

COUNTY OF MONO
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FOR THE YEAR ENDED
JUNE 30, 2015

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COUNTY OF MONO

AUDIT REPORT

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INTRODUCTORY SECTION

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DEPARTMENT OF FINANCE COUNTY OF MONO

Gerald Frank
Assistant Finance Director
Treasurer-Tax Collector

Leslie L. Chapman, CPA
Finance Director

Stephanie M. Butters
Assistant Finance Director
Auditor-Controller

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Honorable Board of Supervisors
County of Mono
Bridgeport, California 93517

Members of the Board:

The Comprehensive Annual Financial Report of the County of Mono for the fiscal year ended June 30, 2015, is hereby submitted in accordance with Section 25253 of the Government Code. We believe the data, as presented, is accurate in all material aspects and this report presents fairly the financial position and results of operations of the County's various funds. It also includes necessary and appropriate disclosures and supplementary data to enable the reader to fully understand the overall County financial position.

The financial report conforms to standards established by the Governmental Accounting Standards Board and the recommended practices of the Government Finance Officers Association. It consists of three main sections:

- The **Introductory Section** provides general information about Mono County government.
- The **Financial Section** presents the independent auditor's report, a summary discussion by management, the basic financial statements, which include the government-wide statements, the fund-based statements, the notes to the financial statement, and supplementary information.
- The **Statistical Section** presents information on financial trends and economic and demographic statistics.

ACCOUNTING AND BUDGETARY POLICIES

The County maintains accounting controls, which are designed to safeguard assets, and the reliability of financial records for financial statement presentation. These controls include systems of authorization and approval, separation of duties, physical control and custody over assets.

Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

The safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

The cost of a control should not exceed the benefits likely to be delivered; and

The evaluation of costs and benefits requires estimates and judgments of management.

All internal control evaluations occur within the above framework. We believe that the County’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

In accordance with provisions of Section 29000 and 29143, inclusive, of the Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares and adopts a budget for each fiscal year. Budgetary control for expenditures is maintained at the category level for all budgetary units except for fixed assets, which are controlled on the fund level. The budget is enacted into law through the passage of a resolution. This resolution constitutes the maximum authorization to spend during the fiscal year and cannot be exceeded except by subsequent amendment of the budget by the Board of Supervisors. Unexpended appropriations at the end of the fiscal year lapse.

THE REPORTING ENTITY AND ITS SERVICES

This report includes all the funds and account groups for which the County’s Board of Supervisors has oversight responsibility. This oversight responsibility includes, but is not limited to, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters.

The County provides a full range of local government functions that includes Public Protection, Public Ways and Facilities, Health and Sanitation, Social Services, Education, Culture and Recreation, and General Services.

GENERAL GOVERNMENT FUNCTIONS

Revenues from all Governmental fund type sources totaled \$55,934,259 in 2014-15, an increase of 7.4 percent from 2013-14. The amount of variance from the prior fiscal year is shown in the following tabulation. For fiscal year 2014-15 this variance is primarily from an increase in intergovernmental revenues, taxes and assessments, and restricted grant revenues.

Sources: FY 2014-15	Amount	Percent of Total	Increase (Decrease) from FY 2013-14
Taxes and assessments	21,915,585	39.18%	665,338
Licenses and permits	659,532	1.18%	(2,368)
Fines, forfeitures and penalties	836,368	1.50%	(18)
Use of money and property	165,637	0.30%	20,658
Intergovernmental	25,421,960	45.45%	2,199,470
Charges for current services	5,841,674	10.44%	116,526
Other revenue	1,093,503	1.95%	853,955
TOTAL	55,934,259	100.00%	3,853,561

Expenditures for all Governmental fund type functions totaled \$51,683,035 an increase of 4.2 percent over 2013-14. The amount of variance from the prior fiscal year is shown in the following tabulation. There were expenditure decreases in General Government, Public Protection, and Health and Sanitation reflecting Board policies to keep expenditures low; however, the increase in Public Ways and Facilities more than made up for savings and reductions in other categories. This increase in Public Ways and Facilities was matched primarily by intergovernmental revenues that provided for road and street improvement projects.

Sources: FY 2014-15	Amount	Percent of Total	Increase (Decrease) from FY 2013-14
General Government	10,310,419	19.95%	(1,881,307)
Public Protection	15,458,350	29.91%	(772,656)
Public Ways and Facilities	11,144,707	21.56%	4,059,837
Health and Sanitation	8,839,953	17.10%	(203,660)
Public Assistance	4,348,726	8.41%	354,982
Education	39,164	0.08%	3,597
Recreation and Culture	-	0.00%	(25,316)
Debt Service			
Principal	596,300	1.15%	48,300
Interest	139,494	0.27%	(22,957)
Capital Outlay	805,922	1.56%	565,129
TOTAL	51,683,035	100.00%	2,125,949

Mono County implemented GASB 54 beginning June 30, 2011. GASB 54 reflects an accounting rule designating and reclassifying fund balances into the following categories: Nonspendable, Restricted, Committed, Assigned and Unassigned.

