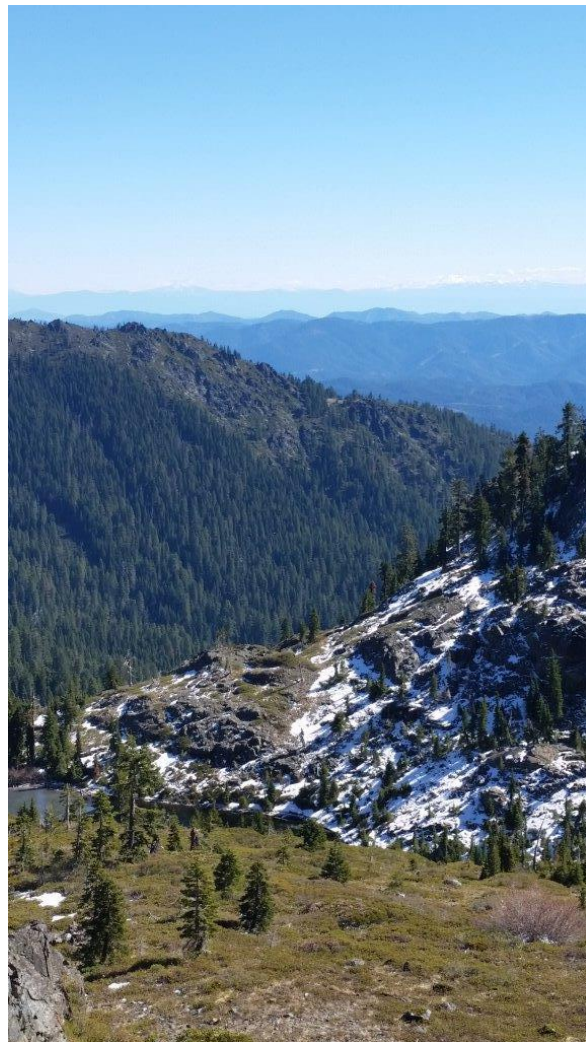


County of Trinity, California

Comprehensive Annual Financial Report

For the Fiscal Year Ended
June 30, 2015



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
ANNUAL FINANCIAL REPORT
June 30, 2015

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COUNTY OF TRINITY

**Letter of Transmittal
June 30, 2015**



TRINITY COUNTY

MARGARET LONG, Interim County Administrative Officer
P.O. Box 1613, WEAVERVILLE, CALIFORNIA 96093-1613
PHONE (530) 623-1382

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

February 25, 2016

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, 2015. 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, 2015. 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 five 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 285 full-time equivalent employees, serves the needs of the local citizens by providing public

COUNTY OF TRINITY

**Letter of Transmittal (continued)
June 30, 2015**

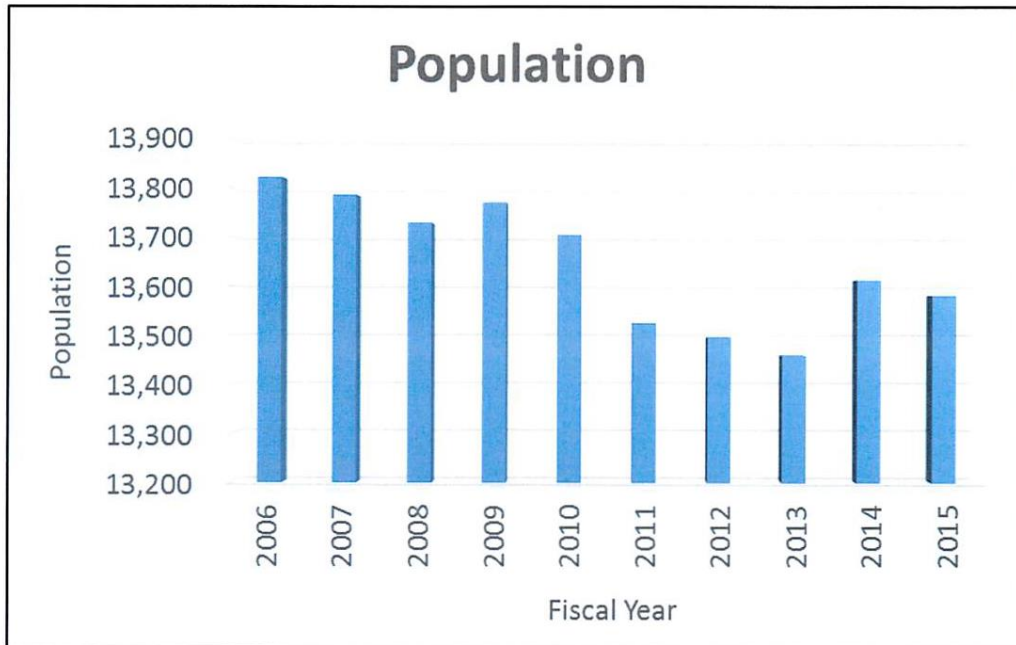
safety, sanitation, health and social services, the construction and maintenance of highways, streets, and infrastructure assets, cultural and recreational opportunities, public improvements, planning and zoning, and general administrative services.

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, 2015 to be 13,583 a decrease of 31 since July 1, 2014.



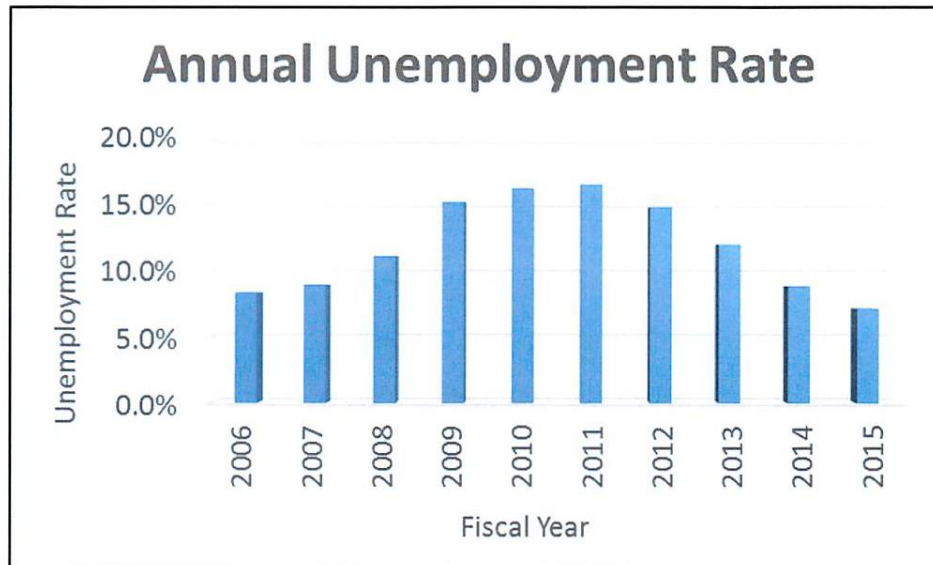
COUNTY OF TRINITY

Letter of Transmittal (continued) June 30, 2015

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, 2015, 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 2015, the County's unemployment rate was 7.1%. The California statewide rate at the same time was 6.3%. The County unemployment rate during June of the previous year was 8.5%, 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 depressed national and state economies continued 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 OF TRINITY

Letter of Transmittal (continued)
June 30, 2015

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, 2015.

Major Accomplishments and Goals

During the fiscal year ending June 30, 2015, 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 2013/14 Comprehensive Annual Financial Report. This reflects the highest form of recognition in the area of governmental accounting and financial reporting.
- Construction of Lance Gulch Road is complete and operational. Landscape and habitat will be monitored and maintained.
- Transit has expanded their services, providing transportation from Junction City to Redding and back. In addition, they have increased their services on Saturdays from one to two days per month.
- Assessor's office has expanded their hours to provide more availability to the public.

Future Goals:

- Continue prudent fiscal management.
- Seek grants to improve major County infrastructure.
- Complete the upgrade of the County financial accounting system.
- Received conditional award for construction of an Adult Criminal Justice Facility.

COUNTY OF TRINITY

Letter of Transmittal (continued)
June 30, 2015

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.

COUNTY OF TRINITY

Letter of Transmittal (continued)
June 30, 2015

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 either safety, liquidity, availability, and diversification.

Debt Administration

As of June 30, 2015, the County had total long-term liabilities of \$72,756,351. 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 Gallina, LLP, Certified Public Accountants to perform this requirement for fiscal year ending June 30, 2015. 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 Gallina, 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,



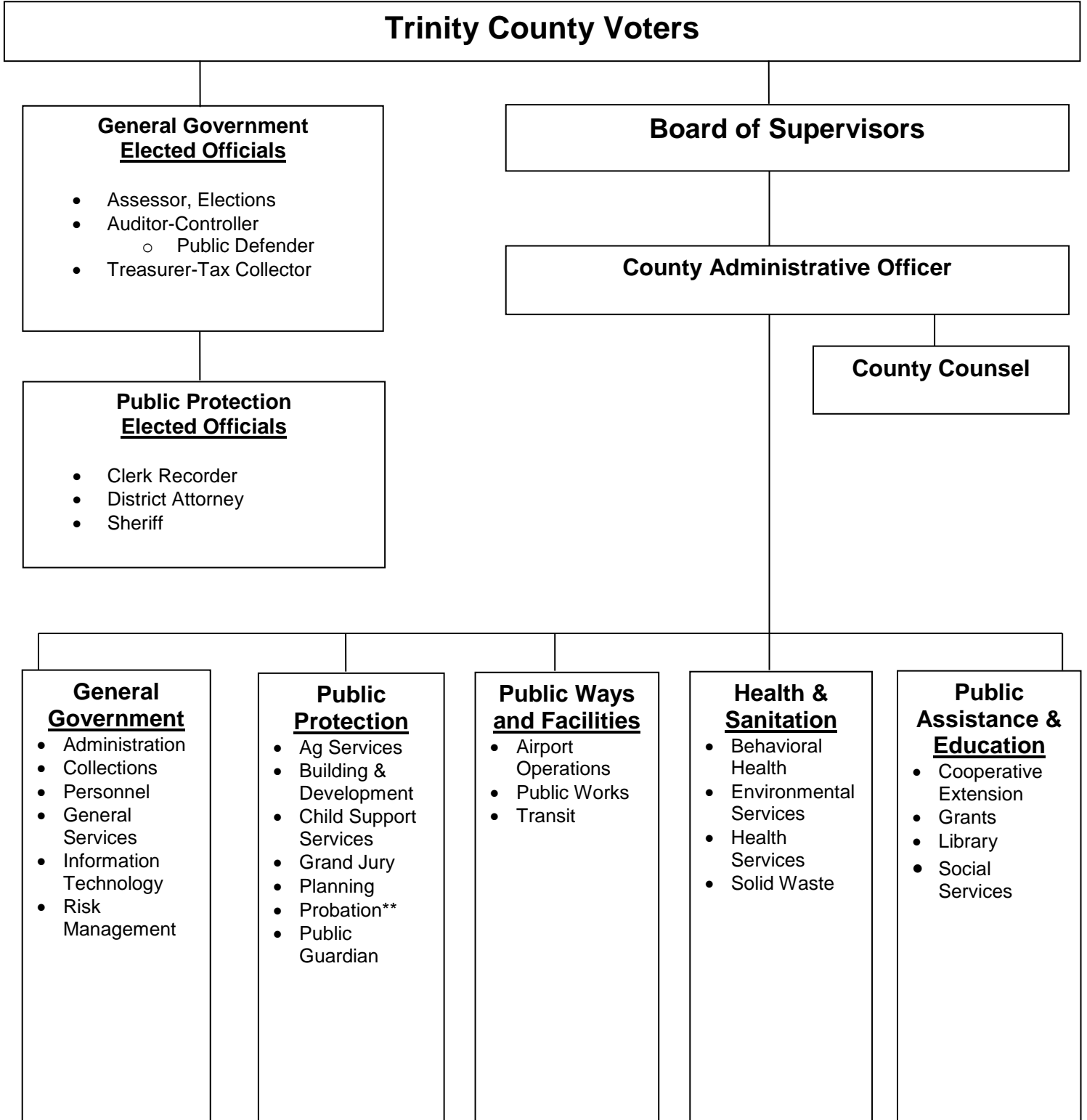
Margaret Long
Interim County Administrative Officer



Angela Bickle
Auditor-Controller

COUNTY OF TRINITY

Organizational Chart
June 30, 2015



** Appointed by the Trinity County Superior Court

COUNTY OF TRINITY

**Board of Supervisors and Other County Officials
June 30, 2015**

Board of Supervisors

District 1—Keith Groves
District 2—Judy Morris
District 3—Karl Fisher
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

County Administrative Officer—Wendy Tyler
County Counsel—Margaret Long, Prentice, Long & Epperson
Chief Probation Officer—Hal Ridlehuber
Department of Transportation—Rick Tippett
Behavioral Health—Noel O'Neill
Child Support Services—Lisa Dugan
Health and Human Services—Leticia Garza
Ag Commissioner/Sealer/Solid Waste—Jeff Dolf

COUNTY OF TRINITY

GFOA Certificate
June 30, 2015



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, 2014

A handwritten signature in black ink, reading "Jeffrey R. Egan".

Executive Director/CEO

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INDEPENDENT AUDITOR'S REPORT





INDEPENDENT AUDITOR'S 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, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Waterworks District No. 1 which represent 100 percent 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, 2015, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Implementation of New Accounting Standards

As disclosed in Note 1 to the financial statements, the County of Trinity adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, during the fiscal year 2015. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in the net position 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 are 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 were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Board of Supervisors County of Trinity
Weaverville, California

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Gallina LLP".

Roseville, California
February 25, 2016

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MANAGEMENT'S DISCUSSION AND ANALYSIS



COUNTY OF TRINITY

Management's Discussion and Analysis Required Supplementary Information June 30, 2015

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, 2015. 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 \$92,674,445 (*net position*).
- The government's total net position decreased by \$36,107,056. Governmental activities net position decreased by \$33,000,282. Business-type activities net position decreased by \$3,106,774.
- At the close of the current fiscal year, the County's governmental funds reported combined fund balances of \$21,724,729 an increase of \$630,649 in comparison with the prior fiscal year. This increase is due to revenues exceeding expenditures by \$0.5 million and prior period adjustments that increased fund balance by \$0.1 million.
- The County's unassigned fund balance for the general fund was \$850,049. Absent the merger of the old hospital fund, the County's unassigned fund balance would have been \$8,559,902 or 54.6% of total general fund expenditures.
- The County's net investment in capital assets increased by \$9,301,689 due primarily to donation of a bridge from the federal government and purchases of capital assets exceeding depreciation in the current fiscal year.
- The County's total long-term liabilities increased by \$44,241,423 in comparison with the prior fiscal year. This was primarily due to GASB Statement No. 68 requiring \$42.0 million net pension liability to be included in the long-term liability section for the first time. The remaining increase was due primarily to a \$2.9 million increase in the Net Other Post-Employment Benefits (OPEB) obligation.

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, 2015

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*.

The County maintains four 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, and HOME/CDBG Programs. 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.

COUNTY OF TRINITY

Management's Discussion and Analysis
Required Supplementary Information
June 30, 2015

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

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. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. *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 is considered a major enterprise fund of the County. The non-major enterprise funds are transit and cemetery. 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, 2015

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

Following is the comparative analysis of government-wide data for fiscal years 2014-2015 and 2013-2014.

**Statement of Net Position
June 30, 2015 and 2014**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Assets						
Current and other assets	\$ 32,610,276	\$ 29,670,206	\$ 1,608,238	\$ 1,495,950	\$ 34,218,514	\$ 31,166,156
Capital assets	142,559,925	133,266,455	2,079,729	1,635,388	144,639,654	134,901,843
Total assets	175,170,201	162,936,661	3,687,967	3,131,338	178,858,168	166,067,999
Deferred Outflows of Resources						
Deferred pension	3,283,959	--	229,049	--	3,513,008	--
Liabilities						
Current and other liabilities	8,144,834	5,471,475	1,142,097	1,083,486	9,286,931	6,554,961
Long-term liabilities	65,273,951	24,511,887	9,699,009	6,219,650	74,972,960	30,731,537
Total liabilities	73,418,785	29,983,362	10,841,106	7,303,136	84,259,891	37,286,498
Deferred Inflows of Resources						
Deferred pension	5,082,358	--	354,482	--	5,436,840	--
Net Position						
Net investment in capital assets	142,559,925	133,266,455	1,561,420	1,553,201	144,121,345	134,819,656
Restricted	17,165,662	17,696,027	--	--	17,165,662	17,696,027
Unrestricted	(59,772,570)	(18,009,183)	(8,839,992)	(5,724,999)	(68,612,562)	(23,734,182)
Total net position	\$ 99,953,017	\$ 132,953,299	\$ (7,278,572)	\$ (4,171,798)	\$ 92,674,445	\$ 128,781,501

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 \$92,674,445 at the close of the most recent fiscal year.

The largest portion of the County's net position, \$144,121,345, 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, \$17,165,662, 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 \$68,612,562, representing *unrestricted net position* which may be used to meet the County's ongoing obligations to citizens and creditors.

COUNTY OF TRINITY

Management's Discussion and Analysis Required Supplementary Information June 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

In June 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, to improve accounting and financial reporting by state and local governments for pensions. In November 2013, the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* to address an issue in Statement No. 68 concerning provisions related to certain pension contributions made to defined benefit pension plans prior to the implementation of that Statement by employers and nonemployer contributing entities. As of July 1, 2014, the County implemented these statements and restated the beginning net position on the government-wide statements by \$44.2 million (\$41.3 million governmental activities and \$2.9 million business-type activities) and recognized \$2.9 million of beginning deferred outflows of resources for its pension contributions and to establish beginning net pension liability of \$47.1 million.

The County's net position decreased \$36.1 million during the current fiscal year. The negative change in the County's net position is due to the implementation of GASB Statement Nos. 68 and 71 related to the change in the accounting and financial reporting of pension benefits. Absent the impacts of this change in measurement, the financial position of the County has improved \$7.9 million in fiscal year 2015.

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.

COUNTY OF TRINITY

Management's Discussion and Analysis
Required Supplementary Information
June 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The following table indicates the changes in net position for governmental and business-type activities for fiscal years 2014-2015 and 2013-2014.

**Statement of Activities
For the Years Ended June 30, 2015 and 2014
(in thousands)**

Revenues	Governmental Activities		Business-Type Activities		Total		Variance
	2015	2014	2015	2014	2015	2014	
Program Revenues:							
Fees, fines and charges for services	\$ 5,406	\$ 5,404	\$ 2,710	\$ 2,839	\$ 8,116	\$ 8,243	-1.5%
Operating grants/contributions	26,686	28,355	480	438	27,166	28,793	-5.7%
Capital grants/contributions	20,835	15,054	--	--	20,835	15,054	38.4%
General Revenues:							
Property Taxes	6,570	6,323	129	129	6,699	6,452	3.8%
Sales and Use Taxes	1,335	1,204	--	--	1,335	1,204	10.9%
Other Taxes	334	322	--	--	334	322	0.0%
Transfers	47	60	(47)	(60)	--	--	0.0%
Miscellaneous	569	709	3	5	572	714	-19.9%
Interest and Investment earnings	211	124	17	15	228	139	64.0%
Total Revenues	61,993	57,555	3,292	3,366	65,285	60,921	7.2%
Expenses							
General government	4,655	3,662	--	--	4,655	3,662	27.1%
Public protection	13,158	13,352	--	--	13,158	13,352	-1.5%
Public ways and facilities	17,501	16,904	--	--	17,501	16,904	3.5%
Health and sanitation	6,564	6,278	--	--	6,564	6,278	4.6%
Public assistance	10,908	9,602	--	--	10,908	9,602	13.6%
Education	359	343	--	--	359	343	4.7%
Interest on long-term debt	602	694	--	--	602	694	-13.3%
Cemeteries	--	--	3	10	3	10	-70.0%
Transit	--	--	757	691	757	691	9.6%
Solid Waste	--	--	2,846	4,058	2,846	4,058	-29.9%
Total Expenses	53,747	50,835	3,606	4,759	57,353	55,594	3.2%
Change in Net Position	8,246	6,720	(314)	(1,393)	7,932	5,327	48.9%
Net position - Beginning	132,953	127,790	(4,172)	(2,771)	145,005	153,363	-5.4%
Prior period adjustment	(41,247)	(1,557)	(2,792)	(8)	(44,039)	(1,565)	
Net Position - Ending	\$ 99,952	\$ 132,953	\$(7,278)	\$(4,172)	\$ 92,674	\$ 128,781	-28.0%

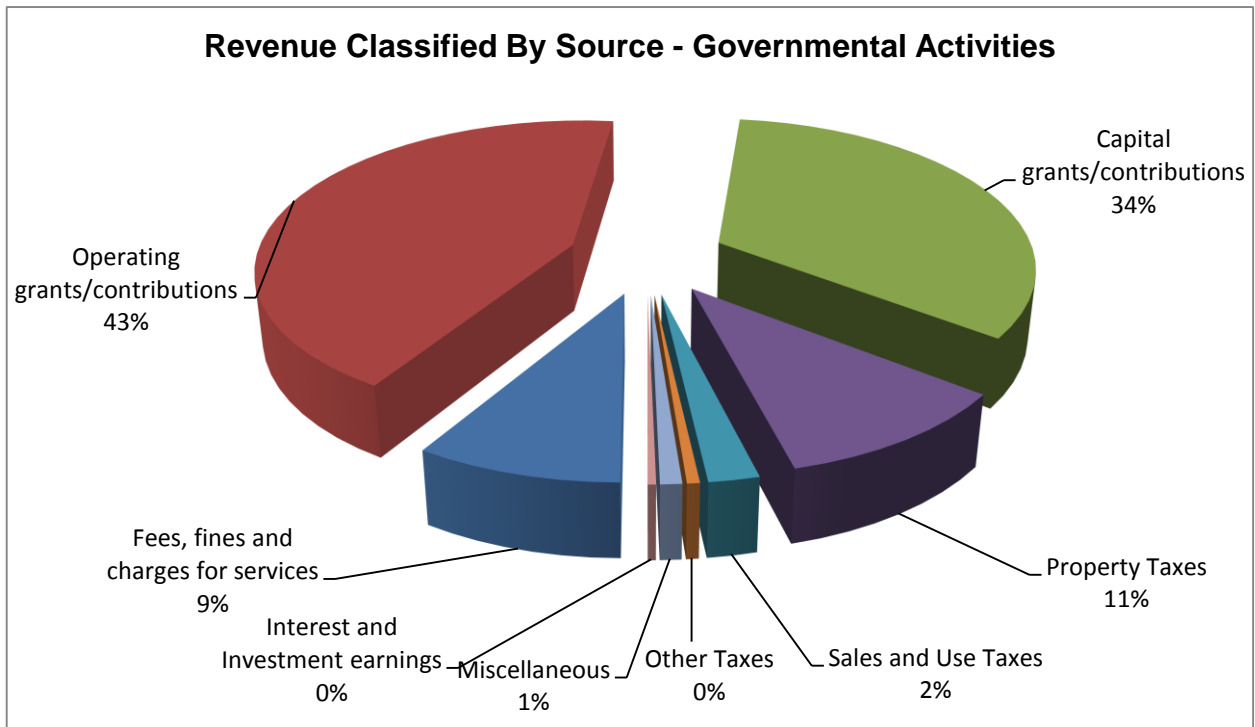
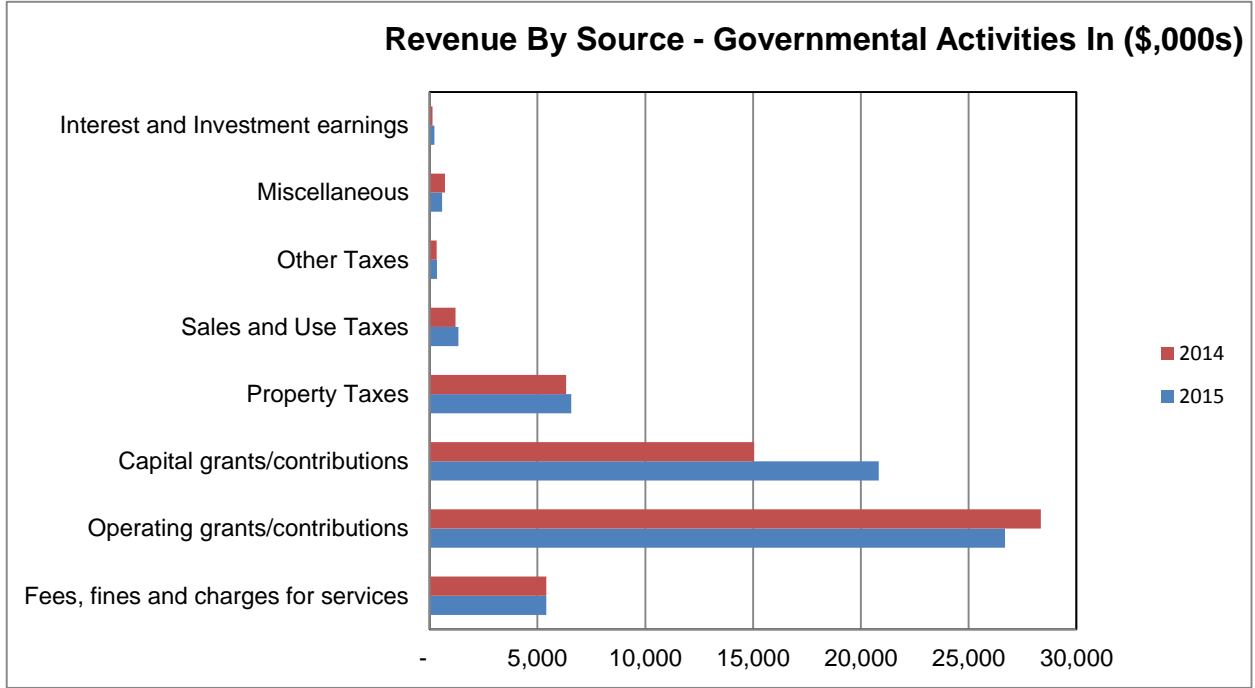
The County's revenues from governmental activities increased by \$4.4 million or 7.7% over the prior fiscal year. This increase was due primarily to an increase of \$5.8 million in capital grants and contributions offset by a decrease of \$1.7 million in operating grants and contributions.

