

Yamhill County, Oregon

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2022





1843

**YAMHILL
COUNTY**

ANNUAL COMPREHENSIVE FINANCIAL REPORT
YAMHILL COUNTY, OREGON

Year Ended June 30, 2022

Prepared by:
Michael Barnhart, Yamhill County Finance Manager



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**YAMHILL
COUNTY**

YAMHILL COUNTY

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**YAMHILL
COUNTY**

INTRODUCTORY SECTION



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**YAMHILL
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YAMHILL COUNTY
OFFICERS AND MEMBERS OF THE GOVERNING BODY
Year Ended June 30, 2022

COUNTY ADMINISTRATOR

Ken Huffer

BOARD OF COMMISSIONERS

TERM EXPIRATION

Mary Starrett

January 2023

Lindsay Berschauer

January 2025

Casey Kulla

January 2023

*All board members receive their mail at the county address.

OTHER ELECTED OFFICIALS

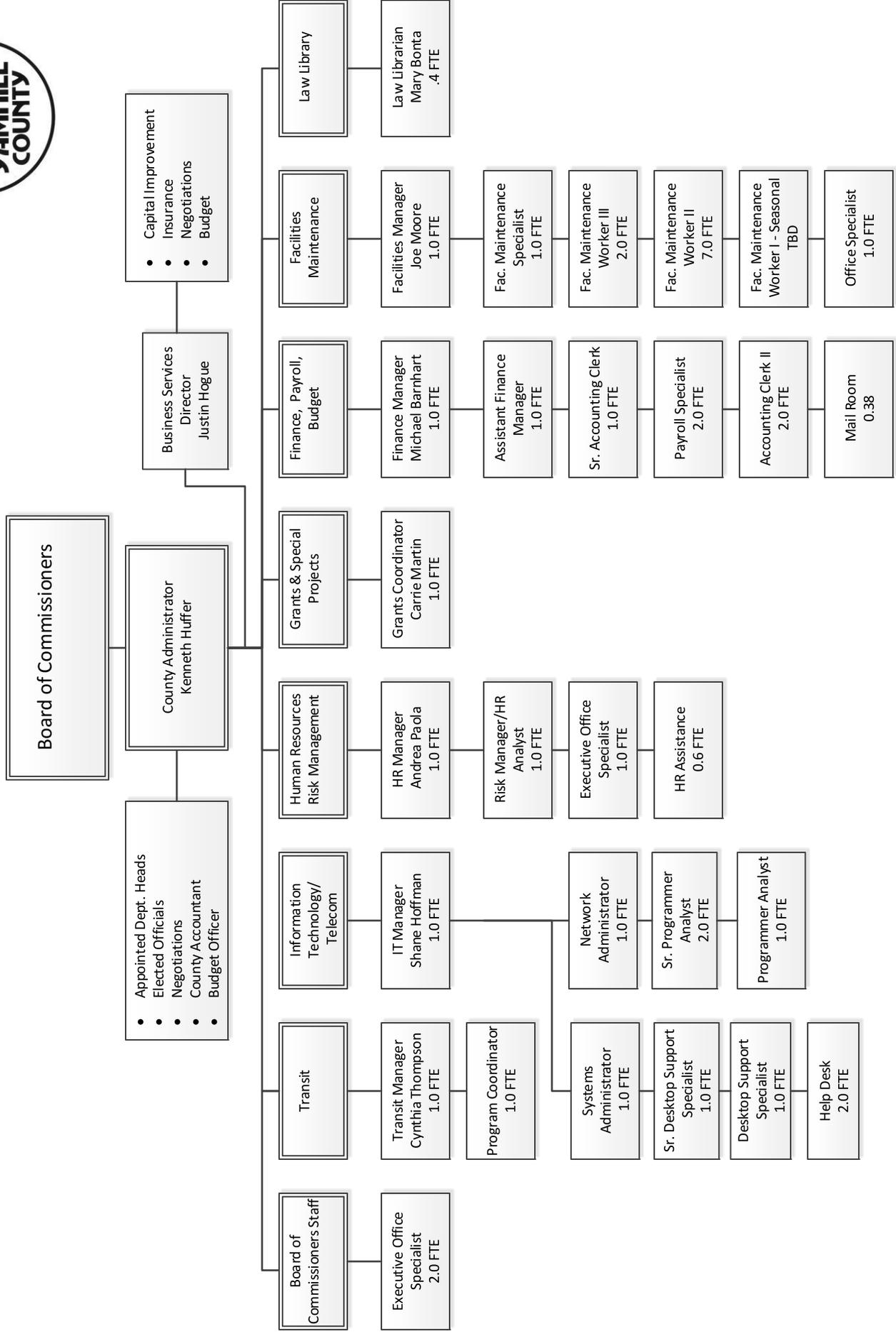
Derrick Wharff, Assessor
Brian Van Bergen, Clerk
Tim Svenson, Sheriff
Kris Bledsoe, Treasurer
Brad Berry, District Attorney

COUNTY ADDRESS

535 NE 5th Street
McMinnville, OR 97128



YAMHILL COUNTY ADMINISTRATION



Yamhill County

Location: 536 NE 5th St, McMinnville • Mailing: 535 NE Fifth St, McMinnville, OR 97128
(503) 474-4119 • Fax (503) 434-7379

OFFICE OF CENTRAL ACCOUNTING

March 23, 2023

To the Yamhill County Board of Commissioners
and the Citizens of Yamhill County, Oregon

We are pleased to submit this Comprehensive Annual Financial Report (CAFR) of Yamhill County, Oregon for the fiscal year ended June 30, 2022 in accordance with state requirements. Oregon law requires local governments to publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) for the United States of America and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants within six months of the close of each fiscal year.

This report consists of management's representations concerning the finances of Yamhill County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to provide sufficient, reliable information for the preparation of the County's financial statements in conformity with GAAP. The County has designed its internal controls to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement, recognizing the need to balance the cost of internal controls with their benefits. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by SingerLewak LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the County's financial statements for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended June 30, 2022 are fairly presented in conformity with GAAP. The independent auditor's report is presented at the beginning of this report.

The independent audit of the County's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the County's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the Compliance Section of this report.

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

PROFILE OF THE GOVERNMENT

Yamhill was the second of the 4 original districts created by the Provisional Legislature in 1843. Its boundaries were drawn to include the area from the Willamette River west to the Pacific Ocean and from the Yamhill River south to the California border. The district consisted of 12,000 square miles; however, 12 counties were eventually created from Yamhill County leaving 709 square miles within its present borders.

The county was named for the original inhabitants of the area, the Yamhill Indians, a tribe of the Kalapooian family, who lived around the Yamhill River. The earliest non-native settlers entered the area in 1814; most were employees of the fur companies operating in Oregon. Many immigrants who came over the Oregon Trail during 1843-1844 settled in the Yamhill region, which became the agricultural center of the Willamette Valley. The tribe was forced to move to the Grand Ronde Reservation in 1855.

Lafayette, at one time the principal trading center of the western Willamette Valley, became the county seat in 1847. In 1889 the county seat moved to McMinnville where a new courthouse was built. The fourth and present courthouse was built in 1964.

There are 10 incorporated cities in Yamhill County, and the County's population is currently estimated at 108,261. The County is empowered to levy a property tax on both real and personal properties located within its boundaries.

Yamhill County ranks high among Oregon counties in annual market value of its agricultural production. Today, the county's primary industry is agriculture, specifically wheat, barley, horticulture, and dairy farming. Yamhill County is also the center of Oregon's wine industry, which drives an important tourism business. About 1/3 of the county is covered with commercial timber and an economic mainstay of the western part of the county is logging and timber products. Non-seasonal light industries have also located in Yamhill County. Much of the county's workforce commutes to the Portland metropolitan area.

Yamhill County voters elect three commissioners, a district attorney, an assessor, a clerk, a sheriff, and a treasurer. The commissioners are elected to four-year staggered terms from the County at large, and a chair and vice-chair are selected annually. Policy making, legislative authority, and quasi-judicial powers are vested in the Board of Commissioners, which is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the County Administrator and County Counsel. The County Administrator is responsible for carrying out the policies of the Board of Commissioners and overseeing the day-to-day operations of the County.

The County provides a full array of services including:

- Property assessment, taxation, and collection
- Elections, public records management, and document recording
- Criminal prosecution and support enforcement
- Land use planning and development
- Bus transit
- Emergency management
- Law enforcement and jail operations
- Dog licensing
- Juvenile detention and supervision
- Adult parole and probation
- Road, bridge, and bike/footpath maintenance and construction
- Law library
- Public and behavioral health, and veterans and disability services
- Parks and native habitat maintenance
- County fair and events center

Extension services and sewer district services are provided through legally separate entities which function, in essence, as part of Yamhill County and therefore are included as part of the County's financial statements. Additional information on these legally separate entities can be found in Note 1 of the Notes to Financial Statements.

The annual budget serves as the foundation for the County's financial planning and control. The County adheres to Oregon Local Budget Law in the preparation, adoption and execution of the budget. To oversee the process, the Board of Commissioners appoints the County Administrator as the County's Budget Officer. County departments submit requests to the Budget Officer in January/February of each year, who meets with individual departments in February/March to review their budgets. Departments present their budgets to the formal Budget Committee meetings in early May. After approval by the Budget Committee, the Board of Commissioners holds a public hearing on the approved budget and adopts a final budget no later than June 30th of the preceding fiscal year. The appropriated budget is prepared either by fund and category or by fund and department, depending on the fund. After adoption, department directors may make transfers of appropriations between line items within a fund and category. However, transfers of appropriations between categories require the approval of the Board of Commissioners. Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the financial environment within the local economy which the County operates.

Employment

Per the State of Oregon Employment Department's 2021 Year in Review for Yamhill County:

Yamhill County Labor Force

The recession in 2020 brought unprecedented job loss, but the recovery in the U.S, Oregon and Yamhill County has been faster than we have seen in any recovery.

Like the U.S. and Oregon, Yamhill County began 2020 with a very tight labor market and near all-time low unemployment rates in the area. That quickly changed when public health measures quickly closed much of our economy where social distancing was not possible. Yamhill County's seasonally adjusted unemployment rate jumped from 3.2% in March to 11.7% in April 2020; the largest single month jump in Yamhill County's history, and it matched the highest unemployment rate in Yamhill County during the current series, which dates to 1990. Yamhill County's unemployment rate remained in double-digits for April and May and then began to decline as the summer began. By the end of 2020 the unemployment rate was down to 5.9% in December.

During 2021 Yamhill County's unemployment rate continued to consistently decline. In December 2021 the unemployment rate was 3.9%; down 2 percentage points from December 2020. In February and March, of 2022 Yamhill County fully recovered the jobs lost in the spring of 2020 and passed its pre-pandemic employment level. Oregon's total employment was back to its pre-pandemic (February 2020) level in August 2022. As of September 2022, the county's total employment is down 790 jobs or -2.2% from the pre-pandemic level in February 2020.

Total Nonfarm Employment

On an average annual basis Yamhill County's payroll employment grew 1,280 or 3.9% in 2021. In 2020, Yamhill County's employment declined 2,600 or -7.4%.

Yamhill County shed 5,790 jobs or -16.4% in the spring of 2020. Total employment regained 2,450 jobs or +8.3% during the final 6 months of 2021. From January 2021 to December 2021 Yamhill County's total employment gained 3,060 jobs, or +9.5%. As of December 2021, Yamhill County had regained 5,610 or 97% of the 5,790 jobs lost in spring 2020.

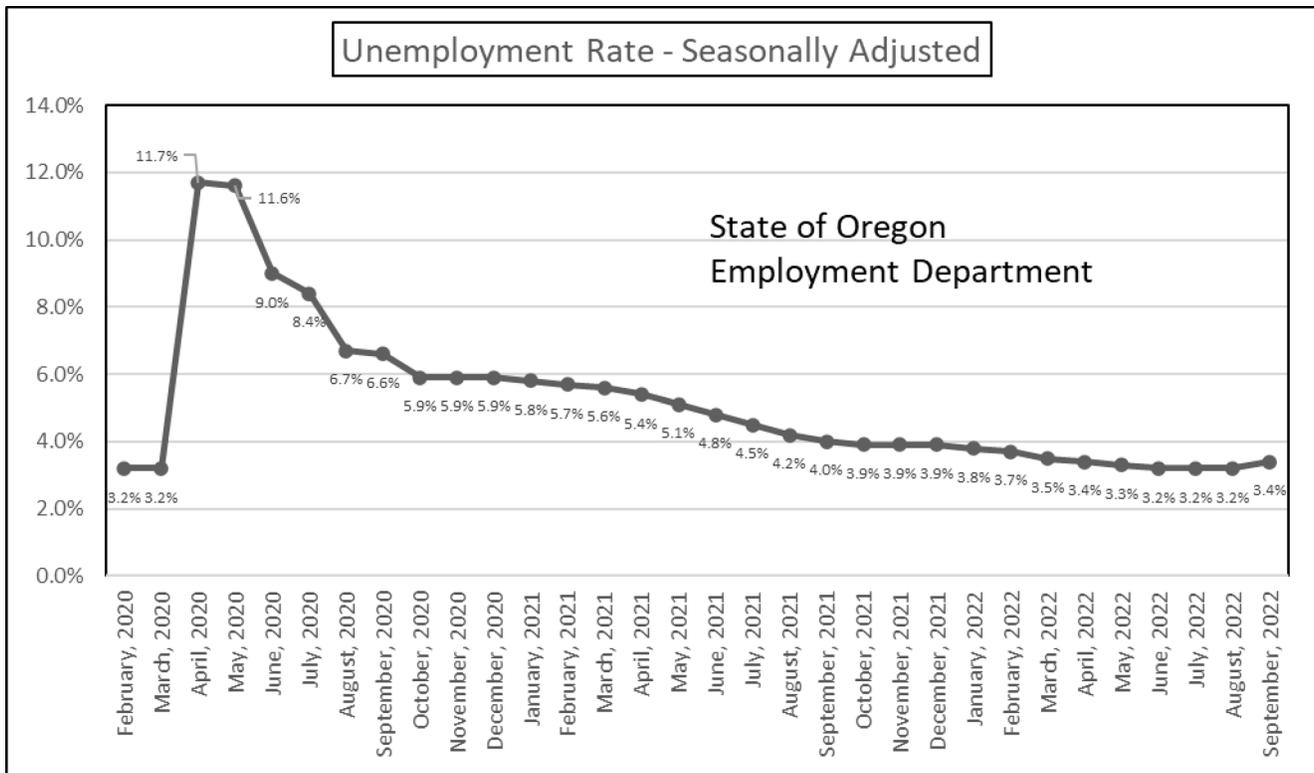
Yamhill County's private sector grew 4.1% in 2021, adding 1,180 jobs.

Trade, transportation, and utilities was the sector that showed the most job gains in Yamhill County in 2021, adding 270 jobs, up 5.7% annually.

Yamhill County's manufacturing had been a bright spot in the economy, recording growth each year from 2016 to 2019. In 2020 the sector's employment declined 670 or -9.5%. It bounced back in 2021, adding 200 jobs or +3.1%.

Yamhill County's public sector recorded employment gains in 2021, adding 110 or +2.6%. The gains were concentrated in local government education, which added 100 jobs or +5.0%.

The following shows the fluctuations in Yamhill County unemployment rates over the last 32 months:



Per the State of Oregon Employment Department's September 2022 press release:

- Yamhill County's September 2022 unemployment is 3.4 percent, which is 0.4% lower than the State of Oregon rate of 3.8%.

Gross Domestic Product – Yamhill County’s real GDP across all industries has shown slow but consistent growth since 2017 but turned negative in 2020. Per the Bureau of Economic Analysis, Yamhill County’s real Gross Domestic Product (GDP) in thousands of dollars is as follows:

	2017	2018	2019	2020
All Industries	\$3,239,751	\$3,437,983	\$3,496,552	\$3,456,260
Private industries	\$2,885,395	\$3,083,249	\$3,128,865	\$3,090,459
Government and government enterprises	\$355,076	\$356,679	\$369,218	\$367,142

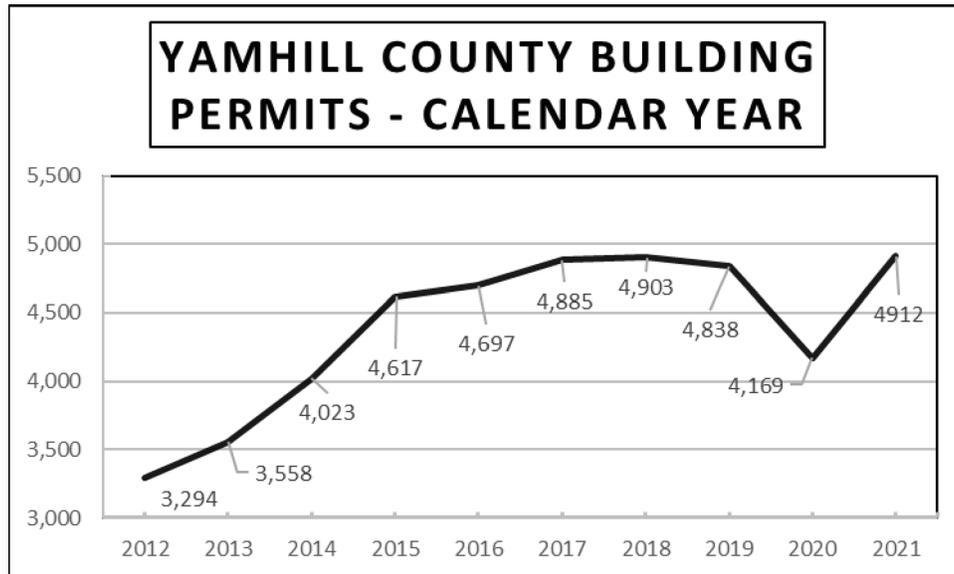
Real GDP growth as a percent change from the preceding year is as follows:

	2017	2018	2019	2020
All Industries	3.2%	6.1%	1.7%	-1.2%
Private industries	3.5%	6.9%	1.5%	-1.2%
Government and government enterprises	0.3%	0.5%	3.5%	-0.6%

Changes in Tax Revenues – Tax to be collected has maintained consistent growth over the last 10 years in line with the fluctuation in the economy. The percent collected remains in the 99th percentile by year four of the levy.

Tax Year	Tax to be Collected	Growth in Tax to be Collected	Percent Collected
2012-13	104,155,538	2.18%	99.62%
2013-14	107,116,395	2.84%	99.72%
2014-15	112,670,880	5.19%	99.70%
2015-16	120,622,255	7.06%	99.30%
2016-17	127,144,486	5.41%	99.37%
2017-18	131,889,054	3.73%	99.44%
2018-19	134,788,596	2.20%	99.49%
2019-20	139,893,191	3.79%	99.42%
2020-21	145,272,034	3.84%	98.89%
2021-22	154,710,103	6.50%	97.75%

Building Permits – Yamhill County building permit data has been consistently growing over the last ten years due to the growth in the regional economy. Building permits have leveled the last few years and dropped significantly in 2020 due to a COVID-19 related slow-down in the economy but picked up significantly in 2021 as expected.



LONG-TERM FINANCIAL PLANNING

The County sets aside resources in reserves for certain projects and growth plans that are long-term in nature. In the FY22 budget, the County reported the following reservations of Fund Balance:

General Fund:	
Discretionary	\$2,147,731
Assessor	70,000
Clerk	131,500
Transportation	516,488
Parks	2,000
Radio System	600,000
Capital Improvement	1,860,158
Community Corrections	6,260
Solid Waste	200,000
Dog Control	193,251
Habitat Conservation	10,000
Self-Insurance	3,548,268
Motor Vehicle Replacement	524,046
	<hr/>
	\$9,809,702
	<hr/> <hr/>

RELEVANT FINANCIAL POLICIES

The County does not have formal fund balance financial policies. For the last three years, the County's General Fund fund balance as a percent of General Fund total revenues has been:

FY2022	48.11%
FY2021	44.68%
FY2020	47.91%

MAJOR INITIATIVES

America Rescue Plan Act

Signed into law on March 11, 2021, the American Rescue Plan Act of 2021 (ARPA) provides \$350 billion in aid for state and local governments, along with additional funding for other areas like education, rental assistance and transit. On June 6, 2022, Yamhill County received its second and final allocation of ARPA aid of \$10.4 million. The allocation was based on population and CDBG grant recipient status.

Eligible uses of these funds include revenue replacement for the provision of government services to the extent of the reduction in revenue due to the COVID-19 public health emergency relative to revenues collected in the most recent fiscal year prior to the emergency; COVID-19 expenditures or negative economic impacts of COVID-19, including assistance to small businesses, households, and hard-hit industries, and economic recovery; premium pay for essential workers; and investments in water, sewer, and broadband infrastructure. Funding must be spent by the end of calendar year 2024.

The County Board of Commissioners current priorities by category are as follows:

Public health	\$	3,120,438
Economic impacts		6,864,963
Revenue loss		2,912,409
Water and sewer infrastructure		6,864,963
Broadband infrastructure		1,040,146
	\$	<u>20,802,919</u>

Money's expended as of June 30, 2022, are as follows:

Public health	\$	-
Economic impacts		2,515,438
Revenue loss		-
Water and sewer infrastructure		6,813,417
Broadband infrastructure		-
	\$	<u>9,328,855</u>

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Yamhill County, Oregon for its comprehensive annual financial report for the fiscal year ended June 30, 2021. This was third year that Yamhill County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report (ACFR). This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

We would like to express our appreciation to all members of the finance division and other County personnel who assisted and contributed to the preparation of this report. Credit must also be given to the County's Board of Commissioners, the County Administrator, and the Deputy County Administrator for their support in this undertaking, and for maintaining the highest standards of accountability in the management of the County's finances.

Respectfully submitted,



Michael Barnhart, Finance Manager



Justin Hogue, Deputy County Administrator



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Yamhill County
Oregon**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO



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**YAMHILL
COUNTY**

FINANCIAL SECTION



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**YAMHILL
COUNTY**

INDEPENDENT AUDITOR'S REPORT

To the County Commissioners
Yamhill County
McMinnville, Oregon

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Yamhill County (the "County") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Yamhill County as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General, Road, Health and Human Services, American Rescue Plan and Capital Improvement Funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect material misstatements when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Emphasis of Matter

As discussed in Note 3 to the financial statements, the beginning net position of governmental activities and the beginning fund balance of the American Rescue Plan Fund have been adjusted to reflect unearned revenues in the American Rescue Plan fund. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 5 to 15 and the schedules on pages 85 to 89 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, 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.

Supplementary 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 combining and individual fund financial statements and schedules on pages 90 to 127 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 GAAS. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Board of Commissioners
Yamhill County
Independent Auditor's Report
March 23, 2023

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2023, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Other Reporting Required by Oregon State Regulations

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have also issued our report dated March 23, 2023, on our consideration of the County's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance

Singer Lewak LLP

March 23, 2023

By:



Bradley G. Bingenheimer, Partner

MANAGEMENT'S DISCUSSION AND ANALYSIS



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**YAMHILL
COUNTY**



Management's Discussion and Analysis

As management of Yamhill County, we offer readers of Yamhill County's financial statements this narrative overview and analysis of the financial activities of Yamhill County for the fiscal year ended June 30, 2022.

Financial Highlights

- The County's total assets and deferred outflows of resources on June 30, 2022, increased \$15.7 million from \$225.0 million to \$240.7 million. The primary changes were the result of \$9.6 million in American Recovery Plan Act receipts held at year end, \$2.3 million in Coronavirus State and Local Fiscal Recovery receipts held at year end, a new \$6.0 million leased facility to house individuals and families with mental health / substance use disorders, and a \$4.0 million increase in deferred outflows of resources from the pension plan, less \$6.4 million of depreciation on capital assets.
- The County's total liabilities and deferred inflows of resources increased \$10.2 million from \$75.9 million to \$86.1 million. The primary changes were \$2.3 million of unearned revenue in Coronavirus State and Local Fiscal Recovery revenue, a \$2.2 million net change in the pension plan and (deferred inflows of resources and net pension liability) and a new \$6.0 million leased facility to house individuals and families with mental health / substance use disorders.
- The total net position of the County (assets and deferred outflows of resources less liabilities and deferred inflows of resources) on June 30, 2022, increased \$5.4 million from \$149.1 million to \$154.5 million. The County's unrestricted portion of net position is a deficit of \$6.6 million, while restricted net position is \$30.3 million, the net of which may be used to meet the County's ongoing obligations to citizens and creditors.
- On June 30, 2022, the County's governmental funds reported combined ending fund balances of \$50.2 million, an increase of increase of \$2.6 million. Approximately \$19.5 million is available for spending by the Board.
- On June 30, 2022, the General Fund's fund balance was \$20.0 million, an increase of \$0.5 million from the previous year. Spendable fund balance for the General Fund is \$19.5 million or 47.0 percent of General Fund total revenues.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Yamhill County's basic financial statements. Yamhill County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to these basic financial statements.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad view of Yamhill County's finances in a manner similar to a private-sector business.

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

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

Both of the government-wide financial statements distinguish functions of Yamhill County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (business-type activities). The governmental activities of Yamhill County include general government; public safety; highways and streets; health and welfare; parks, culture and recreation; and education. The business-type activity of Yamhill County is the Cove Orchard Sewer Service District.

The government-wide financial statements include not only Yamhill County itself (known as the primary government), but also Yamhill County Extension Service District for which Yamhill County is financially accountable. Financial information for this component unit is discretely presented in the County's financial statements as a nonmajor special revenue fund. The government-wide financial statements also include the Cove Orchard Sewer Service District. Although legally separate, they function for all practical purposes as a department of Yamhill County and are reported as a component unit discretely presented in the County's financial statements as a major enterprise fund.

The government-wide financial statements can be found on pages 16 and 17 of this report.

Fund financial statements. A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. Yamhill County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Yamhill County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial 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 fund balance sheet and governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*. These reconciliations can be found on pages 20 and 23 of this report.

Yamhill County maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Road, Health and Human Services, American Rescue Plan, and Capital Improvement funds, which are major funds. The governmental fund financial statements can be found on pages 3 – 4, and 6 – 7 of this report. Summary data for the general fund and subfunds of the general fund can be found on pages 73 and 74. Summary data by fund-type for the nonmajor governmental funds is provided in the form of combining statements on pages 94 and 95. Individual fund data for each of the non-major governmental funds can be found on pages 96 – 111 and 114 – 166 of this report.

Proprietary funds. Yamhill County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Yamhill County uses an enterprise fund to account for Cove Orchard Sewer Service District. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among Yamhill County's various functions. Yamhill County uses internal service funds to account for its telecommunications, self-insurance, and motor vehicle replacement programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as reported for the business-type activities in the government-wide financial statements, only in more detail. The proprietary fund financial statement provide separate information for the Cove Orchard Sewer Service District. The proprietary fund financial statements can be found on pages 28 - 30 of this report. Individual data for the internal service funds can be found on pages 121 - 123 of this report.

Fiduciary funds. *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 statement because the resources of those funds are *not* available to support Yamhill County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 31 and 32 of this report. The combining statement of net position and combining statement of changes in net position can be found on pages 124 and 125.

Budgetary comparisons. Yamhill County adopts an annual appropriated budget for all its funds except for custodial funds. To demonstrate compliance, budgetary comparison statements have been provided for the General Fund and major special revenue funds with legally adopted budgets as part of the basic financial statements on pages 24 – 27. All other budgetary comparison schedules can be found on pages 92 and 93, 100 – 111, 114 – 116, 117, and 121 – 123 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found pages 33 – 84 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information in the form of schedules relating to pensions and other postemployment benefits that can be found on pages 85 – 89 of this report.

Government-wide Financial Analysis (Statement of Net Position)

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Yamhill County, assets exceeded liabilities and deferred inflow and outflows by \$154.6 million at the close of the fiscal year.

By far the largest portion of Yamhill County's net position (84.7 percent) reflects its investment in capital assets (e.g., land, buildings, intangible right-to-use leases, infrastructure, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. Yamhill County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although Yamhill 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.

An additional 19.6 percent of the Yamhill County's net position represents resources that are subject to external restrictions on how those resources may be used. The remaining balance of unrestricted net position is a deficit of \$6.6 million. This deficit does not mean that the County does not have resources available to pay its bills next year. Rather, it is the result of having long-term commitments that are greater than currently available resources. For example, the County does not include in its annual budgets the full amounts needed to finance future liabilities arising from pension and other postemployment benefits. The County will include these amounts in future years' budgets as they come due. Although the net position of our business-type activities has increased to \$.3 million, these resources cannot be used to make up for the deficit net position in governmental activities. The County generally can only use these resources to finance the continuing operations of the Cove Orchard sewer operations.

Yamhill County, Oregon
Management's Discussion and Analysis (Continued)
June 30, 2022

Yamhill County's Net Position						
(In thousands)						
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
ASSETS						
Current and other assets	\$ 81,443	\$ 74,125	\$ 189	\$ 116	\$ 81,632	\$ 74,241
Capital assets	<u>139,304</u>	<u>134,876</u>	<u>79</u>	<u>81</u>	<u>139,383</u>	<u>134,957</u>
Total assets	<u>220,747</u>	<u>209,001</u>	<u>268</u>	<u>197</u>	<u>221,015</u>	<u>209,198</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>19,654</u>	<u>15,801</u>	<u>-</u>	<u>-</u>	<u>19,654</u>	<u>15,801</u>
LIABILITIES						
Current liabilities	22,047	19,191	3	-	22,050	19,191
Noncurrent liabilities	<u>43,682</u>	<u>54,474</u>	<u>-</u>	<u>-</u>	<u>43,682</u>	<u>54,474</u>
Total liabilities	<u>65,729</u>	<u>73,665</u>	<u>3</u>	<u>-</u>	<u>65,732</u>	<u>73,665</u>
DEFERRED INFLOWS OF RESOURCES	<u>20,404</u>	<u>2,236</u>	<u>-</u>	<u>-</u>	<u>20,404</u>	<u>2,236</u>
NET POSITION						
Net investment in capital assets	130,737	131,934	79	81	130,816	132,015
Restricted	30,275	24,547	-	-	30,275	24,547
Unrestricted	<u>(6,744)</u>	<u>(7,580)</u>	<u>186</u>	<u>116</u>	<u>(6,558)</u>	<u>(7,464)</u>
Total net position	<u>\$154,268</u>	<u>\$148,901</u>	<u>\$ 265</u>	<u>\$ 197</u>	<u>\$154,533</u>	<u>\$149,098</u>

At the end of the current and prior fiscal years, the County can report positive balances in all categories of net position for both the government as a whole and for its separate governmental and business-type activities except for unrestricted net position. The deficit is due mainly to net pension liability.

Prior Period Adjustment:

The 2021 amounts above have been modified to account for a prior period adjustment to recognize unearned revenues of \$10.461 thousand in governmental activities for amounts received under the American Recovery Plan Act that were inappropriately recognized as revenue during the fiscal year ended June 30, 2021.

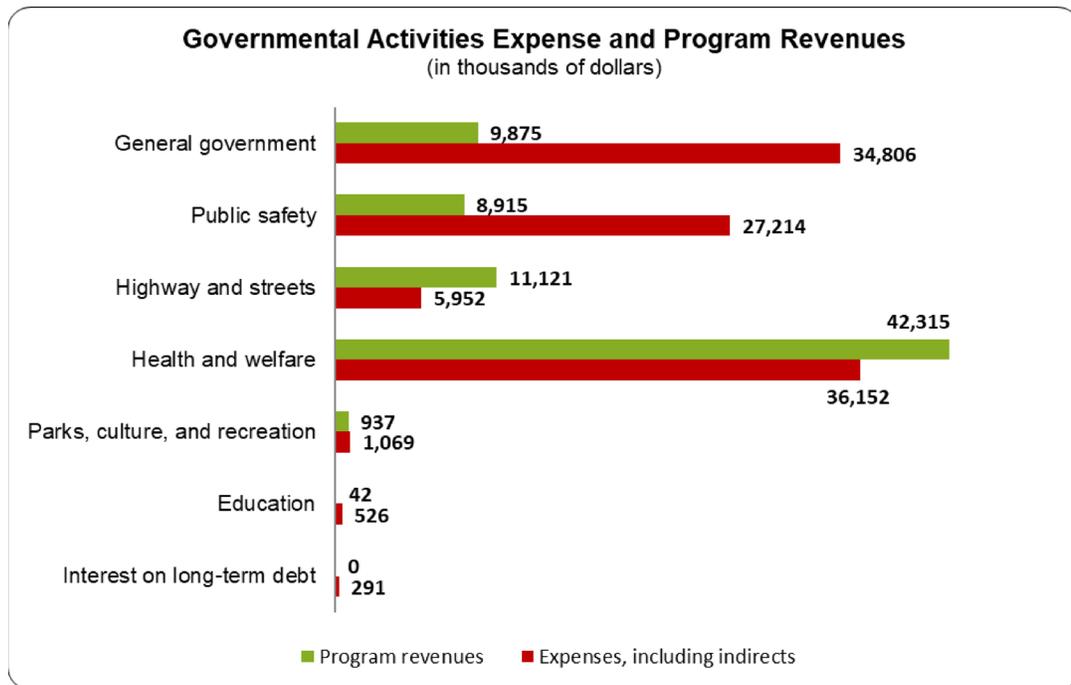
Yamhill County, Oregon
Management's Discussion and Analysis (Continued)
June 30, 2022

Yamhill County's Changes in Net Position						
(In thousands)						
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 35,691	\$ 35,265	\$ 54	\$ 60	\$ 35,745	\$ 35,325
Operating grants and contributions	36,658	28,087	75	-	36,733	28,087
Capital grants and contributions	856	344	-	-	856	344
General revenues:						
Taxes	26,976	25,805	-	-	26,976	25,805
Unrestricted investment earnings	(958)	580	(2)	1	(960)	581
Grants not restricted to specific programs	11,174	12,302	-	-	11,174	12,302
Miscellaneous	937	1,380	-	-	937	1,380
Gain on sale of asset	43	-	-	-	43	-
Total revenues	<u>111,377</u>	<u>103,763</u>	<u>127</u>	<u>61</u>	<u>111,504</u>	<u>103,824</u>
Expenses:						
General government	34,806	23,337	-	-	34,806	23,337
Public safety	27,214	28,581	-	-	27,214	28,581
Highways and streets	5,952	9,912	-	-	5,952	9,912
Health and welfare	36,152	39,197	-	-	36,152	39,197
Parks, cultural, and recreation	1,069	669	-	-	1,069	669
Education	526	495	-	-	526	495
Interest on long-term debt	291	285	-	-	291	285
Sewer	-	-	59	53	59	53
Total expenses	<u>106,010</u>	<u>102,476</u>	<u>59</u>	<u>53</u>	<u>106,069</u>	<u>102,529</u>
Change in net position before transfers	5,367	1,287	68	8	5,435	1,295
Transfers in (out)	-	-	-	-	-	-
Change in net position	<u>5,367</u>	<u>1,287</u>	<u>68</u>	<u>8</u>	<u>5,435</u>	<u>1,295</u>
Net position beginning of year	<u>148,901</u>	<u>147,614</u>	<u>197</u>	<u>189</u>	<u>149,098</u>	<u>147,803</u>
Net position end of year	<u>\$154,268</u>	<u>\$148,901</u>	<u>\$ 265</u>	<u>\$ 197</u>	<u>\$154,533</u>	<u>\$149,098</u>

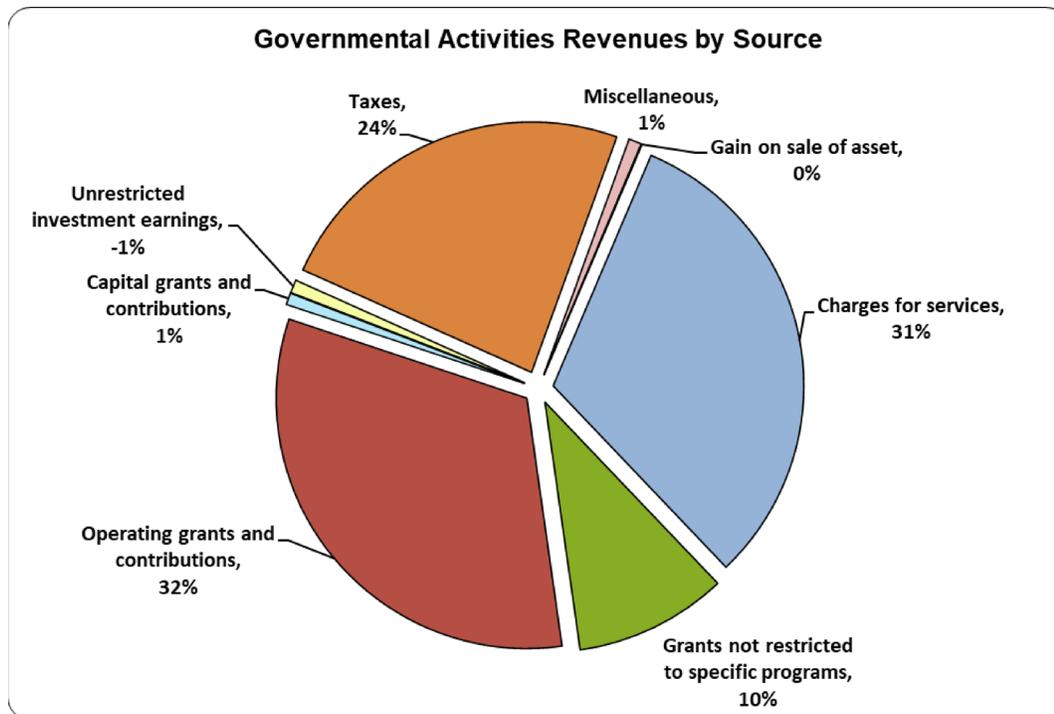
Governmental activities. Net position in governmental activities increased \$5.4 million. This increase is due primarily to unspent American Recovery Plan Act receipts held at year end.

