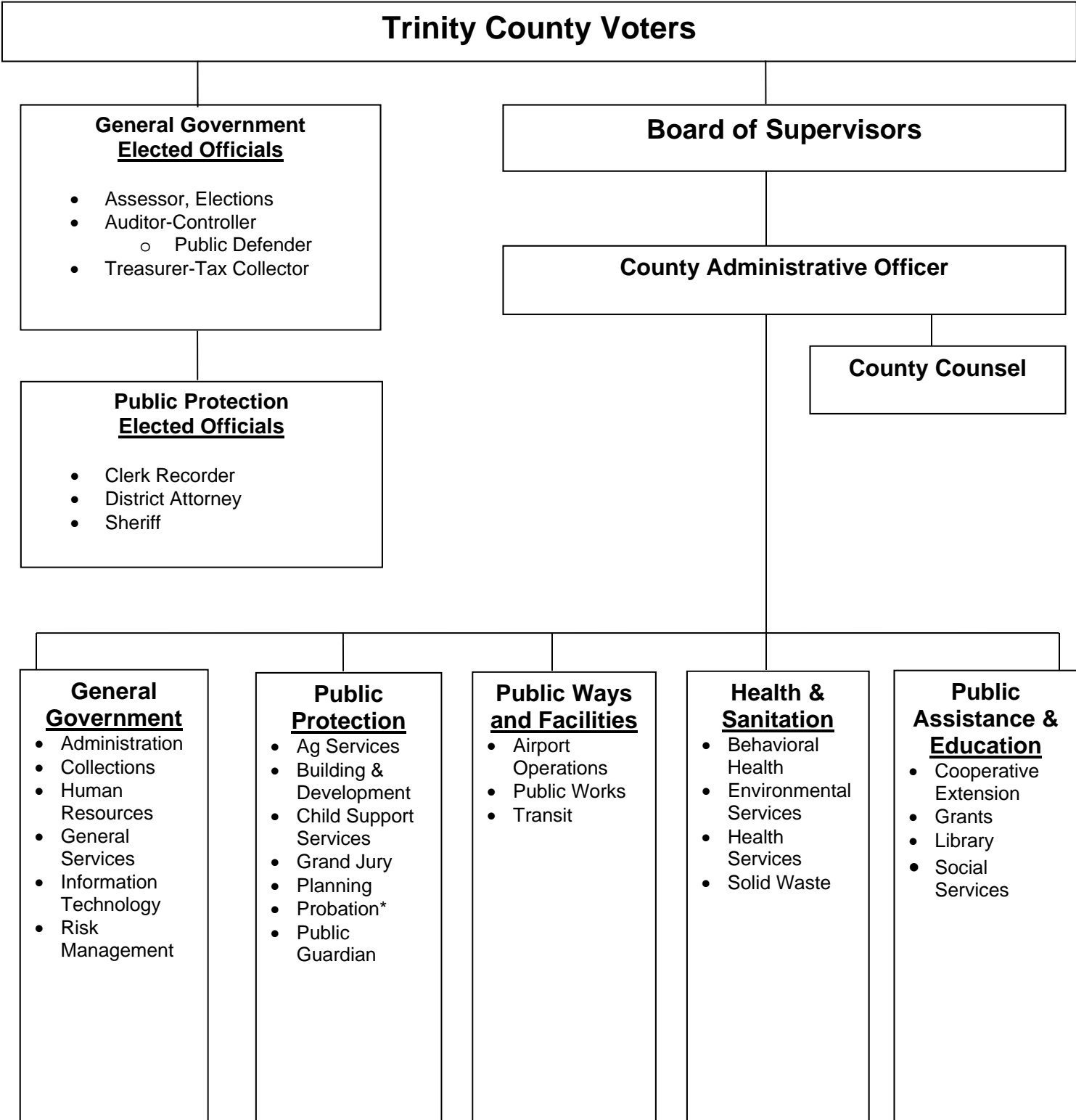


Margaret Long
County Counsel



Angela Bickle
Auditor-Controller

**COUNTY OF TRINITY
ORGANIZATIONAL CHART
JUNE 30, 2017**



*Appointed by the Trinity County Superior Court.

**COUNTY OF TRINITY
BOARD OF SUPERVISORS AND OTHER COUNTY OFFICIALS
JUNE 30, 2017**

Board of Supervisors

District 1—Keith Groves
District 2—Judy Morris
District 3—Bobbie Chadwick
District 4—Bill Burton
District 5—John Fenley

Elected Department Heads

Auditor/Controller—Angela Bickle
Clerk/Recorder/Assessor—Shanna White
District Attorney—Eric Heryford
Sheriff—Bruce Haney
Treasurer/Tax Collector—Terri McBrayer

Appointed Department Heads

Interim County Administrative Officer – Margaret Long
County Counsel—Margaret Long, Prentice, Long & Epperson
Chief Probation Officer—Tim Rogers
Department of Transportation—Rick Tippett
Behavioral Health—Noel O'Neill
Child Support Services—Lisa Dugan
Health and Human Services—Leticia Garza
Ag Commissioner/Sealer—Jeff Dolf
Human Resources – Shelly Pourian

COUNTY OF TRINITY
GOVERNMENT FINANCE OFFICERS ASSOCIATION CERTIFICATE
JUNE 30, 2017



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**County of Trinity
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

A handwritten signature in black ink, which appears to read "Jeffrey R. Egan".

Executive Director/CEO





INDEPENDENT AUDITORS' REPORT





INDEPENDENT AUDITORS' REPORT

Board of Supervisors
County of Trinity
Weaverville, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Trinity, California (the 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Waterworks District No. 1 which represent 100% of the assets, net position and revenues of the discretely presented component unit. These financial statements were audited by other auditors, whose reports thereon have been furnished to us, and our opinion insofar as they relate to the amounts included in the discretely presented component unit, is based solely on the report by other auditors. 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.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in the net pension liability and related ratios, the schedule of County's proportionate share of net pension liability cost sharing plans, schedule of County's pension contributions, schedule of funding progress – other postemployment benefits, 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

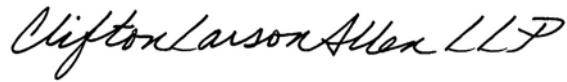
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes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

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 26, 2017 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Roseville, California
December 26, 2017





MANAGEMENT'S DISCUSSION AND ANALYSIS

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

This section of the County of Trinity's (County) annual financial report presents our discussion and analysis of the County's performance during the fiscal year that ended June 30, 2017. This discussion and analysis should be read 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 most recent fiscal year by \$79,743,790 (*net position*).
- The government's total net position decreased by \$10,297,745. Governmental activities net position decreased by \$9,542,307. Business-type activities net position decreased by \$755,438.
- At the close of the current fiscal year, the County's governmental funds reported combined fund balances of \$22,539,885 a decrease of \$548,875 in comparison with the prior fiscal year. This decrease is due to expenditures exceeding revenues.
- The County's unassigned fund balance for the general fund was \$1,874,112. Absent the merger of the old hospital fund, the County's unassigned fund balance would have been \$9,584,771 or 49.3% of total general fund expenditures.
- The County's net investment in capital assets decreased by \$10,595,169 due primarily to depreciation exceeding purchases of capital assets in the current fiscal year.
- The County's total long-term liabilities increased by \$5,743,674 in comparison with the prior fiscal year. This was primarily due to a \$4.2 million increase in the Net Other Post-Employment Benefits (OPEB) obligation and a \$3.7 million increase in net pension liability offset by the annual payments made against existing long-term liabilities.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components 1) **Government-wide** financial statements; 2) **Fund** financial statements and 3) **Notes** to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

Government-Wide Financial Statements

Government-wide financial statements are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business, which uses the full accrual basis of accounting. The Government-wide Financial Statements are comprised of the following two components:

The ***statement of net position*** presents information on all County assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

The **statement of activities** presents information showing how the County'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 result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or in part a portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, education and recreation. The business-type activities of the County include solid waste, transit and cemetery.

Component units are included in the County's basic financial statements and consist of legally separate entities for which the County is financially accountable, and that have substantially the same board as the County or provide services entirely to the County. Hayfork Lighting District is an example of a component unit of the County.

Fund Financial Statements

Fund financial statements are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal compliance. The funds of the County are 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 funds' financial statements focus on *near-term inflows* and *outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the county's near-term financing requirements.

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

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

The County maintains five individual governmental funds that are considered major 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, Road Fund, Human Services, HOME/CDBG Programs and Mental Health Fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Proprietary funds are maintained two ways: *Enterprise funds* and *Internal service funds*. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the County's solid waste, transit and cemetery services. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its motor pool, copier expenses and OPEB.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Solid Waste and Transit Funds are considered major enterprise funds of the County. The non-major enterprise fund is the cemetery fund. The County's three internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the individual internal service funds is provided in the form of combining statements elsewhere in 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's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Basic Financial Statements

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

Required Supplementary Information

Required Supplementary Information is presented concerning actuarial information related to the County's retirement and retiree healthcare plans as well as certain budgetary information. Budgetary comparison schedules have been provided for all major governmental funds to demonstrate compliance with the County's adopted annual appropriated budget for each fund.

Combining and Individual Fund Statements and Schedules

Combining and individual fund statements and schedules referred to earlier provide information for non-major governmental funds, enterprise, internal service, and fiduciary funds and are presented immediately following the required supplementary information.

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

Following is the comparative analysis of government-wide data for fiscal years 2016-2017 and 2015-2016.

Statement of Net Position June 30, 2017 and 2016						
	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Assets						
Current and other assets	\$ 32,294,034	\$ 33,287,406	\$ 1,637,815	\$ 1,540,574	\$ 33,931,849	\$ 34,827,980
Capital assets	127,229,449	137,688,451	1,981,088	2,191,216	129,210,537	139,879,667
Total assets	<u>159,523,483</u>	<u>170,975,857</u>	<u>3,618,903</u>	<u>3,731,790</u>	<u>163,142,386</u>	<u>174,707,647</u>
Deferred Outflows of Resources						
Deferred pension	9,190,879	4,243,939	554,826	289,980	9,745,705	4,533,919
Liabilities						
Current and other liabilities	2,913,558	4,087,169	1,087,835	846,618	4,001,393	4,933,787
Long-term liabilities	76,221,258	71,190,247	10,881,317	10,168,655	87,102,575	81,358,902
Total liabilities	<u>79,134,816</u>	<u>75,277,416</u>	<u>11,969,152</u>	<u>11,015,273</u>	<u>91,103,968</u>	<u>86,292,689</u>
Deferred Inflows of Resources						
Deferred pension	1,883,303	2,703,830	157,030	203,512	2,040,333	2,907,342
Net Position						
Invested in capital assets, net of related debt	127,229,449	137,688,451	1,608,245	1,744,412	128,837,694	139,432,863
Restricted	14,659,121	15,291,341	-	-	14,659,121	15,291,341
Unrestricted	(54,192,327)	(55,741,242)	(9,560,698)	(8,941,427)	(63,753,025)	(64,682,669)
Total net assets	<u>\$ 87,696,243</u>	<u>\$ 97,238,550</u>	<u>\$ (7,952,453)</u>	<u>\$ (7,197,015)</u>	<u>\$ 79,743,790</u>	<u>\$ 90,041,535</u>

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows exceeded liabilities and deferred inflows by \$79,743,790 at the close of the most recent fiscal year.

The largest portion of the County's net position, \$128,837,694, reflects its investment in capital assets (e.g., land and easements, structures and improvements, infrastructure, and equipment), less any related debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Another important portion of the County's net position, \$14,659,121, represents resources that are subject to external restrictions on how they may be used. The remaining balance of the County's net position indicates a deficit balance of \$63,753,025.

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The County's net position decreased \$10.3 million during the current fiscal year. The negative change in the County's net position is due to a \$7.0 million decrease in capital grants and contributions for public ways and facilities projects, \$4.2 million increase in the Net Other Post-Employment Benefits (OPEB) obligation and a \$3.7 million increase in net pension liability.

At the end of the current fiscal year, the County reported a positive net position balance for Governmental activities, but a deficit net position for business-type activities.

The following table indicates the changes in net position for governmental and business-type activities for fiscal years 2016-2017 and 2015-2016.

**Statement of Activities
For the Years Ended June 30, 2017 and 2016
(in thousands)**

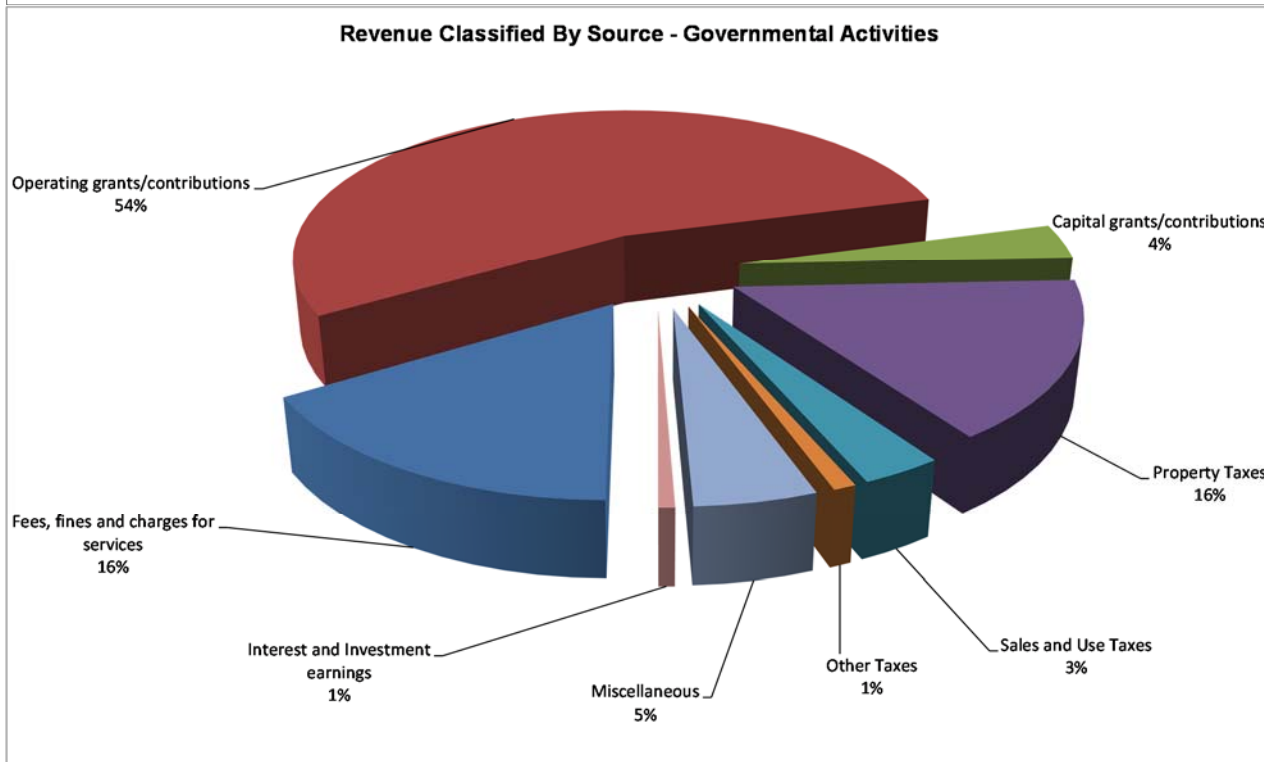
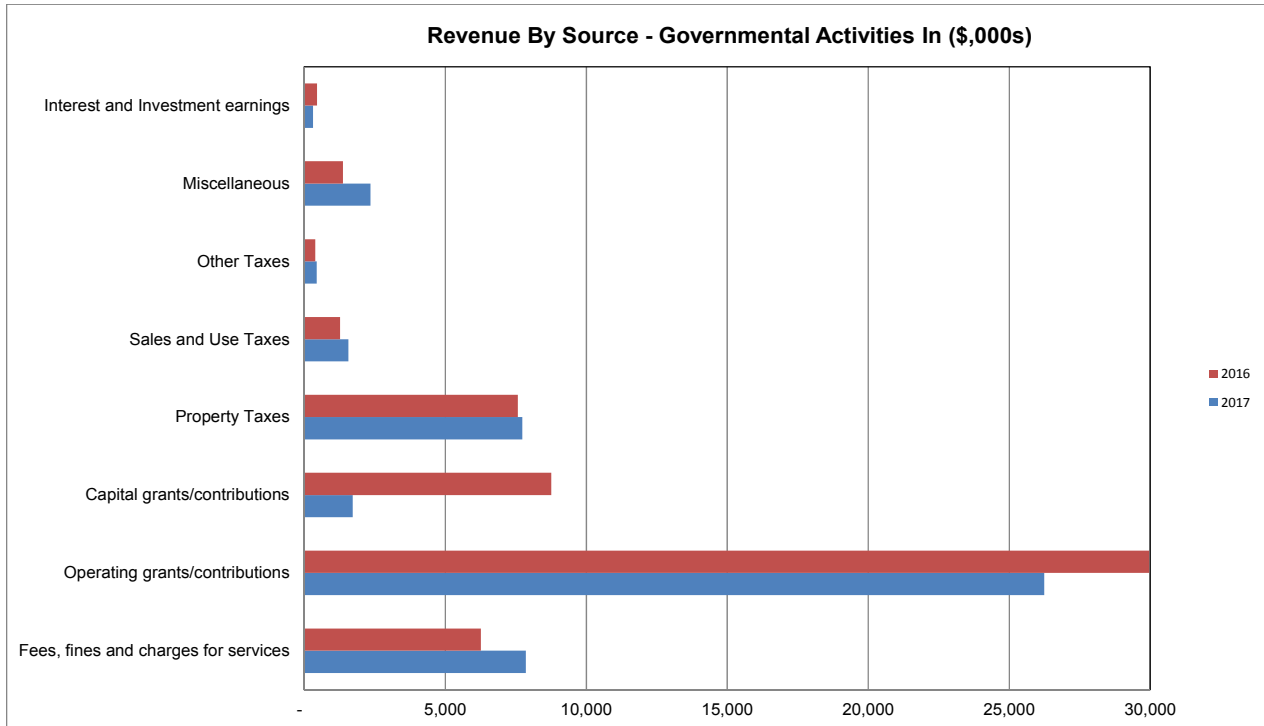
Revenues	Governmental Activities		Business-Type Activities		Total		Variance
	2017	2016	2017	2016	2017	2016	
Program Revenues:							
Fees, fines and charges for services	\$ 7,860	\$ 6,264	\$ 2,848	\$ 2,797	\$ 10,708	\$ 9,061	18.2%
Operating grants/contributions	26,241	29,962	505	885	26,746	30,847	-13.3%
Capital grants/contributions	1,710	8,755	--	--	1,710	8,755	-80.5%
General Revenues:							
Property Taxes	7,728	7,573	136	147	7,864	7,720	1.9%
Sales and Use Taxes	1,558	1,263	--	--	1,558	1,263	23.4%
Other Taxes	438	388	--	--	438	388	0.0%
Transfers	(58)	(2)	58	2	--	--	0.0%
Miscellaneous	2,347	1,370	2	7	2,349	1,377	70.6%
Interest and Investment earnings	310	455	23	19	333	474	-29.7%
Total Revenues	48,134	56,028	3,572	3,857	51,706	59,885	-13.7%
Expenses							
General government	4,799	4,653	--	--	4,799	4,653	3.1%
Public protection	12,695	13,188	--	--	12,695	13,188	-3.7%
Public ways and facilities	19,008	19,870	--	--	19,008	19,870	-4.3%
Health and sanitation	9,103	7,720	--	--	9,103	7,720	17.9%
Public assistance	11,279	12,422	--	--	11,279	12,422	-9.2%
Education	368	368	--	--	368	368	0.0%
Recreation and culture	--	--	--	--	--	--	0.0%
Interest on long-term debt	425	520	--	--	425	520	-18.3%
Cemetaries	--	--	3	5	3	5	-40.0%
Transit	--	--	822	807	822	807	1.9%
Solid Waste	--	--	3,502	2,964	3,502	2,964	18.2%
Total Expenses	57,677	58,741	4,327	3,776	62,004	62,517	-0.8%
Change in Net Position	(9,543)	(2,713)	(755)	81	(10,298)	(2,632)	291.3%
Net position - Beginning	97,239	99,952	(7,197)	(7,278)	145,005	153,363	-5.4%
Prior period adjustment	--	--	--	--	--	--	--
Net Position - Ending	\$ 87,696	\$ 97,239	\$ (7,952)	\$ (7,197)	\$ 79,744	\$ 90,042	-11.4%

The County's revenues from governmental activities decreased by \$7.9 million or 14.1% over the prior fiscal year. This decrease was due primarily to a decrease of \$7.0 million in capital grants and contributions, a decrease of \$3.7 million in operating grants and contributions offset by an increase of \$1.6 million in fees, fines, and forfeiture revenues and an increase of \$1.0 in miscellaneous revenues.

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

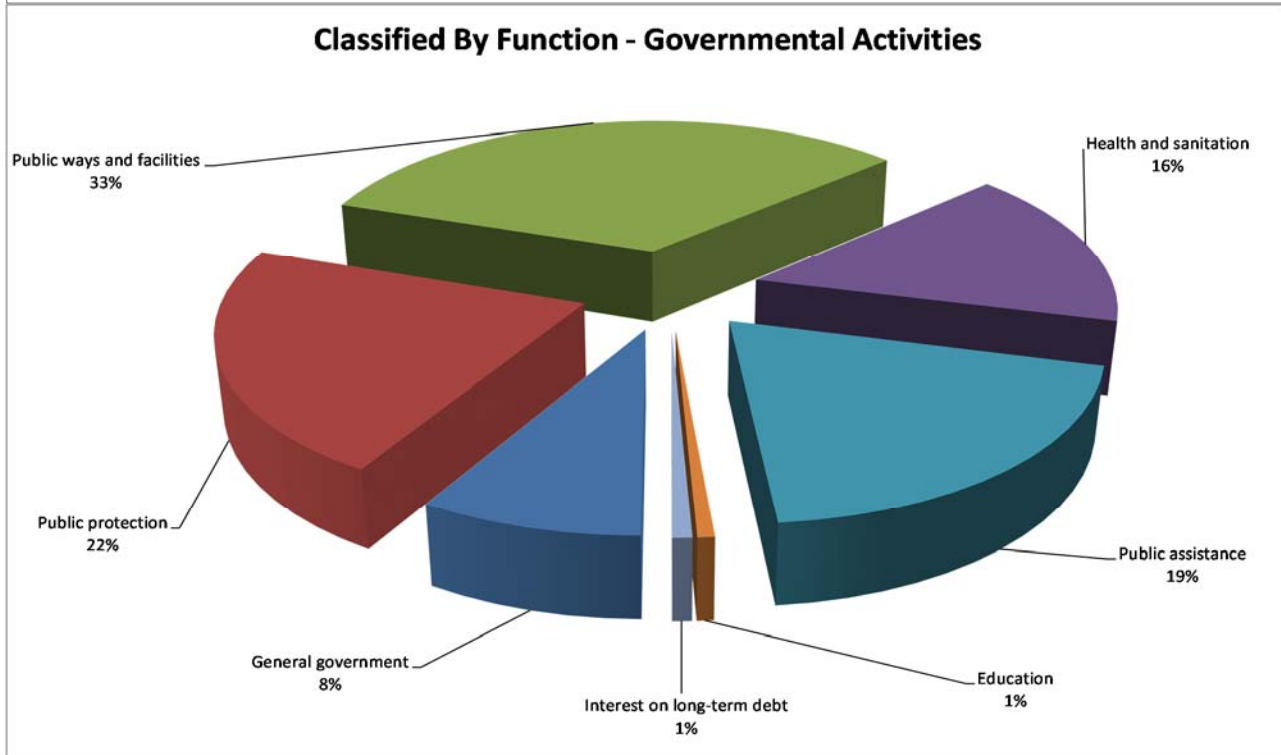
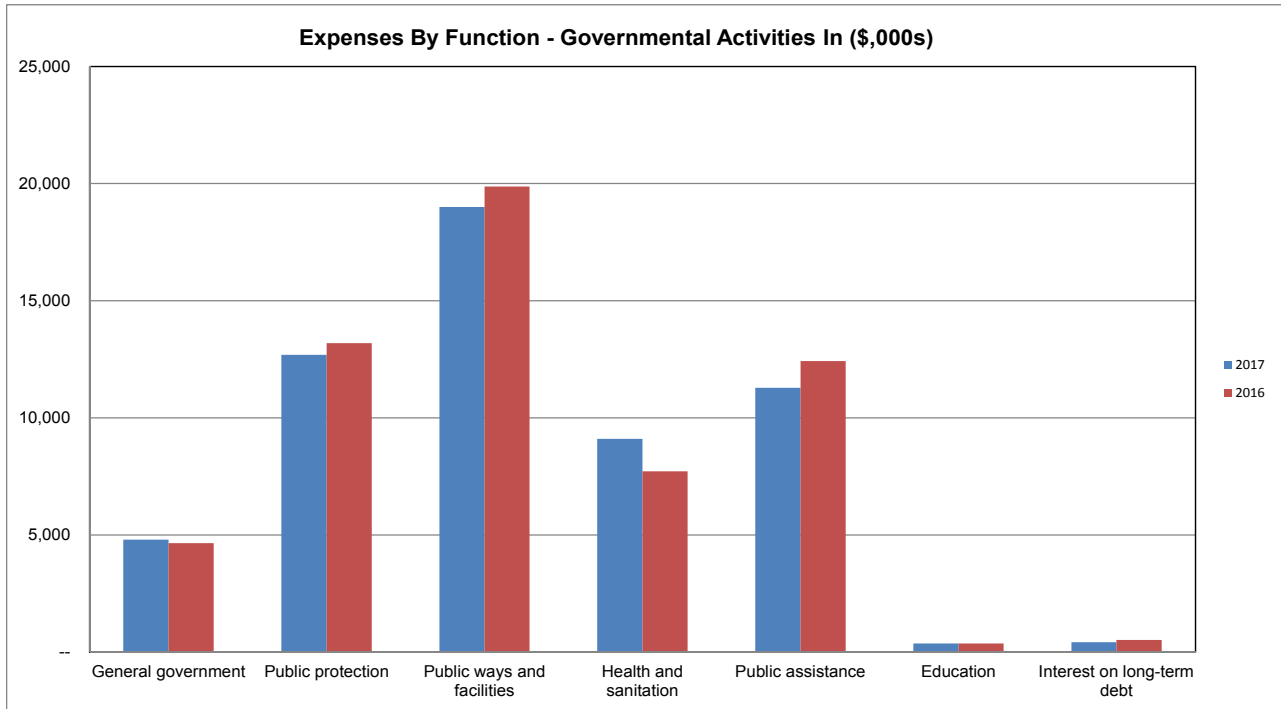
GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The County's expenses from governmental activities decreased by \$1.1 million or 1.8% over the prior fiscal year. This decrease was due primarily to a decrease of \$1.1 million in public assistance expenses.



**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)



**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental funds. The general government functions are contained in the General, Special Revenue, Debt Service, and Capital Projects Funds. Included in these funds are the special districts governed by the Board of Supervisors. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *assigned and unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The County's management may commit assigned or unassigned fund balance for a particular function, project, or activity, which may extend beyond the current fiscal year. However, committed, assigned, and unassigned fund balances are available for appropriation at any time. See Note 9 – Net Position/Fund Balance in the notes to the financial statements for a more detailed fund balance break down.

**Changes in Fund Balance - Governmental Funds
For Fiscal Years Ended June 30, 2017**

	General	Road Fund	Human Services	HOME Grant	Mental Health Services	Governmental Funds	Total
Revenues	\$ 19,648,691	\$ 5,032,324	\$ 7,458,352	\$ 43,070	\$ 1,928,637	\$ 14,336,191	\$ 48,447,265
Expenditures	(19,426,959)	(6,956,485)	(10,809,895)	(47,583)	(5,058,256)	(6,602,036)	(48,901,214)
Other Financing Sources (Uses), net	597,234	(96,701)	3,539,175	--	3,367,345	(7,501,979)	(94,926)
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Uses	818,966	(2,020,862)	187,632	(4,513)	237,726	232,176	(548,875)
Fund Balance - Beginning of Year	1,280,690	7,386,678	218,365	4,263,532	165,333	9,774,162	23,088,760
Fund Balance - End of Year	<u>\$ 2,099,656</u>	<u>\$ 5,365,816</u>	<u>\$ 405,997</u>	<u>\$ 4,259,019</u>	<u>\$ 403,059</u>	<u>\$ 10,006,338</u>	<u>\$ 22,539,885</u>

At June, 30, 2017, the County's governmental funds reported combined fund balances of \$22,539,885. Of these combined fund balances, \$1,065,784 is *nonspendable fund balance* to indicate that it is not available for new spending because it is not in spendable form, \$17,452,165 constitutes *restricted fund balance* which is available to meet specific current and future County needs, and \$4,021,936 constitutes *assigned and unassigned fund balance*, which is available to meet the County's current and future needs.

The General Fund is the County's main operating fund. During the fiscal year, fund balance in the General Fund increased by \$818,966. This increase was due primarily to an increase in license and permit revenues in the General Fund.

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS (continued)

As of July 2007, the County is no longer responsible or liable for hospital operations and facilities. The hospital remains open, under the management and operation of the Mountain Communities Healthcare District (Health District), an entity separate and independent of the County, providing the same services as prior to its transfer to the Healthcare District. Prior to the transfer of the former Trinity Hospital to a separate financing authority and subsequently to the Healthcare District, the Hospital Fund had an accumulated deficit in the amount of approximately \$7.5 million. As of June 30, 2017, the accumulated deficit fund balance is \$7,710,659. This amount has been absorbed by the General Fund as the former deficit is now the responsibility of the General Fund.

The County uses the Road Fund to account for maintenance and construction of roads within the County. During the fiscal year, fund balance in the Road Fund decreased by \$2,020,862. This decrease is due to a decrease in intergovernmental revenues received from various State and Federal sources.

The County uses the Human Services Fund to account for health and human services and social services program activity within the County. During the fiscal year, fund balance in the Human Services Fund increased by \$187,632. This increase is primarily due to an increase in Intergovernmental revenues received from various State and Federal sources.

The County uses the HOME/CDBG Programs Fund to account for HOME/CDBG grant program activities within the County. During the fiscal year, fund balance in the HOME/CDBG Programs Fund decreased by \$4,513. This decrease is due to program expenditures exceeding revenues.

The Mental Health fund accounts for revenues and expenditures for support of various mental health programs. During the fiscal year, fund balance in the Mental Health Fund increased by \$237,726. This increase is due to program revenues and interfund transfers exceeding expenditures.