The County's expenses from governmental activities increased by \$2.9 million or 5.7% over the prior fiscal year. This decrease was due primarily to increases of \$1.3 million in public assistance expenditures, \$1.0 million in general government expenditures, and \$0.6 million in public ways and facilities expenditures.

COUNTY OF TRINITY

Management's Discussion and Analysis
 Required Supplementary Information
 June 30, 2015

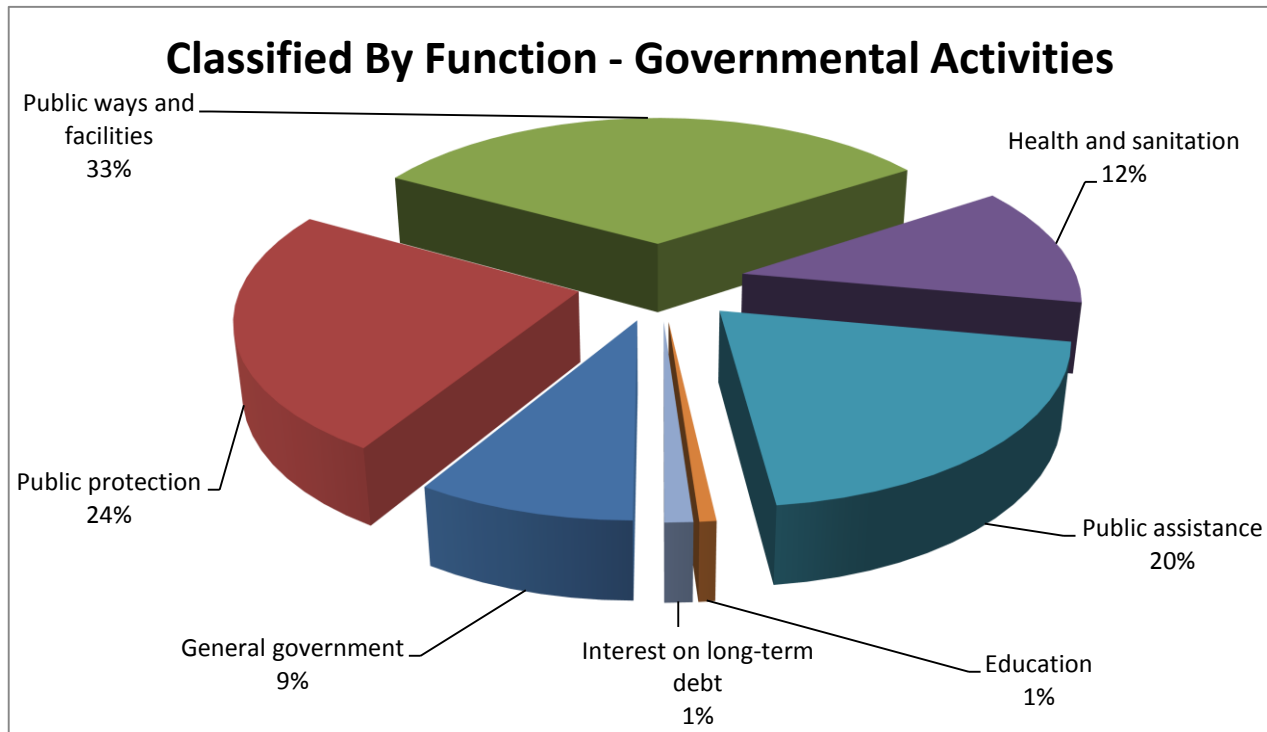
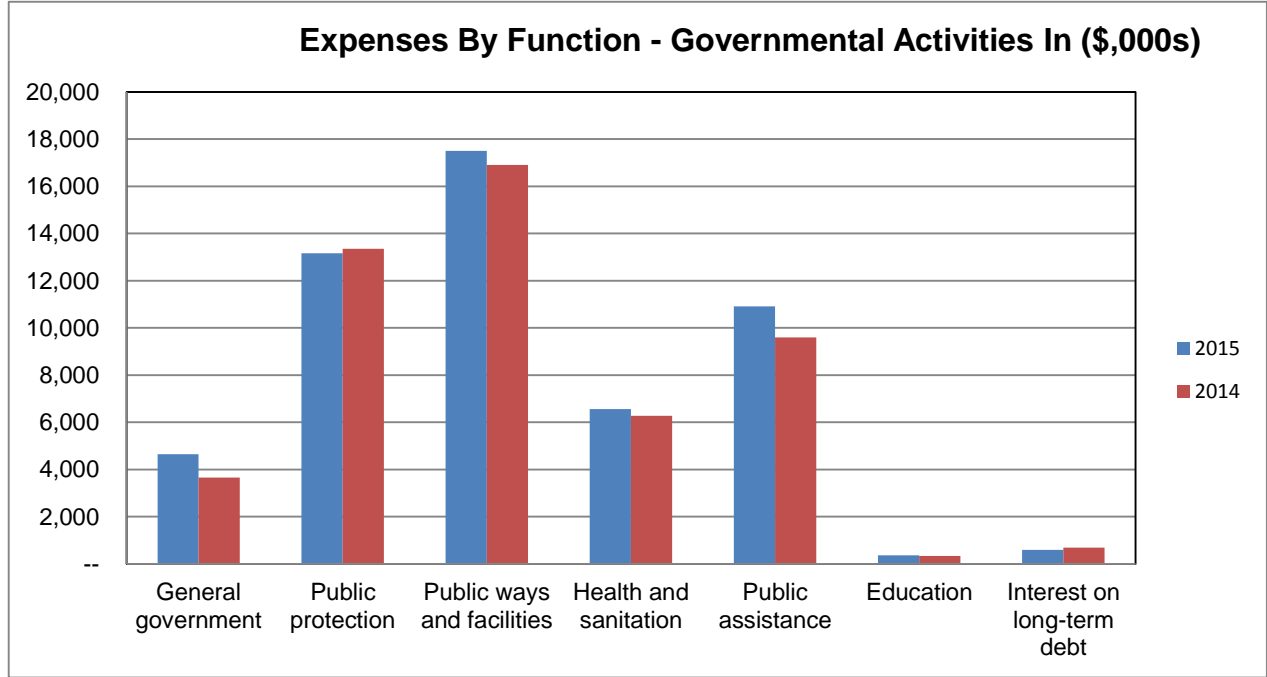
GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)



COUNTY OF TRINITY

Management's Discussion and Analysis
 Required Supplementary Information
 June 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)



COUNTY OF TRINITY

Management's Discussion and Analysis
Required Supplementary Information
June 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

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, 2015**

	General	Road Fund	Human Services	HOME Grant	Other Governmental Funds	Total
Revenues	\$ 14,037,567	\$ 13,513,105	\$ 6,232,241	\$ 48,991	\$ 16,351,316	\$ 50,183,220
Expenditures	(15,671,836)	(13,584,101)	(9,623,189)	(112,773)	(10,665,353)	(49,657,252)
Other Financing Sources (Uses), net	1,566,345	12,879	3,693,867	(11,131)	(5,215,124)	46,836
Net Changes in Fund Balances	(67,924)	(58,117)	302,919	(74,913)	470,839	572,804
Prior Period Adjustment	--	--	--	57,845	--	57,845
Fund Balance - Beginning of Year	1,200,810	7,570,411	(130,608)	4,355,443	8,098,024	21,094,080
Fund Balance - End of Year	<u>\$ 1,132,886</u>	<u>\$ 7,512,294</u>	<u>\$ 172,311</u>	<u>\$ 4,338,375</u>	<u>\$ 8,568,863</u>	<u>\$ 21,724,729</u>

At June, 30, 2015, the County's governmental funds reported combined fund balances of \$21,724,729. Of these combined fund balances, \$1,205,517 is *nonspendable fund balance* to indicate that it is not available for new spending because it is not in spendable form, \$18,918,817 constitutes *restricted fund balance* which is available to meet specific current and future County needs, and \$1,600,395 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 decreased by \$67,924. This decrease was due primarily to an increase in expenditures incurred in the General Fund.

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 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, 2015, the accumulated deficit fund balance is \$7,709,853. This amount has been absorbed by the General Fund as the former deficit is now the responsibility of the General Fund.

COUNTY OF TRINITY

Management's Discussion and Analysis
Required Supplementary Information
June 30, 2015

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS (continued)

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 \$58,117. This decrease is due to expenditures exceeding revenues by \$70,996 offset by an increase of \$12,879 due to transfers.

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 \$302,919. 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 \$132,758. This decrease is due to expenditures exceeding revenues by \$63,782, a decrease of \$11,131 due to transfers and a negative prior period adjustment of \$57,845.

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, 2015, unrestricted net position of the Solid Waste Fund were at a deficit of \$8,012,320, while total net position was a deficit of \$6,985,918. Total net position of the solid waste decreased by \$2,421,604 due to the implementation of GASB Statement Nos. 68 and 71 (\$2,249,058), and expenses exceeding revenues (\$172,546).

**Changes in Net Position – Proprietary Funds
For Fiscal Year Ended June 30, 2015**

	Solid Waste	Non-major Enterprise Funds	Total
Operating Revenues	\$2,611,359	\$101,091	\$2,712,450
Operating Expenditures	<u>(2,828,895)</u>	<u>(759,506)</u>	<u>(3,588,401)</u>
Operating Income (Loss)	(217,536)	(658,415)	(875,951)
Non-Operating Revenue (Expense)	<u>157,106</u>	<u>451,407</u>	<u>608,513</u>
Net Income before Transfers	(60,430)	(207,008)	(267,438)
Contributions and Transfers In (Out)	<u>(112,116)</u>	<u>65,280</u>	<u>(46,836)</u>
Change in Net Assets	(172,546)	(141,728)	(314,274)
Fund Balance - Beginning of Year	(4,564,314)	392,516	(4,171,798)
Prior Period Adjustment	<u>(2,249,058)</u>	<u>(543,442)</u>	<u>(2,792,500)</u>
Fund Balance - End of Year	<u><u>(\$6,985,918)</u></u>	<u><u>(\$292,654)</u></u>	<u><u>(\$7,278,572)</u></u>

COUNTY OF TRINITY

Management's Discussion and Analysis
Required Supplementary Information
June 30, 2015

GENERAL FUND BUDGETARY HIGHLIGHTS

Resources (revenues) and appropriations (expenditures) represent the legal level of budgetary controls. During the current fiscal year, actual general fund revenues were \$14,037,567 or 3.08% more than budgeted, while actual general fund expenditures were \$15,671,836 or 8.96% under budget. In addition, actual other financing sources (uses) were \$1,566,345 or -10.64% less than budget.

**Budgetary Comparison Schedule
General Fund**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	
Total Revenues	\$ 13,360,857	\$ 13,618,461	\$ 14,037,567	\$ 419,106	3.08%
Total Expenditures	16,376,208	17,214,262	15,671,836	1,542,426	8.96%
Other Financing Sources (Uses)	<u>1,505,851</u>	<u>1,752,831</u>	<u>1,566,345</u>	<u>(186,486)</u>	<u>-10.64%</u>
Net Change in Fund Balance	<u>\$ (1,509,500)</u>	<u>\$ (1,842,970)</u>	<u>\$ (67,924)</u>	<u>\$ 1,775,046</u>	<u>96.31%</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.

CAPITAL ASSETS

The County's investment in capital assets as of June 30, 2015, amounted to \$144,639,654 (net of accumulated depreciation). 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, 2015 and 2014**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Land	\$ 1,193,657	\$ 1,193,657	\$ 30,616	\$ 30,616	\$ 1,224,273	\$ 1,224,273
Construction in Progress	15,169,689	6,580,345	14,101	--	15,183,790	6,580,345
Structures & Improvements	22,453,561	22,453,561	1,523,513	1,435,098	23,977,074	23,888,659
Equipment	12,095,894	11,587,458	3,142,002	2,576,463	15,237,896	14,163,921
Infrastructure	<u>261,365,764</u>	<u>248,328,987</u>	<u>--</u>	<u>--</u>	<u>261,365,764</u>	<u>248,328,987</u>
Total	312,278,565	290,144,008	4,710,232	4,042,177	316,988,797	294,186,185
Accumulated Depreciation	<u>(169,718,640)</u>	<u>(156,877,555)</u>	<u>(2,630,503)</u>	<u>(2,406,789)</u>	<u>(172,349,143)</u>	<u>(159,284,344)</u>
Net Capital Assets	<u>\$ 142,559,925</u>	<u>\$ 133,266,453</u>	<u>\$ 2,079,729</u>	<u>\$ 1,635,388</u>	<u>\$ 144,639,654</u>	<u>\$ 134,901,841</u>

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

COUNTY OF TRINITY

Management's Discussion and Analysis
Required Supplementary Information
June 30, 2015

LONG-TERM LIABILITIES

At June 30, 2015, the County had total long-term liabilities outstanding of \$77,515,880 as compared to \$33,082,862 in the prior fiscal year. During the current fiscal year, retirement of liabilities amounted to \$1,496,524; while additions to long-term liabilities amounted to \$45,929,542 and were comprised primarily of the implementation of GASB Statement Nos. 68 and 71 (\$42,006,492) and the current fiscal year's increase to the net OPEB obligation of \$2,863,966.

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, 2015 and 2014**

	Governmental Activities		Business Activities		Total Activities	
	2015	2014	2015	2014	2015	2014
Certificate of Participation	\$ 6,190,000	\$ 7,430,000	\$ --	\$ --	\$ 6,190,000	\$ 7,430,000
Special Assessment Debt	--	--	--	--	--	--
Capital Lease	--	--	518,309	82,187	518,309	82,187
Compensated absences	962,147	944,877	67,479	58,621	1,029,626	1,003,498
Liability for self-insurance	1,593,095	1,184,298	--	--	1,593,095	1,184,298
Loans payable	1,101,460	1,254,102	--	--	1,101,460	1,254,102
Net OPEB Obligation	18,586,011	15,968,528	1,731,358	1,484,875	20,317,369	17,453,403
Liability for landfill closure	--	--	4,759,531	4,675,374	4,759,531	4,675,374
Net pension liability	39,267,669	--	2,738,823	--	42,006,492	--
Total	67,700,382	26,781,805	9,815,500	6,301,057	77,515,882	33,082,862
Less Current Portion	(2,426,431)	(2,269,918)	(116,491)	(81,407)	(2,542,922)	(2,351,325)
Net Long-Term Debt	\$ 65,273,951	\$ 24,511,887	\$ 9,699,009	\$ 6,219,650	\$ 74,972,960	\$ 30,731,537

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 2015-2016 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 has begun a slow recovery, providing a minimal revenue increase. 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 P.O. Box 1230, Weaverville, California 96093.



BASIC FINANCIAL STATEMENTS
GOVERNMENT-WIDE FINANCIAL STATEMENTS



COUNTY OF TRINITY

Statement of Net Position
June 30, 2015

	Primary Government			June 30, 2014
	Governmental	Business-Type	Totals	Component Unit
	Activities	Activities		Waterworks District No. 1
ASSETS				
Cash and investments	\$ 18,278,152	\$ 1,424,500	\$ 19,702,652	\$ 494,927
Cash with fiscal agent	463,848	--	463,848	--
Accounts receivable	64,272	57,219	121,491	86,437
Interest receivable	10,918	829	11,747	--
Due from other governments	4,078,879	118,363	4,197,242	--
Prepaid expenses	47,588	7,327	54,915	--
Loan and notes receivable	5,433,157	--	5,433,157	--
Deposits with others	3,324,933	--	3,324,933	--
Inventories	908,529	--	908,529	--
Capital assets:				
Nondepreciable	16,363,346	44,717	16,408,063	4,000
Depreciable, net	126,196,579	2,035,012	128,231,591	10,031,104
Total Assets	<u>175,170,201</u>	<u>3,687,967</u>	<u>178,858,168</u>	<u>10,616,468</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred pension	<u>3,283,959</u>	<u>229,049</u>	<u>3,513,008</u>	<u>--</u>
LIABILITIES				
Accounts payable	4,665,260	103,326	4,768,586	15,877
Salaries and benefits payable	98,053	5,902	103,955	1,006
Interest payable	158,009	1,460	159,469	--
Deposits from others	10,931	1,624	12,555	22,983
Unearned revenue	786,150	913,294	1,699,444	--
Long-Term Liabilities:				
Portion due or payable within one year:				
Bonds payable	1,385,000	--	1,385,000	14,807
Capital leases	--	71,505	71,505	--
Compensated absences	641,431	44,986	686,417	9,519
Contract payable	150,000	--	150,000	--
Liability for unpaid claims	250,000	--	250,000	--
Portion due or payable after one year:				
Bonds payable	4,805,000	--	4,805,000	818,156
Capital leases	--	446,804	446,804	--
Compensated absences	320,716	22,493	343,209	--
Contract payable	951,460	--	951,460	--
Liability for unpaid claims	1,343,095	--	1,343,095	--
Net OPEB obligation	18,586,011	1,731,358	20,317,369	--
Liability for landfill closure	--	4,759,531	4,759,531	--
Net pension liability	39,267,669	2,738,823	42,006,492	--
Total Liabilities	<u>73,418,785</u>	<u>10,841,106</u>	<u>84,259,891</u>	<u>882,348</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred pension	<u>5,082,358</u>	<u>354,482</u>	<u>5,436,840</u>	<u>--</u>
NET POSITION				
Net investment in capital assets	142,559,925	1,561,420	144,121,345	9,192,622
Restricted for:				
General government	722,201	--	722,201	--
Public protection	--	--	--	--
Public ways and facilities	9,932,314	--	9,932,314	--
Public health and assistance	2,852,649	--	2,852,649	--
Public assistance	3,658,498	--	3,658,498	--
Unrestricted	(59,772,570)	(8,839,992)	(68,612,562)	541,498
Total Net Position	<u>\$ 99,953,017</u>	<u>\$ (7,278,572)</u>	<u>\$ 92,674,445</u>	<u>\$ 9,734,120</u>

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

COUNTY OF TRINITY

Statement of Activities
For the Year Ended June 30, 2015

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	\$ 4,654,963	\$ 2,158,069	\$ 831,248	\$ --
Public protection	13,157,832	1,626,645	4,426,228	--
Public ways and facilities	17,500,858	966,728	4,778,071	20,834,893
Health and sanitation	6,564,298	483,964	7,018,573	--
Public assistance	10,908,429	168,195	9,627,342	--
Education	358,760	2,782	4,540	--
Interest on long-term debt	601,519	--	--	--
Total Governmental Activities	<u>53,746,659</u>	<u>5,406,383</u>	<u>26,686,002</u>	<u>20,834,893</u>
Business-Type Activities:				
Solid Waste	2,846,250	2,608,578	30,291	--
Cemeteries	3,134	5,824	--	--
Transit	756,372	95,267	449,913	--
Total Business-type Activities	<u>3,605,756</u>	<u>2,709,669</u>	<u>480,204</u>	<u>--</u>
Total Trinity County	<u>\$ 57,352,415</u>	<u>\$ 8,116,052</u>	<u>\$ 27,166,206</u>	<u>\$ 20,834,893</u>
Component Unit:				
Waterworks District No. 1	<u>\$ 888,219</u>	<u>\$ 506,251</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, restated

 Net Position - End of Year

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

COUNTY OF TRINITY

Statement of Activities
For the Year Ended June 30, 2015

Net (Expense) Revenue and Changes in Net Position			June 30, 2014 Component Unit
Primary Government			Waterworks District No. 1
Governmental Activities	Business-Type Activities	Total	
\$ (1,665,646)	\$ --	\$ (1,665,646)	\$ --
(7,104,959)	--	(7,104,959)	--
9,078,834	--	9,078,834	--
938,239	--	938,239	--
(1,112,892)	--	(1,112,892)	--
(351,438)	--	(351,438)	--
(601,519)	--	(601,519)	--
(819,381)	--	(819,381)	--
--	(207,381)	(207,381)	--
--	2,690	2,690	--
--	(211,192)	(211,192)	--
--	(415,883)	(415,883)	--
(819,381)	(415,883)	(1,235,264)	--
			(381,968)
6,570,302	128,671	6,698,973	9,000
1,335,358	--	1,335,358	--
171,244	--	171,244	--
163,215	--	163,215	--
210,671	16,993	227,664	39,481
568,532	2,781	571,313	13,209
46,836	(46,836)	--	--
9,066,158	101,609	9,167,767	61,690
8,246,777	(314,274)	7,932,503	(320,278)
91,706,240	(6,964,298)	84,741,942	10,054,398
\$ 99,953,017	\$ (7,278,572)	\$ 92,674,445	\$ 9,734,120

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*BASIC FINANCIAL STATEMENTS
FUND FINANCIAL STATEMENTS*

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COUNTY OF TRINITY

Balance Sheet – Governmental Funds
June 30, 2015

	General	Road	Human Services	HOME/ CDBG Programs	Other Governmental	Total
<u>Assets</u>						
Cash and investments	\$ --	\$ 4,980,223	\$ 75,438	\$ 352,439	\$ 9,499,962	\$ 14,908,062
Imprest cash	16,548	200	50	--	29,451	46,249
Cash with fiscal agent	--	--	--	--	463,848	463,848
Accounts receivable	12,705	25,229	7,701	257	17,842	63,734
Due from other governments	390,110	2,330,346	522,916	23	806,283	4,049,678
Interest receivable	1,088	3,806	--	--	4,311	9,205
Deposits with others	3,324,933	--	--	--	--	3,324,933
Prepays and other assets	33,342	--	13,635	--	516	47,493
Inventories	--	908,529	--	--	--	908,529
Due from other funds	3,229,633	2,970,439	--	--	--	6,200,072
Loans receivable	--	--	--	5,433,157	--	5,433,157
Advances to other funds	249,495	--	--	--	57,203	306,698
Total Assets	<u>\$ 7,257,854</u>	<u>\$ 11,218,772</u>	<u>\$ 619,740</u>	<u>\$ 5,785,876</u>	<u>\$ 10,879,416</u>	<u>\$ 35,761,658</u>
<u>Liabilities</u>						
Accounts payable	\$ 561,029	\$ 2,551,107	\$ 218,275	\$ 3,244	\$ 741,876	\$ 4,075,531
Retention payable	9,384	567,104	--	--	--	576,488
Salaries and benefits payable	6,850	66,016	21,365	--	3,822	98,053
Due to other funds	4,676,221	--	41,057	684,737	798,057	6,200,072
Unearned revenue	520,891	--	101,142	--	164,117	786,150
Deposits from others	4,501	--	--	--	6,430	10,931
Advances from other funds	28,238	--	--	--	278,460	306,698
Total Liabilities	<u>5,807,114</u>	<u>3,184,227</u>	<u>381,839</u>	<u>687,981</u>	<u>1,992,762</u>	<u>12,053,923</u>
<u>Deferred Inflows of Resources</u>						
Unavailable revenue	<u>317,854</u>	<u>522,251</u>	<u>65,590</u>	<u>759,520</u>	<u>317,791</u>	<u>1,983,006</u>
<u>Fund Balances</u>						
Nonspendable	282,837	908,529	13,635	--	516	1,205,517
Restricted	--	6,603,765	158,676	4,338,375	7,818,001	18,918,817
Assigned	--	--	--	--	1,647,795	1,647,795
Unassigned	850,049	--	--	--	(897,449)	(47,400)
Total Fund Balances	<u>1,132,886</u>	<u>7,512,294</u>	<u>172,311</u>	<u>4,338,375</u>	<u>8,568,863</u>	<u>21,724,729</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 7,257,854</u>	<u>\$ 11,218,772</u>	<u>\$ 619,740</u>	<u>\$ 5,785,876</u>	<u>\$ 10,879,416</u>	<u>\$ 35,761,658</u>

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

COUNTY OF TRINITY

Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position – Governmental Activities
June 30, 2015

Fund Balance - total governmental funds	\$ 21,724,729
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.	142,404,792
Unavailable revenues represent amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds.	1,983,006
Deferred outflows of pension resources reported in the statement of net position.	3,283,959
Deferred inflows of pension resources reported in the statement of net position.	(5,082,358)
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.	3,497,280
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	(2,485,000)
Certificates of participation	(3,705,000)
Accrued interest	(158,009)
Contract payable	(1,101,460)
Claims liability	(1,593,095)
Compensated absences	(962,147)
OPEB Liability	(18,586,011)
Net pension liability	<u>(39,267,669)</u>
Net position of governmental activities	<u>\$ 99,953,017</u>

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

COUNTY OF TRINITY

Statement of Revenues, Expenditures and Changes
in Fund Balances – Governmental Funds
For the Year Ended June 30, 2015

	General	Road	Human Services	HOME/ CDBG Programs	Other Governmental	Total
Revenues:						
Taxes	\$ 7,891,614	\$ --	\$ --	\$ --	\$ 348,505	\$ 8,240,119
Licenses and permits	596,219	21,154	--	--	21,822	639,195
Fines, forfeitures and penalties	106,519	--	204	--	249,022	355,745
Use of money and property	36,993	15,274	(1,646)	48,252	105,390	204,263
Intergovernmental	1,883,930	12,523,527	6,042,442	--	15,316,418	35,766,317
Charges for services	3,149,628	945,574	167,991	--	148,250	4,411,443
Other revenue	372,664	7,576	23,250	739	161,909	566,138
Total Revenues	14,037,567	13,513,105	6,232,241	48,991	16,351,316	50,183,220
Expenditures:						
Current:						
General government	3,556,849	--	--	--	274,691	3,831,540
Public protection	10,761,921	--	63,797	--	1,860,453	12,686,171
Public ways and facilities	24,114	13,584,101	--	--	410,503	14,018,718
Health and sanitation	958,110	--	--	--	5,366,828	6,324,938
Public assistance	56,388	--	9,559,392	112,773	750,848	10,479,401
Education	313,987	--	--	--	--	313,987
Debt Service:						
Principal	--	--	--	--	1,387,955	1,387,955
Interest	467	--	--	--	614,075	614,542
Total Expenditures	15,671,836	13,584,101	9,623,189	112,773	10,665,353	49,657,252
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,634,269)	(70,996)	(3,390,948)	(63,782)	5,685,963	525,968
Other Financing Sources (Uses):						
Transfers in	2,855,615	216,679	3,934,299	--	5,950,906	12,957,499
Transfers out	(1,289,270)	(203,800)	(240,432)	(11,131)	(11,166,030)	(12,910,663)
Total Other Financing Sources (Uses)	1,566,345	12,879	3,693,867	(11,131)	(5,215,124)	46,836
Net Changes in Fund Balances	(67,924)	(58,117)	302,919	(74,913)	470,839	572,804
Fund Balances, Beginning of Year, restated	1,200,810	7,570,411	(130,608)	4,413,288	8,098,024	21,151,925
Fund Balances, End of Year	\$ 1,132,886	\$ 7,512,294	\$ 172,311	\$ 4,338,375	\$ 8,568,863	\$ 21,724,729

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

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
For the Year Ended June 30, 2015

Net change to fund balance - total governmental funds \$ 572,804

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	\$ 22,285,456	
Less: current year depreciation	(12,995,290)	9,290,166

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.	(935,006)
--	-----------

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	(17,270)
Change in OPEB liability	(2,617,483)
Change in net pension liability and related deferred inflows/outflows	238,836
Change in interest payable	13,511
Change in claims liability	(408,797)

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	152,642	
Bonds payable/certificates of participation	1,240,000	1,392,642

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.