Prior Period Adjustment:

The 2021 amounts above have been modified to account for a prior period adjustment to recognize unearned revenues of \$10.461 thousand in governmental activities for amounts received under the American Recovery Plan Act that were inappropriately recognized as revenue during the fiscal year ended June 30, 2021.

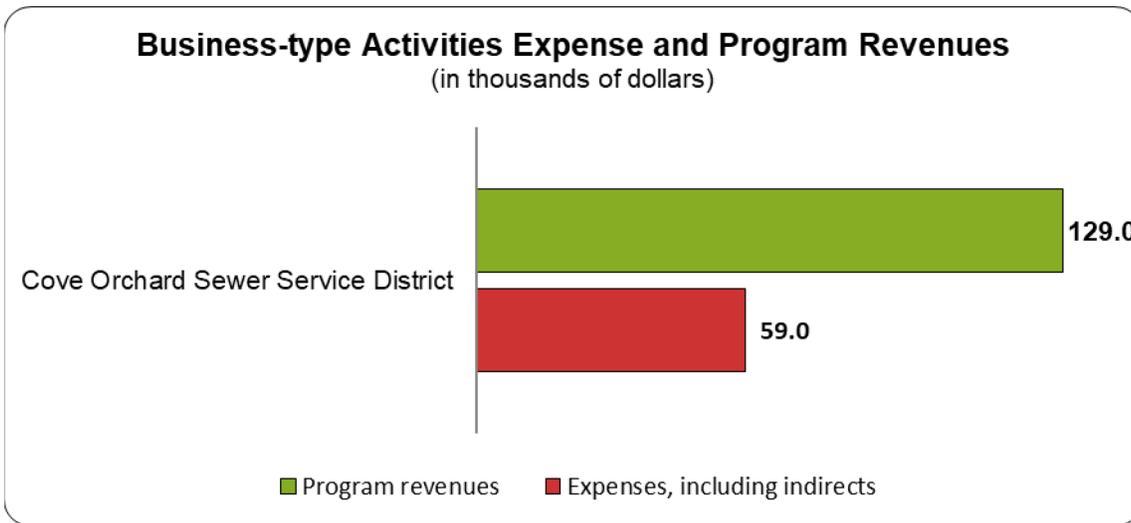


As illustrated above, all governmental activities except Highway and streets and Health and welfare relied on general revenues to support the function.

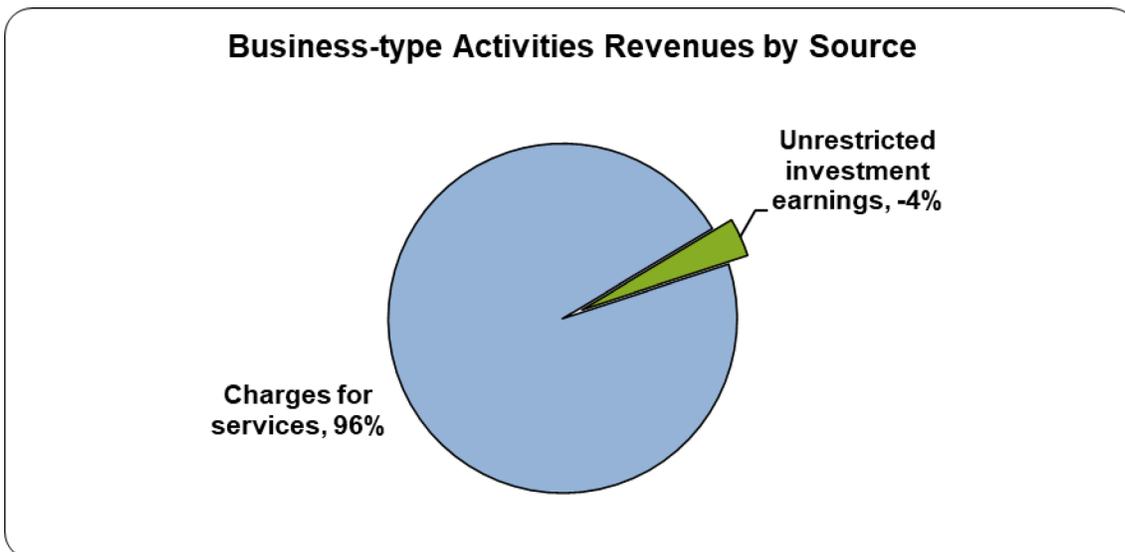


31 percent of revenues for governmental activities come from charges for services and 32 percent come from operating grants and contributions which includes, among other items, health and welfare grants and contributions, state gas tax, and road grant revenues. Taxes make up only 24 percent of overall revenues from governmental activities.

Business-type activities. Business-type activities increased the County's net position by \$68,004.



During fiscal year 2022 the Cove Orchard Sewer Service District generated sufficient program revenues to cover operating expenses due to rate increase that took effect in fiscal year 2019 that will be used to build the fund balance and save for future system improvements.



Approximately 96 percent of all revenues of business-type activities comes from charges for services.

Financial Analysis of the Government's Funds

Yamhill County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, Yamhill County's governmental funds reported combined ending fund balances of \$50.2 million, an increase of \$2.6 million over the prior year. Approximately \$19.5 million constitutes spendable, non-restricted fund balance which is available for appropriation in the subsequent year by the Board of County Commissioners. The remaining fund balance is either externally restricted by creditors, grantors, contributors, or laws/regulations, or is internally restricted by law through constitutional provisions or enabling legislation (\$29.6 million) or is not available for new spending because it represents amounts that have already been spent (\$.3 million in inventory, \$.4 million in prepaid items, and \$.4 million in General Fund advances to other funds).

The **General Fund** is the chief operating fund of Yamhill County. At the end of the current fiscal year, the fund balance of the General Fund was \$20.0 million, of which \$19.5 million is spendable, non-restricted. As a measure of the General Fund's ability to liquidate fund liabilities, it may be useful to compare both spendable, non-restricted fund balance to total fund revenues. At the end of the current fiscal year, spendable, non-restricted fund balance represented 47.0 percent of total General Fund revenues and total fund balance represented 48.1 percent of those same revenues.

The fund balance of the General Fund increased a modest \$.5 million from the prior year. The increase was the result of normal fluctuations in operational activities.

The **Road Fund** maintains the county road system. As of June 30, 2022, the ending fund balance in the Road Fund was \$6.0 million which was consistent with the previous year.

The **Health and Human Services Fund** provides health service to the residents of the County and has a fund balance of \$15.0 million as of June 30, 2022, an increase of \$4.2 million from the prior year. The increase is due mainly to various unspent grants revenues received at the end of the year, combined with decreased expenditures for capital outlay in the current year.

The **American Recovery Plan Fund** is a new fund that holds federal COVID-19 resources to be used for relief and economic stimulus to the businesses and residents of the County. The Fund has unearned revenues of \$11.3 million as of June 30, 2022.

The **Capital Improvement Fund** is used to account for revenues and expenditures associated with major capital items and the repair and remodeling of facilities and has a fund balance of \$2.0 million, a decrease of \$1.6 million during the year. The decrease was due to the expenditure of funds previously reserved to upgrade the County's finance and accounting software.

The remaining funds, reported as non-major, consist of various programs which have dedicated intergovernmental revenues. The aggregated fund balances of these programs are \$7.2 million, a decrease of \$.5 million from the previous year.

Proprietary funds. The information presented in the proprietary funds statement is similar to that in the government-wide financial statements, but provides greater detail.

The Cove Orchard Sewer Service District is the County's only enterprise fund and reported an ending fund net position of \$.3 million of which \$.2 million is unrestricted.

Yamhill County, Oregon
Management's Discussion and Analysis (Continued)
 June 30, 2022

On June 30, 2022, the County's proprietary funds reported unrestricted net positions as follows. Unrestricted net positions are presented both as an amount and as a percentage of total net position for each fund.

	Unrestricted Net		
	Position	Total Net Position	Percent
Cove Orchard Sewer	\$ 186,109	\$ 265,187	70.2%
Telecommunications	734,898	897,035	81.9%
Self-insurance	5,635,522	5,635,522	100.0%
Motor Vehicle Replacement	2,223,789	4,756,813	46.7%
	<u>\$ 8,780,318</u>	<u>\$ 11,554,557</u>	

General Fund Budgetary Highlights

There were two supplemental budgets to the fiscal year 2022 budget increasing non-departmental expenditures by \$60,000 to authorize unanticipated operational costs. In addition, budget authority was transferred between discretionary and the County Clerk function to pay for election costs. Overall expenditures were \$43,669,142 (including transfers out) or 17.2 percent less than budgeted. This can be contributed to budgeting for grants applied for but not received, \$.5 million budgeted for contingencies that remained unused at year end, and conservative budgeting by many of the County's department heads and managers.

Capital Assets and Debt Administration

Capital assets. Yamhill County's investment in capital assets for its governmental and business-type activities as of June 30, 2022, amounted to \$139.4 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, intangible right-to-use leases, improvements, machinery and equipment, park facilities, roads, bridges and culverts.

Yamhill County's Capital Assets (Net of Depreciation) (In thousands)						
	Governmental Activities		Business-type		Total	
	2022	2021	2022	2021	2022	2021
Capital assets not being depreciated	\$ 52,076	\$ 55,084	\$ 78	\$ 78	\$ 52,154	\$ 55,162
Building	17,503	16,477	-	-	17,503	16,477
Intangible right to use lease - buildings	8,245	2,796	-	-	8,245	2,796
Machinery and equipment	10,929	9,839	-	-	10,929	9,839
Infrastructure	50,551	50,680	1	3	50,552	50,683
Total capital assets	<u>\$139,304</u>	<u>\$134,876</u>	<u>\$ 79</u>	<u>\$ 81</u>	<u>\$139,383</u>	<u>\$134,957</u>

Additional information on Yamhill County's capital assets can be found in note 7 on pages 50 and 51 of this report.

Long-term debt. Yamhill County's total long-term obligations as of June 30, 2022, amounted to \$47.1 million. Of this amount, \$24.9 million represents the net pension liability and \$1.6 million represents other postemployment benefits liability. Other long-term liabilities include \$8.3 million owed to the Oregon Department of Transportation for the Newberg-Dundee Bypass project, \$1.4 million in estimated post-closure care costs of the County's closed landfills, \$8.6 million in lease payables, and \$2.3 million in accumulated compensated absences.

Additional information on Yamhill County's long-term debt can be found in note 8 on pages 51 – 55 of this report.

Economic Factors and Next Year's Budgets and Rates

Unemployment rates have been steadily improving for Yamhill County this last year once the State restrictions were lifted due to COVID-19. The October 2021 unemployment rate was at 4.1 percent and is now 3.4% as of September 2022. The September 2022 rate is below the state's unemployment rate of 3.7 percent and the national rate of 3.5 percent.

Following are the major factors and assumptions used in developing the fiscal year 2023 budget,

The Adopted Budget is \$175.0 million, including expenditures, transfers, and reserves for all funds. Revenues are budgeted based on actual experience, and realistic revenue forecasts based on external sources when appropriate (e.g., Oregon Department of Revenue). Total requirements increased by \$11.6 million, or 7.1 percent compared to the fiscal year 2022 budget. This amount matches available resources and therefore meets the Oregon State Budget Law requirement for a balanced budget.

Revenue consists of property and other taxes, grants and contributions, charges for services, investment earnings, and fund balances carried forward from the prior year. Total budgeted revenues are \$199.0 million, a \$19.6 million (10.9 percent) increase over the fiscal year 2022 budget.

Property tax collections are based on the County's permanent tax rate under voter approved Measure 50 and is set at \$2.5775 per \$1,000 of Assessed Value (AV). The County is expecting to see property tax revenues grow by approximately 4.9 percent over the fiscal year 2022 budget due to a strong and expanding housing market.

Grants and contributions come primarily in the form of federal and state specific use grants. As a result, most of these revenues are restricted to meet program requirements as directed by the agreements that govern them. These revenues are budgeted based on projections of available grant dollars at the federal, state, and local level.

Charges for services are for specific activities rendered to residents, including solid waste fees, document record fees, dog control licensing, and County Fair charges. Fees are set either by statute or by the Board of Commissioners to recover the costs of the operation.

Investment earnings in bond markets and the Local Government Investment Pool were in decline when the fiscal year 2023 budget was being built. As a result, the County is budgeting a \$21,000 decrease (3.8%) in these revenues in comparison to the fiscal year 2022 budget.

Expenditures consists of personnel services, materials and services, capital, and debt service.

Personnel services, which consist of employee wages and benefits, total \$81.3 million, or 40.8 percent of the County's total expenditure budget. This represents growth of 8.1 percent when compared to the fiscal year 2022 budget. The County's services, like most governmental agencies, are labor intensive. A new contract with Teamsters Local 223 (Sheriff's Office employees) increasing base salaries across the board by 6%, and county-wide COLAs between 2 percent and 2.5 percent, have been factored in. Benefit costs include social security, Medicare, medical insurance, retirement, and other employer paid benefits. Medical insurance costs are projected to increase approximately 6.7% percent during the year. The County's retirement plan with PERS updates rates every even-numbered year. Retirement rates did not change in fiscal year 2022 and continue to be 26.22% for Tier I and II, 20.11% for OPSRP, and 24.47% for policy and fire. The County continues to reserve funds in anticipation of future PERS increases and will begin to use a portion of those reserves as needed.

Materials and services total \$67.4 million and represent 33.9 percent of the overall expenditure budget. The amount was held flat, and a negligible decrease was budgeted compared to the fiscal 2022 budget.

Capital expenditures are cyclical and can vary greatly from year to year. Capital expenditures are budgeted at \$16.1 million for various purchases and improvements that make up 8.1 percent of the County's overall expenditure budget. This is a \$1.9 million increase, or 13.6 percent over the prior year's budget. The main increase was \$1.6 million to replacement of the County's financial, budgeting, and human resources software package. Other major types of capital items include infrastructure improvements to roads and bridges, building renovation and improvements, heavy equipment for the Public Works department, buses for the transit department, and vehicles and data processing equipment for a variety of departments.

Request for Information

This financial report is designed to provide a general overview of Yamhill County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to either:

Michael Barnhart, Finance Manager
Yamhill County Administration
536 NE 5th Street
McMinnville, OR 97128

Email: barnhartm@co.yamhill.or.us
Website: www.co.yamhill.or.us



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**YAMHILL
COUNTY**

BASIC FINANCIAL STATEMENTS

YAMHILL COUNTY
STATEMENT OF NET POSITION
June 30, 2022

	Governmental Activities	Business-type Activities	Totals
Assets			
Cash and cash equivalents	\$ 38,958,422	\$ 82,347	\$ 39,040,769
Investments	33,784,674	78,549	33,863,223
Receivables, net	4,791,607	27,856	4,819,463
Inventory	266,188	-	266,188
Prepaid items	2,108,233	-	2,108,233
Lease receivables	813,301	-	813,301
Net other postemployment benefit asset	719,582	-	719,582
Capital assets:			
Land and construction in progress	52,076,162	78,356	52,154,518
Other capital assets, net	<u>87,228,163</u>	<u>722</u>	<u>87,228,885</u>
Total assets	<u>220,746,332</u>	<u>267,830</u>	<u>221,014,162</u>
Deferred outflows of resources			
Pension related items	19,405,491	-	19,405,491
Other postemployment benefit related items	<u>248,714</u>	<u>-</u>	<u>248,714</u>
Total deferred outflows of resources	<u>19,654,205</u>	<u>-</u>	<u>19,654,205</u>
Liabilities			
Accounts payable and accrued liabilities	4,757,457	2,643	4,760,100
Accrued interest payable	188,450	-	188,450
Deposits	74,825	-	74,825
Unearned revenue	13,588,936	-	13,588,936
Long-term liabilities:			
Due within one year	3,437,432	-	3,437,432
Due in more than one year	<u>43,681,954</u>	<u>-</u>	<u>43,681,954</u>
Total liabilities	<u>65,729,054</u>	<u>2,643</u>	<u>65,731,697</u>
Deferred inflows of resources			
Pension related items	18,999,930	-	18,999,930
Other postemployment benefit related items	624,009	-	624,009
Deferred lease resources	<u>779,917</u>	<u>-</u>	<u>779,917</u>
Total deferred inflows of resources	<u>20,403,856</u>	<u>-</u>	<u>20,403,856</u>
Net position			
Net investment in capital assets	130,736,849	79,078	130,815,927
Restricted for:			
Highways and streets	6,064,055	-	6,064,055
Schools and education	72,285	-	72,285
Health services	17,831,907	-	17,831,907
Grants	71,555	-	71,555
Public safety	2,184,745	-	2,184,745
Capital projects	2,440,152	-	2,440,152
Other purposes	1,610,596	-	1,610,596
Unrestricted	<u>(6,744,517)</u>	<u>186,109</u>	<u>(6,558,408)</u>
Total net position	<u>\$ 154,267,627</u>	<u>\$ 265,187</u>	<u>\$ 154,532,814</u>

See notes to financial statements

YAMHILL COUNTY
STATEMENT OF ACTIVITIES
Year Ended June 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Totals
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	
Governmental activities:							
General government	\$ 34,805,969	\$ 4,142,415	\$ 5,732,618	\$ -	\$ (24,930,936)		\$ (24,930,936)
Public safety	27,214,604	3,200,090	5,715,200	-	(18,299,314)		(18,299,314)
Highways and streets	5,952,349	121,368	10,275,027	724,500	5,168,546		5,168,546
Health and welfare	36,151,662	27,582,735	14,731,740	-	6,162,813		6,162,813
Parks, culture and recreation	1,068,845	644,811	160,950	131,311	(131,773)		(131,773)
Education	526,075	-	42,479	-	(483,596)		(483,596)
Interest	291,076	-	-	-	(291,076)		(291,076)
Total governmental activities	<u>106,010,580</u>	<u>35,691,419</u>	<u>36,658,014</u>	<u>855,811</u>	<u>(32,805,336)</u>		<u>(32,805,336)</u>
Business-type activities:							
Wastewater	59,510	54,188	75,000	-		\$ 69,678	69,678
Totals	\$ 106,070,090	\$ 35,745,607	\$ 36,733,014	\$ 855,811	(32,805,336)	69,678	(32,735,658)
General revenues:							
Property taxes levied for:							
General purposes					26,488,212	-	26,488,212
Specific purposes					452,730	-	452,730
Miscellaneous taxes					34,625	-	34,625
Grants and contributions not restricted to specific programs					11,174,210	-	11,174,210
Unrestricted investment earnings					(958,441)	(2,039)	(960,480)
Miscellaneous					936,836	378	937,214
Gain on sale of asset					42,866	-	42,866
Transfers					13	(13)	-
Total general revenues and transfers					<u>38,171,051</u>	<u>(1,674)</u>	<u>38,169,377</u>
Change in net position					5,365,715	68,004	5,433,719
Net position - beginning					159,362,441	197,183	159,559,624
Prior period adjustment					(10,460,529)	-	(10,460,529)
Net position - ending					\$ 154,267,627	\$ 265,187	\$ 154,532,814

See notes to financial statements

	General	Road
Assets		
Cash and cash equivalents	\$ 10,185,156	\$ 2,727,930
Investments	9,710,904	2,601,887
Receivables	2,482,039	780,494
Inventory	-	266,188
Prepaid items	197,270	-
Lease receivables	-	366,351
Advances to other funds	255,445	-
Total assets	<u>\$ 22,830,814</u>	<u>\$ 6,742,850</u>
Liabilities, deferred inflows and fund balances		
Liabilities		
Accounts payable and accrued liabilities	\$ 1,920,827	\$ 353,470
Consumer deposits	3,820	3,000
Unearned revenue	-	-
Advances from other funds	-	-
Total liabilities	<u>1,924,647</u>	<u>356,470</u>
Deferred inflows of resources		
Unavailable revenue	943,267	1,983
Deferred lease resources	-	345,128
Total deferred inflows of resources	<u>943,267</u>	<u>347,111</u>
Fund balances		
Nonspendable	452,715	287,411
Restricted	-	5,751,858
Assigned	566,593	-
Unassigned	18,943,592	-
Total fund balances	<u>19,962,900</u>	<u>6,039,269</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 22,830,814</u>	<u>\$ 6,742,850</u>

See notes to financial statements

YAMHILL COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2022

Health and Human Services	American Rescue Plan	Capital Improvement	Total Nonmajor Funds	Total Governmental Funds
\$ 9,776,421	\$ 5,757,549	\$ 2,634,053	\$ 3,793,051	\$ 34,874,160
5,955,296	5,492,026	2,512,578	3,616,074	29,888,765
714,084	-	724,899	37,762	4,739,278
-	-	-	-	266,188
165,324	-	-	11,802	374,396
400,559	-	-	46,391	813,301
-	-	-	202,100	457,545
<u>\$ 17,011,684</u>	<u>\$ 11,249,575</u>	<u>\$ 5,871,530</u>	<u>\$ 7,707,180</u>	<u>\$ 71,413,633</u>
\$ 1,645,301	\$ -	\$ 475,681	\$ 318,974	\$ 4,714,253
-	-	-	68,005	74,825
-	11,249,575	2,320,000	19,361	13,588,936
-	-	1,072,258	-	1,072,258
<u>1,645,301</u>	<u>11,249,575</u>	<u>3,867,939</u>	<u>406,340</u>	<u>19,450,272</u>
-	-	-	16,220	961,470
<u>390,794</u>	-	-	<u>43,995</u>	<u>779,917</u>
<u>390,794</u>	-	-	<u>60,215</u>	<u>1,741,387</u>
175,089	-	-	216,298	1,131,513
14,800,500	-	2,003,591	7,024,327	29,580,276
-	-	-	-	566,593
-	-	-	-	18,943,592
<u>14,975,589</u>	-	<u>2,003,591</u>	<u>7,240,625</u>	<u>50,221,974</u>
<u>\$ 17,011,684</u>	<u>\$ 11,249,575</u>	<u>\$ 5,871,530</u>	<u>\$ 7,707,180</u>	<u>\$ 71,413,633</u>



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**YAMHILL
COUNTY**

YAMHILL COUNTY
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
June 30, 2022

Fund balances - total governmental funds		\$ 50,221,974
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
The net other postemployment benefit asset is reported in the statement of net position but is not reported in the funds		719,582
Prepaid assets arising from subscription-based assets in the implementation stage are not reported in the funds		1,729,337
Capital and lease assets used in governmental activities are not financial resources and therefore are not reported in the funds.		139,304,325
Deferred outflows related to the pension and other postemployment benefit plans are not current financial resources and therefore are not reported in the funds		19,654,205
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable in the funds		961,470
The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position	\$ 11,289,370	
Plus: compensated absences of the internal service fund included below	14,300	
Less: capital assets of the internal service funds included above	<u>(2,695,161)</u>	8,608,509
The net pension liability is reported in the statement of net position, but is not reported in the funds.		(24,870,308)
The other postemployment benefit liability is reported in the statement of net position but is not reported in the funds		(1,615,406)
Some liabilities, including compensated absences, capital leases payable and bonds payable, are not due and payable in the current period and therefore are not reported in the funds		(20,822,122)
Deferred inflows related to the pension and other postemployment benefit plans are reported in the statement of net position, but are not reported in the funds		<u>(19,623,939)</u>
Net position of governmental activities		<u>\$ 154,267,627</u>

	General	Road
Revenues		
Property taxes	\$ 26,394,064	\$ -
Miscellaneous taxes	23,095	-
Licenses, permits and fees	1,452,268	73,848
Fines and forfeitures	394,641	-
Charges for services	4,920,625	47,520
System development charges	-	-
Intergovernmental	8,390,739	10,144,373
Interest	(230,709)	(71,197)
Miscellaneous	153,868	62,765
Total revenues	<u>41,498,591</u>	<u>10,257,309</u>
Expenditures		
Current		
General government	13,772,950	-
Public safety	23,037,463	-
Highways and streets	-	6,065,379
Health and welfare	5,470	-
Parks, culture and recreation	273,978	-
Education	-	-
Debt service	-	655,260
Capital outlay	170,725	3,090,694
Total expenditures	<u>37,260,586</u>	<u>9,811,333</u>
Excess (deficiency) of revenues over expenditures	<u>4,238,005</u>	<u>445,976</u>
Other financing sources (uses)		
Transfers in	2,733,525	655,808
Transfers out	(6,431,153)	(1,105,128)
Total other financing sources (uses)	<u>(3,697,628)</u>	<u>(449,320)</u>
Net change in fund balances	540,377	(3,344)
Fund balances at beginning of year	19,422,523	6,042,613
Prior period adjustment	-	-
Fund balances at end of year	<u>\$ 19,962,900</u>	<u>\$ 6,039,269</u>

YAMHILL COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2022

Health and Human Services	American Rescue Plan	Capital Improvement	Total Nonmajor Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 452,730	\$ 26,846,794
-	-	-	11,530	34,625
324,150	-	-	122,864	1,973,130
24,957	-	-	95,308	514,906
26,934,748	-	-	1,298,507	33,201,400
-	-	-	131,311	131,311
14,840,295	9,612,414	724,500	4,720,219	48,432,540
(161,322)	(227,905)	(65,511)	(94,505)	(851,149)
470,650	-	23,445	88,258	798,986
<u>42,433,478</u>	<u>9,384,509</u>	<u>682,434</u>	<u>6,826,222</u>	<u>111,082,543</u>
-	9,328,855	2,845,771	392,683	26,340,259
-	-	571,530	4,311,212	27,920,205
-	-	-	-	6,065,379
36,402,475	-	-	394,158	36,802,103
-	-	-	801,496	1,075,474
-	-	-	526,075	526,075
-	-	6,579	-	661,839
367,839	-	2,256,776	101,211	5,987,245
<u>36,770,314</u>	<u>9,328,855</u>	<u>5,680,656</u>	<u>6,526,835</u>	<u>105,378,579</u>
<u>5,663,164</u>	<u>55,654</u>	<u>(4,998,222)</u>	<u>299,387</u>	<u>5,703,964</u>
2,217,611	-	3,599,092	477,555	9,683,591
(3,691,071)	(55,654)	(239,007)	(1,239,982)	(12,761,995)
<u>(1,473,460)</u>	<u>(55,654)</u>	<u>3,360,085</u>	<u>(762,427)</u>	<u>(3,078,404)</u>
4,189,704	-	(1,638,137)	(463,040)	2,625,560
10,785,885	10,460,529	3,641,728	7,703,665	58,056,943
-	(10,460,529)	-	-	(10,460,529)
<u>\$ 14,975,589</u>	<u>\$ -</u>	<u>\$ 2,003,591</u>	<u>\$ 7,240,625</u>	<u>\$ 50,221,974</u>

YAMHILL COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2022

Net change in fund balances - total governmental funds	\$	2,625,560
<i>Amounts reported for governmental activities in the Statement of Activities are different because of the following</i>		
Governmental funds report the acquisition of capital and lease assets as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. The difference between those two amounts is:		
Acquisition of capital assets	\$ 3,878,364	
Acquisition of lease assets	6,047,514	
Depreciation	<u>(5,207,668)</u>	4,718,210
Governmental funds report lease financing as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as amortization expense.		
		(554,428)
Governmental funds report the purchase of subscription-based assets as expenditures. However, in the Statement of Activities the cost of those assets is deferred until such time the asset is placed in service.		
		1,729,337
The net effect of transactions involving capital and lease assets (i.e., sales, trade-ins, terminations, and donations) is to decrease net position.		
		(44,472)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds as follows:		
Property taxes	94,148	
Charges for services	<u>1,983</u>	96,131
The amount contributed to defined benefit other postemployment benefit plans is reported as an expenditure in the funds while governmental activities reports other postemployment benefit expense as the change in net other postemployment benefit asset or liability, total other postemployment benefit asset or liability, and other postemployment benefit related deferred outflow of resources and deferred inflows of resources.		
Change in deferred outflows of resources	(127,566)	
Change in other postemployment benefit asset	377,266	
Change in total other postemployment benefit liability	(109,488)	
Change in deferred inflows of resources	<u>(108,378)</u>	31,834
The issuance of long-term obligations provides current financial resources to governmental funds, while repayment of the principal of long-term obligations consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Change in accrued interest payable	10,290	
New lease obligations	(6,047,514)	
Principal payments	<u>876,377</u>	(5,160,847)
The amount contributed to defined benefit pension plans is reported as an expenditure in the funds while governmental activities reports pension expense as the change in net pension asset or liability, pension related deferred outflow of resources and deferred inflows of resources.		
Change in deferred outflows of resources	3,980,487	
Change in net pension liability	15,857,324	
Change in deferred inflows of resources	<u>(18,077,496)</u>	1,760,315
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.		
Compensated absences		76,973
Net income of internal service funds		<u>87,102</u>
Change in net position of governmental activities	\$	<u>5,365,715</u>

YAMHILL COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property taxes	\$ 25,129,806	\$ 25,129,806	\$ 26,394,064	\$ 1,264,258
Miscellaneous taxes	22,000	22,000	23,095	1,095
Licenses, permits and fees	1,092,240	1,092,240	1,452,268	360,028
Fines and forfeitures	597,327	597,327	394,641	(202,686)
Charges for services	8,221,458	8,221,458	7,501,684	(719,774)
Intergovernmental	9,866,430	9,866,430	8,271,242	(1,595,188)
Interest	205,228	205,228	250,487	45,259
Miscellaneous	121,171	121,171	150,563	29,392
Total revenues	<u>45,255,660</u>	<u>45,255,660</u>	<u>44,438,044</u>	<u>(817,616)</u>
Expenditures				
Discretionary	500,000	440,000	-	440,000
Administrative services	1,776,137	1,776,137	1,559,611	216,526
Assessor	2,447,794	2,447,794	2,261,157	186,637
Board of Commissioners	624,509	624,509	555,625	68,884
Clerk	1,128,926	1,216,705	1,028,192	188,513
Information systems	2,263,318	2,263,318	1,812,929	450,389
District attorney	3,280,861	3,280,861	2,830,182	450,679
Planning	2,662,055	2,662,055	2,399,924	262,131
Surveyor	181,060	181,060	163,279	17,781
Support enforcement	709,400	709,400	542,206	167,194
Treasurer	41,596	41,596	40,118	1,478
County counsel	710,328	710,328	546,100	164,228
Transportation	6,216,725	6,216,725	3,807,161	2,409,564
Non-departmental	902,024	962,024	947,953	14,071
Emergency management	368,961	368,961	349,527	19,434
Jail	7,563,832	7,563,832	7,130,546	433,286
Marine	107,926	107,926	107,925	1
Sheriff	10,507,384	10,507,384	8,559,196	1,948,188
911/dispatch services	734,762	734,762	657,503	77,259
Mediation services	84,089	84,089	61,560	22,529
Narcotics investigation	27,695	27,695	27,319	376
Juvenile department	1,682,330	1,682,330	1,464,677	217,653
Juvenile detention	2,144,219	2,144,219	1,945,632	198,587
Parks	581,736	581,736	350,706	231,030
Courthouse security	800,116	800,116	699,396	100,720
Radio system	507,581	507,581	193,168	314,413
Contingency	500,000	500,000	-	500,000
Total expenditures	<u>49,055,364</u>	<u>49,143,143</u>	<u>40,041,592</u>	<u>9,101,551</u>
Excess (deficiency) of revenues over expenditures	<u>(3,799,704)</u>	<u>(3,887,483)</u>	<u>4,396,452</u>	<u>8,283,935</u>
Other financing sources (uses)				
Transfers in	160,300	160,300	152,466	(7,834)
Transfers out	(3,627,550)	(3,627,550)	(3,627,550)	-
Total other financing sources (uses)	<u>(3,467,250)</u>	<u>(3,467,250)</u>	<u>(3,475,084)</u>	<u>(7,834)</u>
Net change in fund balance	(7,266,954)	(7,354,733)	921,368	8,276,101
Fund balance at beginning of year	12,569,047	12,569,047	17,958,041	5,388,994
Fund balance at end of year	<u>\$ 5,302,093</u>	<u>\$ 5,214,314</u>	18,879,409	<u>\$ 13,665,095</u>
Reconciliation to generally accepted accounting principles				
Fair value adjustment - investments			(372,275)	
O&C Reserve			633,728	
Landfill License Agreement			822,038	
Fund balance at end of year			<u>\$ 19,962,900</u>	