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

The Solid Waste Fund is used to account for the operations and the maintenance of the solid waste facilities. As of June 30, 2017, unrestricted net position of the Solid Waste Fund were at a deficit of \$7,822,436, while total net position was a deficit of \$9,560,698. Total net position of the solid waste decreased by \$645,576 due to an increase of \$0.2 million in closure and postclosure costs, \$0.2 million increase in salaries and benefits expense and an increase of \$0.1 in services and supplies expense.

The Transit Fund is used to fund the operations of Trinity Transit. As of June 30, 2017, unrestricted net position of the transit fund was a deficit of \$849,479, while net position was a deficit of \$187,054. Total net position of the transit decreased by \$112,229 due to program expenses exceeding revenues.

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS (continued)

**Changes in Net Position – Proprietary Funds
For Fiscal Year Ended June 30, 2017**

	Solid Waste	Transit Funds	Non-major Enterprise Funds	Total
Operating Revenues	\$ 2,760,008	\$ 84,086	\$ 5,667	\$ 2,849,761
Operating Expenditures	(3,488,380)	(822,145)	(3,492)	(4,314,017)
Operating Income (Loss)	(728,372)	(738,059)	2,175	(1,464,256)
Non-Operating Revenue (Expense)	188,412	461,738	192	650,342
Net Income before Transfers	(539,960)	(276,321)	2,367	(813,914)
Contributions and Transfers In (Out)	(105,616)	164,092	-	58,476
Change in Net Position	(645,576)	(112,229)	2,367	(755,438)
Net Position - Beginning of Year	(7,176,860)	(74,825)	54,670	(7,197,015)
Net Position - End of Year	<u>\$ (7,822,436)</u>	<u>\$ (187,054)</u>	<u>\$ 57,037</u>	<u>\$ (7,952,453)</u>

GENERAL FUND BUDGETARY HIGHLIGHTS

Resources (revenues) and appropriations (expenditures) are controlled at the object level within budget units for the County and represent the legal level of budgetary controls. During the current fiscal year, actual general fund revenues were \$19,648,691 or 10.32% more than budget, while actual general fund expenditures were \$19,426,959 or 9.44% under budget. In addition, actual other financing sources (uses) were \$597,324 or -12.49% less than budget.

**Budgetary Comparison Schedule
General Fund**

	Original	Final	Actual	Variance with Final Budget	
Total Revenues	\$ 16,878,579	\$ 17,810,326	\$ 19,648,691	\$ 1,838,365	10.32%
Total Expenditures	20,299,024	21,453,147	19,426,959	2,026,188	9.44%
Other Financing Sources (Uses)	963,674	682,506	597,234	(85,272)	-12.49%
Net Change in Fund Balance	<u>\$ (2,456,771)</u>	<u>\$ (2,960,315)</u>	<u>\$ 818,966</u>	<u>\$ 3,779,281</u>	<u>127.66%</u>

Differences between the original budget and the final amended budget were relatively minor. The County's budget continues to be a challenge because of the sluggish economy.

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

CAPITAL ASSETS

The County's investment in capital assets as of June 30, 2017, amounted to \$128,837,694 (net of accumulated depreciation and related debt). This investment in a broad range of capital assets includes land, construction in progress, infrastructure (roads and bridges), structures and improvements, and equipment.

The following table shows the County's total investment in capital assets for governmental and proprietary funds.

**Total Investment in Capital Assets
For Fiscal Years Ended June 30, 2017 and 2016**

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land	\$ 1,193,657	\$ 1,193,657	\$ 241,816	\$ 241,816	\$ 1,435,473	\$ 1,435,473
Construction in Progress	26,620,499	23,738,721	22,934	14,152	26,643,433	23,752,873
Structures & Improvements	22,642,860	22,500,279	1,490,912	1,490,912	24,133,772	23,991,191
Equipment	12,621,905	12,326,061	3,247,924	3,220,830	15,869,829	15,546,891
Infrastructure	260,432,820	260,432,820	18,292	18,292	260,451,112	260,451,112
Total	323,511,741	320,191,538	5,021,878	4,986,002	328,533,619	325,177,540
Accumulated Depreciation	(196,282,292)	(182,503,087)	(3,040,790)	(2,794,786)	(199,323,082)	(185,297,873)
Net Capital Assets	\$ 127,229,449	\$ 137,688,451	\$ 1,981,088	\$ 2,191,216	\$ 129,210,537	\$ 139,879,667

Additional information on the County's capital assets can be found in Note 5 in the Notes to the Financial Statements.

LONG-TERM LIABILITIES

At June 30, 2017, the County had total long-term liabilities outstanding of \$87,102,576 as compared to \$81,358,902 in the prior fiscal year. During the current fiscal year, retirement of liabilities amounted to \$3,915,834; while additions to long-term liabilities amounted to \$9,659,508 and were comprised primarily of a \$3,718,048 increase in net pension liability and the current fiscal year's increase to the net OPEB obligation of \$4,153,728.

**COUNTY OF TRINITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

LONG-TERM LIABILITIES (CONTINUED)

The following table shows the composition of the County's total outstanding long-term liabilities.

**Total Outstanding Long-Term Liabilities
For Fiscal Years Ended June 30, 2017 and 2016**

	Governmental Activities		Business Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
Certificate of Participation	\$ 3,255,000	\$ 4,805,000	\$ -	\$ -	\$ 3,255,000	\$ 4,805,000
Capital Lease	-	-	372,843	446,804	372,843	446,804
Compensated absences	969,113	1,056,761	71,323	61,471	1,040,436	1,118,232
Liability for self-insurance	1,165,217	1,678,399	-	-	1,165,217	1,678,399
Contracts payable	815,500	959,974	-	-	815,500	959,974
Net OPEB Obligation	25,440,411	21,641,975	2,370,877	2,015,586	27,811,288	23,657,561
Liability for landfill closure	-	-	5,024,271	4,792,960	5,024,271	4,792,960
Net pension liability	44,576,017	41,048,138	3,042,003	2,851,834	47,618,020	43,899,972
Total	<u>76,221,258</u>	<u>71,190,247</u>	<u>10,881,317</u>	<u>10,168,655</u>	<u>87,102,575</u>	<u>81,358,902</u>
Less Current Portion	<u>(1,301,075)</u>	<u>(2,654,508)</u>	<u>(121,509)</u>	<u>(114,942)</u>	<u>(1,422,584)</u>	<u>(2,769,450)</u>
Net Long-Term Debt	<u>\$ 74,920,183</u>	<u>\$ 68,535,739</u>	<u>\$ 10,759,808</u>	<u>\$ 10,053,713</u>	<u>\$ 85,679,991</u>	<u>\$ 78,589,452</u>

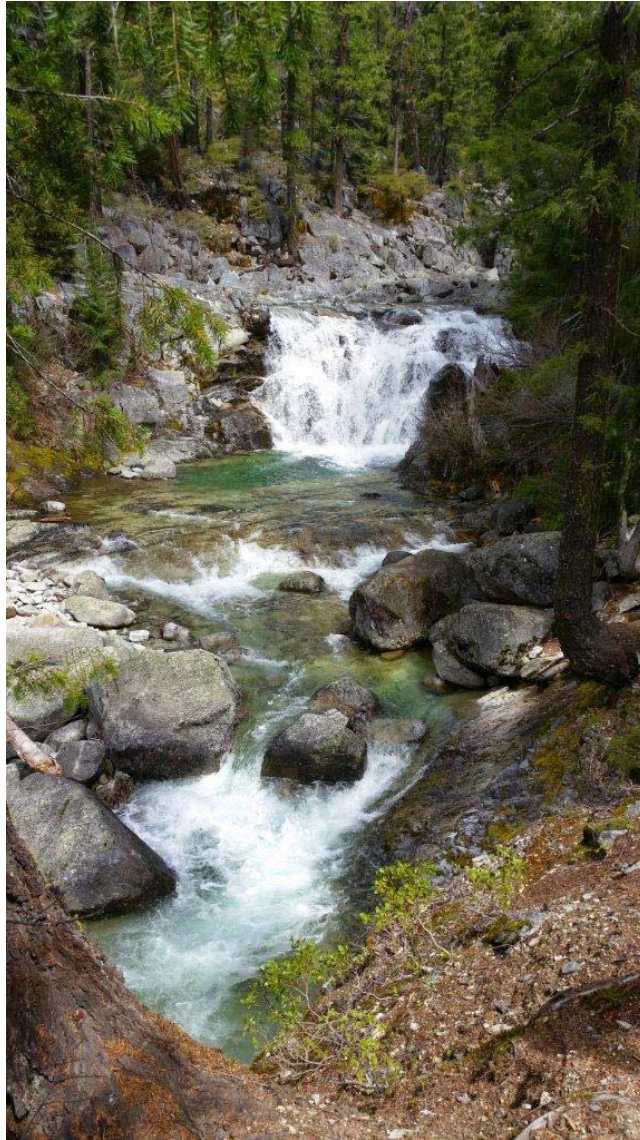
Additional information on the County's long term debt can be found in Note 6 in the Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

In the 2017-2018 budget year, conservative financial management must continue. This approach will prevent erosion of the County's financial base and allow for future obligations to be met. The local economy continues to recover at a slow pace, providing minimal revenue increases. The County should continue to closely monitor cash flow issues and be cognizant of the ever changing streams of State and Federal funding.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Trinity County Auditor's Office at PO Box 1230, Weaverville, California 96093.





*BASIC FINANCIAL STATEMENTS
GOVERNMENT-WIDE FINANCIAL STATEMENTS*



**COUNTY OF TRINITY
STATEMENT OF NET POSITION
JUNE 30, 2017**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Totals	Waterworks District No. 1
ASSETS				
Cash and investments	\$ 19,465,581	\$ 1,422,556	\$ 20,888,137	\$ 531,397
Cash with Fiscal Agent	465,031	-	465,031	-
Accounts Receivable	241,470	46,482	287,952	49,221
Interest Receivable	31,841	2,073	33,914	-
Due from Other Governments	2,146,373	466,809	2,613,182	-
Prepaid Expenses	4,456	7,327	11,783	-
Loan and Notes Receivable	4,947,047	-	4,947,047	-
Deposits with Others	3,844,637	-	3,844,637	-
Inventories	840,166	-	840,166	32,195
Internal Balances	307,432	(307,432)	-	-
Capital Assets:				
Nondepreciable	27,814,156	264,750	28,078,906	4,000
Depreciable, Net	99,415,293	1,716,338	101,131,631	9,071,796
Total Assets	<u>159,523,483</u>	<u>3,618,903</u>	<u>163,142,386</u>	<u>9,688,609</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Pension	9,190,879	554,826	9,745,705	26,452
LIABILITIES				
Accounts Payable	1,960,660	372,068	2,332,728	15,779
Salaries and Benefits Payable	66,024	2,597	68,621	6
Interest Payable	126,809	1,050	127,859	-
Deposits from Others	13,939	1,661	15,600	19,268
Unearned Revenue	746,126	710,459	1,456,585	-
Long-Term Liabilities:				
Portion Due or Payable within One Year:				
Bonds Payable	255,000	-	255,000	-
Capital Leases	-	73,961	73,961	24,617
Compensated Absences	646,075	47,548	693,623	3,502
Contract Payable	150,000	-	150,000	-
Liability for Unpaid Claims	250,000	-	250,000	-
Portion Due or Payable after One Year:				
Bonds Payable	3,000,000	-	3,000,000	712,780
Capital Leases	-	298,882	298,882	-
Compensated Absences	323,038	23,775	346,813	-
Contract Payable	665,500	-	665,500	-
Liability for Unpaid Claims	915,217	-	915,217	-
Net OPEB Obligation	25,440,411	2,370,877	27,811,288	-
Liability for Landfill Closure	-	5,024,271	5,024,271	-
Net Pension Liability	44,576,017	3,042,003	47,618,020	1,534,409
Total Liabilities	<u>79,134,816</u>	<u>11,969,152</u>	<u>91,103,968</u>	<u>2,310,361</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension	1,883,303	157,030	2,040,333	40,286
NET POSITION				
Net Investment in Capital Assets	127,229,449	1,608,245	128,837,694	8,338,399
Restricted for:				
General Government	746,227	-	746,227	-
Public Ways and Facilities	7,122,775	-	7,122,775	-
Health and Sanitation	2,407,373	-	2,407,373	-
Public Assistance	4,382,746	-	4,382,746	-
Other County Programs	-	-	-	-
Unrestricted	(54,192,327)	(9,560,698)	(63,753,025)	(973,985)
Total Net Position	<u>\$ 87,696,243</u>	<u>\$ (7,952,453)</u>	<u>\$ 79,743,790</u>	<u>\$ 7,364,414</u>

See accompanying Notes to Financial Statements.

**COUNTY OF TRINITY
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2017**

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	\$ 4,798,899	\$ 3,167,121	\$ 734,220	\$ 68,522
Public Protection	12,695,299	2,519,519	3,764,556	-
Public Ways and Facilities	19,008,352	1,361,596	2,394,714	1,642,060
Health and Sanitation	9,102,494	643,400	8,042,615	-
Public Assistance	11,278,514	164,257	11,302,285	-
Education	368,450	3,795	3,214	-
Interest on Long-Term Debt	424,817	-	-	-
Total Governmental Activities	<u>57,676,825</u>	<u>7,859,688</u>	<u>26,241,604</u>	<u>1,710,582</u>
Business-Type Activities:				
Solid Waste	3,502,139	2,758,668	45,575	-
Cemeteries	3,492	5,667	-	-
Transit	822,145	83,205	459,384	-
Total Business-Type Activities	<u>4,327,776</u>	<u>2,847,540</u>	<u>504,959</u>	<u>-</u>
Total Trinity County	<u>\$ 62,004,601</u>	<u>\$ 10,707,228</u>	<u>\$ 26,746,563</u>	<u>\$ 1,710,582</u>
Component Unit:				
Waterworks District No. 1	<u>\$ 903,772</u>	<u>\$ 699,826</u>	<u>\$ -</u>	<u>\$ -</u>

General Revenues and Transfers:

Taxes:

 Property Taxes

 Sales and Use Taxes

 Transient Occupancy Tax

 Other

Interest and Investment Earnings

Miscellaneous

Transfers

 Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning of Year

Net Position - End of Year

See accompanying Notes to Financial Statements.

Net (Expense) Revenue and Changes in Net Position			Component Unit
Primary Government			Waterworks District No. 1
Governmental Activities	Business-Type Activities	Total	
\$ (829,036)	\$ -	\$ (829,036)	\$ -
(6,411,224)	-	(6,411,224)	-
(13,609,982)	-	(13,609,982)	-
(416,479)	-	(416,479)	-
188,028	-	188,028	-
(361,441)	-	(361,441)	-
(424,817)	-	(424,817)	-
<u>(21,864,951)</u>	<u>-</u>	<u>(21,864,951)</u>	<u>-</u>
-	(697,896)	(697,896)	-
-	2,175	2,175	-
<u>-</u>	<u>(279,556)</u>	<u>(279,556)</u>	<u>-</u>
<u>-</u>	<u>(975,277)</u>	<u>(975,277)</u>	<u>-</u>
(21,864,951)	(975,277)	(22,840,228)	-
			<u>(203,946)</u>
7,727,992	136,245	7,864,237	4,210
1,557,849	-	1,557,849	-
208,629	-	208,629	-
229,014	-	229,014	-
310,452	22,897	333,349	494
2,347,184	2,221	2,349,405	6,162
(58,476)	58,476	-	-
<u>12,322,644</u>	<u>219,839</u>	<u>12,542,483</u>	<u>10,866</u>
(9,542,307)	(755,438)	(10,297,745)	(193,080)
<u>97,238,550</u>	<u>(7,197,015)</u>	<u>90,041,535</u>	<u>7,557,494</u>
<u>\$ 87,696,243</u>	<u>\$ (7,952,453)</u>	<u>\$ 79,743,790</u>	<u>\$ 7,364,414</u>

See accompanying Notes to Financial Statements.





BASIC FINANCIAL STATEMENTS
FUND FINANCIAL STATEMENTS



**COUNTY OF TRINITY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2017**

	General	Road	Human Services	HOME/ CDBG Programs	Mental Health	Other Governmental	Total
ASSETS							
Cash and Investments	\$ -	\$ 3,893,435	\$ 591,453	\$ 551,623	\$ 93,034	\$ 9,143,244	\$ 14,272,789
Imprest Cash	11,428	150	50	-	-	35,712	47,340
Cash with Fiscal Agent	-	-	-	-	-	465,031	465,031
Accounts Receivable	91,809	22,228	-	1,111	5,599	120,723	241,470
Due from Other Governments	398,870	354,559	143,081	-	486,685	763,178	2,146,373
Interest Receivable	4,999	7,750	-	95	239	11,383	24,466
Deposits with Others	3,844,637	-	-	-	-	-	3,844,637
Prepays and Other Assets	4,287	74	-	-	-	-	4,361
Inventories	-	840,166	-	-	-	-	840,166
Due from Other Funds	3,691,442	1,024,988	92,502	280,220	65,388	942,266	6,096,806
Loans Receivable	-	-	-	4,947,047	-	-	4,947,047
Advances to Other Funds	221,257	-	-	-	-	-	221,257
Total Assets	\$ 8,268,729	\$ 6,143,350	\$ 827,086	\$ 5,780,096	\$ 650,945	\$ 11,481,537	\$ 33,151,743
LIABILITIES							
Accounts Payable	\$ 574,170	\$ 289,859	\$ 234,198	\$ -	\$ 245,052	\$ 502,995	\$ 1,846,274
Retention Payable	-	76,688	-	-	-	-	76,688
Salaries and Benefits Payable	5,672	56,428	1,090	-	2,834	-	66,024
Due to Other Funds	4,716,430	-	30,129	692,770	-	350,045	5,789,374
Unearned Revenue	574,789	-	95,981	-	-	75,356	746,126
Deposits from Others	5,451	-	-	-	-	8,488	13,939
Advances from Other Funds	-	-	-	-	-	221,257	221,257
Total Liabilities	5,876,512	422,975	361,398	692,770	247,886	1,158,141	8,759,682
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue	292,561	354,559	59,691	828,307	-	317,058	1,852,176
FUND BALANCES							
Nonspendable	225,544	840,240	-	-	-	-	1,065,784
Restricted	-	4,525,576	405,997	4,259,019	403,059	7,858,514	17,452,165
Assigned	-	-	-	-	-	2,206,502	2,206,502
Unassigned	1,874,112	-	-	-	-	(58,678)	1,815,434
Total Fund Balances	2,099,656	5,365,816	405,997	4,259,019	403,059	10,006,338	22,539,885
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,268,729	\$ 6,143,350	\$ 827,086	\$ 5,780,096	\$ 650,945	\$ 11,481,537	\$ 33,151,743

See accompanying Notes to Financial Statements.

**COUNTY OF TRINITY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
GOVERNMENT-WIDE STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
JUNE 30, 2017**

Fund Balance - Total Governmental Funds	\$ 22,539,885
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.	126,898,321
Unavailable revenues represent amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds.	1,852,176
Deferred outflows of pension resources reported in the statement of net position.	9,190,879
Deferred inflows of pension resources reported in the statement of net position.	(1,883,303)
Internal service funds are used by the County to charge the cost of its motor pool, copier pool and OPEB to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	5,446,352
Long-term liabilities, including capital leases, are not due and payable in the current period, and therefore are not reported in the governmental funds.	
Pension obligation bonds	-
Certificates of participation	(3,255,000)
Accrued interest	(126,809)
Contract payable	(815,500)
Claims liability	(1,165,217)
Compensated absences	(969,113)
OPEB Liability	(25,440,411)
Net pension liability	(44,576,017)
Net position of governmental activities	\$ 87,696,243

See accompanying Notes to Financial Statements.

COUNTY OF TRINITY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017

	General	Road	Human Services	HOME/ CDBG Programs	Mental Health	Other Governmental	Total
REVENUES							
Taxes	\$ 9,322,890	\$ -	\$ -	\$ -	\$ -	\$ 400,594	\$ 9,723,484
Licenses and Permits	1,629,936	9,078	-	-	-	17,366	1,656,380
Fines, Forfeitures, and Penalties	105,508	-	211	-	-	295,389	401,108
Use of Money and Property	72,169	33,422	(673)	43,070	6,857	129,474	284,319
Intergovernmental	2,166,590	3,635,105	7,243,761	-	1,859,079	13,268,054	28,172,589
Charges for Services	4,089,873	1,352,518	164,046	-	62,701	133,062	5,802,200
Other Revenue	2,261,725	2,201	51,007	-	-	92,252	2,407,185
Total Revenues	<u>19,648,691</u>	<u>5,032,324</u>	<u>7,458,352</u>	<u>43,070</u>	<u>1,928,637</u>	<u>14,336,191</u>	<u>48,447,265</u>
EXPENDITURES							
Current:							
General Government	3,982,867	-	-	-	-	141,716	4,124,583
Public Protection	12,447,448	-	34,372	-	-	1,163,994	13,645,814
Public Ways and Facilities	165,535	6,956,485	-	-	-	415,212	7,537,232
Health and Sanitation	2,447,096	-	-	-	5,058,256	1,540,580	9,045,932
Public Assistance	65,156	-	10,775,523	47,583	-	830	10,889,092
Education	318,116	-	-	-	-	-	318,116
Debt Service:							
Principal	-	-	-	-	-	1,695,976	1,695,976
Interest	741	-	-	-	-	438,963	439,704
Capital Outlay	-	-	-	-	-	1,204,765	1,204,765
Total Expenditures	<u>19,426,959</u>	<u>6,956,485</u>	<u>10,809,895</u>	<u>47,583</u>	<u>5,058,256</u>	<u>6,602,036</u>	<u>48,901,214</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	221,732	(1,924,161)	(3,351,543)	(4,513)	(3,129,619)	7,734,155	(453,949)
OTHER FINANCING SOURCES (USES)							
Transfers in	4,200,633	64,019	3,889,104	-	3,752,249	5,085,597	16,991,602
Transfers out	(3,603,399)	(160,720)	(349,929)	-	(384,904)	(12,587,576)	(17,086,528)
Total Other Financing Sources (Uses)	<u>597,234</u>	<u>(96,701)</u>	<u>3,539,175</u>	<u>-</u>	<u>3,367,345</u>	<u>(7,501,979)</u>	<u>(94,926)</u>
NET CHANGE IN FUND BALANCES	818,966	(2,020,862)	187,632	(4,513)	237,726	232,176	(548,875)
Fund Balances - Beginning of Year	<u>1,280,690</u>	<u>7,386,678</u>	<u>218,365</u>	<u>4,263,532</u>	<u>165,333</u>	<u>9,774,162</u>	<u>23,088,760</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,099,656</u>	<u>\$ 5,365,816</u>	<u>\$ 405,997</u>	<u>\$ 4,259,019</u>	<u>\$ 403,059</u>	<u>\$ 10,006,338</u>	<u>\$ 22,539,885</u>

See accompanying Notes to Financial Statements.

**COUNTY OF TRINITY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES
YEAR ENDED JUNE 30, 2017**

Net change to fund balance - total governmental funds \$ (548,875)

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

Governmental funds report capital outlay 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 general capital assets, infrastructure, and other related capital assets adjustments	\$ 3,401,537	
Less: current year depreciation	<u>(13,821,773)</u>	(10,420,236)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		(350,368)
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in compensated absences		87,648
Change in OPEB liability		(3,798,436)
Change in net pension liability and related deferred inflows/outflows		2,239,588
Change in interest payable		16,389
Change in claims liability		513,182

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Contract payable	144,474	
Bonds payable/certificates of participation	<u>1,550,000</u>	1,694,474

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of certain activities of the internal service funds is reported with governmental activities.

		<u>1,024,327</u>
Change in net position of governmental activities		<u><u>\$ (9,542,307)</u></u>

COUNTY OF TRINITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2017

	Business-Type Activities - Enterprise Funds				Governmental
	Solid Waste	Transit	Nonmajor Fund Cemetery	Total Enterprise Funds	Internal Service Funds
ASSETS					
Current Assets:					
Cash and Investments	\$ 1,294,204	\$ 94,232	\$ 32,270	\$ 1,420,706	\$ 5,145,452
Imprest Cash	1,850	-	-	1,850	-
Accounts Receivable	44,530	1,952	-	46,482	-
Due from Other Governments	25,575	441,234	-	466,809	-
Interest Receivable	1,640	382	51	2,073	7,375
Prepays	7,327	-	-	7,327	95
Total Current Assets	<u>1,375,126</u>	<u>537,800</u>	<u>32,321</u>	<u>1,945,247</u>	<u>5,152,922</u>
Noncurrent Assets:					
Capital Assets:					
Nondepreciable	6,000	234,134	24,616	264,750	-
Depreciable, Net	1,287,947	428,291	100	1,716,338	331,128
Total Noncurrent Assets	<u>1,293,947</u>	<u>662,425</u>	<u>24,716</u>	<u>1,981,088</u>	<u>331,128</u>
Total Assets	<u>2,669,073</u>	<u>1,200,225</u>	<u>57,037</u>	<u>3,926,335</u>	<u>5,484,050</u>
DEFERRED OUTFLOWS OR RESOURCES					
Deferred Pension	448,038	106,788	-	554,826	-
LIABILITIES					
Current Liabilities:					
Accounts Payable	348,774	23,294	-	372,068	37,698
Salaries and Benefits Payable	2,297	300	-	2,597	-
Due to Other Funds	-	307,432	-	307,432	-
Interest Payable	1,050	-	-	1,050	-
Other Current Liabilities	1,661	-	-	1,661	-
Unearned Revenue	616,227	94,232	-	710,459	-
Capital Leases	73,961	-	-	73,961	-
Compensated Absences	38,125	9,423	-	47,548	-
Total Current Liabilities	<u>1,082,095</u>	<u>434,681</u>	<u>-</u>	<u>1,516,776</u>	<u>37,698</u>
Noncurrent Liabilities:					
Capital Leases	298,882	-	-	298,882	-
Compensated Absences	19,063	4,712	-	23,775	-
Liability for Landfill Closure	5,024,271	-	-	5,024,271	-
Net OPEB Obligation	2,012,996	357,881	-	2,370,877	-
Net Pension Liability	2,388,681	653,322	-	3,042,003	-
Total Noncurrent Liabilities	<u>9,743,893</u>	<u>1,015,915</u>	<u>-</u>	<u>10,759,808</u>	<u>-</u>
Total Liabilities	<u>10,825,988</u>	<u>1,450,596</u>	<u>-</u>	<u>12,276,584</u>	<u>37,698</u>
DEFERRED INFLOWS OR RESOURCES					
Deferred Pension	113,559	43,471	-	157,030	-
NET POSITION					
Net Investment in Capital Assets	921,104	662,425	24,716	1,608,245	331,128
Unrestricted	(8,743,540)	(849,479)	32,321	(9,560,698)	5,115,224
Total Net Position	<u>\$ (7,822,436)</u>	<u>\$ (187,054)</u>	<u>\$ 57,037</u>	<u>\$ (7,952,453)</u>	<u>\$ 5,446,352</u>

See accompanying Notes to Financial Statements.

COUNTY OF TRINITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2017

	Business-Type Activities - Enterprise Funds				Governmental
	Solid Waste	Transit	Nonmajor Fund Cemetery	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES					
Charges for Services	\$ 2,758,668	\$ 83,205	\$ 5,667	\$ 2,847,540	\$ 3,493,229
Other Revenue	1,340	881	-	2,221	746
Total Operating Revenues	<u>2,760,008</u>	<u>84,086</u>	<u>5,667</u>	<u>2,849,761</u>	<u>3,493,975</u>
OPERATING EXPENSES					
Salaries and Benefits	1,767,546	364,876	-	2,132,422	-
Services and Supplies	1,375,308	325,480	3,492	1,704,280	2,425,969
Depreciation and Amortization	114,215	131,789	-	246,004	107,705
Closure and Postclosure Costs	231,311	-	-	231,311	-
Total Operating Expenses	<u>3,488,380</u>	<u>822,145</u>	<u>3,492</u>	<u>4,314,017</u>	<u>2,533,674</u>
OPERATING INCOME (LOSS)	(728,372)	(738,059)	2,175	(1,464,256)	960,301
NONOPERATING REVENUES (EXPENSES)					
Investment Earnings	20,351	2,354	192	22,897	26,133
Taxes	136,245	-	-	136,245	-
Intergovernmental	45,575	459,384	-	504,959	1,443
Gain (Loss) on Disposal of Capital Assets	-	-	-	-	-
Interest Expense	(13,759)	-	-	(13,759)	-
Total Nonoperating Revenue (Expenses)	<u>188,412</u>	<u>461,738</u>	<u>192</u>	<u>650,342</u>	<u>27,576</u>
INCOME (LOSS) BEFORE TRANSFERS	(539,960)	(276,321)	2,367	(813,914)	987,877
Transfers in	-	523,477	-	523,477	36,450
Transfers out	<u>(105,616)</u>	<u>(359,385)</u>	<u>-</u>	<u>(465,001)</u>	<u>-</u>
CHANGE IN NET POSITION	(645,576)	(112,229)	2,367	(755,438)	1,024,327
Net Position - Beginning of Year	<u>(7,176,860)</u>	<u>(74,825)</u>	<u>54,670</u>	<u>(7,197,015)</u>	<u>4,422,025</u>
NET POSITION - END OF YEAR	<u>\$ (7,822,436)</u>	<u>\$ (187,054)</u>	<u>\$ 57,037</u>	<u>\$ (7,952,453)</u>	<u>\$ 5,446,352</u>

See accompanying Notes to Financial Statements.