717,374

Change in net position of governmental activities	\$ 8,246,777
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The notes to the basic financial statements are an integral part of this statement.

COUNTY OF TRINITY

Statement of Net Position
Proprietary Funds
June 30, 2015

	Business-Type Activities - Enterprise Funds			Governmental
	Solid Waste	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<u>Assets</u>				
Current Assets:				
Cash and investments	\$ 1,149,416	\$ 273,234	\$ 1,422,650	\$ 3,323,841
Imprest cash	1,850	--	1,850	--
Accounts receivable	54,934	2,285	57,219	538
Due from other governments	--	118,363	118,363	29,201
Interest receivable	517	312	829	1,713
Prepays	7,327	--	7,327	95
Total Current Assets	<u>1,214,044</u>	<u>394,194</u>	<u>1,608,238</u>	<u>3,355,388</u>
Noncurrent Assets:				
Capital assets:				
Non-depreciable	6,000	38,717	44,717	--
Depreciable, net	1,538,711	496,301	2,035,012	155,133
Total Noncurrent Assets	<u>1,544,711</u>	<u>535,018</u>	<u>2,079,729</u>	<u>155,133</u>
Total Assets	<u>2,758,755</u>	<u>929,212</u>	<u>3,687,967</u>	<u>3,510,521</u>
<u>Deferred Outflow s of Resources</u>				
Deferred pension	<u>178,812</u>	<u>50,237</u>	<u>229,049</u>	<u>--</u>
<u>Liabilities</u>				
Current Liabilities:				
Accounts payable	84,856	18,470	103,326	13,241
Salaries and benefits payable	5,902	--	5,902	--
Interest payable	1,460	--	1,460	--
Other current liabilities	1,624	--	1,624	--
Unearned revenue	592,150	321,144	913,294	--
Capital leases	71,505	--	71,505	--
Compensated absences	38,074	6,912	44,986	--
Total Current Liabilities	<u>795,571</u>	<u>346,526</u>	<u>1,142,097</u>	<u>13,241</u>
Noncurrent Liabilities:				
Capital leases	446,804	--	446,804	--
Compensated absences	19,037	3,456	22,493	--
Liability for landfill closure	4,759,531	--	4,759,531	--
Net OPEB obligation	1,487,677	243,681	1,731,358	--
Net pension liability	2,138,130	600,693	2,738,823	--
Total Noncurrent Liabilities	<u>8,851,179</u>	<u>847,830</u>	<u>9,699,009</u>	<u>--</u>
Total Liabilities	<u>9,646,750</u>	<u>1,194,356</u>	<u>10,841,106</u>	<u>13,241</u>
<u>Deferred Inflow s of Resources</u>				
Deferred pension	<u>276,735</u>	<u>77,747</u>	<u>354,482</u>	<u>--</u>
<u>Net Position</u>				
Net investment in capital assets	1,026,402	535,018	1,561,420	155,133
Unrestricted	(8,012,320)	(827,672)	(8,839,992)	3,342,147
Total Net Position	<u>\$ (6,985,918)</u>	<u>\$ (292,654)</u>	<u>\$ (7,278,572)</u>	<u>\$ 3,497,280</u>

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

COUNTY OF TRINITY

Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2015

	Business-Type Activities - Enterprise Funds			Governmental
	Solid Waste	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues:				
Charges for services	\$ 2,608,578	\$ 101,091	\$ 2,709,669	\$ 2,861,842
Other revenue	2,781	--	2,781	68,937
Total Operating Revenues	<u>2,611,359</u>	<u>101,091</u>	<u>2,712,450</u>	<u>2,930,779</u>
Operating Expenses:				
Salaries and benefits	1,579,834	322,923	1,902,757	--
Services and supplies	1,080,724	322,584	1,403,308	2,149,281
Depreciation and amortization	84,180	113,999	198,179	73,277
Closure and postclosure costs	84,157	--	84,157	--
Total Operating Expenses	<u>2,828,895</u>	<u>759,506</u>	<u>3,588,401</u>	<u>2,222,558</u>
Operating Income (Loss)	<u>(217,536)</u>	<u>(658,415)</u>	<u>(875,951)</u>	<u>708,221</u>
Nonoperating Revenue (Expenses):				
Investment earnings	15,499	1,494	16,993	6,408
Taxes	128,671	--	128,671	--
Intergovernmental	30,291	449,913	480,204	351
Gain (loss) on disposal of capital assets	--	--	--	2,394
Interest expense	(17,355)	--	(17,355)	--
Total Nonoperating Revenue (Expenses)	<u>157,106</u>	<u>451,407</u>	<u>608,513</u>	<u>9,153</u>
Income (Loss) Before Transfers	<u>(60,430)</u>	<u>(207,008)</u>	<u>(267,438)</u>	<u>717,374</u>
Transfers in	--	434,789	434,789	--
Transfers out	<u>(112,116)</u>	<u>(369,509)</u>	<u>(481,625)</u>	<u>--</u>
Change in Net Position	<u>(172,546)</u>	<u>(141,728)</u>	<u>(314,274)</u>	<u>717,374</u>
Net Position - Beginning of Year, restated	<u>(6,813,372)</u>	<u>(150,926)</u>	<u>(6,964,298)</u>	<u>2,779,906</u>
Net Position - End of Year	<u>\$ (6,985,918)</u>	<u>\$ (292,654)</u>	<u>\$ (7,278,572)</u>	<u>\$ 3,497,280</u>

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

COUNTY OF TRINITY

Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2015

	Solid Waste	Nonmajor Enterprise Funds	Total Enterprise Funds	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:				
Cash receipts from customers and users	\$ 2,615,179	\$ 209,228	\$ 2,824,407	\$ --
Receipts from interfund services provided	--	--	--	3,047,017
Cash paid to suppliers	(1,071,946)	(193,885)	(1,265,831)	(2,159,835)
Cash paid to employees	(1,386,275)	(333,309)	(1,719,584)	--
Net Cash Provided (Used) by Operating Activities	<u>156,958</u>	<u>(317,966)</u>	<u>(161,008)</u>	<u>887,182</u>
Cash Flows from Noncapital Financing Activities:				
Aid from other governmental agencies	30,291	870,506	900,797	351
Taxes	128,671	--	128,671	--
Interfund loans	--	(7)	(7)	--
Transfers out	(112,116)	(369,509)	(481,625)	--
Net Cash Provided (Used) by Noncapital Financing Activities	<u>46,846</u>	<u>500,990</u>	<u>547,836</u>	<u>351</u>
Cash Flows from Capital and Related Financing Activities:				
Purchase of capital assets	--	(102,516)	(102,516)	(74,187)
Capital grants and allocations	--	16,126	16,126	--
Principal payments on debt	(103,882)	--	(103,882)	--
Interest payments	(18,573)	--	(18,573)	--
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(122,455)</u>	<u>(86,390)</u>	<u>(208,845)</u>	<u>(74,187)</u>
Cash Flows from Investing Activities:				
Interest received (paid)	15,273	1,329	16,602	5,469
Net Cash Provided (Used) by Investing Activities	<u>15,273</u>	<u>1,329</u>	<u>16,602</u>	<u>5,469</u>
Net Increase (Decrease) in Cash and Cash Equivalents	96,622	97,963	194,585	818,815
Cash and Cash Equivalents, Beginning of Year	<u>1,054,644</u>	<u>175,271</u>	<u>1,229,915</u>	<u>2,505,026</u>
Cash and Cash Equivalents, End of Year	<u>\$ 1,151,266</u>	<u>\$ 273,234</u>	<u>\$ 1,424,500</u>	<u>\$ 3,323,841</u>
Financial statement presentation:				
Cash and investments	\$ 1,149,416	\$ 273,234	\$ 1,422,650	\$ 3,323,841
Imprest cash	1,850	--	1,850	--
Cash and cash equivalents, end	<u>\$ 1,151,266</u>	<u>\$ 273,234</u>	<u>\$ 1,424,500</u>	<u>\$ 3,323,841</u>
Schedule of non-cash capital and related financing activities				
Purchase of equipment and vehicles on account	\$ 540,004	\$ --	\$ 540,004	\$ --

continued

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

COUNTY OF TRINITY

Statement of Cash Flows (continued)
 Proprietary Funds
 For the Year Ended June 30, 2015

	Solid Waste	Nonmajor Enterprise Funds	Total Enterprise Funds	Governmental Activities Internal Service Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ (217,536)	\$ (658,415)	\$ (875,951)	\$ 708,221
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	84,180	113,999	198,179	73,277
Changes in assets, liabilities and deferred outflow s/inflow s:				
Decrease (increase) in:				
Accounts receivable	(3,516)	93,538	90,022	116,238
Prepays and other assets	(7,327)	--	(7,327)	--
Deferred outflow s - pension	(178,812)	(50,237)	(229,049)	--
Increase (decrease) in:				
Accounts payable and other liabilities	16,105	(1,047)	15,058	(10,554)
Salaries and benefits payable	421	--	421	--
Unearned revenue	7,336	--	7,336	--
Deferred inflow s - pension	276,735	77,747	354,482	--
Compensated absences payable	2,991	5,867	8,858	--
Net OPEB obligation	203,152	43,331	246,483	--
Net pension liability	(110,928)	57,251	(53,677)	--
Closure/post closure liability	84,157	--	84,157	--
Net Cash Provided (Used) by Operating Activities	<u>\$ 156,958</u>	<u>\$ (317,966)</u>	<u>\$ (161,008)</u>	<u>\$ 887,182</u>

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

COUNTY OF TRINITY

Statement of Fiduciary Net Position
June 30, 2015

	Investment Trust Fund	Agency Funds
<u>Assets</u>		
Pooled cash and investments	\$ 18,566,443	\$ 5,463,493
Property taxes receivable	--	2,408,628
Interest receivable	10,080	3,426
	<hr/>	<hr/>
Total Assets	18,576,523	7,875,547
	<hr/>	<hr/>
<u>Liabilities</u>		
Agency funds held for others	--	7,875,547
	<hr/>	<hr/>
Total Liabilities	--	7,875,547
	<hr/>	<hr/>
<u>Net Position</u>		
Net position held in trust for investment pool participants	18,576,523	--
	<hr/>	<hr/>
Total Net Position	\$ 18,576,523	\$ --
	<hr/> <hr/>	<hr/> <hr/>

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

COUNTY OF TRINITY

Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2015

	<u>Investment Trust Fund</u>
<u>Additions</u>	
Contributions to pooled investments	\$ 14,807,537
Investment income	<u>43,640</u>
Total Additions	<u>14,851,177</u>
<u>Deductions</u>	
Distributions from pooled investments	<u>14,557,071</u>
Total Deductions	<u>14,557,071</u>
Change in Net Position	294,106
Net Position - Beginning of Year	<u>18,282,417</u>
Net Position - End of Year	<u>\$ 18,576,523</u>

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



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.

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COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

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 For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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, P.O. Box 217, Hayfork, CA 96041. This report includes the financial statements of the District as of and for the year then ended June 30, 2014 since the June 30, 2015 statements were not available at the time of our audit.

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 For the Year Ended June 30, 2015

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 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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation (continued)

Fund Financial Statements (continued)

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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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. Contributed fixed assets are valued at their estimated fair market value on the data contributed. 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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Capital Assets (continued)

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.

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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

L. New Accounting Pronouncements – Current year

In June 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, to improve accounting and financial reporting by state and local governments for pensions. In November 2013, the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* to address an issue in Statement No. 68 concerning provisions related to certain pension contributions made to defined benefit pension plans prior to the implementation of that Statement by employers and nonemployer contributing entities. As of July 1, 2014, the County implemented these statements and restated the beginning net position on the government-wide statements by \$44.2 million (\$41.3 million governmental activities and \$2.9 million business-type activities) and recognized \$2.9 million of beginning deferred outflows of resources for its pension contributions and to establish beginning net pension liability of \$47.1 million.

M. New Accounting Pronouncements – Future Years

Governmental Accounting Standards Board Statement No. 72

GASB Statement No. 72, *Fair Value Measurement and Application*, is effective for periods beginning after June 15, 2015. The principal objective of this statement is to provide guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

Governmental Accounting Standards Board Statement No. 73

GASB Statement No. 73, *Accounting and Financial Reporting for Pension and Related Assets That Are Not within the Scope of GASB Statement No. 68, and Amendments to Certain Provisions of GASB Statement No. 67 and No. 68*, is effective for periods beginning after June 15, 2015 – except those provisions that address employers and governmental nonemployer contributing entities for pensions that are not within the scope of GASB Statement No. 68, which are effective for financial statement periods beginning after June 15, 2016. The principal objective of this statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. New Accounting Pronouncements – Future Years (continued)

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. 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. 76

GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Government*, is effective for periods beginning after June 15, 2015. The principal objective of this statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The “GAAP hierarchy” consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. This Statement supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local 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 For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. Pensions (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, 2015, the difference between cost and fair values was not material. Therefore, an adjustment to fair value was not made (fair value was 99.23% 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
For the Year Ended June 30, 2015

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, 2015, 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	\$ 17,673	\$ 17,673
Deposits	(1,013,239)	(1,013,239)
Outstanding warrants	(777,504)	(777,504)
Imprest cash	48,099	--
Total Cash	<u>(1,724,971)</u>	<u>(1,773,070)</u>
<i>Investments:</i>		
In treasurer's pool	45,457,559	45,457,559
With fiscal agent	463,848	--
Total Investments	<u>45,921,407</u>	<u>45,457,559</u>
 Total Cash and Investments	 <u>\$ 44,196,436</u>	 <u>\$ 43,684,489</u>

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 2 – CASH AND INVESTMENTS (continued)

Total cash and investments at June 30, 2015 were presented on the County's financial statements as follows:

	<u>Cash and Investments</u>	<u>In Treasurer's Pool</u>
Primary Government		
Governmental Activities		
Cash and investments in pool	\$ 18,231,903	\$ 18,231,903
Restricted cash with fiscal agent	463,848	--
Imprest cash	46,249	--
Business-type activities		
Cash and investments in pool	1,422,650	1,422,650
Imprest cash	1,850	--
Investment trust funds	18,566,443	18,566,443
Agency Funds	<u>5,463,493</u>	<u>5,463,493</u>
Total Cash and Investments	<u>\$ 44,196,436</u>	<u>\$ 43,684,489</u>

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.

<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

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 2 – CASH AND INVESTMENTS (continued)

Investments (continued)

At June 30, 2015, the County had the following investments:

	Interest Rates	Maturities	Par	Cost	Fair Value	WAM (Years)
Investments in Investment Pool						
Local Agency Investment Fund (LAIF)	Variable	On Demand	\$ 20,589,000	\$ 20,589,000	\$ 20,596,741	--
Money Market Accounts	Variable	On Demand	16,896,229	16,896,229	16,896,229	--
US Treasuries	0.625%	11/15/2016	500,000	500,000	501,290	1.38
Federal Home Loan Mortgage Company	1.000%	9/28/2017	500,000	500,139	501,180	2.25
Federal Home Loan Bank	1.250%	6/8/2018	500,000	500,215	501,945	2.94
Fannie Mae	0.875%	10/26/2017	500,000	498,878	500,230	2.49
FFCB	1.600%	9/5/2018	500,000	508,978	506,040	3.21
Discover Bank CD	1.100%	9/21/2015	245,000	245,000	245,502	0.23
GE Capital Bank CD	1.050%	9/21/2015	245,000	245,000	245,474	0.23
Goldman Sachs Bank CD	0.750%	3/7/2016	250,000	250,000	250,516	0.69
Amer Expr Centurion Bank CD	0.750%	3/7/2016	250,000	250,000	250,516	0.69
Capital Bank Inc	1.000%	10/24/2016	248,000	248,000	248,959	1.32
Sallie Mae Bank	1.500%	10/23/2017	248,000	248,000	251,033	2.31
Ally Bank	1.150%	4/24/2017	248,000	248,000	249,462	1.82
Umpqua Bank CD	0.400%	6/26/2016	250,000	250,000	250,000	0.99
Money Market Mutual Funds	Variable	On Demand	3,480,120	3,480,120	3,109,896	--
Total			<u>\$ 45,449,349</u>	45,457,559	45,105,013	
Investments outside Investment Pool						
<i>Investments with Fiscal Agents</i>						
Money Market Funds	Variable	On Demand	<u>\$ 463,848</u>	463,848	463,848	--
Total Cost				<u>\$ 45,921,407</u>		
Total Fair Value					<u>\$ 45,568,861</u>	
% Fair Value to Cost					<u>99.23%</u>	

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.

Credit Risk

State law and the County's Investment Policy limit investments in commercial paper to the rating of A1 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, 2015, 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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 2 – CASH AND INVESTMENTS (continued)

Concentration of Credit Risk (continued)

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, 2015:

<u>Investment Type</u>	<u>S&P</u>	<u>Moody's</u>	<u>% of Portfolio</u>
Local Agency Investment Fund (LAIF)	Unrated	Unrated	45.29%
Money Market	Unrated	Unrated	37.17%
US Treasuries	AA+	Aaa	1.10%
Federal Agencies	AA+	Aaa	4.42%
Certificates of Deposit	Unrated	Unrated	4.36%
Natixis Advisor funds	Unrated	Unrated	4.40%
Franklin Mutual Funds	Unrated	Unrated	3.26%
			<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.

At June 30, 2015, the County's investment position in the State of California Local Agency Investment Fund (LAIF) was \$20,596,741, which approximates fair value and is the same as 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 \$69,606,487,716. Of that amount, 0.97% was invested in structured notes and asset-backed securities with the remaining 1.11% invested in other non-derivative financial products.

At June 30, 2015 the difference between the cost and fair value of cash and investments was not material (fair value was 99.23% of carrying value). Therefore, an adjustment to fair value was not recorded. Fair value is based on information provided by the State for the Local Agency Investment Fund and by mutual fund managers for the County's mutual fund holdings. Investments are liquid.

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 2 – CASH AND INVESTMENTS (continued)

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, 2015:

Statement of Net Position in the Treasurer's Pool

Net position held for pool participants	<u>\$ 43,684,489</u>
Equity of internal pool participants	25,118,046
Equity of external pool participants	<u>18,566,443</u>
Total Net Position	<u>\$ 43,684,489</u>

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

Net investment earnings	\$ 143,480
Net contributions (withdrawals) from pool participants	<u>5,500,920</u>
Increase in Net Position	5,644,400
Net Position in the Treasurer's Pool at June 30, 2014	<u>37,990,089</u>
Net Position in the Treasurer's Pool at June 30, 2015	<u>\$ 43,634,489</u>

Reconciliation to Financial Statement Amounts

Net Position in the Treasurer's Pool at June 30, 2014	<u>\$ 43,684,489</u>
Governmental activities cash and investments in the treasurer's pool	18,231,903
Business-type activities cash and investments in the treasurer's pool	1,422,650
Agency funds cash and investments in the treasurer's pool	5,463,493
Investment trust funds cash and investments in the treasurer's pool	<u>18,566,443</u>
Total Cash and Investments in Treasurer's Pool per Financial Statements	<u>\$ 43,684,489</u>

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 3 – LINE OF CREDIT PAYABLE

On July 22, 2014, 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 4, 2014 in anticipation of collection of taxes and other revenues to be received during the fiscal year ended June 30, 2015. The loan was repaid with taxes and other revenues in the amounts of \$1,000,000 on December 15, 2014 and \$2,000,000 on April 20, 2015. Total interest paid was \$49,500.

Line of credit payable activity for the year ended June 30, 2015 was as follows:

	<u>Balance</u> <u>June 30, 2014</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2015</u>
Line of credit payable	<u>\$ --</u>	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>	<u>\$ --</u>

NOTE 4 – INTERFUND TRANSACTIONS

The composition of interfund balances as of June 30, 2015 is as follows:

<u>Fund</u>	<u>Interfund</u> <u>Receivables</u>	<u>Interfund</u> <u>Payables</u>
General Fund	\$ 3,229,633	\$ 4,676,221
Road Fund	2,970,439	--
Human Services	--	41,057
CDBG & HOME Programs	--	684,737
Non-major Governmental Funds	--	798,057
Total	<u>\$ 6,200,072</u>	<u>\$ 6,200,072</u>

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
For the Year Ended June 30, 2015

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, 2015 is as follows:

Advances:

<u>Advance From</u>	<u>Advance To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Non Major Governmental Fund	\$ 217,495	Prior Year Seed Funding
	Non Major Governmental Fund	<u>32,000</u>	Current Year Seed Funding
		<u>249,495</u>	
Non Major Governmental Fund	General Fund	28,238	Current Year Seed Funding
	Non Major Governmental Fund	<u>28,965</u>	Prior Year Seed Funding
		<u>57,203</u>	
Total Advances From/To		<u>\$ 306,698</u>	

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
For the Year Ended June 30, 2015

NOTE 4 – INTERFUND TRANSACTIONS (continued)

Between Funds Within the Governmental Activities:

Transfer From	Transfer To	Amount	Purpose
General Fund	Human Services Fund	\$ 56,315	Budget transfer
	Non-Major Governmental Funds	332,250	UAL
	Non-Major Governmental Funds	679,880	Debt service payments
	Non-Major Governmental Funds	18,675	Budget transfer
	Non-Major Governmental Funds	202,150	Various
		<u>1,289,270</u>	
Road	Non-Major Governmental Funds	21,250	Pickett Peak Operating Costs
	Non-Major Governmental Funds	182,550	UAL
		<u>203,800</u>	
Human Services	Non-Major Governmental Funds	240,432	UAL
HOME Grants	Non-Major Governmental Funds	11,131	UAL
Non-Major Governmental Funds	General Fund	2,509,900	Realignment
	General Fund	165,691	Debt service
	General Fund	91,344	Seed funding
	General Fund	88,680	Various
	Road Fund	206,969	Roads
	Human Services Fund	3,877,984	Realignment
	Non-Major Governmental Funds	1,697,002	MHSA
	Non-Major Governmental Funds	153,093	UAL
	Non-Major Governmental Funds	1,646,705	Realignment
	Non-Major Governmental Funds	293,873	Various
		<u>10,731,241</u>	
Subtotal Transfers		<u>\$ 12,475,874</u>	

Between Governmental and Business-Type Activities:

Transfer From	Transfer To	Amount	Purpose
Solid Waste	Roads	\$ 9,710	Various
	Non-Major Governmental Funds	102,406	Debt service payments
		<u>112,116</u>	
Non-Major Governmental Funds	Non-Major Enterprise Funds	434,789	LTF
Non-Major Enterprise Funds	Non-Major Governmental Funds	347,247	Unspent LTF/STA Funds
	Non-Major Governmental Funds	22,262	Debt service payments
		<u>369,509</u>	
Subtotal Transfers		<u>916,414</u>	
Total Transfers In/Out		<u>\$ 13,392,288</u>	

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015, was as follows:

	Balance July 1, 2014	Additions	Retirements	Transfers and Adjustments	Balance June 30, 2015
Governmental Activities					
Capital assets not being depreciated:					
Land	\$ 1,193,657	\$ --	\$ --	\$ --	\$ 1,193,657
Construction in progress	6,580,345	9,091,566	--	(502,222)	15,169,689
Total capital assets not being depreciated	<u>7,774,002</u>	<u>9,091,566</u>	<u>--</u>	<u>(502,222)</u>	<u>16,363,346</u>
Capital assets being depreciated:					
Infrastructure	248,328,987	12,669,976	--	366,801	261,365,764
Structures and improvements	22,453,561	-	--	--	22,453,561
Equipment	11,587,458	703,839	(229,580)	34,177	12,095,894
Total capital assets being depreciated	<u>282,370,006</u>	<u>13,373,815</u>	<u>(229,580)</u>	<u>400,978</u>	<u>295,915,219</u>
Less accumulated depreciation for:					
Infrastructure	(130,884,139)	(12,144,035)	--	--	(143,028,174)
Structures and improvements	(16,501,383)	(231,273)	--	--	(16,732,656)
Equipment	(9,466,496)	(693,259)	201,945	--	(9,957,810)
Total accumulated depreciation	<u>(156,852,018)</u>	<u>(13,068,567)</u>	<u>201,945</u>	<u>--</u>	<u>(169,718,640)</u>
Total capital assets being depreciated net	<u>125,517,988</u>	<u>305,248</u>	<u>(27,635)</u>	<u>400,978</u>	<u>126,196,579</u>
Governmental Activities Capital Assets Net	<u>\$ 133,291,990</u>	<u>\$ 9,396,814</u>	<u>\$ (27,635)</u>	<u>\$ (101,244)</u>	<u>\$ 142,559,925</u>
Business-Type Activities					
Capital assets not being depreciated:					
Land	\$ 30,616	\$ --	\$ --	\$ --	\$ 30,616
Construction in progress	--	14,101	--	--	14,101
Total capital assets not being depreciated	<u>30,616</u>	<u>14,101</u>	<u>--</u>	<u>--</u>	<u>44,717</u>
Capital assets being depreciated:					
Structures and improvements	1,435,098	88,415	--	--	1,523,513
Equipment	2,576,463	540,004	--	25,535	3,142,002
Total capital assets being depreciated	<u>4,011,561</u>	<u>628,419</u>	<u>--</u>	<u>25,535</u>	<u>4,665,515</u>
Less accumulated depreciation for:					
Structures and improvements	(399,615)	(31,248)	--	--	(430,863)
Equipment	(2,007,174)	(166,931)	--	(25,535)	(2,199,640)
Total accumulated depreciation	<u>(2,406,789)</u>	<u>(198,179)</u>	<u>--</u>	<u>(25,535)</u>	<u>(2,630,503)</u>
Total capital assets being depreciated net	<u>1,604,772</u>	<u>430,240</u>	<u>--</u>	<u>--</u>	<u>2,035,012</u>
Business-Type Activities Capital Assets Net	<u>\$ 1,635,388</u>	<u>\$ 444,341</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 2,079,729</u>