YAMHILL COUNTY
ROAD FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>		
	<u>Original and</u>		
	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Licenses, permits and fees	\$ 62,060	\$ 73,848	\$ 11,788
Charges for services	580,807	703,328	122,521
Intergovernmental	9,083,565	10,144,373	1,060,808
Interest	30,560	59,834	29,274
Miscellaneous	33,860	62,765	28,905
	<u>9,790,852</u>	<u>11,044,148</u>	<u>1,253,296</u>
Expenditures			
Road department	13,655,073	10,261,201	3,393,872
Debt service	655,260	655,260	-
Contingency	243,750	-	243,750
	<u>14,554,083</u>	<u>10,916,461</u>	<u>3,637,622</u>
Net change in fund balance	(4,763,231)	127,687	4,890,918
Fund balance at beginning of year	<u>4,873,231</u>	<u>6,017,734</u>	<u>1,144,503</u>
Fund balance at end of year	<u>\$ 110,000</u>	6,145,421	<u>\$ 6,035,421</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(106,152)</u>	
Fund balance at end of year		<u>\$ 6,039,269</u>	

YAMHILL COUNTY
HEALTH AND HUMAN SERVICES
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>		
	<u>Original and</u>		
	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Licenses, permits and fees	\$ 389,101	\$ 324,150	\$ (64,951)
Fines and forfeitures	17,562	24,957	7,395
Charges for services	27,444,892	27,179,717	(265,175)
Intergovernmental	11,759,801	14,840,295	3,080,494
Interest	76,498	138,566	62,068
Miscellaneous	849,892	470,650	(379,242)
	<u>40,537,746</u>	<u>42,978,335</u>	<u>2,440,589</u>
Expenditures			
Health and human services	<u>46,866,218</u>	<u>40,461,385</u>	<u>6,404,833</u>
	<u>46,866,218</u>	<u>40,461,385</u>	<u>6,404,833</u>
Excess (deficiency) of revenues over expenditures	<u>(6,328,472)</u>	<u>2,516,950</u>	<u>8,845,422</u>
Other financing sources (uses)			
Transfers in	<u>2,004,835</u>	<u>1,972,642</u>	<u>(32,193)</u>
	<u>2,004,835</u>	<u>1,972,642</u>	<u>(32,193)</u>
Net change in fund balance	(4,323,637)	4,489,592	8,813,229
Fund balance at beginning of year	<u>7,277,191</u>	<u>10,728,961</u>	<u>3,451,770</u>
Fund balance at end of year	<u>\$ 2,953,554</u>	15,218,553	<u>\$ 12,264,999</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(242,964)</u>	
Fund balance at end of year		<u>\$ 14,975,589</u>	

YAMHILL COUNTY
AMERICAN RESCUE PLAN
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>		
	<u>Original and</u>		
	<u>Final</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$ 10,385,192	\$ 10,401,460	\$ 16,268
Interest	-	48,900	48,900
	<u>10,385,192</u>	<u>10,450,360</u>	<u>65,168</u>
Total revenues			
Expenditures			
Grants	20,770,385	9,384,509	11,385,876
	<u>20,770,385</u>	<u>9,384,509</u>	<u>11,385,876</u>
Total expenditures			
Net change in fund balance	(10,385,193)	1,065,851	11,451,044
Fund balance at beginning of year	<u>10,385,193</u>	<u>10,407,786</u>	<u>22,593</u>
Fund balance at end of year	<u>\$ -</u>	11,473,637	<u>\$ 11,473,637</u>
Reconciliation to generally accepted accounting principles			
Unavailable revenue		(11,249,575)	
Fair value adjustment - investments		<u>(224,062)</u>	
Fund balance at end of year		<u>\$ -</u>	

YAMHILL COUNTY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2022

	<u>Business-type Activities</u>	<u>Governmental Activities</u>
	<u>Cove Orchard Sewer</u>	<u>Internal Service Funds</u>
Assets		
Current assets		
Cash and cash equivalents	\$ 82,347	\$ 4,084,262
Investments	78,549	3,895,909
Receivables	27,856	52,329
Prepaid items	-	4,500
Advances to other funds	-	614,714
Total current assets	<u>188,752</u>	<u>8,651,714</u>
Capital assets		
Land and construction in progress	78,356	178,432
Other capital assets, net	722	2,516,729
Total capital assets	<u>79,078</u>	<u>2,695,161</u>
Total assets	<u>267,830</u>	<u>11,346,875</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	2,643	43,205
Long-term obligations due within one year	-	14,300
Total liabilities	<u>2,643</u>	<u>57,505</u>
Net position		
Net investment in capital assets	79,078	2,695,161
Unrestricted	186,109	8,594,209
Total net position	<u>\$ 265,187</u>	<u>\$ 11,289,370</u>

YAMHILL COUNTY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
Year Ended June 30, 2022

	Business-type Activities	Governmental Activities
	Cove Orchard Sewer	Internal Service Funds
Operating revenues		
Charges for services	\$ 54,188	\$ -
Other	378	189,668
	<u>54,566</u>	<u>189,668</u>
Total operating revenues	<u>54,566</u>	<u>189,668</u>
Operating expenses		
Personnel services	1,058	509,157
Materials and services	56,284	2,654,623
Depreciation	2,168	57,473
	<u>59,510</u>	<u>3,221,253</u>
Total operating expenses	<u>59,510</u>	<u>3,221,253</u>
Operating income (loss)	<u>(4,944)</u>	<u>(3,031,585)</u>
Nonoperating revenues (expenses)		
Grants	75,000	124,184
Interest income	(2,039)	(107,292)
Gain on sale of capital assets	-	(8,951)
	<u>72,961</u>	<u>7,941</u>
Total nonoperating revenue (expenses)	<u>72,961</u>	<u>7,941</u>
Income (loss) before transfers	68,017	(3,023,644)
Transfers in	-	3,337,689
Transfers out	(13)	(226,943)
	<u>68,004</u>	<u>87,102</u>
Change in net position	<u>68,004</u>	<u>87,102</u>
Net position - beginning	<u>197,183</u>	<u>11,202,268</u>
Net position - ending	<u>\$ 265,187</u>	<u>\$ 11,289,370</u>

YAMHILL COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2022

	Business-type Activities	Governmental Activities
	Cove Orchard Sewer	Internal Service Funds
Cash flows from operating activities		
Receipts from customers	\$ 57,221	\$ -
Receipts from interfund services provided	-	3,305,360
Other receipts	-	333,520
Payments for interfund services provided	-	(226,943)
Payments to suppliers	(53,951)	(2,675,998)
Payments to employees	(1,136)	(504,291)
	<u>2,134</u>	<u>231,648</u>
Net cash provided by (used in) operating activities		
Cash flows from noncapital financing activities		
Repayments of advances to other funds	-	119,372
Grants	75,000	124,184
Transfers out	(13)	-
	<u>74,987</u>	<u>243,556</u>
Net cash provided by (used in) noncapital financing activities		
Cash flows from capital and related financing activities		
Acquisition of capital assets	-	(334,760)
Issuance of long-term obligations	-	(8,951)
	<u>-</u>	<u>(343,711)</u>
Net cash provided by (used in) capital and related financing activities		
Cash flows from investing activities		
Interest on investments	(2,039)	(107,292)
Sale (purchase) of investments	(49,279)	(1,182,239)
	<u>(51,318)</u>	<u>(1,289,531)</u>
Net cash provided by (used in) investing activities		
Net increase (decrease) in cash and cash equivalents	25,803	(1,158,038)
Cash and cash equivalents - beginning of year	56,544	5,242,300
Cash and cash equivalents - end of year	<u>\$ 82,347</u>	<u>\$ 4,084,262</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities		
Operating income (loss)	\$ (4,944)	\$ (3,031,585)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities		
Transfers in for interfund charges	-	3,305,360
Transfers out for interfund charges	-	(226,943)
Depreciation	2,168	57,473
(Increase) decrease in assets and deferred outflows		
Receivables, net	2,655	143,852
Prepaid items	-	33,806
Increase (decrease) in liabilities and deferred inflows		
Accounts payable and accrued liabilities	2,333	(55,181)
Compensated absences payable	(78)	4,866
	<u>2,134</u>	<u>231,648</u>
Net cash provided by (used in) operating activities	<u>\$ 2,134</u>	<u>\$ 231,648</u>
SUPPLEMENTAL DISCLOSURE OF NONCASH TRANSACTIONS		
Non-cash transfers of assets	\$ -	\$ 32,329

YAMHILL COUNTY
STATEMENT OF NET POSITION
FIDUCIARY FUND
June 30, 2022

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 1,100,279
Investments, at fair value	1,010,222
Receivables	<u>5,314,975</u>
Total assets	<u>7,425,476</u>
Liabilities	
Accounts payable	1,101,390
Intergovernmental payables	<u>5,534,696</u>
Total liabilities	<u>6,636,086</u>
Net position	
Held for individuals, organizations, and other governments	<u>789,390</u>
Total net position	<u>\$ 789,390</u>

See notes to financial statements

YAMHILL COUNTY
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUND
Year Ended June 30, 2022

	Custodial Funds
Additions	
Collections for other governments:	
Property taxes	\$ 123,107,796
Foreclosures sales	14,848
Construction excise tax	366,942
Heavy equipment rental tax	28,270
Fees	1,652,866
Other	434,654
Investment earnings	6,948
 Total additions	 125,612,324
Deductions	
Payments to other governments	
Property taxes	123,057,938
Foreclosures sales	14,848
Construction excise tax	366,942
Heavy equipmenet rental tax	28,270
Fees	1,656,552
Other	10,481
 Total deductions	 125,135,031
 Change in net position	 477,293
Net position - beginning of year	312,097
 Net position - end of year	 \$ 789,390

See notes to financial statements

NOTE 1 – THE REPORTING ENTITY

Yamhill County (the “County”) was created in 1843 and operates under the provisions of Oregon Revised Statutes (ORS) Title 20, Chapters 201 and 215 inclusive as an unchartered county. The County is governed by a full-time Board of Commissioners (the “Board”) who are elected at-large by the citizens. The Board votes on all ordinances and determines matters of policy. Other elected officers include the Assessor, Clerk, Sheriff, Treasurer, and District Attorney. The County provides a full range of services to the community including public safety; highways and streets; health and welfare; and parks, culture, and recreation.

The accompanying basic financial statements present all activities, funds, and component units for which the County is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit’s governing board, and (a) the ability to impose its will on the organization, or (b) the organization provides a financial benefit to, or imposes a specific financial burden on, the primary government. Component units may be either blended into the County’s operations or reported discretely in a separate column based on the closeness of their relationship to the County. Based upon the evaluation of this criteria, the County is a primary government with the following component units:

Blended Component Units

The Yamhill County Extension Service District (the “Extension”) is a governmental organization established under ORS 451 to extend Oregon State University’s agricultural and educational programs and information services to Yamhill County. The Extension’s Board of Directors is the Yamhill County Board of Commissioners. The County has operational accountability for the Extension and manages their activities through the department of County Administration much the same way it manages other County departments and programs. The Extension is reported as a Nonmajor Special Revenue Fund of Yamhill County. Separate financial statements for the Yamhill County Extension Service District can be obtained from the County finance department.

The Cove Orchard Sewer Service District (“Cove Orchard”) is a governmental organization established pursuant to ORS 198.835 and ORS 451 to provide sewer services to residents of the Cove Orchard area. Cove Orchard’s Board of Directors is the Yamhill County Board of Commissioners. The County has operational accountability for Cove Orchard and manages their activities through the County’s Public Works Department much the same way it manages other County departments and programs. Cove Orchard is reported as an Enterprise Fund of Yamhill County. The Cove Orchard Sewer Service District does not issue separate financial statements.

The Yamhill County Hospital Authority (the “Authority”) is a governmental organization created pursuant to ORS 441.525 to 441.595 to increase hospital bed capacity within Yamhill County. The Authority’s Board of Directors is the Yamhill County Board of County Commissioners plus two residents of the County. The County has operational accountability for the Authority and manages their activities through the Department of County Administration much the same way it manages other County departments and programs. The Authority only issues conduit debt for health facilities and has no assets or liabilities (see Note 9).

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities* are supported by taxes and intergovernmental revenues.

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

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

Measurement focus, basis of accounting and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the functions of the County, the elimination of which would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement focus, basis of accounting and financial statement presentation (continued)

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Significant revenues, which are susceptible to accrual under the modified accrual basis of accounting, include property taxes and federal and state grants. Other revenue items are considered to be measurable and available when received by the County. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, long-term leases, and claims and judgments, are recorded only when payment is due.

The bases of accounting described above are in accordance with accounting principles generally accepted in the United States of America.

The County reports the following major governmental funds:

General - accounts for all financial resources of the general government, except those required to be accounted for in another fund. With the implementation of GASB 54, the O&C Reserve Fund and Landfill Reserve Fund have been combined with the General Fund for financial reporting purposes.

Road - accounts for the receipt and expenditure of state gasoline taxes for road repair and construction.

Health and Human Services - accounts for revenues and expenditures associated with the use of money for a continuum of care to persons experiencing mental or emotional disorders or who have a developmental disability. Money is provided to the fund from state grants, federal funds, county general funds, local contracts and user fees.

American Rescue Plan – accounts for funds received by the County from the American Rescue Plan Act of 2021 to be spent in accordance with federal guidelines.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement focus, basis of accounting and financial statement presentation (continued)

Capital Improvement - accounts for revenues and expenditures associated with purchases and replacement of major capital items and the repair and remodeling of facilities.

The County reports the following major proprietary fund:

Cove Orchard Sewer – accounts for the operating of the sewer system.

Additionally, the County reports the following fund types:

Special Revenue - accounts for revenue derived from specific taxes or other revenue sources, which are legally restricted to finance particular functions or activities. When a special revenue fund is not an operating fund, transfers are made from the special revenue fund to the operating funds authorized to make expenditures.

Capital Projects - accounts for expenditures on major construction projects or equipment acquisition. The principal sources of revenues are proceeds from issuance of certificates of participation, the sale of County owned property, issuance of general obligation bonds, issuance of full faith and credit bonds, and internal transfers from departments for major capital improvements.

Internal Service – accounts for the cost of providing services to other funds which are charged a fee on a cost reimbursement basis for those services.

Fiduciary - accounts for resources received and held in a fiduciary capacity. Disbursements are made in accordance with applicable legislative enactment for each particular fund.

Budget policies and budgetary control

Generally, Oregon Local Budget Law requires annual budgets be adopted for all funds of the County except the custodial funds. The County uses the modified accrual basis of accounting for all budgets, except for unrealized changes in the fair value of investments which are not recognized on a budget basis. All annual appropriations lapse at fiscal year-end.

The County begins its budgeting process by appointing budget committee members in the fall of each year. Budget recommendations are developed by management through early spring, with the budget committee meeting and approving the budget document in late spring. Public notices of the budget hearing are generally published in May or June and the hearing is held in June. The County Commissioners adopt the budget, make appropriations, and declare the tax levy no later than June 30. Expenditure appropriations may not be legally over-expended, except in the case of grant receipts and bond sale proceeds which could not be reasonably estimated at the time the budget was adopted.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budget policies and budgetary control (continued)

The resolution authorizing appropriations for each fund sets the level at which expenditures cannot legally exceed appropriations. The County established the levels of budgetary control at the program or department level for all funds.

Budget amounts may be revised since the original budget amounts were adopted. The County Commissioners authorize all appropriation transfers and supplemental budget appropriations.

Risk management

The County is exposed to various risks of loss related to errors and omissions; automobile; damage to and destruction of assets; bodily injury; and worker's compensation for which the County carries commercial insurance. There has been no significant reduction in insurance coverage from the prior year and settled claims have not reached the level of commercial coverage in any of the past three fiscal years.

Cash and cash equivalents

For purposes of reporting cash flows, cash and cash equivalents include cash on hand, checking, savings and money market accounts, and any highly-liquid debt instruments purchased with a maturity of three months or less.

Receivables

Property taxes

Uncollected property taxes are reported in the governmental funds balance sheet as receivables; the portion which is available to finance expenditures of the current period is recorded as revenue and the remaining balance is recorded as deferred inflows of resources. Property taxes which are collected within 60 days of the end of the current period are considered available and recognized as revenue.

Property taxes receivable in the custodial funds have been recognized as an addition to net position. Amounts not yet distributed are recognized as a liability to other governments and as a deduction from net position.

Under state law, county governments are responsible for extending authorized property tax levies, computing tax rates, billing and collecting all property taxes, and making periodic remittances of collections to entities levying taxes. Real and personal property taxes are levied upon all taxable property and become a lien against the property as of July 1 of each year. Property taxes are payable in three installments following the lien date on November 15, February 15 and May 15 each year.

Leases

Lease receivables are recognized at the net present value of the leased assets at a borrowing rate either explicitly described in the agreement or implicitly determined by the County, reduced by principal payments.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants and entitlements

Federal and state grants and state shared revenues are recorded as revenue in all fund types as earned.

Inventories

Inventories are valued at cost (first-in, first-out method). Inventories consist of expendable supplies held for consumption.

Lease assets

Lease assets are assets which the County leases for a term of more than one year. The value of leases are determined by the net present value of the leases using the interest rate implicit in the lease, or if not determinable, the County's incremental borrowing rate at the time of the lease agreement, amortized over the term of the lease.

Capital assets

Capital assets, which include property, equipment, infrastructure assets (e.g., roads, bridges, sidewalks, sewers, street lighting, and similar items), and their improvements, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of at least one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and assets received in a service concession agreement, if any, are recorded at acquisition value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets are depreciated using the straight-line method over estimated useful lives as follows:

Buildings improvements	30 - 50 years
Land improvements	25 years
Machinery and equipment	7 -10 years
Vehicles	5 years
Bridges	50 years
Culverts	25 years
Paved roads	20 years

Upon disposal of such assets, the accounts are relieved of the related costs and accumulated depreciation and resulting gains or losses are reflected in the statement of activities.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Long-term obligations

In the government-wide financial statements long-term obligations, including leases payable, are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. In the governmental fund financial statements, the present value of the lease payments, the face amount of the debt issues, and premiums received on debt issuances are reported as other financing sources.

Solid waste landfill post-closure care liabilities

The County operates two closed landfills:

1. The Whiteson Landfill was closed in 1982. It is currently operating under Solid Waste Disposal Permit (No. 212) issued by the Oregon Department of Environmental Quality (ODEQ). The current permit was issued on June 28, 2013, and will expire on June 1, 2023.
2. The Newberg Landfill was closed in 1985. It is currently operating under Solid Waste Disposal Permit (No. 97) issued by the ODEQ. The current permit was issued on February 20, 2015, and will expire on December 1, 2024.

State and federal laws and regulations require the County to perform certain maintenance and monitoring functions at closed landfill sites for thirty years after closure. Although both landfills have been closed for more than 30 years, the County continues to perform maintenance and monitoring activities

Financial Assurance: The County demonstrates financial assurance in connection with the postclosure care activities for the Whiteson and Newberg landfills (combined), by using the local government financial assurance test described in Title 40 of the Code of Federal Regulations, paragraph 258.74. As of June 30, 2021 (the most recent analysis), the County is in compliance with the local government financial assurance test as required by Oregon Administrative Rule 340-94-0140. As of June 30, 2022, restricted net position is held for the landfill and post-closure care liability.

Net position

Government-wide and proprietary fund financial statements

Equity is classified as net position and displayed in three components:

Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net position (continued)

Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

In the government-wide and proprietary fund financial statements, when both restricted and unrestricted resources are available for use, it is the County’s policy to use restricted resources first, and then unrestricted resources as they are needed.

Fund balance

Governmental fund financial statements

Governmental type fund balances are to be properly reported within one of the fund balance categories listed below:

Non-spendable — Amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.

Restricted — Amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed — Amounts that can be used only for specific purposes determined by a formal action of the Board of Commissioners. The Board of Commissioners is the highest level of decision-making authority for the County. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board of Commissioners.

Assigned — Amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The Board of Commissioners has granted authority to the finance manager to assign fund balance amounts.

Unassigned — The residual classification for the government’s general fund and includes all spendable amounts not contained in the other classifications. Additionally, other funds may report negative unassigned fund balance in certain circumstances.

In the governmental fund financial statements, when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Commissioners has provided otherwise in its commitment or assignment actions.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated absences

It is the County's policy to permit employees to accumulate earned but unused vacation leave and compensatory time. There is no liability for unpaid accumulated sick leave, as sick leave does not vest and is recorded as an expenditure when paid. Employees covered under collective bargaining can earn "flexible time off" in lieu of vacation and sick leave. "Flexible time off" earned vests over 14 years. All vacation leave and compensatory time is accrued when earned in the government-wide and proprietary funds. A liability for these amounts is reported in the governmental fund types only if they have vested.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oregon Public Employee Retirement System (OPERS) and additions to/deductions from OPERS' fiduciary net position have been determined on the same basis as they are reported by OPERS. 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.

Other postemployment benefits

For purposes of measuring the net OPEB asset, deferred outflows of resources and deferred inflows of resources related to other postemployment benefits, and other postemployment benefits expense, information about the fiduciary net position of the Oregon Public Employee Retirement System Retirement Health Insurance Account (RHIA) and additions to/deductions from the RHIA's fiduciary net position have been determined on the same basis as they are reported by OPERS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

An actuarial valuation dated July 1, 2020, was completed for purposes of measuring the other postemployment benefits liability, deferred outflows of resources and deferred inflows of resources related to other postemployment benefits, and other postemployment benefits expense for the Implicit Subsidy for the Employees of Yamhill County.

Deferred outflows / inflows of resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. These include refunded debt charges, pension related items and other postemployment benefit related items.

In addition to liabilities, the statement of net position will report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to future periods. Deferred lease resources, pension related items and other postemployment benefit related items, which are amortized over specified periods, are reported as deferred inflows of resources.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred outflows / inflows of resources (continued)

The balance sheet of governmental funds reports as deferred inflows, unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Implementation of new accounting standard

During the fiscal year ended June 30, 2022, the County implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for governmental end users. The implementation of this standard resulted in the recognition of a prepaid asset for expenses incurred prior to completion of the initial implementation of the arrangement. See Note 22 for additional information regarding the arrangement.

NOTE 3 – PRIOR-PERIOD ADJUSTMENT

The beginning net position of governmental activities and the beginning fund balance of the American Rescue Plan fund have been reduced by \$10,460,529 to correct an error in revenue that was recognized in the prior year under the American Rescue Plan Act.

NOTE 4 – CASH, CASH EQUIVALENTS AND INVESTMENTS

The County’s cash, cash equivalents and investments at June 30, 2022, are as follow:

Cash and cash equivalents	
Deposits with financial institutions	\$ 5,101,683
State of Oregon Local Government Investment Pool	34,739,040
Cash on hand	9,455
Cash with fiscal agent	<u>290,870</u>
Total cash and cash equivalents	<u>\$40,141,048</u>
Investments	
Corporate bonds	\$ 5,299,191
Municipal bonds	4,512,721
Government agency securities	1,438,027
U.S. obligations	13,724,760
U.S. Treasury notes & bonds	8,685,840
International bonds	<u>1,212,906</u>
Total investments	<u>\$34,873,445</u>

NOTE 4 – CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The County maintains a pool of cash, cash equivalents and investments that are available for use by all funds. Each fund's portion of this pool is displayed on the financial statements as cash and cash equivalents and investments. Interest earned on pooled cash, cash equivalents and investments is allocated to participating funds based upon their combined cash and investment balances.

Deposits with financial institutions

Custodial Credit Risk – Deposits with Financial Institutions: This is the risk that in the event of a bank failure, the County's deposits may not be returned. The Federal Depository Insurance Corporation (FDIC) provides insurance for the County's deposits with financial institutions up to \$250,000 each for the aggregate of all noninterest-bearing accounts and the aggregate of all interest-bearing accounts at each financial institution.

Deposits in excess of FDIC coverage with institutions participating in the Oregon Public Funds Collateralization Program are collateralized under the Public Funds Collateralization Program (PFCP) of the Oregon State Treasurer. The PFCP is a shared liability structure for participating financial institutions and is considered additional depository insurance as defined in GASB 40. Participating financial institutions are required to pledge securities, held by the Federal Home Loan Bank of Seattle in the name of the financial institution, with a value equal to at least 10%, with limited exceptions that may require up to 110%, of the amount of deposits of Oregon municipal corporations in excess of FDIC depository insurance. In the event of a failure of a participating financial institution the collective amount of all pledged securities under the PFCP are available to return the County's deposits. As of June 30, 2022, none of the County's bank balances were exposed to custodial credit risk.

State of Oregon Local Government Investment Pool

Balances in the State of Oregon Local Government Investment Pool (LGIP) are stated at fair value. Fair value is determined at the quoted market price, if available; otherwise the fair value is estimated based on the amount at which the investment could be exchanged in a current transaction between willing parties, other than a forced liquidation sale. The Oregon State Treasury administers the LGIP. The LGIP is an unrated, open-ended, no-load, diversified portfolio offered to any agency, political subdivision or public corporation of the state who by law is made the custodian of, or has control of, any fund. The LGIP is commingled with the State's short-term funds. To provide regulatory oversight, the Oregon Legislature established the Oregon Short-Term Fund Board and LGIP investments are approved by the Oregon Investment Council. The fair value of the County's position in the LGIP is the same as the value of the pool shares.

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4 – CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Investments

As of June 30, 2022, the County had the following investments:

<u>Investment Type</u>	Rating (Moody's/ Standard & Poor's)	<u>Fair Value</u>	<u>Weighted Average Maturity (in months)</u>
Corporate Bonds			
	AAA/AAA	\$ 958,697	47.02
	AAA/AA+	982,182	20.29
	AA2/AA	872,261	42.41
	AA2/AA-	494,960	17.84
	AA2/A+	197,724	34.39
	AA3/Unrated	101,501	26.10
	A1/AA-	244,649	30.97
	A1/A+	698,064	4.68
	A1/Unrated	200,020	0.72
	A3/A-	399,451	9.41
	Unrated	<u>149,682</u>	3.52
		<u>5,299,191</u>	
Municipal Bonds			
	AAA/AAA	467,560	41.09
	AA1/AA+	283,935	25.08
	AA1/Unrated	793,939	38.94
	AA2/AAA	986,735	39.08
	AA2/AA-	495,055	15.06
	Aa2/Unrated	318,045	48.03
	AA3/AA	150,059	1.05
	A1/AA	532,994	44.72
	Unrated/AAA	109,889	41.09
	Unrated/AA	<u>374,510</u>	20.67
		<u>4,512,721</u>	

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4 – CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

<u>Investment Type</u>	Rating (Moody's/ Standard & Poor's)	Fair Value	Weighted Average Maturity (in months)
Government Agency Securities	AAA/AA+	\$ 942,149	27.98
	AAA/Unrated	<u>495,878</u>	14.96
		<u>1,438,027</u>	
U.S. Obligations	AAA/AA+	12,758,022	34.31
	Unrated/AA+	485,526	18.64
	Unrated/Unrated	<u>481,212</u>	31.69
		<u>13,724,760</u>	
U.S. Treasury Notes & Bonds	AAA/Unrated	7,254,258	25.82
	Unrated/Unrated	<u>1,431,582</u>	20.38
		<u>8,685,840</u>	
International Bonds	AA3/AA-	491,104	7.93
	A1/A	479,268	18.67
	A2/A	<u>242,534</u>	30.41
		<u>1,212,906</u>	
Total Investments		<u>\$ 34,873,445</u>	

Credit Risk: Oregon statutes authorize the County to invest in obligations of the U.S. Treasury and U.S. agencies, bankers' acceptances, repurchase agreements, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record, and the state treasurer's investment pool. During the year, the County invested in international bonds whose ratings at times of purchase were A by Standard & Poor's Corporation which is below the minimum rating required by Oregon statutes.

NOTE 4 – CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Concentration of Credit Risk: The County has a formal policy that places a limit on the amount that may be invested in any one insurer as follows:

Investment	Max Investment
U.S. Treasury Obligations	100%
U.S. Agency Securities	100%
Per Agency (Senior Obligators Only)	50%
Oregon Short-Term Fund	Maximum allowed per ORS 294.810
Corporate Debt (Total)	35%
Corporate Commercial Paper	25%
Per Issuer	5%
Corporate Bonds	30%
Per Issuer	5%
Repurchase Agreements	5%
Banker's Acceptance	25%
Bank Time Deposits/Savings	50%
Accounts/Certificates of Deposit	
Per Institution	25%
Municipal Debt (Total)	35%
State of Oregon	25%
States of Idaho, California & Washington	25%

Interest Rate Risk: The following strategies are employed to control and mitigate the adverse changes in the market value of the portfolio due to changes in interest rates:

- Where feasible and prudent, investment maturities should be matched with expected cash outflows to mitigate market risk.
- To the extent feasible, investment maturities not matched with cash outflows, including liquidity investments under eighteen months, should be staggered to mitigate reinvestment risk
- No commitments to buy or sell securities may be made more than 14 days prior to the anticipated settlement date or receive a fee other than interest for future deliveries.
- The maximum percent of callable securities in the portfolio shall be 85%.
- The maximum stated final maturities of individual securities in the portfolio shall be five years, except when otherwise stated in the County's formal investment policy.
- The maximum portfolio average weighted maturity exclusive of Reserve or Capital Improvements Project monies measured with stated final maturity shall not exceed 4 years.
- Callable bonds will be calculated using their final maturity dates rather than their callable dates. LGIP and other money market investments shall be excluded from the average weighted maturity calculation.

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4 – CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Portfolio Credit Rating: The minimum weighted average credit rating of the portfolio's rated investments shall be Aa/AA/AA by Moody's Investor's Service/Standard and Poor's/Fitch Rating Service respectively.

Custodial Credit Risk – Investments: This is the risk that, in the event of the failure of a counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party. The County does not have a policy which limits the amount of investments that can be held by counterparties.

Fair Value Measurements. The County categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The County's investment in U.S. Agencies, corporate, and municipal bonds are measured using Level 2 inputs obtained from independent vendor services provided to our third-party safekeeper. These inputs include a variety of pricing techniques, including but not limited to fundamental analytical data related to the securities, values of baskets of securities, market interest rates, matrix calculated prices, and purchase price.

NOTE 5 – RECEIVABLES

The County's receivables at June 30, 2022, are as follows:

	General	Road	Health and Human Services	Capital Improvement	Other Governmental Funds	Total Governmental Funds
Property taxes	\$ 1,143,767	\$ -	\$ -	\$ -	\$ 19,645	\$ 1,163,412
Grants	985,609	767,881	337,132	724,500	-	2,815,122
Accounts	141,290	12,613	376,952	399	18,117	549,371
Interest	211,373	-	-	-	-	211,373
	<u>\$ 2,482,039</u>	<u>\$ 780,494</u>	<u>\$ 714,084</u>	<u>\$ 724,899</u>	<u>\$ 37,762</u>	<u>\$ 4,739,278</u>

	Internal Service Funds	Total Governmental Activities	Proprietary Fund Cove Orchard Sewer	Fiduciary Fund Agency	Totals
Property taxes	\$ -	\$ 1,163,412	\$ -	\$ 5,311,627	\$ 6,475,039
Grants	-	2,815,122	-	-	2,815,122
Accounts	52,329	601,700	27,856	3,348	632,904
Interest	-	211,373	-	-	211,373
	<u>\$ 52,329</u>	<u>\$ 4,791,607</u>	<u>\$ 27,856</u>	<u>\$ 5,314,975</u>	<u>\$ 10,134,438</u>

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6 – LEASE RECEIVABLES

	Original Amount	Outstanding June 30, 2021	Additions	Payments	Outstanding June 30, 2022
Governmental activities:					
<i>Land leases:</i>					
<u>Cell phone towers</u>					
2070 NE Lafayette Ave, McMinnville, Oregon (County fair and events center) January 6, 2000 to December 1, 2024. Base monthly rent is \$325 increasing 2% each five year anniversary Payments amortized at 2%. Current payment is \$476 per month.	\$ 92,054	\$ 19,293	\$ -	\$ (5,375)	\$ 13,918
2050 Lafayette Ave, McMinnville, Oregon (Public works yard). March 23, 2017 to March 22, 2042, including five five-year extensions. Base monthly rent is \$1,400 increasing 2% each anniversary. Payments amortized at 2%. Current payment is \$1,457 per month.	415,274	377,092	-	(10,741)	366,351
<i>Facility leases:</i>					
<u>Office space for outpatient adult behavioral health services</u>					
NE 6th and Davis, McMinnville, Oregon December 1, 2016 to November 30, 2021, including two one-year extensions. Base monthly rent is \$1,750 increasing 2% each anniversary Payments amortized at 2%. Current payment is \$1,857 per month.	104,007	9,424	-	(9,424)	-
<u>Office space for outpatient adult behavioral health services</u>					
NE 6th and Davis, McMinnville, Oregon December 1, 2021 to November 30, 2024, including two one-year extensions. Base monthly rent is \$1,932 increasing 2% each anniversary Payments amortized at 2%. Current payment is \$1,932 per month.	68,912	-	68,912	(12,901)	56,011
<u>Facility lease for respite home and adventure school for children</u>					
Approximately 3.7 acres adjacent to Baker Creek Road north of the City of McMinnville, Oregon (Rainbow Lodge). April 23, 2008 to April 22, 2033 Base annual rent is \$35,000 up front for first 10 years, and \$3,000 annually for years 11 to 25, increasing annually by the Portland CPI-U Payments are amortized at 2%. Current payment is \$3,121 per annum.	80,000	35,020	-	(2,547)	32,473
<u>Facility lease to Oregon Eye Specialists</u>					
2318 Portland Rd, Newberg, Oregon Assumed July 1 2021. Ends December 2027 Base montly rent at assumption is \$5,671 increasing 3% each anniversary. Payments amortized at 3%. Current payment is \$5,671 per annum.	374,087	374,087	28,251	(57,790)	344,548
	<u>\$ 1,134,334</u>	<u>\$ 814,916</u>	<u>\$ 97,163</u>	<u>\$(98,778)</u>	<u>\$ 813,301</u>

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6 – LEASE RECEIVABLE (Continued)

As of June 30, 2022, the future maturities of lease receivables are as follows:

Fiscal Years	Governmental Activities	
	Principal	Interest
2023	102,596	18,530
2024	108,331	15,804
2025	97,013	12,999
2026	89,295	10,493
2027	94,641	7,909
2028-2032	97,933	27,672
2033-2037	100,059	17,606
2038-2042	123,433	6,480
	\$ 813,301	\$ 117,493

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7 – CAPITAL ASSETS

Capital asset activity for the governmental activities

For the year ended June 30, 2022, capital asset activity for the governmental activities was as follows:

	Balance July 1, 2021	Increases	Decreases and Reclassifications	Balance June 30, 2022
Capital assets, not being depreciated:				
Land	\$ 4,894,181	\$ -	\$ -	\$ 4,894,181
Right of way	27,640,247	-	-	27,640,247
Gravel roads	19,148,800	-	-	19,148,800
Construction in progress	3,400,666	323,463	(3,331,195)	392,934
Total capital assets, not being depreciated	<u>55,083,894</u>	<u>323,463</u>	<u>(3,331,195)</u>	<u>52,076,162</u>
Capital assets, being depreciated:				
Buildings	27,950,875	418,010	1,383,813	29,752,698
Intangible right to use lease - buildings	3,532,733	6,047,514	(80,048)	9,500,199
Machinery and equipment	26,301,447	1,172,280	954,959	28,428,686
Infrastructure	116,028,851	3,089,872	(5,938,905)	113,179,818
Total capital assets being depreciated	<u>173,813,906</u>	<u>10,727,676</u>	<u>(3,680,181)</u>	<u>180,861,401</u>
Less accumulated depreciation for:				
Buildings	11,474,209	776,016		12,250,225
Intangible right to use lease - buildings	736,464	554,428	(35,576)	1,255,316
Machinery and equipment	16,462,187	1,870,334	(833,295)	17,499,226
Infrastructure	65,349,541	3,217,835	(5,938,905)	62,628,471
Total accumulated depreciation	<u>94,022,401</u>	<u>6,418,613</u>	<u>(6,807,776)</u>	<u>93,633,238</u>
Total capital assets, being depreciated, net	<u>79,791,505</u>	<u>4,309,063</u>	<u>3,127,595</u>	<u>87,228,163</u>
Total capital assets, net	<u>\$ 134,875,399</u>	<u>\$ 4,632,526</u>	<u>\$ (203,600)</u>	<u>\$ 139,304,325</u>

For the year ended June 30, 2022, depreciation expense was charged to governmental activities functions/programs as follows:

General government	\$ 2,225,837
Public safety	71,480
Highways and streets	3,346,601
Health and welfare	756,016
Parks, culture and recreation	<u>18,679</u>
Total depreciation expense- governmental activities	<u>\$ 6,418,613</u>

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7 – CAPITAL ASSETS (Continued)

Capital asset activity for the business-type activities

For the year ended June 30, 2022, capital asset activity for the business-type activities was as follows:

	<u>Balance</u> <u>July 1, 2021</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2022</u>
Capital assets, not being depreciated:				
Land	\$ 78,356	\$ -	\$ -	\$ 78,356
Capital assets, being depreciated:				
Buildings and equipment	978,346	-	-	978,346
Less accumulated depreciation for:				
Buildings and equipment	<u>975,456</u>	<u>2,168</u>	<u>-</u>	<u>977,624</u>
Total capital assets, being depreciated, net	<u>2,890</u>	<u>(2,168)</u>	<u>-</u>	<u>722</u>
Total capital assets, net	<u>\$ 81,246</u>	<u>\$ (2,168)</u>	<u>\$ -</u>	<u>\$ 79,078</u>

Depreciation expense charged to the sewer business-type activity amounted to \$2,168 for the year ended June 30, 2022.