**COUNTY OF TRINITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2017**

	Business-Type Activities - Enterprise Funds				Governmental
	Solid Waste	Transit	Nonmajor	Total	Internal
			Fund Cemetery	Enterprise Funds	Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Receipts from Customers and Users	\$ 2,673,713	\$ 82,854	\$ 5,667	\$ 2,762,234	\$ -
Receipts from Interfund Services Provided	-	-	-	-	3,493,975
Cash paid to Suppliers	(1,108,056)	(317,829)	(3,492)	(1,429,377)	(2,549,557)
Cash paid to Employees	(1,569,529)	(318,672)	-	(1,888,201)	-
Net Cash Provided (Used) by Operating Activities	<u>(3,872)</u>	<u>(553,647)</u>	<u>2,175</u>	<u>(555,344)</u>	<u>944,418</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Aid from Other Governmental Agencies	45,575	209,723	-	255,298	1,443
Taxes	136,245	-	-	136,245	-
Due to Other Funds	-	307,432	-	307,432	-
Transfers in	-	523,477	-	523,477	36,450
Transfers out	(105,616)	(359,385)	-	(465,001)	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>76,204</u>	<u>681,247</u>	<u>-</u>	<u>757,451</u>	<u>37,893</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of Capital Assets	-	(35,875)	-	(35,875)	(68,939)
Capital Grants and Allocations	-	-	-	-	-
Principal Payments on Debt	(73,961)	-	-	(73,961)	-
Interest Payments	(13,968)	-	-	(13,968)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(87,929)</u>	<u>(35,875)</u>	<u>-</u>	<u>(123,804)</u>	<u>(68,939)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Received (Paid)	<u>19,748</u>	<u>2,507</u>	<u>175</u>	<u>22,430</u>	<u>22,803</u>
Net Cash Provided (Used) by Investing Activities	<u>19,748</u>	<u>2,507</u>	<u>175</u>	<u>22,430</u>	<u>22,803</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>4,151</u>	<u>94,232</u>	<u>2,350</u>	<u>100,733</u>	<u>936,175</u>
Cash and Cash Equivalents - Beginning of Year	<u>1,291,903</u>	<u>-</u>	<u>29,920</u>	<u>1,321,823</u>	<u>4,209,277</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,296,054</u>	<u>\$ 94,232</u>	<u>\$ 32,270</u>	<u>\$ 1,422,556</u>	<u>\$ 5,145,452</u>
FINANCIAL STATEMENT PRESENTATION					
Cash and Investments	\$ 1,294,204	\$ 94,232	\$ 32,270	\$ 1,420,706	\$ 5,145,452
Imprest Cash	1,850	-	-	1,850	-
Cash and Cash Equivalents - End	<u>\$ 1,296,054</u>	<u>\$ 94,232</u>	<u>\$ 32,270</u>	<u>\$ 1,422,556</u>	<u>\$ 5,145,452</u>

See accompanying Notes to Financial Statements.

**COUNTY OF TRINITY
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2017**

	Solid Waste	Transit	Nonmajor Fund Cemetery	Total Enterprise Funds	Governmental Activities Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (728,372)	\$ (738,059)	\$ 2,175	\$ (1,464,256)	\$ 960,301
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation	114,215	131,789	-	246,004	107,705
Changes in Assets, Liabilities and Deferred Outflows/Inflows:					
Decrease (Increase) in:					
Accounts Receivable	(47,717)	(1,232)	-	(48,949)	-
Deferred Outflows - Pension	(218,872)	(45,974)	-	(264,846)	-
Increase (Decrease) in:					
Accounts Payable and Other Liabilities	267,252	7,651	-	274,903	(123,588)
Salaries and Benefits Payable	720	(483)	-	237	-
Unearned Revenue	(38,578)	-	-	(38,578)	-
Deferred Inflows - Pension	(38,413)	(8,069)	-	(46,482)	-
Compensated Absences Payable	5,578	4,274	-	9,852	-
Net OPEB Obligation	291,846	63,445	-	355,291	-
Net Pension Liability	157,158	33,011	-	190,169	-
Closure/Post Closure Liability	231,311	-	-	231,311	-
Net Cash Provided (Used) by Operating Activities	<u>\$ (3,872)</u>	<u>\$ (553,647)</u>	<u>\$ 2,175</u>	<u>\$ (555,344)</u>	<u>\$ 944,418</u>

See accompanying Notes to Financial Statements.

**COUNTY OF TRINITY
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2017**

	Investment Trust Fund	Agency Funds
ASSETS		
Pooled Cash and Investments	\$ 17,603,064	\$ 4,507,407
Property Taxes Receivable	-	2,541,636
Interest Receivable	28,166	10,964
Total Assets	17,631,230	7,060,007
LIABILITIES		
Agency Funds Held for Others	-	7,060,007
Total Liabilities	-	7,060,007
NET POSITION		
Net Position Held in Trust for Investment Pool Participants	17,631,230	-
Total Net Position	\$ 17,631,230	\$ -

See accompanying Notes to Financial Statements.

**COUNTY OF TRINITY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2017**

	<u>Investment Trust Fund</u>
ADDITIONS	
Contributions to Pooled Investments	\$ 10,012,082
Investment Income	<u>114,038</u>
Total Additions	10,126,120
 DEDUCTIONS	
Distributions from Pooled Investments	<u>12,117,672</u>
Total Deductions	<u>12,117,672</u>
CHANGE IN NET POSITION	(1,991,552)
Net Position - Beginning of Year	<u>19,622,782</u>
NET POSITION - END OF YEAR	<u><u>\$ 17,631,230</u></u>

See accompanying Notes to Financial Statements.







NOTES TO THE BASIC FINANCIAL STATEMENTS

The notes provided in the financial section of this report are considered an integral and essential part of adequate disclosure and fair presentation of this report. The notes include a summary of significant accounting policies for the County, and other necessary disclosure of pertinent matters relating to the financial position of the County. The notes express significant insight to the financial statements and are conjunctive to understanding the rationale for presentation of the financial statements and information contained in this document.



**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Reporting Entity

The County of Trinity (County), the primary government, is a political subdivision of the State of California. It is governed by an elected board of five County Supervisors. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable under the criteria set by Governmental Accounting Standards Board (GASB) Statement No. 14, as amended by GASB Statement No. 61.

The decision to include a component unit in the reporting entity was made by applying the criteria set forth in the Governmental Accounting Standards Board (GASB) Statement No. 14, as amended by GASB Statement No. 61. The basic criteria used in the determination of component units are financial accountability of the County for the component unit. Financial accountability is determined by the following:

- The County appoints a voting majority of a component unit's governing body.
- Ability of the County to impose its will on the component unit, including the ability to affect its day-to-day operations, to remove appointed members of the governing board at will, to modify or approve its budget, to modify its rates or fee charges, to veto, overrule, or modify the decisions of its governing body.
- There is a financial benefit or burden relationship between the primary government and the component unit.
- Fiscal dependency of the component unit on the County, including the inability of the component unit to determine its own budget, levy, taxes, set rates or charges, or issue bonded debt without the approval of the County.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units, although legally separate entities, are in substance, part of the government's operations. Blended component units are an extension of the County and so data from these units are combined with the data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. Each component unit has a June 30th year-end.

Based on the foregoing criteria, the following entities have been classified as blended component units of the County:

- Cemetery Districts
- Hayfork Lighting District
- Weaverville Lighting District Commission
- Trinity County Transportation Commission

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Description of the Reporting Entity (Continued)

The above component units are legally separate entities which are governed by the County's Board of Supervisors and operations are managed by the County; therefore, their financial data has been combined with the County's financial data and presented as blended component units. The separate financial statements for Trinity County Transportation Commission may be obtained by contacting the County.

Discretely Presented Component Unit – Trinity County Waterworks District No. 1, is presented as a discretely presented component unit. The District is administered by a governing board of five members, who are appointed by the Board. Its purpose is to provide water, sewer and irrigation water services to consumers in Hayfork, California. The District is presented as a discretely presented component unit of the County because, although the County Board has no control over the revenues, budgets, staff, or funding decisions made by the District, the appointed District members serve at the will of the Board members who appoint them. A separate stand-alone report can be obtained by writing the Trinity County Waterworks District No. 1, PO Box 217, Hayfork, CA 96041. This report includes the financial statements of the District as of and for the year then ended June 30, 2017.

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities demonstrates the degree to which program expenses of a given function are offset by program revenues. Program expenses include direct expenses, which are clearly identifiable with a specific function, and allocated indirect expenses. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Separate statements for each fund category – governmental, proprietary and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as non-major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

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 general government, public protection, public ways and facilities, health and sanitation, public assistance, education and recreation services.
- The *Road Fund* is used to account for the planning, design, construction, maintenance and administration of the County's roads and infrastructure. Major sources of revenues include federal and state grants and charges for services, such as snow plowing.
- The *Human Services Fund* accounts for a variety of health and social services programs. Major sources of revenues include various federal and state grants.
- The *HOME/CDBG Programs Fund* is used to account for all of the County's federal and state HOME Grant and Community Development Block Grant (CDBG) loans. Major sources of revenues include federal and state grants for CDBG and HOME programs.
- The *Mental Health Fund* accounts for revenues and expenditures for support of various mental health programs.

The County reports the following major enterprise funds:

- The *Solid Waste Fund* accounts for the County's landfill sites, which provide a dumping site for the disposal of solid waste. Revenues are derived from fees generated for the disposal of waste at the site.
- The *Transit Fund* is used to fund the operations of Trinity Transit. Trinity Transit provides services between the communities of Douglas City, Hayfork, Junction City, Lewiston, Redding, Weaverville, and Willow Creek. Regional services connect with neighboring systems: Redding Area Bus Authority in Redding, and Redwood Transit System and Klamath-Trinity Non-Emergency Medical Transportation in Willow Creek. Trinity Transit service is managed by the Trinity County Transportation Commission.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements

The County reports the following additional fund types:

- *Special Revenue Funds* are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- *Debt Service Funds* are used to accumulate financial resources to be used for the repayment of debt (other than proprietary fund debt).
- *Capital Projects Funds* are used to account for financial resources to be used for the acquisition of major capital facilities (other than those financed by proprietary funds).
- *Enterprise Funds* are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the County's Board of Supervisors is that the costs of providing goods to the general public on a continuing basis be financed or recovered primarily through user charges; or where the County's Board of Supervisors has decided that periodic determination of net income is appropriate for accountability purposes.
- *Internal Service Funds* are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.
- *Investment Trust Fund* accounts for the assets of legally separate entities that deposit cash with the County Treasurer. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities and pass through funds for tax collections for other governments. These funds represent the assets, primarily cash and investments, and the related liabilities of the County to disburse these monies on demand.
- *Agency Funds* account for assets held by the County as an agent for various local governments.

C. Basis of Accounting

The government-wide financial statements, proprietary funds, and fiduciary funds 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. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an annual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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 (“susceptible to accrual”). Property and sales taxes, interest, state and federal grants and changes for services are accrued when their receipt occurs within sixty days after the end of the accounting period so as to be measurable and available. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financial sources.

The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

D. Cash and Cash Equivalents

For purposes of the statements of cash flows, the enterprise and internal service funds consider all highly liquid investments with a maturity of three months or less when purchased, and their equity in the County Treasurer’s Investment Pool, to be cash equivalents.

E. Capital Assets

Capital assets (including infrastructure) are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. Capital assets include public domain (infrastructure) general fixed assets consisting of certain improvements including roads, bridges, water/sewer, lighting system, draining systems, and flood control. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

The estimated useful lives are as follows:

Infrastructure	20 to 60 Years
Structures and Improvements	15 to 60 Years
Equipment	3 to 20 Years

Landfills, in the Enterprise Funds, are amortized over the estimated number of years that space will be available. The County has five networks of infrastructure assets: roads, water/sewer, lighting, drainage, and flood control.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Other Assets

Inventory

Inventory consists of expendable supplies held for consumption. In governmental funds, inventories are valued at cost. In proprietary funds, they are valued at lower of cost or market. Cost is determined by using either the weighted average or the first-in, first-out method. The consumption method of accounting of inventory is used for the governmental fund types and the proprietary fund types. For the governmental fund types, inventory is classified as nonspendable fund balance to indicate that it is not available for appropriation.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. For the governmental funds, prepaid expense is classified as nonspendable fund balance to indicate that it is not available for appropriation.

G. Interfund Transactions

Interfund transactions are reflected as loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of inter fund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). 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 classified as nonspendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses and are not eliminated in the process of consolidation to the government-wide presentation. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

H. Compensated Absences

The County accounts for compensated absences (unpaid vacation and sick leave) in accordance with GASB Statement No. 16. In governmental funds, compensated absences are recorded as expenditures in the year paid. As it is County's policy to liquidate any unpaid vacation at June 30 from future resources rather than currently available expendable resources, the entire unpaid liability for the governmental funds is recorded as either a current or long-term liability in the government-wide financial statements. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave benefits that is estimated will be taken as "terminal leave" prior to retirement.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Deferred Inflows/Outflows of Resources

Pursuant to GASB Statement No. 63, "*Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*" and GASB Statement No. 65, "*Items Previously Reported as Assets and Liabilities*," and 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 represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County recognized deferred inflows of resources related to unavailable revenues reported under the modified accrual basis of accounting in the governmental funds balance sheet and related to pensions in its proprietary and government-wide statements. The governmental funds report unavailable revenues from property taxes, intergovernmental revenues from the federal and State governments, and other sources as appropriate. These amounts are deferred and recognized as revenues in the period the amounts become available.

Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized in the current period. Revenue must also be susceptible to accrual (i.e., measurable and available to finance expenditures of the current period). Governmental funds report revenues not susceptible to accrual as deferred 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 represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has deferred outflows of resources related to pensions.

J. Property Tax Revenue

Property taxes attach as an enforceable lien on January 1. Taxes are levied on July 1 and payable in two installments, December 10 and April 10. All general property taxes are then allocated by the County Auditor-Controller's Office to various taxing entities per the legislation implementing Proposition 13. The method of allocation used by the County is subject to review by the State of California. County property tax revenues are recognized when levied in accordance with the alternative method (Teeter Plan) of recording property taxes.

K. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the general purpose financial statements and the reported amount of revenue and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. New Accounting Pronouncements – Current Year

Governmental Accounting Standards Board Statement No. 74

GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, is effective for periods beginning after June 15, 2016. The principal objective of this statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability.

Governmental Accounting Standards Board Statement No. 77

GASB Statement No. 77, Tax Abatement Disclosures, is effective for periods beginning after December 15, 2015. The principal objective of this statement is to assist the users of the financial statements in assessing whether a government's current year revenues were sufficient to pay current year services; whether a government complied with finance-related legal and contractual obligations; where a government's financial resources come from and how it uses them; and a government's financial position and economic condition and how they have changed over time.

Governmental Accounting Standards Board Statement No. 78

GASB Statement No. 78, *Blending Requirements for Certain Component Units*, is effective for periods beginning after December 15, 2015. The principal objective of this statement is to address a practice issue regarding the scope and applicability of Statement No. 68, *Accounting and Financial Reporting for Pensions*. This issue is associated with pensions provided through certain multiple-employer defined benefit pension plans and to state or local governmental employers whose employees are provided with such pensions.

Governmental Accounting Standards Board Statement No. 80

GASB Statement No. 80, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*, is effective for periods beginning after June 15, 2016. The principal objective of this Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This Statement amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. New Accounting Pronouncements – Current Year

Governmental Accounting Standards Board Statement No. 82

GASB Statement No. 82, *Pension Issues*, is effective for periods beginning after June 15, 2016. The principal objective of this Statement is to address 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*. Specifically, this Statement 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.

M. New Accounting Pronouncements – Future Years

Governmental Accounting Standards Board Statement No. 75

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension Plans*, is effective for periods beginning after June 15, 2017. The principal objective of this statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities.

Governmental Accounting Standards Board Statement No. 81

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*, is effective for periods beginning after December 15, 2016. The principal objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement.

Governmental Accounting Standards Board Statement No. 83

GASB Statement No. 83, *Certain Asset Retirement Obligations*, is effective for periods beginning after June 15, 2018. The principal objective of this Statement is to address accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. New Accounting Pronouncements – Future Years

Governmental Accounting Standards Board Statement No. 84

GASB Statement No. 84, *Fiduciary Activities*, is effective for periods beginning after December 15, 2018. The principal objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

Governmental Accounting Standards Board Statement No. 85

GASB Statement No. 85, *Omnibus 2017*, is effective for periods beginning after June 15, 2017. The principal objective of this Statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits [OPEB]).

Governmental Accounting Standards Board Statement No. 86

GASB Statement No. 86, *Certain Debt Extinguishment Issues*, is effective for periods beginning after June 15, 2017. The principal objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance.

Governmental Accounting Standards Board Statement No. 87

GASB Statement No. 87, *Leases*, is effective for periods beginning after December 15, 2019. The principal objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments.

N. Pensions

In government-wide financial statements and proprietary fund financial statements, retirement plans are required to be recognized and disclosed using the accrual basis of accounting, regardless of the amount recognized as pension expenditures on the governmental fund statements, which use the modified accrual basis of accounting.

COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In general, the County recognizes a net pension liability, which represents the County's proportionate share of the excess of the total pension liability over the fiduciary net position of the pension reflected in the actuarial report provided by the California Public Employees' Retirement System (CalPERS). The net pension liability is measured as of the County's prior fiscal year-end. Changes in the net pension liability are recorded, in the period incurred, as pension expenses or as deferred inflows of resources or deferred outflows of resources depending on the nature of the change. The changes in net pension liability that are recorded as deferred inflows of resources or deferred outflows of resources (that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience) are amortized over the weighted average remaining service life of all participants in the respective pension plan and are recorded as a component of pension expense beginning with the period in which they are incurred.

For purposes of measuring the net pension liability and deferred outflows/inflows of resources relating to pensions and pension expense, information about the fiduciary net position of the County's pension plan with CalPERS 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.

Projected earnings on pension investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred inflows of resources or deferred outflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred. Each subsequent year will incorporate an additional closed basis five-year recognition period.

NOTE 2 CASH AND INVESTMENTS

State statutes authorize the government to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, and repurchase agreements.

At June 30, 2017, the difference between cost and fair values was not material. Therefore, an adjustment to fair value was not made (fair value was 98.94% of carrying value). Market value is used as fair value for those securities for which market quotations are readily available. Interest earned on investments is allocated to all funds on the basis of monthly cash and investment balances.

The County participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF) which has invested a portion of the pool funds in derivatives and similar transactions. LAIF's investments are subject to credit risk with the full faith of the State of California collateralizing these investments. In addition, these derivatives and similar transactions are subject to market risk as to change in interest rates.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

The County sponsors an investment pool that is managed by the County Treasurer for the purpose of increasing interest earnings through investment activities. Cash and investments for most County activities are included in the investment pool. Interest earned on the investment pool is distributed to the participating funds using a formula based on the average daily cash balance of each fund.

The investment pool includes both voluntary and involuntary participation from external entities. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer.

The County investment pool is not registered with the Securities and Exchange Commission as an investment company. Investments made by the Treasurer are regulated by the California Government Code and by the County's investment policy. The objectives of the policy are in order of priority, safety, liquidity, availability, and yield. The County has established a treasury oversight committee to 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 oversight committee and 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 oversight committee and the investment pool participants every month. The report covers the type of investments in the pool, maturity dates, par value, actual costs, and fair value.

At June 30, 2017, total County cash and investments were as follows:

	<u>Cash and Investments</u>	<u>In Treasurer's Pool</u>
<i>Cash:</i>		
Cash on hand	\$ 56,361	\$ 56,361
Deposits	4,366,550	4,366,550
Outstanding warrants	(601,526)	(601,526)
Imprest cash	49,190	-
Total Cash	<u>3,870,575</u>	<u>3,821,385</u>
 <i>Investments:</i>		
In treasurer's pool	39,128,033	39,128,033
With fiscal agent	465,031	-
Total Investments	<u>39,593,064</u>	<u>39,128,033</u>
Total Cash and Investments	<u>\$ 43,463,639</u>	<u>\$ 42,949,418</u>

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Total cash and investments at June 30, 2017 were presented on the County's financial statements as follows:

	Cash and Investments	In Treasurer's Pool
Primary Government		
Governmental Activities		
Cash and investments in pool	\$ 19,418,241	\$ 19,418,241
Restricted cash with fiscal agent	465,031	-
Imprest cash	47,340	-
Business-type activities		
Cash and investments in pool	1,420,706	1,420,706
Imprest cash	1,850	-
Investment trust funds	17,603,064	17,603,064
Agency Funds	4,507,407	4,507,407
Total Cash and Investments	\$ 43,463,639	\$ 42,949,418

Investments

The table below identifies the investment types that are authorized for the County by the California Government Code or the County's investment policy, where more restrictive. The table also identifies certain provisions of the County's investment policy that address interest rate risk, credit risk, and concentration risk.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Investments (continued)

<u>Authorized Investment Type</u>	<u>Maximum Maturity (years)</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Local Agency Bonds	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Obligations	5 years	None	None
State of California Obligations	5 years	None	None
Bankers Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements	92 days	20% of base value	
Medium Term Notes	5 years	30%	None
Mutual Funds / Money Market Mutual Funds	n/a	20%	10%
Mortgage Pass-Through Securities	5 years	20%	None
County Pooled Investment Funds	n/a	None	None
Local Agency Investment Fund (LAIF)	n/a	None	None
Collateralized Bank Deposits	5 years	None	None
Time Deposits	5 years	None	None
JPA Pools (other investment pools)	n/a	None	None

At June 30, 2017, the County had the following investments:

	<u>Interest Rates</u>	<u>Maturities</u>	<u>Par</u>	<u>Fair Value</u>	<u>WAM (Years)</u>
Investments in Investment Pool					
Local Agency Investment Fund (LAIF)	Variable	On Demand	\$ 24,589,000	\$ 24,589,000	0.54
California Asset Management Program	Variable	On Demand	5,024,249	5,024,249	-
Federal Home Loan Mortgage Company	1.000%	9/29/2017	500,000	499,500	0.25
Federal Home Loan Mortgage Company	1.250%	8/1/2019	500,000	501,870	2.09
Federal Home Loan Bank	1.250%	6/8/2018	500,000	499,070	0.94
Federal Home Loan Bank	1.875%	3/13/2020	500,000	511,379	2.70
Federal Home Loan Bank	1.000%	9/26/2019	1,000,000	999,130	2.24
Federal National Mortgage Association	0.875%	10/26/2017	500,000	497,565	0.32
Federal Farm Credit Bank	1.600%	9/5/2018	500,000	507,000	1.18
Federal National Mortgage Association	1.875%	2/19/2019	500,000	506,625	1.64
Federal National Mortgage Association	1.125%	7/20/2018	500,000	498,235	1.06
Capital One Bank	2.250%	6/7/2021	245,000	245,000	3.94
Capital One National	2.250%	6/7/2021	245,000	245,000	3.94
Sallie Mae Bank	1.500%	10/23/2017	248,000	248,000	0.31
Goldman Sach	1.900%	6/8/2020	245,000	245,000	2.94
Everbank	1.800%	6/15/2020	245,000	245,000	2.96
Money Market Mutual Funds	Variable	On Demand	3,266,410	3,266,410	-
Total			<u>\$ 39,107,659</u>	<u>39,128,033</u>	
Investments outside Investment Pool					
<i>Investments with Fiscal Agents</i>					
Money Market Funds	Variable	On Demand	465,031	465,031	-
Total Fair Value				<u>\$ 39,593,064</u>	

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Fair Value Measurements

GASB Statement No. 72, *Fair Value Measurement and Application*, sets forth the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The investments in an external investment pool are not subject to reporting within the level hierarchy. The three levels of the fair value hierarchy are described below:

- Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the County has the ability to access.;
- Level 2: Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets in inactive markets, inputs other than quoted prices that are observable for the asset or liability; or inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability; and,
- Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The County's cash equivalents and investments by fair value level as of June 30, 2017, include the following:

Investments By Fair Value Level	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Federal Agency Issues - Coupon	\$ 5,020,374	\$ 5,020,374	\$ -	\$ -
Negotiable CDs	1,228,000	1,228,000	-	-
Money Markets	3,266,410	3,266,410	-	-
Total Investments Measured at Fair Value	9,514,784	\$ 9,514,784	\$ -	\$ -
Investments Measured at Amortized Cost:				
California Asset Management Program	5,024,249			
Local Agency Investment Fund	24,589,000			
Total Investments	\$ 39,128,033			

Interest Rate Risk

The County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to five years or less in accordance with its investment policy.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Credit Risk

State law and the County's Investment Policy limit investments in commercial paper to the rating of A-1 by Standards & Poor's or P-1 by Moody's Investors Service. State law and the County's Investment Policy also limit investments in corporate bonds to the rating of A by Standard & Poor's and Moody's Investors Service. The County does not have minimum credit ratings for government agency securities.

Concentration of Credit Risk

At June 30, 2017, in accordance with State law and the County's Investment Policy, the County did not have 5% or more of its net investment in commercial paper, corporate bonds or medium term notes of a single organization, and it did not have 10% or more of its net investment in any one money market mutual fund. Investments in obligations of the U.S. government, U.S. government agencies, or government-sponsored enterprises are exempt from these limitations.

The following is a summary of the credit quality distribution and concentration of credit risk by investment type as a percentage of the County Investment Pool's fair value at June 30, 2017:

<u>Investment Type</u>	<u>S&P</u>	<u>Moody's</u>	<u>% of Portfolio</u>
Local Agency Investment Fund (LAIF)	Unrated	Unrated	62.84%
Capital Asset Management Program (CAMP)	Unrated	Unrated	12.84%
Certificates of Deposit	Unrated	Unrated	3.14%
Federal Agencies	AA+	Aaa	12.83%
Natixis Advisor funds	Unrated	Unrated	5.11%
Franklin Mutual Funds	Unrated	Unrated	3.24%
			<u>100.00%</u>

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year end, the County's investment pool and specific investments had no securities exposed to custodial credit risk.

Local Agency Investment Fund

The County Treasurer's Pool maintains an investment in the State of California Local Agency Investment Fund (LAIF), LAIF is part of the Pooled Money Investment Account (PMIA), an investment pool consisting of funds held by the state in addition to those deposited in LAIF. All PMIA funds are managed by the Investment Division of the State Treasurer's Office. This fund is not registered with the Securities and Exchange Commission as an investment company, but is required to invest according to California Government Code. Participants in the pool include voluntary and involuntary participants, such as special districts and school districts for which there are legal provisions regarding their investments. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Local Agency Investment Fund (Continued)

At June 30, 2017, the County's investment position in the State of California Local Agency Investment Fund (LAIF) was \$24,589,000, which approximates fair value and is the same as the value of the pool shares which is determined on an amortized cost basis. The total amount invested by all public agencies in PMIA on that day was \$77,559,119,072. Of that amount, 2.25% was invested in structured notes and asset-backed securities with the remaining 0.64% invested in other non-derivative financial products.

Restricted Cash and Investments

Cash held with fiscal agents in the Debt Service Fund is restricted for debt service.

County Investment Pool Condensed Financial Statements

The following represents a condensed statement of net position and changes in net position for the Treasurer's investment pool as of June 30, 2017:

Statement of Net Assets in the Treasurer's Pool

Net assets held for pool participants	\$ 42,919,418
Equity of internal pool participants	25,288,188
Equity of external pool participants (trust and agency funds)	17,631,230
	Total Net Assets
	\$ 42,919,418

Statement of Changes in Net Assets in the Treasurer's Pool

Net investment earnings	\$ 340,310
Net contributions (withdrawals) from pool participants	(2,298,219)
	Increase in Net Assets
	(1,957,909)
Net Assets in the Treasurer's Pool at June 30, 2016	44,907,327
Net Assets in the Treasurer's Pool at June 30, 2017	\$ 42,949,418

Reconciliation to Financial Statement Amounts

Net Assets in the Treasurer's Pool at June 30, 2017	\$ 42,919,418
Governmental activities cash and investments in the treasurer's pool	19,418,241
Business-type activities cash and investments in the treasurer's pool	1,420,706
Business-type activities restricted cash in the treasurer's pool	4,507,407
Agency funds cash and investments in the treasurer's pool	17,603,064
	Total Cash and Investments in Treasurer's Pool per Financial Statements
	\$ 42,949,418

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 3 LINE OF CREDIT PAYABLE

On July 19, 2016, the County obtained a \$3,000,000 line of credit to manage the temporary cash flow deficits that occur when the timing of required expenditures does not coincide with the timing of the collection of taxes and other revenues. The County received a draw of \$3,000,000 on August 2, 2016 in anticipation of collection of taxes and other revenues to be received during the fiscal year ended June 30, 2017. The loan was repaid with taxes and other revenues in the amounts of \$1,000,000 on December 16, 2016 and \$2,000,000 on April 21, 2017. Total interest paid was \$55,523.