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

Depreciation expense was charged to governmental functions as follows:

	<u>Depreciation</u>
Governmental Activities	
General government	\$ 191,305
Public protection	333,000
Health and sanitation	21,158
Public ways and facilities	12,443,587
Public assistance	53,158
Education	<u>26,359</u>
Total Depreciation Governmental Activities	<u>\$ 13,068,567</u>
Business-Type Activities	
Transit	\$ 113,999
Solid Waste	<u>84,180</u>
Total Depreciation Business-Type Activities	<u>\$ 198,179</u>

NOTE 6 – LONG-TERM LIABILITIES

Long-term debt at June 30, 2015 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, 2015</u>
Governmental Activities:						
Pension Obligation Bonds - 1998 issue to refund the County's obligations to PERS	1998	2017	5.90%-6.65%	\$115,000-\$5,255,000	\$ 9,140,000	\$ 2,485,000
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>3,705,000</u>
Total Governmental Activities					<u>\$ 13,700,000</u>	<u>\$ 6,190,000</u>

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 6 – LONG-TERM LIABILITIES (continued)

The following is a summary of long-term liability transactions for the year ended June 30, 2015:

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Governmental Activities					
Pension Obligation Bonds - 1998 issue	\$ 3,525,000	\$ --	\$ 1,040,000	\$ 2,485,000	\$ 1,170,000
Certificate of Participation - 2005 issue	3,905,000	--	200,000	3,705,000	215,000
Compensated Absences	944,878	1,290,348	1,273,079	962,147	641,431
Liability for Self-Insurance	1,184,295	1,419,165	1,010,365	1,593,095	250,000
Contract Payable	1,254,102	3,042	155,684	1,101,460	150,000
Net OPEB Obligation	<u>15,968,527</u>	<u>2,617,484</u>	<u>--</u>	<u>18,586,011</u>	<u>--</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 26,781,802</u>	<u>\$ 5,330,039</u>	<u>\$ 3,679,128</u>	<u>\$ 28,432,713</u>	<u>\$ 2,426,431</u>
Business-Type Activities					
Transit Fund					
Compensated Absences	\$ 4,501	\$ 9,880	\$ 4,013	\$ 10,368	\$ 6,911
Net OPEB Obligation	200,350	43,331	--	243,681	--
Solid Waste Fund					
Capital Lease	82,187	540,004	103,882	518,309	71,505
Compensated Absences	54,119	81,869	78,877	57,111	38,075
Net OPEB Obligation	<u>1,284,525</u>	<u>203,152</u>	<u>--</u>	<u>1,487,677</u>	<u>--</u>
Total Business-Type Activities Long-Term Liabilities	<u>\$ 1,625,682</u>	<u>\$ 878,236</u>	<u>\$ 186,772</u>	<u>\$ 2,317,146</u>	<u>\$ 116,491</u>

As of June 30, 2015, annual debt service requirements of governmental activities to maturity are as follows:

Year Ending June 30:	Governmental Activities		Governmental Activities	
	Certificates of Participation		Pension Obligation Bonds	
	Principal	Interest	Principal	Interest
2016	\$ 215,000	\$ 314,925	\$ 1,170,000	\$ 164,010
2017	235,000	296,650	1,315,000	86,790
2018	255,000	276,675	--	--
2019	275,000	255,000	--	--
2020	300,000	231,625	--	--
2021-2025	1,935,000	728,875	--	--
2026	<u>490,000</u>	<u>41,650</u>	<u>--</u>	<u>--</u>
	<u>\$ 3,705,000</u>	<u>\$ 2,145,400</u>	<u>\$ 2,485,000</u>	<u>\$ 250,800</u>

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 For the Year Ended June 30, 2015

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, 2015, the outstanding principal amount of the 2005 COPs was \$3,705,000.

1998 Pension Obligation Bonds

The County has outstanding pension obligation bonds (the 1998 POBs) that are payable from the County general fund. The 1998 POBs were issued in the original principal amount of \$9,140,000, and mature on June 1, 2017. As of June 30, 2015, the outstanding principal amount of the 1998 POBs was \$2,485,000.

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, 2015 the County owes \$1,101,460 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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 6 – LONG-TERM LIABILITIES (continued)

Hospital District Operations (continued)

Status of Accumulated Hospital Fund Operating Deficit (continued)

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, 2015 the total accumulated operational deficit attributable to the old Hospital Fund was \$7,709,853.

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 landfills 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 future closure and post-closure maintenance costs that will be incurred near or after the date the landfill no longer accepts waste.

The recognition of the estimated liability for closure and post-closure maintenance costs is based on the estimated remaining life of the landfill. The estimated liability of all County landfill sites for closure and post-closure maintenance costs was \$4,759,531 for fiscal year 2015, 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 \$4,759,531 is based on the amount that would be paid if all equipment, facilities and services required to close, monitor and maintain the landfills 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 California Integrated Waste Management Board, 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 reviewing its plan to close the landfill.

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 \$654,895.

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

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, 2015:

Fiscal Year Ending June 30	Business-type Activities
2016	\$ 87,927
2017	87,927
2018	87,927
2019	87,927
2020	87,927
2021-2022	139,219
Total minimum lease payments	578,854
Less: Amount representing interest	(60,545)
Net present value of capital lease payments	<u>\$ 518,309</u>

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

Equipment	\$ 540,004
Less: accumulated depreciation	(19,784)
Net Value	<u>\$ 520,220</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
2016	\$ 351,404
2017	345,124
2018	349,077
2019	355,372
2020	331,584
2021-2022	555,215
Total	<u>\$ 2,287,776</u>

Rent expenditures were \$368,280 for the fiscal year ended June 30, 2015.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

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.
- 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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 9 – NET POSITION/FUND BALANCES (CONTINUED)

Fund Balances (continued)

- 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.

A detailed schedule of fund balances as of June 30, 2015 is as follows:

	General Fund	Road Fund	Human Services	HOME Grants	Other Governmental	Total
Fund Balances:						
Non-spendable:						
Prepays	\$ 33,342	\$ --	\$ 13,635	\$ --	\$ 516	\$ 47,493
Advances	249,495	--	--	--	--	249,495
Inventory	--	908,529	--	--	--	908,529
Total Non-spendable	<u>282,837</u>	<u>908,529</u>	<u>13,635</u>	<u>--</u>	<u>516</u>	<u>1,205,517</u>
Restricted:						
General government	--	--	--	--	415,564	415,564
Public protection	--	--	--	--	1,371,099	1,371,099
Public ways and facilities	--	--	--	--	1,267,898	1,267,898
Health and sanitation	--	--	--	--	1,775,852	1,775,852
Public assistance	--	--	--	--	359,650	359,650
Road repairs	--	6,603,765	--	--	--	6,603,765
Human Services	--	--	158,676	--	--	158,676
Fish and game preservation	--	--	--	--	19,535	19,535
Tobacco programs	--	--	--	--	75,812	75,812
Improvement loan programs	--	--	--	4,338,375	--	4,338,375
Transportation programs	--	--	--	--	234,609	234,609
Non-transit programs	--	--	--	--	10,784	10,784
Lighting district programs	--	--	--	--	306,637	306,637
Mental Health Services Act	--	--	--	--	1,866,883	1,866,883
Realignment - Health Services	--	--	--	--	113,678	113,678
Total Restricted	<u>--</u>	<u>6,603,765</u>	<u>158,676</u>	<u>4,338,375</u>	<u>7,818,001</u>	<u>18,918,817</u>
Assigned to:						
Capital projects	--	--	--	--	115	115
Transportation programs	--	--	--	--	2,668	2,668
Debt service	--	--	--	--	1,645,012	1,645,012
Total Assigned	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,647,795</u>	<u>1,647,795</u>
Unassigned:	850,049	--	--	--	(897,449)	(47,400)
Total Fund Balance	<u>\$ 1,132,886</u>	<u>\$ 7,512,294</u>	<u>\$ 172,311</u>	<u>\$ 4,338,375</u>	<u>\$ 8,568,863</u>	<u>\$ 21,724,729</u>

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 10 – PRIOR PERIOD ADJUSTMENTS

Adjustments resulting from errors, changes in estimates or a change to comply with provisions of accounting standards are treated as adjustments to prior periods. Accordingly, the County reports these changes as restatements of beginning fund balance/net position:

	<u>Governmental Activities</u>	<u>Governmental Funds</u>
Prior Period Adjustments:		
Beginning balance July 1, 2014	\$ 132,953,299	\$ 21,094,080
HOME/CDBG Programs:		
Prior Year Grant Revenues	57,845	57,845
Non-Major Governmental Funds:		
GASB 68 Pension	<u>(41,304,904)</u>	<u>--</u>
Total Prior Period Adjustments	<u>(41,247,059)</u>	<u>57,845</u>
Beginning balance July 1, 2014 with prior period adjustments	<u>\$ 91,706,240</u>	<u>\$ 21,151,925</u>
	<u>Solid Waste</u>	<u>Transit</u>
Prior Period Adjustments:		
Beginning balance July 1, 2014	\$ (4,564,314)	\$ 342,992
Adjustments:		
GASB 68 Pension	<u>(2,249,058)</u>	<u>(543,442)</u>
Beginning balance July 1, 2014 as restated	<u>\$ (6,813,372)</u>	<u>\$ (200,450)</u>
	<u>Business-Type Activities</u>	
Prior Period Adjustments:		
Beginning balance July 1, 2014	\$ (4,171,798)	
Adjustments:		
GASB 68 Pension	<u>(2,792,500)</u>	
Beginning balance July 1, 2014 as restated	<u>\$ (6,964,298)</u>	

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 11 – DEFICIT FUND BALANCE/NET POSITION

The following funds had deficit fund balances/deficit net position at June 30, 2015:

Non-Major Governmental Funds:	
Emergency services	\$ 16,670
Disaster recovery Initiative	545,559
Mental health	262,017
CDC PHEP	64,672
Capital projects	<u>8,531</u>
Total Non-Major Governmental Funds	<u>\$ 897,449</u>
Major Proprietary Fund:	
Solid Waste	<u>\$ 6,985,918</u>
Total Major Proprietary Funds	<u>\$ 6,985,918</u>
Non-Major Proprietary Funds:	
Transit fund	<u>\$ 344,934</u>
Total Non-Major Proprietary Funds	<u>\$ 344,934</u>

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

NOTE 12 – 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 multi-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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 12 – PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (continued)

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.
- 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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 12 – PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (continued)

A. General Information about the Pension Plans (continued)

Benefits Provided (continued)

The Plans' provisions and benefits in effect at June 30, 2015 are summarized below:

	Miscellaneous			
Hire Date	Prior to April 1997	Prior to Aug 2008	On or after January 2013	On or after January 2013 PEPRA
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 % if 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			
Hire Date	Prior to April 1997	Prior to Aug 2008	On or after January 2013	On or after January 2013 PEPRA
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 % if 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%	11.50%
Status	Closed	Closed	Open	Open

Employees Covered

At June 30, 2015, 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	390
Inactive employees entitled to but not yet receiving benefits	123
Active employees	<u>224</u>
Total	<u><u>737</u></u>

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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 12 – PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (continued)

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, 2014, using an annual actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

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

	Miscellaneous	Safety
Valuation date	June 30, 2013	June 30, 2013
Measurement date	June 30, 2014	June 30, 2014
Actuarial cost method	Entry-Age Normal	
Actuarial assumptions:		
Discount rate	7.50%	7.50%
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% ¹
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, 2013 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.

Discount Rate

The discount rate used to measure the total pension liability was 7.50% 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 7.50% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.50% 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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 12 – PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (continued)

Discount Rate (continued)

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
For the Year Ended June 30, 2015

NOTE 12 – PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS) (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	5.25	5.71
Global Fixed Income	19.0	0.99	2.43
Inflation Sensative	6.0	0.45	3.36
Private Equity	12.0	6.83	6.95
Real Estate	11.0	4.50	5.13
Infrastructure and Forestland	3.0	4.50	5.09
Liquidity	2.0	(0.55)	(1.05)

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
For the Year Ended June 30, 2015

NOTE 12 – 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, 2013	\$ 85,774,437	\$ 48,763,057	\$ 37,011,380
Changes in the year:			
Service cost	1,485,629	--	1,485,629
Interest on total pension liability	6,298,727	--	6,298,727
Benefit payments, including refunds of employee contributions	(5,068,433)	(5,068,433)	--
Contributions from the employer	--	2,316,859	(2,316,859)
Contributions from employees	--	866,477	(866,477)
Net investment income	--	8,350,358	(8,350,358)
Net changes	<u>2,715,923</u>	<u>6,465,261</u>	<u>(3,749,338)</u>
Balance at June 30, 2014	<u>\$ 88,490,360</u>	<u>\$ 55,228,318</u>	<u>\$ 33,262,042</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, 2013</u>	<u>Plan's Proportion to Total Pool @ June 30, 2014</u>	<u>Plan's Proportionate Share of Net Pension Liability</u>
Safety			
Tier I	0.21050%	0.23312%	\$ 8,744,305
Tier II	0.00000%	0.00000%	145
Total			<u>\$ 8,744,450</u>

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 12 – 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	6.50%		6.50%
Net Pension Liability	\$ 43,567,244		\$ 12,658,684
Current Discount Rate	7.50%		7.50%
Net Pension Liability	\$ 33,262,042		\$ 8,744,450
1% Increase	8.50%		8.50%
Net Pension Liability	\$ 24,613,718		\$ 5,519,287

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, 2015, the County recognized pension expense was \$3,257,512. 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, 2015, 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>
Net differences between projected and actual earnings on pension plan investments	\$ --	\$ 5,238,806
Difference between actual and expected experience	--	198,034
County contributions subsequent to the measurement date	<u>3,513,008</u>	<u>--</u>
Total	<u>\$ 3,513,008</u>	<u>\$ 5,436,840</u>

The \$3,513,008 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, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 12 – PUBLIC EMPLOYEE RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLANS)
(continued)

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

Year ending June 30,	Deferred Outflows/(Inflows) of resources
2016	\$ (1,380,428)
2017	(1,380,428)
2018	(1,366,284)
2019	<u>(1,309,700)</u>
Total	<u>\$ (5,436,840)</u>

NOTE 13 – 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, 2015, the County had on deposit \$386,953 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 \$2.0 million annually. During the fiscal year 2014-15, 221 retirees received benefits at a cost of \$2,052,825.

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	OPEB Obligation End of Year
2013	\$ 4,961	\$ 1,903	38.36%	\$ 15,112
2014	\$ 4,086	\$ 1,956	47.87%	\$ 17,453
2015	\$ 4,771	\$ 1,907	39.97%	\$ 20,317

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 13 – POST-EMPLOYMENT HEALTH CARE BENEFITS (continued)

The status of the net OPEB obligation as of June 30, 2015 was as follows:

Annual required contribution	\$ 4,082,515
Interest on net OPEB-implicit subsidy obligation	<u>688,680</u>
Annual OPEB-implicit subsidy cost	4,771,195
Contribution made	<u>1,907,229</u>
Increase in obligation	2,863,966
OPEB obligation - beginning of year	<u>17,453,403</u>
OPEB obligation - end of year	<u>\$ 20,317,369</u>

The funding status of the plan as of June 30, 2013 (the most recent actuarial valuation date) was as follows:

Actuarial value of plan assets	\$ 381,996
Unfunded actuarial accrued liability (UAAL)	\$ 54,896,681
Funded ratio (actuarial value of plan assets/AAL)	0.70%
Covered payroll (active plan members)	\$ 11,981,000
UAAL as a percentage of covered payroll	458.20%

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.

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.

COUNTY OF TRINITY

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 13 – POST-EMPLOYMENT HEALTH CARE BENEFITS (continued)

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 3.25% 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 14 – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The County is a member of 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 up to \$1.5 million 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, 2015 and 2014 was as follows:

	<u>2015</u>	<u>2014</u>
Unpaid claims, Beginning	\$ 1,184,298	\$ 1,058,078
Incurred claims (including IBNRs) current year and adjustments	1,419,165	649,883
Claim payments	<u>(1,010,368)</u>	<u>(523,663)</u>
Unpaid claims, Ending	<u>\$ 1,593,095</u>	<u>\$ 1,184,298</u>

COUNTY OF TRINITY

Notes to the Basic Financial Statements For the Year Ended June 30, 2015

NOTE 15 – 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, 2015 the County's obligation to TPUD is \$1,101,460 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 16 – SUBSEQUENT EVENTS

On July 21, 2015, the County entered into a loan agreement with a financial institution for \$3,000,000 at 2.50+%. 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 21, 2015, and the final amount of \$2,000,000 is scheduled to be paid on or before May 1, 2016.

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REQUIRED SUPPLEMENTARY INFORMATION

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COUNTY OF TRINITY

Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 7,052,500	\$ 7,053,737	\$ 7,891,614	\$ 837,877
Licenses and permits	573,280	576,280	596,219	19,939
Fines, forfeitures and penalties	69,740	69,734	106,519	36,785
Use of money and property	14,285	25,485	36,993	11,508
Intergovernmental	1,865,903	2,159,381	1,883,930	(275,451)
Charges for services	2,991,246	3,005,238	3,149,628	144,390
Miscellaneous	793,903	728,606	372,664	(355,942)
Total revenues	<u>13,360,857</u>	<u>13,618,461</u>	<u>14,037,567</u>	<u>419,106</u>
Expenditures:				
General Government:				
Assessor:				
Salaries and benefits	274,388	252,388	232,369	20,019
Services and supplies	46,725	68,725	62,533	6,192
Total Assessor	<u>321,113</u>	<u>321,113</u>	<u>294,902</u>	<u>26,211</u>
Auditor-Controller's Office:				
Salaries and benefits	486,367	486,367	478,551	7,816
Services and supplies	179,714	241,714	210,877	30,837
Reimbursements	(165,859)	(165,859)	(165,859)	--
Capital assets	129,848	129,848	--	129,848
Total Auditor-Controller's Office	<u>630,070</u>	<u>692,070</u>	<u>523,569</u>	<u>168,501</u>
Board of Supervisors:				
Salaries and benefits	274,859	273,847	273,847	--
Services and supplies	122,465	123,477	120,242	3,235
Total Board of Supervisors	<u>397,324</u>	<u>397,324</u>	<u>394,089</u>	<u>3,235</u>
Administration and Personnel:				
Salaries and benefits	519,512	519,512	504,660	14,852
Services and supplies	128,010	128,010	92,243	35,767
Reimbursements	(143,577)	(143,577)	(143,577)	--
Total Administration and Personn	<u>503,945</u>	<u>503,945</u>	<u>453,326</u>	<u>50,619</u>
Collections:				
Salaries and benefits	82,464	82,464	75,449	7,015
Services and supplies	16,184	16,184	12,133	4,051
Total Collections	<u>98,648</u>	<u>98,648</u>	<u>87,582</u>	<u>11,066</u>
Delinquent Collections:				
Salaries and benefits	95,429	95,429	101,003	(5,574)
Services and supplies	39,760	39,760	30,717	9,043
Total Delinquent Collections	<u>135,189</u>	<u>135,189</u>	<u>131,720</u>	<u>3,469</u>

Continued

COUNTY OF TRINITY

Budgetary Comparison Schedule (continued)
 General Fund
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Expenditures (continued):				
County Counsel:				
Salaries and benefits	\$ 1,566	\$ 1,566	\$ 1,563	\$ 3
Services and supplies	187,560	187,560	178,990	8,570
Reimbursements	(71,891)	(71,891)	(71,891)	--
Total County Counsel	<u>117,235</u>	<u>117,235</u>	<u>108,662</u>	<u>8,573</u>
Director of General Plan				
Salaries and benefits	15,000	15,000	12,813	2,187
Services and supplies	52,500	52,500	24,222	28,278
Total Director of General Plan	<u>67,500</u>	<u>67,500</u>	<u>37,035</u>	<u>30,465</u>
Elections Department:				
Capital assets	55,000	62,201	61,684	517
Salaries and benefits	58,433	58,433	51,719	6,714
Services and supplies	90,474	90,474	72,226	18,248
Total Elections Department	<u>203,907</u>	<u>211,108</u>	<u>185,629</u>	<u>25,479</u>
General Services:				
Salaries and benefits	482,880	490,113	407,016	83,097
Services and supplies	280,155	326,055	309,669	16,386
Reimbursements	(210,910)	(210,910)	(210,910)	--
Total General Services	<u>552,125</u>	<u>605,258</u>	<u>505,775</u>	<u>99,483</u>
Information Technology:				
Salaries and benefits	346,293	344,401	344,398	3
Services and supplies	53,350	46,450	45,673	777
Reimbursements	(200,225)	(200,225)	(200,225)	--
Capital assets	50,000	55,500	55,481	19
Total Information Technology	<u>249,418</u>	<u>246,126</u>	<u>245,327</u>	<u>799</u>
Insurance General:				
Salaries and benefits	99,050	97,481	94,903	2,578
Services and supplies	198,668	174,334	194,805	(20,471)
Reimbursements	(167,731)	(167,731)	(167,731)	--
Total Insurance General	<u>129,987</u>	<u>104,084</u>	<u>121,977</u>	<u>(17,893)</u>
Treasurer-Tax Collector:				
Salaries and benefits	323,662	324,192	283,726	40,466
Services and supplies	70,950	70,420	55,328	15,092
Reimbursements	(49,285)	(49,285)	(49,285)	--
Total Treasurer-Tax Collector	<u>345,327</u>	<u>345,327</u>	<u>289,769</u>	<u>55,558</u>
County Audit:				
Services and supplies	9,005	9,005	7,650	1,355
Total County Audit	<u>9,005</u>	<u>9,005</u>	<u>7,650</u>	<u>1,355</u>

Continued

COUNTY OF TRINITY

Budgetary Comparison Schedule (continued)
 General Fund
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Expenditures (continued):				
County Advertising:				
Services and supplies	\$ 87,233	\$ 87,233	\$ 87,233	\$ --
Total County Advertising	<u>87,233</u>	<u>87,233</u>	<u>87,233</u>	<u>--</u>
Contributions to Other Funds				
Services and supplies	28,603	28,603	28,603	--
Total County Advertising	<u>28,603</u>	<u>28,603</u>	<u>28,603</u>	<u>--</u>
Surveyor:				
Services and supplies	54,997	54,997	46,675	8,322
Total Surveyor	<u>54,997</u>	<u>54,997</u>	<u>46,675</u>	<u>8,322</u>
Miscellaneous				
Services and supplies	--	--	7,326	(7,326)
Total Surveyor	<u>--</u>	<u>--</u>	<u>7,326</u>	<u>(7,326)</u>
Total General Government	<u>3,931,626</u>	<u>4,024,765</u>	<u>3,556,849</u>	<u>467,916</u>
Public Protection:				
Agricultural Commissioner:				
Salaries and benefits	84,771	85,602	80,255	5,347
Services and supplies	79,792	78,961	63,684	15,277
Total Agricultural Commissioner	<u>164,563</u>	<u>164,563</u>	<u>143,939</u>	<u>20,624</u>
Animal Control:				
Salaries and benefits	145,138	136,372	134,289	2,083
Services and supplies	37,009	50,775	46,301	4,474
Total Animal Control	<u>182,147</u>	<u>187,147</u>	<u>180,590</u>	<u>6,557</u>
Building Inspector:				
Salaries and benefits	581,408	581,408	522,846	58,562
Services and supplies	124,195	124,195	118,373	5,822
Total Building Inspector	<u>705,603</u>	<u>705,603</u>	<u>641,219</u>	<u>64,384</u>
Recorder:				
Salaries and benefits	129,919	129,919	127,351	2,568
Services and supplies	59,291	60,528	59,318	1,210
Total Recorder	<u>189,210</u>	<u>190,447</u>	<u>186,669</u>	<u>3,778</u>
Court Services:				
Services and supplies	39,000	39,000	32,603	6,397
Total Court Services	<u>39,000</u>	<u>39,000</u>	<u>32,603</u>	<u>6,397</u>