NOTE 8 – LONG-TERM OBLIGATIONS

Changes in long-term obligations for the year ended June 30, 2022, are comprised of the following:

	<u>Outstanding</u> <u>July 1, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding</u> <u>June 30, 2022</u>	<u>Balances</u> <u>Due Within</u> <u>One Year</u>
<i>Governmental activities</i>					
Long-term debt obligations					
Notes from direct borrowings and direct placements					
Oregon Department of Transportation	\$ 8,793,799	\$ -	\$ 455,308	\$ 8,338,491	\$ 466,810
Other long-term obligations					
Compensated absences	2,381,662	3,988,590	4,060,697	2,309,555	2,309,555
Landfill liability	1,418,150	-	-	1,418,150	132,223
Other postemployment benefit liability	1,505,918	109,488	-	1,615,406	-
Net pension liability	40,727,632	-	15,857,324	24,870,308	-
Lease liability	<u>2,941,031</u>	<u>6,047,514</u>	<u>421,069</u>	<u>8,567,476</u>	<u>528,844</u>
Total long-term obligations	<u>\$ 57,768,192</u>	<u>\$ 10,145,592</u>	<u>\$ 20,794,398</u>	<u>\$ 47,119,386</u>	<u>\$ 3,437,432</u>
<i>Business-type activities</i>					
Other long-term obligations					
Compensated absences	<u>\$ 78</u>	<u>\$ -</u>	<u>\$ 78</u>	<u>\$ -</u>	<u>\$ -</u>

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 8 – LONG-TERM OBLIGATIONS (Continued)

Governmental activities long-term debt obligations

Oregon Department of Transportation – On July 1, 2013, the Oregon Department of Transportation (ODOT) approved borrowing by the County in the amount of \$10,366,640 to finance its portion of the project costs for the Newberg-Dundee Bypass. Additionally, in the 2020 fiscal year, the County borrowed an additional \$2,758,084. In the event of a default, the remaining loan balance is immediately due and payable. ODOT may withhold other State of Oregon funds, including but not limited to, the County’s apportionment of State Highway Fund revenues, and apply these funds to the outstanding loan balance. Annual payments of \$655,260 include interest at 2.26%. At June 30, 2022, the balance of the loan is \$8,338,491.

Future maturities of governmental activities obligations:

As of June 30, 2022, the future maturities of long-term obligations for governmental activities are as follows:

Fiscal Years	Oregon Department of Transportation		Total
	Principal	Interest	
Ending			
2023	\$ 466,810	\$ 188,450	\$ 655,260
2024	477,360	177,900	655,260
2025	488,148	167,112	655,260
2026	499,180	156,080	655,260
2027	510,462	144,798	655,260
2028-32	2,730,659	545,640	3,276,299
2033-37	3,053,489	222,810	3,276,299
2038	112,383	2,540	114,923
	<u>\$8,338,491</u>	<u>\$1,605,330</u>	<u>\$ 9,943,821</u>

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 8 – LONG-TERM OBLIGATIONS (Continued)

Lease payables

<u>Governmental activities:</u>	<u>Original</u>	<u>Outstanding</u>			<u>Outstanding</u>
	<u>Amount</u>	<u>July 1, 2021</u>	<u>Additions</u>	<u>Payments</u>	<u>June 30, 2022</u>
<i>Facility leases:</i>					
<u>Office storage</u>					
520 E. 4th Street, McMinnville, Oregon January 1, 2016 to December 31, 2024, including one four-year extension. Base monthly rent is \$1,400 plus annual CPI-U adjustment each anniversary. Payments amortized at 2%. This lease was unexpectedly terminated July 1, 2022.	\$ 133,082	\$ 46,256	\$ -	\$ (46,256)	\$ -
<u>Housing for individuals and families with mental health and/or substance use disorders</u>					
433 NE 17th Street McMinnville, Oregon (Baker Field). April 22, 2016 to June 30, 2025, including one five-year extension. Base monthly rent is \$5,257 increasing 2% each anniversary Payments amortized at 2%. Current payment is \$5,968 per month	629,712	365,420	-	(66,989)	298,431
1944 NE Baker Street, McMinnville, Oregon (Aspen Ridge) March 26, 2018 to June 30, 2027, including one five-year extension. Base monthly rent is \$12,000 increasing 2% each anniversary Payments amortized at 2%. Current payment is \$12,485 per month	1,427,589	1,024,655	-	(134,306)	890,349
675 Sheridan SE Road, Sheridan, Oregon March 2022 to February 2027, including a five-year extension option. Base monthly rent is \$26,550 increasing 2% each anniversary. Once phase 1 is complete (estimated 6/30/2024), monthly payments increase to \$60,770, increasing 2% each anniversary. Current payment is \$26,550.	6,047,514	-	6,047,514	(68,577)	5,978,937

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 8 – LONG-TERM OBLIGATIONS (Continued)

Office space for Developmental Disability and Veterans Services

330-340 Kirby Street, McMinnville, Oregon
 October 18, 2017 to September 30, 2032,
 including two five-year extensions. Base monthly
 rent is \$8,800 increasing to \$9,500 through
 September 30, 2022. Base monthly rent reset to
 \$10,000 beginning on October 1, 2022 increasing
 2.5% each anniversary. Payments amortized at 2.5%.
 Current payment is \$8,800 per month

	1,537,808	1,285,324	-	(81,893)	1,203,431
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Office space for Family and Youth programs

345 Evans Street, McMinnville, Oregon
 September 21, 2018 to September 20, 2028,
 including one five-year extension. Base monthly
 rent is \$2,454 increasing \$123 each anniversary
 through year five. Base monthly rent will be
 renegotiated beginning year six. Payments amortized
 at 5%. Current payment is \$2,577 per month

	<u>271,217</u>	<u>219,376</u>	-	<u>(23,048)</u>	<u>196,328</u>
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	<u>\$ 10,046,922</u>	<u>\$ 2,941,031</u>	<u>\$6,047,514</u>	<u>\$(421,069)</u>	\$8,567,476
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Current portion	(528,844)
Long-term portion	<u>\$8,038,632</u>

Future maturities - leases payable

As of June 30, 2022, the future maturities of leases payable are as follows:

Fiscal Years	Governmental Activities	
	Principal	Interest
2023	528,844	179,247
2024	558,253	166,759
2025	990,752	149,895
2026	1,029,010	127,808
2027	996,214	105,862
2028-2032	4,427,093	226,961
2033-2037	<u>37,310</u>	<u>156</u>
	<u>\$ 8,567,476</u>	<u>\$ 956,688</u>

NOTE 8 – LONG-TERM OBLIGATIONS (Continued)

Compensated absences

County employees accumulate earned but unused leave with pay which combines into a Flexible Earned Time (FET) bank. Upon termination of employment the FET bank pays out a percentage based on each employee's years of service using their current pay rate.

The General Fund, Road Fund, Health and Human Services Fund, Capital Improvement Fund, other governmental funds, and internal service funds are typically used to liquidate these liabilities.

Landfill liability

A postclosure care liability of \$1,418,150 has been recorded as of June 30, 2022, for 10 years of maintenance and monitoring cost estimates. Cost estimates are based on what it would cost to perform the 10 years of post-closure care in 2022. Actual costs may be different due to inflation, deflation, changes in technology, or changes in regulations.

Pension and other postemployment benefit liability

See Note 12. *Defined benefit pension plan* in the Notes to Financial Statements section of this report for additional information.

See Notes 14 and 15. *Other postemployment benefits* in the Notes to Financial Statements section of this report for additional information.

The General Fund, Road Fund, Health and Human Services Fund, Capital Improvement Fund, other governmental funds, and internal service funds are typically used to liquidate these liabilities.

NOTE 9 – CONDUIT DEBT

The County has issued five limited obligation ("conduit") revenue bonds for the express purpose of providing capital financing for specific third-party borrowers. Although the conduit debt obligations bear the name of the County, the County has no obligation for such debt; accordingly, the debt is not reported as a liability in the County's financial statements.

On August 4, 2016 the Yamhill County Hospital Authority (the "Authority") issued variable rate demand series 2016 bonds in the amount of \$42,140,000. Series 2016A (tax-exempt) has a maturity date of November 15, 2026. Series 2016B (federally taxable) matured November 15, 2020. The proceeds were assigned to Friendsview Manor d/b/a Friendsview Retirement Community, an Oregon non-profit organization and were used to fully defease previously issued bonds, finance improvements, remodel and expand the continuing care retirement facility, and to pay the costs associated with issuance of the bonds. The bonds do not constitute a debt or liability of the Authority or Yamhill County. The outstanding amount at June 30, 2022, for series 2016A is \$39,410,000. The Authority has no taxing power.

NOTE 9 – CONDUIT DEBT

The County has issued five limited obligation ("conduit") revenue bonds for the express purpose of providing capital financing for specific third-party borrowers. Although the conduit debt obligations bear the name of the County, the County has no obligation for such debt; accordingly, the debt is not reported as a liability in the County's financial statements.

On August 4, 2016, the Yamhill County Hospital Authority (the "Authority") issued variable rate demand series 2016 bonds in the amount of \$42,140,000. Series 2016A (tax-exempt) has a maturity date of November 15, 2026. Series 2016B (federally taxable) matured November 15, 2020. The proceeds were assigned to Friendsview Manor d/b/a Friendsview Retirement Community, an Oregon nonprofit organization and were used to fully defease previously issued bonds, finance improvements, remodel and expand the continuing care retirement facility, and to pay the costs associated with issuance of the bonds. The bonds do not constitute a debt or liability of the Authority or Yamhill County. The outstanding amount at June 30, 2022, for series 2016A is \$39,410,000. The Authority has no taxing power.

On June 30, 2021, the Yamhill County Hospital Authority (the "Authority") issued series 2021 bonds in the amount of \$124,220,000. Series 2021A (tax-exempt) has a maturity date of November 15, 2056. Series 2021B-1, 2021B-2, and 2021B-3 (tax exempt mandatory paydown securities) mature November 15, 2028, 2027 and 2026, respectively. The proceeds were assigned to Friendsview Manor d/b/a Friendsview Retirement Community, an Oregon nonprofit organization and were used to refund the Series 2020 bonds and for construction and equipping of the second phase of a master plan to expand the University Village and Springbrook Meadows neighborhoods and to develop a healthcare expansion. The bonds do not constitute a debt or liability of the Authority or Yamhill County. The outstanding amount at June 30, 2022, is \$80,970,000, \$8,000,000, \$11,250,000, and \$24,000,000 for series 2021A, Series 2021B-1, Series 2021B-2, and Series 2021B-3, respectively. The Authority has no taxing power.

In July 2012, the County issued tax-exempt series 2012A bonds in the amount of \$19,510,000. The bonds were assigned to George Fox University to fully defease previously issued bonds which were issued to finance the acquisition of real estate and construction of capital improvements. The outstanding amounts for the series 2012A issue at June 30, 2021, was \$19,510,000. George Fox University has no taxing power. The outstanding amount for the series 2012A issue on June 30, 2022, was fully repaid.

In April 2018, the County authorized tax-exempt series 2018 bonds in the amount of \$15,000,000. The bonds were assigned to George Fox University and were issued to finance construction of capital improvements. The outstanding amount for the series 2018 issue on June 30, 2022, was fully repaid.

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 – CONDUIT DEBT (Continued)

On December 1, 2021, the County authorized tax-exempt series 2021 bonds in the amount of \$39,230,000. The bonds were assigned to George Fox University and were issued to refund their Series 2012A and 2018 bonds, refund a commercial bank term loan, finance the costs of the acquisition and construction of and renovations, improvements, and equipping of facilities located on the University’s campus in Newberg, Oregon, and paying the costs of issuing the bonds. The outstanding amount on June 30, 2022, is \$39,230,000. George Fox University has no taxing power.

In September 2020, the County authorized tax-exempt series 2020 bonds in the amount of \$58,625,000. The bonds were assigned to Linfield University and were issued to finance and reimburse the costs of acquisition and construction of facilities, refund the outstanding State of Oregon – Oregon Facilities Authority Revenue Bonds 2010A, advance refund the outstanding State of Oregon – Oregon Facilities Authority Revenue Bonds 2015A and pay costs relating to the issuance of the bonds. The outstanding amount at June 30, 2022, is \$44,160,000 and \$8,675,000 for series 2020A and 2020B, respectively. Linfield University has no taxing power.

NOTE 10 – INTERFUND BALANCES AND TRANSFERS

Interfund transfers used to reallocate financial resources to funds where they will be expended were as follows:

Fund	Transfers	
	In	Out
General	\$ 2,733,525	\$ 6,431,153
Road	655,808	1,105,128
Health and Human Services	2,217,611	3,691,071
American Rescue Plan	-	55,654
Capital Improvement	3,599,092	239,007
Nonmajor funds	477,555	1,239,982
Governmental activities - non-cash	-	32,329
Cove Orchard Sewer	-	13
Internal Service funds	3,305,360	226,943
Internal Service funds - non-cash	32,329	-
	<u>\$13,021,280</u>	<u>\$13,021,280</u>

Transfers between funds were made to facilitate operations of County services, provide for transfers to the Internal Service funds and provide sufficient operating resources to the Health and Human Services Fund and nonmajor funds.

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – INTERFUND BALANCES AND TRANSFERS (Continued)

As of June 30, 2022, advances and due to/from other funds are as follows:

	Advances from other funds
Advances to other funds	Capital Improvement
General	\$ 255,444
Nonmajor governmental	202,100
Internal service funds	614,714
	\$ 1,072,258

The Solid Waste Fund and the Motor Vehicle Replacement (Internal Service) Funds made equal advances to the Capital Improvement Fund to finance the Jail Security Camera Project. The outstanding amount of the advances at June 30, 2022, is \$202,100 in each fund.

The Landfill License Reserve (General) and the Motor Vehicle Replacement (Internal Service) Funds made equal advances to the Capital Improvement Fund to pay off the Oregon Economic and Community Development Department loan. The outstanding amount of the advances at June 30, 2022, is \$255,444 in each fund.

The Self-Insurance Fund (Internal Service) made advances to the Capital Improvement Fund to acquire real property. The outstanding amount of the advance at June 30, 2022, is \$157,170.

NOTE 11 – UNAVAILABLE REVENUE

As of June 30, 2022, resources owned by the County, which are measurable but unavailable in the governmental funds, consist of the following:

	General	Road	American Rescue Plan	Capital Improvement	Nonmajor Funds	Totals
Property taxes	\$ 943,267	\$ -	\$ -	\$ -	\$ 16,220	\$ 959,487
Other	-	1,983	-	-	-	1,983
Total	\$ 943,267	\$ 1,983	\$ -	\$ -	\$ 16,220	\$ 961,470

NOTE 12 – DEFINED BENEFIT PENSION PLAN

Plan Description

Employees of the County are provided with pensions through the Oregon Public Employees Retirement Systems (OPERS).

The OPERS consists of a single cost-sharing multiple employer defined benefit pension plan. The Oregon Legislature has delegated the authority to the Public Employees Retirement Board to administer and manage the system.

OPERS produces an independently audited Annual Comprehensive Financial Report which includes detailed information about the pension plan's fiduciary net position. The report can be found at: www.oregon.gov/pers/Documents/Financials/CAFR/2021-ACFR.pdf.

Description of benefit terms

All benefits of the System are established by the legislature pursuant to ORS Chapters 238 and 238A.

Tier One/Tier Two retirement benefit (Chapter 238)

Tier One/Tier Two Retirement Benefit Plan is closed to new members hired on or after August 29, 2003.

Pension benefits

The OPERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (1.67% for general service employees and 2% for police and fire employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55, and police and fire members after age 50. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Tier Two members are eligible for full benefits at age 60.

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Tier One/Tier Two retirement benefit (Chapter 238) (continued)

Death benefits

Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following conditions are met:

- the member was employed by an OPERS employer at the time of death,
- the member died within 120 days after termination of OPERS-covered employment,
- the member died as a result of injury sustained while employed in an OPERS-covered job, or
- the member was on an official leave of absence from an OPERS-covered job at the time of death.

Disability benefits

A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including OPERS judge members) for disability benefits regardless of the length of OPERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 when determining the monthly benefit.

Benefit changes after retirement

Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes.

Oregon Public Service Retirement Plan (Chapter 238A) (OPSRP)

Pension benefits

The OPSRP pension program provides benefits to members hired on or after August 29, 2003.

This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

General service: 1.5% is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

Police and fire: 1.8% is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60, or age 53 with 25 years of retirement credit.

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Oregon Public Service Retirement Plan (Chapter 238A) (OPSRP) (continued)

A member of the OPSRP pension program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

Death benefits

Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50% of the pension that would otherwise have been paid to the deceased member.

Disability benefits

A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45% of the member's salary determined as of the last full month of employment before the disability occurred.

Benefit changes after retirement

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes.

Contributions

OPERS funding policy provides for periodic member and employer contributions at actuarial determined rates, subject to limits set in statute. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates during the period were based on the actuarial valuation as of December 31, 2019.

Tier One/Tier Two employer contribution rates are 20.22%. The OPSRP employer contribution rates are 14.11% for general service employees and 18.47% for police and fire employees. Employer contributions for the year ended June 30, 2022, were \$6,329,912.

Net pension liability, pension expense and deferred outflows of resources and deferred inflows of resources related to pensions

Net pension liability

At June 30, 2022, the County reported a liability of \$24,870,308 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. The County's proportion of the net pension liability was actuarially determined based on a projection of the County's long-term contributions effort to the pension plan relative to the long-term projected contributions effort of all participating employers. The projected long-term contribution effort is equal to the sum of the present value of future normal costs (PVFNC) and the unfunded actuarial liability (UAL).

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Net pension liability, pension expense and deferred outflows of resources and deferred inflows of resources related to pensions (continued)

Normal Cost Rate: The PVFNC represents the portion of the projected long-term contribution effort related to future service. An employer's PVFNC depends on both the normal cost rates charged on the employer's payrolls, and on the underlying demographics of the respective payrolls. For OPERS funding, employers have up to three different payrolls, each with a different normal cost rate: (1) Tier One/Tier Two payroll, (2) OPSRP general service payroll, and (3) OPSRP police and fire payroll.

UAL Rate: A UAL can arise when an event such as experience differing from the assumptions used in the actuarial valuation occurs. An amortization schedule is established to eliminate the UAL that arises over a fixed period of time if future experience follows assumption. The UAL Rate is the upcoming year's component of the cumulative amortization schedules, stated as a percent of payroll. The UAL represents the portion of the projected long-term contribution effort related to past service.

After the employer's projected long-term contribution effort is calculated, that amount is reduced by the value of the employer's supplemental lump-sum payments, known as side accounts, transition surpluses and pre-SLGRP (State and Local Government Rate Pool) surpluses as of the valuation date. Side accounts decrease the employer's projected long-term contribution effort because side accounts are effectively prepaid contributions.

At June 30, 2021, the County's proportion was 0.20783312%, which was an increase of 0.02120978% from its proportion measured as of June 30, 2020.

Pension expense

For the year ended June 30, 2022, the County recognized pension expense of \$4,569,597.

Deferred inflows of resources and deferred outflows of resources

Deferred inflows of resources and deferred outflows of resources are calculated at the plan level and are allocated to employers based on their proportionate share. For the measurement period ended June 30, 2021, employers will report the following deferred inflows of resources and/or deferred outflows of resources:

- Difference between expected and actual experience
- Changes in assumptions
- Net differences between projected and actual investment earnings
- Changes in employer proportion since the prior measurement date
- Differences between employer contributions and employer's proportionate share of system contributions
- Contributions subsequent to the measurement date

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Net pension liability, pension expense and deferred outflows of resources and deferred inflows of resources related to pensions (continued)

Differences between expected and actual experience, changes in assumptions and changes in employer proportionate share are amortized over the average remaining service lives of all plan participants, including retirees, determined at the beginning of the respective measurement period. Employers are required to recognize pension expense based on the balance of the closed period "layers" attributable to each measurement period. The average remaining service lives determined as of the beginning of each measurement period are:

- Fiscal Year ended June 30, 2021 - 5.4 years
- Fiscal Year ended June 30, 2020 - 5.3 years
- Fiscal Year ended June 30, 2019 - 5.2 years
- Fiscal Year ended June 30, 2018 - 5.2 years
- Fiscal Year ended June 30, 2017 - 5.3 years
- Fiscal Year ended June 30, 2016 - 5.3 years
- Fiscal Year ended June 30, 2015 - 5.4 years
- Fiscal Year ended June 30, 2014 - 5.6 years

The net difference between projected and actual investment earnings attributable to each measurement period is amortized over a closed five-year period.

As of June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 2,328,023	\$ -
Changes of assumptions	6,225,787	65,453
Net difference between projected and actual earnings on pension plan investments	-	18,411,297
Changes in proportionate share	3,441,552	523,180
Difference between contributions and proportionate share of system contributions	1,080,217	-
Contributions subsequent to the measurement date	<u>6,329,912</u>	<u>-</u>
	<u>\$ 19,405,491</u>	<u>\$ 18,999,930</u>

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Net pension liability, pension expense and deferred outflows of resources and deferred inflows of resources related to pensions (continued)

Deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement in the amount of \$6,329,912 will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Years ending June 30,	
2023	\$ (572,290)
2024	(801,299)
2025	(1,807,551)
2026	(3,639,089)
2027	<u>895,879</u>
	<u>\$(5,924,351)</u>

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial methods and assumptions used in developing contribution rates and total pension liability

The total pension liability measured as of June 30, 2021, was based on an actuarial valuation as of December 31, 2019, using the following methods and assumptions:

Experience study report	2018, published July 24, 2019
Actuarial cost method	Entry age normal
Inflation rate	2.4%
Long-term expected rate of return	6.9%
Discount rate	6.9%
Administrative expenses – Tier One/Tier Two	\$32.5 million per year added to normal cost
Administrative expenses – OPSRP	\$8 million per year added to normal cost
Projected salary increases	3.4 percent
Cost of living adjustments (COLA)	Blend of 2% COLA and graded COLA (1.25%/ .015) in accordance with <i>Moro</i> decision; blend based on service
Mortality	<p>Healthy retirees and beneficiaries: Pub-2010 Health Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Active members: Pub-2010 employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Disabled retirees: Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p>

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2018 Experience Study which reviewed experience for the four years ended on December 31, 2018.

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial methods and assumptions used in developing contribution rates and total pension liability (continued)

UAL amortization

The Tier 1/Tier 2 UAL amortization period was reset to 20 years as of December 31, 2013. Gains and losses between subsequent odd-year valuations will be amortized as a level percentage of projected combined valuation payroll (Tier 1/ Tier 2 plus OPSRP payroll) over a closed 20-year period from the valuation in which they are first recognized. Senate Bill 1049 was signed into law in June 2019 and requires a one-time re-amortization of Tier 1/Tier 2 UAL over a closed 22-year period at the December 31, 2019, rate-setting actuarial valuation, which will set actuarial determined contribution rates for the 2021-2023 biennium.

The OPSRP UAL as of December 31, 2007, is amortized as a level percentage of projected combined valuation payroll (Tier 1/ Tier 2 plus OPSRP payroll) over a closed period 16-year period. Gains and losses between subsequent odd-year valuations are amortized as a level percentage of combined valuation payroll over 16 years from the valuation in which they are first recognized.

Discount rate

The discount rate used to measure the total pension liability was 6.9%, a reduction from 7.2% from the prior fiscal year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Assumed asset allocation

<u>Asset Class</u>	<u>Target Allocation</u>
Cash	0.00%
Debt securities	20.00%
Public equity	32.50%
Private equity	17.50%
Real estate	12.50%
Alternatives portfolio	15.00%
Risk parity	<u>2.50%</u>
Total	<u><u>100.00%</u></u>

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial methods and assumptions used in developing contribution rates and total pension liability (continued)

Long-term expected rate of return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 the PERS Board reviewed long-term assumptions developed by both the actuary’s capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on forward-looking capital market economic model.

<u>Long-Term Expected Rate of Return</u> ¹	Target	Annual	20-Year	Annual
Asset Class	Allocation	Arithmetic	Annualized	Standard
		Return ²	Geometric	Deviation
			Mean	
Global Equity	30.62 %	7.11 %	5.85 %	17.05 %
Private Equity	25.50	11.35	7.71	30.00
Core Fixed Income	23.75	2.80	2.73	3.85
Real Estate	12.25	6.29	5.66	12.00
Master Limited Partnerships	0.75	7.65	5.71	21.30
Infrastructure	1.50	7.24	6.26	15.00
Commodities	0.63	4.68	3.10	18.85
Hedge Fund of Funds - Multistrategy	1.25	5.42	5.11	8.45
Hedge Fund Equity - Hedge	0.63	5.85	5.31	11.05
Hedge Fund - Macro	5.62	5.33	5.06	7.90
US Cash	-2.50 ³	1.77	1.76	1.20
Assumed Inflation - Mean			2.40 %	1.65 %

¹ Based on the OIC Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Retirement Fund, including revisions adopted at the OIC meeting on June 2, 2021.

² The arithmetic mean is a component that goes into calculating the geometric mean. Expected rates of return are presented using the geometric mean, which the Board uses in setting the discount rate.

³ Negative allocation to cash represents levered exposure from allocation to Risk Parity strategy.

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial methods and assumptions used in developing contribution rates and total pension liability (continued)

Depletion date projection

GASB 68 generally requires that a blended discount rate be used to measure the Total Pension Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the fiduciary net position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 68 will often require that the actuary perform complex projections of future benefit payments and asset values. GASB 68 (paragraph 67) does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made. GASB does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgment.

The following circumstances justify an alternative evaluation of sufficiency for OPERS:

- OPERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which means that payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 68 specifies that the projections regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is OPERS independent actuary's opinion that the detailed depletion date projections outlined in GASB 68 would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

Changes in actuarial methods and assumptions

There have been no changes in actuarial methods or assumptions since the valuation as of December 31, 2019, used for determining the collective net pension liability that are expected to have a significant effect on the County's proportionate share of the collective net pension liability.

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

Sensitivity of the proportionate share of the net pension liability to changes in the discount rate
The following presents the proportionate share of the net pension liability calculated using the discount rate of 6.9%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.9%) or 1-percentage-point higher (7.9%) than the current rate:

	1 Percentage Point Lower	Current Discount Rate	1 Percentage Point Higher
Proportionate share of net pension liability	\$48,839,336	\$24,870,308	\$4,816,932

NOTE 13 – DEFINED CONTRIBUTION PLAN

Plan description

Individual account program (IAP) - Participants in OPERS defined benefit pension plan also participate in the defined contribution plan.

Pension benefits

An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

Upon retirement, a member of the IAP may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

Death benefits

Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

NOTE 13 – DEFINED CONTRIBUTION PLAN (Continued)

Contributions

Starting July 1, 2020, Senate Bill 1049 required a portion of member contributions to their IAP accounts to be redirected to the Defined Benefit Pension Plan. If the member earns more than \$2,500 per month (increased to \$2,535 per month on January 1, 2021) 0.75% (if OPSRP member) or 2.5% (if Tier One/Tier Two member) of the member's contributions that were previously contributed to the member's IAP now fund the new Employee Pension Stability Accounts (EPSA). The EPSA accounts will be used to fund the cost of future pension benefits without changing those benefits, which means reduced contributions to the member's IAP account. Members may elect to make voluntary IAP contributions equal to the amount redirected.

The County makes the employee contributions of 6% of covered payroll to the plan. Contributions for the year ended June 30, 2022, were \$2,324,206.

Recordkeeping

PERS contracts with VOYA Financial to maintain IAP participant records.

NOTE 14 – OTHER POSTEMPLOYMENT BENEFITS – OPERS RHIA

Plan description

The County contributes to the Oregon PERS Retirement Health Insurance Account (RHIA) for each of its eligible employees. The RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by PERS. Contributions are mandatory for each employer that is a member of PERS.

The Oregon Legislature has delegated the authority to the Public Employees Retirement Board to administer and manage the system.

OPERS produces an independently audited Annual Comprehensive Financial Report which includes detailed information about the plan's fiduciary net position. The report can be found at: www.oregon.gov/pers/Documents/Financials/CAFR/2021-ACFR.pdf.

Description of benefit terms

All benefits of the System are established by the legislature pursuant to Oregon Revised Statutes Chapters 238 and 238A.

The RHIA is closed to new members hired on or after August 29, 2003.

NOTE 14 – OTHER POSTEMPLOYMENT BENEFITS – OPERS RHIA (Continued)

Description of benefit terms (continued)

Other Postemployment Healthcare benefits

Eligible retired members receive a monthly healthcare benefit for life up to \$60 toward the monthly cost health insurance.

To be eligible, the member must:

- 1) Have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS
- 2) Receive both Medicare Parts A and B coverage
- 3) Enroll in a PERS-sponsored health plan

Surviving spouse or dependent benefits

A surviving spouse or dependent of a deceased retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she is receiving a retirement benefit or allowance from PERS or was insured at the time the member died and the member retired before May 1, 1991.

Contributions

OPERS funding policy provides for periodic member and employer contributions at the rates established by the Public Employees Retirement Board, subject to limits set in statute. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates during the period were based on the actuarial valuation as of December 31, 2019.

The County contributed 0.06% of PERS-covered salaries for Tier One and Tier Two members to fund the normal cost portion of RHIA benefits. Since the funded status of the RHIA UAL is in excess of 100%, no contributions were required to fund the RHIA UAL. For the year ended June 30, 2022, the County made contributions in the amount of \$5,253 to the RHIA.

Net OPEB liability/(asset), pension expense and deferred outflows of resources and deferred inflows of resources related to other postemployment benefits

Net OPEB liability (asset)

At June 30, 2022, the County reported a liability/(asset) of (\$719,582) for its proportionate share of the net OPEB liability/(asset). The net OPEB liability/(asset) was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability/(asset) was determined by an actuarial valuation as of December 31, 2019. The County's proportion of the net OPEB liability/(asset) was based on its actual, legally required contributions made during the fiscal year with the total actual contributions of all employers during the fiscal year.

NOTE 14 – OTHER POSTEMPLOYMENT BENEFITS – OPERS RHIA (Continued)

Net OPEB liability/(asset), pension expense and deferred outflows of resources and deferred inflows of resources related to other postemployment benefits (continued)

Net OPEB liability (asset)

As of June 30, 2021, the County's proportion was 0.20954585%, which was an increase of 0.04154621% from its proportion measured as of June 30, 2020.

OPEB expense

For the year ended June 30, 2022, the County recognized a credit to OPEB expense of \$(91,231).

Deferred inflows of resources and deferred outflows of resources

Deferred inflows of resources and deferred outflows of resources are calculated at the plan level and are allocated to employers based on their proportionate share. For the measurement period ended June 30, 2021, employers will report the following deferred inflows or resources and/or deferred outflows of resources:

- Difference between expected and actual experience
- Changes in assumptions
- Changes in employer proportion since the prior measurement date
- Net difference between projected and actual investment earnings.
- Contributions subsequent to measurement date

Differences between expected and actual experience, changes in assumptions and changes in employer proportionate are amortized over the average remaining service lives of all plan participants, including retirees, determined at the beginning of the respective measurement period. Employers are required to recognize OPEB expense based on the balance of the closed period "layers" attributable to each measurement period. The average remaining service lives determined as of the beginning of each measurement period are described below:

- Fiscal Year ended June 30, 2021 – 2.7 years
- Fiscal Year ended June 30, 2020 – 2.9 years
- Fiscal Year ended June 30, 2019 – 3.1 years
- Fiscal Year ended June 30, 2018 – 3.3 years
- Fiscal Year ended June 30, 2017 – 3.7 years

The net difference between projected and actual investment earnings attributable to each measurement period is amortized over a closed five-year period.