Nonspendable fund balance, \$443,404, consists of amounts that are not spendable in form or are legally or contractually required to remain intact. Prepaid items and inventory make up the \$443,404 total, with \$73,469 attributable to the General Fund, \$368,462 attributable to the Road Fund, and \$1,473 attributable to other Governmental Funds.

Restricted fund balance, \$12,752,917, consists of amounts with constraints externally imposed by creditors, grantors, laws, regulations and enabling legislation. The total is comprised of \$3,027,867 for Realignment, \$5,861,124 for Health services, \$2,229,499 for County Service Areas, \$329,080 for Community Development, and \$1,305,347 for various grant programs.

Committed fund balance represents amounts committed by the Board of Supervisors for specific purposes. There are no committed fund balances as of June 30, 2015.

Assigned fund balance, \$282,551, represents resources set aside by the Board of Supervisors for a particular purpose. The total is the amount of capital projects in other government funds.

At June 30, 2015, the Governmental fund types unassigned fund balance of \$4,676,479 was composed of the following:

General Government Type Funds	\$ 5,868,809
Road Fund	(1,052,824)
Other Governmental	(139,506)

The unassigned fund balance represents the difference between total fund balance in a governmental fund and its nonspendable, restricted, committed, and assigned components.

CASH MANAGEMENT

Cash temporarily idle during the fiscal year was invested with the County Treasury pooled cash. This investment is composed of deposits and investments allowed by California Government Code and the Mono County investment policy. This pooled cash concept allows the various funds within the County Treasury to earn interest based on their average daily cash balance. The County, pursuant to the adopted investment policy, invested in United States Government Agency Obligations, Certificates of Deposit (CD), Corporate Bonds and the State Local Agency Investment Fund (LAIF). See note 3 for additional information.

CAPITAL ASSETS RELATED TO GOVERNMENTAL ACTIVITIES

The capital assets related to governmental activities of the County are those fixed assets used in the performance of its general government functions. As of June 30, 2015, the amount in the general fixed asset account group of the County was \$37,457,469. This amount represents the book value of the assets. Of this amount, \$10,027,380 is non-depreciable.

GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) 68

Beginning in fiscal year 2014-15, GASB 68 requires the reporting of the liability associated with pension plans. This Statement requires the liability of employers to employees for defined benefit pensions (net pension liability) to be measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position. The result of the implementation of this standard reduced the net position by \$37,792,342 on June 30, 2015. The liability has always existed, but because of the "pay-as-you-go" nature of the given annually assigned contribution rates, the point-in-time liability had never been recognized by any governmental agency with defined pension plans. See note 8 for additional information.

INDEPENDENT AUDIT

Sections 25250 and 25253 of the Government Code requires the County to annually issue a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited by an independent firm of licensed certified public accountants in accordance with auditing standards generally accepted in the United States of America. In compliance with the requirement, we hereby issue the comprehensive annual financial report of the County of Mono for the fiscal year ended June 30, 2015. Included is the independent auditor's report issued by Gallina, LLP.