Continued

COUNTY OF TRINITY

Budgetary Comparison Schedule (continued)
 General Fund
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Expenditures (continued):				
District Attorney-Public Advocate:				
Salaries and benefits	\$ 729,262	\$ 786,690	\$ 732,174	\$ 54,516
Services and supplies	177,269	181,562	158,296	23,266
Total DA - Public Advocate	<u>906,531</u>	<u>968,252</u>	<u>890,470</u>	<u>77,782</u>
Jail:				
Salaries and benefits	1,575,099	1,638,099	1,637,740	359
Services and supplies	521,222	517,722	503,939	13,783
Total Jail	<u>2,096,321</u>	<u>2,155,821</u>	<u>2,141,679</u>	<u>14,142</u>
Jail Health:				
Salaries and benefits	131,312	98,745	97,739	1,006
Services and supplies	223,523	296,961	290,601	6,360
Total Jail Health	<u>354,835</u>	<u>395,706</u>	<u>388,340</u>	<u>7,366</u>
Juvenile Hall:				
Salaries and benefits	422,527	379,792	379,792	--
Services and supplies	185,756	228,491	185,962	42,529
Total Juvenile Hall	<u>608,283</u>	<u>608,283</u>	<u>565,754</u>	<u>42,529</u>
Planning Department:				
Salaries and benefits	219,493	184,143	184,133	10
Services and supplies	173,582	158,932	152,071	6,861
Total Planning Department	<u>393,075</u>	<u>343,075</u>	<u>336,204</u>	<u>6,871</u>
Probation Department:				
Salaries and benefits	1,066,630	1,120,630	1,028,773	91,857
Services and supplies	302,998	312,998	283,123	29,875
Total Probation Department	<u>1,369,628</u>	<u>1,433,628</u>	<u>1,311,896</u>	<u>121,732</u>
Sheriff Department:				
Salaries and benefits	2,254,157	2,539,157	2,391,371	147,786
Services and supplies	681,026	714,526	695,856	18,670
Total Sheriff Department	<u>2,935,183</u>	<u>3,253,683</u>	<u>3,087,227</u>	<u>166,456</u>
Coroner:				
Services and supplies	59,883	69,883	68,196	1,687
Total Coroner	<u>59,883</u>	<u>69,883</u>	<u>68,196</u>	<u>1,687</u>
Fire Protection:				
Services and supplies	19,789	19,892	15,133	4,759
Total Fire Protection	<u>19,789</u>	<u>19,892</u>	<u>15,133</u>	<u>4,759</u>
Grand Jury:				
Services and supplies	16,659	21,659	21,203	456
Total Grand Jury	<u>16,659</u>	<u>21,659</u>	<u>21,203</u>	<u>456</u>

Continued

COUNTY OF TRINITY

Budgetary Comparison Schedule (continued)
 General Fund
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
Expenditures (continued):				
LAFCO:				
Services and supplies	\$ 6,300	\$ 6,300	\$ 6,300	\$ --
Total LAFCO	<u>6,300</u>	<u>6,300</u>	<u>6,300</u>	<u>--</u>
Public Defender:				
Services and supplies	664,873	747,160	744,499	2,661
Total Public Defender	<u>664,873</u>	<u>747,160</u>	<u>744,499</u>	<u>2,661</u>
Total Public Protection	<u>10,711,883</u>	<u>11,310,102</u>	<u>10,761,921</u>	<u>548,181</u>
Public Ways and Facilities:				
Public Works Miscellaneous:				
Services and supplies	293,300	293,300	24,114	269,186
Total Public Works Miscellaneous	<u>293,300</u>	<u>293,300</u>	<u>24,114</u>	<u>269,186</u>
Total Public Ways and Facilities	<u>293,300</u>	<u>293,300</u>	<u>24,114</u>	<u>269,186</u>
Health and Sanitation:				
Health Department:				
Salaries and benefits	604,467	601,631	506,583	95,048
Services and supplies	448,164	594,029	451,527	142,502
Total Health Department	<u>1,052,631</u>	<u>1,195,660</u>	<u>958,110</u>	<u>237,550</u>
Total Health and Sanitation	<u>1,052,631</u>	<u>1,195,660</u>	<u>958,110</u>	<u>237,550</u>
Public Assistance:				
Veteran's Services Office:				
Salaries and benefits	40,809	40,809	38,059	2,750
Services and supplies	22,108	22,108	18,329	3,779
Total Veteran's Services Office	<u>62,917</u>	<u>62,917</u>	<u>56,388</u>	<u>6,529</u>
Commission on Aging:				
Services and supplies	250	250	--	250
Total Commission on Aging	<u>250</u>	<u>250</u>	<u>--</u>	<u>250</u>
Total Public Assistance	<u>63,167</u>	<u>63,167</u>	<u>56,388</u>	<u>6,779</u>

Continued

COUNTY OF TRINITY

Budgetary Comparison Schedule (continued)
 General Fund
 For the Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amount</u>	<u>Final Budget</u>
Expenditures (continued):				
Education:				
Library Department:				
Salaries and benefits	\$ 209,008	\$ 214,508	\$ 214,508	\$ --
Services and supplies	89,508	88,838	83,836	5,002
Total Library Department	<u>298,516</u>	<u>303,346</u>	<u>298,344</u>	<u>5,002</u>
Trinity County Co-op Extension:				
Salaries and benefits	4,800	4,800	1,018	3,782
Services and supplies	19,285	19,285	14,625	4,660
Total Trinity County Co-op Ext.	<u>24,085</u>	<u>24,085</u>	<u>15,643</u>	<u>8,442</u>
Total Education	<u>322,601</u>	<u>327,431</u>	<u>313,987</u>	<u>13,444</u>
Debt service: interest	<u>1,000</u>	<u>1,000</u>	<u>467</u>	<u>533</u>
Total Expenditures	<u>16,376,208</u>	<u>17,215,425</u>	<u>15,671,836</u>	<u>1,543,589</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,015,351)</u>	<u>(3,596,964)</u>	<u>(1,634,269)</u>	<u>1,962,695</u>
Other financing sources (uses):				
Transfers in	3,510,370	3,888,304	2,855,615	(1,032,689)
Transfers out	<u>(2,004,519)</u>	<u>(2,135,473)</u>	<u>(1,289,270)</u>	<u>846,203</u>
Total other financing sources (uses)	<u>1,505,851</u>	<u>1,752,831</u>	<u>1,566,345</u>	<u>(186,486)</u>
Net change in fund balance	<u>\$ (1,509,500)</u>	<u>\$ (1,844,133)</u>	<u>(67,924)</u>	<u>\$ 1,776,209</u>
Fund balance - beginning			<u>1,200,810</u>	
Fund balance - ending			<u>\$ 1,132,886</u>	

COUNTY OF TRINITY

Budgetary Comparison Schedule
Road Fund
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Licenses and permits	\$ 21,000	\$ 21,000	\$ 21,154	\$ 154
Use of money and property	--	--	15,274	15,274
Intergovernmental	13,482,593	13,482,593	12,523,527	(959,066)
Charges for services	2,060,000	2,060,000	945,574	(1,114,426)
Other revenues	22,500	22,500	7,576	(14,924)
Total Revenues	<u>15,586,093</u>	<u>15,586,093</u>	<u>13,513,105</u>	<u>(2,072,988)</u>
Expenditures:				
Current:				
Public way and facilities	<u>16,029,904</u>	<u>16,029,904</u>	<u>13,584,101</u>	<u>2,445,803</u>
Total Expenditures	<u>16,029,904</u>	<u>16,029,904</u>	<u>13,584,101</u>	<u>2,445,803</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(443,811)</u>	<u>(443,811)</u>	<u>(70,996)</u>	<u>372,815</u>
Other Financing Sources (Uses):				
Transfers in	14,339,750	14,350,250	216,679	(14,133,571)
Transfers out	<u>(14,669,313)</u>	<u>(14,669,313)</u>	<u>(203,800)</u>	<u>14,465,513</u>
Total Other Financing Sources (Uses)	<u>(329,563)</u>	<u>(319,063)</u>	<u>12,879</u>	<u>331,942</u>
Net Change in Fund Balances	(773,374)	(762,874)	(58,117)	704,757
Fund Balances - Beginning of Year	<u>7,570,411</u>	<u>7,570,411</u>	<u>7,570,411</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 6,797,037</u>	<u>\$ 6,807,537</u>	<u>\$ 7,512,294</u>	<u>\$ 704,757</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Human Services Fund
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fines, forfeitures and penalties	\$ 200	\$ 200	\$ 204	\$ 4
Use of money and property	(1,000)	(1,000)	(1,646)	(646)
Intergovernmental	6,104,747	6,129,454	6,042,442	(87,012)
Charges for services	167,440	168,804	167,991	(813)
Other revenue	14,900	14,900	23,250	8,350
Total Revenues	<u>6,286,287</u>	<u>6,312,358</u>	<u>6,232,241</u>	<u>(80,117)</u>
Expenditures:				
Current:				
Public protection	63,268	64,632	63,797	835
Public assistance	<u>9,579,134</u>	<u>10,815,165</u>	<u>9,559,392</u>	<u>1,255,773</u>
Total Expenditures	<u>9,642,402</u>	<u>10,879,797</u>	<u>9,623,189</u>	<u>1,256,608</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,356,115)</u>	<u>(4,567,439)</u>	<u>(3,390,948)</u>	<u>1,176,491</u>
Other Financing Sources (Uses):				
Transfers in	3,811,548	5,030,192	3,934,299	(1,095,893)
Transfers out	<u>(240,432)</u>	<u>(240,432)</u>	<u>(240,432)</u>	<u>--</u>
Total Other Financing Sources (Uses)	<u>3,571,116</u>	<u>4,789,760</u>	<u>3,693,867</u>	<u>(1,095,893)</u>
Net Change in Fund Balances	215,001	222,321	302,919	80,598
Fund Balances - Beginning of Year	<u>(130,608)</u>	<u>(130,608)</u>	<u>(130,608)</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 84,393</u>	<u>\$ 91,713</u>	<u>\$ 172,311</u>	<u>\$ 80,598</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
HOME/CDBG Programs Fund
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ 30,415	\$ 39,890	\$ 48,252	\$ 8,362
Other revenue	50,750	50,750	739	(50,011)
Total Revenues	<u>81,165</u>	<u>90,640</u>	<u>48,991</u>	<u>(41,649)</u>
Expenditures:				
Current:				
Public assistance	163,170	187,273	112,773	74,500
Total Expenditures	<u>163,170</u>	<u>187,273</u>	<u>112,773</u>	<u>74,500</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(82,005)</u>	<u>(96,633)</u>	<u>(63,782)</u>	<u>32,851</u>
Other Financing Sources (Uses):				
Transfers out	--	(9,000)	(11,131)	(2,131)
Total Other Financing Sources (Uses)	<u>--</u>	<u>(9,000)</u>	<u>(11,131)</u>	<u>(2,131)</u>
Net Change in Fund Balances	(82,005)	(105,633)	(74,913)	30,720
Fund Balances - Beginning of Year, restated	<u>4,413,288</u>	<u>4,413,288</u>	<u>4,413,288</u>	<u>--</u>
Fund Balances - End of Year	<u>\$4,331,283</u>	<u>\$4,307,655</u>	<u>\$4,338,375</u>	<u>\$ 30,720</u>

COUNTY OF TRINITY

Required Supplementary Information
For the Year Ended June 30, 2015

Miscellaneous Plan - Agent Multiple-Employer Defined Benefit Pension Plan

	FY 2014
Total Pension Liability	
Service cost	\$ 1,485,629
Interest on total pension liability	6,298,727
Benefit payments, including refunds of employee contributions	<u>(5,068,433)</u>
Net Change in total pension liability	2,715,923
Total Pension Liability - beginning	<u>85,774,437</u>
Total Pension Liability - ending (a)	<u>88,490,360</u>
 Plan Fiduciary Net Position	
Contributions - employer	2,316,859
Contributions - employee	866,477
Net investment income	8,350,358
Benefit payments, including refunds of employee contributions	<u>(5,068,433)</u>
Net change in plan fiduciary net position	6,465,261
Plan Fiduciary Net Position - beginning	<u>48,763,057</u>
Plan Fiduciary Net Position - ending (b)	<u>55,228,318</u>
Net pension liability (a) - (b)	<u>\$ 33,262,042</u>
 Plan fiduciary net position as a percentage of total pension liability	62.41%
County's covered-employee payroll	8,773,050
Net pension liability as a percentage of covered-employee payroll	379.14%

* 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, 2015

County's Proportionate Share of Net Pensions Liability Cost Sharing Plans

Last 10 Fiscal Years*

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

	2014
County's proportion of the net pension liability/(asset)	0.14053%
County's proportionate share of the net pension liability/(asset)	\$ 8,744,305
County's covered-employee payroll	\$ 2,896,364
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	301.91%
Plan fiduciary net position as a percentage of total pension liability	70.08%

Safety Plan PEPRA - Tier II - Cost-Sharing Multiple Employer Defined Benefit Pension Plan

	2014
County's proportion of the net pension liability/(asset)	0.00000%
County's proportionate share of the net pension liability/(asset)	\$ 145
County's covered-employee payroll	\$ 55,195
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.26%
Plan fiduciary net position as a percentage of total pension liability	81.40%

* 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, 2015

Schedule of County's Pension Contribution

Last 10 Fiscal Years*

Miscellaneous Plan - Agent Multiple-Employer Defined Benefit Pension Plan

	2014
Actuarially determined contribution	\$ 2,316,859
Contributions in relation to the actuarilly determined contributions	<u>2,316,859</u>
Contributions deficiency (excess)	<u>\$ --</u>
Covered-employee payroll	\$ 8,773,050 26.41%

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

	2014
Actuarially determined contribution	\$ 1,214,820
Contributions in relation to the actuarilly determined contributions	<u>1,214,820</u>
Contributions deficiency (excess)	<u>\$ --</u>
Covered-employee payroll	\$ 2,896,364 41.94%

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

	2014
Actuarially determined contribution	\$ 17,314
Contributions in relation to the actuarilly determined contributions	<u>17,314</u>
Contributions deficiency (excess)	<u>\$ --</u>
Covered-employee payroll	\$ 55,195 31.37%

* 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 Accrued Liability (UL)	Funded Ratio	Covered Payroll	UL as a % of Payroll
6/30/2009	\$ 52,711,291	\$ 241,888	\$ 52,469,403	0.46%	\$ 12,243,107	428.56%
6/30/2011	60,198,823	310,611	59,888,212	0.52%	12,501,000	479.07%
6/30/2013	55,278,677	381,996	54,896,681	0.69%	11,981,000	458.20%

COUNTY OF TRINITY

Notes to the Required Supplementary Information For the Year Ended June 30, 2015

BUDGETARY BASIS OF ACCOUNTING

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.

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SUPPLEMENTARY FINANCIAL INFORMATION



NON-MAJOR GOVERNMENTAL FUNDS

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.

Mental Health

The Mental Health fund accounts for revenues and expenditures for support of various mental health 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.

NON-MAJOR GOVERNMENTAL FUNDS

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.

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)

NON-MAJOR GOVERNMENTAL 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
Non-Major Governmental Funds
June 30, 2015

	Special Revenue				
	Tobacco Program	Mental Health	Fish and Game	Non-Transit	TRANS
<u>Assets</u>					
Cash and investments	\$ 99,282	\$ 2,227	\$ 20,673	\$ 10,775	\$ 2,437
Imprest cash	--	--	--	--	--
Cash with fiscal agent	--	--	--	--	--
Accounts receivable	--	1,200	--	--	--
Due from other governments	--	57,583	--	--	--
Interest receivable	69	--	12	9	232
Prepays and other assets	--	--	--	--	--
Advances to other funds	--	--	--	--	--
Total Assets	\$ 99,351	\$ 61,010	\$ 20,685	\$ 10,784	\$ 2,669
<u>Liabilities</u>					
Accounts payable	\$ 23,539	\$ 262,492	\$ 1,150	\$ --	\$ 1
Salaries and benefits payable	--	3,761	--	--	--
Due to other funds	--	--	--	--	--
Unearned revenue	--	--	--	--	--
Deposits from others	--	--	--	--	--
Advances from other funds	--	--	--	--	--
Total Liabilities	23,539	266,253	1,150	--	1
<u>Deferred Inflows of Resources</u>					
Unavailable revenue	--	56,774	--	--	--
<u>Fund Balance</u>					
Nonspendable	--	--	--	--	--
Restricted	75,812	--	19,535	10,784	--
Assigned	--	--	--	--	2,668
Unassigned	--	(262,017)	--	--	--
Total Fund Balances	75,812	(262,017)	19,535	10,784	2,668
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 99,351	\$ 61,010	\$ 20,685	\$ 10,784	\$ 2,669

continued

COUNTY OF TRINITY

Combining Balance Sheet (continued)
 Non-Major Governmental Funds
 June 30, 2015

	Special Revenue				
	Special Aviation	Hayfork Lighting District	Weaverville Lighting District	Transportation Commission	CDC PHEP
<u>Assets</u>					
Cash and investments	\$ 45,949	\$ 116,235	\$ 190,226	\$ 245,969	\$ --
Imprest cash	--	--	--	--	--
Cash with fiscal agent	--	--	--	--	--
Accounts receivable	--	--	--	10,592	--
Due from other governments	27,433	--	--	39,414	93,965
Interest receivable	--	68	108	144	3
Prepays and other assets	--	--	--	--	--
Advances to other funds	--	--	--	--	--
Total Assets	\$ 73,382	\$ 116,303	\$ 190,334	\$ 296,119	\$ 93,968
<u>Liabilities</u>					
Accounts payable	\$ 894	\$ --	\$ --	\$ 4,388	\$ 35,926
Salaries and benefits payable	--	--	--	--	--
Due to other funds	--	--	--	--	28,749
Unearned revenue	--	--	--	62,763	--
Deposits from others	--	--	--	--	--
Advances from other funds	--	--	--	--	--
Total Liabilities	894	--	--	67,151	64,675
<u>Deferred Inflows of Resources</u>					
Unavailable revenue	27,433	--	--	39,414	93,965
<u>Fund Balance</u>					
Nonspendable	--	--	--	--	--
Restricted	45,055	116,303	190,334	189,554	--
Assigned	--	--	--	--	--
Unassigned	--	--	--	--	(64,672)
Total Fund Balances	45,055	116,303	190,334	189,554	(64,672)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 73,382	\$ 116,303	\$ 190,334	\$ 296,119	\$ 93,968

continued

COUNTY OF TRINITY

Combining Balance Sheet (continued)
Non-Major Governmental Funds
June 30, 2015

	Special Revenue					
	MHSA Other Funding	MHSA	General Government	Public Protection	Public Ways	Health and Sanitation
<u>Assets</u>						
Cash and investments	\$ 825,262	\$ 839,104	\$ 419,095	\$1,874,790	\$1,268,681	\$ 1,832,605
Imprest cash	--	--	--	29,451	--	--
Cash with fiscal agent	--	--	--	--	--	--
Accounts receivable	--	--	--	5,000	--	1,050
Due from other governments	48,209	152,662	1,760	171,231	18,508	69,710
Interest receivable	613	1,033	22	564	571	415
Prepays and other assets	--	--	--	--	--	516
Advances to other funds	--	--	--	57,203	--	--
Total Assets	\$ 874,084	\$ 992,799	\$ 420,877	\$2,138,239	\$ 1,287,760	\$ 1,904,296
<u>Liabilities</u>						
Accounts payable	\$ --	\$ --	\$ 5,313	\$ 108,406	\$ --	\$ 35,075
Salaries and benefits payable	--	--	--	4	--	57
Due to other funds	--	--	--	276,164	--	51,629
Unearned revenue	--	--	--	100,000	1,354	--
Deposits from others	--	--	--	6,410	--	20
Advances from other funds	--	--	--	235,606	--	--
Total Liabilities	--	--	5,313	726,590	1,354	86,781
<u>Deferred Inflows of Resources</u>						
Unavailable revenue	--	--	--	40,550	18,508	41,147
<u>Fund Balance</u>						
Nonspendable	--	--	--	--	--	516
Restricted	874,084	992,799	415,564	1,371,099	1,267,898	1,775,852
Assigned	--	--	--	--	--	--
Unassigned	--	--	--	--	--	--
Total Fund Balances	874,084	992,799	415,564	1,371,099	1,267,898	1,776,368
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 874,084	\$ 992,799	\$ 420,877	\$2,138,239	\$ 1,287,760	\$ 1,904,296

continued

COUNTY OF TRINITY

Combining Balance Sheet (continued)
 Non-Major Governmental Funds
 June 30, 2015

	Special Revenue				
	Public Assistance	Disaster Recovery Initiative	Health Realignment	Mental Health Realignment	Emergency Services
<u>Assets</u>					
Cash and investments	\$ 359,650	\$ --	\$ 113,678	\$ --	\$ --
Imprest cash	--	--	--	--	--
Cash with fiscal agent	--	--	--	--	--
Accounts receivable	--	--	--	--	--
Due from other governments	--	--	--	--	125,808
Interest receivable	--	--	--	--	--
Prepays and other assets	--	--	--	--	--
Advances to other funds	--	--	--	--	--
Total Assets	\$ 359,650	\$ --	\$ 113,678	\$ --	\$ 125,808
<u>Liabilities</u>					
Accounts payable	\$ --	\$ 246,134	\$ --	\$ --	\$ 388
Salaries and benefits payable	--	--	--	--	--
Due to other funds	--	299,425	--	--	142,090
Unearned revenue	--	--	--	--	--
Deposits from others	--	--	--	--	--
Advances from other funds	--	--	--	--	--
Total Liabilities	--	545,559	--	--	142,478
<u>Deferred Inflows of Resources</u>					
Unavailable revenue	--	--	--	--	--
<u>Fund Balance</u>					
Nonspendable	--	--	--	--	--
Restricted	359,650	--	113,678	--	--
Assigned	--	--	--	--	--
Unassigned	--	(545,559)	--	--	(16,670)
Total Fund Balances	359,650	(545,559)	113,678	--	(16,670)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 359,650	\$ --	\$ 113,678	\$ --	\$ 125,808

continued

COUNTY OF TRINITY

Combining Balance Sheet (continued)
 Non-Major Governmental Funds
 June 30, 2015

	Capital Projects			
	JDF			
	Capital Projects	Capital Projects	Debt Service	Total
<u>Assets</u>				
Cash and investments	\$ 34,323	\$ 115	\$ 1,198,886	\$ 9,499,962
Imprest cash	--	--	--	29,451
Cash with fiscal agent	--	--	463,848	463,848
Accounts receivable	--	--	--	17,842
Due from other governments	--	--	--	806,283
Interest receivable	--	--	448	4,311
Prepays and other assets	--	--	--	516
Advances to other funds	--	--	--	57,203
	<u>\$ 34,323</u>	<u>\$ 115</u>	<u>\$ 1,663,182</u>	<u>\$ 10,879,416</u>
<u>Liabilities</u>				
Accounts payable	\$ --	\$ --	\$ 18,170	\$ 741,876
Salaries and benefits payable	--	--	--	3,822
Due to other funds	--	--	--	798,057
Unearned revenue	--	--	--	164,117
Deposits from others	--	--	--	6,430
Advances from other funds	42,854	--	--	278,460
	<u>42,854</u>	<u>--</u>	<u>18,170</u>	<u>1,992,762</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue	--	--	--	317,791
<u>Fund Balance</u>				
Nonspendable	--	--	--	516
Restricted	--	--	--	7,818,001
Assigned	--	115	1,645,012	1,647,795
Unassigned	(8,531)	--	--	(897,449)
	<u>(8,531)</u>	<u>115</u>	<u>1,645,012</u>	<u>8,568,863</u>
Total Fund Balances	<u>(8,531)</u>	<u>115</u>	<u>1,645,012</u>	<u>8,568,863</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 34,323</u>	<u>\$ 115</u>	<u>\$ 1,663,182</u>	<u>\$ 10,879,416</u>