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – OTHER POSTEMPLOYMENT BENEFITS – OPERS RHIA (Continued)

Net OPEB liability/(asset), pension expense and deferred outflows of resources and deferred inflows of resources related to other postemployment benefits (continued)

At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 20,020
Changes of assumptions	14,159	10,705
Net difference between projected and actual earnings on pension plan investments	-	171,011
Changes in proportionate share	54,475	51,270
Contributions subsequent to the measurement date	5,253	-
	<u>\$ 73,887</u>	<u>\$ 253,006</u>

Deferred outflows of resources related to OPEB resulting from the County's contributions subsequent to the measurement date in the amount of \$5,253 will be recognized as an adjustment to the net OPEB (asset) / liability in the year ended June 30, 2023.

As of June 30, 2022, other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years Ending June 30,	
2023	\$ (35,838)
2024	(55,472)
2025	(39,042)
2026	(54,020)
	<u>\$ (184,372)</u>

Actuarial methods and assumptions used in developing total OPEB liability

Except as identified below, actuarial methods and assumptions used in developing the total OPEB liability are the same as those used to develop the total PERS pension liability as discussed in note 12.

Retiree healthcare participation

Healthy retirees are assumed to participate 32% of the time while disabled retirees are assumed to participate 20% of the time.

NOTE 14 – OTHER POSTEMPLOYMENT BENEFITS – OPERS RHIA (Continued)

Actuarial methods and assumptions used in developing total OPEB liability (continued)

Healthcare cost trend rate

A healthcare cost trend rate is not utilized in the actuarial valuation as statute stipulates a \$60 monthly payment to retirees for health insurance.

Depletion date projection

GASB 75 generally requires that a blended discount rate be used to measure the Total OPEB Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the fiduciary net position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 75 will often require that the actuary perform complex projections of future benefit payments and asset values. GASB 75 (paragraph 82) does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made. GASB does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgment.

The following circumstances justify an alternative evaluation of sufficiency for Oregon PERS (OPERS):

- OPERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which means that payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 75 specifies that the projections regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is OPERS independent actuary's opinion that the detailed depletion date projections outlined in GASB 75 would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

NOTE 14 – OTHER POSTEMPLOYMENT BENEFITS – OPERS RHIA (Continued)

Sensitivity of the proportionate share of the net OPEB liability/(asset) to changes in the discount rate

The following presents the proportionate share of the net OPEB liability/(asset) calculated using the discount rate of 6.9%, as well as what the proportionate share of the net OPEB liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.9%) or 1-percentage-point higher (7.9%) than the current rate:

	1 Percentage Point Lower	Current Discount Rate	1 Percentage Point Higher
Proportionate share of net OPEB liability/(asset)	\$ (636,364)	\$ (719,582)	\$ (790,669)

NOTE 15– OTHER POSTEMPLOYMENT BENEFITS – IMPLICIT SUBSIDY

Plan description and benefits provided

The County provides other postemployment benefits (OPEB) for employees, retirees, spouses and dependents through a single employer defined benefit plan in the form of group health insurance benefits. As required by ORS 243.303(2), retirees who were hired after July 1, 2003 are allowed to continue, at the retirees' expense, coverage under the group health insurance plan until age 65. The difference between the premium actually paid by the retirees under the group insurance plan and the premium that they would pay if they were not included in the plan is considered to be an implicit subsidy under the provisions of GASB 75. The plan does not issue a separate stand-alone financial report.

Plan membership

As June 30, 2022, there were 458 active employees, 8 eligible retirees, and 2 spouses of ineligible retirees for a total of 468 plan members.

Contributions

The County funds the plan only to the extent of current year insurance premium requirements on a pay-as-you-go basis. The average monthly premium requirements for the County are as follows:

For retirees	\$	746
For spouses of retirees		738

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15– OTHER POSTEMPLOYMENT BENEFITS – IMPLICIT SUBSIDY (Continued)

Total OPEB liability, changes in total OPEB liability, OPEB expense, deferred outflows of resources and deferred inflows of resources related to OPEB

As of June 30, 2022, the County reported a total OPEB liability of \$1,615,406. The total OPEB liability was measured as of June 30, 2021, and determined by an actuarial as of that date.

For the year ended June 30, 2022, changes in the total OPEB liability are comprised of the following:

	Total OPEB Liability
Balances at June 30, 2021	\$ 1,505,918
Changes for the year:	
Service cost	164,293
Interest	35,840
Changes in assumptions or other inputs	6,897
Benefit payments	(97,542)
Balances at June 30, 2022	\$ 1,615,406

Total OPEB liability, changes in total OPEB liability, OPEB expense, deferred outflows of resources and deferred inflows of resources related to OPEB (continued)

For the year ended June 30, 2022, the County recognized OPEB expense of \$132,828. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 69,074	\$ 36,920
Changes of assumptions	37,575	334,083
County's contributions subsequent to the measurement date	68,178	-
	\$ 174,827	\$ 371,003

NOTE 15– OTHER POSTEMPLOYMENT BENEFITS – IMPLICIT SUBSIDY (Continued)

Deferred outflows of resources related to OPEB resulting from County contributions subsequent to the measurement date in the amount of \$68,178 will be recognized as an adjustment to the Total OPEB liability in the year ended June 30, 2023.

As of June 30, 2022, other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years Ending June 30,	
2023	\$ (67,305)
2024	(67,305)
2025	(64,490)
2026	(45,036)
2027	(13,598)
Thereafter	<u>(6,620)</u>
	<u>\$ (264,354)</u>

Actuarial valuation

The County contributions are based on the accruing benefit costs measured using the individual entry age normal actuarial cost method. The present value of benefits is allocated over the service for each active employee from their date of hire to their expected retirement age, as a level percent of the employee’s pay. This level percent times pay is referred to as the service cost and is that portion of the present value of benefits attributable to an employee’s service in a current year. The service cost equals \$0 for retired members. The total OPEB liability is the present value of benefits less the actuarial present value of future normal costs and represents the liabilities allocated to service up to the valuation date. For retirees, the total OPEB liability is equal to the present value of benefits.

NOTE 15– OTHER POSTEMPLOYMENT BENEFITS – IMPLICIT SUBSIDY (Continued)

Actuarial methods and assumptions used in developing total OPEB liability

Valuation Date	July 1, 2020
Actuarial Cost Method	Entry Age Normal, Level Percent of Pay
Actuarial Assumptions:	
Inflation Rate	2.5%
Projected Salary Increases	3.5%
Mortality	Pub-2010 General and Safety Employee and Healthy Retiree tables, sex distinct for members and dependents, with a one-year setback for male general service employees and female safety employees
Withdrawal	Based on Oregon PERS assumptions. Annual rates are based on employment classification, gender and duration from hire date.
Retirement	Based on Oregon PERS assumptions. Annual rates are based on age, Tier/OPSRP, duration of service, and employment classification.
Election and Lapse Rates	40% of eligible employees. 60% of male members and 35% of female members will elect spouse coverage. 5% annual lapse rate

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

Discount rate

The discount rate used to measure the total OPEB liability was 2.16%. The discount rate is based on the Bond Buyer 20-year General Obligation Bond Index. The discount rate at the prior measurement date was 2.21%.

NOTE 15– OTHER POSTEMPLOYMENT BENEFITS – IMPLICIT SUBSIDY (Continued)

Healthcare cost trend rate

The assumed healthcare cost trend for medical and vision costs is as follows:

<u>Years</u>	<u>Pre-65 Trend</u>
2020	3.75%
2021	5.75%
2022	5.25%
2023-2025	5.00%
2026-2040	4.75%
2041-2049	5.00%
2050-2064	4.75%
2065-2067	4.50%
2068-2071	4.25%
2072+	4.00%

Dental costs are assumed to increase 4% in all future years.

Sensitivity of the County’s total OPEB liability to changes in the discount and healthcare cost trend rates

The following presents the County total OPEB liability calculated using the discount rate of 2.16%, as well as what the County’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16%) or 1-percentage-point higher (3.16%) than the current rate. A similar sensitivity analysis is then presented for changes in the healthcare cost trend assumption.

	<u>1 Percentage Point Lower</u>	<u>Current Discount Rate</u>	<u>1 Percentage Point Higher</u>
County's total OPEB liability	\$ 1,753,000	\$ 1,615,406	\$ 1,486,505
	<u>1 Percentage Point Lower</u>	<u>Current Trend Rate</u>	<u>1 Percentage Point Higher</u>
County's total OPEB liability	\$ 1,406,543	\$ 1,615,406	\$ 1,869,852

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 18 – GOVERNMENTAL FUND BALANCES

Fund balances for governmental funds have been reported in the categories of nonspendable, restricted, committed, assigned and unassigned. As of June 30, 2022, the specific purposes for these amounts are as follows:

	General	Road	Health and Human Services	Capital Improvement	Other Governmental Funds	Total
Fund balances:						
Nonspendable						
Inventory	\$ -	\$ 266,188	\$ -	\$ -	\$ -	\$ 266,188
Prepaid items	197,270	-	165,324	-	11,802	374,396
Advances to other funds	255,445	-	-	-	202,100	457,545
Lease receivable less deferred lease resource		21,223	9,765		2,396	33,384
Restricted for:						
Highways and streets	-	5,751,858	-	-	24,786	5,776,644
Schools and education	-	-	-	-	57,628	57,628
Health services	-	-	14,800,500	-	2,654,217	17,454,717
Grants	-	-	-	-	71,555	71,555
Public safety	-	-	-	-	2,182,871	2,182,871
County fair	-	-	-	-	299,871	299,871
Capital projects	-	-	-	2,003,591	436,560	2,440,151
Economic development	-	-	-	-	931,675	931,675
Other purposes	-	-	-	-	366,727	366,727
Assigned for:						
Landfill costs	566,593	-	-	-	-	566,593
Unassigned	<u>18,943,592</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,943,592</u>
	<u>\$ 19,962,900</u>	<u>\$ 6,039,269</u>	<u>\$ 14,975,589</u>	<u>\$ 2,003,591</u>	<u>\$ 7,242,188</u>	<u>\$ 50,223,537</u>

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 19 – BUDGETARY PERSPECTIVE DIFFERENCES

For the year ended June 30, 2022, the amounts reported for the General, Road, Health and Human Services, and American Rescue Plan Funds in the governmental fund financial statements are different than the amounts reported in the budget to actual comparison statements as follows:

	General	Road	Health and Human Services	American Rescue Plan
Revenues				
Total fund revenues - budgetary basis	\$ 44,438,044	\$ 11,044,148	\$ 42,978,335	\$ 10,450,360
Revenues of separately budgeted funds which are included in the fund on the governmental fund financial statements:				
O&C Reserve	127,067	-	-	-
Landfill License Agreement	59,088	-	-	-
Fair value adjustment - investments	(494,782)	(131,031)	(299,888)	(276,805)
Certain items are classified as revenues on the budgetary basis and are shown as unearned revenues on the governmental fund financial statements	-	-	-	(789,046)
Certain items are classified as revenues on the budgetary basis and are shown as other financing sources on the governmental fund financial statements	<u>(2,630,826)</u>	<u>(655,808)</u>	<u>(244,969)</u>	<u>-</u>
Total revenues reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 41,498,591</u>	<u>\$ 10,257,309</u>	<u>\$ 42,433,478</u>	<u>\$ 9,384,509</u>
Expenditures				
Total fund expenditures - budgetary basis	\$ 40,041,592	\$ 10,916,461	\$ 40,461,385	\$ 9,384,509
Expenditures of separately budgeted funds which are included in the fund on the governmental fund financial statements:				
O&C Reserve	12,617	-	-	-
Landfill License Agreement	5,479	-	-	-
Certain items are classified as expenditures on the budgetary basis and are shown as other financing sources on the governmental fund financial statements	<u>(2,799,102)</u>	<u>(1,105,128)</u>	<u>(3,691,071)</u>	<u>(55,654)</u>
Total expenditures reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 37,260,586</u>	<u>\$ 9,811,333</u>	<u>\$ 36,770,314</u>	<u>\$ 9,328,855</u>

YAMHILL COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 19 – BUDGETARY PERSPECTIVE DIFFERENCES (Continued)

	General	Road	Health and Human Services	American Rescue Plan
Other financing sources (uses)				
Total fund other financing sources (uses) - budgetary basis	\$ (3,475,084)	\$ -	\$ 1,972,642	\$ -
Other financing sources (uses) of separately budgeted funds which are included in the fund on the governmental fund financial statements:				
O&C Reserve	(8,477)	-	-	-
Landfill License Agreement	(9)	-	-	-
Certain items are classified as revenues/expenditures on the budgetary basis and are shown as other financing sources (uses) on the governmental fund financial statements	<u>(214,058)</u>	<u>(449,320)</u>	<u>(3,446,102)</u>	<u>(55,654)</u>
Total other financing sources (uses) reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ (3,697,628)</u>	<u>\$ (449,320)</u>	<u>\$ (1,473,460)</u>	<u>\$ (55,654)</u>
Beginning fund balance				
Beginning fund balance - budgetary basis	\$ 17,958,041	\$ 6,017,734	\$ 10,728,961	\$ 10,407,786
Beginning fund balance of separately budgeted funds which are included in the fund on the governmental fund financial statements:				
O&C Reserve	539,119	-	-	-
Landfill License Agreement	832,138	-	-	-
Fair value adjustment - investments	<u>93,225</u>	<u>24,879</u>	<u>56,924</u>	<u>52,743</u>
Total beginning fund balance reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 19,422,523</u>	<u>\$ 6,042,613</u>	<u>\$ 10,785,885</u>	<u>\$ 10,460,529</u>
Ending fund balance				
Ending fund balance - budgetary basis	\$ 18,879,409	\$ 6,145,421	\$ 15,218,553	\$ 11,473,637
Ending fund balance of separately budgeted funds which are included in the fund on the governmental fund financial statements:				
O&C Reserve	633,728	-	-	-
Landfill License Agreement	822,038	-	-	-
Unearned revenues	-	-	-	(11,249,575)
Fair value adjustment - investments	<u>(372,275)</u>	<u>(106,152)</u>	<u>(242,964)</u>	<u>(224,062)</u>
Total beginning fund balance reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 19,962,900</u>	<u>\$ 6,039,269</u>	<u>\$ 14,975,589</u>	<u>\$ -</u>

NOTE 20 – RELATED PARTY TRANSACTIONS

Yamhill County (a member) received \$24,140 from the Yamhill Communications Agency during the year ended June 30, 2022, for services including accounting, administrative support, information services, phone and postage. Yamhill County also received \$270,300 for the maintenance and upkeep of the Agency's radio system. Yamhill County paid the Agency \$657,093 for dues during the year ended June 30, 2022.

NOTE 21 – TAX ABATEMENT

Yamhill County has entered into property tax abatement agreements whereby the assessed value of property has been reduced. The County’s property tax revenue for the year ended June 30, 2022, has been abated under the following programs:

<u>Program and statutory authority</u>	<u>Amount of Abatement</u>
Housing for low-income rental-ORS 307.517	\$ 23,868
Historic property – ORS 358.475-.545	23,844

NOTE 22 – SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENT

On August 26, 2021, the Board of Commissioners approved a contract and an associated Ordering Document to purchase Oracle Public Sector Cloud Services (Oracle Cloud) facilitated through CherryRoad, a licensed reseller of Oracle products. The contract has been determined to meet the requirements of GASB 96 to be classified as a Subscription Based Information Technology Arrangement (SBITA). Oracle Cloud will replace the County’s legacy finance, human resources and payroll, and budgeting software.

The SBITA calls for an annual payment of \$299,365.56 with 9 additional 12-month optional renewals. Renewals in option years 5 – 9 increase 3% per year.

The first implementation stage was completed on July 1, 2023, when the first module (finance) was placed in service. Costs up to that point are treated as a prepaid asset for the fiscal year ended June 30, 2022, and are summarized as follows:

Project Management	\$ 154,288
Initial payment on SBITA	299,366
Implementation Services	<u>1,275,684</u>
	<u>\$ 1,729,338</u>

On July 1, 2023, a subscription liability and associated subscription asset will be recorded, and additional payments related to increasing functionality and efficiency of subscription assets will be capitalized and depreciated accordingly.



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**YAMHILL
COUNTY**

REQUIRED SUPPLEMENTARY INFORMATION

YAMHILL COUNTY
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
Last 10 Plan Years Ended June 30, *

Year Ended June 30,	County's proportion of the net pension liability (asset)	County's proportionate share of the net pension liability (asset)	County's covered payroll	County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2021	0.20783312%	\$ 24,870,308	\$ 38,974,448	64%	88%
2020	0.18662334%	40,727,632	33,562,653	121%	76%
2019	0.19059361%	32,968,130	31,027,521	106%	80%
2018	0.18106996%	27,429,714	28,700,590	96%	82%
2017	0.18767561%	25,298,743	26,656,712	95%	83%
2016	0.18959464%	28,462,558	25,747,864	111%	81%
2015	0.20395487%	11,709,990	24,083,363	49%	92%
2014	0.20067701%	(4,548,775)	22,515,420	-20%	104%

* Information will be accumulated annually until 10 years is presented

YAMHILL COUNTY
SCHEDULE OF CONTRIBUTIONS
OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
Last 10 Fiscal Years Ended

Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	County's covered payroll	Contributions as a percent of covered payroll
2022	\$ 6,329,912	\$ 6,329,912	-	\$ 39,890,022	15.86841%
2021	5,264,269	5,264,269	-	38,974,448	13.50698%
2020	4,553,846	4,553,846	-	33,562,653	13.56819%
2019	3,430,447	3,430,447	-	31,027,521	11.05614%
2018	3,211,767	3,211,767	-	28,700,590	11.19060%
2017	2,474,675	2,474,675	-	26,656,712	9.28350%
2016	2,579,469	2,579,469	-	25,747,864	10.01819%
2015	1,526,840	1,526,840	-	24,083,363	6.33981%
2014	1,516,018	1,516,018	-	22,515,420	6.73324%
2013	1,521,246	1,521,246	-	21,801,224	6.97780%

YAMHILL COUNTY
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OTHER
POSTEMPLOYMENT BENEFIT LIABILITY (ASSET)
OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
Last 10 Plan Years Ended June 30, *

Year ended June 30,	County's proportion of the collective net OPEB liability (asset)	County's proportionate share of the collective net OPEB liability (asset)	County's covered payroll	County's proportionate share of the collective net OPEB liability (asset) as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability (asset)
2021	0.20954585%	\$ (719,582)	\$ 38,974,448	-1.85%	183.90%
2020	0.16799964%	(342,316)	33,562,653	-1.02%	150.09%
2019	0.28078791%	(542,584)	31,027,521	-1.75%	144.38%
2018	0.26834741%	(299,549)	28,700,590	-1.04%	123.99%
2017	0.25595970%	(106,822)	26,656,712	-0.40%	108.88%
2016	0.26503113%	71,972	25,747,864	0.28%	94.15%

* Information will be accumulated annually until 10 years is presented

YAMHILL COUNTY
SCHEDULE OF OTHER POSTEMPLOYMENT BENEFIT CONTRIBUTIONS
OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
Last 10 Fiscal Years Ended June 30, *

Fiscal Year	Contractually required contributions	Contractually required contributions recognized by the OPEB plan	Difference	Covered payroll	Contractually required contributions as a percentage of covered payroll
2022	\$ 5,253	\$ 5,253	-	\$ 39,890,022	0.0131687%
2021	5,607	5,607	-	38,974,448	0.0143863%
2020	11,997	11,997	-	33,562,653	0.0357451%
2019	139,164	139,164	-	31,027,521	0.4485179%
2018	129,935	129,935	-	28,700,590	0.4527259%
2017	127,648	127,648	-	26,656,712	0.4788588%

* Information will be accumulated until 10 years are presented.

YAMHILL COUNTY
SCHEDULE OF CHANGES IN THE COUNTY'S TOTAL OTHER
POSTEMPLOYMENT BENEFIT LIABILITY AND RELATED RATIOS
Last 10 Plan Years*

	Years Ended June 30,				
	2021	2020	2019	2018	2017
Service cost	\$ 164,293	\$ 148,629	\$ 132,843	\$ 122,927	\$ 131,784
Interest on total OPEB liability	35,840	57,405	57,321	61,135	49,390
Effect of economic/demographic gains or losses	-	94,658	-	(75,784)	-
Effect of assumptions changes or inputs	6,897	(241,183)	51,365	(243,556)	(109,833)
Benefit payments	(97,542)	(89,419)	(107,034)	(95,455)	(80,403)
Net change in total OPEB liability	109,488	(29,910)	134,495	(230,733)	(9,062)
Total OPEB liability - beginning of year	1,505,918	1,535,828	1,401,333	1,632,066	1,641,128
Total OPEB liability - end of year	\$ 1,615,406	\$ 1,505,918	\$ 1,535,828	\$ 1,401,333	\$ 1,632,066
Covered employee payroll	\$ 38,974,448	\$ 33,562,653	\$ 31,027,521	\$ 28,700,590	\$ 26,656,712
Total OPEB liability as a percentage of covered payroll	4.1%	4.5%	4.9%	4.9%	6.1%

Notes to schedule

*Information will be accumulated until 10 years are presented.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

**COMBINING FINANCIAL STATEMENTS AND
INDIVIDUAL FUND SCHEDULES**

GENERAL FUNDS

Combining statements for all funds and sub funds of the general fund are reported in this section. The combined totals are reported in the basic financial statements.

Schedules of Revenues, Expenditures, and Changes in Fund Balance (Budgetary Basis) – Budget and Actual are also presented in this section for the O&C Reserve Fund and the Landfill License Agreement sub funds of the general fund. Budget and actual comparisons for the General Fund, exclusive of sub funds, is reported in the basic financial statements.

General Fund – This fund accounts for all financial resources of the general government, except those required to be accounted for in another fund. With the implementation of GASB 54, the following two funds have been combined with the General Fund for financial reporting purposes.

O&C Reserve Fund – This fund accounts for unrestricted shared timber harvest revenue from federal Oregon & California (O&C) railroad lands. Current use of these funds includes board approved community grants.

Landfill License Agreement Fund – This fund accounts for transfers from the Solid Waste Fund. Current use of these funds includes board approved community grants.

YAMHILL COUNTY
COMBINING BALANCE SHEET
GENERAL FUNDS
June 30, 2022

	<u>General</u>	<u>O&C Reserve</u>	<u>Landfill License Agreement</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ 9,570,830	\$ 324,343	\$ 289,983	\$ 10,185,156
Investments	9,124,909	309,385	276,610	9,710,904
Receivables	2,482,039	-	-	2,482,039
Prepaid items	197,270	-	-	197,270
Advances to other funds	-	-	255,445	255,445
Total assets	<u>\$ 21,375,048</u>	<u>\$ 633,728</u>	<u>\$ 822,038</u>	<u>\$ 22,830,814</u>
Liabilities, deferred inflows and fund balances				
Liabilities				
Accounts payable and accrued liabilities	\$ 1,920,827	\$ -	\$ -	\$ 1,920,827
Consumer deposits	3,820	-	-	3,820
Total liabilities	1,924,647	-	-	1,924,647
Deferred inflows of resources				
Unavailable revenue	943,267	-	-	943,267
Total deferred inflows of resources	943,267	-	-	943,267
Fund balances				
Nonspendable	197,270	-	255,445	452,715
Assigned	-	-	566,593	566,593
Unassigned	18,309,864	633,728	-	18,943,592
Total fund balances	18,507,134	633,728	822,038	19,962,900
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 21,375,048</u>	<u>\$ 633,728</u>	<u>\$ 822,038</u>	<u>\$ 22,830,814</u>

YAMHILL COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GENERAL FUNDS
Year Ended June 30, 2022

	<u>General</u>	<u>O&C Reserve</u>	<u>Landfill License Agreement</u>	<u>Total</u>
Revenues				
Property taxes	\$ 26,394,064	\$ -	\$ -	\$ 26,394,064
Miscellaneous taxes	23,095	-	-	23,095
Licenses, permits and fees	1,452,268	-	-	1,452,268
Fines and forfeitures	394,641	-	-	394,641
Charges for services	4,920,625	-	-	4,920,625
Intergovernmental	8,271,242	119,497	-	8,390,739
Interest	(215,013)	(8,404)	(7,292)	(230,709)
Miscellaneous	150,563	634	2,671	153,868
	<u>41,391,485</u>	<u>111,727</u>	<u>(4,621)</u>	<u>41,498,591</u>
Expenditures				
Current				
General government	13,764,309	8,641	-	13,772,950
Public safety	23,037,463	-	-	23,037,463
Health and welfare	-	-	5,470	5,470
Parks, culture and recreation	273,978	-	-	273,978
Capital outlay	170,725	-	-	170,725
	<u>37,246,475</u>	<u>8,641</u>	<u>5,470</u>	<u>37,260,586</u>
Excess (deficiency) of revenues over expenditures	<u>4,145,010</u>	<u>103,086</u>	<u>(10,091)</u>	<u>4,238,005</u>
Other financing sources (uses)				
Transfers in	2,733,525	-	-	2,733,525
Transfers out	(6,422,667)	(8,477)	(9)	(6,431,153)
	<u>(3,689,142)</u>	<u>(8,477)</u>	<u>(9)</u>	<u>(3,697,628)</u>
Net change in fund balances	455,868	94,609	(10,100)	540,377
Fund balances at beginning of year	<u>18,051,266</u>	<u>539,119</u>	<u>832,138</u>	<u>19,422,523</u>
Fund balance at end of year	<u>\$ 18,507,134</u>	<u>\$ 633,728</u>	<u>\$ 822,038</u>	<u>\$ 19,962,900</u>

YAMHILL COUNTY
O&C RESERVE - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	Budget	Actual	Variance
Revenues			
Intergovernmental	\$ 100,000	\$ 119,497	\$ 19,497
Interest	6,615	6,937	322
Miscellaneous	-	633	633
	106,615	127,067	20,452
Expenditures			
O&C reserve	598,327	12,617	585,710
	598,327	12,617	585,710
Excess (deficiency) of revenues over expenditures	(491,712)	114,450	606,162
Other financing sources (uses)			
Transfers out	(4,500)	(4,500)	-
	(4,500)	(4,500)	-
Net change in fund balance	(496,212)	109,950	606,162
Fund balance at beginning of year	496,212	536,401	40,189
Fund balance at end of year	\$ -	646,351	\$ 646,351
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(12,623)	
Fund balance at end of year		\$ 633,728	

YAMHILL COUNTY
LANDFILL LICENSE AGREEMENT - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	Budget	Actual	Variance
Revenues			
Interest	\$ 7,209	\$ 6,650	\$ (559)
Miscellaneous	52,439	52,438	(1)
Total revenues	59,648	59,088	(560)
Expenditures			
Landfill license	550,029	5,479	544,550
Total expenditures	550,029	5,479	544,550
Net change in fund balance	(490,381)	53,609	543,990
Fund balance at beginning of year	521,726	524,269	2,543
Fund balance at end of year	\$ 31,345	577,878	\$ 546,533
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(11,285)	
Due from other funds		255,445	
Fund balance at end of year		\$ 822,038	

YAMHILL COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2022

	Special Revenue	Capital Projects	Total
Assets			
Cash and cash equivalents	\$ 3,569,605	\$ 223,446	\$ 3,793,051
Investments	3,402,932	213,142	3,616,074
Receivables	30,006	7,756	37,762
Prepaid items	11,802	-	11,802
Lease receivables	46,391	-	46,391
Advances to other funds	202,100	-	202,100
Total assets	\$ 7,262,836	\$ 444,344	\$ 7,707,180
Liabilities, deferred inflows and fund balances			
Liabilities			
Accounts payable and accrued liabilities	\$ 311,190	\$ 7,784	\$ 318,974
Unearned revenue	19,361	-	19,361
Consumer deposits	68,005	-	68,005
Total liabilities	398,556	7,784	406,340
Deferred inflows of resources			
Unavailable revenue	16,220	-	16,220
Deferred lease resources	43,995	-	43,995
Total deferred inflows of resources	60,215	-	60,215
Fund balances			
Nonspendable	216,298	-	216,298
Restricted	6,587,767	436,560	7,024,327
Total fund balances	6,804,065	436,560	7,240,625
Total liabilities, deferred inflows of resources and fund balances	\$ 7,262,836	\$ 444,344	\$ 7,707,180

YAMHILL COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2022

	Special Revenue	Capital Projects	Total
Revenues			
Property taxes	\$ 452,730	\$ -	\$ 452,730
Miscellaneous taxes	11,530	-	11,530
Licenses, permits and fees	122,864	-	122,864
Fines and forfeitures	95,308	-	95,308
Charges for services	1,298,507	-	1,298,507
System development charges	-	131,311	131,311
Intergovernmental	4,628,817	91,402	4,720,219
Interest	(89,112)	(5,393)	(94,505)
Miscellaneous	88,258	-	88,258
	<u>6,608,902</u>	<u>217,320</u>	<u>6,826,222</u>
Expenditures			
Current			
General government	392,683	-	392,683
Public safety	4,311,212	-	4,311,212
Health and welfare	394,158	-	394,158
Parks, culture and recreation	686,245	115,251	801,496
Education	526,075	-	526,075
Capital outlay	7,500	93,711	101,211
	<u>6,317,873</u>	<u>208,962</u>	<u>6,526,835</u>
Excess (deficiency) of revenues over expenditures	<u>291,029</u>	<u>8,358</u>	<u>299,387</u>
Other financing sources (uses)			
Transfers in	477,555	-	477,555
Transfers out	(1,236,193)	(3,789)	(1,239,982)
	<u>(758,638)</u>	<u>(3,789)</u>	<u>(762,427)</u>
Net change in fund balances	(467,609)	4,569	(463,040)
Fund balances at beginning of year	<u>7,271,674</u>	<u>431,991</u>	<u>7,703,665</u>
Fund balances at end of year	<u>\$ 6,804,065</u>	<u>\$ 436,560</u>	<u>\$ 7,240,625</u>

SPECIAL REVENUE FUNDS

Combining statements for all individual nonmajor special revenue funds are reported in this section. The combined totals are reported in the combining nonmajor governmental fund statements. Fund statements for major special revenue funds are reported in the basic financial statements.

Schedules of Revenues, Expenditures, and Changes in Fund Balance (Budgetary Basis) – Budget and Actual are also presented in this section for each individual nonmajor special revenue fund. Budget and actual comparisons for major special revenue funds are reported in the basic financial statements.

Nonmajor Special Revenue Funds

Community Corrections Fund – This fund accounts for revenues and expenditures associated with supervising convicted persons placed on probation or released from prison on parole residing in Yamhill County. The fund also manages the work release program and provides case management.

Solid Waste Fund – This fund accounts for the licensing and disposal fees generated from privately-owned solid waste disposal sites and facilities in Yamhill County. The fund allocates a portion of the fees collected for the payment of future costs related to post-closure care of closed County-owned solid waste sites.

County Clerk's Records Fund – The fund is established under ORS 205.320. Funds are to be expended for acquiring storage and retrieval systems and maintaining and storing clerk's records.

Dog Control Fund – The fund operates with money from dog licensing and donations. The Dog Fund is responsible for dog licensing and enforcement of the Yamhill County Dog Control Ordinances.

Law Library Fund – This fund receives revenues collected by the courts as part of civil litigation filing fees to support the Law Library. The library provides legal reference materials and assistance to patrons (attorneys, litigants, and the public).

County School Fund – State law requires that funding from 25% of the National Forest timber receipts received by the County be deposited into this fund and redistributed to County school districts to be used for educational programs.

County Fair Fund – This fund accounts for two major areas of responsibilities; the fairgrounds and the events center. The facility not only accommodates the annual fair, but also events throughout the year such as trade shows and exhibits, 4-H and FFA events, and equine competitions.

Economic Development Fund – This fund receives video lottery dollars to make economic development grants that support innovation and sustainable growth through strategic investments and partnerships in economic development initiatives and projects that create or retain jobs, generate increased economic activity, and improve the economic and social livability and vitality of local communities.



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**YAMHILL
COUNTY**

SPECIAL REVENUE FUNDS (Continued)

Corner Restoration Fund – This fund receives revenues from deed filing fees dedicated to corner preservation activities. This program researches the records, locates government corners in the field, and reestablishes and makes subsequent appropriate records for the public on section, donation-land claim, and meander corners originally set by old federal and County surveys.

Title III Fund - This fund accounts for Title III revenue received from P.L 106-393 (2000) and P.L. 110-343 (2008), also referred to as the Federal Secure Rural Schools (SRS) legislation. The Board of County Commissioners review requests and award funds each fiscal year according to those uses.

Extension Fund – This fund represents the Yamhill County Extension Service District; a separate unit of government formed to provide support services for the extension agents serving Yamhill County. It has a separate tax levy of \$0.0449 per \$1,000 of assessed value in Fiscal Year 2022. The Extension Fund is considered a blended component unit of Yamhill County.

Habitat Conservation Fund – The fund pays for survey and related management costs to implement the Habitat Conservation Plan and receive an incidental take permit under the Endangered Species Act Section 10(a)(1)(B) to protect habitat of the endangered Fender’s blue butterfly and Kincaid’s lupine. An incidental take permit would allow the County to continue to perform its otherwise lawful road maintenance activities, which have the potential to affect the covered species. Cost of this fund are paid for by an allocation of state gas tax and highway user fees.