Line of credit payable activity for the year ended June 30, 2017 was as follows:

	Balance June 30, 2016	Additions	Retirements	Balance June 30, 2017
Line of credit payable	\$ -	\$ 3,000,000	\$ 3,000,000	\$ -

NOTE 4 INTERFUND TRANSACTIONS

The composition of interfund balances as of June 30, 2017 is as follows:

Fund	Interfund Receivables	Interfund Payables
General Fund	\$ 3,691,442	\$ 4,716,430
Road Fund	1,024,988	-
Human Services	92,502	30,129
CDBG & HOME Programs	280,220	692,770
Mental Health Services	65,388	
Transit	-	307,432
Non-major Governmental Funds	942,266	350,045
Total	\$ 6,096,806	\$ 6,096,806

The above balances reflect temporary cash advances except for the transportation group of funds where the balances may represent amounts receivable or payable under funding agreements.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 4 INTERFUND TRANSACTIONS (CONTINUED)

Interfund balances are long-term loans that are not expected to be repaid during the next fiscal year. The composition of advances balances as of June 30, 2017 is as follows:

Advances:

Advance From	Advance To	Amount	Purpose
General Fund	Non Major Governmental Fund	\$ 221,257	Prior Year Seed Funding
		<u>\$ 221,257</u>	

NOTE: The difference from advances reconciliation is due to Advances between Hospital, General Reserve and General Fund eliminating each other as those funds are considered General Fund

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various County operations and re-allocations of special revenue. The following schedule briefly summarizes the County's transfer activities:

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 4 INTERFUND TRANSACTIONS (CONTINUED)

Between Funds Within the Governmental Activities:

Transfer From	Transfer To	Amount	Purpose
General Fund	Human Services Fund	\$ 149,567	Reimbursement
	Mental Health Fund	110,009	Reimbursement
	Non-Major Governmental Funds	996,900	Capital projects
	Non-Major Governmental Funds	603,793	UAL
	Non-Major Governmental Funds	383,723	Debt service payments
	Non-Major Governmental Funds	861,494	IGT
	Non-Major Governmental Funds	369,472	Budget transfer
	Non-Major Governmental Funds	58,441	Realignment
	Non-Major Governmental Funds	70,000	Various
		<u>3,603,399</u>	
Road	Non-Major Governmental Funds	<u>160,720</u>	UAL
Human Services	General Fund	79,000	IGT
	Non-Major Governmental Funds	270,929	UAL
		<u>349,929</u>	
Mental Health Services	General Fund	215,000	IGT
	Non-Major Governmental Funds	169,904	UAL
		<u>384,904</u>	
Non-Major Governmental Funds	General Fund	2,958,002	Realignment
	General Fund	861,494	IGT
	General Fund	87,137	Various
	Road Fund	64,019	Roads
	Human Services Fund	3,739,537	Realignment
	Internal Service Fund	36,450	Equipment
	Non-Major Governmental Funds	219,671	Debt service
	Mental Health Fund	72,991	Debt service
	Mental Health Fund	2,197,293	MHSA
	Non-Major Governmental Funds	70,076	UAL
	Mental Health Fund	1,371,956	Realignment
	Non-Major Governmental Funds	100,000	Capital projects
	Non-Major Governmental Funds	84,792	Airport
	Non-Major Governmental Funds	63,000	IGT
	Non-Major Governmental Funds	120,181	LTF/STA Funds
	Non-Major Governmental Funds	17,500	Various
		<u>12,064,099</u>	
Subtotal Transfers		<u>\$ 16,563,051</u>	

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 4 INTERFUND TRANSACTIONS (CONTINUED)

Between Governmental and Business-Type Activities:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
Solid Waste	Non-Major Governmental Funds	\$ 105,616	Debt service payments
		<u>105,616</u>	
Non-Major Governmental Funds	Transit Fund	55,118	transportation
	Transit Fund	468,359	LTF/STA Funds
		<u>523,477</u>	
Transit Fund	Non-Major Governmental Funds	22,960	Debt service payments
	Non-Major Governmental Funds	336,425	LTF/STA Funds
		<u>359,385</u>	
Subtotal Transfers		<u>988,478</u>	
Total Transfers In/Out		<u>\$ 17,551,529</u>	

COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5 CAPITAL ASSETS

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

	Balance July 1, 2016	Additions	Retirements	Transfers and Adjustments	Balance June 30, 2017
Governmental Activities					
Capital assets not being depreciated:					
Land	\$ 1,193,657	\$ -	\$ -	\$ -	\$ 1,193,657
Construction in progress	23,738,721	2,917,789	-	(36,011)	26,620,499
Total capital assets not being depreciated	<u>24,932,378</u>	<u>2,917,789</u>	<u>-</u>	<u>(36,011)</u>	<u>27,814,156</u>
Capital assets being depreciated:					
Infrastructure	260,432,820	-	-	-	260,432,820
Structures and improvements	22,500,279	106,570	-	36,011	22,642,860
Equipment	12,326,061	446,318	(150,474)	-	12,621,905
Total capital assets being depreciated	<u>295,259,160</u>	<u>552,888</u>	<u>(150,474)</u>	<u>36,011</u>	<u>295,697,585</u>
Less accumulated depreciation for:					
Infrastructure	(154,522,302)	(13,021,641)	-	-	(167,543,943)
Structures and improvements	(17,968,561)	(197,894)	-	-	(18,166,455)
Equipment	(10,012,224)	(709,944)	150,274	-	(10,571,894)
Total accumulated depreciation	<u>(182,503,087)</u>	<u>(13,929,479)</u>	<u>150,274</u>	<u>-</u>	<u>(196,282,292)</u>
Total capital assets being depreciated net	<u>112,756,073</u>	<u>(13,376,591)</u>	<u>(200)</u>	<u>36,011</u>	<u>99,415,293</u>
Governmental Activities Capital Assets Net	<u>\$ 137,688,451</u>	<u>\$ (10,458,802)</u>	<u>\$ (200)</u>	<u>\$ -</u>	<u>\$ 127,229,449</u>
Business-Type Activities					
Capital assets not being depreciated:					
Land	\$ 241,816	\$ -	\$ -	\$ -	\$ 241,816
Construction in progress	14,152	8,782	-	-	22,934
Total capital assets not being depreciated	<u>255,968</u>	<u>8,782</u>	<u>-</u>	<u>-</u>	<u>264,750</u>
Capital assets being depreciated:					
Infrastructure	18,292	-	-	-	18,292
Structures and improvements	1,490,912	-	-	-	1,490,912
Equipment	3,220,830	27,094	-	-	3,247,924
Total capital assets being depreciated	<u>4,730,034</u>	<u>27,094</u>	<u>-</u>	<u>-</u>	<u>4,757,128</u>
Less accumulated depreciation for:					
Infrastructure	(4,020)	(2,513)	-	-	(6,533)
Structures and improvements	(458,756)	(30,333)	-	-	(489,089)
Equipment	(2,332,010)	(213,158)	-	-	(2,545,168)
Total accumulated depreciation	<u>(2,794,786)</u>	<u>(246,004)</u>	<u>-</u>	<u>-</u>	<u>(3,040,790)</u>
Total capital assets being depreciated net	<u>1,935,248</u>	<u>(218,910)</u>	<u>-</u>	<u>-</u>	<u>1,716,338</u>
Business-Type Activities Capital Assets Net	<u>\$ 2,191,216</u>	<u>\$ (210,128)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,981,088</u>

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 5 CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to governmental functions as follows:

	<u>Depreciation</u>
Governmental Activities	
General government	\$ 204,539
Public protection	304,990
Health and sanitation	16,409
Public ways and facilities	13,321,454
Public assistance	55,728
Education	26,359
Total Depreciation Governmental Activities	<u>\$ 13,929,479</u>
Business-Type Activities	
Transit	\$ 131,789
Solid Waste	114,215
Total Depreciation Business-Type Activities	<u>\$ 246,004</u>

NOTE 6 LONG-TERM LIABILITIES

Long-term debt at June 30, 2017 consisted of the following:

	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2017</u>
Governmental Activities:						
Certificate of Participation - 2005 issue to repay temporary transfer from the County Pool	2005	2026	8.50%	\$145,000-\$490,000	<u>\$ 4,560,000</u>	<u>\$ 3,255,000</u>
Total Governmental Activities					<u>\$ 4,560,000</u>	<u>\$ 3,255,000</u>

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

The following is a summary of long-term liability transactions for the year ended June 30, 2017:

	Balance June 30, 2016	Additions	Reductions	Balance June 30, 2017	Due Within One Year
Governmental Activities					
Pension Obligation Bonds - 1998 issue	\$ 1,315,000	\$ -	\$ 1,315,000	\$ -	\$ -
Certificate of Participation - 2005 issue	3,490,000	-	235,000	3,255,000	255,000
Compensated Absences	1,056,761	1,455,628	1,543,276	969,113	646,075
Liability for Self-Insurance	1,678,399	-	513,182	1,165,217	250,000
Contract Payable	959,974	-	144,474	815,500	150,000
Net OPEB Obligation	21,641,975	3,798,436	-	25,440,411	-
Total Governmental Activities Long-Term Liabilities	\$ 30,142,109	\$ 5,254,064	\$ 3,750,932	\$ 31,645,241	\$ 1,301,075
Business-Type Activities					
Transit Fund					
Compensated Absences	\$ 9,861	\$ 20,618	\$ 16,344	\$ 14,135	\$ 9,423
Net OPEB Obligation	294,436	63,445	-	357,881	-
Solid Waste Fund					
Capital Lease	446,804	-	73,961	372,843	73,961
Compensated Absences	51,610	80,175	74,597	57,188	38,125
Net OPEB Obligation	1,721,150	291,846	-	2,012,996	-
Total Business-Type Activities Long-Term Liabilities	\$ 2,523,861	\$ 456,084	\$ 164,902	\$ 2,815,043	\$ 121,509

As of June 30, 2017, annual debt service requirements of governmental activities to maturity are as follows:

Year Ending June 30:	Governmental Activities	
	Certificates of Participation	
	Principal	Interest
2018	\$ 255,000	\$ 276,675
2019	275,000	255,000
2020	300,000	231,625
2021	325,000	206,125
2022	355,000	178,500
2023-2026	1,745,000	385,900
	\$ 3,255,000	\$ 1,533,825

Certificate of participation retirements and related interest payments are paid from a debt service fund. Loans payable retirements and related interest payments are paid from the Solid Waste Fund. Claims and judgments will be paid from the County's General Fund. Compensated absences liabilities will be paid by each County department and fund as those absences are taken by its employees or paid out.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

Certificates of Participation (COPs)

2005 COPs

The 2005 COPs were issued in May 2005 and the proceeds were used to repay a \$3 million County Treasurer's temporary transfer of funds from the County Treasury Pool, pay the final set-aside for the 2004-05 tax revenue anticipation notes (TRANS), and establish a reserve fund for the 2005 COPs. As of June 30, 2017, the outstanding principal amount of the 2005 COPs was \$3,255,000.

Contract Payable

In February 2005, the County transferred the Trinity Hospital to Mountain Community Medical Services Authority (MCMS). As stated in the project agreement, Trinity Public Utilities District (TPUD) was willing to use up to \$1.8 million of its existing reserves (up to \$2.789 million according to Amendment No.1 Project Agreement No.1) to temporarily assume responsibility to manage and direct MCMS and support hospital and health care services. The County is solely responsible for refunding TPUD for the use of these funds to help MCMS carry out its obligations. As of June 30, 2017 the County owes \$815,500 to TPUD. All TPUD reserves transferred to MCMS shall be fully reimbursed with accrued interest equal to what TPUD would have earned if the transferred amount were deposited with the Local Agency Investment Fund (LAIF) or its equivalent.

In accordance with the agreement, TPUD has increased the electrical rates for all electric services paid for by the County effective until TPUD's said reserves have been fully reimbursed with interest. The annual payment to TPUD is not to exceed \$150,000.

Hospital District Operations

As of July 2007, the County of Trinity is no longer responsible or liable for Hospital operations and facilities. The hospital remains open under the management and operation of the Healthcare District, providing the same services as prior to its transfer to the Healthcare District.

Status of Accumulated Hospital Fund Operating Deficit

As a former County enterprise, the operations of the former Trinity Hospital were accounted for in a separate enterprise fund (The Hospital Fund) in the audited financial statements of the County until fiscal year 2010-11.

Prior to the transfer of the former Trinity Hospital to the Authority and subsequently to the District, the hospital fund had an accumulated deficit in the amount of \$7.5 million, which remains in the County pooled treasury. Beginning in fiscal year 2010-11, we merged the old Hospital Fund into the General Fund due to the County's obligation to absorb the accumulated operational deficit. As of June 30, 2017 the total accumulated operational deficit attributable to the old Hospital Fund was \$7,710,149.

COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 7 LANDFILL CLOSURE AND POST-CLOSURE MAINTENANCE COSTS

The County currently owns and maintains the Weaverville landfill. State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfills, an estimated liability is being recognized based on the current closure and future post-closure maintenance costs that will be incurred near or after the date the landfill is certified closed by March, 2018. The landfill has not accepted any waste since November, 201, and is in the process of the final Phase II closure construction that began May, 2017. The contract services related to the closure construction were roughly 25% complete at June 30, 2017.

The recognition of the liability for closure and estimated post-closure maintenance costs is based on the awarded contract agreements for closure and the estimated ongoing annual costs of maintenance and monitoring of the closed landfill. The estimated liability of the County landfill site for closure and post-closure maintenance costs was \$5,024,271 for fiscal year 2017, and was based on approximately 100.00% usage (filled) of the landfill. The estimated total current cost of the landfill closure and post-closure maintenance costs of \$5,024,271 is based on the amount that would be paid if all equipment, facilities and services required to close, monitor and maintain the landfill were acquired as of the balance sheet date. However, the costs for landfill closure and post-closure maintenance are based on yearly estimates, reviewed by the Department of Resources Recycling and Recovery, as prepared by the County.

These cost estimates are subject to change based on such factors as inflation or deflation, changes in technology, or changes in federal or state landfill laws and regulations. The County is currently in the construction phase of final closure.

The County is required by state and federal laws and regulations to make annual contributions to finance closure and post-closure maintenance costs. The County has established a trust fund to maintain the funds necessary to be in compliance with state and federal financial assurance requirements. The balance of the monies assigned to finance closure and post-closure maintenance costs at year-end was \$660,453.

A water release corrective action cost estimate of \$925,490 for groundwater extraction and treatment system was developed in 2008 based on the assumption that discharges of leachate or volatile organic compounds to the groundwater is reasonably foreseeable. While a cost study has been developed for potential discharges in the future, the outcome cannot be predicted with certainty. Because of the uncertainty of whether the County will ever incur these costs, a liability has not been accrued.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 8 LEASES

Capital Leases

The County has entered into certain capital lease arrangements under which the related equipment will become the property of the County when all terms of the lease agreement are fulfilled. The following is a schedule of minimum capital lease payments, payable from the Solid Waste Fund as of June 30, 2017:

Fiscal Year Ending June 30	Business-type Activities
2018	\$ 87,927
2019	87,927
2020	87,927
2021	87,927
2022	51,293
Total minimum lease payments	403,001
Less: Amount representing interest	(30,158)
Net present value of capital lease payments	<u>\$ 372,843</u>

Equipment and related accumulated amortization under capital leases for business-type activities is as follows:

Equipment	\$ 540,004
Less: accumulated depreciation	<u>(173,573)</u>
Net Value	<u>\$ 366,431</u>

Amortization of equipment under capital leases is included with depreciation expense.

Operating Leases

The County is committed under various non-cancelable operating leases for office buildings. The minimum future lease commitments on these leases are as follows:

Fiscal Year Ending June 30	Payments
2018	\$ 367,827
2019	365,061
2020	354,159
2021	353,316
2022	188,305
2023	188,305
Total	<u>\$ 1,816,973</u>

Rent expenditures were \$361,119 for the fiscal year ended June 30, 2017.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 9 NET POSITION/FUND BALANCES

Net Position

The government-wide activities fund financial statements utilize a net position presentation. Net position is categorized as invested capital assets (net of related debt), restricted and unrestricted.

- Net Investment in Capital Assets – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- Restricted Net Position – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- Unrestricted Net Position – This category represents net position of the County, not restricted for any project or other purpose.

When both restricted and unrestricted net position are available, restricted resources are used only after the unrestricted resources are depleted.

Fund Balances

In governmental fund financial statements, fund balances are classified primarily on the extent to which the County is bound to observe constraints imposed on the use of the resources in the fund as follows:

- Nonspendable fund balances – Consist of 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. It also includes the long-term amount of advances and loans receivable, if any.
- Restricted fund balances – Consist of amounts with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislation.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 9 NET POSITION/FUND BALANCES (CONTINUED)

Fund Balances (continued)

- Committed fund balances – Consist of resource balances with constraints imposed by formal action of the Board of Supervisors (the Board) through resolution or public meeting minutes that specifically state the revenue source and purpose of the commitment. Commitments can only be modified or rescinded through public meeting actions or resolutions by the Board. Commitments can also include resources required to meet contractual obligations approved by the Board.
- Assigned fund balances – Consist of resource balances intended to be used for specific purposes by the Board of Supervisors that do not meet the criteria to be classified as restricted or committed. In the General Fund, the assigned fund balance represents Board of Supervisors' approved amounts necessary to fund budgetary shortfalls in the next fiscal year from unassigned resources.
- Unassigned fund balances – Consist of all resource balances in the General Fund not contained in other classifications. For other governmental funds, the unassigned classification is used only to report a deficit balance.

Based on the County's policy regarding the fund balance classification as noted above, when both restricted and unrestricted funds are available for expenditure, restricted funds should be spent first unless legal requirements disallow it. When expenditures are incurred for purposes for which amounts in any unrestricted fund balance classifications could be used, committed funds are to be spent first, followed by assigned funds, and unassigned funds.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 9 NET POSITION/FUND BALANCES (CONTINUED)

Fund Balances (continued)

A detailed schedule of fund balances as of June 30, 2017 is as follows:

	General Fund	Road Fund	Human Services	HOME Grants	Mental Health	Other Governmental	Total
Fund Balances:							
Non-spendable:							
Prepays	\$ 4,287	\$ 74	\$ -	\$ -	\$ -	\$ -	\$ 4,361
Advances	221,257	-	-	-	-	-	221,257
Inventory	-	840,166	-	-	-	-	840,166
Total Non-spendable	<u>225,544</u>	<u>840,240</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,065,784</u>
Restricted:							
General government	-	-	-	-	-	375,717	375,717
Public protection	-	-	-	-	-	1,671,009	1,671,009
Public ways and facilities	-	-	-	-	-	1,621,401	1,621,401
Health and sanitation	-	-	-	-	-	1,942,248	1,942,248
Public assistance	-	-	-	-	-	691,074	691,074
Road repairs	-	4,525,576	-	-	-	-	4,525,576
Human services	-	-	405,997	-	-	-	405,997
Mental health programs	-	-	-	-	403,059	-	403,059
Fish and game preservation	-	-	-	-	-	18,226	18,226
Tobacco programs	-	-	-	-	-	70,174	70,174
Improvement loan programs	-	-	-	4,259,019	-	-	4,259,019
Transportation programs	-	-	-	-	-	60,533	60,533
Non-transit programs	-	-	-	-	-	12,239	12,239
Lighting district programs	-	-	-	-	-	370,510	370,510
Bioterrorism programs	-	-	-	-	-	1,528	1,528
Mental Health Services Act	-	-	-	-	-	692,108	692,108
Disaster Recovery Initiative	-	-	-	-	-	22,644	22,644
Realignment - health services	-	-	-	-	-	309,103	309,103
Capital projects	-	-	-	-	-	-	-
Total Restricted	<u>-</u>	<u>4,525,576</u>	<u>405,997</u>	<u>4,259,019</u>	<u>403,059</u>	<u>7,858,514</u>	<u>17,452,165</u>
Assigned to:							
Capital projects	-	-	-	-	-	116	116
Capital projects - jail	-	-	-	-	-	377,390	377,390
Transportation programs	-	-	-	-	-	6,263	6,263
Debt service	-	-	-	-	-	1,822,733	1,822,733
Total Assigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,206,502</u>	<u>2,206,502</u>
Unassigned:	1,874,112	-	-	-	-	(58,678)	1,815,434
Total Fund Balance	<u>\$ 2,099,656</u>	<u>\$ 5,365,816</u>	<u>\$ 405,997</u>	<u>\$ 4,259,019</u>	<u>\$ 403,059</u>	<u>\$ 10,006,338</u>	<u>\$ 22,539,885</u>

NOTE 10 DEFICIT FUND BALANCE/NET POSITION

The following funds had deficit fund balances/deficit net position at June 30, 2017:

Non-Major Governmental Funds:	
Emergency services	\$ 58,678
Total Non-Major Governmental Funds	<u>\$ 58,678</u>
Major Proprietary Fund:	
Solid Waste	\$ 7,822,436
Total Major Proprietary Funds	<u>\$ 7,822,436</u>
Non-Major Proprietary Funds:	
Transit fund	\$ 187,054
Total Non-Major Proprietary Funds	<u>\$ 187,054</u>

These deficits are expected to be eliminated through receipts of grants, charges for services or transfers from the General Fund over time.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS)

A. General Information about the Pension Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the County's Safety (sheriff and certain district attorney members) or Miscellaneous (all others) Plans. The County's Safety Plan is a cost-sharing multiple-employer defined benefit plan while the Miscellaneous Plan is an agent multiple-employer defined benefit pension plan. The County's Safety and Miscellaneous Plans are part of the California Public Employees Retirement System (CalPERS), a public employee retirement system which acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and other requirements are established by State statute and County resolution. The County's defined benefit pension plans provide retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and their beneficiaries. The County selects optional benefit provisions by contract with CalPERS and adopts those benefits through County ordinance. CalPERS issues a separate comprehensive annual financial report; however, a separate report for the County's Safety and Miscellaneous Plans are not available. Copies of CalPERS annual financial reports which include required supplementary information (RSI) for each plan may be obtained from CalPERS Executive Offices, Lincoln Plaza North, 400 Q Street, Sacramento, CA 95811.

Benefits Provided

All pension plans provide benefits, upon retirement, disability or death of members. Retirement benefits are based on years of service, final average compensation, and retirement age. Employees terminating before accruing five years of retirement service credit forfeit the right to receive retirement benefits unless they establish reciprocity with another public agency within a prescribed time period. Non-vested employees who terminate service are entitled to withdraw their accumulated contributions plus accrued interest. Employees who terminate service after earning five years of retirement service credit may leave their contributions on deposit and elect to take a deferred retirement. Differences between expected and actual experience for vested and non-vested benefits may result in an increase or decrease to pension expense and net pension liability.

Service related disability benefits are provided to safety members and are based on final compensation. Non-service related disability benefits are provided to both safety and miscellaneous members. The benefit is based on final compensation, multiplied by service, which is determined as follows:

- *Service* is CalPERS credited service, for members with less than 10 years of service or greater than 18.518 years of service; or
- *Service* is CalPERS credited service plus the additional number of years that the member would have worked until age 60, for members with at least 10 years but not more than 18.518 years of service.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (CONTINUED)

A. General Information about the Pension Plans (Continued)

Benefits Provided (Continued)

- Death benefits are based upon a variety of factors including whether the participant was retired or not.
- Annual cost-of-living adjustments (COLAs) after retirement are provided in all plans. COLAs are granted to retired members each May based upon the Bureau of Labor Statistics Average Consumer Price Index for All Urban Consumers for the previous calendar year and is subject to a maximum of 2% per annum.

The Plans' provisions and benefits in effect at June 30, 2017 are summarized below:

	Miscellaneous			
	Prior to April 1997	Prior to Aug 2008	On or after January 2013	On or after January 2013 PEPPRA
Hire Date				
Benefit formula	2%@60	2%@55	2%@55	2%@62
Benefit vesting schedule	5 years of service	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50-60	50-55	50-55	62
Monthly benefits, as % of eligible compensation	2%	2%	2%	2%
Required employee contribution rates	8%	8%	8%	6.25%
Required employer contribution rates	11.93%	17.90%	28.41%	28.41%
Status	Closed	Closed	Open	Open

	Safety			
	Prior to April 1997	Prior to Aug 2008	On or after January 2013	On or after January 2013 PEPPRA
Hire Date				
Benefit formula	2%@55	3%@50	3%@50	2.7@57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50-55	50	50	57
Monthly benefits, as % of eligible compensation	2%	3%	3%	2.7%
Required employee contribution rates	9%	9%	9%	11.50%
Required employer contribution rates	13.87%	29.48%	42.77%	42.77%
Status	Closed	Closed	Open	Open

Employees Covered

At June 30, 2017, the following employees were covered by the benefit terms for the Miscellaneous Plan. The corresponding data is not available for employees included in the Safety Plan as the plan is a cost-sharing multiple-employer plan:

	<u>Miscellaneous</u>
Inactive employees or beneficiaries currently receiving benefits	324
Inactive employees entitled to but not yet receiving benefits	123
Active employees	<u>241</u>
 Total	 <u><u>688</u></u>

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (CONTINUED)

A. General Information about the Pension Plans (Continued)

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires 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 both 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.

B. Net Pension Liability

The County's net pension liability for each Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2016, using an annual actuarial valuation as of June 30, 2014 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, 2017 actuarial valuations were determined using the following actuarial assumptions:

	<u>Miscellaneous</u>	<u>Safety</u>
Valuation date	June 30, 2015	June 30, 2015
Measurement date	June 30, 2016	June 30, 2016
Actuarial cost method	Entry-Age Normal	
Actuarial assumptions:		
Discount rate	7.65%	7.65%
Inflation	2.75%	2.75%
Payroll growth	3.00%	3.00%
Projected salary increase	Varies by Entry Age and Service	
Investment rate of return	7.50% ¹	7.50%
Mortality	Derived using CalPERS' Membership Data for All Funds	

¹ Net of pension plan investment expenses, including inflation

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2014 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experience Study can be found on the CalPERS website.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (CONTINUED)

B. Net Pension Liability (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.65% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each 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% 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% will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

According to paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.50% investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.65%. Using this lower discount rate has resulted in a slightly higher Total Pension Liability and Net Pension Liability. CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-2018 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until there is a change in methodology.

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 investment expense and inflation) are developed for each major asset class.

The long-term expected rate of return includes both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each 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.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (CONTINUED)

B. Net Pension Liability (Continued)

Discount Rate (Continued)

The table below reflects 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 geometric rates of return are net of administrative expenses.

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

¹ An expected inflation rate of 2.5% used for this period

² An expected inflation rate of 3.0% used for this period

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (CONTINUED)

C. Changes in the Net Pension Liability

The changes in the Net Pension Liability for the County's Miscellaneous Plan follows:

	<u>Total Pension Liability</u>	<u>Increase (Decrease) Total Fiduciary Net Pension</u>	<u>Net Pension Liability (Asset)</u>
Balance at June 30, 2015	\$ 83,300,842	\$ 50,372,537	\$ 32,928,305
Changes in the year:			
Service cost	1,478,506	-	1,478,506
Interest on total pension liability	6,231,750	-	6,231,750
Changes in benefit terms	-	-	-
Changes in assumptions	-	-	-
Differences between expected and actual experience	(63,507)	-	(63,507)
Benefit payments, including refunds of employee contributions	(5,031,615)	(5,031,615)	-
Contributions from the employer	-	2,815,280	(2,815,280)
Contributions from employees	-	718,778	(718,778)
Net investment income	-	240,513	(240,513)
Administrative expenses	-	(30,700)	30,700
Other charges	-	-	-
Net changes	<u>2,615,134</u>	<u>(1,287,744)</u>	<u>3,902,878</u>
Balance at June 30, 2016	<u>\$ 85,915,976</u>	<u>\$ 49,084,793</u>	<u>\$ 36,831,183</u>

The County's net pension liability for the Safety Plan 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 plan participants, actuarially determined. The County's net pension liability and related Plan proportion for the Safety Plan is as follows:

	<u>Plan's Proportion to Total Pool @ June 30, 2015</u>	<u>Plan's Proportion to Total Pool @ June 30, 2016</u>	<u>Plan's Proportionate Share of Net Pension Liability</u>
Safety	0.22574%	0.20827%	\$ 10,786,837
Total			<u>\$ 10,786,837</u>

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (CONTINUED)

C. Changes in the Net Pension Liability (Continued)

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

The following presents the net pension liability of the County for each Plan, calculated using the discount rate for each Plan, as well as what the County's 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>Miscellaneous</u>		<u>Safety</u>
1% Decrease	6.65%		6.65%
Net Pension Liability	\$ 46,963,679	\$	15,194,079
Current Discount Rate	7.65%		7.65%
Net Pension Liability	\$ 36,831,183	\$	10,786,837
1% Increase	8.65%		8.65%
Net Pension Liability	\$ 28,342,613	\$	7,168,943

Pension Plan Fiduciary Net Position

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

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

For the year ended June 30, 2017, the County recognized pension expense was \$2,360,747. Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits. At June 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between actual and expected experience	\$ 15,586	\$ 124,910
Difference in actual contribution and proportional share	434,836	-
Change in proportion	211,002	1,352,596
Net differences between projected and actual earnings on pension plan investments	4,577,191	-
Change in assumptions		562,827
County contributions subsequent to the measurement date	4,507,090	-
Total	<u>\$ 9,745,705</u>	<u>\$ 2,040,333</u>

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (CONTINUED)

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

The \$4,507,090 reported as deferred outflows of resources related to pensions results from County pension contributions made subsequent to the measurement date and 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 in pension expense as follows:

Annual required contribution	\$ 5,520,075
Interest on net OPEB-implicit subsidy obligation	946,303
Annual OPEB-implicit subsidy cost	<u>6,466,378</u>
Contribution made	<u>2,312,651</u>
Increase in obligation	4,153,727
OPEB-implicit subsidy obligation - beginning of year	<u>23,657,561</u>
OPEB-implicit subsidy obligation - end of year	<u><u>\$ 27,811,288</u></u>

NOTE 12 POST-EMPLOYMENT HEALTH CARE BENEFITS

The County provides post-employment medical, dental and life insurance benefits through the Public Agency Retirement Service (PARS) that provides retirees with health insurance through the PERS Choice health insurance plan. To qualify an employee must have attained age 50 and a minimum of five years of CalPERS-credited service and be eligible to retire (Service retirement through CalPERS). The County will pay the single member monthly premium but the employee is responsible for spouses and dependents.

As of June 30, 2017, the County had on deposit \$419,844 in the PARS trust for payment of its OPEB liability. The County is charging each department their proportionate share of the pay-as-you-go costs for post-employment benefits. This charge funds the pay-as-you-go cost of about \$2.4 million annually. During the fiscal year 2016-17, 322 retirees received benefits at a cost of \$2,312,650.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 12 POST-EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

The County's Annual OPEB cost, the percentage of annual OPEB costs contributed and the Net OPEB Obligation for the past three years are as follows (in \$000s):

Year Ended June 30	Annual OPEB-Subsidy Obligation	Annual Actual Contribution	Percentage of Annual Cost Contribution	Net Pension Obligation End of Year
2015	\$ 4,771	\$ 2,053	43.03%	\$ 20,317
2016	\$ 5,525	\$ 2,185	39.55%	\$ 23,658
2017	\$ 5,525	\$ 2,313	41.86%	\$ 27,811

The status of the net OPEB obligation as of June 30, 2017 was as follows:

Annual required contribution	\$ 5,520,075
Interest on net OPEB-implicit subsidy obligation	946,303
Annual OPEB-implicit subsidy cost	<u>6,466,378</u>
Contribution made	2,312,651
Increase in obligation	<u>4,153,727</u>
OPEB-implicit subsidy obligation - beginning of year	23,657,561
OPEB-implicit subsidy obligation - end of year	<u><u>\$ 27,811,288</u></u>

The funding status of the plan as of June 30, 2015 (the most recent actuarial valuation date) was as follows:

Actuarial value of plan assets	\$ 390,078
Unfunded actuarial accrued liability (UAAL)	\$ 62,658,772
Funded ratio (actuarial value of plan assets/AAL)	0.62%
Covered payroll (active plan members)	\$ 14,933,000
UAAL as a percentage of covered payroll	419.60%

The cost method for valuation of liabilities used for this valuation is the entry age normal method. This is one of a family of valuation methods known as projected benefit methods. The chief characteristic of projected benefits methods is that the actuarial present value of all plan benefits is determined as of the valuation date and then allocated between the period before and after the valuation date. The present value of the plan benefits earned prior to the valuation date is called the actuarial liability. The present value of plan benefits to be earned after the valuation date is called the present value of future normal costs.

**COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 12 POST-EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

Under the entry age normal actuarial cost method, an individual entry age normal cost ratio is determined for each participant by taking the value, as of the entry age in the plan, of the participant's projected future benefits (assuming the current plan benefit provisions had always been in existence) and dividing it by the value, as of the participant's entry age, of the participant's expected future salary. This ratio for each participant is then multiplied by the present value, as of the valuation date, of the participant's future salary. The sum of these values for all active participants is the plan's present value (as of the valuation date) of future normal costs. The excess of the present value of all plan benefits over the present value of future normal costs is the actuarial liability. The difference between the actuarial liability and the value of the plan assets as of the valuation date is the unfunded actuarial liability.