COUNTY OF TRINITY

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue				
	Tobacco Program	Mental Health	Fish and Game	Non-Transit	TRANS
Revenues:					
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--	--
Fines, forfeitures and penalties	--	--	583	--	--
Use of money and property	278	515	51	32	4,312
Intergovernmental	150,000	1,102,283	543	--	--
Charges for services	--	61,110	--	--	--
Other revenue	--	64,064	--	--	--
Total Revenues	<u>150,278</u>	<u>1,227,972</u>	<u>1,177</u>	<u>32</u>	<u>4,312</u>
Expenditures:					
Current:					
General government	--	--	--	--	11,000
Public protection	--	--	2,853	--	--
Public ways and facilities	--	--	--	2,311	--
Health and sanitation	132,800	4,107,427	--	--	--
Public assistance	--	--	--	--	--
Debt Service:					
Principal	--	--	--	--	--
Interest	--	--	--	--	49,500
Total Expenditures	<u>132,800</u>	<u>4,107,427</u>	<u>2,853</u>	<u>2,311</u>	<u>60,500</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>17,478</u>	<u>(2,879,455)</u>	<u>(1,676)</u>	<u>(2,279)</u>	<u>(56,188)</u>
Other Financing Sources (Uses):					
Transfers in	--	2,788,345	--	9,800	58,705
Transfers out	--	(162,514)	--	(3,713)	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>2,625,831</u>	<u>--</u>	<u>6,087</u>	<u>58,705</u>
Net Change in Fund Balances	17,478	(253,624)	(1,676)	3,808	2,517
Fund Balances - Beginning of Year, restated	<u>58,334</u>	<u>(8,393)</u>	<u>21,211</u>	<u>6,976</u>	<u>151</u>
Fund Balances - End of Year	<u>\$ 75,812</u>	<u>\$ (262,017)</u>	<u>\$ 19,535</u>	<u>\$ 10,784</u>	<u>\$ 2,668</u>

continued

COUNTY OF TRINITY

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances (continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue				
	Special Aviation	Hayfork Lighting District	Weaverville Lighting District	Transportation Commission	CDC PHEP
Revenues:					
Taxes	\$ --	\$ 14,624	\$ 51,085	\$ --	\$ --
Licenses and permits	--	--	--	--	--
Fines, forfeitures and penalties	--	--	--	--	--
Use of money and property	--	271	421	577	46
Intergovernmental	37,068	191	600	336,351	35,130
Charges for services	--	--	--	--	--
Other revenue	--	--	--	2,921	--
Total Revenues	<u>37,068</u>	<u>15,086</u>	<u>52,106</u>	<u>339,849</u>	<u>35,176</u>
Expenditures:					
Current:					
General government	--	8,508	32,218	--	--
Public protection	--	--	--	--	--
Public ways and facilities	94,983	--	--	276,620	--
Health and sanitation	--	--	--	--	135,333
Public assistance	--	--	--	--	--
Debt Service:					
Principal	--	--	--	--	--
Interest	--	--	--	--	--
Total Expenditures	<u>94,983</u>	<u>8,508</u>	<u>32,218</u>	<u>276,620</u>	<u>135,333</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(57,915)</u>	<u>6,578</u>	<u>19,888</u>	<u>63,229</u>	<u>(100,157)</u>
Other Financing Sources (Uses):					
Transfers in	72,098	--	--	54,650	--
Transfers out	(6,570)	--	--	(6,902)	--
Total Other Financing Sources (Uses)	<u>65,528</u>	<u>--</u>	<u>--</u>	<u>47,748</u>	<u>--</u>
Net Change in Fund Balances	7,613	6,578	19,888	110,977	(100,157)
Fund Balances - Beginning of Year, restated	<u>37,442</u>	<u>109,725</u>	<u>170,446</u>	<u>78,577</u>	<u>35,485</u>
Fund Balances - End of Year	<u>\$ 45,055</u>	<u>\$ 116,303</u>	<u>\$ 190,334</u>	<u>\$ 189,554</u>	<u>\$ (64,672)</u>

continued

COUNTY OF TRINITY

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances (continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue					
	MHSA Other Funding	MHSA	General Government	Public Protection	Public Ways	Health and Sanitation
Revenues:						
Taxes	\$ --	\$ --	\$ 20,719	\$ --	\$ 262,077	\$ --
Licenses and permits	--	--	--	21,822	--	--
Fines, forfeitures and penalties	--	--	24,380	196,797	--	27,262
Use of money and property	2,220	3,445	183	2,208	61,935	3,787
Intergovernmental	427,714	1,354,427	104,563	2,993,300	52,811	4,126,974
Charges for services	--	--	25,548	19,320	--	42,272
Other revenue	--	--	--	23,675	--	25
Total Revenues	429,934	1,357,872	175,393	3,257,122	376,823	4,200,320
Expenditures:						
Current:						
General government	--	--	98,577	--	--	--
Public protection	--	--	--	1,533,059	--	--
Public ways and facilities	--	--	--	--	36,589	--
Health and sanitation	1,011	900	--	--	--	989,357
Public assistance	--	--	--	--	--	--
Debt Service:						
Principal	--	--	--	--	--	--
Interest	--	--	--	--	--	--
Total Expenditures	1,011	900	98,577	1,533,059	36,589	989,357
Excess (Deficiency) of Revenues Over (Under) Expenditures	428,923	1,356,972	76,816	1,724,063	340,234	3,210,963
Other Financing Sources (Uses):						
Transfers in	--	--	--	40,954	364,431	288,593
Transfers out	(279,224)	(1,417,778)	(32,380)	(1,856,448)	(571,337)	(3,136,988)
Total Other Financing Sources (Uses)	(279,224)	(1,417,778)	(32,380)	(1,815,494)	(206,906)	(2,848,395)
Net Change in Fund Balances	149,699	(60,806)	44,436	(91,431)	133,328	362,568
Fund Balances - Beginning of Year, restated	724,385	1,053,605	371,128	1,462,530	1,134,570	1,413,800
Fund Balances - End of Year	<u>\$ 874,084</u>	<u>\$ 992,799</u>	<u>\$ 415,564</u>	<u>\$ 1,371,099</u>	<u>\$ 1,267,898</u>	<u>\$ 1,776,368</u>

continued

COUNTY OF TRINITY

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances (continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue				
	Public Assistance	Disaster Recovery Initiative	Health Realignment	Mental Health Realignment	Emergency Services
Revenues:					
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--	--
Fines, forfeitures and penalties	--	--	--	--	--
Use of money and property	--	(1,173)	--	--	--
Intergovernmental	1,436,628	1,025,812	1,254,651	689,118	188,254
Charges for services	--	--	--	--	--
Other revenue	--	--	--	--	--
Total Revenues	1,436,628	1,024,639	1,254,651	689,118	188,254
Expenditures:					
Current:					
General government	--	--	--	--	--
Public protection	--	--	--	--	324,541
Public ways and facilities	--	--	--	--	--
Health and sanitation	--	--	--	--	--
Public assistance	322	750,526	--	--	--
Debt Service:					
Principal	--	--	--	--	--
Interest	--	--	--	--	--
Total Expenditures	322	750,526	--	--	324,541
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,436,306	274,113	1,254,651	689,118	(136,287)
Other Financing Sources (Uses):					
Transfers in	--	--	--	5,924	140,140
Transfers out	(1,436,305)	(347,109)	(1,209,869)	(695,042)	(3,851)
Total Other Financing Sources (Uses)	(1,436,305)	(347,109)	(1,209,869)	(689,118)	136,289
Net Change in Fund Balances	1	(72,996)	44,782	--	2
Fund Balances - Beginning of Year, restated	359,649	(472,563)	68,896	--	(16,672)
Fund Balances - End of Year	<u>\$ 359,650</u>	<u>\$ (545,559)</u>	<u>\$ 113,678</u>	<u>\$ --</u>	<u>\$ (16,670)</u>

continued

COUNTY OF TRINITY

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances (continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2015

	Capital Projects			Total
	Capital Projects	JDF Capital Projects	Debt Service	
Revenues:				
Taxes	\$ --	\$ --	\$ --	\$ 348,505
Licenses and permits	--	--	--	21,822
Fines, forfeitures and penalties	--	--	--	249,022
Use of money and property	--	--	26,282	105,390
Intergovernmental	--	--	--	15,316,418
Charges for services	--	--	--	148,250
Other revenue	9,000	--	62,224	161,909
Total Revenues	<u>9,000</u>	<u>--</u>	<u>88,506</u>	<u>16,351,316</u>
Expenditures:				
Current:				
General government	91,317	--	33,071	274,691
Public protection	--	--	--	1,860,453
Public ways and facilities	--	--	--	410,503
Health and sanitation	--	--	--	5,366,828
Public assistance	--	--	--	750,848
Debt Service:				
Principal	--	--	1,387,955	1,387,955
Interest	--	--	564,575	614,075
Total Expenditures	<u>91,317</u>	<u>--</u>	<u>1,985,601</u>	<u>10,665,353</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(82,317)</u>	<u>--</u>	<u>(1,897,095)</u>	<u>5,685,963</u>
Other Financing Sources (Uses):				
Transfers in	116,200	--	2,011,066	5,950,906
Transfers out	--	--	--	(11,166,030)
Total Other Financing Sources (Uses)	<u>116,200</u>	<u>--</u>	<u>2,011,066</u>	<u>(5,215,124)</u>
Net Change in Fund Balances	33,883	--	113,971	470,839
Fund Balances - Beginning of Year, restated	<u>(42,414)</u>	<u>115</u>	<u>1,531,041</u>	<u>8,098,024</u>
Fund Balances - End of Year	<u>\$ (8,531)</u>	<u>\$ 115</u>	<u>\$ 1,645,012</u>	<u>\$ 8,568,863</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Tobacco Program
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ --	\$ --	\$ 278	\$ 278
Intergovernmental	150,000	150,000	150,000	--
Total Revenues	<u>150,000</u>	<u>150,000</u>	<u>150,278</u>	<u>278</u>
Expenditures:				
Current:				
Health and sanitation	156,553	156,553	132,800	23,753
Total Expenditures	<u>156,553</u>	<u>156,553</u>	<u>132,800</u>	<u>23,753</u>
Fund Balances - Beginning of Year	<u>58,334</u>	<u>58,334</u>	<u>58,334</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 51,781</u>	<u>\$ 51,781</u>	<u>\$ 75,812</u>	<u>\$ 24,031</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Mental Health
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ (5,000)	\$ (5,000)	\$ 515	\$ 5,515
Intergovernmental	1,415,360	1,435,580	1,102,283	(333,297)
Charges for services	90,500	78,000	61,110	(16,890)
Other revenue	6,000	62,685	64,064	1,379
Total Revenues	<u>1,506,860</u>	<u>1,571,265</u>	<u>1,227,972</u>	<u>(343,293)</u>
Expenditures:				
Current:				
Health and sanitation	4,319,133	4,544,865	4,107,427	437,438
Total Expenditures	<u>4,319,133</u>	<u>4,544,865</u>	<u>4,107,427</u>	<u>437,438</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,812,273)</u>	<u>(2,973,600)</u>	<u>(2,879,455)</u>	<u>94,145</u>
Other Financing Sources (Uses):				
Transfers in	2,974,788	3,174,400	2,788,345	(386,055)
Transfers out	<u>(162,515)</u>	<u>(172,515)</u>	<u>(162,514)</u>	<u>10,001</u>
Total Other Financing Sources (Uses)	<u>2,812,273</u>	<u>3,001,885</u>	<u>2,625,831</u>	<u>(376,054)</u>
Net Change in Fund Balances	--	28,285	(253,624)	(281,909)
Fund Balances - Beginning of Year	<u>(8,393)</u>	<u>(8,393)</u>	<u>(8,393)</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ (8,393)</u>	<u>\$ 19,892</u>	<u>\$ (262,017)</u>	<u>\$ (281,909)</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Fish and Game
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fines, forfeitures and penalties	\$ 1,000	\$ 1,000	\$ 583	\$ (417)
Use of money and property	50	50	51	1
Intergovernmental	600	600	543	(57)
Total Revenues	<u>1,650</u>	<u>1,650</u>	<u>1,177</u>	<u>(473)</u>
Expenditures:				
Current:				
Public protection	8,150	8,150	2,853	5,297
Total Expenditures	<u>8,150</u>	<u>8,150</u>	<u>2,853</u>	<u>5,297</u>
Fund Balances - Beginning of Year	<u>21,211</u>	<u>21,211</u>	<u>21,211</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 14,711</u>	<u>\$ 14,711</u>	<u>\$ 19,535</u>	<u>\$ 4,824</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Non-Transit
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ --	\$ --	\$ 32	\$ 32
Total Revenues	<u>--</u>	<u>--</u>	<u>32</u>	<u>32</u>
Expenditures:				
Current:				
Public way and facilities	6,000	9,800	2,311	7,489
Total Expenditures	<u>6,000</u>	<u>9,800</u>	<u>2,311</u>	<u>7,489</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,000)</u>	<u>(9,800)</u>	<u>(2,279)</u>	<u>7,521</u>
Other Financing Sources (Uses):				
Transfers in	6,000	9,800	9,800	--
Transfers out	--	--	(3,713)	(3,713)
Total Other Financing Sources (Uses)	<u>6,000</u>	<u>9,800</u>	<u>6,087</u>	<u>(3,713)</u>
Net Change in Fund Balances	--	--	3,808	3,808
Fund Balances - Beginning of Year	<u>6,976</u>	<u>6,976</u>	<u>6,976</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 6,976</u>	<u>\$ 6,976</u>	<u>\$ 10,784</u>	<u>\$ 3,808</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
TRANS
 For the Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Use of money and property	\$ 5,800	\$ 5,800	\$ 4,312	\$ (1,488)
Total Revenues	<u>5,800</u>	<u>5,800</u>	<u>4,312</u>	<u>(1,488)</u>
Expenditures:				
Current:				
General government	12,505	12,505	11,000	1,505
Debt Service:				
Interest	<u>52,000</u>	<u>52,000</u>	<u>49,500</u>	<u>2,500</u>
Total Expenditures	<u>64,505</u>	<u>64,505</u>	<u>60,500</u>	<u>4,005</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(58,705)</u>	<u>(58,705)</u>	<u>(56,188)</u>	<u>2,517</u>
Other Financing Sources (Uses):				
Transfers in	<u>58,705</u>	<u>58,705</u>	<u>58,705</u>	<u>--</u>
Total Other Financing Sources (Uses)	<u>58,705</u>	<u>58,705</u>	<u>58,705</u>	<u>--</u>
Net Change in Fund Balances	--	--	2,517	2,517
Fund Balances - Beginning of Year	<u>151</u>	<u>151</u>	<u>151</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 151</u>	<u>\$ 151</u>	<u>\$ 2,668</u>	<u>\$ 2,517</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Special Aviation
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 562,500	\$ 584,500	\$ 37,068	\$ (547,432)
Total Revenues	<u>562,500</u>	<u>584,500</u>	<u>37,068</u>	<u>(547,432)</u>
Expenditures:				
Current:				
Public way and facilities	626,361	656,361	94,983	561,378
Total Expenditures	<u>626,361</u>	<u>656,361</u>	<u>94,983</u>	<u>561,378</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(63,861)</u>	<u>(71,861)</u>	<u>(57,915)</u>	<u>13,946</u>
Other Financing Sources (Uses):				
Transfers in	192,098	192,098	72,098	(120,000)
Transfers out	<u>(159,450)</u>	<u>(159,450)</u>	<u>(6,570)</u>	<u>152,880</u>
Total Other Financing Sources (Uses)	<u>32,648</u>	<u>32,648</u>	<u>65,528</u>	<u>32,880</u>
Net Change in Fund Balances	(31,213)	(39,213)	7,613	46,826
Fund Balances - Beginning of Year	<u>37,442</u>	<u>37,442</u>	<u>37,442</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 6,229</u>	<u>\$ (1,771)</u>	<u>\$ 45,055</u>	<u>\$ 46,826</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Hayfork Lighting District
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 12,450	\$ 12,450	\$ 14,624	\$ 2,174
Use of money and property	250	250	271	21
Intergovernmental	200	200	191	(9)
Total Revenues	<u>12,900</u>	<u>12,900</u>	<u>15,086</u>	<u>2,186</u>
Expenditures:				
Current:				
General government	<u>9,150</u>	<u>9,150</u>	<u>8,508</u>	<u>642</u>
Total Expenditures	<u>9,150</u>	<u>9,150</u>	<u>8,508</u>	<u>642</u>
Net Change in Fund Balances	3,750	3,750	6,578	2,828
Fund Balances - Beginning of Year	<u>109,725</u>	<u>109,725</u>	<u>109,725</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 113,475</u>	<u>\$ 113,475</u>	<u>\$ 116,303</u>	<u>\$ 2,828</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Weaverville Lighting District
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 45,500	\$ 45,500	\$ 51,085	\$ 5,585
Use of money and property	400	400	421	21
Intergovernmental	600	600	600	--
Total Revenues	<u>46,500</u>	<u>46,500</u>	<u>52,106</u>	<u>5,606</u>
Expenditures:				
Current:				
General government	36,200	36,200	32,218	3,982
Total Expenditures	<u>36,200</u>	<u>36,200</u>	<u>32,218</u>	<u>3,982</u>
Net Change in Fund Balances	10,300	10,300	19,888	9,588
Fund Balances - Beginning of Year	<u>170,446</u>	<u>170,446</u>	<u>170,446</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 180,746</u>	<u>\$ 180,746</u>	<u>\$ 190,334</u>	<u>\$ 9,588</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
 Transportation Commission
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ --	\$ --	\$ 577	\$ 577
Intergovernmental	347,750	347,750	336,351	(11,399)
Other revenue	--	--	2,921	2,921
Total Revenues	<u>347,750</u>	<u>347,750</u>	<u>339,849</u>	<u>(7,901)</u>
Expenditures:				
Current:				
Public ways and facilities	<u>402,400</u>	<u>402,400</u>	<u>276,620</u>	<u>125,780</u>
Total Expenditures	<u>402,400</u>	<u>402,400</u>	<u>276,620</u>	<u>125,780</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(54,650)</u>	<u>(54,650)</u>	<u>63,229</u>	<u>117,879</u>
Other Financing Sources (Uses):				
Transfers in	54,650	54,650	54,650	--
Transfers out	<u>--</u>	<u>--</u>	<u>(6,902)</u>	<u>(6,902)</u>
Total Other Financing Sources (Uses)	<u>54,650</u>	<u>54,650</u>	<u>47,748</u>	<u>(6,902)</u>
Net Change in Fund Balances	--	--	110,977	110,977
Fund Balances - Beginning of Year	<u>78,577</u>	<u>78,577</u>	<u>78,577</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 78,577</u>	<u>\$ 78,577</u>	<u>\$ 189,554</u>	<u>\$ 110,977</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
 CDC PHEP
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ --	\$ --	\$ 46	\$ 46
Intergovernmental	162,602	160,891	35,130	(125,761)
Total Revenues	<u>162,602</u>	<u>160,891</u>	<u>35,176</u>	<u>(125,715)</u>
Expenditures:				
Current:				
Health and sanitation	162,602	168,221	135,333	32,888
Total Expenditures	<u>162,602</u>	<u>168,221</u>	<u>135,333</u>	<u>32,888</u>
Net Change in Fund Balances	--	(7,330)	(100,157)	(92,827)
Fund Balances - Beginning of Year	<u>35,485</u>	<u>35,485</u>	<u>35,485</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 35,485</u>	<u>\$ 28,155</u>	<u>\$ (64,672)</u>	<u>\$ (92,827)</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
MHA Other Funding
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ 2,000	\$ 2,000	\$ 2,220	\$ 220
Intergovernmental	336,202	336,202	427,714	91,512
Total Revenues	<u>338,202</u>	<u>338,202</u>	<u>429,934</u>	<u>91,732</u>
Expenditures:				
Current:				
Health and sanitation	1,400	1,400	1,011	389
Total Expenditures	<u>1,400</u>	<u>1,400</u>	<u>1,011</u>	<u>389</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>336,802</u>	<u>336,802</u>	<u>428,923</u>	<u>92,121</u>
Other Financing Sources (Uses):				
Transfers out	(336,802)	(336,802)	(279,224)	57,578
Total Other Financing Sources (Uses)	<u>(336,802)</u>	<u>(336,802)</u>	<u>(279,224)</u>	<u>57,578</u>
Net Change in Fund Balances	--	--	149,699	149,699
Fund Balances - Beginning of Year	<u>724,385</u>	<u>724,385</u>	<u>724,385</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 724,385</u>	<u>\$ 724,385</u>	<u>\$ 874,084</u>	<u>\$ 149,699</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
MHS
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ 2,000	\$ 2,000	\$ 3,445	\$ 1,445
Intergovernmental	1,008,604	1,008,604	1,354,427	345,823
Total Revenues	<u>1,010,604</u>	<u>1,010,604</u>	<u>1,357,872</u>	<u>347,268</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,008,604</u>	<u>1,008,604</u>	<u>1,356,972</u>	<u>348,368</u>
Other Financing Sources (Uses):				
Transfers out	(1,693,198)	(1,781,945)	(1,417,778)	364,167
Total Other Financing Sources (Uses)	<u>(1,693,198)</u>	<u>(1,781,945)</u>	<u>(1,417,778)</u>	<u>364,167</u>
Net Change in Fund Balances	(684,594)	(773,341)	(60,806)	712,535
Fund Balances - Beginning of Year	<u>1,053,605</u>	<u>1,053,605</u>	<u>1,053,605</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 369,011</u>	<u>\$ 280,264</u>	<u>\$ 992,799</u>	<u>\$ 712,535</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
General Government
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 15,000	\$ 15,000	\$ 20,719	\$ 5,719
Fines, forfeits and penalties	23,000	23,000	24,380	1,380
Use of money and property	120	120	183	63
Intergovernmental	112,092	112,092	104,563	(7,529)
Charges for services	22,000	22,000	25,548	3,548
Total Revenues	<u>172,212</u>	<u>172,212</u>	<u>175,393</u>	<u>3,181</u>
Expenditures:				
Current:				
General government	112,342	112,342	98,577	13,765
Total Expenditures	<u>112,342</u>	<u>112,342</u>	<u>98,577</u>	<u>13,765</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>59,870</u>	<u>59,870</u>	<u>76,816</u>	<u>16,946</u>
Other Financing Sources (Uses):				
Transfers out	<u>(33,000)</u>	<u>(33,000)</u>	<u>(32,380)</u>	<u>620</u>
Total Other Financing Sources (Uses)	<u>(33,000)</u>	<u>(33,000)</u>	<u>(32,380)</u>	<u>620</u>
Net Change in Fund Balances	26,870	26,870	44,436	17,566
Fund Balances - Beginning of Year, Restated	<u>371,128</u>	<u>371,128</u>	<u>371,128</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 397,998</u>	<u>\$ 397,998</u>	<u>\$ 415,564</u>	<u>\$ 17,566</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Public Protection
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Licenses and permits	\$ 15,000	\$ 15,000	\$ 21,822	\$ 6,822
Fines, forfeits and penalties	18,500	149,500	196,797	47,297
Use of money and property	475	475	2,208	1,733
Intergovernmental	2,845,213	2,869,531	2,993,300	123,769
Charges for services	16,700	16,700	19,320	2,620
Other revenue	20,420	20,420	23,675	3,255
Total Revenues	<u>2,916,308</u>	<u>3,071,626</u>	<u>3,257,122</u>	<u>185,496</u>
Expenditures:				
Current:				
Public protection	1,397,289	1,865,534	1,533,059	332,475
Total Expenditures	<u>1,397,289</u>	<u>1,865,534</u>	<u>1,533,059</u>	<u>332,475</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,519,019</u>	<u>1,206,092</u>	<u>1,724,063</u>	<u>517,971</u>
Other Financing Sources (Uses):				
Transfers in	40,954	101,954	40,954	(61,000)
Transfers out	(1,710,840)	(1,982,629)	(1,856,448)	126,181
Total Other Financing Sources (Uses)	<u>(1,669,886)</u>	<u>(1,880,675)</u>	<u>(1,815,494)</u>	<u>65,181</u>
Net Change in Fund Balances	(150,867)	(674,583)	(91,431)	583,152
Fund Balances - Beginning of Year	<u>1,462,530</u>	<u>1,462,530</u>	<u>1,462,530</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 1,311,663</u>	<u>\$ 787,947</u>	<u>\$ 1,371,099</u>	<u>\$ 583,152</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Public Ways
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 245,000	\$ 245,000	\$ 262,077	\$ 17,077
Use of money and property	55,982	55,982	61,935	5,953
Intergovernmental	73,979	73,979	52,811	(21,168)
Total Revenues	<u>374,961</u>	<u>374,961</u>	<u>376,823</u>	<u>1,862</u>
Expenditures:				
Current:				
Public ways and facilities	63,330	63,330	36,589	26,741
Total Expenditures	<u>63,330</u>	<u>63,330</u>	<u>36,589</u>	<u>26,741</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>311,631</u>	<u>311,631</u>	<u>340,234</u>	<u>28,603</u>
Other Financing Sources (Uses):				
Transfers in	230,176	230,176	364,431	134,255
Transfers out	(602,733)	(616,337)	(571,337)	45,000
Total Other Financing Sources (Uses)	<u>(372,557)</u>	<u>(386,161)</u>	<u>(206,906)</u>	<u>179,255</u>
Net Change in Fund Balances	(60,926)	(74,530)	133,328	207,858
Fund Balances - Beginning of Year	<u>1,134,570</u>	<u>1,134,570</u>	<u>1,134,570</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 1,073,644</u>	<u>\$ 1,060,040</u>	<u>\$ 1,267,898</u>	<u>\$ 207,858</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Health and Sanitation
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Fines, forfeitures and penalties	\$ 22,675	\$ 25,475	\$ 27,262	\$ 1,787
Use of money and property	690	690	3,787	3,097
Intergovernmental	4,514,433	4,586,225	4,126,974	(459,251)
Charges for services	62,589	56,089	42,272	(13,817)
Other revenue	--	15,000	25	(14,975)
Total Revenues	4,600,387	4,683,479	4,200,320	(483,159)
Expenditures:				
Current:				
Health and sanitation	1,118,786	1,112,204	989,357	122,847
Total Expenditures	1,118,786	1,112,204	989,357	122,847
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,481,601	3,571,275	3,210,963	(360,312)
Other Financing Sources (Uses):				
Transfers in	454,775	492,975	288,593	(204,382)
Transfers out	(2,642,673)	(3,618,941)	(3,136,988)	481,953
Total Other Financing Sources (Uses)	(2,187,898)	(3,125,966)	(2,848,395)	277,571
Net Change in Fund Balances	1,293,703	445,309	362,568	(82,741)
Fund Balances - Beginning of Year	1,413,800	1,413,800	1,413,800	--
Fund Balances - End of Year	\$ 2,707,503	\$ 1,859,109	\$ 1,776,368	\$ (82,741)