	Community Corrections	Solid Waste	County Clerk's Records	Dog Control	Law Library
Assets					
Cash and cash equivalents	\$ 1,099,411	\$ 1,363,727	\$ 37,501	\$ 131,975	\$ 7,844
Investments	1,048,423	1,300,836	35,771	125,747	7,482
Receivables	7,090	-	-	-	-
Prepaid items	-	-	-	-	-
Lease receivables	32,473	-	-	-	-
Advances to other funds	-	202,100	-	-	-
Total assets	<u>\$ 2,187,397</u>	<u>\$ 2,866,663</u>	<u>\$ 73,272</u>	<u>\$ 257,722</u>	<u>\$ 15,326</u>
Liabilities, deferred inflows and fund balances					
Liabilities					
Accounts payable and accrued liabilities	\$ 215,377	\$ 10,346	\$ 220	\$ 14,398	\$ 1,497
Unearned revenue	-	-	-	-	-
Consumer deposits	-	-	-	-	-
Total liabilities	<u>215,377</u>	<u>10,346</u>	<u>220</u>	<u>14,398</u>	<u>1,497</u>
Deferred inflows of resources					
Unavailable revenue	-	-	-	-	-
Deferred lease resources	30,600	-	-	-	-
Total deferred inflows of resources	<u>30,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances					
Nonspendable	1,873	202,100	-	-	-
Restricted	1,939,547	2,654,217	73,052	243,324	13,829
Total fund balances	<u>1,941,420</u>	<u>2,856,317</u>	<u>73,052</u>	<u>243,324</u>	<u>13,829</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,187,397</u>	<u>\$ 2,866,663</u>	<u>\$ 73,272</u>	<u>\$ 257,722</u>	<u>\$ 15,326</u>

YAMHILL COUNTY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2022

County School	County Fair	Economic Development	Corner Restoration	Title III	Extension	Habitat Conservation	Total
\$ 123	\$ 176,193	\$ 497,848	\$ 179,817	\$ 36,622	\$ 26,820	\$ 11,724	\$ 3,569,605
113	166,447	474,889	171,523	34,933	25,584	11,184	3,402,932
-	-	-	-	-	19,645	3,271	30,006
-	11,802	-	-	-	-	-	11,802
-	13,918	-	-	-	-	-	46,391
-	-	-	-	-	-	-	202,100
\$ 236	\$ 368,360	\$ 972,737	\$ 351,340	\$ 71,555	\$ 72,049	\$ 26,179	\$ 7,262,836
\$ -	\$ 21,028	\$ 41,062	\$ 5,869	\$ -	\$ -	\$ 1,393	\$ 311,190
-	19,361	-	-	-	-	-	19,361
-	2,380	-	65,625	-	-	-	68,005
-	42,769	41,062	71,494	-	-	1,393	398,556
-	-	-	-	-	16,220	-	16,220
-	13,395	-	-	-	-	-	43,995
-	13,395	-	-	-	16,220	-	60,215
-	12,325	-	-	-	-	-	216,298
236	299,871	931,675	279,846	71,555	55,829	24,786	6,587,767
236	312,196	931,675	279,846	71,555	55,829	24,786	6,804,065
\$ 236	\$ 368,360	\$ 972,737	\$ 351,340	\$ 71,555	\$ 72,049	\$ 26,179	\$ 7,262,836

	Community Corrections	Solid Waste	County Clerk's Records	Dog Control	Law Library
Revenues					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous taxes	-	-	-	-	-
Licenses, permits and fees	-	-	-	122,864	-
Fines and forfeitures	-	-	-	11,046	84,262
Charges for services	272,841	298,880	15,161	3,168	-
Intergovernmental	4,033,294	-	-	-	-
Interest	(28,522)	(34,001)	(946)	(3,343)	80
Miscellaneous	26,263	2,700	-	1,561	-
Total revenues	<u>4,303,876</u>	<u>267,579</u>	<u>14,215</u>	<u>135,296</u>	<u>84,342</u>
Expenditures					
Current					
General government	-	-	10,567	-	68,685
Public safety	4,148,075	-	-	163,137	-
Health and welfare	-	394,158	-	-	-
Parks, culture and recreation	-	-	-	-	-
Education	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>4,148,075</u>	<u>394,158</u>	<u>10,567</u>	<u>163,137</u>	<u>68,685</u>
Excess (deficiency) of revenues over expenditures	<u>155,801</u>	<u>(126,579)</u>	<u>3,648</u>	<u>(27,841)</u>	<u>15,657</u>
Other financing sources (uses)					
Transfers in	402,055	-	-	-	-
Transfers out	(824,308)	(214,367)	(272)	(5,157)	(9,381)
Total other financing sources (uses)	<u>(422,253)</u>	<u>(214,367)</u>	<u>(272)</u>	<u>(5,157)</u>	<u>(9,381)</u>
Net change in fund balances	(266,452)	(340,946)	3,376	(32,998)	6,276
Fund balances at beginning of year	<u>2,207,872</u>	<u>3,197,263</u>	<u>69,676</u>	<u>276,322</u>	<u>7,553</u>
Fund balances at end of year	<u>\$ 1,941,420</u>	<u>\$ 2,856,317</u>	<u>\$ 73,052</u>	<u>\$ 243,324</u>	<u>\$ 13,829</u>

YAMHILL COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2022

County School	County Fair	Economic Development	Corner Restoration	Title III	Extension	Habitat Conservation	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 452,730	\$ -	\$ 452,730
11,530	-	-	-	-	-	-	11,530
-	-	-	-	-	-	-	122,864
-	-	-	-	-	-	-	95,308
-	617,480	-	90,977	-	-	-	1,298,507
42,479	53,167	460,625	-	-	-	39,252	4,628,817
238	(4,828)	(12,441)	(4,501)	(955)	283	(176)	(89,112)
-	57,734	-	-	-	-	-	88,258
<u>54,247</u>	<u>723,553</u>	<u>448,184</u>	<u>86,476</u>	<u>(955)</u>	<u>453,013</u>	<u>39,076</u>	<u>6,608,902</u>
-	-	194,455	108,976	10,000	-	-	392,683
-	-	-	-	-	-	-	4,311,212
-	-	-	-	-	-	-	394,158
-	656,496	-	-	-	-	29,749	686,245
54,100	-	-	-	-	471,975	-	526,075
-	7,500	-	-	-	-	-	7,500
<u>54,100</u>	<u>663,996</u>	<u>194,455</u>	<u>108,976</u>	<u>10,000</u>	<u>471,975</u>	<u>29,749</u>	<u>6,317,873</u>
<u>147</u>	<u>59,557</u>	<u>253,729</u>	<u>(22,500)</u>	<u>(10,955)</u>	<u>(18,962)</u>	<u>9,327</u>	<u>291,029</u>
-	71,000	-	-	-	-	4,500	477,555
-	(46,221)	(105,747)	(8,560)	-	-	(22,180)	(1,236,193)
-	24,779	(105,747)	(8,560)	-	-	(17,680)	(758,638)
147	84,336	147,982	(31,060)	(10,955)	(18,962)	(8,353)	(467,609)
<u>89</u>	<u>227,860</u>	<u>783,693</u>	<u>310,906</u>	<u>82,510</u>	<u>74,791</u>	<u>33,139</u>	<u>7,271,674</u>
\$ 236	\$ 312,196	\$ 931,675	\$ 279,846	\$ 71,555	\$ 55,829	\$ 24,786	\$ 6,804,065

YAMHILL COUNTY
COMMUNITY CORRECTIONS - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Charges for services	\$ 402,100	\$ 272,841	\$ (129,259)
Intergovernmental	3,552,626	4,033,294	480,668
Interest	24,334	26,402	2,068
Miscellaneous	24,000	26,263	2,263
	<u>4,003,060</u>	<u>4,358,800</u>	<u>355,740</u>
Expenditures			
Community corrections	<u>5,677,879</u>	<u>4,972,382</u>	<u>705,497</u>
	<u>5,677,879</u>	<u>4,972,382</u>	<u>705,497</u>
Excess (deficiency) of revenues over expenditures	<u>(1,674,819)</u>	<u>(613,582)</u>	<u>1,061,237</u>
Other financing sources (uses)			
Transfers in	<u>469,618</u>	<u>402,055</u>	<u>(67,563)</u>
	<u>469,618</u>	<u>402,055</u>	<u>(67,563)</u>
Net change in fund balance	(1,205,201)	(211,527)	993,674
Fund balance at beginning of year	<u>1,680,000</u>	<u>2,195,722</u>	<u>515,722</u>
Fund balance at end of year	<u>\$ 474,799</u>	1,984,195	<u>\$ 1,509,396</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(42,775)</u>	
Fund balance at end of year		<u>\$ 1,941,420</u>	

YAMHILL COUNTY
SOLID WASTE - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Charges for services	\$ 348,053	\$ 338,565	\$ (9,488)
Interest	51,410	34,047	(17,363)
Miscellaneous	<u>2,700</u>	<u>2,700</u>	<u>-</u>
Total revenues	<u>402,163</u>	<u>375,312</u>	<u>(26,851)</u>
Expenditures			
Solid waste	1,540,737	519,525	1,021,212
Contingency	<u>1,440,318</u>	<u>-</u>	<u>1,440,318</u>
Total expenditures	<u>2,981,055</u>	<u>519,525</u>	<u>2,461,530</u>
Excess (deficiency) of revenues over expenditures	<u>(2,578,892)</u>	<u>(144,213)</u>	<u>2,434,679</u>
Other financing sources (uses)			
Transfers out	<u>(89,000)</u>	<u>(89,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(89,000)</u>	<u>(89,000)</u>	<u>-</u>
Net change in fund balance	(2,667,892)	(233,213)	2,434,679
Fund balance at beginning of year	<u>2,867,892</u>	<u>2,940,501</u>	<u>72,609</u>
Fund balance at end of year	<u>\$ 200,000</u>	2,707,288	<u>\$ 2,507,288</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(53,071)	
Due from other funds		<u>202,100</u>	
Fund balance at end of year		<u>\$ 2,856,317</u>	

YAMHILL COUNTY
COUNTY CLERK'S RECORDS - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Charges for services	\$ 14,400	\$ 15,161	\$ 761
Interest	765	865	100
	<u>15,165</u>	<u>16,026</u>	<u>861</u>
Expenditures			
Clerk records	<u>49,182</u>	<u>10,839</u>	<u>38,343</u>
	<u>49,182</u>	<u>10,839</u>	<u>38,343</u>
Net change in fund balance	(34,017)	5,187	39,204
Fund balance at beginning of year	<u>43,327</u>	<u>69,323</u>	<u>25,996</u>
Fund balance at end of year	<u>\$ 9,310</u>	74,510	<u>\$ 65,200</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(1,458)</u>	
Fund balance at end of year		<u>\$ 73,052</u>	

YAMHILL COUNTY
DOG CONTROL - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	Budget	Actual	Variance
Revenues			
Licenses, permits and fees	\$ 138,800	\$ 122,864	\$ (15,936)
Fines and forfeitures	6,000	11,046	5,046
Charges for services	5,200	3,168	(2,032)
Interest	3,297	3,234	(63)
Miscellaneous	2,100	1,561	(539)
Total revenues	155,397	141,873	(13,524)
Expenditures			
Dog control	203,452	168,294	35,158
Total expenditures	203,452	168,294	35,158
Net change in fund balance	(48,055)	(26,421)	21,634
Fund balance at beginning of year	292,467	274,877	(17,590)
Fund balance at end of year	\$ 244,412	248,456	\$ 4,044
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(5,132)	
Fund balance at end of year		\$ 243,324	

YAMHILL COUNTY
LAW LIBRARY - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	Budget	Actual	Variance
Revenues			
Fines and forfeitures	\$ 82,412	\$ 84,262	\$ 1,850
Interest	629	443	(186)
Total revenues	83,041	84,705	1,664
Expenditures			
Law library	88,945	78,066	10,879
Total expenditures	88,945	78,066	10,879
Net change in fund balance	(5,904)	6,639	12,543
Fund balance at beginning of year	5,904	7,494	1,590
Fund balance at end of year	\$ -	14,133	\$ 14,133
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(304)	
Fund balance at end of year		\$ 13,829	

YAMHILL COUNTY
COUNTY SCHOOL - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Miscellaneous taxes	\$ 12,000	\$ 11,530	\$ (470)
Intergovernmental	85,000	42,479	(42,521)
Interest	<u>109</u>	<u>238</u>	<u>129</u>
Total revenues	<u>97,109</u>	<u>54,247</u>	<u>(42,862)</u>
Expenditures			
County school	<u>97,109</u>	<u>54,100</u>	<u>43,009</u>
Total expenditures	<u>97,109</u>	<u>54,100</u>	<u>43,009</u>
Net change in fund balance	-	147	147
Fund balance at beginning of year	<u>-</u>	<u>90</u>	<u>90</u>
Fund balance at end of year	<u>\$ -</u>	237	<u>\$ 237</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(1)</u>	
Fund balance at end of year		<u>\$ 236</u>	

YAMHILL COUNTY
COUNTY FAIR - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	Budget	Actual	Variance
Revenues			
Charges for services	\$ 530,562	\$ 617,480	\$ 86,918
Intergovernmental	53,350	53,167	(183)
Interest	685	3,343	2,658
Miscellaneous	76,716	57,734	(18,982)
Total revenues	661,313	731,724	70,411
Expenditures			
County fair	736,313	710,219	26,094
Total expenditures	736,313	710,219	26,094
Excess (deficiency) of revenues over expenditures	(75,000)	21,505	96,505
Other financing sources (uses)			
Transfers in	71,000	71,000	-
Total other financing sources (uses)	71,000	71,000	-
Net change in fund balance	(4,000)	92,505	96,505
Fund balance at beginning of year	4,000	226,480	222,480
Fund balance at end of year	\$ -	318,985	\$ 318,985
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(6,789)	
Fund balance at end of year		\$ 312,196	

YAMHILL COUNTY
ECONOMIC DEVELOPMENT - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$ 300,000	\$ 460,625	\$ 160,625
Interest	6,046	11,143	5,097
	<u>306,046</u>	<u>471,768</u>	<u>165,722</u>
Expenditures			
Economic development	<u>760,946</u>	<u>300,202</u>	<u>460,744</u>
	<u>760,946</u>	<u>300,202</u>	<u>460,744</u>
Net change in fund balance	(454,900)	171,566	626,466
Fund balance at beginning of year	<u>455,842</u>	<u>779,483</u>	<u>323,641</u>
Fund balance at end of year	<u>\$ 942</u>	951,049	<u>\$ 950,107</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(19,374)</u>	
Fund balance at end of year		<u>\$ 931,675</u>	

YAMHILL COUNTY
CORNER RESTORATION - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Charges for services	\$ 100,000	\$ 90,977	\$ (9,023)
Interest	2,979	4,215	1,236
Total revenues	<u>102,979</u>	<u>95,192</u>	<u>(7,787)</u>
Expenditures			
Corner restoration	<u>177,504</u>	<u>117,536</u>	<u>59,968</u>
Total expenditures	<u>177,504</u>	<u>117,536</u>	<u>59,968</u>
Net change in fund balance	(74,525)	(22,344)	52,181
Fund balance at beginning of year	<u>268,759</u>	<u>309,187</u>	<u>40,428</u>
Fund balance at end of year	<u>\$ 194,234</u>	286,843	<u>\$ 92,609</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(6,997)</u>	
Fund balance at end of year		<u>\$ 279,846</u>	

YAMHILL COUNTY
TITLE III - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	Budget	Actual	Variance
Revenues			
Intergovernmental	\$ 20,000	\$ -	\$ (20,000)
Interest	<u>830</u>	<u>887</u>	<u>57</u>
Total revenues	<u>20,830</u>	<u>887</u>	<u>(19,943)</u>
Expenditures			
Title III	<u>102,642</u>	<u>10,000</u>	<u>92,642</u>
Total expenditures	<u>102,642</u>	<u>10,000</u>	<u>92,642</u>
Net change in fund balance	(81,812)	(9,113)	72,699
Fund balance at beginning of year	<u>81,812</u>	<u>82,094</u>	<u>282</u>
Fund balance at end of year	<u>\$ -</u>	72,981	<u>\$ 72,981</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(1,426)</u>	
Fund balance at end of year		<u>\$ 71,555</u>	

YAMHILL COUNTY
EXTENSION - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Property taxes	\$ 454,634	\$ 452,730	\$ (1,904)
Interest	3,797	1,688	(2,109)
Total revenues	<u>458,431</u>	<u>454,418</u>	<u>(4,013)</u>
Expenditures			
Materials and services	<u>469,556</u>	<u>471,975</u>	<u>(2,419)</u>
Total expenditures	<u>469,556</u>	<u>471,975</u>	<u>(2,419)</u>
Net change in fund balance	(11,125)	(17,557)	(6,432)
Fund balance at beginning of year	<u>76,526</u>	<u>74,430</u>	<u>(2,096)</u>
Fund balance at end of year	<u>\$ 65,401</u>	56,873	<u>\$ (8,528)</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(1,044)</u>	
Fund balance at end of year		<u>\$ 55,829</u>	

YAMHILL COUNTY
HABITAT CONSERVATION - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$ 39,251	\$ 39,252	\$ 1
Interest	<u>287</u>	<u>428</u>	<u>141</u>
Total revenues	<u>39,538</u>	<u>39,680</u>	<u>142</u>
Expenditures			
Habitat conservation	<u>58,654</u>	<u>51,929</u>	<u>6,725</u>
Total expenditures	<u>58,654</u>	<u>51,929</u>	<u>6,725</u>
Excess (deficiency) of revenues over expenditures	<u>(19,116)</u>	<u>(12,249)</u>	<u>6,867</u>
Other financing sources (uses)			
Transfers in	<u>4,500</u>	<u>4,500</u>	<u>-</u>
Total other financing sources (uses)	<u>4,500</u>	<u>4,500</u>	<u>-</u>
Net change in fund balance	(14,616)	(7,749)	6,867
Fund balance at beginning of year	<u>24,616</u>	<u>32,992</u>	<u>8,376</u>
Fund balance at end of year	<u>\$ 10,000</u>	25,243	<u>\$ 15,243</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(457)</u>	
Fund balance at end of year		<u>\$ 24,786</u>	



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**YAMHILL
COUNTY**

CAPITAL PROJECTS FUNDS

Combining statements for all individual nonmajor capital projects funds are reported in this section. The combined totals are reported in the combining nonmajor governmental fund statements. Fund Statements for major capital projects funds are reported in the basic financial statements.

Schedules of Revenues, Expenditures, and Changes in Fund Balance (Budgetary Basis) – Budget and Actual are also presented in this section for each individual capital project fund.

Nonmajor Capital Projects Funds

Bicycle and Footpath Fund – This fund is used to construct and maintain bike and pedestrian paths throughout the County. Primary funding for this program comes from an allocation of 1% of state gas tax and highway use fees dedicated to this purpose per ORS 366.514.

Systems Development Fund – This fund is finance through a system development charge levied on all new construction in the rural areas of the County. Revenues are used for improvements to County parks and the fairgrounds/events center.

Major Capital Projects Fund

Capital Improvement Fund – This fund accounts for revenue and expenditures associated with purchases and replacement of major capital items and the repair and remodeling of facilities.

YAMHILL COUNTY
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
June 30, 2022

	Bicycle and Footpath	Systems Development	Total
Assets			
Cash and cash equivalents	\$ 169,107	\$ 54,339	\$ 223,446
Investments	161,309	51,833	213,142
Receivables	7,756	-	7,756
Total assets	<u>\$ 338,172</u>	<u>\$ 106,172</u>	<u>\$ 444,344</u>
Liabilities, deferred inflows and fund balances			
Liabilities			
Accounts payable and accrued liabilities	\$ -	\$ 7,784	\$ 7,784
Total liabilities	-	7,784	7,784
Fund balances			
Restricted	338,172	98,388	436,560
Total fund balances	338,172	98,388	436,560
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 338,172</u>	<u>\$ 106,172</u>	<u>\$ 444,344</u>

YAMHILL COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
Year Ended June 30, 2022

	Bicycle and Footpath	Systems Development	Total
Revenues			
System development charges	\$ -	\$ 131,311	\$ 131,311
Intergovernmental	91,402	-	91,402
Interest	(4,232)	(1,161)	(5,393)
	87,170	130,150	217,320
Expenditures			
Current			
Parks, culture and recreation	-	115,251	115,251
Capital outlay	-	93,711	93,711
	-	208,962	208,962
Excess (deficiency) of revenues over expenditures	87,170	(78,812)	8,358
Other financing sources (uses)			
Transfers out	(3,114)	(675)	(3,789)
	(3,114)	(675)	(3,789)
Net change in fund balances	84,056	(79,487)	4,569
Fund balances at beginning of year	254,116	177,875	431,991
Fund balances at end of year	\$ 338,172	\$ 98,388	\$ 436,560

YAMHILL COUNTY
BICYCLE AND FOOTPATH - CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$ 84,604	\$ 91,402	\$ 6,798
Interest	<u>1,739</u>	<u>3,593</u>	<u>1,854</u>
Total revenues	<u>86,343</u>	<u>94,995</u>	<u>8,652</u>
Expenditures			
Bicycle and footpath	3,149	3,114	35
Contingency	<u>326,492</u>	<u>-</u>	<u>326,492</u>
Total expenditures	<u>329,641</u>	<u>3,114</u>	<u>326,527</u>
Net change in fund balance	(243,298)	91,881	335,179
Fund balance at beginning of year	<u>243,298</u>	<u>252,872</u>	<u>9,574</u>
Fund balance at end of year	<u><u>\$ -</u></u>	344,753	<u><u>\$ 344,753</u></u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(6,581)</u>	
Fund balance at end of year		<u><u>\$ 338,172</u></u>	

YAMHILL COUNTY
SYSTEMS DEVELOPMENT - CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
System development charges	\$ 226,382	\$ 131,311	\$ (95,071)
Interest	<u>1,712</u>	<u>1,883</u>	<u>171</u>
Total revenues	<u>228,094</u>	<u>133,194</u>	<u>(94,900)</u>
Expenditures			
System development	<u>348,883</u>	<u>209,637</u>	<u>139,246</u>
Total expenditures	<u>348,883</u>	<u>209,637</u>	<u>139,246</u>
Net change in fund balance	(120,789)	(76,443)	44,346
Fund balance at beginning of year	<u>131,634</u>	<u>176,945</u>	<u>45,311</u>
Fund balance at end of year	<u>\$ 10,845</u>	100,502	<u>\$ 89,657</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		<u>(2,114)</u>	
Fund balance at end of year		<u>\$ 98,388</u>	

YAMHILL COUNTY
CAPITAL IMPROVEMENT - CAPITAL PROJECTS FUND (MAJOR FUND)
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Charges for services	\$ 2,026,946	\$ 2,081,787	\$ 54,841
Intergovernmental	1,624,000	3,044,500	1,420,500
Interest	43,722	63,161	19,439
Miscellaneous	<u>22,881</u>	<u>23,445</u>	<u>564</u>
Total revenues	<u>3,717,549</u>	<u>5,212,893</u>	<u>1,495,344</u>
Expenditures			
Clerk voting equipment	112,000	88,718	23,282
Facilities maintenance	1,713,649	1,647,403	66,246
IT PC reserve	365,632	239,437	126,195
Capital improvement	617,523	529,553	87,970
Jail	274,305	55,774	218,531
Software reserve	2,006,149	1,746,527	259,622
Capital projects	2,453,925	1,068,791	1,385,134
Jail maintenance	740,697	582,532	158,165
Debt service	<u>169,760</u>	<u>169,752</u>	<u>8</u>
Total expenditures	<u>8,453,640</u>	<u>6,128,487</u>	<u>2,325,153</u>
Excess (deficiency) of revenues over expenditures	<u>(4,736,091)</u>	<u>(915,594)</u>	<u>3,820,497</u>
Other financing sources (uses)			
Transfers in	<u>1,677,254</u>	<u>1,517,305</u>	<u>(159,949)</u>
Total other financing sources (uses)	<u>1,677,254</u>	<u>1,517,305</u>	<u>(159,949)</u>
Net change in fund balance	(3,058,837)	601,711	3,660,548
Fund balance at beginning of year	<u>5,011,434</u>	<u>4,896,647</u>	<u>(114,787)</u>
Fund balance at end of year	<u>\$ 1,952,597</u>	5,498,358	<u>\$ 3,545,761</u>
Reconciliation to generally accepted accounting principles			
Unavailable revenue		(2,320,000)	
Fair value adjustment - investments		(102,509)	
Due to other funds		<u>(1,072,258)</u>	
Fund balance at end of year		<u>\$ 2,003,591</u>	

ENTERPRISE FUND

Fund statements for major enterprise funds are reported in the basic financial statements.

Schedules of Revenues, Expenditures, and Changes in Fund Balance (Budgetary Basis) – Budget and Actual are presented in this section for each individual enterprise fund.

Cove Orchard Sewer Fund – This fund represents the Cove Orchard Sewer Service District; a separate unit of government formed to construct and operate a sewage facility in the Cove Orchard community in Yamhill County. The primary revenue source for this fund is derived from user fees. The Cove Orchard Sewer Fund is considered a blended component unit of Yamhill County.

YAMHILL COUNTY
COVE ORCHARD SEWER - ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	Budget	Actual	Variance
Revenues			
Charges for services	\$ 57,948	\$ 56,459	\$ (1,489)
Intergovernmental	20,000	75,000	55,000
Interest	1,000	1,599	599
Miscellaneous	253	378	125
Total revenues	79,201	133,436	54,235
Expenditures			
Personnel services	1,467	1,149	318
Materials and services	53,033	56,284	(3,251)
Capital outlay	85,000	-	85,000
Contingency	5,000	-	5,000
Total expenditures	144,500	57,433	87,067
Net change in fund balance	(65,299)	76,003	141,302
Fund balance at beginning of year	85,843	85,551	(292)
Fund balance at end of year	\$ 20,544	161,554	\$ 141,010
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(3,205)	
Capital assets, net		79,078	
Unavailable revenue		27,760	
Net position at end of year		\$ 265,187	

INTERNAL SERVICE FUNDS

Combining statements for all internal service funds are reported in this section. The combined totals are reported alongside the individual enterprise funds in the basic financial statements.

Schedules of Revenues, Expenditures, and Changes in Fund Balance (Budgetary Basis) – Budget and Actual are also presented in this section for each individual internal service fund.

Telecommunications Fund – This fund operates phone services and coordinates telecommunications service carriers and vendors for the County, City of McMinnville, and the Yamhill County Extension Service District. Revenues are generated from user fees and charges.

Self-Insurance Fund – This fund accounts for the County's insurance program. Yamhill County is self-insured for dental only. Reserves are maintained to meet deductibles on the County's insurance policies for general and auto liability, auto physical damage, property, equipment breakdown, crime, workers' compensation, and related excess liability coverages. Reserves are also maintained for the medical and retirement programs. Revenues are generated from internal service charges.

Motor Vehicle Replacement Fund – This fund accounts for purchases of replacement vehicles for the County motor pool. Revenues are derived from mileage service charges levied on County departments using motor pool vehicles.

YAMHILL COUNTY
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2022

	Telecommunications	Self-Insurance	Motor Vehicle Replacement	Totals
Assets				
Current assets				
Cash and cash equivalents	\$ 377,230	\$ 2,807,978	\$ 899,054	\$ 4,084,262
Investments	359,833	2,678,483	857,593	3,895,909
Receivables	18,253	19,587	14,489	52,329
Prepaid items	-	4,500	-	4,500
Advances to other funds	-	157,170	457,544	614,714
Total current assets	755,316	5,667,718	2,228,680	8,651,714
Capital assets				
Land and construction in progress	-	-	178,432	178,432
Other capital assets, net	162,137	-	2,354,592	2,516,729
Total capital assets	162,137	-	2,533,024	2,695,161
Total assets	917,453	5,667,718	4,761,704	11,346,875
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities	11,820	26,494	4,891	43,205
Long-term obligations due within one year	8,598	5,702	-	14,300
Total liabilities	20,418	32,196	4,891	57,505
Net position				
Net investment in capital assets	162,137	-	2,533,024	2,695,161
Unrestricted	734,898	5,635,522	2,223,789	8,594,209
Total net position	\$ 897,035	\$ 5,635,522	\$ 4,756,813	\$ 11,289,370

YAMHILL COUNTY
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
Year Ended June 30, 2022

	Telecommunications	Self-Insurance	Motor Vehicle Replacement	Totals
Operating revenues				
Other	\$ -	\$ 101,924	\$ 87,744	\$ 189,668
Total operating revenues	-	101,924	87,744	189,668
Operating expenses				
Personnel services	259,083	250,074	-	509,157
Materials and services	212,791	1,804,368	637,464	2,654,623
Depreciation	57,473	-	-	57,473
Total operating expenses	529,347	2,054,442	637,464	3,221,253
Operating income (loss)	(529,347)	(1,952,518)	(549,720)	(3,031,585)
Nonoperating revenues (expenses)				
Grants	110,322	-	13,862	124,184
Interest income	(10,035)	(74,045)	(23,212)	(107,292)
Gain (loss) on sale of capital assets	-	-	(8,951)	(8,951)
Total nonoperating revenue (expenses)	100,287	(74,045)	(18,301)	7,941
Income (loss) before transfers	(429,060)	(2,026,563)	(568,021)	(3,023,644)
Transfers in	381,147	1,989,935	966,607	3,337,689
Transfers out	(37,064)	(112,360)	(77,519)	(226,943)
Change in net position	(84,977)	(148,988)	321,067	87,102
Net position - beginning	982,012	5,784,510	4,435,746	11,202,268
Net position - ending	\$ 897,035	\$ 5,635,522	\$ 4,756,813	\$ 11,289,370

YAMHILL COUNTY
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
Year Ended June 30, 2022

	Telecommunications	Self-Insurance	Motor Vehicle Replacement	Totals
Cash flows from operating activities				
Receipts from interfund services provided	\$ 381,147	\$ 1,989,935	\$ 934,278	\$ 3,305,360
Other receipts	40	260,189	73,291	333,520
Payments for interfund services provided	(37,064)	(112,360)	(77,519)	(226,943)
Payments to suppliers	(221,118)	(1,820,358)	(634,522)	(2,675,998)
Payments to employees	(257,150)	(247,141)	-	(504,291)
Net cash provided by (used in) operating activities	<u>(134,145)</u>	<u>70,265</u>	<u>295,528</u>	<u>231,648</u>
Cash flows from noncapital financing activities				
Repayments of advances to other funds	-	46,779	72,593	119,372
Grants	110,322	-	13,862	124,184
Net cash provided by (used in) noncapital financing activities	<u>110,322</u>	<u>46,779</u>	<u>86,455</u>	<u>243,556</u>
Cash flows from capital and related financing activities				
Acquisition of capital assets	-	-	(334,760)	(334,760)
Sale of capital assets	-	-	(8,951)	(8,951)
Net cash provided by (used in) capital and related financing activities	<u>-</u>	<u>-</u>	<u>(343,711)</u>	<u>(343,711)</u>
Cash flows from investing activities				
Interest on investments	(10,035)	(74,045)	(23,212)	(107,292)
Sale (purchase) of investments	(96,883)	(821,794)	(263,562)	(1,182,239)
Net cash provided by (used in) investing activities	<u>(106,918)</u>	<u>(895,839)</u>	<u>(286,774)</u>	<u>(1,289,531)</u>
Net increase (decrease) in cash and cash equivalents	(130,741)	(778,795)	(248,502)	(1,158,038)
Cash and cash equivalents - beginning of year	507,971	3,586,773	1,147,556	5,242,300
Cash and cash equivalents - end of year	<u>\$ 377,230</u>	<u>\$ 2,807,978</u>	<u>\$ 899,054</u>	<u>\$ 4,084,262</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities				
Operating income (loss)	\$ (529,347)	\$ (1,952,518)	\$ (549,720)	\$ (3,031,585)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Transfers in for interfund charges	381,147	1,989,935	934,278	3,305,360
Transfers out for interfund charges	(37,064)	(112,360)	(77,519)	(226,943)
Depreciation	57,473	-	-	57,473
(Increase) decrease in assets and deferred outflows of resources				
Receivables, net	40	158,265	(14,453)	143,852
Prepaid items	-	33,806	-	33,806
Increase (decrease) in liabilities and deferred inflows of resources				
Accounts payable and accrued liabilities	(8,327)	(49,796)	2,942	(55,181)
Compensated absences payable	1,933	2,933	-	4,866
Net cash provided by (used in) operating activities	<u>\$ (134,145)</u>	<u>\$ 70,265</u>	<u>\$ 295,528</u>	<u>\$ 231,648</u>
SUPPLEMENTAL DISCLOSURE OF NONCASH TRANSACTIONS				
Non-cash transfers of assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,329</u>	<u>\$ 32,329</u>

YAMHILL COUNTY
TELECOMMUNICATIONS - INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Charges for services	\$ 376,930	\$ 381,147	\$ 4,217
Intergovernmental	107,465	110,322	2,857
Interest	<u>7,412</u>	<u>8,533</u>	<u>1,121</u>
Total revenues	<u>491,807</u>	<u>500,002</u>	<u>8,195</u>
Expenditures			
Telecommunications	<u>697,371</u>	<u>507,007</u>	<u>190,364</u>
Total expenditures	<u>697,371</u>	<u>507,007</u>	<u>190,364</u>
Net change in fund balance	(205,564)	(7,005)	198,559
Fund balance at beginning of year	<u>205,564</u>	<u>765,182</u>	<u>559,618</u>
Fund balance at end of year	<u>\$ -</u>	758,177	<u>\$ 758,177</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(14,681)	
Capital assets, net		162,137	
Compensated absences		<u>(8,598)</u>	
Net position at end of year		<u>\$ 897,035</u>	

YAMHILL COUNTY
SELF-INSURANCE - INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Charges for services	\$ 2,212,045	\$ 1,989,935	\$ (222,110)
Interest	67,862	62,677	(5,185)
Miscellaneous	<u>132,138</u>	<u>148,703</u>	<u>16,565</u>
Total revenues	<u>2,412,045</u>	<u>2,201,315</u>	<u>(210,730)</u>
Expenditures			
Insurance reserve	3,913,411	2,163,868	1,749,543
Contingency	<u>250,000</u>	<u>-</u>	<u>250,000</u>
Total expenditures	<u>4,163,411</u>	<u>2,163,868</u>	<u>1,999,543</u>
Net change in fund balance	(1,751,366)	37,447	1,788,813
Fund balance at beginning of year	<u>1,751,366</u>	<u>5,555,884</u>	<u>3,804,518</u>
Fund balance at end of year	<u>\$ -</u>	5,593,331	<u>\$ 5,593,331</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(109,277)	
Advances to other funds		157,170	
Compensated absences		<u>(5,702)</u>	
Net position at end of year		<u>\$ 5,635,522</u>	

YAMHILL COUNTY
MOTOR VEHICLE REPLACEMENT - INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (BUDGETARY BASIS) - BUDGET TO ACTUAL
Year Ended June 30, 2022

	Budget	Actual	Variance
Revenues			
Charges for services	\$ 965,796	\$ 834,278	\$ (131,518)
Intergovernmental	-	13,862	13,862
Interest	21,000	20,557	(443)
Miscellaneous	<u>131,326</u>	<u>160,337</u>	<u>29,011</u>
 Total revenues	 <u>1,118,122</u>	 <u>1,029,034</u>	 <u>(89,088)</u>
Expenditures			
Motor vehicle	2,219,450	1,058,694	1,160,756
Contingency	<u>145,000</u>	<u>-</u>	<u>145,000</u>
 Total expenditures	 <u>2,364,450</u>	 <u>1,058,694</u>	 <u>1,305,756</u>
 Excess (deficiency) of revenues over expenditures	 <u>(1,246,328)</u>	 <u>(29,660)</u>	 <u>1,216,668</u>
Other financing sources (uses)			
Transfers in	<u>100,000</u>	<u>100,000</u>	<u>-</u>
 Total other financing sources (uses)	 <u>100,000</u>	 <u>100,000</u>	 <u>-</u>
 Net change in fund balance	 (1,146,328)	 70,340	 1,216,668
 Fund balance at beginning of year	 <u>1,146,328</u>	 <u>1,730,893</u>	 <u>584,565</u>
 Fund balance at end of year	 <u>\$ -</u>	 1,801,233	 <u>\$ 1,801,233</u>
Reconciliation to generally accepted accounting principles			
Fair value adjustment - investments		(34,988)	
Advances to other funds		457,544	
Capital assets, net		<u>2,533,024</u>	
 Net position at end of year		 <u>\$ 4,756,813</u>	



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**YAMHILL
COUNTY**

CUSTODIAL FUNDS

Combining statements for the custodial funds are reported in this section. The combined totals are reported in the fiduciary fund financial statements in the basic financial statements.