The unfunded actuarial liability is amortized over an open period of 30 years from July 1, 2009, with payments increasing by a payroll growth assumption of 3.00% per annum. Payments are assumed to be made throughout the year. Subsequent gains and losses and benefit improvements will be amortized over the same remaining period.

NOTE 13 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 a joint powers agency (JPA) called Trindel Insurance Fund (Trindel). The County is self-insured through Trindel for general liability up to \$100,000 per claim, property up to \$25,000 per claim, Workers Compensation up to \$300,000 with excess coverage based on a statutory limit and medical malpractice up to \$5,000 per claim.

The County also belongs to another larger JPA called the County Supervisors Association of California Excess Insurance Authority (CSAC-EIA). CSAC-EIA along with other commercial carriers increases the coverage for general liability to \$25.0 million. Also, CSAC-EIA, with other commercial carriers, covers replacement cost on property to \$600.0 million. CSAC-EIA, with other commercial carriers, covers medical malpractice with an excess insurance layer of coverage up to \$21,505,000.

Trindel Insurance Fund is classified as a claims-servicing or account pool, wherein the County retains the risk of loss and is considered self-insured with regard to liability coverage for general and property liability, workers compensation and medical malpractice. The County currently reports all of its risk management activities in its General Fund.

Changes in the balance of claims liability during the fiscal years ended June 30, 2017 and 2016 was as follows:

	2017	2016
Unpaid claims, Beginning	\$ 1,678,399	\$ 1,593,095
Incurred claims (including IBNRs) current year and adjustments	(341,832)	634,621
Claim payments	(171,350)	(549,317)
Unpaid claims, Ending	<u>\$ 1,165,217</u>	<u>\$ 1,678,399</u>

COUNTY OF TRINITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 14 CONTINGENT LIABILITIES

Federal Grant – The County participates in several federal and state grant programs. These programs have been audited in accordance with the provisions of the federal Single Audit Act of 1984 and applicable state requirements. No cost disallowances were proposed as a result of these audits. However, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The County expects such amounts, if any, to be immaterial.

Medi-Cal Programs – Under Medi-Cal programs, final settlements for cost reports filed by the County Department of Mental Health is dependent upon a review by the Department of Health Care Services (DHCS). Preliminary estimates of the amounts to be received from third-parties are included in the financial statements. Final determination of amounts due for services to program patients is made when the cost reports are settled, and any adjustments are made in the period such amounts are fully determined.

Litigation – The County is a defendant in a number of lawsuits which have arisen in the normal course of business. While substantial damages are alleged in some of these actions, their outcome cannot be predicted with certainty. In the opinion of the County Counsel, these actions when finally adjudicated will not have a material adverse effect on the financial position of the County.

Transfer of Hospital – As of June 30, 2017 the County's obligation to TPUD is \$815,500 for the advance of hospital operating cash through December 31, 2006 (see note 6). Per the Agreement with TPUD, the County commenced repayment through an electrical rate surcharge, not to exceed \$150,000 per year, starting January 1, 2006.

Additionally, pursuant to the terms of the fully executed Amendment No. 1 of Project Agreement No. 2 reflects a credit effective July 1, 2007, in the amount of \$695,800 for assessed value of parcels transferred from the County to the TPUD.

NOTE 15 SUBSEQUENT EVENTS

On August 1, 2017, the County entered into a loan agreement with a financial institution for \$3,000,000 at 3.18%. The loan was used as part of a cash management policy to maintain the County's working capital until sufficient taxes or revenues were collected to fund the County's operations. \$1,000,000 was paid back on December 11, 2017, and the final amount of \$2,000,000 is scheduled to be paid on or before May 1, 2018.





REQUIRED SUPPLEMENTARY INFORMATION

**COUNTY OF TRINITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017**

**Schedule of Changes in Net Pension Liability and Related Ratios
Last 10 Fiscal Years***

	Miscellaneous Plans		
	Reporting Year		
	(Measurement Date)		
	6/30/2017 (6/30/2016)	6/30/2016 (6/30/2015)	6/30/2015 (6/30/2014)
Total Pension Liability			
Service cost	\$ 1,478,506	\$ 1,450,482	\$ 1,485,629
Interest on total pension liability	6,231,750	6,354,145	6,298,727
Change in benefit terms ¹	-	-	-
Changes of assumptions ²	-	(1,407,442)	-
Differences between expected and actual experience	(63,507)	125,557	-
Benefit payments, including refunds of employee contributions	(5,031,615)	(5,228,715)	(5,068,433)
Change in allocation	(4,224,911)	(2,258,634)	-
Net Change in total pension liability	(1,609,777)	(964,607)	2,715,923
Total Pension Liability - beginning	87,525,753	88,490,360	85,774,437
Total Pension Liability - ending (a)	85,915,976	87,525,753	88,490,360
Plan Fiduciary Net Position			
Plan to plan resource movement	-	(2,049)	-
Contributions - employer	2,815,280	2,527,631	2,316,859
Contributions - employee	718,778	681,216	866,477
Net investment income	240,513	1,190,226	8,350,358
Benefit payments, including refunds of employee contributions	(5,031,615)	(5,228,715)	(5,068,433)
Administrative expense	(30,700)	(59,608)	-
Change in allocation	(2,554,830)	(1,409,652)	-
Net change in plan fiduciary net position	(3,842,574)	(2,300,951)	6,465,261
Plan Fiduciary Net Position - beginning	52,927,367	55,228,318	48,763,057
Plan Fiduciary Net Position - ending (b)	49,084,793	52,927,367	55,228,318
Net pension liability - ending (a) - (b)	\$ 36,831,183	\$ 34,598,386	\$ 33,262,042
Plan fiduciary net position as a percentage of total pension liability	57.13%	60.47%	62.41%
County's covered payroll	9,867,509	9,580,106	8,773,050
Net pension liability as a percentage of covered-employee payroll	373.26%	361.15%	379.14%

¹ Benefit changes: In 2015, benefit terms were modified to base miscellaneous employee pensions on a final three-year average salary instead of a five-year average salary.

² Change in assumptions: In 2015, amounts reported as change in assumptions resulted primarily from adjustments to expected retirement ages of miscellaneous employees.

* Fiscal year 2015 was the 1st year of implementation. Additional years will be presented as they become available.

**COUNTY OF TRINITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017**

County's Proportionate Share of Net Pensions Liability Cost Sharing Plans
Last 10 Fiscal Years*

	Safety Plans		
	Reporting Year		
	(Measurement Date)		
	6/30/2017	6/30/2016	6/30/2015
	(6/30/2016)	(6/30/2015)	(6/30/2014)
County's proportion of the net pension liability/(asset)	0.2083%	0.2257%	-0.1200%
County's proportionate share of the net pension liability/(asset)	\$ 10,786,837	\$ 9,301,585	\$ 8,744,448
County's covered payroll	\$ 3,040,106	\$ 2,951,559	\$ 2,951,559
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	354.82%	315.14%	296.27%
Plan's fiduciary net position	28,704,100	31,629,359	32,562,934
Plan fiduciary net position as a percentage of total pension liability	72.69%	77.27%	78.83%

* Amounts presented above were determined as of June 30. Additional years will be presented as they become available.

**COUNTY OF TRINITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017**

Schedule of County's Pension Contribution

Last 10 Fiscal Years*

Miscellaneous Plan - Agent Multiple-Employer Defined Benefit Pension Plan

	Miscellaneous Plans		
	Reporting Year		
	6/30/2017	6/30/2016	6/30/2015
Actuarially determined contribution	\$ 3,233,433	\$ 2,762,927	\$ 2,316,859
Contributions in relation to the actuarially determined contributions	3,233,433	2,762,927	2,316,859
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 10,389,157 31.12%	\$ 9,580,106 28.84%	\$ 8,773,050 26.41%

Safety Plan - Cost Sharing Multiple-Employer Defined Benefit Pension Plan

	Safety Plans		
	Reporting Year		
	(6/30/2016)	(6/30/2015)	(6/30/2014)
Actuarially determined contribution	\$ 1,129,590	\$ 1,207,197	\$ 1,232,134
Contributions in relation to the actuarially determined contributions	1,129,590	1,207,197	1,232,134
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 3,040,106 37.16%	\$ 2,951,559 40.90%	\$ 2,951,559 41.75%

* Amounts presented above were determined as of June 30. Additional years will be presented as they become available.

Schedule of Funding Progress – Other Post Employment Benefits Plan (OPEB)

The table below shows an 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 as of June 30:

	(a)	(b)	(a)-(b)	(b)/(a)	(c)	[(a)-(b)/(c)]
Actuarial Valuation Date	Actuarial Accrued Liability	Actuarial Asset Value (AVA)	Underfunded Actuarial Liability (UL)	Funded Ratio	Covered Payroll	UL as a % of Payroll
6/30/2011	\$ 60,198,823	\$ 310,611	\$ 59,888,212	0.52%	\$ 12,501,000	479.07%
6/30/2013	\$ 55,278,677	\$ 343,079	\$ 54,935,598	0.62%	\$ 11,981,000	458.52%
6/30/2015	63,045,725	386,953	62,658,772	0.61%	14,498,000	432.19%

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 8,204,900	\$ 8,221,050	\$ 9,322,890	\$ 1,101,840
Licenses and Permits	611,825	905,825	1,629,936	724,111
Fines, Forfeitures, and Penalties	57,445	56,703	105,508	48,805
Use of Money and Property	52,537	52,437	72,169	19,732
Intergovernmental	2,343,564	2,316,796	2,166,590	(150,206)
Charges for Services	4,057,827	4,210,144	4,089,873	(120,271)
Miscellaneous	1,550,481	2,047,371	2,261,725	214,354
Total Revenues	<u>16,878,579</u>	<u>17,810,326</u>	<u>19,648,691</u>	<u>1,838,365</u>
EXPENDITURES				
General Government:				
Assessor:				
Salaries and Benefits	265,900	243,028	234,133	8,895
Services and Supplies	48,814	71,686	68,409	3,277
Total Assessor	<u>314,714</u>	<u>314,714</u>	<u>302,542</u>	<u>12,172</u>
Auditor-Controller's Office:				
Salaries and Benefits	584,797	596,965	590,142	6,823
Services and Supplies	200,718	183,356	162,955	20,401
Reimbursements	(160,989)	(160,989)	(160,989)	-
Capital Assets	50,672	50,672	-	50,672
Total Auditor-Controller's Office	<u>675,198</u>	<u>670,004</u>	<u>592,108</u>	<u>77,896</u>
Board of Supervisors:				
Salaries and Benefits	304,278	304,227	303,204	1,023
Services and Supplies	141,403	174,648	173,159	1,489
Total Board of Supervisors	<u>445,681</u>	<u>478,875</u>	<u>476,363</u>	<u>2,512</u>
Administration and Personnel:				
Salaries and Benefits	614,172	534,230	391,418	142,812
Services and Supplies	210,933	290,310	232,014	58,296
Reimbursements	(144,548)	(144,548)	(144,548)	-
Total Administration and Personnel	<u>680,557</u>	<u>679,992</u>	<u>478,884</u>	<u>201,108</u>
Collections:				
Salaries and Benefits	-	-	-	-
Services and Supplies	-	-	-	-
Total Collections	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Delinquent Collections:				
Salaries and Benefits	165,978	169,478	162,795	6,683
Services and Supplies	30,105	25,076	21,280	3,796
Total Delinquent Collections	<u>196,083</u>	<u>194,554</u>	<u>184,075</u>	<u>10,479</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
EXPENDITURES (CONTINUED)				
County Counsel:				
Services and Supplies	\$ 415,682	\$ 535,333	\$ 519,947	\$ 15,386
Reimbursements	(87,223)	(87,223)	(87,223)	-
Total County Counsel	328,459	448,110	432,724	15,386
Court Services:				
Services and Supplies	40,589	60,589	59,361	1,228
Total Court Services	40,589	60,589	59,361	1,228
Elections Department:				
Salaries and Benefits	118,774	97,783	97,989	(206)
Services and Supplies	59,667	78,708	78,235	473
Total Elections Department	178,441	176,491	176,224	267
General Services:				
Salaries and Benefits	540,946	520,946	491,103	29,843
Services and Supplies	333,824	303,824	281,013	22,811
Reimbursements	(257,579)	(257,579)	(257,579)	-
Total General Services	617,191	567,191	514,537	52,654
Information Technology:				
Salaries and Benefits	429,420	398,951	397,848	1,103
Services and Supplies	75,794	103,230	102,088	1,142
Reimbursements	(192,079)	(192,079)	(192,079)	-
Capital Asset	44,850	69,554	56,148	13,406
Total Information Technology	357,985	379,656	364,005	15,651
Insurance General:				
Salaries and Benefits	182,269	178,605	174,192	4,413
Services and Supplies	259,548	263,212	(137,477)	400,689
Reimbursements	(139,748)	(139,748)	(139,748)	-
Total Insurance General	302,069	302,069	(103,033)	405,102
Treasurer-Tax Collector:				
Salaries and Benefits	395,251	368,764	364,967	3,797
Services and Supplies	38,341	65,228	63,324	1,904
Reimbursements	(49,722)	(49,722)	(49,722)	-
Total Treasurer-Tax Collector	383,870	384,270	378,569	5,701
County Audit:				
Services and Supplies	8,777	8,777	8,686	91
Total County Audit	8,777	8,777	8,686	91

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
EXPENDITURES (CONTINUED)				
Contributions to Other Funds				
Services and Supplies	29,621	29,621	24,692	4,929
Total Contributions to Other Funds	29,621	29,621	24,692	4,929
Surveyor:				
Services and Supplies	50,939	80,154	75,732	4,422
Total Surveyor	50,939	80,154	75,732	4,422
Miscellaneous				
Services and Supplies	(99)	18,000	17,398	602
Total Miscellaneous	(99)	18,000	17,398	602
Total General Government	4,610,075	4,793,067	3,982,867	810,200
Public Protection:				
Agricultural Commissioner:				
Salaries and Benefits	99,085	99,085	98,363	722
Services and Supplies	93,591	94,591	89,431	5,160
Total Agricultural Commissioner	192,676	193,676	187,794	5,882
Animal Control:				
Salaries and Benefits	238,108	172,509	171,789	720
Services and Supplies	(66,112)	39,449	34,149	5,300
Capital Asset	70,000	-	-	-
Total Animal Control	241,996	211,958	205,938	6,020
Building Inspector:				
Salaries and Benefits	498,049	498,049	486,985	11,064
Services and Supplies	328,014	408,014	345,792	62,222
Capital Asset	35,000	63,000	-	63,000
Total Building Inspector	861,063	969,063	832,777	136,286
Recorder:				
Salaries and Benefits	123,397	123,397	121,672	1,725
Services and Supplies	62,511	72,011	64,232	7,779
Capital Assets	-	-	-	-
Total Recorder	185,908	195,408	185,904	9,504
Director of General Plan				

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2017**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
District Attorney-Public Advocate:				
Salaries and Benefits	\$ 1,123,615	\$ 1,123,615	\$ 1,029,975	\$ 93,640
Services and Supplies	200,685	181,310	144,193	37,117
Total DA - Public Advocate	1,324,300	1,304,925	1,174,168	130,757
Jail:				
Salaries and Benefits	1,884,115	1,774,441	1,770,069	4,372
Services and Supplies	458,179	509,178	494,284	14,894
Capital Assets	-	-	-	-
Total Jail	2,342,294	2,283,619	2,264,353	19,266
Jail Health:				
Salaries and Benefits	64,815	65,203	61,027	4,176
Services and Supplies	290,020	290,020	234,637	55,383
Total Jail Health	354,835	355,223	295,664	59,559
Juvenile Hall:				
Salaries and Benefits	547,424	440,150	390,459	49,691
Services and Supplies	145,148	216,903	199,417	17,486
Total Juvenile Hall	692,572	657,053	589,876	67,177
Planning Department:				
Salaries and Benefits	332,449	253,741	187,909	65,832
Services and Supplies	61,602	383,310	359,998	23,312
Total Planning Department	394,051	637,051	547,907	89,144
Probation Department:				
Salaries and Benefits	1,298,127	1,298,976	1,256,783	42,193
Services and Supplies	227,988	265,136	256,668	8,468
Capital Assets	-	-	-	-
Total Probation Department	1,526,115	1,564,112	1,513,451	50,661
Sheriff Department:				
Salaries and Benefits	3,035,595	2,851,536	2,846,187	5,349
Services and Supplies	50,219	1,094,896	1,086,134	8,762
Capital Assets	278,800	19,964	19,963	1
Total Sheriff Department	3,364,614	3,966,396	3,952,284	14,112
Coroner:				
Services and Supplies	60,641	77,641	77,549	92
Total Coroner	60,641	77,641	77,549	92
Fire Protection:				
Services and Supplies	21,472	21,821	15,879	5,942
Total Fire Protection	21,472	21,821	15,879	5,942
Grand Jury:				
Services and Supplies	15,127	25,118	22,118	3,000
Total Grand Jury	15,127	25,118	22,118	3,000

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2017**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
LAFCO:				
Services and Supplies	\$ 7,000	\$ 7,000	\$ 7,000	\$ -
Total LAFCO	7,000	7,000	7,000	-
Public Defender:				
Services and Supplies	645,600	648,260	571,332	76,928
Total Public Defender	645,600	648,260	571,332	76,928
Total Public Protection	12,282,514	13,170,574	12,447,448	723,126
Public Ways and Facilities:				
Public Works Miscellaneous:				
Services and Supplies	82,500	82,500	82,268	232
Total Public Works Miscellaneous	82,500	82,500	82,268	232
County Advertising:				
Services and Supplies	\$ 72,620	\$ 83,277	\$ 83,267	\$ 10
Total County Advertising	72,620	83,277	83,267	10
Total Public Ways and Facilities	155,120	165,777	165,535	242
Health and Sanitation:				
Health Department:				
Salaries and Benefits	983,563	975,563	796,360	179,203
Services and Supplies	1,879,078	1,945,482	1,650,736	294,746
Total Health Department	2,862,641	2,921,045	2,447,096	473,949
Total Health and Sanitation	2,862,641	2,921,045	2,447,096	473,949
Public Assistance:				
Veteran's Services Office:				
Salaries and Benefits	52,438	52,438	52,082	356
Services and Supplies	15,627	15,627	13,074	2,553
Total Veteran's Services Office	68,065	68,065	65,156	2,909
Commission on Aging:				
Services and Supplies	146	146	-	146
Total Commission on Aging	146	146	-	146
Total Public Assistance	68,211	68,211	65,156	3,055

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
EXPENDITURES (CONTINUED)				
Education:				
Library Department:				
Salaries and Benefits	\$ 262,383	\$ 217,772	\$ 209,631	\$ 8,141
Services and Supplies	33,393	92,113	91,465	648
Total Library Department	<u>295,776</u>	<u>309,885</u>	<u>301,096</u>	<u>8,789</u>
Trinity County Co-op Extension:				
Salaries and Benefits	8,040	8,040	7,360	680
Services and Supplies	12,647	12,647	9,660	2,987
Total Trinity County Co-op Ext.	<u>20,687</u>	<u>20,687</u>	<u>17,020</u>	<u>3,667</u>
Total Education	316,463	330,572	318,116	12,456
Debt Service: Interest	<u>4,000</u>	<u>3,901</u>	<u>741</u>	<u>3,160</u>
Total Expenditures	<u>20,299,024</u>	<u>21,453,147</u>	<u>19,426,959</u>	<u>2,026,188</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,420,445)	(3,642,821)	221,732	3,864,553
Other Financing Sources (Uses):				
Transfers in	5,286,508	5,343,796	4,200,633	(1,143,163)
Transfers out	(4,322,834)	(4,661,290)	(3,603,399)	1,057,891
Total Other Financing Sources (Uses)	<u>963,674</u>	<u>682,506</u>	<u>597,234</u>	<u>(85,272)</u>
NET CHANGE TO FUND BALANCE	<u><u>\$ (2,456,771)</u></u>	<u><u>\$ (2,960,315)</u></u>	818,966	<u><u>\$ 3,779,281</u></u>
Fund Balance - Beginning of Year			<u>1,280,690</u>	
FUND BALANCE - END OF YEAR			<u><u>\$ 2,099,656</u></u>	

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
ROAD FUND
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Licenses and Permits	\$ 21,000	\$ 21,000	\$ 9,078	\$ (11,922)
Use of Money and Property	-	-	33,422	33,422
Intergovernmental	9,519,098	9,519,098	3,635,105	(5,883,993)
Charges for Services	2,015,000	2,015,000	1,352,518	(662,482)
Other Revenues	67,500	67,500	2,201	(65,299)
Total Revenues	<u>11,622,598</u>	<u>11,622,598</u>	<u>5,032,324</u>	<u>(6,590,274)</u>
EXPENTITURES				
Current:				
Public Way and Facilities				
Salaries and Benefits	3,367,957	3,367,957	3,194,482	173,475
Services and Supplies	9,035,169	9,035,169	3,762,003	5,273,166
Total Expenditures	<u>12,403,126</u>	<u>12,403,126</u>	<u>6,956,485</u>	<u>5,446,641</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(780,528)</u>	<u>(780,528)</u>	<u>(1,924,161)</u>	<u>(1,143,633)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,680,241	3,680,241	64,019	(3,616,222)
Transfers out	(3,776,944)	(3,776,944)	(160,720)	3,616,224
Total Other Financing Sources (Uses)	<u>(96,703)</u>	<u>(96,703)</u>	<u>(96,701)</u>	<u>2</u>
NET CHANGE IN FUND BALANCES	(877,231)	(877,231)	(2,020,862)	(1,143,631)
Fund Balances - Beginning of Year	<u>7,386,678</u>	<u>7,386,678</u>	<u>7,386,678</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 6,509,447</u>	<u>\$ 6,509,447</u>	<u>\$ 5,365,816</u>	<u>\$ (1,143,631)</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
HUMAN SERVICES FUND
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines, Forfeitures, and Penalties	\$ -	\$ -	\$ 211	\$ 211
Use of Money and Property	241	241	(673)	(914)
Intergovernmental	7,940,227	7,918,933	7,243,761	(675,172)
Charges for Services	252,164	252,164	164,046	(88,118)
Other Revenue	20,528	20,528	51,007	30,479
Total Revenues	<u>8,213,160</u>	<u>8,191,866</u>	<u>7,458,352</u>	<u>(733,514)</u>
EXPENDITURES				
Current:				
Public Protection				
Services and Supplies	80,040	80,040	34,372	45,668
Public Assistance				
Salaries and Benefits	4,929,475	4,948,031	4,323,883	624,148
Services and Supplies	6,853,781	6,994,076	6,451,640	542,436
Total Expenditures	<u>11,863,296</u>	<u>12,022,147</u>	<u>10,809,895</u>	<u>1,212,252</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,650,136)</u>	<u>(3,830,281)</u>	<u>(3,351,543)</u>	<u>478,738</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	4,000,065	4,180,210	3,889,104	(291,106)
Transfers out	(349,929)	(349,929)	(349,929)	-
Total Other Financing Sources (Uses)	<u>3,650,136</u>	<u>3,830,281</u>	<u>3,539,175</u>	<u>(291,106)</u>
NET CHANGE IN FUND BALANCES	-	-	187,632	187,632
Fund Balances - Beginning of Year	<u>218,365</u>	<u>218,365</u>	<u>218,365</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 218,365</u>	<u>\$ 218,365</u>	<u>\$ 405,997</u>	<u>\$ 187,632</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
HOME/CDBG PROGRAMS FUND
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ (37)	\$ (37)	\$ 43,070	\$ 43,107
Other Revenue	-	-	-	-
Total Revenues	<u>(37)</u>	<u>(37)</u>	<u>43,070</u>	<u>43,107</u>
EXPENDITURES				
Current:				
Public Assistance				
Services and Supplies	35,450	35,450	47,583	(12,133)
Total Expenditures	<u>35,450</u>	<u>35,450</u>	<u>47,583</u>	<u>(12,133)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(35,487)</u>	<u>(35,487)</u>	<u>(4,513)</u>	<u>30,974</u>
NET CHANGE IN FUND BALANCES	(35,487)	(35,487)	(4,513)	30,974
Fund Balances - Beginning of Year, Restated	<u>4,263,532</u>	<u>4,263,532</u>	<u>4,263,532</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 4,228,045</u></u>	<u><u>\$ 4,228,045</u></u>	<u><u>\$ 4,259,019</u></u>	<u><u>\$ 30,974</u></u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
MENTAL HEALTH
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 2,500	\$ 2,500	\$ 6,857	\$ 4,357
Intergovernmental	2,725,441	2,482,441	1,859,079	(623,362)
Charges for Services	82,100	82,100	62,701	(19,399)
Total Revenues	<u>2,810,041</u>	<u>2,567,041</u>	<u>1,928,637</u>	<u>(638,404)</u>
EXPENDITURES				
Current:				
Health and Sanitation				
Salaries and Benefits	3,038,371	2,933,371	2,868,907	64,464
Services and Supplies	<u>3,044,730</u>	<u>3,149,730</u>	<u>2,189,349</u>	<u>960,381</u>
Total Expenditures	<u>6,083,101</u>	<u>6,083,101</u>	<u>5,058,256</u>	<u>1,024,845</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES				
	<u>(3,273,060)</u>	<u>(3,516,060)</u>	<u>(3,129,619)</u>	<u>386,441</u>
OTHER FUNDING SOURCES (USES)				
Transfers in	3,473,783	3,844,916	3,752,249	(92,667)
Transfers out	<u>(384,905)</u>	<u>(384,905)</u>	<u>(384,904)</u>	<u>1</u>
Total Other Financing Sources (Uses)	<u>3,088,878</u>	<u>3,460,011</u>	<u>3,367,345</u>	<u>(92,666)</u>
NET CHANGE IN FUND BALANCES				
	(184,182)	(56,049)	237,726	293,775
Fund Balances - Beginning of Year	<u>165,333</u>	<u>165,333</u>	<u>165,333</u>	<u>-</u>
FUND BALANCES - END OF YEAR				
	<u>\$ (18,849)</u>	<u>\$ 109,284</u>	<u>\$ 403,059</u>	<u>\$ 293,775</u>

**COUNTY OF TRINITY
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017**

BUDGET ADOPTION AND REVISION

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.

An operating budget is adopted each fiscal year for all Governmental Funds. Expenditures are controlled at the object level within budget units for the County. The object level within a budget unit is the level at which expenditures may not legally exceed appropriations. Any amendments or transfers of appropriations between object levels within the same budget unit or between departments or funds are approved by the Board of Supervisors. Budgeted amounts in the budgetary financial schedules are reported as originally adopted and as amended during the fiscal year by resolutions approved by the Board of Supervisors.

The budget approved by the Board of Supervisors for the general fund includes budgeted expenditures and reimbursements for amounts disbursed on behalf of other Governmental Funds. Actual reimbursements for these items have been eliminated in the accompanying budgetary financial schedules. Accordingly, the related budgets for these items have also been eliminated in order to provide a meaningful comparison of actual and budgeted results of operations.

Budgets are adopted on a basis which materially conforms to generally accepted accounting principles. Unexpended appropriations lapse at year-end.





SUPPLEMENTARY FINANCIAL INFORMATION

**COUNTY OF TRINITY
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017**

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Tobacco Program

The Tobacco Program fund accounts for revenues and expenditures for support of various educational tobacco programs.

Fish and Game

The Fish and Game fund receives all fine, forfeiture and penalty moneys collected and earmarked for support of the local fish and game programs.

Non-Transit

The Non-Transit Fund accounts for all revenues and expenditures for support of non-transit programs.

TRANS

The TRANS fund is used to manage the short term borrowing and paying of moneys used to assist the County smooth its cash flow needs throughout the year. Moneys are borrowed at the beginning of the fiscal year and repaid before the fiscal year ends.

Special Aviation

The Special Aviation Fund is used to account for all revenues and expenditures for five local area airports.

Hayfork Lighting District

The Hayfork Lighting District Fund is used to account for the planning, design, construction, maintenance and administration of Hayfork lighting.

Weaverville Lighting District

The Weaverville Lighting District Fund is used to account for the planning, design, construction, maintenance, and administration of Weaverville lighting.

Transportation Commission

The Transportation Commission Fund is used to account for the revenues and expenditures associated with transportation planning and regional coordination, transportation alternatives and marketing, claimant funding and oversight, grants application and management, and administration of the Transportation Commission and its programs.

**COUNTY OF TRINITY
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017**

CDC PHEP

The CDC PHEP Fund accounts for a variety of public health emergency preparedness programs.

MHSA Other Funding

The MHSA Other Funding accounts for the MHSA reserve and a minority of the MHSA programs.

MHSA

The Mental Health Services Act (MHSA) Fund accounts for the revenues and expenditures associated with a majority of the MHSA programs.

General Government

The General Government Fund accounts for a variety of small general government programs.

Public Protection

The Public Protection Fund accounts for a variety of small public protection programs.

Public Ways

The Public Ways Fund accounts for a variety of small public ways programs.

Health and Sanitation

The Health and Sanitation Fund accounts for a variety of small health and sanitation programs.

Public Assistance

The Public Assistance Fund accounts for a variety of small public assistance programs.

Disaster Recovery Initiative

The Disaster Recovery Initiative Fund accounts for multi-year grant revenues that reimburse the County for qualified disaster recovery projects.

Health Realignment

The Health Realignment Fund is used to account for all health realignment moneys received by the County. These moneys are transferred to the health operating fund to cover certain qualified health expenditures not covered by other grant programs.

Mental Health Realignment

The Mental Health Realignment Fund is used to account for all mental health realignment moneys received by the County. These moneys are transferred to the mental health operating fund to cover certain qualified mental health expenditures not covered by other grant programs.

Emergency Services

The Emergency Services Fund accounts for all revenues and expenditures dealing with emergency services programs, such as "Maddy" funds.

**COUNTY OF TRINITY
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017**

CAPITAL PROJECTS FUNDS

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

Capital Projects

The Capital Projects Fund accounts for the financing of various improvements including renovation, acquisition and construction of major capital assets. It provides for the appropriation of State authorized surcharges on fines for non-parking and other criminal cases, which are statutorily designated for renovation and/or construction of courtroom facilities. It provides for the appropriation of certain fine and forfeiture revenues, restricted by Government Code Section 76101 for the support of construction, reconstruction, expansion, improvement, operation or maintenance of County criminal justice and Court facilities, and for improvement of criminal justice automated information systems. It also provides for the accumulation of assigned reserves, by the Board of Supervisors, for future capital needs.

JDF Capital Projects

The JDF Capital Projects Fund accounts for the specific improvements including renovation, acquisition, and construction of the Juvenile Detention Facility.