PROSPECTS FOR THE FUTURE

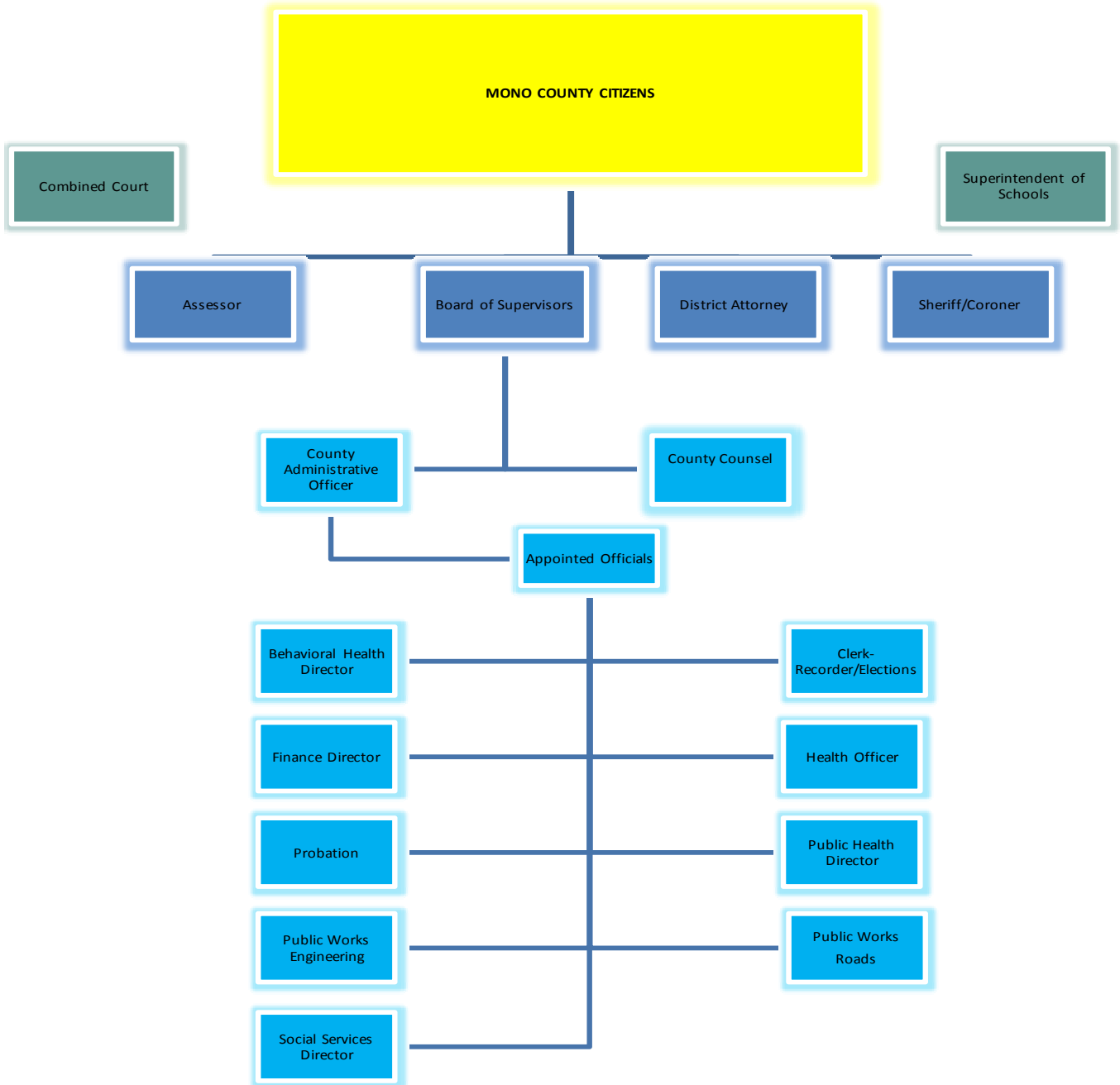
Mono County continues to struggle with the "budget battle" even though Mono County saw a moderate increase of tax revenues for 2014-15 and experienced another very moderate increase in property values for 2015-16. Federal and State revenues have begun to rebound, but the County continues the struggle to keep up with the increasing costs of providing services. Budget considerations for the future regarding personnel will include salary increases from the sunset of furloughs on July 1, 2016 for many County Employees and, effective as of January 1, 2017, many employees will be eligible to receive "step increases" again at a reduced rate. Effective January 1, 2017 and again on January 1, 2018, the majority of employees will be provided with a 2% cost of living increase to their base salary. In spite of the very modest increase in property taxes in 2014-15, Mono County still endured a small set-back with the 2015 Round Fire declared disaster affecting property values in the southern part of the County as well as absorbing the extra costs associated with the disaster. While the County hopes to recover approximately 70% of the approved costs from the California Office of Emergency Services, only a very small portion has been received thus far.

Respectfully submitted this 29th day of March, 2016,



STEPHANIE M. BUTTERS
ASSISTANT DIRECTOR OF FINANCE
AUDITOR-CONTROLLER
COUNTY OF MONO

Mono County Organization Chart Elected and Appointed Officials



COUNTY OF MONO
DIRECTORY OF PUBLIC OFFICIALS
JUNE 30, 2015

<u>DEPARTMENT</u>	<u>DEPARTMENT OFFICIAL</u>
ELECTED OFFICIALS	
Assessor	Barry Beck
Board of Supervisors	
District #1	Larry Johnston
District #2	Fred Stump, Vice-Chairman
District #3	Timothy Alpers
District #4	Timothy Fesko, Chairman
District #5	Stacey Coreless
District Attorney	Tim Kendall
Sheriff- Coroner	Ingrid Braun
Combined Court	Stan Eller
Superintendent of Schools	Stacey Alder
APPOINTED OFFICIALS	
County Administrative Officer	Lynda Salcido, Acting
County Counsel	Marshall Rudolph
Behavioral Health Director	Robin Roberts
Clerk-Recorder/Clerk of the Board	Robert Musil
Finance Director	Leslie L. Chapman, CPA
Health Officer	Richard Johnson, MD
Probation Chief	Karin Humiston
Public Health Director	Lynda Salcido
Public Works Director	Jeff Walters
Social Services Director	Kathy Peterson