Unsegregated Tax Fund – This fund accounts for property taxes received and held by the County in a purely custodial capacity for other taxing jurisdictions within the County.

Holding Trust Fund - This fund is for the deposit of money confiscated during narcotics-related arrests. Funds are held in trust pending trial outcome. The fund also contains bail amounts for prisoners from other counties; these funds are owed to those counties.

Assessment and Mapping Fund – The fund holds money collected for the Oregon Department of Revenue. It funds the Oregon Land Information System Fund (OLIS), the County Assessment and Taxation Fund, and the County Assessment grants.

YAMHILL COUNTY
COMBINING STATEMENT OF NET POSITION
CUSTODIAL FUNDS
June 30, 2022

	Unsegregated		Assessment and	
	Tax	Holding Trust	Mapping	Total
Assets				
Cash and cash equivalents	\$ 635,773	\$ 273,553	\$ 190,953	\$ 1,100,279
Investments, at fair value	583,736	251,163	175,323	1,010,222
Receivables	5,314,975	-	-	5,314,975
Total assets	6,534,484	524,716	366,276	7,425,476
Liabilities				
Accounts payable	735,114	-	366,276	1,101,390
Intergovernmental payables	5,534,696	-	-	5,534,696
Total liabilities	6,269,810	-	366,276	6,636,086
Net position				
Net position held in trust	264,674	524,716	-	789,390
Total net position	\$ 264,674	\$ 524,716	\$ -	\$ 789,390

YAMHILL COUNTY
COMBINING STATEMENT OF CHANGES IN NET POSITION
CUSTODIAL FUNDS
Year Ended June 30, 2022

	<u>Unsegregated Tax</u>	<u>Holding Trust</u>	<u>Assessment and Mapping</u>	<u>Total</u>
Additions				
Collections for other governments:				
Property taxes	\$ 123,107,796	\$ -	\$ -	\$ 123,107,796
Foreclosures sales	14,848	-	-	14,848
Construction excise tax	366,942	-	-	366,942
Heavy equipment rental tax	28,270	-	-	28,270
Fees	-	-	1,652,866	1,652,866
Other	-	434,654	-	434,654
Investment earnings	1,547	1,715	3,686	6,948
	<u>123,519,403</u>	<u>436,369</u>	<u>1,656,552</u>	<u>125,612,324</u>
Deductions				
Payments to other governments				
Property taxes	123,057,938	-	-	123,057,938
Foreclosures sales	14,848	-	-	14,848
Construction excise tax	366,942	-	-	366,942
Heavy equipmenet rental tax	28,270	-	-	28,270
Fees	-	-	1,656,552	1,656,552
Other	-	10,481	-	10,481
	<u>123,467,998</u>	<u>10,481</u>	<u>1,656,552</u>	<u>125,135,031</u>
Change in net position	51,405	425,888	-	477,293
Net position - beginning of year	213,269	98,828	-	312,097
Net position - end of year	<u>\$ 264,674</u>	<u>\$ 524,716</u>	<u>\$ -</u>	<u>\$ 789,390</u>

Official	Total Cash, Cash Equivalents and Investments June 30, 2021	Cash Receipts	Cash Disbursements and Refunds	Turned Over to Treasurer	Total Cash, Cash Equivalents and Investments June 30, 2022
Assessor	\$ 1,100	\$ 1,109,041	\$ -	\$ (1,109,041)	\$ 1,100
Clerk	1,300	1,761,212	-	(1,761,297)	1,215
Commissioners	20	430,236	-	(430,236)	20
District Attorney	400	1,720,521	-	(1,720,521)	400
Sheriff	42,617	6,326,170	-	(6,077,167)	291,620
Treasurer	69,803,008	184,712,722	(189,431,384)	11,098,262	76,182,608
	\$ 69,848,445	\$ 196,059,902	\$ (189,431,384)	\$ -	\$ 76,476,963

YAMHILL COUNTY
SCHEDULE OF ACCOUNTABILITY FOR INDEPENDENTLY ELECTED OFFICIALS
Year Ended June 30, 2022

Classification of Cash, Cash Equivalents and Investments

Cash on Hand	Checking	Cash with Fiscal Agent	Local Govt Pool and Other Investments	Investments	Total
\$ 1,100	\$ -	\$ -	\$ -	\$ -	\$ 1,100
1,215	-	-	-	-	1,215
20	-	-	-	-	20
400	-	-	-	-	400
750	-	290,870	-	-	291,620
<u>5,970</u>	<u>5,101,683</u>	<u>-</u>	<u>34,739,040</u>	<u>36,335,915</u>	<u>76,182,608</u>
\$ 9,455	\$ 5,101,683	\$ 290,870	\$ 34,739,040	\$ 36,335,915	\$ 76,476,963



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**YAMHILL
COUNTY**

STATISTICAL SECTION

Yamhill County, Oregon
 Net Position by Component
 Last Ten Fiscal Years - Unaudited
 (Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015 ^a	2016 ^b
Governmental activities:				
Net investment in capital assets ^a	\$ 149,198,055	\$ 145,097,373	\$ 133,716,296	\$ 133,190,944
Restricted	12,205,274	15,138,068	18,606,335	23,465,644
Unrestricted ^{a, b}	<u>11,767,035</u>	<u>12,872,381</u>	<u>12,161,920</u>	<u>(1,006,720)</u>
Total governmental activities net position	<u>\$ 173,170,364</u>	<u>\$ 173,107,822</u>	<u>\$ 164,484,551</u>	<u>\$ 155,649,868</u>
Business-type activities:				
Net investment in capital assets	\$ 80,222	\$ 79,103	\$ 78,356	\$ 92,084
Unrestricted	<u>106,270</u>	<u>113,013</u>	<u>110,008</u>	<u>90,242</u>
Total business-type activities net position	<u>\$ 186,492</u>	<u>\$ 192,116</u>	<u>\$ 188,364</u>	<u>\$ 182,326</u>
Primary government:				
Net investment in capital assets	\$ 149,278,277	\$ 145,176,476	\$ 133,794,652	\$ 133,283,028
Restricted	12,205,274	15,138,068	18,606,335	23,465,644
Unrestricted ^a	<u>11,873,305</u>	<u>12,985,394</u>	<u>12,271,928</u>	<u>(916,478)</u>
Total primary government net position	<u>\$ 173,356,856</u>	<u>\$ 173,299,938</u>	<u>\$ 164,672,915</u>	<u>\$ 155,832,194</u>

Notes

a. In 2015, net position was restated for two items:

- 1) correct errors in capital assets
- 2) to record unrestricted deferred outflows of resources and net pension liability in accordance with GASB #68

b. The negative unrestricted net position in fiscal years 2016, 2017, 2020, and 2021 resulted from the application of GASB No. 68 and the increase in the County's share of Net Pension Liability during the measurement periods.

Source

Yamhill County Finance

Exhibit 1

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 130,112,927	\$ 130,884,138	\$ 132,333,964	\$ 132,254,968	\$ 131,934,368	\$ 130,736,849
24,906,888	22,226,076	19,840,271	19,020,359	35,007,349	30,275,295
<u>(1,763,573)</u>	<u>265,478</u>	<u>881,766</u>	<u>(3,661,703)</u>	<u>(7,579,276)</u>	<u>(6,744,517)</u>
<u>\$ 153,256,242</u>	<u>\$ 153,375,692</u>	<u>\$ 153,056,001</u>	<u>\$ 147,613,624</u>	<u>\$ 159,362,441</u>	<u>\$ 154,267,627</u>
\$ 89,916	\$ 87,749	\$ 85,581	\$ 83,414	\$ 81,246	\$ 79,078
<u>90,051</u>	<u>89,025</u>	<u>95,820</u>	<u>105,495</u>	<u>115,937</u>	<u>186,109</u>
<u>\$ 179,967</u>	<u>\$ 176,774</u>	<u>\$ 181,401</u>	<u>\$ 188,909</u>	<u>\$ 197,183</u>	<u>\$ 265,187</u>
\$ 130,202,843	\$ 130,971,887	\$ 132,419,545	\$ 132,338,382	\$ 132,015,614	\$ 130,815,927
24,906,888	22,226,076	19,840,271	19,020,359	35,007,349	30,275,295
<u>(1,673,522)</u>	<u>354,503</u>	<u>977,586</u>	<u>(3,556,208)</u>	<u>(7,463,339)</u>	<u>(6,558,408)</u>
<u>\$ 153,436,209</u>	<u>\$ 153,552,466</u>	<u>\$ 153,237,402</u>	<u>\$ 147,802,533</u>	<u>\$ 159,559,624</u>	<u>\$ 154,532,814</u>

Changes in Net Position

Last Ten Fiscal Years - Unaudited
(Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
Expenses				
Governmental activities:				
General government	\$ 14,961,317	\$ 13,023,341	\$ 12,826,612	\$ 19,291,682
Public safety	15,950,089	19,241,367	19,850,299	23,506,669
Highways and streets	13,005,391	11,773,977	13,016,733	14,788,267
Health and sanitation	16,058,668	17,592,139	18,354,390	28,873,641
Parks, culture, and recreation	655,749	644,333	673,637	759,111
Education	347,532	414,268	417,228	408,986
Interest on long-term debt obligations	47,432	32,174	46,667	93,320
Total governmental activities expenses	61,026,178	62,721,599	65,185,566	87,721,676
Business-type activities:				
Sewer	41,313	43,565	52,664	54,793
Total primary government expenses	61,067,491	62,765,164	65,238,230	87,776,469
Program revenues				
Governmental activities:				
Charges for services:				
General government	4,246,561	4,469,247	5,201,297	9,088,885
Health and welfare	10,457,078	12,960,631	20,259,671	24,133,635
Other activities	1,766,607	2,872,027	5,762,512	2,172,510
Operating grants and contributions	18,398,049	22,617,194	18,783,079	21,194,864
Capital grants and contributions	-	-	-	-
Total governmental activities program revenues	34,868,295	42,919,099	50,006,559	56,589,894
Business-type activities:				
Charges for services:				
Sewer	49,036	48,634	48,154	48,080
Operating grants and contributions	-	-	-	-
Total business-type activities program revenues	49,036	48,634	48,154	48,080
Total primary government program revenues	34,917,331	42,967,733	50,054,713	56,637,974
Net expense (revenue)				
Governmental activities	(26,157,883)	(19,802,500)	(15,179,007)	(31,131,782)
Business-type activities	7,723	5,069	(4,510)	(6,713)
Total primary government net expense	(26,150,160)	(19,797,431)	(15,183,517)	(31,138,495)
General revenues and other changes in net position				
Governmental activities:				
Taxes	18,251,517	18,822,848	19,598,627	20,292,378
Franchise and miscellaneous taxes	24,281	28,289	25,788	28,578
Grants and contributions not restricted for specific programs	-	-	-	-
Investment earnings	132,913	167,070	249,836	370,080
Miscellaneous	1,049,477	927,227	1,229,524	1,363,293
(Loss) of sale of capital assets	(433,290)	(205,697)	(189,477)	242,737
Transfers	54	221	199	33
Total governmental activities	19,024,952	19,739,958	20,914,497	22,297,099
Business-type activities:				
Investment earnings	393	546	729	708
Miscellaneous	254	230	228	-
Transfers	(54)	(221)	(199)	(33)
Total business-type activities	593	555	758	675
Total primary government	\$ 19,025,545	\$ 19,740,513	\$ 20,915,255	\$ 22,297,774

Exhibit 2

		Fiscal Year									
		2017	2018	2019	2020	2021	2022				
\$	15,293,385	\$	15,951,224	\$	16,919,051	\$	18,511,726	\$	23,336,683	\$	34,805,969
	24,354,959		23,820,539		25,440,534		27,222,885		28,581,477		27,214,604
	11,650,759		10,728,851		10,448,233		13,680,803		9,912,241		5,952,349
	29,397,302		30,802,700		37,131,121		38,019,493		39,197,344		36,151,662
	770,681		915,430		875,696		992,028		669,155		1,068,845
	385,654		437,529		449,122		470,580		494,504		526,075
	181,151		246,467		159,088		231,853		284,494		291,076
	<u>82,033,891</u>		<u>82,902,740</u>		<u>91,422,845</u>		<u>99,129,368</u>		<u>102,475,898</u>		<u>106,010,580</u>
	<u>51,879</u>		<u>52,040</u>		<u>56,236</u>		<u>54,340</u>		<u>52,414</u>		<u>59,510</u>
	<u>82,085,770</u>		<u>82,954,780</u>		<u>91,479,081</u>		<u>99,183,708</u>		<u>102,528,312</u>		<u>106,070,090</u>
	3,239,539		3,905,229		3,609,126		3,921,546		3,859,697		4,142,415
	23,911,565		25,016,934		26,523,214		26,207,462		28,045,696		27,582,735
	7,029,905		4,836,904		5,160,345		4,952,643		3,359,871		3,966,269
	21,014,520		23,120,836		26,740,856		28,460,039		38,547,465		36,658,014
	-		-		1,421,406		-		343,854		855,811
	<u>55,195,529</u>		<u>56,879,903</u>		<u>63,454,947</u>		<u>63,541,690</u>		<u>74,156,583</u>		<u>73,205,244</u>
	48,781		48,387		58,800		58,771		59,797		54,188
	-		-		-		-		-		75,000
	<u>48,781</u>		<u>48,387</u>		<u>58,800</u>		<u>58,771</u>		<u>59,797</u>		<u>129,188</u>
	<u>55,244,310</u>		<u>56,928,290</u>		<u>63,513,747</u>		<u>63,600,461</u>		<u>74,216,380</u>		<u>73,334,432</u>
	(26,838,362)		(26,022,837)		(27,967,898)		(35,587,678)		(28,319,315)		(32,805,336)
	(3,098)		(3,653)		2,564		4,431		7,383		69,678
	<u>(26,841,460)</u>		<u>(26,026,490)</u>		<u>(27,965,334)</u>		<u>(35,583,247)</u>		<u>(28,311,932)</u>		<u>(32,735,658)</u>
	21,286,970		22,182,544		23,177,560		24,560,271		25,771,477		26,940,942
	1,211,975		1,904,548		1,507,758		1,601,993		33,183		34,625
	518,192		738,576		671,127		591,689		12,302,084		11,174,210
	624,722		373,302		1,451,650		2,114,154		580,645		(958,441)
	802,772		814,983		840,033		1,277,177		1,380,726		936,836
	-		-		-		-		-		42,866
	105		106		79		17		17		13
	<u>24,444,736</u>		<u>26,014,059</u>		<u>27,648,207</u>		<u>30,145,301</u>		<u>40,068,132</u>		<u>38,171,051</u>
	844		313		1,889		2,842		657		(2,039)
	-		253		253		252		251		378
	(105)		(106)		(79)		(17)		(17)		(13)
	<u>739</u>		<u>460</u>		<u>2,063</u>		<u>3,077</u>		<u>891</u>		<u>(1,674)</u>
\$	<u>24,445,475</u>	\$	<u>26,014,519</u>	\$	<u>27,650,270</u>	\$	<u>30,148,378</u>	\$	<u>40,069,023</u>	\$	<u>38,169,377</u>

Changes in Net Position, continuedLast Ten Fiscal Years - Unaudited
(Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
Change in net position				
Governmental activities	\$ (7,132,931)	\$ (62,542)	\$ 5,735,490	\$ (8,834,683)
Business-type activities	8,316	5,624	(3,752)	(6,038)
Total primary government	<u>(7,124,615)</u>	<u>(56,918)</u>	<u>5,731,738</u>	<u>(8,840,721)</u>
Net position, beginning of year, as previously reported				
Governmental activities	180,597,375	173,170,364	173,107,822	164,484,551
Business-type activities	178,176	186,492	192,116	188,364
Total primary government	<u>180,775,551</u>	<u>173,356,856</u>	<u>173,299,938</u>	<u>164,672,915</u>
Prior period adjustments and reclassifications				
Governmental activities ^a	(294,080)	-	(14,358,761)	-
Business activities	-	-	-	-
Total primary government	<u>(294,080)</u>	<u>-</u>	<u>(14,358,761)</u>	<u>-</u>
Net position, beginning of year, restated				
Governmental activities	180,303,295	173,170,364	158,749,061	164,484,551
Business-type activities	178,176	186,492	192,116	188,364
Total primary government	<u>180,481,471</u>	<u>173,356,856</u>	<u>158,941,177</u>	<u>164,672,915</u>
Net position, end of year				
Governmental activities	173,170,364	173,107,822	164,484,551	155,649,868
Business-type activities	186,492	192,116	188,364	182,326
Total primary government	<u>\$ 173,356,856</u>	<u>\$ 173,299,938</u>	<u>\$ 164,672,915</u>	<u>\$ 155,832,194</u>

Notes

- a. In 2015, net position was restated for two items:
- 1) correct errors in capital assets for \$5,633,937
 - 2) to record deferred outflows of resources and net pension liability in accordance with GASB #68 for a net of \$8,724,824.

Source

Yamhill County Finance

Exhibit 2, continued

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ (2,393,626)	\$ (8,778)	\$ (319,691)	\$ (5,442,377)	\$ 11,748,817	\$ 5,365,715
(2,359)	(3,193)	4,627	7,508	8,274	68,004
<u>(2,395,985)</u>	<u>(11,971)</u>	<u>(315,064)</u>	<u>(5,434,869)</u>	<u>11,757,091</u>	<u>5,433,719</u>
155,649,868	153,256,242	153,375,692	153,056,001	147,613,624	159,362,441
182,326	179,967	176,774	181,401	188,909	197,183
<u>155,832,194</u>	<u>153,436,209</u>	<u>153,552,466</u>	<u>153,237,402</u>	<u>147,802,533</u>	<u>159,559,624</u>
-	128,228	-	-	-	(10,460,529)
-	-	-	-	-	-
-	<u>128,228</u>	-	-	-	<u>(10,460,529)</u>
155,649,868	153,384,470	153,375,692	153,056,001	147,613,624	148,901,912
182,326	179,967	176,774	181,401	188,909	197,183
<u>155,832,194</u>	<u>153,564,437</u>	<u>153,552,466</u>	<u>153,237,402</u>	<u>147,802,533</u>	<u>149,099,095</u>
153,256,242	153,375,692	153,056,001	147,613,624	159,362,441	154,267,627
179,967	176,774	181,401	188,909	197,183	265,187
<u>\$ 153,436,209</u>	<u>\$ 153,552,466</u>	<u>\$ 153,237,402</u>	<u>\$ 147,802,533</u>	<u>\$ 159,559,624</u>	<u>\$ 154,532,814</u>

Yamhill County, Oregon

Fund Balances, Governmental Funds

Last Ten Fiscal Years - Unaudited

(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
General fund:				
Nonspendable	\$ 2,523	\$ 3,944	\$ 250	\$ 18,300
Assigned	214,099	594,262	985,984	1,131,977
Unassigned	<u>8,575,801</u>	<u>9,116,111</u>	<u>10,258,219</u>	<u>12,229,879</u>
Total general fund	<u>8,792,423</u>	<u>9,714,317</u>	<u>11,244,453</u>	<u>13,380,156</u>
All other governmental funds:				
Nonspendable	236,438	194,597	216,584	252,427
Restricted	12,318,533	14,262,385	18,341,768	23,182,852
Assigned	1,470,055	1,206,646	1,784,338	1,915,218
Unassigned	<u>(43,586)</u>	<u>(11,309)</u>	<u>(7,366)</u>	<u>9,245</u>
Total all other governmental funds	<u>13,981,440</u>	<u>15,652,319</u>	<u>20,335,324</u>	<u>25,359,742</u>
Total government funds	<u>\$ 22,773,863</u>	<u>\$ 25,366,636</u>	<u>\$ 31,579,777</u>	<u>\$ 38,739,898</u>

Source

Yamhill County Finance

Exhibit 3

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 156,470	\$ 618,037	\$ 607,285	\$ 589,135	\$ 413,298	\$ 452,715
1,158,819	691,434	644,991	723,149	526,926	566,593
<u>14,588,920</u>	<u>15,883,996</u>	<u>16,260,612</u>	<u>17,777,448</u>	<u>18,482,299</u>	<u>18,943,592</u>
<u>15,904,209</u>	<u>17,193,467</u>	<u>17,512,888</u>	<u>19,089,732</u>	<u>19,422,523</u>	<u>19,962,900</u>
302,495	527,766	393,869	203,359	214,947	645,414
24,366,914	21,747,182	19,428,932	18,801,888	34,777,808	29,613,660
2,196,724	2,314,909	2,499,225	2,448,904	3,641,665	-
<u>26,534</u>	<u>-</u>	<u>(402)</u>	<u>(678)</u>	<u>-</u>	<u>-</u>
<u>26,892,667</u>	<u>24,589,857</u>	<u>22,321,624</u>	<u>21,453,473</u>	<u>38,634,420</u>	<u>30,259,074</u>
<u>\$ 42,796,876</u>	<u>\$ 41,783,324</u>	<u>\$ 39,834,512</u>	<u>\$ 40,543,205</u>	<u>\$ 58,056,943</u>	<u>\$ 50,221,974</u>

Change in Fund Balances, Governmental Funds

Last Ten Fiscal Years - Unaudited

(Modified Accrual Basis of Accounting)

	Fiscal Year		
	2013	2014	2015
Revenues			
Property taxes	\$ 18,115,122	\$ 18,546,935	\$ 19,121,966
Miscellaneous taxes	24,281	28,289	25,788
Licenses, permits, and fees	1,335,899	1,376,859	1,570,582
Fines and forfeitures	514,636	467,517	372,538
Charges for services	14,719,441	18,420,883	29,163,948
Intergovernmental	18,513,938	22,145,613	19,346,078
Interest	112,831	140,335	210,771
Other	967,722	749,506	731,585
Total revenues	<u>54,303,870</u>	<u>61,875,937</u>	<u>70,543,256</u>
Expenditures			
Current:			
General government	11,652,094	9,562,012	10,117,847
Public safety	15,800,372	19,116,622	22,258,649
Highways and streets	4,001,059	3,958,120	3,888,913
Health and welfare	15,884,734	17,551,466	19,999,602
Parks, culture, and recreation	617,796	619,707	669,835
Education	50,171	79,316	64,014
Capital outlay	3,312,555	4,592,271	4,674,180
Debt service:			
Principal	103,573	798,873	54,184
Interest	87,052	73,344	48,917
Total expenditures	<u>51,509,406</u>	<u>56,351,731</u>	<u>61,776,141</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,794,464</u>	<u>5,524,206</u>	<u>8,767,115</u>
Other financing sources (uses)			
Transfers in	7,810,940	7,046,156	6,898,138
Transfers out	(9,845,285)	(9,977,592)	(9,452,112)
Total other financing sources (uses)	<u>(2,034,345)</u>	<u>(2,931,436)</u>	<u>(2,553,974)</u>
Net change in fund balances	<u>760,119</u>	<u>2,592,770</u>	<u>6,213,141</u>
Fund balances			
Fund balances, beginning of year, as previously reported	22,307,824	22,773,863	25,366,636
Prior period adjustments and reclassifications ^o	(294,080)	3	-
Fund balances, beginning of year, restated	<u>22,013,744</u>	<u>22,773,866</u>	<u>25,366,636</u>
Fund balances, end of year	<u>\$ 22,773,863</u>	<u>\$ 25,366,636</u>	<u>\$ 31,579,777</u>
Debt service as a percentage of noncapital expenditures ^a	0.39%	1.67%	0.18%

Notes

a. Debt service represents principal and interest incurred during the year. Noncapital expenditures do not include capital outlay for land, construction in progress, buildings and improvements, machinery and equipment, and infrastructure incurred during the year.

b. In 2011 the Motor Vehicle Replacement Fund was reclassified as an Internal Service Fund

Source

Yamhill County Finance

Exhibit 4

		Fiscal Year											
		2016	2017	2018	2019	2020	2021	2022					
\$	20,306,358	\$	21,451,653	\$	22,570,162	\$	23,387,856	\$	24,759,598	\$	25,735,186	\$	26,846,794
	28,578		29,109		31,718		33,168		32,420		33,183		34,625
	1,815,928		1,720,704		1,956,627		1,753,548		1,787,936		1,859,218		1,973,130
	461,605		338,360		418,773		374,772		363,809		466,673		514,906
	32,764,970		31,851,453		31,003,376		32,654,957		32,443,489		32,930,600		33,201,400
	21,422,697		22,800,039		25,851,263		30,447,366		30,766,483		50,995,398		48,432,540
	324,384		563,313		368,146		1,263,563		1,779,344		531,073		(851,149)
	1,095,231		1,049,063		726,546		891,216		1,120,579		1,055,822		930,297
	<u>78,219,751</u>		<u>79,803,694</u>		<u>82,926,611</u>		<u>90,806,446</u>		<u>93,053,658</u>		<u>113,607,153</u>		<u>111,082,543</u>
	14,023,475		11,025,789		11,938,818		13,138,622		14,200,781		17,780,403		26,340,259
	19,536,836		23,092,346		22,580,253		24,528,121		25,401,079		26,574,040		27,920,205
	4,400,202		4,053,383		4,455,407		36,252,963		36,200,589		5,809,342		6,065,379
	25,598,485		28,389,577		31,652,970		828,478		949,953		37,054,536		36,802,103
	689,594		718,557		871,815		4,835,986		5,351,148		636,845		1,075,474
	61,494		16,139		57,743		449,122		470,580		494,504		526,075
	4,328,443		4,232,234		8,604,761		8,028,062		6,395,287		5,797,036		5,987,245
	54,551		959,568		-		569,283		496,172		507,386		455,308
	95,570		210,401		175,525		101,200		174,775		157,687		206,531
	<u>68,788,650</u>		<u>72,697,994</u>		<u>80,337,292</u>		<u>88,731,837</u>		<u>89,640,364</u>		<u>94,811,779</u>		<u>105,378,579</u>
	9,431,101		7,105,700		2,589,319		2,074,609		3,413,294		18,795,374		5,703,964
	7,888,221		8,829,886		8,066,594		8,502,813		10,174,827		11,739,824		9,683,591
	(10,159,201)		(11,878,608)		(11,669,465)		(12,526,234)		(12,879,428)		(13,021,460)		(12,761,995)
	<u>(2,270,980)</u>		<u>(3,048,722)</u>		<u>(3,602,871)</u>		<u>(4,023,421)</u>		<u>(2,704,601)</u>		<u>(1,281,636)</u>		<u>(3,078,404)</u>
	7,160,121		4,056,978		(1,013,552)		(1,948,812)		708,693		17,513,738		2,625,560
	31,579,777		38,739,898		42,796,876		41,783,324		39,834,512		40,543,205		58,056,943
	-		-		-		-		-		-		(10,460,529)
	<u>31,579,777</u>		<u>38,739,898</u>		<u>42,796,876</u>		<u>41,783,324</u>		<u>39,834,512</u>		<u>40,543,205</u>		<u>47,596,414</u>
\$	<u>38,739,898</u>	\$	<u>42,796,876</u>	\$	<u>41,783,324</u>	\$	<u>39,834,512</u>	\$	<u>40,543,205</u>	\$	<u>58,056,943</u>	\$	<u>50,221,974</u>
	0.24%		1.70%		0.25%		0.83%		0.81%		0.75%		0.65%

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years - Unaudited

	Fiscal Year			
	2013	2014	2015	2016
Property Class				
Residential	\$ 3,126,698,121	\$ 3,216,726,707	\$ 3,338,202,294	\$ 3,508,394,515
Commercial/Industrial	1,221,554,642	1,235,445,467	1,296,019,044	1,418,198,016
Tract	903,481,788	936,949,602	975,017,140	1,009,162,666
Farm and Range	711,744,898	743,432,740	787,523,358	814,080,314
Forest	344,185,632	363,629,434	386,008,003	400,153,481
Multiple Housing	174,877,469	182,698,726	196,764,181	200,495,907
Small Tract Forestland	28,478,337	29,944,820	30,724,487	31,191,282
Miscellaneous	6,257	6,438	6,571	24,679
Machinery & Equipment	20,493,321	19,628,387	8,349,472	8,500,207
Manufactured Structures	88,066,037	88,888,699	84,320,234	90,618,702
Other ^d	-	-	-	-
Utilities	221,277,570	238,271,350	231,525,437	261,547,500
	<u>7,031,962,167</u>	<u>7,245,134,713</u>	<u>7,536,183,760</u>	<u>7,950,154,747</u>
Other				
Less Urban Renewal Excess	(3,075,193)	(3,610,473)	(10,921,681)	(15,735,480)
Total Taxable Assessed Value ^{a d}	<u>\$ 7,028,886,974</u>	<u>\$ 7,241,524,240</u>	<u>\$ 7,525,262,079</u>	<u>\$ 7,934,419,267</u>
Total Direct Tax Rate ^c	2.5775	2.5775	2.5775	2.5775
Estimated Actual Value of Property	<u>\$ 10,962,674,349</u>	<u>\$ 10,586,808,534</u>	<u>\$ 11,074,356,256</u>	<u>\$ 11,930,391,883</u>
Actual Value of Property per Capita	\$ 109,743	\$ 106,000	\$ 109,850	\$ 117,600
Total Assessed Value to Estimated Actual Value of Taxable Property	64.12%	68.40%	67.95%	66.51%

Notes

- Assessments are limited to an increase of 3% not to exceed real market value. However, property is subject to reassessment if improved, partitioned, subdivided, rezoned, previously omitted, or disqualified from exemption.
- Taxable assessed values are reported net of tax exempt property.
- Total Direct Tax Rate is per \$1,000 of value.
- Other includes the taxable portion of property that is only partially exempt

Source

Yamhill County Department of Assessment and Taxation

Exhibit 5

Fiscal Year						
2017	2018	2019	2020	2021	2022	
\$ 3,656,255,945	\$ 3,828,660,168	\$ 4,006,426,928	\$ 4,198,676,369	\$ 4,413,017,764	4,603,881,331	
1,464,933,640	1,253,382,539	1,314,591,701	1,365,602,665	1,442,683,984	1,443,871,629	
1,049,707,256	1,091,905,153	1,127,832,975	1,217,970,902	1,278,288,104	1,323,082,795	
834,874,209	876,842,770	908,340,109	969,278,501	1,010,813,853	1,077,994,243	
440,323,920	478,481,600	496,021,507	523,412,454	544,584,863	570,250,590	
223,542,062	228,103,780	239,106,313	264,600,588	250,178,330	266,289,384	
33,309,300	19,251,799	23,128,481	24,409,433	25,107,962	25,936,694	
25,418	7,112,980	27,393,450	32,403,421	16,579,916	101,935,727	
10,652,983	257,222,640	251,467,023	268,758,380	255,329,669	261,964,340	
92,532,899	105,781,665	117,504,431	122,202,016	130,604,254	136,092,448	
-	-	4,702,701	6,017,123	6,532,046	7,554,800	
<u>266,464,900</u>	<u>272,279,615</u>	<u>275,172,334</u>	<u>292,447,400</u>	<u>343,348,400</u>	<u>369,345,907</u>	
8,299,206,770	8,644,657,291	9,023,496,200	9,540,085,159	9,978,903,641	10,457,434,932	
<u>(21,381,335)</u>	<u>(24,707,960)</u>	<u>(34,249,998)</u>	<u>(49,374,647)</u>	<u>(60,397,809)</u>	<u>(73,502,576)</u>	
<u>\$ 8,277,825,435</u>	<u>\$ 8,619,949,331</u>	<u>\$ 8,989,246,202</u>	<u>\$ 9,490,710,512</u>	<u>\$ 9,918,505,832</u>	<u>\$ 10,383,932,356</u>	
2.5775	2.5775	2.5775	2.5775	2.5775	2.5775	
<u>\$ 13,292,164,397</u>	<u>\$ 15,457,854,576</u>	<u>\$ 15,971,061,624</u>	<u>\$ 17,224,413,368</u>	<u>\$ 18,086,536,326</u>	<u>\$ 20,045,715,356</u>	
\$ 127,486	\$ 146,420	\$ 149,259	\$ 159,397	\$ 166,535	\$ 185,161	
62.28%	55.76%	56.28%	55.10%	54.84%	51.80%	

Yamhill County, Oregon

Direct and Overlapping ^a Property Tax Rates

Last Ten Fiscal Years - Unaudited
 Rate per \$1,000 of assessed value

Taxing Entity	Fiscal Year ^b			
	2013	2014	2015	2016
<u>County Direct Rate</u>				
Yamhill County ^c	2.5775	2.5775	2.5775	2.5775
<u>Yamhill County Extension Service District</u>	0.0449	0.0449	0.0449	0.0449
<u>Community Colleges</u>				
Chemeketa Community College	0.8979	0.8573	0.8942	0.9190
Portland Community College	0.6651	0.7342	0.7222	0.5855
<u>Education Service Districts</u>				
Northwest Regional ESD	0.1538	0.1538	0.1538	0.1538
Willamette ESD	0.2967	0.2967	0.2967	0.2967
<u>Schools</u>				
Amity	6.5809	6.5322	6.6409	6.4141
Dayton	8.6617	9.0512	8.4641	8.2512
Gaston	5.0494	5.0494	5.0494	5.0494
Hillsboro	7.4977	7.4006	7.4200	7.2247
McMinnville	6.9767	6.8741	6.9431	6.8715
Nestucca Valley	5.5464	5.3308	5.4697	5.5621
Newberg	7.4400	7.4237	7.5078	7.9184
Sheridan	7.9268	7.8651	7.8302	7.7780
Sherwood	8.8194	8.8206	8.8186	8.5285
Willamina	5.0022	5.0022	5.6310	5.6182
Yamhill-Carlton	5.8989	5.8803	5.8494	5.7189
<u>Cities</u>				
Amity	3.6105	3.6105	3.6105	3.6105
Carlton	4.7605	4.8104	4.8603	5.3558
Dayton	3.5557	3.5557	3.5557	3.5557
Dundee	2.3115	2.3115	2.4422	2.8495
Gaston	6.6146	6.6145	6.6146	6.6146
Lafayette	3.4857	3.4857	3.4857	3.4857
McMinnville	5.6520	5.7179	5.7024	6.1837
Newberg	4.6605	4.6575	4.6438	4.6332
Sheridan	2.1307	2.1307	2.1307	2.1307
Willamina	4.2039	4.2039	4.2039	4.2039
Yamhill	3.7389	3.7389	3.7389	3.7389
<u>Rural Fire Protection Districts</u>				
Amity	1.8029	1.7630	1.7874	1.7829
Carlton ^d	1.4683	1.4601	1.4590	1.4482
New Carlton ^d	-	-	-	-
Dayton	1.2302	1.2302	1.2302	1.2302
Dundee	1.1574	1.0830	1.0918	1.0404
Gaston	1.7621	1.7621	1.7621	1.7621
McMinnville	1.1376	0.9576	0.9576	0.9576
Newberg ^e	0.4329	0.4329	0.4329	0.4329
Sheridan	1.4688	1.4688	1.4688	1.4688
Tualatin Valley ^e	-	-	-	-
West Valley	1.6080	1.5699	1.6042	1.5596
Yamhill	0.9081	0.9081	0.9081	0.9081

Exhibit 6

Fiscal Year ^b					
2017	2018	2019	2020	2021	2022
2.5775	2.5775	2.5775	2.5775	2.5775	2.5775
0.0449	0.0449	0.0449	0.0449	0.0449	0.0449
0.9018	0.8977	0.8966	0.8886	0.8861	0.8938
0.6785	0.6050	0.6874	0.6850	0.6798	0.6631
0.1538	0.1538	0.1538	0.1538	0.1538	0.1538
0.2967	0.2967	0.2967	0.2967	0.2967	0.2967
6.4385	6.4398	6.4143	6.2828	6.2928	6.3027
7.9321	8.0424	7.9190	7.8298	7.7000	7.5889
7.1796	7.0836	7.1059	7.0156	7.0229	6.9933
7.1962	7.1512	7.1388	7.1798	7.2504	7.1070
6.8877	6.7538	6.7411	6.7478	6.7363	6.7116
5.5780	5.5636	6.4814	6.4889	6.4137	6.3536
7.8755	7.8036	6.0496	5.4696	5.1332	6.1953
7.7211	7.7220	7.5598	7.5519	7.3790	7.4441
8.6778	9.1430	8.9522	8.7944	8.6436	8.5312
5.5929	5.5811	5.5636	5.5612	5.5280	5.5543
7.1368	7.0622	6.9814	6.8645	6.8838	5.9481
3.6105	3.6105	3.6105	3.6105	3.6105	3.6105
5.3279	5.4041	5.3756	5.3350	5.3007	5.3193
3.5557	3.5557	3.5557	3.5557	3.5557	3.5557
2.8947	2.8547	2.8413	2.8193	2.7933	2.7732
6.6146	6.6146	6.6146	6.6146	6.6146	6.6146
3.4857	3.4857	3.4857	4.3303	4.2439	4.2003
6.1020	6.3566	6.4713	6.3090	6.2880	5.9437
4.3827	4.3827	2.5000	2.5750	2.6523	2.7319
2.1307	2.1307	2.1307	2.1307	2.1307	2.1307
4.2039	4.2039	4.2039	4.2039	4.2039	4.2039
3.7389	3.7389	3.7389	3.7389	3.7389	3.7389
2.2123	2.2066	2.2014	2.1795	1.9952	1.9539
-	-	-	-	-	-
1.4365	1.4284	1.4328	1.4131	1.4024	1.2974
1.2302	1.2302	1.2302	1.2302	1.2302	1.2302
1.0200	0.9905	0.8552	0.9188	0.9116	0.8835
1.7621	1.7621	1.7621	1.7621	1.7621	1.7621
0.9576	0.9576	0.9576	0.9576	0.9576	0.9576
0.4329	0.4329	-	-	-	-
1.4688	1.4688	1.4688	1.4688	1.4688	1.4688
-	-	2.0839	2.0725	2.1167	2.1163
1.4639	1.2936	1.2092	0.8936	1.9536	1.9536
0.9081	0.9081	0.9081	1.4581	1.4581	1.4581

Yamhill County, Oregon

Direct and Overlapping^a Property Tax Rates, continued

Last Ten Fiscal Years - Unaudited
Rate per \$1,000 of assessed value

Taxing Entity	Fiscal Year ^b			
	2013	2014	2015	2016
Miscellaneous Districts				
Chemeketa Library	0.0818	0.0818	0.0818	0.0818
Chehalem Parks and Recreation	0.9076	0.9076	0.9076	1.3266
Otter Creek Hylands Road	0.4193	0.4193	0.4193	0.4193
Yamhill Soil & Water Conservation	0.0354	0.0354	0.0354	0.0354

Notes

- a. Overlapping rates are those of other local governments that apply to property owners within Yamhill County who are located within the other local government's boundaries.
- b. Rates may vary based on map code combination of taxing districts and application of Oregon Ballot Measure 5 limits.
- c. Yamhill County rate is shown net of timber offset.
- d. The New Carlton Rural Fire District was created from a merger of the City of Carlton's Fire Department and Carlton's Rural Fire Department in 2017.
- e. In 2019 the Newberg Rural Fire Protection District merged with Tualatin Valley Fire & Rescue.