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for and the payment of general long-term debt principal, interest and related costs.

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**COUNTY OF TRINITY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

	Special Revenue			
	Tobacco Program	Fish and Game	Non-Transit	TRANS
ASSETS				
Cash and Investments	\$ 118,608	\$ 18,197	\$ 12,212	\$ 5,556
Imprest Cash	-	-	-	-
Cash with Fiscal Agent	-	-	-	-
Accounts Receivable	-	-	-	-
Due from other Governments	-	-	-	-
Interest Receivable	224	29	27	708
Prepays and Other Assets	-	-	-	-
Due from Other Funds	-	-	-	-
Advances to Other Funds	-	-	-	-
Total Assets	<u>\$ 118,832</u>	<u>\$ 18,226</u>	<u>\$ 12,239</u>	<u>\$ 6,264</u>
LIABILITIES				
Accounts Payable	\$ 48,658	\$ -	\$ -	\$ 1
Salaries and Benefits Payable	-	-	-	-
Due to Other Funds	-	-	-	-
Unearned Revenue	-	-	-	-
Deposits from Others	-	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	<u>48,658</u>	<u>-</u>	<u>-</u>	<u>1</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	-	-	-	-
FUND BALANCE				
Nonspendable	-	-	-	-
Restricted	70,174	18,226	12,239	-
Assigned	-	-	-	6,263
Unassigned	-	-	-	-
Total Fund Balances	<u>70,174</u>	<u>18,226</u>	<u>12,239</u>	<u>6,263</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 118,832</u>	<u>\$ 18,226</u>	<u>\$ 12,239</u>	<u>\$ 6,264</u>

**COUNTY OF TRINITY
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

	Special Revenue				
	Special Aviation	Hayfork Lighting District	Weaverville Lighting District	Transportation Commission	CDC PHEP
ASSETS					
Cash and Investments	\$ 57,289	\$ 132,314	\$ 237,617	\$ 58,691	\$ 2,878
Imprest Cash	-	-	-	-	-
Cash with Fiscal Agent	-	-	-	-	-
Accounts Receivable	-	-	-	-	-
Due from other Governments	49,160	-	-	63,609	28,866
Interest Receivable	-	210	369	351	15
Prepays and Other Assets	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-
Total Assets	\$ 106,449	\$ 132,524	\$ 237,986	\$ 122,651	\$ 31,759
LIABILITIES					
Accounts Payable	\$ 81,293	\$ -	\$ -	\$ 9,930	\$ 1,365
Salaries and Benefits Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Unearned Revenue	-	-	-	13,735	-
Deposits from Others	-	-	-	-	-
Advances from Other Funds	-	-	-	-	-
Total Liabilities	81,293	-	-	23,665	1,365
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	-	-	-	63,609	28,866
FUND BALANCE					
Nonspendable	-	-	-	-	-
Restricted	25,156	132,524	237,986	35,377	1,528
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	25,156	132,524	237,986	35,377	1,528
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 106,449	\$ 132,524	\$ 237,986	\$ 122,651	\$ 31,759

**COUNTY OF TRINITY
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

	Special Revenue				
	MHTA Other Funding	MHTA	General Government	Public Protection	Public Ways
ASSETS					
Cash and Investments	\$ 371,908	\$ 138,442	\$ 412,413	\$ 1,800,035	\$ 662,955
Imprest Cash	-	-	-	35,712	-
Cash with Fiscal Agent	-	-	-	-	-
Accounts Receivable	-	-	1,800	-	1,979
Due from other Governments	43,150	136,643	-	202,960	13,879
Interest Receivable	917	1,048	230	1,416	2,186
Prepays and Other Assets	-	-	-	-	-
Due from Other Funds	-	-	-	-	942,266
Advances to Other Funds	-	-	-	-	-
Total Assets	\$ 415,975	\$ 276,133	\$ 414,443	\$ 2,040,123	\$ 1,623,265
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ 38,726	\$ 20,646	\$ 486
Salaries and Benefits Payable	-	-	-	-	-
Due to Other Funds	-	-	-	64,822	-
Unearned Revenue	-	-	-	60,243	1,378
Deposits from Others	-	-	-	8,468	-
Advances from Other Funds	-	-	-	156,403	-
Total Liabilities	-	-	38,726	310,582	1,864
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	-	-	-	58,532	-
FUND BALANCE					
Nonspendable	-	-	-	-	-
Restricted	415,975	276,133	375,717	1,671,009	1,621,401
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	415,975	276,133	375,717	1,671,009	1,621,401
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 415,975	\$ 276,133	\$ 414,443	\$ 2,040,123	\$ 1,623,265

**COUNTY OF TRINITY
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

	Special Revenue				
	Health and Sanitation	Public Assistance	Disaster Recovery Initiative	Health Realignment	Mental Health Realignment
ASSETS					
Cash and Investments	\$ 2,053,382	\$ 691,074	\$ 22,607	\$ 309,103	\$ -
Imprest Cash	-	-	-	-	-
Cash with Fiscal Agent	-	-	-	-	-
Accounts Receivable	116,944	-	-	-	-
Due from other Governments	93,000	-	-	-	-
Interest Receivable	1,006	-	37	-	-
Prepays and Other Assets	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-
Total Assets	<u>\$ 2,264,332</u>	<u>\$ 691,074</u>	<u>\$ 22,644</u>	<u>\$ 309,103</u>	<u>\$ -</u>
LIABILITIES					
Accounts Payable	\$ 35,283	\$ -	\$ -	\$ -	\$ -
Salaries and Benefits Payable	-	-	-	-	-
Due to Other Funds	127,761	-	-	-	-
Unearned Revenue	-	-	-	-	-
Deposits from Others	20	-	-	-	-
Advances from Other Funds	-	-	-	-	-
Total Liabilities	<u>163,064</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	159,020	-	-	-	-
FUND BALANCE					
Nonspendable	-	-	-	-	-
Restricted	1,942,248	691,074	22,644	309,103	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	<u>1,942,248</u>	<u>691,074</u>	<u>22,644</u>	<u>309,103</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 2,264,332</u>	<u>\$ 691,074</u>	<u>\$ 22,644</u>	<u>\$ 309,103</u>	<u>\$ -</u>

**COUNTY OF TRINITY
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

	Special	Capital Projects			Total
	Revenue		JDF		
	Emergency	Capital	Capital	Debt	
	Services	Projects	Projects	Service	
ASSETS					
Cash and Investments	\$ -	\$ 673,520	\$ 116	\$ 1,364,327	\$ 9,143,244
Imprest Cash	-	-	-	-	35,712
Cash with Fiscal Agent	-	-	-	465,031	465,031
Accounts Receivable	-	-	-	-	120,723
Due from other Governments	127,815	-	-	4,096	763,178
Interest Receivable	-	1,168	-	1,442	11,383
Prepays and Other Assets	-	-	-	-	-
Due from Other Funds	-	-	-	-	942,266
Advances to Other Funds	-	-	-	-	-
Total Assets	<u>\$ 127,815</u>	<u>\$ 674,688</u>	<u>\$ 116</u>	<u>\$ 1,834,896</u>	<u>\$ 11,481,537</u>
LIABILITIES					
Accounts Payable	\$ -	\$ 254,444	\$ -	\$ 12,163	\$ 502,995
Salaries and Benefits Payable	-	-	-	-	-
Due to Other Funds	157,462	-	-	-	350,045
Unearned Revenue	-	-	-	-	75,356
Deposits from Others	-	-	-	-	8,488
Advances from Other Funds	22,000	42,854	-	-	221,257
Total Liabilities	<u>179,462</u>	<u>297,298</u>	<u>-</u>	<u>12,163</u>	<u>1,158,141</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	7,031	-	-	-	317,058
FUND BALANCE					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	7,858,514
Assigned	-	377,390	116	1,822,733	2,206,502
Unassigned	(58,678)	-	-	-	(58,678)
Total Fund Balances	<u>(58,678)</u>	<u>377,390</u>	<u>116</u>	<u>1,822,733</u>	<u>10,006,338</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 127,815</u>	<u>\$ 674,688</u>	<u>\$ 116</u>	<u>\$ 1,834,896</u>	<u>\$ 11,481,537</u>

**COUNTY OF TRINITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017**

	Special Revenue			
	Tobacco Program	Fish and Game	Non-Transit	TRANS
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Fines, Forfeitures, and Penalties	-	835	-	-
Use of Money and Property	779	117	105	10,891
Intergovernmental	174,088	591	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	<u>174,867</u>	<u>1,543</u>	<u>105</u>	<u>10,891</u>
EXPENDITURES				
Current:				
General Government	-	-	-	11,003
Public Protection	-	1,917	-	-
Public Ways and Facilities	-	-	9	-
Health and Sanitation	165,583	-	-	-
Public Assistance	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	55,523
Capital Outlay	-	-	-	-
Total Expenditures	<u>165,583</u>	<u>1,917</u>	<u>9</u>	<u>66,526</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	9,284	(374)	96	(55,635)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	4,380	58,005
Transfers out	-	-	(4,477)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(97)</u>	<u>58,005</u>
NET CHANGE IN FUND BALANCES	9,284	(374)	(1)	2,370
Fund Balances - Beginning of Year	<u>60,890</u>	<u>18,600</u>	<u>12,240</u>	<u>3,893</u>
FUND BALANCES - END OF YEAR	<u>\$ 70,174</u>	<u>\$ 18,226</u>	<u>\$ 12,239</u>	<u>\$ 6,263</u>

**COUNTY OF TRINITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017**

	Special Revenue				
	Special Aviation	Hayfork Lighting District	Weaverville Lighting District	Transportation Commission	CDC PHEP
REVENUES					
Taxes	\$ -	\$ 16,465	\$ 56,034	\$ -	\$ -
Licenses and Permits	-	-	-	-	-
Fines, Forfeitures, and Penalties	-	-	-	-	-
Use of Money and Property	-	791	1,367	1,634	8
Intergovernmental	125,551	176	618	152,558	112,235
Charges for Services	-	-	-	-	-
Other Revenue	-	-	-	2,789	-
Total Revenues	<u>125,551</u>	<u>17,432</u>	<u>58,019</u>	<u>156,981</u>	<u>112,243</u>
EXPENDITURES					
Current:					
General Government	-	8,490	32,198	-	-
Public Protection	-	-	-	-	-
Public Ways and Facilities	189,873	-	-	227,299	-
Health and Sanitation	-	-	-	-	88,877
Public Assistance	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>189,873</u>	<u>8,490</u>	<u>32,198</u>	<u>227,299</u>	<u>88,877</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(64,322)	8,942	25,821	(70,318)	23,366
OTHER FINANCING SOURCES (USES)					
Transfers in	84,792	-	-	91,595	-
Transfers out	-	-	-	(138,865)	-
Total Other Financing Sources (Uses)	<u>84,792</u>	<u>-</u>	<u>-</u>	<u>(47,270)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	20,470	8,942	25,821	(117,588)	23,366
Fund Balances - Beginning of Year	4,686	123,582	212,165	152,965	(21,838)
FUND BALANCES - END OF YEAR	<u>\$ 25,156</u>	<u>\$ 132,524</u>	<u>\$ 237,986</u>	<u>\$ 35,377</u>	<u>\$ 1,528</u>

**COUNTY OF TRINITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017**

	Special Revenue				
	MHSAs Other Funding	MHSAs	General Government	Public Protection	Public Ways
REVENUES					
Taxes	\$ -	\$ -	\$ 19,750	\$ -	\$ 308,345
Licenses and Permits	-	-	-	17,366	-
Fines, Forfeitures, and Penalties	-	-	17,420	259,093	-
Use of Money and Property	3,324	4,657	962	5,246	74,239
Intergovernmental	405,778	1,284,963	-	2,678,219	77,163
Charges for Services	-	-	26,813	18,044	-
Other Revenue	-	-	-	24,702	-
Total Revenues	<u>409,102</u>	<u>1,289,620</u>	<u>64,945</u>	<u>3,002,670</u>	<u>459,747</u>
EXPENDITURES					
Current:					
General Government	-	-	74,202	-	-
Public Protection	-	-	-	839,066	-
Public Ways and Facilities	-	-	-	-	(1,969)
Health and Sanitation	336	474	-	-	-
Public Assistance	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>336</u>	<u>474</u>	<u>74,202</u>	<u>839,066</u>	<u>(1,969)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	408,766	1,289,146	(9,257)	2,163,604	461,716
OTHER FINANCING SOURCES (USES)					
Transfers in	400,000	311,494	-	12,891	360,630
Transfers out	(892,307)	(2,023,980)	(162,102)	(1,846,625)	(649,126)
Total Other Financing Sources (Uses)	<u>(492,307)</u>	<u>(1,712,486)</u>	<u>(162,102)</u>	<u>(1,833,734)</u>	<u>(288,496)</u>
NET CHANGE IN FUND BALANCES	(83,541)	(423,340)	(171,359)	329,870	173,220
Fund Balances - Beginning of Year	499,516	699,473	547,076	1,341,139	1,448,181
FUND BALANCES - END OF YEAR	<u>\$ 415,975</u>	<u>\$ 276,133</u>	<u>\$ 375,717</u>	<u>\$ 1,671,009</u>	<u>\$ 1,621,401</u>

**COUNTY OF TRINITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017**

	Special Revenue				
	Health and Sanitation	Public Assistance	Disaster Recovery Initiative	Health Realignment	Mental Health Realignment
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-	-
Fines, Forfeitures, and Penalties	18,041	-	-	-	-
Use of Money and Property	7,419	-	38	-	-
Intergovernmental	4,123,723	1,671,112	91,812	1,300,140	742,322
Charges for Services	88,205	-	-	-	-
Other Revenue	5,058	-	-	-	-
Total Revenues	<u>4,242,446</u>	<u>1,671,112</u>	<u>91,850</u>	<u>1,300,140</u>	<u>742,322</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Protection	-	-	-	-	-
Public Ways and Facilities	-	-	-	-	-
Health and Sanitation	1,285,310	-	-	-	-
Public Assistance	-	241	589	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>1,285,310</u>	<u>241</u>	<u>589</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,957,136	1,670,871	91,261	1,300,140	742,322
OTHER FINANCING SOURCES (USES)					
Transfers in	65,941	150,000	-	292,662	5,924
Transfers out	<u>(3,127,683)</u>	<u>(1,489,447)</u>	<u>-</u>	<u>(1,504,718)</u>	<u>(748,246)</u>
Total Other Financing Sources (Uses)	<u>(3,061,742)</u>	<u>(1,339,447)</u>	<u>-</u>	<u>(1,212,056)</u>	<u>(742,322)</u>
NET CHANGE IN FUND BALANCES	(104,606)	331,424	91,261	88,084	-
Fund Balances - Beginning of Year	<u>2,046,854</u>	<u>359,650</u>	<u>(68,617)</u>	<u>221,019</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,942,248</u>	<u>\$ 691,074</u>	<u>\$ 22,644</u>	<u>\$ 309,103</u>	<u>\$ -</u>

**COUNTY OF TRINITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017**

	Special Revenue	Capital Projects		Debt Service	Total
	Emergency Services	Capital Projects	JDF Capital Projects		
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 400,594
Licenses and Permits	-	-	-	-	17,366
Fines, Forfeitures, and Penalties	-	-	-	-	295,389
Use of Money and Property	-	4,403	1	13,493	129,474
Intergovernmental	297,005	30,000	-	-	13,268,054
Charges for Services	-	-	-	-	133,062
Other Revenue	1,202	1,309	-	57,192	92,252
Total Revenues	<u>298,207</u>	<u>35,712</u>	<u>1</u>	<u>70,685</u>	<u>14,336,191</u>
EXPENDITURES					
Current:					
General Government	-	62	-	15,761	141,716
Public Protection	323,011	-	-	-	1,163,994
Public Ways and Facilities	-	-	-	-	415,212
Health and Sanitation	-	-	-	-	1,540,580
Public Assistance	-	-	-	-	830
Debt Service:					
Principal	-	-	-	1,695,976	1,695,976
Interest	-	-	-	383,440	438,963
Capital Outlay	-	1,204,765	-	-	1,204,765
Total Expenditures	<u>323,011</u>	<u>1,204,827</u>	<u>-</u>	<u>2,095,177</u>	<u>6,602,036</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(24,804)	(1,169,115)	1	(2,024,492)	7,734,155
OTHER FINANCING SOURCES (USES)					
Transfers in	70,000	1,096,900	-	2,080,383	5,085,597
Transfers out	-	-	-	-	(12,587,576)
Total Other Financing Sources (Uses)	<u>70,000</u>	<u>1,096,900</u>	<u>-</u>	<u>2,080,383</u>	<u>(7,501,979)</u>
NET CHANGE IN FUND BALANCES	45,196	(72,215)	1	55,891	232,176
Fund Balances - Beginning of Year	(103,874)	449,605	115	1,766,842	9,774,162
FUND BALANCES - END OF YEAR	<u>\$ (58,678)</u>	<u>\$ 377,390</u>	<u>\$ 116</u>	<u>\$ 1,822,733</u>	<u>\$ 10,006,338</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
TOBACCO PROGRAM
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ 779	\$ 779
Intergovernmental	150,000	150,000	174,088	24,088
Total Revenues	<u>150,000</u>	<u>150,000</u>	<u>174,867</u>	<u>24,867</u>
EXPENDITURES				
Current:				
Health and Sanitation				
Services and Supplies	168,700	174,087	165,583	8,504
Total Expenditures	<u>168,700</u>	<u>174,087</u>	<u>165,583</u>	<u>8,504</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES				
	<u>(18,700)</u>	<u>(24,087)</u>	<u>9,284</u>	<u>33,371</u>
OTHER FUNDING SOURCES (USES)				
Transfers in	1,000	1,000	-	(1,000)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
NET CHANGE IN FUND BALANCES				
	<u>(17,700)</u>	<u>(23,087)</u>	<u>9,284</u>	<u>32,371</u>
Fund Balances - Beginning of Year	<u>60,890</u>	<u>60,890</u>	<u>60,890</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 43,190</u></u>	<u><u>\$ 37,803</u></u>	<u><u>\$ 70,174</u></u>	<u><u>\$ 32,371</u></u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
FISH AND GAME
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines, Forfeitures, and Penalties	\$ 725	\$ 725	\$ 835	\$ 110
Use of Money and Property	45	45	117	72
Intergovernmental	550	550	591	41
Total Revenues	<u>1,320</u>	<u>1,320</u>	<u>1,543</u>	<u>223</u>
EXPENDITURES				
Current:				
Public Protection				
Services and Supplies	<u>2,955</u>	<u>2,955</u>	<u>1,917</u>	<u>1,038</u>
Total Expenditures	<u>2,955</u>	<u>2,955</u>	<u>1,917</u>	<u>1,038</u>
NET CHANGE IN FUND BALANCES	(1,635)	(1,635)	(374)	1,261
Fund Balances - Beginning of Year	<u>18,600</u>	<u>18,600</u>	<u>18,600</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 16,965</u></u>	<u><u>\$ 16,965</u></u>	<u><u>\$ 18,226</u></u>	<u><u>\$ 1,261</u></u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
NON-TRANSIT
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ 105	\$ 105
Total Revenues	-	-	105	105
EXPENDITURES				
Current:				
Public Way and Facilities				
Services and Supplies	9,636	9,636	9	9,627
Total Expenditures	9,636	9,636	9	9,627
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	(9,636)	(9,636)	96	9,732
OTHER FINANCING SOURCES (USES)				
Transfers in	4,380	4,380	4,380	-
Transfers out	-	-	(4,477)	(4,477)
Total Other Financing Sources (Uses)	4,380	4,380	(97)	(4,477)
NET CHANGE IN FUND BALANCES	(5,256)	(5,256)	(1)	5,255
Fund Balances - Beginning of Year	12,240	12,240	12,240	-
FUND BALANCES - END OF YEAR	<u>\$ 6,984</u>	<u>\$ 6,984</u>	<u>\$ 12,239</u>	<u>\$ 5,255</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
TRANS
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 5,000	\$ 8,523	\$ 10,891	\$ 2,368
Total Revenues	5,000	8,523	10,891	2,368
EXPENDITURES				
Current:				
General Government				
Services and Supplies	11,005	11,005	11,003	2
Debt Service:				
Interest	52,000	55,523	55,523	-
Total Expenditures	63,005	66,528	66,526	2
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	(58,005)	(58,005)	(55,635)	2,370
OTHER FINANCING SOURCES (USES)				
Transfers in	58,005	58,005	58,005	-
Total Other Financing Sources (Uses)	58,005	58,005	58,005	-
NET CHANGE IN FUND BALANCES	-	-	2,370	2,370
Fund Balances - Beginning of Year	3,893	3,893	3,893	-
FUND BALANCES - END OF YEAR	<u>\$ 3,893</u>	<u>\$ 3,893</u>	<u>\$ 6,263</u>	<u>\$ 2,370</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
SPECIAL AVIATION
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 1,067,910	\$ 1,067,910	\$ 125,551	\$ (942,359)
Total Revenues	<u>1,067,910</u>	<u>1,067,910</u>	<u>125,551</u>	<u>(942,359)</u>
EXPENDITURES				
Current:				
Public way and facilities				
Services and Supplies	1,157,938	1,157,938	189,873	968,065
Total Expenditures	<u>1,157,938</u>	<u>1,157,938</u>	<u>189,873</u>	<u>968,065</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	(90,028)	(90,028)	(64,322)	25,706
OTHER FINANCING SOURCES (USES)				
Transfers in	184,150	184,150	84,792	(99,358)
Transfers out	(174,150)	(174,150)	-	174,150
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>10,000</u>	<u>84,792</u>	<u>74,792</u>
NET CHANGE IN FUND BALANCES	(80,028)	(80,028)	20,470	100,498
Fund Balances - Beginning of Year	<u>4,686</u>	<u>4,686</u>	<u>4,686</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ (75,342)</u>	<u>\$ (75,342)</u>	<u>\$ 25,156</u>	<u>\$ 100,498</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
HAYFORK LIGHTING DISTRICT
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 14,107	\$ 14,107	\$ 16,465	\$ 2,358
Use of Money and Property	250	250	791	541
Intergovernmental	150	150	176	26
Total Revenues	<u>14,507</u>	<u>14,507</u>	<u>17,432</u>	<u>2,925</u>
EXPENDITURES				
Current:				
General Government				
Services and Supplies	<u>9,100</u>	<u>9,100</u>	<u>8,490</u>	<u>610</u>
Total Expenditures	<u>9,100</u>	<u>9,100</u>	<u>8,490</u>	<u>610</u>
NET CHANGE IN FUND BALANCES	5,407	5,407	8,942	3,535
Fund Balances - Beginning of Year	<u>123,582</u>	<u>123,582</u>	<u>123,582</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 128,989</u></u>	<u><u>\$ 128,989</u></u>	<u><u>\$ 132,524</u></u>	<u><u>\$ 3,535</u></u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
WEAVERVILLE LIGHTING DISTRICT
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 49,275	\$ 49,275	\$ 56,034	\$ 6,759
Use of Money and Property	400	400	1,367	967
Intergovernmental	600	600	618	18
Total Revenues	<u>50,275</u>	<u>50,275</u>	<u>58,019</u>	<u>7,744</u>
EXPENDITURES				
Current:				
General Government				
Services and Supplies	<u>33,200</u>	<u>33,200</u>	<u>32,198</u>	<u>1,002</u>
Total Expenditures	<u>33,200</u>	<u>33,200</u>	<u>32,198</u>	<u>1,002</u>
NET CHANGE IN FUND BALANCES	17,075	17,075	25,821	8,746
Fund Balances - Beginning of Year	<u>212,165</u>	<u>212,165</u>	<u>212,165</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 229,240</u></u>	<u><u>\$ 229,240</u></u>	<u><u>\$ 237,986</u></u>	<u><u>\$ 8,746</u></u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
TRANSPORTATION COMMISSION
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ 1,634	\$ 1,634
Intergovernmental	383,757	383,757	152,558	(231,199)
Other Revenue	1,200	1,200	2,789	1,589
Total Revenues	<u>384,957</u>	<u>384,957</u>	<u>156,981</u>	<u>(227,976)</u>
EXPENDITURES				
Current:				
Public Ways and Facilities				
Services and Supplies	357,416	357,416	227,299	130,117
Total Expenditures	<u>357,416</u>	<u>357,416</u>	<u>227,299</u>	<u>130,117</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	27,541	27,541	(70,318)	(97,859)
OTHER FINANCING SOURCES (USES)				
Transfers in	91,595	91,595	91,595	-
Transfers out	(119,136)	(119,136)	(138,865)	(19,729)
Total Other Financing Sources (Uses)	<u>(27,541)</u>	<u>(27,541)</u>	<u>(47,270)</u>	<u>(19,729)</u>
NET CHANGE IN FUND BALANCES	-	-	(117,588)	(117,588)
Fund Balances - Beginning of Year	<u>152,965</u>	<u>152,965</u>	<u>152,965</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 152,965</u>	<u>\$ 152,965</u>	<u>\$ 35,377</u>	<u>\$ (117,588)</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
CDC PHEP
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ 8	\$ 8
Intergovernmental	150,860	148,689	112,235	(36,454)
Total Revenues	<u>150,860</u>	<u>148,689</u>	<u>112,243</u>	<u>(36,446)</u>
EXPENDITURES				
Current:				
Health and Sanitation				
Services and Supplies	150,860	148,689	88,877	59,812
Total Expenditures	<u>150,860</u>	<u>148,689</u>	<u>88,877</u>	<u>59,812</u>
NET CHANGE IN FUND BALANCES	-	-	23,366	23,366
Fund Balances - Beginning of Year	<u>(21,838)</u>	<u>(21,838)</u>	<u>(21,838)</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ (21,838)</u></u>	<u><u>\$ (21,838)</u></u>	<u><u>\$ 1,528</u></u>	<u><u>\$ 23,366</u></u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
MHSA OTHER FUNDING
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 2,000	\$ 2,000	\$ 3,324	\$ 1,324
Intergovernmental	351,154	351,154	405,778	54,624
Total Revenues	<u>353,154</u>	<u>353,154</u>	<u>409,102</u>	<u>55,948</u>
EXPENDITURES				
Current:				
Health and Sanitation				
Services and Supplies	700	700	336	364
Total Expenditures	<u>700</u>	<u>700</u>	<u>336</u>	<u>364</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	352,454	352,454	408,766	56,312
OTHER FINANCING SOURCES (USES)				
Transfers in	400,000	400,000	400,000	-
Transfers out	(892,307)	(892,307)	(892,307)	-
Total Other Financing Sources (Uses)	<u>(492,307)</u>	<u>(492,307)</u>	<u>(492,307)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(139,853)	(139,853)	(83,541)	56,312
Fund Balances - Beginning of Year	<u>499,516</u>	<u>499,516</u>	<u>499,516</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 359,663</u>	<u>\$ 359,663</u>	<u>\$ 415,975</u>	<u>\$ 56,312</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
MHSA
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 2,500	\$ 2,500	\$ 4,657	\$ 2,157
Intergovernmental	1,111,986	1,111,986	1,284,963	172,977
Total Revenues	<u>1,114,486</u>	<u>1,114,486</u>	<u>1,289,620</u>	<u>175,134</u>
EXPENDITURES				
Current:				
Health and Sanitation				
Services and Supplies	1,000	1,000	474	526
Total Expenditures	<u>1,000</u>	<u>1,000</u>	<u>474</u>	<u>526</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	1,113,486	1,113,486	1,289,146	175,660
OTHER FINANCING SOURCES (USES)				
Transfers in	311,494	311,494	311,494	-
Transfers out	(1,820,980)	(2,023,980)	(2,023,980)	-
Total Other Financing Sources (Uses)	<u>(1,509,486)</u>	<u>(1,712,486)</u>	<u>(1,712,486)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(396,000)	(599,000)	(423,340)	175,660
Fund Balances - Beginning of Year	<u>699,473</u>	<u>699,473</u>	<u>699,473</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 303,473</u>	<u>\$ 100,473</u>	<u>\$ 276,133</u>	<u>\$ 175,660</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
GENERAL GOVERNMENT
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 18,000	\$ 18,000	\$ 19,750	\$ 1,750
Fines, Forfeits, and Penalties	17,503	17,503	17,420	(83)
Use of Money and Property	325	325	962	637
Intergovernmental	-	-	-	-
Charges for Services	24,000	24,000	26,813	2,813
Total Revenues	<u>59,828</u>	<u>59,828</u>	<u>64,945</u>	<u>5,117</u>
EXPENDITURES				
Current:				
General Government				
Services and Supplies	90,263	147,519	74,202	73,317
Total Expenditures	<u>90,263</u>	<u>147,519</u>	<u>74,202</u>	<u>73,317</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	(30,435)	(87,691)	(9,257)	78,434
OTHER FINANCING SOURCES (USES)				
Transfers out	(162,500)	(172,400)	(162,102)	10,298
Total Other Financing Sources (Uses)	<u>(162,500)</u>	<u>(172,400)</u>	<u>(162,102)</u>	<u>10,298</u>
NET CHANGE IN FUND BALANCES	(192,935)	(260,091)	(171,359)	88,732
Fund Balances - Beginning of Year, Restated	<u>547,076</u>	<u>547,076</u>	<u>547,076</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 354,141</u>	<u>\$ 286,985</u>	<u>\$ 375,717</u>	<u>\$ 88,732</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
PUBLIC PROTECTION
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Licenses and Permits	\$ 16,000	\$ 16,000	\$ 17,366	\$ 1,366
Fines, Forfeits, and Penalties	19,000	19,000	259,093	240,093
Use of Money and Property	1,401	1,401	5,246	3,845
Intergovernmental	2,708,883	2,667,491	2,678,219	10,728
Charges for Services	16,500	16,500	18,044	1,544
Other Revenue	20,420	20,420	24,702	4,282
Total Revenues	<u>2,782,204</u>	<u>2,740,812</u>	<u>3,002,670</u>	<u>261,858</u>
EXPENDITURES				
Current:				
Public Protection				
Salaries and Benefits	674,685	607,730	564,285	43,445
Services and Supplies	334,495	472,408	274,781	197,627
Total Expenditures	<u>1,009,180</u>	<u>1,080,138</u>	<u>839,066</u>	<u>241,072</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	1,773,024	1,660,674	2,163,604	502,930
OTHER FINANCING SOURCES (USES)				
Transfers in	213,927	223,836	12,891	(210,945)
Transfers out	<u>(2,054,453)</u>	<u>(2,109,233)</u>	<u>(1,846,625)</u>	<u>262,608</u>
Total Other Financing Sources (Uses)	<u>(1,840,526)</u>	<u>(1,885,397)</u>	<u>(1,833,734)</u>	<u>51,663</u>
NET CHANGE IN FUND BALANCES	(67,502)	(224,723)	329,870	554,593
Fund Balances - Beginning of Year	<u>1,341,139</u>	<u>1,341,139</u>	<u>1,341,139</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,273,637</u>	<u>\$ 1,116,416</u>	<u>\$ 1,671,009</u>	<u>\$ 554,593</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
PUBLIC WAYS
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 270,000	\$ 270,000	\$ 308,345	\$ 38,345
Use of Money and Property	73,543	73,543	74,239	696
Intergovernmental	58,384	58,384	77,163	18,779
Total Revenues	<u>401,927</u>	<u>401,927</u>	<u>459,747</u>	<u>57,820</u>
EXPENDITURES				
Current:				
Public Ways and Facilities				
Services and Supplies	60,535	60,535	10,594	49,941
Reimbursements	14,000	14,000	(12,563)	26,563
Total Expenditures	<u>74,535</u>	<u>74,535</u>	<u>(1,969)</u>	<u>76,504</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	327,392	327,392	461,716	134,324
OTHER FINANCING SOURCES (USES)				
Transfers in	254,542	254,542	360,630	106,088
Transfers out	(656,334)	(656,334)	(649,126)	7,208
Total Other Financing Sources (Uses)	<u>(401,792)</u>	<u>(401,792)</u>	<u>(288,496)</u>	<u>113,296</u>
NET CHANGE IN FUND BALANCES	(74,400)	(74,400)	173,220	247,620
Fund Balances - Beginning of Year	<u>1,448,181</u>	<u>1,448,181</u>	<u>1,448,181</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,373,781</u>	<u>\$ 1,373,781</u>	<u>\$ 1,621,401</u>	<u>\$ 247,620</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
HEALTH AND SANITATION
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines, Forfeitures, and Penalties	\$ 19,655	\$ 16,655	\$ 18,041	\$ 1,386
Use of Money and Property	3,095	3,095	7,419	4,324
Intergovernmental	4,245,762	4,386,508	4,123,723	(262,785)
Charges for Services	89,500	85,455	88,205	2,750
Other Revenue	-	-	5,058	5,058
Total Revenues	<u>4,358,012</u>	<u>4,491,713</u>	<u>4,242,446</u>	<u>(249,267)</u>
EXPENDITURES				
Current:				
Health and Sanitation				
Salaries and Benefits	689,789	689,789	677,342	12,447
Services and Supplies	676,864	778,370	607,968	170,402
Total Expenditures	<u>1,366,653</u>	<u>1,468,159</u>	<u>1,285,310</u>	<u>182,849</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	2,991,359	3,023,554	2,957,136	(66,418)
OTHER FINANCING SOURCES (USES)				
Transfers in	340,650	300,650	65,941	(234,709)
Transfers out	<u>(3,378,653)</u>	<u>(3,515,813)</u>	<u>(3,127,683)</u>	<u>388,130</u>
Total Other Financing Sources (Uses)	<u>(3,038,003)</u>	<u>(3,215,163)</u>	<u>(3,061,742)</u>	<u>153,421</u>
NET CHANGE IN FUND BALANCES	(46,644)	(191,609)	(104,606)	87,003
Fund Balances - Beginning of Year	<u>2,046,854</u>	<u>2,046,854</u>	<u>2,046,854</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,000,210</u>	<u>\$ 1,855,245</u>	<u>\$ 1,942,248</u>	<u>\$ 87,003</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
PUBLIC ASSISTANCE
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 1,395,856	\$ 1,671,112	\$ 1,671,112	\$ -
Total Revenues	1,395,856	1,671,112	1,671,112	-
EXPENDITURES				
Current:				
Public Assistance				
Services and Supplies	247	247	241	6
Total Expenditures	247	247	241	6
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	1,395,609	1,670,865	1,670,871	6
OTHER FINANCING SOURCES (USES)				
Transfers in	150,000	150,000	150,000	-
Transfers out	(1,558,504)	(1,664,489)	(1,489,447)	175,042
Total Other Financing Sources (Uses)	(1,408,504)	(1,514,489)	(1,339,447)	175,042
NET CHANGE IN FUND BALANCES	(12,895)	156,376	331,424	175,048
Fund Balances - Beginning of Year	359,650	359,650	359,650	-
FUND BALANCES - END OF YEAR	<u>\$ 346,755</u>	<u>\$ 516,026</u>	<u>\$ 691,074</u>	<u>\$ 175,048</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
DISASTER RECOVERY INITIATIVE
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ 38	\$ 38
Intergovernmental	-	-	91,812	91,812
Other Revenue	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>91,850</u>	<u>91,850</u>
EXPENDITURES				
Current:				
Public Assistance				
Services and Supplies	-	-	589	(589)
Total Expenditures	<u>-</u>	<u>-</u>	<u>589</u>	<u>(589)</u>
NET CHANGE IN FUND BALANCES	-	-	91,261	91,261
Fund Balances - Beginning of Year	<u>(68,617)</u>	<u>(68,617)</u>	<u>(68,617)</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ (68,617)</u>	<u>\$ (68,617)</u>	<u>\$ 22,644</u>	<u>\$ 91,261</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
HEALTH REALIGNMENT
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 1,236,390	\$ 1,236,390	\$ 1,300,140	\$ 63,750
Total Revenues	1,236,390	1,236,390	1,300,140	63,750
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	1,236,390	1,236,390	1,300,140	63,750
OTHER FINANCING SOURCES (USES)				
Transfers in	292,662	292,662	292,662	-
Transfers out	(1,621,397)	(1,621,397)	(1,504,718)	116,679
Total Other Financing Sources (Uses)	(1,328,735)	(1,328,735)	(1,212,056)	116,679
NET CHANGE IN FUND BALANCES	(92,345)	(92,345)	88,084	180,429
Fund Balances - Beginning of Year	221,019	221,019	221,019	-
FUND BALANCES - END OF YEAR	<u>\$ 128,674</u>	<u>\$ 128,674</u>	<u>\$ 309,103</u>	<u>\$ 180,429</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
MENTAL HEALTH REALIGNMENT
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 732,025	\$ 732,025	\$ 742,322	\$ 10,297
Total Revenues	<u>732,025</u>	<u>732,025</u>	<u>742,322</u>	<u>10,297</u>
EXPENDITURES				
Current:				
Health and Sanitation				
Services and Supplies	25	25	-	25
Total Expenditures	<u>25</u>	<u>25</u>	<u>-</u>	<u>25</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	732,000	732,000	742,322	10,322
OTHER FINANCING SOURCES (USES)				
Transfers in	5,924	5,924	5,924	-
Transfers out	(737,924)	(803,057)	(748,246)	54,811
Total Other Financing Sources (Uses)	<u>(732,000)</u>	<u>(797,133)</u>	<u>(742,322)</u>	<u>54,811</u>
NET CHANGE IN FUND BALANCES	-	(65,133)	-	65,133
Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ (65,133)</u>	<u>\$ -</u>	<u>\$ 65,133</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
EMERGENCY SERVICES
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 216,451	\$ 305,295	\$ 297,005	\$ (8,290)
	-	-	1,202	1,202
Total Revenues	<u>216,451</u>	<u>305,295</u>	<u>298,207</u>	<u>(7,088)</u>
EXPENDITURES				
Current:				
Public Protection				
Salaries and Benefits	127,015	176,018	185,088	(9,070)
Services and Supplies	89,436	198,280	137,923	60,357
Total Expenditures	<u>216,451</u>	<u>374,298</u>	<u>323,011</u>	<u>51,287</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	-	(69,003)	(24,804)	44,199
OTHER FINANCING SOURCES (USES)				
Transfers in	-	92,000	70,000	(22,000)
Transfers out	-	(997)	-	997
Total Other Financing Sources (Uses)	<u>-</u>	<u>91,003</u>	<u>70,000</u>	<u>(21,003)</u>
NET CHANGE IN FUND BALANCES	-	22,000	45,196	23,196
Fund Balances - Beginning of Year	<u>(103,874)</u>	<u>(103,874)</u>	<u>(103,874)</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ (103,874)</u>	<u>\$ (81,874)</u>	<u>\$ (58,678)</u>	<u>\$ 23,196</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
CAPITAL PROJECTS
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Fines, Forfeits, and Penalties	-	-	-	-
Use of Money and Property	-	-	4,403	4,403
Aid from Other Governments	30,000	30,000	30,000	-
Charges for Services	-	-	-	-
Other Revenue	-	-	1,309	1,309
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>35,712</u>	<u>5,712</u>
EXPENDITURES				
Current:				
General Government				
Services and Supplies	100	100	62	38
Capital Outlay	<u>1,133,340</u>	<u>1,214,565</u>	<u>1,204,765</u>	<u>9,800</u>
Total Expenditures	<u>1,133,440</u>	<u>1,214,665</u>	<u>1,204,827</u>	<u>9,838</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	(1,103,440)	(1,184,665)	(1,169,115)	15,550
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>940,000</u>	<u>1,096,900</u>	<u>1,096,900</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>940,000</u>	<u>1,096,900</u>	<u>1,096,900</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(163,440)	(87,765)	(72,215)	15,550
Fund Balances - Beginning of Year	<u>449,605</u>	<u>449,605</u>	<u>449,605</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 286,165</u>	<u>\$ 361,840</u>	<u>\$ 377,390</u>	<u>\$ 15,550</u>