COUNTY OF TRINITY

Budgetary Comparison Schedule
Public Assistance
For the Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	<u>\$ 1,876,491</u>	<u>\$ 1,876,491</u>	<u>\$ 1,436,628</u>	<u>\$ (439,863)</u>
Total Revenues	<u>1,876,491</u>	<u>1,876,491</u>	<u>1,436,628</u>	<u>(439,863)</u>
Expenditures:				
Current:				
Public assistance	<u>100</u>	<u>100</u>	<u>322</u>	<u>(222)</u>
Total Expenditures	<u>100</u>	<u>100</u>	<u>322</u>	<u>(222)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,876,391</u>	<u>1,876,391</u>	<u>1,436,306</u>	<u>(440,085)</u>
Other Financing Sources (Uses):				
Transfers out	<u>(1,876,391)</u>	<u>(2,243,360)</u>	<u>(1,436,305)</u>	<u>807,055</u>
Total Other Financing Sources (Uses)	<u>(1,876,391)</u>	<u>(2,243,360)</u>	<u>(1,436,305)</u>	<u>807,055</u>
Net Change in Fund Balances	--	(366,969)	1	366,970
Fund Balances - Beginning of Year	<u>359,649</u>	<u>359,649</u>	<u>359,649</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 359,649</u>	<u>\$ (7,320)</u>	<u>\$ 359,650</u>	<u>\$ 366,970</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Disaster Recovery Initiative
For the Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Use of money and property	\$ (1,200)	\$ (1,200)	\$ (1,173)	\$ 27
Intergovernmental	<u>2,492,700</u>	<u>2,492,700</u>	<u>1,025,812</u>	<u>(1,466,888)</u>
Total Revenues	<u>2,491,500</u>	<u>2,491,500</u>	<u>1,024,639</u>	<u>(1,466,861)</u>
Expenditures:				
Current:				
Public assistance	<u>1,950,500</u>	<u>1,964,500</u>	<u>750,526</u>	<u>1,213,974</u>
Total Expenditures	<u>1,950,500</u>	<u>1,964,500</u>	<u>750,526</u>	<u>1,213,974</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>541,000</u>	<u>527,000</u>	<u>274,113</u>	<u>(252,887)</u>
Other Financing Sources (Uses):				
Transfers out	<u>(541,000)</u>	<u>(541,000)</u>	<u>(347,109)</u>	<u>193,891</u>
Total Other Financing Sources (Uses)	<u>(541,000)</u>	<u>(541,000)</u>	<u>(347,109)</u>	<u>193,891</u>
Net Change in Fund Balances	--	(14,000)	(72,996)	(58,996)
Fund Balances - Beginning of Year	<u>(472,563)</u>	<u>(472,563)</u>	<u>(472,563)</u>	--
Fund Balances - End of Year	<u>\$ (472,563)</u>	<u>\$ (486,563)</u>	<u>\$ (545,559)</u>	<u>\$ (58,996)</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Health Realignment
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,128,629	\$ 1,190,618	\$ 1,254,651	\$ 64,033
Total Revenues	<u>1,128,629</u>	<u>1,190,618</u>	<u>1,254,651</u>	<u>64,033</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,264,128</u>	<u>1,190,618</u>	<u>1,254,651</u>	<u>64,033</u>
Other Financing Sources (Uses):				
Transfers in	292,662	292,662	--	(292,662)
Transfers out	(1,625,686)	(1,552,176)	(1,209,869)	342,307
Total Other Financing Sources (Uses)	<u>(1,333,024)</u>	<u>(1,259,514)</u>	<u>(1,209,869)</u>	<u>49,645</u>
Net Change in Fund Balances	(68,896)	(68,896)	44,782	113,678
Fund Balances - Beginning of Year	<u>68,896</u>	<u>68,896</u>	<u>68,896</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 113,678</u>	<u>\$ 113,678</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Mental Health Realignment
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 657,671	\$ 684,819	\$ 689,118	\$ 4,299
Total Revenues	<u>657,671</u>	<u>684,819</u>	<u>689,118</u>	<u>4,299</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>657,646</u>	<u>684,794</u>	<u>689,118</u>	<u>4,324</u>
Other Financing Sources (Uses):				
Transfers in	5,924	5,924	5,924	--
Transfers out	(663,570)	(695,042)	(695,042)	--
Total Other Financing Sources (Uses)	<u>(657,646)</u>	<u>(689,118)</u>	<u>(689,118)</u>	<u>--</u>
Net Change in Fund Balances	--	(4,324)	--	4,324
Fund Balances - Beginning of Year	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ --</u>	<u>\$ (4,324)</u>	<u>\$ --</u>	<u>\$ 4,324</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Emergency Services
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 263,010	\$ 188,254	\$ 188,254	\$ --
Total Revenues	<u>263,010</u>	<u>188,254</u>	<u>188,254</u>	<u>--</u>
Expenditures:				
Current:				
Public protection	262,021	324,178	324,541	(363)
Total Expenditures	<u>262,021</u>	<u>324,178</u>	<u>324,541</u>	<u>(363)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>989</u>	<u>(135,924)</u>	<u>(136,287)</u>	<u>(363)</u>
Other Financing Sources (Uses):				
Transfers in	--	140,140	140,140	--
Transfers out	(990)	(4,217)	(3,851)	366
Total Other Financing Sources (Uses)	<u>(990)</u>	<u>135,923</u>	<u>136,289</u>	<u>366</u>
Net Change in Fund Balances	(1)	(1)	2	3
Fund Balances - Beginning of Year	<u>(16,672)</u>	<u>(16,672)</u>	<u>(16,672)</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ (16,673)</u>	<u>\$ (16,673)</u>	<u>\$ (16,670)</u>	<u>\$ 3</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Capital Projects
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Expenditures:				
Current:				
General government	\$ 85,200	\$ 125,200	\$ 91,317	\$ 33,883
Capital outlay	--	16,500	--	16,500
Total Expenditures	<u>85,200</u>	<u>141,700</u>	<u>91,317</u>	<u>50,383</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(85,200)</u>	<u>(141,700)</u>	<u>(82,317)</u>	<u>59,383</u>
Other Financing Sources (Uses):				
Transfers in	85,000	141,700	116,200	(25,500)
Total Other Financing Sources (Uses)	<u>85,000</u>	<u>141,700</u>	<u>116,200</u>	<u>(25,500)</u>
Net Change in Fund Balances	(200)	--	33,883	33,883
Fund Balances - Beginning of Year	<u>(42,414)</u>	<u>(42,414)</u>	<u>(42,414)</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ (42,614)</u>	<u>\$ (42,414)</u>	<u>\$ (8,531)</u>	<u>\$ 33,883</u>

COUNTY OF TRINITY

Budgetary Comparison Schedule
Debt Service
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Use of money and property	\$ 4,300	\$ 4,300	\$ 26,282	\$ 21,982
Other revenue	62,224	62,224	62,224	--
Total Revenues	<u>66,524</u>	<u>66,524</u>	<u>88,506</u>	<u>21,982</u>
Expenditures:				
Current:				
General government	15,600	15,600	33,071	(17,471)
Debt Service:				
Principal	1,390,000	1,390,000	1,387,955	2,045
Interest	564,575	564,575	564,575	--
Total Expenditures	<u>1,970,175</u>	<u>1,970,175</u>	<u>1,985,601</u>	<u>(15,426)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,903,651)</u>	<u>(1,903,651)</u>	<u>(1,897,095)</u>	<u>6,556</u>
Other Financing Sources (Uses):				
Transfers in	2,013,110	2,013,110	2,011,066	(2,044)
Total Other Financing Sources (Uses)	<u>2,013,110</u>	<u>2,013,110</u>	<u>2,011,066</u>	<u>(2,044)</u>
Net Change in Fund Balances	109,459	109,459	113,971	4,512
Fund Balances - Beginning of Year	<u>1,531,041</u>	<u>1,531,041</u>	<u>1,531,041</u>	<u>--</u>
Fund Balances - End of Year	<u>\$ 1,640,500</u>	<u>\$ 1,640,500</u>	<u>\$ 1,645,012</u>	<u>\$ 4,512</u>

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NON-MAJOR ENTERPRISE FUNDS

ENTERPRISE 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 governing body is that the costs of providing goods or services to the general public on a continuing basis be financed primarily through user charges; or where the County has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Cemetery Fund

The Cemetery Fund is used to fund operations, maintenance and capital improvements for the Trinity County's cemeteries.

Transit Fund

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

Combining Statement of Net Position
Non-Major Enterprise Funds
June 30, 2015

	<u>Cemetery</u> <u>Fund</u>	<u>Transit</u> <u>Fund</u>	<u>Total</u>
<u>Assets</u>			
Current Assets:			
Cash and investments	\$ 28,194	\$ 245,040	\$ 273,234
Accounts receivable	--	2,285	2,285
Due from other governments	--	118,363	118,363
Interest receivable	17	295	312
Total Current Assets	<u>28,211</u>	<u>365,983</u>	<u>394,194</u>
Noncurrent Assets:			
Capital assets:			
Non-depreciable	24,616	14,101	38,717
Depreciable, net	100	496,201	496,301
Total Noncurrent Assets	<u>24,716</u>	<u>510,302</u>	<u>535,018</u>
Total Assets	<u>52,927</u>	<u>876,285</u>	<u>929,212</u>
<u>Deferred Outflows of Resources</u>			
Deferred pension	--	50,237	50,237
<u>Liabilities</u>			
Current Liabilities:			
Accounts payable	647	17,823	18,470
Unearned revenue	--	321,144	321,144
Compensated absences	--	6,912	6,912
Total Current Liabilities	<u>647</u>	<u>345,879</u>	<u>346,526</u>
Noncurrent Liabilities:			
Compensated absences	--	3,456	3,456
Net OPEB obligation	--	243,681	243,681
Net pension liability	--	600,693	600,693
Total Noncurrent Liabilities	<u>--</u>	<u>847,830</u>	<u>847,830</u>
Total Liabilities	<u>647</u>	<u>1,193,709</u>	<u>1,194,356</u>
<u>Deferred Inflows of Resources</u>			
Deferred pension	--	77,747	77,747
<u>Net Position</u>			
Net investment in capital assets	24,716	510,302	535,018
Unrestricted	27,564	(855,236)	(827,672)
Total Net Position	<u>\$ 52,280</u>	<u>\$ (344,934)</u>	<u>\$ (292,654)</u>

COUNTY OF TRINITY

Combining Statement of Revenues, Expenses and Changes in Net Position
 Non-Major Enterprise Funds
 For the Year Ended June 30, 2015

	Cemetery Fund	Transit Fund	Total
Operating Revenues:			
Charges for services	\$ 5,824	\$ 95,267	\$ 101,091
Total Operating Revenues	<u>5,824</u>	<u>95,267</u>	<u>101,091</u>
Operating Expenses:			
Salaries and benefits	--	322,923	322,923
Services and supplies	3,134	319,450	322,584
Depreciation	--	113,999	113,999
Total Operating Expenses	<u>3,134</u>	<u>756,372</u>	<u>759,506</u>
Operating Income (Loss)	<u>2,690</u>	<u>(661,105)</u>	<u>(658,415)</u>
Nonoperating Revenue (Expenses):			
Investment earnings	66	1,428	1,494
Intergovernmental	--	449,913	449,913
Total Nonoperating Revenue (Expenses)	<u>66</u>	<u>451,341</u>	<u>451,407</u>
Income (Loss) Before Capital Contributions and Transfers	2,756	(209,764)	(207,008)
Transfers in	--	434,789	434,789
Transfers out	--	(369,509)	(369,509)
Change in Net Position	2,756	(144,484)	(141,728)
Net Position - Beginning of Year, restated	<u>49,524</u>	<u>(200,450)</u>	<u>(150,926)</u>
Net Position - End of Year	<u>\$ 52,280</u>	<u>\$ (344,934)</u>	<u>\$ (292,654)</u>

COUNTY OF TRINITY

Combining Statement of Cash Flows
Non-Major Enterprise Funds
For the Year Ended June 30, 2015

	Cemetery Fund	Transit Fund	Total
	<u> </u>	<u> </u>	<u> </u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash receipts from customers and users	\$ 5,824	\$ 203,404	\$ 209,228
Cash paid to suppliers	(3,380)	(190,505)	(193,885)
Cash paid to employees	--	(333,309)	(333,309)
Net Cash Provided (Used) by Operating Activities	<u>2,444</u>	<u>(320,410)</u>	<u>(317,966)</u>
 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Aid from other governmental agencies	--	870,506	870,506
Interfund loans	(7)	--	(7)
Transfers out	--	(369,509)	(369,509)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(7)</u>	<u>500,997</u>	<u>500,990</u>
 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Capital grants and allocations	--	16,126	16,126
Purchases of capital assets	--	(102,516)	(102,516)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>--</u>	<u>(86,390)</u>	<u>(86,390)</u>
 CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received (paid)	66	1,263	1,329
Net Cash Provided (Used) by Investing Activities	<u>66</u>	<u>1,263</u>	<u>1,329</u>
 Net Increase (Decrease) in Cash and Cash Equivalents	2,503	95,460	97,963
 Cash and Cash Equivalents, Beginning of Year	<u>25,691</u>	<u>149,580</u>	<u>175,271</u>
 Cash and Cash Equivalents, End of Year	<u>\$ 28,194</u>	<u>\$ 245,040</u>	<u>\$ 273,234</u>

continued

COUNTY OF TRINITY

Combining Statement of Cash Flows (continued)
 Non-Major Enterprise Funds
 For the Year Ended June 30, 2015

	<u>Cemetery Fund</u>	<u>Transit Fund</u>	<u>Total</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating income (loss)	\$ 2,690	\$ (661,105)	\$ (658,415)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	--	113,999	113,999
Changes in assets, liabilities and deferred inflows/outflows:			
Decrease (increase) in:			
Accounts receivable	--	93,538	93,538
Deferred outflows - pension	--	(50,237)	(50,237)
Increase (decrease) in:			
Accounts payable	(246)	(801)	(1,047)
Deferred inflows - pension	--	77,747	77,747
Compensated absences payable	--	5,867	5,867
Net OPEB obligation	--	43,331	43,331
Net pension liability	--	57,251	57,251
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,444</u>	<u>\$ (320,410)</u>	<u>\$ (317,966)</u>

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INTERNAL SERVICE FUNDS

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.

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COUNTY OF TRINITY

Combining Statement of Net Position
Internal Service Funds
June 30, 2015

	<u>Copier</u>	<u>Motor Pool</u>	<u>OPEB</u>	<u>Total</u>
<u>Assets</u>				
Current Assets:				
Pooled cash and investments	\$ 84,958	\$ 144,201	\$ 3,094,682	\$ 3,323,841
Accounts receivable	11	481	46	538
Due from other governments	--	--	29,201	29,201
Interest receivable	48	91	1,574	1,713
Prepays	95	--	--	95
Total Current Assets	<u>85,112</u>	<u>144,773</u>	<u>3,125,503</u>	<u>3,355,388</u>
Noncurrent Assets:				
Capital assets:				
Depreciable, net	14,900	140,233	--	155,133
Total Noncurrent Assets	<u>14,900</u>	<u>140,233</u>	<u>--</u>	<u>155,133</u>
Total Assets	<u>100,012</u>	<u>285,006</u>	<u>3,125,503</u>	<u>3,510,521</u>
<u>Liabilities</u>				
Current Liabilities:				
Accounts payable	11,287	--	1,954	13,241
Total Liabilities	<u>11,287</u>	<u>--</u>	<u>1,954</u>	<u>13,241</u>
<u>Net Position</u>				
Net investment in capital assets	14,900	140,233	--	155,133
Unrestricted	73,825	144,773	3,123,549	3,342,147
Total Net Position	<u>\$ 88,725</u>	<u>\$ 285,006</u>	<u>\$ 3,123,549</u>	<u>\$ 3,497,280</u>

COUNTY OF TRINITY

Combining Statement Revenues, Expenses and
Changes in Net Position
Internal Service Funds
For the Year Ended June 30, 2015

	<u>Copier</u>	<u>Motor Pool</u>	<u>OPEB</u>	<u>Total</u>
Operating Revenues:				
Charges for services	\$ 54,990	\$ 153,439	\$ 2,653,413	\$ 2,861,842
Other income	--	--	68,937	68,937
	<u>54,990</u>	<u>153,439</u>	<u>2,722,350</u>	<u>2,930,779</u>
Total Operating Revenues				
Operating Expenses:				
Services and supplies	40,710	53,577	2,054,994	2,149,281
Depreciation	15,462	57,815	--	73,277
	<u>56,172</u>	<u>111,392</u>	<u>2,054,994</u>	<u>2,222,558</u>
Total Operating Expenses				
Operating Income (Loss)	<u>(1,182)</u>	<u>42,047</u>	<u>667,356</u>	<u>708,221</u>
Nonoperating Revenue:				
Investment earnings	170	375	5,863	6,408
Gain (loss) disposal of capital assets	--	2,394	--	2,394
Intergovernmental	--	--	351	351
	<u>170</u>	<u>2,769</u>	<u>6,214</u>	<u>9,153</u>
Total Nonoperating Revenue				
Change in Net Position	(1,012)	44,816	673,570	717,374
Net Position - Beginning of Year, restated	<u>89,737</u>	<u>240,190</u>	<u>2,449,979</u>	<u>2,779,906</u>
Net Position - End of Year	<u>\$ 88,725</u>	<u>\$ 285,006</u>	<u>\$ 3,123,549</u>	<u>\$ 3,497,280</u>

COUNTY OF TRINITY

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2015

	<u>Copier</u>	<u>Motor Pool</u>	<u>OPEB</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from interfund services provided	\$ 55,005	\$ 152,958	\$ 2,839,054	\$ 3,047,017
Cash paid to suppliers	<u>(38,907)</u>	<u>(53,577)</u>	<u>(2,067,351)</u>	<u>(2,159,835)</u>
Net Cash Provided (Used) by Operating Activities	<u>16,098</u>	<u>99,381</u>	<u>771,703</u>	<u>887,182</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Aid from other governmental entities	--	--	351	351
Net Cash Provided (Used) by Investing Activities	<u>--</u>	<u>--</u>	<u>351</u>	<u>351</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	--	(74,187)	--	(74,187)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>--</u>	<u>(74,187)</u>	<u>--</u>	<u>(74,187)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received (paid)	144	322	5,003	5,469
Net Cash Provided (Used) by Investing Activities	<u>144</u>	<u>322</u>	<u>5,003</u>	<u>5,469</u>
Net Increase (Decrease) in Cash and Cash Equivalents	16,242	25,516	777,057	818,815
Cash and Cash Equivalents, Beginning of Year	<u>68,716</u>	<u>118,685</u>	<u>2,317,625</u>	<u>2,505,026</u>
Cash and Cash Equivalents, End of Year	<u>\$ 84,958</u>	<u>\$ 144,201</u>	<u>\$ 3,094,682</u>	<u>\$ 3,323,841</u>

continued

COUNTY OF TRINITY

Combining Statement of Cash Flows (continued)
Internal Service Funds
For the Year Ended June 30, 2015

	<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)	\$ (1,182)	\$ 42,047	\$ 667,356	\$ 708,221
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	15,462	57,815	--	73,277
Changes in assets and liabilities:				
Decrease (increase) in:				
Accounts receivable	15	(481)	116,704	116,238
Increase (decrease) in:				
Accounts payable	<u>1,803</u>	<u>--</u>	<u>(12,357)</u>	<u>(10,554)</u>
 Net Cash Provided (Used) by				
Operating Activities	<u>\$ 16,098</u>	<u>\$ 99,381</u>	<u>\$ 771,703</u>	<u>\$ 887,182</u>

FIDUCIARY FUNDS

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.

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COUNTY OF TRINITY

Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2015</u>
<u>Assets</u>				
Pooled cash and investments	\$ 4,529,948	\$ 933,545	\$ --	\$ 5,463,493
Property taxes receivable	2,446,407	--	37,779	2,408,628
Interest receivable	1,559	1,867	--	3,426
Total Assets	<u>\$ 6,977,914</u>	<u>\$ 935,412</u>	<u>\$ 37,779</u>	<u>\$ 7,875,547</u>
<u>Liabilities</u>				
Due to other funds	\$ 1,007,500	\$ --	\$ 1,007,500	\$ --
Agency funds held for others	5,970,414	935,412	(969,721)	7,875,547
Total Liabilities	<u>\$ 6,977,914</u>	<u>\$ 935,412</u>	<u>\$ 37,779</u>	<u>\$ 7,875,547</u>

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STATISTICAL SECTION



STATISTICAL SECTION

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	123
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	128
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	133
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	138
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	139

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COUNTY OF TRINITY

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

	Fiscal Year									
	2015 ⁴	2014	2013 ³	2012	2011	2010	2009	2008	2007	2006
Governmental Activities										
Net Investment in capital assets ¹	\$ 142,559,925	\$ 133,266,455	\$ 129,167,006	\$ 136,825,865	\$ 140,907,817	\$ 146,115,881	\$ 144,181,786	\$ 171,513,586	\$ 164,498,571	\$ 175,571,795
Restricted ²	17,165,662	17,696,027	19,372,789	22,853,328	22,740,173	13,674,039	13,674,039	13,674,039	10,686,922	10,337,778
Unrestricted	<u>(59,772,570)</u>	<u>(18,009,183)</u>	<u>(20,749,537)</u>	<u>(22,740,998)</u>	<u>(18,953,961)</u>	<u>(7,964,831)</u>	<u>(41,008,663)</u>	<u>2,291,030</u>	<u>(678,457)</u>	<u>969,568</u>
Total governmental activities net position	<u>\$ 99,953,017</u>	<u>\$ 132,953,299</u>	<u>\$ 127,790,258</u>	<u>\$ 136,938,195</u>	<u>\$ 144,694,029</u>	<u>\$ 151,825,089</u>	<u>\$ 116,847,162</u>	<u>\$ 187,478,655</u>	<u>\$ 174,507,036</u>	<u>\$ 186,879,141</u>
Business-type Activities										
Net Investment in capital assets ¹	\$ 1,561,420	\$ 1,553,201	\$ 1,675,146	\$ 11,570,130	\$ 12,401,020	\$ 11,545,289	\$ 11,194,001	\$ 11,508,670	\$ 11,578,253	\$ 11,502,722
Restricted ²	-	-	-	-	-	103,208	-	-	-	-
Unrestricted	<u>(8,839,992)</u>	<u>(5,724,999)</u>	<u>(4,445,856)</u>	<u>(3,502,992)</u>	<u>(3,731,928)</u>	<u>(10,507,587)</u>	<u>(14,869,867)</u>	<u>(9,926,571)</u>	<u>(9,450,939)</u>	<u>(8,589,577)</u>
Total business-type activities net position	<u>\$ (7,278,572)</u>	<u>\$ (4,171,798)</u>	<u>\$ (2,770,710)</u> ³	<u>\$ 8,067,138</u>	<u>\$ 8,669,092</u>	<u>\$ 1,140,910</u>	<u>\$ (3,675,866)</u>	<u>\$ 1,582,099</u>	<u>\$ 2,127,314</u>	<u>\$ 2,913,145</u>
Primary Government										
Net Investment in capital assets ¹	\$ 144,121,345	\$ 134,819,656	\$ 130,842,152	\$ 148,395,995	\$ 153,308,837	\$ 157,661,170	\$ 155,375,787	\$ 183,022,256	\$ 176,076,824	\$ 187,074,517
Restricted ²	17,165,662	17,696,027	19,372,789	22,853,328	22,740,173	13,777,247	13,674,039	13,674,039	10,686,922	10,337,778
Unrestricted	<u>(68,612,562)</u>	<u>(23,734,182)</u>	<u>(25,195,393)</u>	<u>(26,243,990)</u>	<u>(22,685,889)</u>	<u>(18,472,418)</u>	<u>(55,878,530)</u>	<u>(7,635,541)</u>	<u>(10,129,396)</u>	<u>(7,620,009)</u>
Total primary government net position	<u>\$ 92,674,445</u>	<u>\$ 128,781,501</u>	<u>\$ 125,019,548</u>	<u>\$ 145,005,333</u>	<u>\$ 153,363,121</u>	<u>\$ 152,965,999</u>	<u>\$ 113,171,296</u>	<u>\$ 189,060,754</u>	<u>\$ 176,634,350</u>	<u>\$ 189,792,286</u>

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									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses										
Governmental activities:										
General government	\$ 4,654,963	\$ 3,662,243	\$ 3,279,153	\$ 3,352,682	\$ 4,316,266	\$ 4,133,083	\$ 4,986,467	\$ 6,645,690	\$ 4,548,037	\$ 5,084,624
Public protection	13,157,832	13,351,834	14,346,337	12,584,410	11,649,415	10,879,074	10,932,558	13,260,582	12,485,709	11,602,967
Public ways and facilities	17,500,858	16,903,911	16,810,768	17,595,067	17,219,700	19,022,868	20,260,538	6,368,378	17,417,866	15,376,432
Health and sanitation	6,564,298	6,278,183	6,761,926	7,266,864	6,969,232	6,564,267	6,193,325	6,843,570	7,093,843	8,251,472
Public assistance	10,908,429	9,602,244	8,735,699	8,470,969	7,749,746	7,379,055	6,987,791	7,368,044	6,857,847	6,631,019
Education	358,760	343,129	352,530	373,304	411,766	387,830	349,531	316,584	433,357	356,345
Culture and Recreation	--	--	--	--	--	--	--	--	--	67
Interest on long-term debt	601,519	693,516	774,660	836,347	883,825	862,010	1,010,408	1,070,913	984,830	1,048,836
Total governmental activities expenses	53,746,659	50,835,060	51,061,073	50,479,643	49,199,950	49,228,187	50,720,618	41,873,761	49,821,489	48,351,762
Business-type Activities:										
Solid Waste	2,846,250	4,058,271	2,686,161	2,672,505	2,642,332	2,472,165	2,364,033	3,099,765	2,218,317	2,129,282
Waterworks District No. 1	--	--	-- ¹	806,765	789,533	911,287	911,287	784,271	823,362	761,885
Hospital	--	--	--	--	--	--	--	--	--	24,217
Cemeteries	3,134	10,223	7,699	7,432	6,332	11,817	9,001	7,617	10,815	4,491
Transit	756,372	691,213	699,678	599,991	509,931	398,210	324,318	295,899	220,368	189,515
Total business-type activities expenses	3,605,756	4,759,707	3,393,538	4,086,693	3,948,128	3,793,479	3,608,639	4,187,552	3,272,862	3,109,390
Total Primary government expenses	\$ 57,352,415	\$ 55,594,767	\$ 54,454,611	\$ 54,566,336	\$ 53,148,078	\$ 53,021,666	\$ 54,329,257	\$ 46,061,313	\$ 53,094,351	\$ 51,461,152
Program Revenues										
Governmental activities:										
Fees, fines & charges for services										
General government	2,158,069	2,055,080	2,147,942	1,995,691	1,899,101	2,115,873	2,878,858	1,488,774	1,043,613	1,174,813
Public protection	1,626,645	1,824,750	1,795,582	1,639,311	1,521,761	1,763,372	1,781,417	2,344,757	2,343,930	2,080,200
Public ways and facilities	966,728	1,028,196	1,248,004	1,214,243	1,049,881	863,068	926,362	1,072,108	809,486	869,839
Health and sanitation	483,964	355,843	390,401	438,287	458,478	361,442	364,930	438,956	357,277	467,566
Public assistance	168,195	137,567	113,753	105,672	136,559	97,235	141,973	237,107	196,326	197,381
Education	2,782	2,815	3,783	4,827	4,788	3,488	5,987	16,496	3,060	7,127
Operating grants and contributions	26,686,002	28,354,959	25,544,623	25,913,802	27,254,095	21,361,499	23,114,085	32,430,396	25,493,738	24,456,564
Capital grants and contributions	20,834,893	15,054,197	2,084,841	3,267,688	1,445,414	8,353,713	8,353,713	8,353,713	3,351,646	3,354,914
Total governmental activities program revenues	52,927,278	48,813,407	33,328,929	34,579,521	33,770,077	34,919,690	37,567,325	46,382,307	33,599,076	32,608,404
Business-type Activities:										
Fees, fines & charges for services										
Solid Waste	2,608,578	2,737,429	2,140,316	2,222,736	2,214,900	2,237,318	2,696,980	2,265,211	1,545,637	2,389,888
Waterworks District No. 1	--	--	-- ¹	432,694	439,408	442,615	442,615	526,346	487,602	761,885
Cemeteries	5,824	10,968	10,763	13,362	3,811	10,832	5,416	7,018	12,076	17,340
Transit	95,267	90,159	78,769	73,458	46,930	31,463	38,479	22,462	17,956	18,014
Operating grants and contributions	4,180,204	438,865	678,060	456,601	905,653	441,160	79,872	89,862	196,770	201,828
Capital grants and contributions	--	--	--	64,804	14,520	--	--	--	95,000	--
Total business-type activities program revenues	6,889,873	3,277,421	2,907,908	3,263,655	3,625,222	3,163,388	3,263,362	2,910,899	2,355,041	3,388,955
Total primary government program revenues	\$ 59,817,151	\$ 52,090,828	\$ 36,236,837	\$ 37,843,176	\$ 37,395,299	\$ 38,083,078	\$ 40,830,687	\$ 49,293,206	\$ 35,954,117	\$ 35,997,359