Source

Yamhill County Department of Assessment and Taxation

Exhibit 6, continued

Fiscal Year ^b					
2017	2018	2019	2020	2021	2022
0.0818	0.0818	0.0818	0.0818	0.0818	0.0818
1.3278	1.3208	1.3118	1.2952	1.2766	1.3100
0.4193	0.4193	0.4193	0.4193	0.4193	0.4193
0.0354	0.0354	0.0354	0.0354	0.0354	0.0354

Yamhill County, Oregon

Principal Property Tax Payers

Current Year and Nine Years Ago

Taxpayer	2022		
	Taxable Assessed	Rank	Percent of Total
	Value		Taxable Assessed Value
Portland General Electric Co	\$ 187,191,001	1	1.80%
Cascade Steel Rolling Mills, Inc.	82,963,385	2	0.80%
MPT of McMinnville-Capella LLC (1)	62,743,369	3	0.60%
Northwest Natural Gas Co.	53,699,001	4	0.52%
Stoller Vineyards, Inc.	39,139,407	5	0.38%
Foxglove Properties	31,486,665	6	0.30%
The Allison Inn & Spa LLC	30,268,221	7	0.29%
Providence Health System	26,201,528	8	0.25%
Aspen Way West LLC	25,395,443	9	0.24%
A to Z Wineworks LLC	24,843,505	10	0.24%
SP Fiber Technologies Northwest LLC (2)			
Verizon Communications (3)			
Springbrook Properties, Inc.			
Comcast Corporation			
Evergreen Vintage Aircraft, Inc.			
A-dec, Inc (4)			
	<u>\$ 563,931,525</u>		<u>5.43%</u>

(1) Assessed as Willamette Valley Medical Center LLC in 2013

(2) Assessed as Southeast Paper Manufacturing Co in 2013

(3) Assessed as Frontier Communications in 2013

(4) Assessed as Austin Joan D Trust 50% in 2013

Source

Yamhill County Department of Assessment and Taxation

Exhibit 7

2013			
Taxable Assessed		Percent of Total	
Value	Rank	Value	
\$ 91,088,000	1	1.30%	
66,884,177	2	0.95%	
58,065,106	3	0.83%	
35,744,500	5	0.51%	
40,873,451	4	0.58%	
31,647,000	6	0.45%	
30,932,655	7	0.44%	
30,374,900	8	0.43%	
24,241,038	9	0.34%	
23,105,637	10	0.33%	
<u>\$ 432,956,464</u>		<u>6.16%</u>	

Property Tax Levies and Collections

Last Ten Fiscal Years - Unaudited

Fiscal Year Ended June 30,	Tax Levied for the Fiscal Year			Collections within the Fiscal Year of the Levy ^d	
	(Original Levy) ^b	Adjustments ^c	Total Adjusted Levy	Amount	Percentage of Original Levy
2013 ^a	\$ 18,253,999	\$ (628,857)	\$ 17,625,142	\$ 16,843,515	92.27%
2014 ^a	18,774,661	(572,231)	18,202,430	17,457,238	92.98%
2015 ^a	19,658,178	(607,502)	19,050,676	18,298,628	93.08%

Total outstanding delinquent taxes prior to 2014

2016	20,612,851	(826,952)	19,785,899	19,181,755	93.06%
2017	21,535,817	(758,676)	20,777,141	20,205,482	93.82%
2018	22,304,815	(781,118)	21,523,697	21,008,676	94.19%
2019	23,504,146	(741,354)	22,762,792	22,189,942	94.41%
2020	24,912,089	(788,017)	24,124,072	23,579,220	94.65%
2021	26,048,178	(839,083)	25,209,095	24,739,574	94.98%
2022	27,312,900	(842,092)	26,470,808	25,858,868	94.68%

Notes

- a. The Yamhill County Department of Assessment and Taxation does not report property tax adjustments and collections by year for levies more than seven years old. As a result, complete statistical information for 2013, 2014, and 2015 have not been updated for years eight, nine, and ten subsequent to the levy.
- b. The information in this schedule relates to the County's own property tax levies, and does not include those it collects on behalf of other governments.
- c. Adjustments include discounts allowed and corrections.
- d. Collections do not include interest on delinquent taxes.

Source

Yamhill County Department of Assessment and Taxation

Exhibit 8

Total Collections to Date ^d				
Collections in Subsequent Years	Total Tax Collections	Percentage of Adjusted Levy	Outstanding Delinquent Taxes	
\$ 775,641	\$ 17,619,156	99.97%		
745,192	18,202,430	100.00%		
752,048	19,050,676	100.00%		
			\$	63,621
593,196	19,774,951	99.94%		10,948
557,383	20,762,865	99.93%		14,276
493,657	21,502,333	99.90%		21,364
512,637	22,702,579	99.74%		60,213
416,885	23,996,105	99.47%		127,967
236,083	24,975,657	99.07%		233,438
-	25,858,868	97.69%		611,940
			\$	<u>1,143,767</u>

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years - Unaudited

	Fiscal Year			
	2013	2014	2015	2016
Governmental Activities ^{a,b}				
Limited Tax Bond	\$ 750,000	\$ -	\$ -	\$ -
Notes Payable	1,117,176	1,068,303	3,617,810	7,341,582
Lease Payables	38,920	-	-	-
Total Governmental Activities Debt	<u>1,906,096</u>	<u>1,068,303</u>	<u>3,617,810</u>	<u>7,341,582</u>
Total Primary Government Debt	<u>\$ 1,906,096</u>	<u>\$ 1,068,303</u>	<u>\$ 3,617,810</u>	<u>\$ 7,341,582</u>

Ratios of Outstanding Debt

Total Primary Government Debt as a % of Personal Income ^c	0.05%	0.03%	0.09%	0.17%
Total Primary Government Debt Per Capita ^c	\$ 19	\$ 11	\$ 36	\$ 72

Notes

- a. Details regarding the County's outstanding debt can be found in the notes to the financial statements.
- b. All debt is shown net of unamortized premiums and discounts.
- c. Percentage of Personal Income and Total Debt Per Capita were calculated using personal income and population data located in Exhibit 12 - Demographic and Economic Statistics.
- d. Lease payables beginning in 7/1/2019 are reported under GASB 87. Lease payables in earlier years are reported under FASB 13.

Source

Yamhill County Finance

Exhibit 9

Fiscal Year						
2017	2018	2019	2020	2021	2022	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
7,608,556	7,608,556	7,039,273	9,301,185	8,793,799	8,338,491	
-	-	3,504,326	3,217,586	2,941,031	8,567,476	
<u>7,608,556</u>	<u>7,608,556</u>	<u>10,543,599</u>	<u>12,518,771</u>	<u>11,734,830</u>	<u>16,905,967</u>	
<u>\$ 7,608,556</u>	<u>\$ 7,608,556</u>	<u>\$ 10,543,599</u>	<u>\$ 12,518,771</u>	<u>\$ 11,734,830</u>	<u>\$ 16,905,967</u>	
0.17%	0.16%	0.21%	0.23%	0.19%	0.28%	
\$ 73	\$ 72	\$ 99	\$ 116	\$ 108	\$ 156	

Ratios of General Bonded/Gross Direct, Net Direct, and Overlapping Debt Outstanding

Last Ten Fiscal Years - Unaudited

General Bonded/Gross Direct Debt

	Fiscal Year			
	2013	2014	2015	2016
Limited Tax Bond	\$ 750,000	\$ -	\$ -	\$ -
Notes Payable	1,117,176	1,068,303	3,617,810	7,341,582
Leases Payable	38,920	-	-	-
Total General Bonded/Gross Direct ^a Debt	\$ 1,906,096	\$ 1,068,303	\$ 3,617,810	\$ 7,341,582

Net Direct and Overlapping Debt

Net Direct Debt ^b	\$ 1,906,096	\$ 1,068,303	\$ 1,014,119	\$ -
Net Overlapping Debt ^c	266,813,165	266,813,165	266,813,165	266,813,165
Net Direct and Overlapping Debt ^d	\$ 268,719,261	\$ 267,881,468	\$ 267,827,284	\$ 266,813,165

Ratios of Outstanding Debt

Debt as a % of Assessed Value of Taxable Property ^e:

General Bonded/Gross Direct Debt as a % of Assessed Value of Taxable Property	0.03%	0.01%	0.05%	0.09%
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Debt as a % of Real Market Value (RMV) of Taxable Property ^f:

General Bonded/Gross Direct Debt as a % of RMV	0.02%	0.01%	0.03%	0.06%
Net Direct Debt as a % of RMV	0.02%	0.01%	0.01%	0.00%
Net Overlapping Debt as a % of RMV	2.43%	2.52%	2.41%	2.24%
Net Direct and Net Overlapping Debt as a % of RMV	2.45%	2.53%	2.42%	2.24%

Debt per Capita ^g:

General Bonded/Gross Direct Debt per Capita	\$ 19	\$ 11	\$ 36	\$ 72
Net Direct Debt per Capita	19	11	10	-
Net Overlapping Debt per Capita	2,671	2,671	2,647	2,630
Net Direct and Net Overlapping Debt per Capita	2,690	2,682	2,657	2,630

Notes

- General Bonded/Gross Direct Debt includes all voter approved General Obligation bonds, Limited Tax bonds, and any other bonded obligations, Certificates of Participation, notes payable, or leases backed by the full faith and credit of the County. Lease payables beginning 7/1/2019 are reported under GASB 87. Leases payable in earlier years are reported under FASB 13. Details regarding the County's outstanding debt can be found in the notes to the financial statements.
- Net Direct Debt is Gross Direct Debt less ODOT notes payable which are self-supporting obligations whose debt is paid by road taxes and other non-property tax source revenue.
- Net Overlapping Debt is obtained from the Municipal Debt Advisory Commission (MDAC), Oregon State Treasury. MDAC reports were not available for 2013, 2014, or 2015. Net Overlapping Debt for 2013, 2014, and 2015 was estimated to be the same as 2016.
- Net Direct and Overlapping Debt is Net Direct Debt plus Net Overlapping Debt.
- Debt as a % of Assessed Value of Taxable Property was calculated using property values located in Exhibit 5 - Assessed Value and Estimated Actual Value of Taxable Property.
- Debt as a % of Real Market Value of Taxable Property was calculated using property values located in Exhibit 5 - Assessed Value and Estimated Actual Value of Taxable Property.
- Debt per Capita was calculated using population numbers from Exhibit 12 - Demographic and Economic Statistics.

Source

Yamhill County Finance

Exhibit 10

Fiscal Year						
2017	2018	2019	2020	2021	2022	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
7,608,556	7,608,556	7,039,273	9,301,185	8,793,799	8,338,491	
-	-	3,504,326	3,217,586	2,941,031	8,567,476	
<u>\$ 7,608,556</u>	<u>\$ 7,608,556</u>	<u>\$ 10,543,599</u>	<u>\$ 12,518,771</u>	<u>\$ 11,734,830</u>	<u>\$ 16,905,967</u>	
\$ -	\$ -	\$ 3,504,326	\$ 3,217,586	\$ 2,941,031	\$ 8,567,476	
<u>356,718,357</u>	<u>355,256,435</u>	<u>338,361,713</u>	<u>328,809,830</u>	<u>449,644,204</u>	<u>439,008,105</u>	
<u>\$ 356,718,357</u>	<u>\$ 355,256,435</u>	<u>\$ 341,866,039</u>	<u>\$ 332,027,416</u>	<u>\$ 452,585,235</u>	<u>\$ 447,575,581</u>	
0.09%	0.09%	0.12%	0.13%	0.12%	0.16%	
0.06%	0.05%	0.07%	0.07%	0.06%	0.08%	
0.00%	0.00%	0.02%	0.02%	0.02%	0.04%	
2.68%	2.30%	2.12%	1.91%	2.49%	2.19%	
2.68%	2.30%	2.14%	1.93%	2.50%	2.23%	
\$ 73	\$ 72	\$ 99	\$ 116	\$ 108	\$ 156	
-	-	33	30	27	79	
3,421	3,365	3,162	3,043	4,140	4,055	
3,421	3,365	3,195	3,073	4,167	4,134	

Legal Debt Margin - Limited Tax Bonded Indebtedness

Last Ten Fiscal Years - Unaudited

Limited Tax Bonds^a

	Fiscal Year		
	2013	2014	2015
Real market value of property	<u>\$ 10,962,674,349</u>	<u>\$ 10,586,808,534</u>	<u>\$ 11,074,356,256</u>
Debt limit (1% of real market value) ^c	<u>\$ 109,626,743</u>	<u>\$ 105,868,085</u>	<u>\$ 110,743,563</u>
Debt applicable to limit: Limited Tax Full Faith and Credit Bonds, Series 2003 ^e	<u>750,000</u>	<u>-</u>	<u>-</u>
Legal debt margin ^d	<u>\$ 108,876,743</u>	<u>\$ 105,868,085</u>	<u>\$ 110,743,563</u>
Total debt applicable to the limit as a percentage of debt limit	0.68%	0.00%	0.00%

Notes

- a. Limited Tax Bonds are governed by ORS 287A.105
- c. Calculated using the real market value of all taxable property within the County's boundaries.
- d. The legal debt margin is the difference between the debt limit and the County's net outstanding limited tax or limited tax pension debt, and represents the County's legal limited tax borrowing authority.
- e. The Limited Tax Bonds were paid off in 2014.

Source

Yamhill County Finance

Fiscal Year						
2016	2017	2018	2019	2020	2021	2022
<u>\$ 11,930,391,883</u>	<u>\$ 13,292,164,397</u>	<u>\$ 15,457,854,576</u>	<u>\$ 15,971,061,624</u>	<u>\$ 17,224,413,368</u>	<u>\$ 18,086,536,326</u>	<u>\$ 20,045,715,356</u>
<u>\$ 119,303,919</u>	<u>\$ 132,921,644</u>	<u>\$ 154,578,546</u>	<u>\$ 159,710,616</u>	<u>\$ 172,244,134</u>	<u>\$ 180,865,363</u>	<u>\$ 200,457,154</u>
-	-	-	-	-	-	-
<u>\$ 119,303,919</u>	<u>\$ 132,921,644</u>	<u>\$ 154,578,546</u>	<u>\$ 159,710,616</u>	<u>\$ 172,244,134</u>	<u>\$ 180,865,363</u>	<u>\$ 200,457,154</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%



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**YAMHILL
COUNTY**

Demographic and Economic Statistics

Last 10 Fiscal Years - Unaudited

Fiscal Year	Population ^c	Personal Income (in thousands) ^{a, d}	Per Capita Income ^{b, d}	Unemployment Rate ^e
2013	99,894	3,589,757	35,909	7.4%
2014	99,876	3,771,455	37,375	6.3%
2015	100,813	4,075,077	40,140	5.2%
2016	101,449	4,271,021	40,975	4.5%
2017	104,264	4,533,950	43,008	3.7%
2018	105,572	4,818,664	45,238	3.6%
2019	107,002	5,068,479	47,337	3.4%
2020	108,060	5,551,830	51,486	6.8%
2021	108,605	6,039,901	55,802	5.6%
2022	108,261	6,041,180	55,802	3.4%

Notes

- a. The 2022 personal income was not available and has been estimated by multiplying population by per capita income. Amounts prior to 2021 have been revised.
- b. The 2022 per capita income was not available and has been estimated to be the same as 2021. Amounts prior to 2021 have been revised.

Source

- c. Population Research Center, Portland State University. Estimates are for July 1 of the fiscal year.
- d. Bureau of Economic Analysis, U.S. Department of Commerce.
- e. Oregon Employment Department. Rates presented are annualized for the calendar year.

Yamhill County, Oregon

Principal Employers

Current Year and Nine Years Ago

Employer	2022		
	Employees ^a	Rank	Percentage of County Employment
A-dec	1,240	1	3.58%
McMinnville School District #40	779	2	2.25%
Yamhill County	629	3	1.82%
Newberg Public Schools	584	4	1.69%
Linfield College	583	5	1.68%
George Fox University	569	6	1.64%
Providence Newberg Hospital	500	7	1.45%
Williamette Valley Medical Center, LLC	395	8	1.14%
Cascade Steel Rolling Mills, Inc.	381	9	1.10%
City of McMinnville	317	10	0.92%
Evergreen Enterprises, Inc.			
	<u>5,977</u>		<u>17.27%</u>

Source

City of McMinnville, City of Newberg, and the Oregon Employment Department

Exhibit 13

2013		
<u>Employees ^a</u>	<u>Rank</u>	<u>Percentage of County Employment</u>
970	1	3.16%
654	2	2.13%
386	8	1.26%
500	6	1.63%
355	10	1.16%
573	3	1.86%
545	4	1.77%
545	5	1.77%
442	7	1.44%
381	9	1.24%
<u>5,351</u>		<u>17.41%</u>

Authorized Number of Employees ^a by Function/Program

Last Ten Fiscal Years - Unaudited

Function/Program	Fiscal Year			
	2013	2014	2015	2016
General government:				
Administrative services	9.63	10.13	10.33	10.23
Assessor	17.60	19.00	19.00	19.00
Commissioners	4.60	4.60	4.60	4.60
Clerk	5.00	5.00	6.00	5.00
Information technology	7.90	8.50	8.70	8.70
Treasurer	0.13	0.40	0.40	0.40
Planning	10.70	10.70	10.90	11.30
Surveyor	0.60	0.55	0.55	0.55
County counsel	3.00	3.00	3.00	3.00
Transportation	1.00	1.00	1.00	0.80
Facilities maintenance	6.50	6.50	6.60	6.60
Capital improvement	0.10	0.10	0.20	0.20
Telecommunications	2.10	2.10	2.40	2.40
Insurance reserve	0.20	0.20	0.20	0.20
Public safety:				
District attorney	21.80	21.80	21.80	21.80
Support enforcement	5.20	5.20	5.20	5.20
Emergency management	1.90	2.00	2.00	2.00
Jail	36.30	36.30	35.30	35.80
Marine	-	0.43	0.43	0.43
Sheriff	43.00	44.10	44.10	44.10
Narcotics investigation	-	-	-	0.30
Juvenile probation	16.09	18.13	15.24	14.10
Juvenile detention	14.41	14.43	14.09	13.98
Campus courthouse security	1.20	1.20	1.20	1.20
Radio system	-	-	-	-
Dog control	3.50	3.40	3.40	3.40
Law library	0.30	0.30	0.30	0.30
Community corrections ^c	24.10	26.50	32.50	33.90
Corner restoration	1.40	0.55	0.55	0.55
Jail facilities maintenance ^c	-	-	-	-
Highways and streets:				
Public works	29.10	28.50	29.00	29.50
Health and welfare				
Health and human services	162.90	176.99	208.53	230.80
Solid waste	3.10	3.10	3.10	2.70
Parks, culture, and recreation:				
Parks	1.40	1.40	1.40	1.40
Fair events center	1.85	1.85	1.85	1.85
Habitat conservation	0.20	0.20	0.20	0.20
	<u>436.81</u>	<u>458.16</u>	<u>494.07</u>	<u>516.49</u>
Percent of County employees to County population ^b	0.437%	0.459%	0.490%	0.509%

Notes

- a. Number of employees is provided per Full Time Equivalent (FTE) as of the final adopted budget.
- b. Number of employees as a percentage of county population was calculated using population data from Exhibit 12 - Demographic and Economic Statistics.
- c. Jail facilities maintenance separated from Community corrections in 2017.

Source

Yamhill County Finance

Exhibit 14

Fiscal Year					
2017	2018	2019	2020	2021	2022
10.23	10.93	11.23	12.23	12.93	13.30
19.00	19.00	19.00	19.00	19.00	19.00
4.60	4.60	5.00	5.00	5.00	5.00
6.00	6.00	6.00	6.00	6.00	6.00
9.20	9.60	9.60	9.10	9.35	9.10
0.40	0.40	0.40	0.40	0.40	0.40
13.70	14.40	17.05	17.05	17.05	17.05
0.55	0.55	0.55	0.55	1.20	1.20
3.00	3.00	4.00	4.00	4.00	4.00
-	-	1.00	1.00	2.00	2.00
8.10	8.10	8.10	8.10	8.40	8.40
0.20	0.20	0.20	0.20	0.20	0.20
2.40	1.90	1.90	2.40	1.90	1.90
0.20	0.20	1.40	1.40	1.70	1.70
21.80	22.00	23.00	24.00	24.00	23.90
5.20	5.00	5.00	5.00	6.00	6.10
2.00	2.10	2.00	2.00	2.00	2.00
34.80	32.30	35.00	35.00	34.00	35.50
-	0.50	0.50	0.50	0.50	0.50
44.10	44.60	47.20	50.20	50.50	48.50
-	-	-	-	-	-
15.10	14.60	14.55	14.15	13.95	12.95
13.98	14.98	16.13	16.53	16.53	16.53
1.20	1.20	2.00	2.00	3.00	4.00
-	0.14	0.20	0.20	0.20	0.20
2.40	1.30	0.60	0.60	-	-
0.30	0.30	0.30	0.40	0.40	0.40
32.30	32.80	34.00	33.00	35.00	32.20
0.55	0.55	0.55	0.55	0.80	0.80
3.00	3.00	3.00	3.00	3.70	3.70
30.00	32.50	30.50	31.10	34.60	36.90
254.99	277.10	295.68	298.61	302.84	323.36
2.65	1.55	1.55	1.55	1.55	1.55
1.40	1.40	1.40	1.40	1.40	2.20
1.85	2.60	2.60	2.60	2.35	2.35
0.20	0.20	0.20	0.20	0.20	0.20
<u>545.40</u>	<u>569.60</u>	<u>601.39</u>	<u>609.02</u>	<u>622.65</u>	<u>643.09</u>
0.523%	0.540%	0.562%	0.564%	0.573%	0.594%

Operating Indicators by Function/Program ^a

Last Ten Fiscal Years - Unaudited

Function/Program	Fiscal Year			
	2013	2014	2015	2016
<u>General government:</u>				
Clerk:				
General election information:				
Voter registration	52,363	(b)	52,777	(b)
Votes cast (general election only)	43,295	(b)	37,878	(b)
Percentage voted (general election only)	82.68%	(b)	71.77%	(b)
Documents recorded	20,337	17,161	18,008	20,701
Marriage licenses issued	550	607	715	734
Passports issued	1,037	1,280	1,533	1,730
Planning:				
Permits issued ^c	3,558	4,023	4,617	4,697
<u>Public safety</u>				
Sheriff's office:				
Criminal offenses reported ^f	2,136	2,033	1,896	1,744
Arrests made ^f	721	602	648	574
District attorney:				
Criminal cases filed ^d	1,370	1,709	1,699	1,776
Support enforcement collections ^g	\$ 4,946,664	\$ 4,869,422	\$ 4,911,619	\$ 5,806,480
Victim services volunteer hours	Not Available	Not Available	Not Available	2,344
Community justice: ^e				
Juvenile referrals ^d	665	668	575	369
No subsequent referrals within 1 year ^d	64.2%	66.4%	70.2%	76.4%
Number of admits to detention	553	539	597	503
Average length of detention stay (in days)	8.08	9.19	7.95	7.99
Community service hours completed	4,218	3,809	3,611	2,995
<u>Public health and welfare</u>				
Substance Abuse Clients by Level of Care:				
Early intervention (ASAM .5)	Not Available	Not Available	Not Available	Not Available
Outpatient services (ASAM 1)	Not Available	Not Available	Not Available	Not Available
Intensive outpatient/Partial hospitalization (ASAM 2)	Not Available	Not Available	Not Available	Not Available
Residential/Inpatient (ASAM 3)	Not Available	Not Available	Not Available	Not Available
No Level of Care	Not Available	Not Available	Not Available	Not Available
Behavioral Health Clients by Level of Care:				
A	Not Available	Not Available	Not Available	Not Available
B	Not Available	Not Available	Not Available	Not Available
C	Not Available	Not Available	Not Available	Not Available
D	Not Available	Not Available	Not Available	Not Available
E	Not Available	Not Available	Not Available	Not Available
F	Not Available	Not Available	Not Available	Not Available
No Level of Care	Not Available	Not Available	Not Available	Not Available
<u>Parks, culture, and recreation:</u>				
Fair events center:				
County fair attendance ^h	34,200	38,600	38,100	44,406

Notes

- a. Complete operating statistics are not available for all years.
- b. General elections are held in November in even calendar years.
- c. Permits issued are by calendar year. Total includes all residential, commercial, and sanitation permits.
- d. Statistics are reported by calendar year.
- e. Changes in Community Justice statistics are a combination of changes in evidence-based programming, procedures in law enforcement, juvenile justice philosophies, and youth interests.
- f. Offenses and Arrests are reported by calendar year. The State changed their reporting system in 2020 which will increase counts going forward.
- g. Collections are per federal fiscal year October 1 through September 30
- h. There was no County Fair in FY21.

Source

Yamhill County Department Contacts and the State of Oregon Report on Criminal Offenses and Arrests

Exhibit 15

Fiscal Year					
2017	2018	2019	2020	2021	2022
63,059	(b)	68,692	(b)	73,763	(b)
49,497	(b)	46,592	(b)	59,503	(b)
78.49%	(b)	67.83%	(b)	80.67%	(b)
21,113	19,590	17,477	21,167	26,988	20,678
706	694	712	578	636	650
2,080	2,164	1,877	2,161	331	1,285
4,885	4,903	4,838	4,169	4,912	Not Available
1,573	1,714	1,877	2,681	3,229	Not Available
524	727	782	1,417	1,896	Not Available
2,125	2,213	2,150	2,129	2,095	Not Available
\$ 5,655,554	\$ 5,789,557	\$ 5,830,870	\$ 6,492,323	\$ 6,421,079	\$ 7,476,124
3,029	2,300	2,336	2,008	1,812	2,517
450	510	411	225	200	Not Available
69.0%	72.0%	74.7%	80.4%	Not Available	Not Available
379	337	293	273	187	180
9.15	9.70	10.13	13.98	12.90	11.82
2,448	2,303	2,346	1,328	649	600
-	-	31	44	33	61
908	855	837	736	641	739
287	288	318	323	287	245
4	16	11	9	15	20
6,365	6,540	6,373	5,992	10,377	14,879
240	276	294	281	199	158
874	995	958	809	706	815
1,549	1,715	1,992	2,060	1,998	2,171
587	617	635	561	487	508
10	12	11	11	8	9
-	4	32	38	40	38
5,190	5,023	4,486	3,973	8,479	12,900
44,100	46,500	41,413	38,880	-	39,468

Capital Asset Statistics by Function/Program ^a

Last Ten Fiscal Years - Unaudited

Function/Program	Fiscal Year			
	2013	2014	2015	2016
<u>General government</u>				
Facilities:				
Number of structures	80	79	85	89
Square footage maintained	437,753	440,061	442,711	456,508
<u>Public safety</u>				
Sheriff's office:				
County jail beds (capacity)	259	259	259	259
Youth services:				
Youth detention beds (capacity)	24	24	24	24
<u>Parks, culture, and recreation:</u>				
Parks				
Acreage	214	214	214	214
Parks	17	17	17	17
Boat ramps	3	3	3	3
Playgrounds	1	1	1	1
<u>Highways and streets:</u>				
Public works				
Miles of Roads	Not Available	Not Available	Not Available	Not Available
Number of Bridges	Not Available	Not Available	Not Available	Not Available
Number of vehicles maintained - County-wide	187	194	201	202

Notes

a. Complete capital statistics are not available for all years.

Source

Yamhill County Department Contacts

Exhibit 16

Fiscal Year					
2017	2018	2019	2020	2021	2022
89	93	94	108	89	90
463,782	471,177	471,677	475,497	465,176	470,662
259	259	255	255	255	255
24	24	24	24	24	24
214	214	214	214	214	214
17	17	17	17	17	17
3	3	3	3	3	3
1	1	1	1	1	1
Not Available	Not Available	776	776	776	776
Not Available	Not Available	133	133	133	133
205	211	215	216	217	215



1843

**YAMHILL
COUNTY**

COMPLIANCE SECTION



1843

**YAMHILL
COUNTY**

**INDEPENDENT AUDITOR'S REPORT REQUIRED BY
OREGON STATE REGULATIONS**

Board of County Commissioners
Yamhill County
McMinnville, Oregon

We have audited the basic financial statements of Yamhill County (the "County") as of and for the year ended June 30, 2022, and have issued our report thereon dated March 23, 2023. 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.

Compliance

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-100 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to the following:

- **Deposit of public funds with financial institutions (ORS Chapter 295).**
- **Indebtedness limitations, restrictions and repayment.**
- **Programs funded from outside sources.**
- **Highway revenues used for public highways, roads, and streets.**
- **Budgets legally required (ORS Chapter 294).**
- **Insurance and fidelity bonds in force or required by law.**
- **Authorized investment of surplus funds (ORS Chapter 294).**
- **Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).**

Compliance (continued)

In connection with our testing nothing came to our attention that caused us to believe the County was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-240 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, except for the following:

Budgets legally required (ORS Chapter 294)

Expenditures in excess of appropriations occurred as follows:

<u>Fund/Department</u>	<u>Appropriation</u>	<u>Actual</u>	<u>Variance</u>
Extension Service District			
Materials and services	\$ 469,556	\$ 471,975	\$ (2,419)
Cove Orchard Sewer Service District			
Materials and services	53,033	56,284	(3,251)

Authorized investment of surplus funds (ORS Chapter 294)

ORS 294.035(3)(h)(C) states corporate bonds must have been rated on the settlement date P-1 or Aa3 or better by Moody's Investors Service or A-1 or AA- or better by Standard and Poor's Corporation (S&P). The County invested in three international bonds with Moody's Investors Service ratings of A1 and S&P ratings of A and one international bond rated A2 by Moody's Investors Service and A by S&P on the settlement date.

Public contracts and purchasing (ORS Chapter 279)

ORS 279B.070 states that for procurements over \$10,000 but under \$150,000, three informally solicited price quotes are to be obtained or, if three were not reasonably available, a written record was maintained of the effort to obtain the quotes. The County only attempted to obtain two quotes for the branch trimming project.

Internal Control OAR 162-10-230

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Board of Commissioners
Yamhill County
Independent Auditor's Report Required by Oregon State Regulations

Restriction on Use

This report is intended solely for the information and use of the board of commissioners and management of Yamhill County and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

Singer Lewak LLP

March 23, 2023

By:



Bradley G. Bingenheimer, Partner



1843

**YAMHILL
COUNTY**

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Yamhill County
McMinnville, Oregon

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Yamhill County (the "County"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 23, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Board of Commissioners
Yamhill County
Independent Auditor's Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Government Auditing Standards*

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Singer Lewak LLP

March 23, 2023

By:



Bradley G. Bingenheimer, Partner