**COUNTY OF TRINITY
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 4,000	\$ 4,000	\$ 13,493	\$ 9,493
Other Revenue	57,192	57,192	57,192	-
Total Revenues	<u>61,192</u>	<u>61,192</u>	<u>70,685</u>	<u>9,493</u>
EXPENDITURES				
Current:				
General Government				
Services and Supplies	15,600	15,600	15,761	(161)
Debt Service:				
Principal	1,700,000	1,700,000	1,695,976	4,024
Interest	383,440	383,440	383,440	-
Total Expenditures	<u>2,099,040</u>	<u>2,099,040</u>	<u>2,095,177</u>	<u>3,863</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	(2,037,848)	(2,037,848)	(2,024,492)	13,356
OTHER FINANCING SOURCES (USES)				
Transfers in	2,085,647	2,085,647	2,080,383	(5,264)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>2,085,647</u>	<u>2,085,647</u>	<u>2,080,383</u>	<u>(5,264)</u>
NET CHANGE IN FUND BALANCES	47,799	47,799	55,891	8,092
Fund Balances - Beginning of Year	<u>1,766,842</u>	<u>1,766,842</u>	<u>1,766,842</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,814,641</u>	<u>\$ 1,814,641</u>	<u>\$ 1,822,733</u>	<u>\$ 8,092</u>

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**COUNTY OF TRINITY
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2017**

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments on a cost-reimbursement basis. Internal Service Funds used at the County are listed below:

Copier

The copier fund is a working capital fund for the acquisition, operation and maintenance of the County-owned and/or leased copy machines. Departments are charged for their use of the copiers based on the number of copies made. The revenue offsets the cost of the program.

Motor Pool

The motor pool is a working capital fund for the acquisition, operation and maintenance of the County-owned vehicle fleet and road maintenance equipment. Vehicles purchased are assigned to the operating departments. The departments are then charged for the use of the vehicles. The revenue offsets the cost of the program.

OPEB

The Other Post-Employment Benefits (OPEB) fund is a working capital fund for the billing and accumulation of department's share of OPEB costs and payment of the pay-as-you-go costs in addition to contributions made to an irrevocable trust fund when authorized by the Board of Supervisors. The revenue offsets the cost of the program.

**COUNTY OF TRINITY
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2017**

	Copier	Motor Pool	OPEB	Total
ASSETS				
CURRENT ASSETS				
Pooled Cash and Investments	\$ 89,516	\$ 188,500	\$ 4,867,436	\$ 5,145,452
Accounts Receivable	-	-	-	-
Interest Receivable	139	243	6,993	7,375
Prepays	95	-	-	95
Total Current Assets	89,750	188,743	4,874,429	5,152,922
NONCURRENT ASSETS				
Capital Assets:				
Depreciable, Net	25,054	306,074	-	331,128
Total Noncurrent Assets	25,054	306,074	-	331,128
 Total Assets	 114,804	 494,817	 4,874,429	 5,484,050
LIABILITIES				
CURRENT LIABILITIES				
Accounts Payable	23,113	8	14,577	37,698
 Total Liabilities	 23,113	 8	 14,577	 37,698
NET POSITION				
Net Investment in Capital Assets	25,054	306,074	-	331,128
Unrestricted	66,637	188,735	4,859,852	5,115,224
 Total Net Position	 \$ 91,691	 \$ 494,809	 \$ 4,859,852	 \$ 5,446,352

**COUNTY OF TRINITY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2017**

	<u>Copier</u>	<u>Motor Pool</u>	<u>OPEB</u>	<u>Total</u>
OPERATING REVENUE				
Charges for Services	\$ 50,646	\$ 188,522	\$ 3,254,061	\$ 3,493,229
Other Income	-	613	133	746
Total Operating Revenues	<u>50,646</u>	<u>189,135</u>	<u>3,254,194</u>	<u>3,493,975</u>
OPERATING EXPENSES				
Services and Supplies	45,379	57,073	2,323,517	2,425,969
Depreciation	6,212	101,493	-	107,705
Total Operating Expenses	<u>51,591</u>	<u>158,566</u>	<u>2,323,517</u>	<u>2,533,674</u>
OPERATING INCOME (LOSS)	<u>(945)</u>	<u>30,569</u>	<u>930,677</u>	<u>960,301</u>
NONOPERATING REVENUE				
Investment Earnings	501	758	24,874	26,133
Gain (Loss) Disposal of Capital Assets	-	-	-	-
Intergovernmental	-	-	1,443	1,443
Total Nonoperating Revenue	<u>501</u>	<u>758</u>	<u>26,317</u>	<u>27,576</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(444)</u>	<u>31,327</u>	<u>956,994</u>	<u>987,877</u>
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(444)</u>	<u>31,327</u>	<u>956,994</u>	<u>987,877</u>
Transfers in	<u>-</u>	<u>36,450</u>	<u>-</u>	<u>36,450</u>
CHANGE IN NET POSITION	<u>(444)</u>	<u>67,777</u>	<u>956,994</u>	<u>1,024,327</u>
Net Position - Beginning of Year	<u>92,135</u>	<u>427,032</u>	<u>3,902,858</u>	<u>4,422,025</u>
NET POSITION - END OF YEAR	<u>\$ 91,691</u>	<u>\$ 494,809</u>	<u>\$ 4,859,852</u>	<u>\$ 5,446,352</u>

**COUNTY OF TRINITY
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2017**

	Copier	Motor Pool	OPEB	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Interfund Services Provided	\$ 50,646	\$ 189,135	\$ 3,254,194	\$ 3,493,975
Cash Paid to Suppliers	(53,611)	(187,006)	(2,308,940)	(2,549,557)
Net Cash Provided (Used) by Operating Activities	(2,965)	2,129	945,254	944,418
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Aid from Other Governmental Entities	-	-	1,443	1,443
Transfers in	-	36,450	-	36,450
Net Cash Provided (Used) by Noncapital Financing Activities	-	36,450	1,443	37,893
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	(5,351)	(63,588)	-	(68,939)
Net Cash Provided (Used) by Capital and Related Financing Activities	(5,351)	(63,588)	-	(68,939)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received (Paid)	462	725	21,616	22,803
Net Cash Provided (Used) by Investing Activities	462	725	21,616	22,803
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS				
	(7,854)	(24,284)	968,313	936,175
Cash and Cash Equivalents - Beginning of Year	97,370	212,784	3,899,123	4,209,277
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 89,516	\$ 188,500	\$ 4,867,436	\$ 5,145,452

**COUNTY OF TRINITY
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2017**

	<u>Copier</u>	<u>Motor Pool</u>	<u>OPEB</u>	<u>Total</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (945)	\$ 30,569	\$ 930,677	\$ 960,301
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation	6,212	101,493	-	107,705
Changes in Assets and Liabilities:				
Decrease (Increase) in:				
Accounts Receivable	-	-	-	-
Increase (Decrease) in:				
Accounts Payable	(8,232)	(129,933)	14,577	(123,588)
	<u>(8,232)</u>	<u>(129,933)</u>	<u>14,577</u>	<u>(123,588)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (2,965)</u>	<u>\$ 2,129</u>	<u>\$ 945,254</u>	<u>\$ 944,418</u>

**COUNTY OF TRINITY
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2017**

AGENCY FUNDS

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

**COUNTY OF TRINITY
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2017**

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
ASSETS				
Pooled Cash and Investments	\$ 4,655,491	\$ -	\$ 808,002	\$ 3,847,489
Property Taxes Receivable	2,317,197	-	91,431	2,225,766
Interest Receivable	5,454	2,028	-	7,482
	<u>5,454</u>	<u>2,028</u>	<u>-</u>	<u>7,482</u>
Total Assets	<u>\$ 6,978,142</u>	<u>\$ 2,028</u>	<u>\$ 899,433</u>	<u>\$ 6,080,737</u>
LIABILITIES				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Agency Funds Held for Others	6,978,142	2,028	899,433	6,080,737
	<u>6,978,142</u>	<u>2,028</u>	<u>899,433</u>	<u>6,080,737</u>
Total Liabilities	<u>\$ 6,978,142</u>	<u>\$ 2,028</u>	<u>\$ 899,433</u>	<u>\$ 6,080,737</u>





STATISTICAL SECTION

**COUNTY OF TRINITY
STATISTICAL SECTION
YEAR ENDED JUNE 30, 2017**

This part of the County of Trinity's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and required supplementary information.

	<u>Page</u>
Financial Trends Information	
These schedules contain trend information that may assist the reader in assessing the County's current financial performance by placing it in historical perspective	127
Revenue Capacity Information	
These schedules contain information that may assist the reader in assessing the viability of the County's most significant local revenue sources; property taxes	132
Debt Capacity Information	
These schedules present information that may assist the reader in analyzing the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future	138
Demographic & Economic Information	
These schedules offer economic and demographic indicators that are commonly used for financial analysis and that can enhance a reader's understanding of the County's present and ongoing financial status	144
Operating Information	
These schedules contain service and infrastructure indicators about how the information in the County's financial statements relates to the services the County provides and the activities it performs	145

County of Trinity
Government-wide Net Position by Component
For the Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year					Fiscal Year				
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Governmental Activities										
Invested in capital assets, net of related debt ¹	\$ 127,229,449	\$ 137,688,451	\$ 142,559,925	\$ 133,266,455	\$ 129,167,006	\$ 136,825,865	\$ 140,907,817	\$ 146,115,881	\$ 144,181,786	\$ 171,513,586
Restricted ²	14,659,121	15,291,341	17,165,662	17,696,027	19,372,789	22,853,328	22,740,173	13,674,039	13,674,039	13,674,039
Unrestricted	(54,192,327)	(55,741,242)	(59,772,570)	(18,009,183)	(20,749,537)	(22,740,998)	(18,953,961)	(7,964,831)	(41,008,663)	2,291,030
Total governmental activities net position	\$ 87,696,243	\$ 97,238,550	\$ 99,953,017	\$ 132,953,299	\$ 127,790,258	\$ 136,938,195	\$ 144,694,029	\$ 151,825,089	\$ 116,847,162	\$ 187,478,655
Business-type Activities										
Invested in capital assets, net of related debt ¹	1,608,245	1,744,412	1,561,420	1,553,201	1,675,146	11,570,130	12,401,020	11,545,289	11,194,001	11,508,670
Restricted ²	-	-	-	-	-	-	-	103,208	-	-
Unrestricted	(9,560,698)	(8,941,427)	(8,839,992)	(5,724,999)	(4,445,856)	(3,502,992)	(3,731,928)	(10,507,587)	(14,869,867)	(9,926,571)
Total business-type activities net position	\$ (7,952,453)	\$ (7,197,015)	\$ (7,278,572)	\$ (4,171,798)	\$ (2,770,710)	\$ 8,067,138	\$ 8,669,092	\$ 1,140,910	\$ (3,675,866)	\$ 1,582,099
Primary Government										
Invested in capital assets, net of related debt ¹	128,837,694	139,432,863	144,121,345	134,819,656	130,842,152	148,395,995	153,308,837	157,661,170	155,375,787	183,022,256
Restricted ²	14,659,121	15,291,341	17,165,662	17,696,027	19,372,789	22,853,328	22,740,173	13,777,247	13,674,039	13,674,039
Unrestricted	(63,753,025)	(64,682,669)	(68,612,562)	(23,734,182)	(25,195,393)	(26,243,990)	(22,685,889)	(18,472,418)	(55,878,530)	(7,635,541)
Total primary government net position	\$ 79,743,790	\$ 90,041,535	\$ 92,674,445	\$ 128,781,501	\$ 125,019,548	\$ 145,005,333	\$ 153,363,121	\$ 152,965,999	\$ 113,171,296	\$ 189,060,754

Notes:

¹ Capital assets include land, easements, construction in progress, structures and improvements, and equipment.

² Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted only when an external party, such as the state or federal government, places a restriction on how the resources may be used, or through enabling legislation enacted by the County.

³ In 2013, GASB Statement No. 61 amended the process in determining component units of the primary government. Due to these changes, Trinity County Waterworks District No. 1 was changed from a blended component unit to a discretely presented component unit.

⁴ In 2015, GASB Statement Nos. 68 & 71 required entities to adjust their net positions and to report net pension liabilities on the statement of financial positions.

Source: Basic Financial Statements and Comprehensive Annual Financial Reports - County of Trinity, California

County of Trinity
Changes in Net Position
For the Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Expenses										
Governmental activities:										
General government	\$ 4,798,899	\$ 4,652,933	\$ 4,654,963	\$ 3,662,243	\$ 3,279,153	\$ 3,352,682	\$ 4,316,266	\$ 4,133,083	\$ 4,986,467	\$ 6,645,690
Public protection	12,695,299	13,188,116	13,157,832	13,351,834	14,346,337	12,584,410	11,649,415	10,879,074	10,932,558	13,260,582
Public ways and facilities	19,008,352	19,870,158	17,500,858	16,903,911	16,810,768	17,595,067	17,219,700	19,022,868	20,260,538	6,368,378
Health and sanitation	9,102,494	7,719,590	6,564,298	6,278,183	6,761,926	7,266,864	6,969,232	6,564,267	6,193,325	6,843,570
Public assistance	11,278,514	12,421,644	10,908,429	9,602,244	8,735,699	8,470,969	7,749,746	7,379,055	6,987,791	7,368,044
Education	368,450	368,018	358,760	343,129	352,530	373,304	411,766	387,830	349,531	316,584
Culture and Recreation	-	-	-	-	-	-	-	-	-	-
Interest on long-term debt	424,817	520,467	601,519	693,516	774,660	836,347	883,825	862,010	1,010,408	1,070,913
Total governmental activities expenses	57,676,825	58,740,926	53,746,659	50,835,060	51,061,073	50,479,643	49,199,950	49,228,187	50,720,618	41,873,761
Business-type Activities:										
Solid Waste	3,502,139	2,963,628	2,846,250	4,058,271	2,686,161	2,672,505	2,642,332	2,472,165	2,364,033	3,099,765
Waterworks District No. 1	-	-	-	-	-	806,765	789,533	911,287	911,287	784,271
Cemeteries	3,492	5,136	3,134	10,223	7,699	7,432	6,332	11,817	9,001	7,617
Transit	822,145	806,878	756,372	691,213	699,678	599,991	509,931	398,210	324,318	295,899
Total business-type activities expenses	4,327,776	3,775,642	3,605,756	4,759,707	3,393,538	4,086,693	3,948,128	3,793,479	3,608,639	4,187,552
Total Primary government expenses	\$ 62,004,601	\$ 62,516,568	\$ 57,352,415	\$ 55,594,767	\$ 54,454,611	\$ 54,566,336	\$ 53,148,078	\$ 53,021,666	\$ 54,329,257	\$ 46,061,313
Program Revenues										
Governmental activities:										
Fees, fines & charges for services										
General government	3,167,121	2,763,267	2,158,069	2,055,080	2,147,942	1,995,691	1,899,101	2,115,873	2,878,858	1,488,774
Public protection	2,519,519	1,581,981	1,626,645	1,824,750	1,795,582	1,639,311	1,521,761	1,763,372	1,781,417	2,344,757
Public ways and facilities	1,361,596	974,058	966,728	1,028,196	1,248,004	1,214,243	1,049,881	863,068	926,362	1,072,108
Health and sanitation	643,400	642,379	483,964	355,843	390,401	438,287	458,478	361,442	364,930	438,956
Public assistance	164,257	299,023	168,195	137,567	113,753	105,672	136,559	97,235	141,973	237,107
Education	3,795	3,271	2,782	2,815	3,783	4,827	4,788	3,488	5,987	16,496
Culture and Recreation	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	26,241,604	29,962,356	26,686,002	28,354,959	25,544,623	25,913,802	27,254,095	21,361,499	23,114,085	32,430,396
Capital grants and contributions	1,710,582	8,754,780	20,834,893	15,054,197	2,084,841	3,267,688	1,445,414	8,353,713	8,353,713	8,353,713
Total governmental activities program revenues	35,811,874	44,981,115	52,927,278	48,813,407	33,328,929	34,579,521	33,770,077	34,919,690	37,567,325	46,382,307
Business-type Activities:										
Fees, fines & charges for services										
Solid Waste	2,758,668	2,691,340	2,608,578	2,737,429	2,140,316	2,222,736	2,214,900	2,237,318	2,696,980	2,265,211
Waterworks District No. 1	-	-	-	-	-	432,694	439,408	442,615	442,615	526,346
Cemeteries	5,667	7,423	5,824	10,968	10,763	13,362	3,811	10,832	5,416	7,018
Transit	83,205	98,620	95,267	90,159	78,769	73,458	46,930	31,463	38,479	22,462
Operating grants and contributions	504,959	885,256	480,204	438,865	678,060	456,601	905,653	441,160	79,872	89,862
Capital grants and contributions	-	-	-	-	-	64,804	14,520	-	-	-
Total business-type activities program revenues	3,352,499	3,682,639	3,189,873	3,277,421	2,907,908	3,263,655	3,625,222	3,163,388	3,263,362	2,910,899
Total primary government program revenues	\$ 39,164,373	\$ 48,663,754	\$ 56,117,151	\$ 52,090,828	\$ 36,236,837	\$ 37,843,176	\$ 37,395,299	\$ 38,083,078	\$ 40,830,687	\$ 49,293,206

¹ In 2013, GASB Statement No. 61 amended the process in determining component units of the primary government. Due to these changes, Trinity County Waterworks District No. 1 was changed from a blended component unit to a discretely presented component unit.

Source: Basic Financial Statements and Comprehensive Annual Financial Reports - County of Trinity, California

County of Trinity
Changes in Net Position - continued
For the Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Net (Expense)/Revenue ¹										
Governmental activities	\$ (21,864,951)	\$ (13,759,811)	\$ (819,381)	\$ (2,021,653)	\$ (17,732,144)	\$ (15,900,122)	\$ (15,429,873)	\$ (14,308,497)	\$ (13,153,293)	\$ 4,508,546
Business-type activities	(975,277)	(93,003)	(415,883)	(1,482,286)	(485,630)	(823,038)	(322,906)	(630,091)	(345,277)	(1,276,653)
Total primary government net expense	<u>\$ (22,840,228)</u>	<u>\$ (13,852,814)</u>	<u>\$ (1,235,264)</u>	<u>\$ (3,503,939)</u>	<u>\$ (18,217,774)</u>	<u>\$ (16,723,160)</u>	<u>\$ (15,752,779)</u>	<u>\$ (14,938,588)</u>	<u>\$ (13,498,570)</u>	<u>\$ 3,231,893</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 7,727,992	\$ 7,572,814	\$ 6,570,302	\$ 6,322,796	\$ 5,955,766	\$ 6,211,025	\$ 5,656,667	\$ 3,436,487	\$ 3,555,181	\$ 4,107,847
Sales and use taxes	1,557,849	1,262,879	1,335,358	1,204,416	1,057,980	1,131,953	1,053,647	2,517,641	2,441,996	2,398,104
Transient occupancy taxes	208,629	155,016	171,244	175,302	140,058	203,384	202,050	206,005	225,624	241,841
Property transfer taxes	130,012	145,535	97,668	92,557	77,470	53,565	56,333	55,207	45,344	61,635
Other	99,002	87,005	65,547	53,803	83,628	59,097	(7,403)	(23,974)	33,093	145,985
Unrestricted interest and investment earnings	310,452	454,742	210,671	123,814	128,099	164,963	283,808	181,204	485,613	612,975
Miscellaneous	2,347,184	1,369,517	568,532	709,413	990,502	702,040	862,655	931,869	605,032	1,816,800
Gain (Loss) on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Special items	-	-	-	-	-	-	436,146	-	-	(932,380)
Transfers	(58,476)	(2,164)	46,836	59,894	(81,173)	(44,935)	(67,180)	(345,072)	(459,135)	(551,225)
Total governmental activities	<u>12,322,644</u>	<u>11,045,344</u>	<u>9,066,158</u>	<u>8,741,995</u>	<u>8,352,330</u>	<u>8,481,092</u>	<u>8,476,723</u>	<u>6,959,367</u>	<u>6,932,748</u>	<u>7,901,582</u>
Business-type Activities:										
Taxes	136,245	146,531	128,671	129,249	146,967	144,004	200,866	211,234	190,212	90,005
Investment earnings	22,897	18,586	16,993	15,406	16,213	19,555	21,522	(9,922)	(57,946)	(125,373)
Miscellaneous	2,221	7,279	2,781	4,865	6,385	12,591	72,043	(9,581)	8,958	(83,686)
Special items	-	-	-	-	-	-	-	-	-	356,402
Transfers	58,476	2,164	(46,836)	(59,894)	81,173	44,935	67,180	345,072	459,135	551,225
Total business-type activities	<u>219,839</u>	<u>174,560</u>	<u>101,609</u>	<u>89,626</u>	<u>250,738</u>	<u>221,085</u>	<u>361,611</u>	<u>536,803</u>	<u>600,359</u>	<u>788,573</u>
Total Primary government	<u>\$ 12,542,483</u>	<u>\$ 11,219,904</u>	<u>\$ 9,167,767</u>	<u>\$ 8,831,621</u>	<u>\$ 8,603,068</u>	<u>\$ 8,702,177</u>	<u>\$ 8,838,334</u>	<u>\$ 7,496,170</u>	<u>\$ 7,533,107</u>	<u>\$ 8,690,155</u>
Change in Net Position										
Governmental activities:	\$ (9,542,307)	\$ (2,714,467)	\$ 8,246,777	\$ 6,720,342	\$ (9,379,814)	\$ (7,419,030)	\$ (6,953,150)	\$ (7,349,130)	\$ (6,220,545)	\$ 12,410,128
Business-type activities	(755,438)	81,557	(314,274)	(1,392,660)	(234,892)	(601,953)	38,705	(93,288)	255,082	(488,080)
Total primary government	<u>\$ (10,297,745)</u>	<u>\$ (2,632,910)</u>	<u>\$ 7,932,503</u>	<u>\$ 5,327,682</u>	<u>\$ (9,614,706)</u>	<u>\$ (8,020,983)</u>	<u>\$ (6,914,445)</u>	<u>\$ (7,442,418)</u>	<u>\$ (5,965,463)</u>	<u>\$ 11,922,048</u>

Notes:

¹ Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses are net expenses, indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parentheses are net revenues, indicating program revenues were greater than expenses.