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

continued

COUNTY OF TRINITY

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

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006 ²
Net (Expense)/Revenue ¹										
Governmental activities	\$ (819,381)	\$ (2,021,653)	\$ (17,732,144)	\$ (15,900,122)	\$ (15,429,873)	\$ (14,308,497)	\$ (13,153,293)	\$ 4,508,546	\$ (16,222,413)	\$ (15,743,358)
Business-type activities	(415,883)	(1,482,286)	(485,630)	(823,038)	(322,906)	(630,091)	(345,277)	(1,276,653)	(917,821)	(43,483)
Total primary government net expense	<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>	<u>\$ (17,140,234)</u>	<u>\$ (15,786,841)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 6,570,302	\$ 6,322,796	\$ 5,955,766	\$ 6,211,025	\$ 5,656,667	\$ 3,436,487	\$ 3,555,181	\$ 4,107,847	\$ 4,860,733	\$ 4,473,847
Sales and use taxes	1,335,358	1,204,416	1,057,980	1,131,953	1,053,647	2,517,641	2,441,996	2,398,104	1,324,413	1,067,012
Transient occupancy taxes	171,244	175,302	140,058	203,384	202,050	206,005	225,624	241,841	238,072	206,559
Property transfer taxes	97,668	92,557	77,470	53,565	56,333	55,207	45,344	61,635	70,955	110,675
Other	65,547	53,803	83,628	59,097	(7,403)	(23,974)	33,093	145,985	281,208	577,399
Unrestricted interest and investment earnings	210,671	123,814	128,099	164,963	283,808	181,204	485,613	612,975	655,862	511,146
Miscellaneous	568,532	709,413	990,502	702,040	862,655	931,869	605,032	1,816,800	1,042,168	1,075,340
Special items	-	-	-	-	436,146	-	-	(932,380)	-	-
Transfers	46,836	59,894	(81,173)	(44,935)	(67,180)	(345,072)	(459,135)	(551,225)	(185,288)	(68,925)
Total governmental activities	<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>	<u>8,288,123</u>	<u>7,953,053</u>
Business-type Activities:										
Taxes	128,671	129,249	146,967	144,004	200,866	211,234	190,212	90,005	108,791	155,728
Investment earnings	16,993	15,406	16,213	19,555	21,522	(9,922)	(57,946)	(125,373)	(164,926)	(118,349)
Miscellaneous	2,781	4,865	6,385	12,591	72,043	(9,581)	8,958	(83,686)	2,837	37,693
Special items	-	-	-	-	-	-	-	356,402 ²	-	-
Transfers	(46,836)	(59,894)	81,173	44,935	67,180	345,072	459,135	551,225	185,288	68,925
Total business-type activities	<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>	<u>131,990</u>	<u>143,997</u>
Total Primary government	<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>	<u>\$ 8,420,113</u>	<u>\$ 8,097,050</u>
Change in Net Position										
Governmental activities:	\$ 8,246,777	\$ 6,720,342	\$ (9,379,814)	\$ (7,419,030)	\$ (6,953,150)	\$ (7,349,130)	\$ (6,220,545)	\$ 12,410,128	\$ (7,934,290)	\$ (7,790,305)
Business-type activities	(314,274)	(1,392,660)	(234,892)	(601,953)	38,705	(93,288)	255,082	(488,080)	(785,831)	100,514
Total primary government	<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>	<u>\$ (8,720,121)</u>	<u>\$ (7,689,791)</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
(accrual basis of accounting)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General Fund										
Reserved	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 2,351,369	\$ 9,125	\$ 8,125	\$ 9,384	\$ 12,872
Unreserved	--	--	--	--	--	4,613,612	5,019,772	5,721,809	5,777,105	6,381,504
Nonspendable	282,837	286,164	5,075	--	--	--	--	--	--	--
Unassigned	<u>850,049</u>	<u>914,646</u>	<u>1,038,765</u>	<u>(17,640)</u>	<u>(501,553)</u>	--	--	--	--	--
Total general fund	<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>	<u>\$ 5,786,489</u>	<u>\$ 6,394,376</u>
All Other Governmental Funds										
Reserved	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 10,840,571	\$ 5,100,728	\$ 4,580,279	\$ 5,142,375	\$ 3,956,713
Unreserved, reported in:										
Special revenue funds	--	--	--	--	--	7,097,303	9,135,445	6,273,474	3,389,890	4,750,599
Capital projects funds	--	--	--	--	--	32,971	(35,832)	(306,319)	(149,270)	(117,659)
Debt service funds	--	--	--	--	--	1,181,601	1,292,368	1,535,046	1,464,548	1,411,662
Nonspendable	922,680	977,397	1,461,085	5,479,570	5,718,959	--	--	--	--	--
Restricted	18,918,817	18,055,216	17,809,068	15,671,686	14,208,369	--	--	--	--	--
Assigned	1,647,795	1,531,307	1,419,363	1,314,174	1,276,112	--	--	--	--	--
Unassigned	<u>(897,449)</u>	<u>(670,650)</u>	<u>(1,662,873)</u>	<u>(959,471)</u>	<u>(648,876)</u>	--	--	--	--	--
Total all other governmental funds	<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>	<u>\$ 9,847,543</u>	<u>\$ 10,001,315</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 funds 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
(accrual basis of accounting)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Revenues:										
Taxes	\$ 8,240,119	\$ 7,848,874	\$ 7,314,902	\$ 7,659,024	\$ 6,961,294	\$ 6,191,366	\$ 6,301,238	\$ 6,955,412	\$ 6,775,381	\$ 6,435,492
Licenses, fees and permits	639,195	604,691	544,961	522,827	590,004	563,454	556,057	571,671	590,113	578,187
Fines, forfeits and penalties	355,745	462,227	574,392	287,149	314,356	341,351	455,063	213,914	118,027	137,098
Use of money and property	204,263	119,635	123,785	161,082	177,692	180,433	483,944	612,123	657,878	514,813
Aid from other governments	35,766,317	33,072,663	26,372,165	28,375,928	27,291,510	29,715,211	31,467,797	40,784,109	28,845,384	27,811,478
Charges for services	4,411,443	4,337,333	4,580,112	4,588,055	4,151,213	4,113,840	4,914,136	4,615,950	4,025,258	4,082,132
Other	566,138	756,826	991,600	702,040	862,104	924,972	602,273	1,955,256	1,037,544	1,205,600
Total Revenues	\$ 50,183,220	\$ 47,202,249	\$ 40,501,917	\$ 42,296,105	\$ 40,348,173	\$ 42,030,627	\$ 44,780,508	\$ 55,708,435	\$ 42,049,585	\$ 40,764,800
Expenditures:										
Current:										
General government	\$ 3,831,540	\$ 3,237,781	\$ 2,929,229	\$ 2,532,495	\$ 3,892,119	\$ 3,572,711	\$ 4,223,982	\$ 6,205,815	\$ 4,528,653	\$ 4,954,541
Public protection	12,686,171	12,593,932	13,043,157	11,637,937	10,750,244	10,018,104	10,879,697	13,243,897	12,056,408	11,208,547
Public ways and facilities	14,018,718	11,080,180	9,342,412	8,894,463	8,373,237	7,657,746	9,194,147	14,553,306	10,317,542	8,870,037
Health and sanitation	6,324,938	6,101,679	6,292,233	6,915,113	6,561,991	6,274,981	6,159,022	6,855,397	7,043,297	8,247,787
Public assistance	10,479,401	9,342,043	8,277,326	7,980,766	7,281,059	6,987,667	6,992,170	7,356,604	6,798,452	6,555,437
Education	313,987	303,957	298,718	313,467	346,454	345,966	344,891	318,192	331,032	311,064
Recreational and cultural services	--	--	--	--	--	--	--	--	--	67
Capital Outlay	--	46,560	--	--	--	1,005,470	1,426,164	1,136,343	273,963	381,113
Debt Service:										
Principal	1,387,955	1,239,778	1,130,000	1,014,379	910,000	720,000	788,038	1,391,661	490,000	465,313
Interest	614,542	705,783	775,025	831,798	876,585	1,030,086	956,967	1,077,978	988,511	871,861
Total Expenditures	\$ 49,657,252	\$ 44,651,693	\$ 42,088,100	\$ 40,120,418	\$ 38,991,689	\$ 37,612,731	\$ 40,965,078	\$ 52,139,193	\$ 42,827,858	\$ 41,865,767
Excess of revenue over (under) expenditures										
Other Financing Sources (Uses)										
Proceeds from borrowing	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 177,714	\$ --
Special item	--	--	--	--	--	--	--	(932,380)	--	--
Loss contingency upon transfer of hospital	--	--	--	--	--	--	--	--	--	1,049,372
Transfers in	12,957,499	16,559,479	13,366,278	9,786,738	7,095,892	12,327,790	11,858,742	12,369,644	8,359,156	9,265,283
Transfers out	(12,910,663)	(16,499,585)	(13,447,451)	(10,172,673)	(7,163,072)	(12,672,562)	(12,317,877)	(12,920,869)	(8,520,256)	(9,334,208)
Total other financing sources (uses)	46,836	59,894	(81,173)	(385,935)	(67,180)	(344,772)	(459,135)	(1,483,605)	16,614	980,447
Net change in fund balance	\$ 572,804	\$ 2,610,450	\$ (1,667,356)	\$ 1,789,752	\$ 1,289,304	\$ 4,073,124	\$ 3,356,295	\$ 2,085,637	\$ (761,659)	\$ (120,520)
Debt service as a percentage of noncapital expenditures	4.20%	4.56%	4.74%	4.82%	4.80%	5.02%	4.62%	5.09%	3.60%	3.33%

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</u> <u>Ending June 30</u>	<u>Property</u> <u>Tax ¹</u>	<u>Sales & Use</u> <u>Tax ²</u>	<u>Transient</u> <u>Occupancy</u> <u>Tax ³</u>	<u>Property</u> <u>Transfer</u> <u>Tax ⁴</u>	<u>Other</u> <u>Taxes</u>	<u>Total</u>
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
2007	4,860,733	1,324,413	238,072	70,955	281,208	6,775,381
2006	4,473,847	1,067,012	206,559	110,675	577,399	6,435,492
 Change 2005-2014	 49.7%	 25.1%	 -17.1%	 -11.8%	 -88.6%	 30.0%

Notes:

- ¹ Property tax revenues increased 128.0% 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 47.3% 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 14.2% in the last ten years due to a decrease in tourism and room rates.
- ⁴ Property transfer tax revenues decreased 7.4% in the last 10 years due to a decrease in sales

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 June 30	Real Property ¹	Personal Property	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Net Increase	
						Amount	Percentage
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
2007	995,998	36,071	34,707	997,362	1.0	91,588	10.11
2006	903,173	35,177	32,576	905,774	1.0	n/a	n/a

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>	County Direct Rate ¹	<u>Overlapping Rates</u>		Total Direct and Overlapping ²
		<u>Local Special Districts</u>	<u>Schools</u>	
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
2007	1.00	0.04	0.02	1.06
2006	1.00	0.05	0.02	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>2014/15 Secured Tax</u>			<u>2005/06 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	\$ 28,639,414	1	2.22%	\$ 9,207,082	3	1.06%
Pacific Gas & Electric Company	20,610,647	2	1.60%	10,949,934	2	1.26%
Sierra Pacific Industries, Inc	16,482,289	3	1.28%	15,730,529	1	1.81%
Verizon California, Inc.	5,026,492	4	0.39%	8,703,599	4	1.00%
Pacific Bell Telephone Company	4,871,228	5	0.38%	--		0.00%
Ryan Partnership	3,834,738	6	0.30%	3,840,753	5	0.44%
U.S. Department of Interior	2,843,753	7	0.22%	2,403,865	8	0.28%
Angelo, Paul Tste	2,243,956	8	0.17%	--		0.00%
Kampgrounds of America, Inc.	2,050,538	9	0.16%	--		0.00%
Chagdud Gonpa Foundation	1,899,795	9	0.15%	--		0.00%
Mountain Resorts	1,861,700	10	0.14%	--		0.00%
Behrens, Henning & Marion				2,602,989	6	0.30%
Doshay, David G. & Susan A.				2,550,461	7	0.29%
Sierra Pacific Holding Company				2,337,489	9	0.27%
Sumner, Michael & Polly				2,335,793	10	0.27%
			0.00%			
	\$ 90,364,550		7.04%	\$ 60,662,494		6.97%
All others Totals	\$ 1,196,905,509		92.96%	\$ 810,230,747		93.03%
	\$ 1,287,270,059		100.00%	\$ 870,893,241		100.00%

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

COUNTY OF TRINITY

Assessed Value of Taxable Property
For the Last Ten Fiscal Years

Fiscal Year <u>June 30</u>	Total Assessed <u>Valuation</u>	Secured Property <u>Tax Levy</u>	Prior Delinquent <u>Tax Collections</u>	Percent of Current Levy <u>Collected</u>	Current Delinquent <u>Taxes</u>
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
2007	972,922,502	9,946,350	894,493	96.52%	346,505
2006	915,117,545	9,033,639	644,000	96.68%	300,015

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

COUNTY OF TRINITY

Outstanding Lease and Debt Obligations
For the Next Ten Fiscal Years

Fiscal Year (June 30)	Governmental Activities				
	Certificates of Participation		Notes	Capital Lease	Total
	General	Pension ¹	Payable		
2016	\$ 529,925	\$ 1,334,010	\$ 150,000	--	\$ 2,013,935
2017	531,650	1,401,790	150,000	--	2,083,440
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	--	51,460	--	584,785
2024	530,600	--	--	--	530,600
2025	535,325	--	--	--	535,325
2026	531,650	--	--	--	531,650

Fiscal Year (June 30)	Business-Type Activities	
	Capital Lease ²	Total
2016	\$ 104,350	\$ 104,350
2017	101,895	101,895
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

Fiscal Year (June 30)	Total
	Primary Government
2016	\$ 2,118,285
2017	2,185,335
2018	781,030
2019	776,728
2020	775,636
2021	772,325
2022	735,364
2023	584,785
2024	530,600

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

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita</u>
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
2007	n/a	n/a	-	n/a	n/a
2006	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, 2015

Assessed Valuation (including unitary utility valuation)	<u>\$ 1,374,954,455</u>		
	<u>\$ 1,374,954,455</u>		
	Total Debt	Percentage	County's Share of
DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT:	6/30/2015	Applicable ¹	6/30/2015 Debt
Direct General Fund Obligation Debt			
Trinity County Certificates of Participation	\$ 3,705,000	100.000%	\$ 3,705,000
Trinity County Pension Obligations	2,485,000	100.000%	2,485,000
Contract Payable	<u>1,101,460</u>	100.000%	<u>1,101,460</u>
	<u>7,291,460</u>		<u>7,291,460</u>
Overlapping General Fund Obligation Debt			
Redwood Joint Community College District Certificates of Participation	149,800	0.262%	392
Shasta-Tehama-Trinity Community College District Certificates of Participation	<u>17,010,000</u>	6.220%	<u>1,058,022</u>
Total Overlapping General Fund Obligation Debt	<u>17,159,800</u>		<u>1,058,414</u>
Total Direct and Overlapping Debt	<u>24,451,260</u>		<u>8,349,874</u>
OVERLAPPING TAX AND ASSESSMENT DEBT:			
<i>School Districts</i>			
Redwoods Joint Community College District	32,230,000	0.262%	84,443
Shasta-Tehama-Trinity Community College District	24,730,000	6.220%	1,538,206
Klamath-Trinity Joint Unified School District	4,680,000	12.560%	587,808
South Trinity Joint Unified School District	<u>2,264,999</u>	83.306%	<u>1,886,880</u>
Total Overlapping Tax and Assessment Debt	<u>63,904,999</u>		<u>4,097,337</u>
COMBINED TOTAL DEBT	<u>\$ 88,356,259</u>		<u>\$ 12,447,211 ²</u>

Ratios to 2013-14 Assessed Valuation:
 Total Direct Debt (\$7,291,460) 0.53%
 Overlapping Tax and Assessment Debt 0.30%
 Combined Total Debt 0.91%

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, 2015
(in thousands)

	Fiscal Year 2014	
	1.25%	3.75%
Debt limit	\$ 16,984	\$ 50,952
Total net debt applicabl to limit	3,249	--
Legal debt margin	<u>13,735</u>	<u>50,952</u>
Total net debt applicable to the limit as a percentage of debt limit		
Legal Debt Margin Calculation:		
Assessed value	\$ 1,401,415	\$ 1,401,415
Less: Exempt real property	<u>42,699</u>	<u>42,699</u>
Total assessed value	<u>\$ 1,358,716</u>	<u>\$ 1,358,716</u>
CERTIFICATES OF PARTICIPATION		
Debt limit (1.25% and 3.75% of total assessed value)	<u>\$ 16,984</u>	<u>\$ 50,952</u>
Debt applicable to limit:		
Certificates of Participation	3,705	3,705
Less: Amount set aside for repayment of outstanding debt	<u>(456)</u>	<u>(456)</u>
Total net certificates of participation applicable to limit	<u>3,249</u>	<u></u>
PENSION OBLIGATION BONDS		
Debt applicable to limit:		
Pension Obligation Bonds	2,485	2,485
Less: Amount set aside for repayment of outstanding debt	<u>(8)</u>	<u>(8)</u>
Total net pension obligation bonds applicable to limit	<u>2,477</u>	<u></u>
Total net debt applicable to limit	<u>5,726</u>	<u>5,726</u>
Legal debt margin	<u>\$ 11,258</u>	<u>\$ 45,226</u>

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>
2014-2015	\$ N/A
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
2005-2006	561,070

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
2015	13,583	n/a	n/a	1,517	7.1%
2014	13,614	n/a	n/a	1,577	8.8%
2013	13,459	\$ 470,557	\$ 34,962	1,622	12.0%
2012	13,496	460,245	34,102	1,657	14.8%
2011	13,525	442,187	32,694	1,729	16.5%
2010	13,705	417,573	30,469	1,711	16.2%
2009	13,771	397,952	28,898	1,785	15.2%
2008	13,730	400,183	29,147	1,888	11.1%
2007	13,787	386,174	28,010	1,936	8.9%
2006	13,823	365,798	26,463	2,007	8.3%

Sources:

- 1 California State Department of Finance, Demographics Unit, Population Estimate Table E-2
- 2 California Department of Education, Educational Demographics Office - www.ed-dadta.k12.ca.us
- 3 Employment Development Department, Labor Market Information - www.labormarketinfo.edd.ca.gov

COUNTY OF TRINITY

Full-Time Equivalent County Government Employees by Function
Last Ten Fiscal Years

Function/program	<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>	<u>2006-07</u>	<u>2005-06</u>
General Government	42.2	41.2	38.7	39.2	44.5	44.5	59.5	74.5	74.5	69
Public Protection	98.3	99.3	97.1	91.1	100.1	99.1	111.8	112.8	112.8	112.8
Public Ways and Facilities	41	40	39	44	51	51	64	63	63	67
Health and Sanitation	49.5	44.5	44	48	47	46	51	54.4	54.4	49.2
Public assistance	63.5	56	53	55	74.75	59.75	61.75	58.75	58.75	56
Education	2.75	2.75	3.75	3	3	3	3	7	7	7
Total full-time equivalent employees	297.25	283.75	275.55	280.3	320.35	303.35	351.05	370.45	370.45	361

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

COUNTY OF TRINITY

Major Employers
For the Fiscal Year Ended June 30, 2015

<u>Firm</u>	<u>Product or Service</u>	<u>Estimated Employment</u>
Trinity County Schools	K-12 Education	423
Trinity County	Government Services	335
Mountain Community Health Care District	Hospital	160
Trinity River Lumber	Lumber Mill	140
Top's Superfoods	Grocery	94
U.S. Forest Service, Weaverville	Federal Forest	50
U.S. Forest Service, Hayfork	Federal Forest	50
Cal Trans	Government Services	48
CVS	Drug/Retail	25
Trinity Public Utilities District	Electric	21

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									
	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	
Airport										
Aviation Encroachments		18	20	18	16	16	15	22	19	
Hanger Leases		46	46	46	46	46	45	45	46	
Education										
Library branches located in the county		3	3	3	3	3	3	3	3	
Items checked out		30,633	39,170	44,929	49,613	43,552	38,164	37,099	36,503	
Library cards issued		375	132	304	405	265	239	310	347	
Number of computers provided for public use		12	12	12	12	12	12	12	15	
Health & Human Services										
Public Guardian total clients (conservatees + additional referrals)		60	52	20	18	23	30	39	48	46
Veterans Service Officer number of benefit claims filed						17	57	71	24	
Public Health										
Women, Infants, and Children (WIC) visits		306	339	363	359	334	309	327	3487	
Immunizations		2690	2915	2621	2824	3085	2293	1797	1161	1138
Mental Health										
Emergency Response clients						389	399	618	1384	
Adult Medication Clinic clients						64	63	118	138	
Children's Medication Support clients						31	31	42	55	
Total Mental Health clients served						772	822	963	337	
Alcohol and drug Services - Division Restructured 9/2007										
Adult Outpatient Treatment and Recovery Services Program clients						106	112	91	120	
Prevention (school-based youth) groups						81	42	155	8	
PC 1210 STOP (formerly Proposition 36) clients						23	25	14	15	
Total Alcohol and Drug Services clients served						187	154	185	120	
Social Services										
Adult Protective Services total clients served		84	95	115	91	95	121	147	186	181
CalWORK's average caseload		208	200	202	187	182	163	145	138	125
Child Welfare Services total child abuse referrals received		280	222	198	268	167	249	196	157	126
Child Welfare Services percent timely investigations:										
%Timely immediate investigations		100	86	90.4	98.1	100	98.01	96.9	97	100
% Timely ten day investigations		87.1	85.4	92.7	89.75	94	97.5	100	93	93
County Medical Services Program average number of continuing cases/eligible's		146	175	183	214	290	308	373	192	3
Food Stamps average caseload		485	528	576	628	684	747	810	890	1028
Foster care average number of cases		35	33	32	47	37	44	55	56	69
In Home Supportive Services total clients served		164	162	144	144	140	140	159	166	184
Medi-Cal average number of eligible's		1149	4655	2594	2940	2084	2153	1677	2124	3420
Highways and Streets										
Street resurfacing (miles)			2	10	4.5	6	6	6	19	11.25
Sheriff										
Physical arrests		416	396	321	325	391	477	460	405	443

COUNTY OF TRINITY

**Capital Assets Statistics by Function
Last Nine Years**

Function	Fiscal Year								
	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
Public Safety									
Sheriff:									
Stations	4	4	4	4	4	4	4	4	4
Law Enforcement Vehicles	26	27	28	29	29	29	30	25	38
Buildings	3	3	3	3	3	3	3	3	4
Reverse 911 System	0	0	1	1	1	1	1	1	1
Airplanes	1	1	1	1	1	1	1	1	1
20 User Inmate System	1	1	1	1	1	1	1	1	1
Home Monitoring System		1	1	1	1	1	1	1	1
Lake Patrol									
Vessels	3	3	3	3	4	4	4	4	4
Vehicles	1	1	1	1	1	1	1	1	1
Probation									
Buildings	1	1	1	1	1	1	1	1	1
Vehicles	7	7	7	11	11	11	11	11	8
Finger Print/Palm Print Machine	0	0	0	1	1	1	1	1	1
Education									
Library Building	1	1	1	1	1	1	1	1	1
Intergrated Library System	1	1	1	1	1	1	1	1	1
Health & Sanitation									
Solid Waste									
Buildings	6	6	6	6	6	6	6	6	4
Heavy Equipment	5	5	5	5	5	5	5	5	5
Vehicles	13	14	14	15	15	15	15	14	24
Public Ways & Facilities									
Road Department									
Roads	544	546	546	546	546	547	547	547	512
Buildings	34	35	35	35	35	35	35	35	36
Heavy Equipment	25	25	25	25	25	25	28	25	28
Vehicles	54	54	55	55	55	55	55	55	58
GIS Software	0	0	0	1	1	1	1	1	1
Road & Fleet Computer Program	1	1	1	1	1	1	1	1	1
Transit									
Public Transportation Buses	2	3	3	5	5	6	8	8	8
Airports									
Number of Airports	5	5	5	5	5	5	5	5	5
Hangar Maint & Office	1	1	1	1	1	1	1	1	1
General Government									
Elections									
Global Accu Vote System OS	1	1	1	1	1	1	1	1	1
Information Technology									
HVAC Unit IT Server Room	0	0	1	1	1	1	1	1	1
HP Network Server and Racks	1	1	1	1	1	1	1	1	1
General Services									
Parks									
Buildings	6	6	6	6	6	6	6	6	6
Buildings	68	69	69	69	69	69	69	69	63
Fairgrounds	1	1	1	1	1	1	1	1	1
Vehicles	27	27	27	28	28	29	30	30	35
Heavy Equipment	1	1	1	1	1	1	1	1	1
Health Department									
Wireless Network Components WIC	1	1	1	1	1	1	1	1	1
PRO -04 Filling Station	0	0	0	0	1	1	1	1	1
Public Assistance									
Welfare									
Vehicles	18	18	18	20	21	21	22	21	19
Digital Phone System	1	1	1	1	1	1	1	1	1
CIV Server Connection	0	0	1	1	1	1	1	1	1
Fiber Project Wireless	0	0	0	1	1	1	1	1	1
State Grants									
Cell Towers	0	0	0	1	2	2	2	2	2