² Special item of \$0.4 million was due to the reclassification of the Post-Closure Fund from Miscellaneous Special Revenue Funds to the Solid Waste Fund

³ Special item of \$3.7million was the loss realized on the disposal of the Hospital segment

Source: Basic Financial Statements and Comprehensive Annual Financial Reports - County of Trinity, California

County of Trinity
Fund Balances, Governmental Funds
For the Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u> ^{1,2}	<u>2010</u>	<u>2009</u>	<u>2008</u>
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,351,369	\$ 9,125	\$ 8,125
Unreserved	-	-	-	-	-	-	-	4,613,612	5,019,772	5,721,809
Nonspendable	225,544	255,430	282,837	286,164	5,075	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	1,874,112	1,025,260	850,049	914,646	1,038,765	(17,640)	(501,553)	-	-	-
Total general fund	<u>\$ 2,099,656</u>	<u>\$ 1,280,690</u>	<u>\$ 1,132,886</u>	<u>\$ 1,200,810</u>	<u>\$ 1,043,840</u>	<u>\$ (17,640)</u>	<u>\$ (501,553)</u>	<u>\$ 6,964,981</u>	<u>\$ 5,028,897</u>	<u>\$ 5,729,934</u>
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,840,571	\$ 5,100,728	\$ 4,580,279
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	7,097,303	9,135,445	6,273,474
Capital projects funds	-	-	-	-	-	-	-	32,971	(35,832)	(306,319)
Debt service funds	-	-	-	-	-	-	-	1,181,601	1,292,368	1,535,046
Nonspendable	840,240	842,336	922,680	977,397	1,461,085	5,479,570	5,718,959	-	-	-
Restricted	17,452,165	18,939,608	18,918,817	18,055,216	17,809,068	15,671,686	14,208,369	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	2,206,502	2,220,455	1,647,795	1,531,307	1,419,363	1,314,174	1,276,112	-	-	-
Unassigned	(58,678)	(194,329)	(897,449)	(670,650)	(1,662,873)	(959,471)	(648,876)	-	-	-
Total all other governmental funds	<u>\$ 20,440,229</u>	<u>\$ 21,808,070</u>	<u>\$ 20,591,843</u>	<u>\$ 19,893,270</u>	<u>\$ 19,026,643</u>	<u>\$ 21,505,959</u>	<u>\$ 20,554,564</u>	<u>\$ 19,152,446</u>	<u>\$ 15,492,709</u>	<u>\$ 12,082,480</u>

¹ Starting in fiscal year 2010-11, fund balances are presented in accordance with the Governmental Accounting Standards Board Statement Number 54, Fund Balance Reporting and Governmental Fund Type Definitions. As a result, certain fund previously shown as special revenue funds are reported under the General Fund.

² Beginning in fiscal year 2010-11, the old Hospital Fund was merged into the General Fund due to the County's obligation to absorb the accumulated operational deficit.

Source: Basic financial Statements and Comprehensive Annual Financial Reports - County of Trinity, California

County of Trinity
Changes in Fund Balances, Governmental Funds
For the Last Ten Fiscal Years
(modified accrual basis of accounting)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Revenues:										
Taxes	\$ 9,723,484	\$ 9,223,249	\$ 8,240,119	\$ 7,848,874	\$ 7,314,902	\$ 7,659,024	\$ 6,961,294	\$ 6,191,366	\$ 6,301,238	\$ 6,955,412
Licenses, fees and permits	1,656,380	665,675	639,195	604,691	544,961	522,827	590,004	563,454	556,057	571,671
Fines, forfeits and penalties	401,108	344,305	355,745	462,227	574,392	287,149	314,356	341,351	455,063	213,914
Use of money and property	284,319	443,216	204,263	119,635	123,785	161,082	177,692	180,433	483,944	612,123
Aid from other governments	28,172,589	38,556,372	35,766,317	33,072,663	26,372,165	28,375,928	27,291,510	29,715,211	31,467,797	40,784,109
Charges for services	5,802,200	5,253,999	4,411,443	4,337,333	4,580,112	4,588,055	4,151,213	4,113,840	4,914,136	4,615,950
Other	2,407,185	1,308,693	566,138	756,826	991,600	702,040	862,104	924,972	602,273	1,955,256
Total Revenues	\$ 48,447,265	\$ 55,795,509	\$ 50,183,220	\$ 47,202,249	\$ 40,501,917	\$ 42,296,105	\$ 40,348,173	\$ 42,030,627	\$ 44,780,508	\$ 55,708,435
Expenditures:										
Current:										
General government	4,124,583	4,119,701	3,831,540	3,237,781	2,929,229	2,532,495	3,892,119	3,572,711	4,223,982	6,205,815
Public protection	13,645,814	13,597,998	12,686,171	12,593,932	13,043,157	11,637,937	10,750,244	10,018,104	10,879,697	13,243,897
Public ways and facilities	7,537,232	14,583,683	14,018,718	11,080,180	9,342,412	8,894,463	8,373,237	7,657,746	9,194,147	14,553,306
Health and sanitation	9,045,932	7,479,686	6,324,938	6,101,679	6,292,233	6,915,113	6,561,991	6,274,981	6,159,022	6,855,397
Public assistance	10,889,092	12,045,480	10,479,401	9,342,043	8,277,326	7,980,766	7,281,059	6,987,667	6,992,170	7,356,604
Education	318,116	323,225	313,987	303,957	298,718	313,467	346,454	345,966	344,891	318,192
Recreational and cultural services	-	-	-	-	-	-	-	-	-	-
Capital Outlay	1,204,765	162,645	-	46,560	-	-	-	1,005,470	1,426,164	1,136,343
Debt Service:										
Principal	1,695,976	1,528,378	1,387,955	1,239,778	1,130,000	1,014,379	910,000	720,000	788,038	1,391,661
Interest	439,704	533,386	614,542	705,783	775,025	831,798	876,585	1,030,086	956,967	1,077,978
Total Expenditures	\$ 48,901,214	\$ 54,374,182	\$ 49,657,252	\$ 44,651,693	\$ 42,088,100	\$ 40,120,418	\$ 38,991,689	\$ 37,612,731	\$ 40,965,078	\$ 52,139,193
Excess of revenue over (under) expenditures										
Other Financing Sources (Uses)										
Proceeds from borrowing										
Special item										(932,380)
Loss contingency upon transfer of hospital										
Transfers in	16,991,602	14,657,302	12,957,499	16,559,479	13,366,278	9,786,738	7,095,892	12,327,790	11,858,742	12,369,644
Transfers out	(17,086,528)	(14,714,598)	(12,910,663)	(16,499,585)	(13,447,451)	(10,172,673)	(7,163,072)	(12,672,562)	(12,317,877)	(12,920,869)
Total other financing sources (uses)	(94,926)	(57,296)	46,836	59,894	(81,173)	(385,935)	(67,180)	(344,772)	(459,135)	(1,483,605)
Net change in fund balance	\$ (548,875)	\$ 1,364,031	\$ 572,804	\$ 2,610,450	\$ (1,667,356)	\$ 1,789,752	\$ 1,289,304	\$ 4,073,124	\$ 3,356,295	\$ 2,085,637
Debt service as a percentage of noncapital expenditures	4.92%	4.73%	4.20%	4.56%	4.74%	4.82%	4.80%	5.02%	4.62%	5.09%

Source: Basic financial Statements and Comprehensive Annual Financial Reports - County of Trinity, California

**County of Trinity
Governmental Activities Tax Revenues By Source
For the Last Ten Fiscal Years**

<u>Fiscal Year Ending June 30</u>	<u>Property Tax¹</u>	<u>Sales & Use Tax²</u>	<u>Transient Occupancy Tax³</u>	<u>Property Transfer Tax⁴</u>	<u>Other Taxes</u>	<u>Total</u>
2017	\$ 7,727,992	\$ 1,557,849	\$ 208,629	\$ 130,012	\$ 99,002	\$ 9,723,484
2016	7,719,346	1,262,879	155,016	145,535	87,005	9,369,781
2015	6,698,973	1,335,358	171,244	97,668	65,547	8,368,790
2014	6,452,045	1,204,416	175,302	92,557	53,803	7,978,123
2013	6,102,733	1,057,980	140,058	77,470	83,628	7,461,869
2012	6,211,025	1,131,953	203,384	53,565	59,097	7,659,024
2011	5,656,667	1,053,647	202,050	56,333	(7,403)	6,961,294
2010	3,436,487	2,517,641	206,005	55,207	(23,974)	6,191,366
2009	3,555,181	2,441,996	225,624	45,344	33,093	6,301,238
2008	4,107,847	2,398,104	241,841	61,635	145,985	6,955,412
Change 2007-2016	88.1%	-35.0%	-13.7%	110.9%	-32.2%	39.8%

Notes:

- ¹ Property tax revenues increased 58.8% in the last 10 fiscal years due to additional assessments by the Assessor's Office based on reappraisals of real property due to changes in ownership or completion of new construction.
- ² Sales and use tax revenues decreased 4.6% in the last ten years due to a combination of (i) rate increases (an additional 1% sales tax effective April 1, 2009), (ii) a decline in taxable sales, and (iii) Proposition 172 Sales tax Augmentation Revenues previously recorded as Sales & Use Tax is now recorded as Operating Grants and Contributions.
- ³ Transient Occupancy Tax (5% as of August 20, 1996, decreased by 34.9% in the last ten years due to a decrease in tourism and room rates.
- ⁴ Property transfer tax revenues increased 105.1% in the last 10 years due to an increase in sales activity.

Source: Auditor Controller's Office - County of Trinity, California

County of Trinity
Assessed Value and Estimated Actual Value of Taxable Property
For the Last Ten Fiscal Years
(in thousands)

Fiscal Year <u>June 30</u>	Real Property ¹	Personal Property	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Net Increase	
						Amount	Percentage
2017	\$ 1,492,202	\$ 56,973	\$ 27,964	\$ 1,521,211	1.0%	145,086	10.54%
2016	1,414,331	53,179	25,467	1,442,043	1.0%	112,053	8.43%
2015	1,353,299	48,116	25,290	1,376,125	1.0%	46,135	3.47%
2014	1,323,905	50,019	43,934	1,329,990	1.0%	47,984	3.74%
2013	1,294,894	30,025	42,913	1,282,006	1.0	26,116	2.08
2012	1,264,173	33,801	42,084	1,255,890	1.0	31,141	2.54
2011	1,233,471	32,981	41,703	1,224,749	1.0	14,013	1.16
2010	1,213,190	36,915	39,369	1,210,736	1.0	62,304	5.43
2009	1,151,688	35,852	39,108	1,148,432	1.0	74,749	6.96
2008	1,074,614	36,153	37,084	1,073,683	1.0	76,321	7.65

Notes:

- 1 Article XIII A, added to California Constitution by proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value which appeared on the Assessor's 1975-76 assessment roll. Thereafter, full cash value can be increased.
- a. To reflect annual inflation up to two percent
 - b. To reflect current market value at time of ownership change, and
 - c. To reflect market value for new construction

Source: California State Board of Equalization - Tables 5 & 9

County of Trinity
Direct and Overlapping Property Tax Rates
For the Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>County Direct Rate</u> ¹	<u>Overlapping Rates</u>		<u>Total Direct and Overlapping</u> ²
		<u>Local Special Districts</u>	<u>Schools</u>	
2017	1.00	0.03	0.10	1.13
2016	1.00	0.03	0.10	1.13
2015	1.00	0.03	0.09	1.12
2014	1.00	0.03	0.13	1.17
2013	1.00	0.04	0.13	1.17
2012	1.00	0.04	0.09	1.12
2011	1.00	0.04	0.07	1.11
2010	1.00	0.03	0.08	1.11
2009	1.00	0.03	0.02	1.06
2008	1.00	0.04	0.03	1.07

Notes:

¹ California voters, on June 6, 1978, approved a constitutional amendment to Article XIII A of the California Constitution, commonly known as Proposition 13, which limits the taxing power of California public agencies. Legislation enacted by the California Legislature to implement Article XIII A (Statutes of 1978, Chapter 292, as amended) provides that notwithstanding any other law, local agencies may not levy property tax except to pay debt service on indebtedness approved by voters prior to July 1, 1978, and that each County will levy the maximum tax permitted by Article XIII A of \$1 per \$100 of full cash value. Assessed value is equal to full cash value, pursuant to Senate Bill 1656, Statutes of 1978. The rates shown above are percentages of assessed valuation.

² These rates represent the maximum rate charged to taxpayers if all rates applied to them. In reality, the rates applicable to tax rate areas will vary at amounts lower than these totals.

Source: Auditor Controller's Office - County of Trinity, California

**County of Trinity
Ten Principal Property Taxpayers
Current Year and Nine Years Ago**

<u>Owner</u>	<u>2016/17 Secured Tax</u>			<u>2007/08 Secured Tax</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Assessed Value</u>	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Assessed Value</u>
Trinity River Lumber Company	\$ 27,459,419	1	1.76%	\$ 11,186,536	3	1.28%
Pacific Gas & Electric Company	25,548,357	2	1.64%	14,917,497	2	1.71%
Sierra Pacific Industries, Inc.	18,272,856	3	1.17%	16,451,096	1	1.89%
Frontier California, Inc.	4,949,718	4	0.32%			
AT&T	4,367,438	5	0.28%			
Ryan Partnership	3,524,386	6	0.23%	4,516,340	5	0.52%
U.S. Department of Interior	2,944,860	7	0.19%	2,432,150	10	0.28%
Angelo, Paul Tste	2,323,737	8	0.15%			
Kampgrounds of America, Inc.	2,084,607	9	0.13%	3,188,485	7	0.37%
Chagdud Gonpa Foundation	1,967,343	10	0.13%			
Mountain Resorts	1,961,429	11	0.13%			
Verizon California, Inc.				9,081,432	4	1.04%
Weaverville Investment Group				3,353,968	6	0.39%
Doshay, David G. & Susan A.				2,788,851	8	0.32%
Hodges, DL & RG Tstes				2,602,016	9	0.30%
	<u>\$ 95,404,150</u>		<u>6.14%</u>	<u>\$ 70,518,371</u>		<u>8.10%</u>
All others Totals	<u>1,464,016,956</u>		<u>93.86%</u>	<u>800,374,870</u>		<u>91.90%</u>
	<u><u>1,559,421,106</u></u>		<u><u>100.00%</u></u>	<u><u>870,893,241</u></u>		<u><u>100.00%</u></u>

Source: Tax Collector's Office - County of Trinity, California

**County of Trinity
Assessed Value of Taxable Property
For the Last Ten Fiscal Years**

<u>Fiscal Year June 30</u>	<u>Total Assessed Valuation</u>	<u>Secured Property Tax Levy</u>	<u>Prior Delinquent Tax Collections</u>	<u>Percent of Current Levy Collected</u>	<u>Current Delinquent Taxes</u>
2017	\$ 1,457,265,370	\$ 15,251,370	\$ 1,280,556	93.60%	\$ 982,807
2016	1,387,259,792	14,511,113	1,442,874	94.90%	743,086
2015	1,350,635,363	13,196,239	1,435,434	94.70%	742,143
2014	1,299,139,324	12,841,349	1,147,784	94.20%	784,941
2013	1,253,751,229	12,648,721	1,046,908	94.90%	672,409
2012	1,209,895,638	12,799,651	702,432	94.44%	686,086
2011	1,195,274,898	12,477,380	831,711	94.43%	669,575
2010	1,183,242,938	12,238,404	669,134	94.94%	619,273
2009	1,124,412,781	11,691,207	449,404	94.56%	636,066
2008	1,047,595,619	10,907,357	439,744	95.97%	439,451

Source: Auditor Controller's Office - County of Trinity, California

**County of Trinity
Outstanding Lease and Debt Obligations
For the Next Ten Fiscal Years**

Governmental Activities

Fiscal Year (June 30)	Certificates of Participation		Notes Payable	Capital Lease	Total
	General	Pension ¹			
2018	\$ 531,675	-	150,000	-	681,675
2019	530,000	-	150,000	-	680,000
2020	531,625	-	150,000	-	681,625
2021	531,125	-	150,000	-	681,125
2022	533,500	-	150,000	-	683,500
2023	533,325	-	59,974	-	593,299
2024	530,600	-	-	-	530,600
2025	535,325	-	-	-	535,325
2026	531,650	-	-	-	531,650
2027	-	-	-	-	-

Business-Type Activities

Fiscal Year (June 30)	Capital Lease ²	Total
2018	\$ 99,355	99,355
2019	96,728	96,728
2020	94,011	94,011
2021	91,200	91,200
2022	51,864	51,864
2023	-	-
2024	-	-
2025	-	-
2026	-	-
2027	-	-

Fiscal Year (June 30)	Total Primary Government
2018	\$ 781,030
2019	776,728
2020	775,636
2021	772,325
2022	735,364
2023	593,299
2024	530,600
2025	535,325
2026	531,650
2027	-

¹ Pension COP matures in 2017

² Capital Lease matures in 2022

Source: Auditor Controller's Office - County of Trinity, California

County of Trinity
Ratios of general Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2017	n/a	n/a	\$ -	n/a	n/a
2016	n/a	n/a	-	n/a	n/a
2015	n/a	n/a	-	n/a	n/a
2014	n/a	n/a	-	n/a	n/a
2013	n/a	n/a	-	n/a	n/a
2012	n/a	n/a	-	n/a	n/a
2011	n/a	n/a	-	n/a	n/a
2010	n/a	n/a	-	n/a	n/a
2009	n/a	n/a	-	n/a	n/a
2008	n/a	n/a	-	n/a	n/a

Notes: Trinity County does not have any general obligation bonds.

**County of Trinity
Direct and Overlapping Debt
As of June 30, 2017**

Assessed Valuation (including unitary utility valuation) \$ 1,514,016,980

DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT:	Total Debt 6/30/2017	Percentage Applicable ¹	County's Share of 6/30/2017 Debt
Direct General Fund Obligation Debt			
Trinity County Certificates of Participation	\$ 3,255,000	100.000%	\$ 3,255,000
Trinity County Pension Obligations	-	100.000%	-
Contract Payable	815,500	100.000%	815,500
	4,070,500		4,070,500
Overlapping General Fund Obligation Debt			
Redwood Joint Community College District Certificates of Participation	-	0.270%	-
Shasta-Tehama-Trinity Community College District Certificates of Participation	15,405,000	6.224%	958,807
Total Overlapping General Fund Obligation Debt	15,405,000		958,807
Total Direct and Overlapping Debt	19,475,500		5,029,307
OVERLAPPING TAX AND ASSESSMENT DEBT:			
<i>School Districts</i>			
Redwoods Joint Community College District	29,775,000	0.270%	80,393
Shasta-Tehama-Trinity Community College District	23,365,000	6.224%	1,454,238
Klamath-Trinity Joint Unified School District	7,944,195	12.883%	1,023,451
South Trinity Joint Unified School District	2,229,999	83.194%	1,855,225
Total Overlapping Tax and Assessment Debt	63,314,194		4,413,306
TOTAL DIRECT AND OVERLAPPING DEBT	\$ 82,789,694		\$ 9,442,613 ²

Ratios to 2016-17 Assessed Valuation:

Total Direct Debt (\$3,255,000) 0.21%
 Overlapping Tax and Assessment Debt 0.29%
 Combined Total Debt 0.62%

Notes:

¹ The percentage of overlapping debt applicable to the county is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the county divided by the district's total taxable assessed value.

² Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

Source: California Municipal Statistics, Inc.

**County of Trinity
Legal Debt Margin Information
As of June 30, 2017
(in thousands)**

	Fiscal Year 2016	
	1.25%	3.75%
Debt limit	\$ 19,015	\$ 57,045
Total net debt applicable to limit	2,798	2,798
Legal debt margin	16,217	54,247
Total net debt applicable to the limit as a percentage of debt limit		
Legal Debt Margin Calculation:		
Assessed value	\$ 1,549,175	\$ 1,549,176
Less: Exempt real property	27,964	27,964
Total assessed value	1,521,211	1,521,212
CERTIFICATES OF PARTICIPATION		
Debt limit (1.25% and 3.75% of total assessed value)	\$ 19,015	\$ 57,045
Debt applicable to limit:		
Certificates of Participation	3,255	3,255
Less: Amount set aside for repayment of outstanding debt	(457)	(457)
Total net certificates of participation applicable to limit	\$ 2,798	\$ 2,798
Total net debt applicable to limit	2,798	5,596
Legal debt margin	\$ 16,217	\$ 51,449

Notes:

1 Using the California Attorney General's Opinion regarding Revenue and Taxation Code section 135 and applying that opinion to the California Government Code Section 29909, the County of Trinity's outstanding bonded debt should not exceed 1.25% of total assessed property value. By law, the bonded debt subject to these limitations may be offset by amounts set aside for repaying bonded debt.

Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Sources:

- 1 Auditor Controller's Office - County of Trinity, California
- 2 California State Board of Equalization - Table 9

County of Trinity
County Total Sales and Use Tax Revenues
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Total Sales and Use Revenues</u>
2016-2017	\$ 1,249,504
2015-2016	793,384
2014-2015	785,969
2013-2014	735,212
2012-2013	655,112
2011-2012	646,429
2010-2011	644,788
2009-2010	549,333
2008-2009	549,351
2007-2008	565,630
2006-2007	578,216

Source: California State Board of Equalization - Table 21A

**County of Trinity
Demographic and Economic Statistics
Last Ten Fiscal Years**

Fiscal Year	Population¹	Personal Income¹	Per Capita Personal Income¹	School Enrollment²	Unemployment Rate³
2017	13,628	\$ n/a	\$ n/a	1,509	6.5%
2016	13,647	487,656	38,152	1,509	6.5%
2015	13,676	474,598	36,318	1,517	7.2%
2014	13,722	441,595	33,656	1,577	8.4%
2013	13,731	417,060	31,054	1,622	10.9%
2012	13,742	405,933	30,069	1,657	13.8%
2011	13,758	399,170	29,103	1,729	15.1%
2010	13,786	384,560	27,938	1,711	15.0%
2009	13,959	373,659	27,152	1,785	15.0%
2008	13,966	365,431	26,760	1,888	11.3%
2007	13,787	347,061	25,429	1,936	9.1%

Sources:

- 1 California State Department of Finance, Demographics Unit, Population Estimate Tables E-1 and E-2
- 2 Federal Reserve Bank of St Louis (Federal Reserve Economic Data)
- 3 Employment Development Department, Labor Market Information - <https://data.edd.ca.gov>

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

Function/program	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
General Government	44.7	43.2	42.2	41.2	38.7	39.2	44.5	44.5	59.5	74.5
Public Protection	97.3	98.3	98.3	99.3	97.1	91.1	100.1	99.1	111.8	112.8
Public Ways and Facilities	35	41	41	40	39	44	51	51	64	63
Health and Sanitation	53.5	50.5	49.5	44.5	44	48	47	46	51	54.4
Public assistance	65	66	63.5	56	53	55	74.75	59.75	61.75	58.75
Education	3.85	3.05	2.75	2.75	3.75	3	3	3	3	7
Total full-time equivalent employees	299.35	302.05	297.25	283.75	275.55	280.3	320.35	303.35	351.05	370.45

Source: Auditor Controller's Office - County of Trinity, California

**County of Trinity
Major Employers
For the Fiscal Year Ended June 30, 2017**

<u>Firm</u>	<u>Product or Service</u>	<u>Estimated Employment</u>
Trinity County Schools	K-12 Education	410
Trinity County	Government Services	321
Trinity River Lumber	Lumber Mill	133
Mountain Community Health Care District	Hospital	150
U.S. Forest Service, Weaverville	Federal Forest	90
Top's Superfoods	Grocery	40
U.S. Forest Service, Hayfork	Federal Forest	28
CVS	Drug/Retail	23
Trinity Public Utilities District	Electric	40
Cal Trans	Government Services	22

Source: Trinity County Auditor's Office, Trinity County Office of Education, State of California Employment Development Department and listed individual employers

COUNTY OF TRINITY

**Operating Indicators by Function
Last Nine Fiscal Years**

Function	Fiscal Year								
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17
Airport									
Aviation Encroachments	20	18	16	16	15	22	19	16	16
Hanger Leases	46	46	46	46	45	45	46	44	44
Education									
Library branches located in the county	3	3	3	3	3	3	3	3	3
Items checked out	39,170	44,929	49,613	43,552	38,164	37,099	36,503	35,000	32,972
Library cards issued	132	304	405	265	239	310	347	282	320
Number of computers provided for public use	12	12	12	12	12	12	15	17	16
Health & Human Services									
Public Guardian total clients (conservatees + additional referrals)	20	18	23	30	39	48	46	41	47
Veterans Service Officer number of benefit claims filed				17	57	71	24	51	44
Public Health									
Women, Infants, and Children (WIC) visits	363	359	334	309	327	326	3487	3245	3363
Immunizations	2621	2824	3085	2293	1797	1161	1138	1141	987
Mental Health									
Emergency Response clients				389	399	618	1384	460	551
Adult Medication Clinic clients				64	63	118	138	155	157
Children's Medication Support clients				31	31	42	55	42	46
Total Mental Health clients served				772	822	963	337	360	414
Alcohol and drug Services - Division Restructured 9/2007									
Adult Outpatient Treatment and Recovery Services Program clients				106	112	91	120	119	99
Prevention (school-based youth) groups				81	42	155	8	5	5
PC 1210 STOP (formerly Proposition 36) clients				23	25	14	15	16	6
Total Alcohol and Drug Services clients served				187	154	185	120	119	99
Social Services									
Adult Protective Services total clients served	115	91	95	121	147	186	181	174	226
CalWORK's average caseload	202	187	182	163	145	138	125	119	103
Child Welfare Services total child abuse referrals received	198	268	167	249	196	157	126	194	235
Child Welfare Services percent timely investigations:									
%Timely immediate investigations	90.4	98.1	100	98.01	96.9	97	100	95.5	100
% Timely ten day investigations	92.7	89.75	94	97.5	100	93	93	84	96
County Medical Services Program average number of continuing cases/eligible's	183	214	290	308	373	192	3	1	1
Food Stamps average caseload	576	628	684	747	810	890	1028	1043	1004
Foster care average number of cases	32	47	37	44	55	56	69	62	55
In Home Supportive Services total clients served	144	144	140	140	159	166	184	184	221
Medi-Cal average number of eligible's	2594	2940	2084	2153	1677	2124	3420	2382	3940
Highways and Streets									
Street resurfacing (miles)	10	4.5	6	6	6	19	11.25	4	0
Sheriff									
Physical arrests	321	325	391	477	460	405	443	369	382

COUNTY OF TRINITY
Capital Assets Statistics by Function
Last Nine Years

Function	Fiscal Year									
	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17
Public Safety										
Sheriff:										
Stations	4	4	4	4	4	4	4	4	4	4
Law Enforcement Vehicles	27	28	29	29	29	30	25	38	39	35
Buildings	3	3	3	3	3	3	3	4	5	5
Reverse 911 System	0	1	1	1	1	1	1	1	1	1
Airplanes	1	1	1	1	1	1	1	1	1	1
20 User Inmate System	1	1	1	1	1	1	1	1	1	1
Home Monitoring System	1	1	1	1	1	1	1	1	1	1
Lake Patrol										
Vessels	3	3	3	4	4	4	4	4	6	6
Vehicles	1	1	1	1	1	1	1	1	1	1
Probation										
Buildings	1	1	1	1	1	1	1	1	1	1
Vehicles	7	7	11	11	11	11	11	8	10	10
Finger Print/Palm Print Machine	0	0	1	1	1	1	1	1	1	1
Education										
Library Building	1	1	1	1	1	1	1	1	1	1
Integrated Library System	1	1	1	1	1	1	1	1	1	1
Health & Sanitation										
Solid Waste										
Buildings	6	6	6	6	6	6	6	4	4	4
Heavy Equipment	5	5	5	5	5	5	5	5	5	5
Vehicles	14	14	15	15	15	15	14	24	18	18
Public Ways & Facilities										
Road Department										
Roads	546	546	546	546	547	547	547	512	411	411
Bridges										96
Buildings	35	35	35	35	35	35	35	36	28	28
Heavy Equipment	25	25	25	25	25	28	25	28	28	28
Vehicles	54	55	55	55	55	55	55	58	54	54
GIS Software	0	0	1	1	1	1	1	1	1	1
Road & Fleet Computer Program	1	1	1	1	1	1	1	1	1	1
Transit										
Public Transportation Buses	3	3	5	5	6	8	8	8	8	8
Airports										
Number of Airports	5	5	5	5	5	5	5	5	5	5
Hangar Maint & Office	1	1	1	1	1	1	1	1	2	2
General Government										
Elections										
Global Accu Vote System OS	1	1	1	1	1	1	1	1	1	1
Information Technology										
HVAC Unit IT Server Room	0	1	1	1	1	1	1	1	1	1
Network Servers	1	1	1	1	1	1	1	1	7	8
General Services										
Parks	6	6	6	6	6	6	6	6	6	6
Buildings	69	69	69	69	69	69	69	63	69	71
Fairgrounds	1	1	1	1	1	1	1	1	1	1
Vehicles	27	27	28	28	29	30	30	35	35	36
Heavy Equipment	1	1	1	1	1	1	1	1	1	1
Health Department										
Wireless Network Components WIC	1	1	1	1	1	1	1	1	1	1
PRO -04 Filling Station	0	0	0	1	1	1	1	1	1	1
Public Assistance										
Welfare										
Vehicles	18	18	20	21	21	22	21	19	19	17
Digital Phone System	1	1	1	1	1	1	1	1	1	1
CIV Server Connection	0	1	1	1	1	1	1	1	1	1
Fiber Project Wireless	0	0	1	1	1	1	1	1	1	1
State Grants										
Cell Towers	0	0	1	2	2	2	2	2	2	2