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Honorable Members of the Board of Supervisors
County of Mono
Bridgeport, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Mono (County), California, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2015, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Honorable Members of the Board of Supervisors
County of Mono

Emphasis of Matter

Implementation of New Accounting Standards

As disclosed in the Notes to the Financial Statements, effective as of July 1, 2014, the County adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in the net pension liability and related ratios and schedule of contributions, schedule of funding progress – other postemployment benefits, and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Roseville, California
March 29, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

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COUNTY OF MONO

Management Discussion and Analysis June 30, 2015

In this section of the County of Mono (County) annual financial report, County management discusses financial results for the fiscal year ended June 30, 2015. It should be read in conjunction with the transmittal letter at the front of this report and the County's financial statements following this section.

I. FINANCIAL HIGHLIGHTS

- Beginning in fiscal year 2014-15, GASB 68 requires the reporting of the liability associated with pension plans. This Statement requires the liability of employers to employees for defined benefit pensions (net pension liability) to be measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position. The result of the implementation of this standard reduced the net position by \$37,792,342 on June 30, 2015. The liability has always existed, but because of the "pay-as-you-go" nature of the given annually assigned contribution rates, the point-in-time liability had never been recognized by any governmental agency with defined pension plans. See footnote No. 8.
- The County's overall assets and deferred outflows exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$21,961,493 (net position). Of this amount, \$44,084,811 is invested in Capital Assets net of debt; \$16,198,325 is restricted for various programs; and (\$38,321,643) is unrestricted for governmental activities. The unrestricted deficit is due to the implementation of GASB 68 and the required reporting of the net pension liability. Adjusted for net pension liability, the unrestricted total would be \$5,265,983.
- The government's total net position decreased by \$31,666,461 (59%) from the June 30, 2014, report. The material impact on the County's Net Position is due to the implementation of GASB 68 reporting requirements which totals \$37,792,342 in net pension liability. The reporting change is designed to improve accounting and financial reporting for pensions, thereby improving the decision-making usefulness of the financial report as well as providing supporting assessments of accountability and inter period equity and creating additional transparency.
- As of June 30, 2015, the County's governmental funds reported combined ending fund balances of \$18,155,351, an increase of \$4,185,872 in comparison with the prior year. This increase can be primarily attributed to a reduction in General Fund transfers out which reported a \$3,253,518 decrease from the prior year.
- At the end of the current fiscal year, unassigned fund balance for the governmental type funds was \$4,676,479, or 9% of total general government expenditures, a 0.37% decrease in unassigned fund balance from last year.
- Total long-term liabilities in the Solid Waste enterprise fund increased by \$509,283 during the fiscal year in spite of loan repayments. Closure/post closure costs accounted for \$138,022 of this increase. Also included is the addition of the net pension liability amount of \$669,672.
- In September 2010 and September 2011, the Board of Supervisors authorized interest free inter-fund loans from General Reserves to the Solid Waste Enterprise fund totaling \$1,950,000 to be repaid over 10 years (final payments due 2021 and 2022). The solid waste enterprise fund has been making the payments as scheduled and the balance owing to the general fund is now \$1,050,000 and is reflected in Internal Balances.

COUNTY OF MONO

Management Discussion and Analysis June 30, 2015

II. OVERVIEW OF THE FINANCIAL STATEMENTS

The County's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statement. Required supplementary information is included in addition to the basic financial statements.

A. Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a board overview of the County's finances, using accounting methods similar to those of a private-sector business, that is, using the accrual basis of accounting. The financial statements demonstrate Mono County's accountability by showing the extent to which it has met operating objectives efficiently and effectively, using all resources available, and whether it can continue to do so.

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

The **Statement of Activities** presents information on expenses and revenues to show how the government's net position changed during the 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 are reported as soon as earned and expenses are reported as soon as incurred even though the related cash flows may not take place until future fiscal periods (e.g., uncollected taxes; earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, education and recreation. The business-type activities include the solid waste program, airport fund, cemetery fund and campground fund. In 2009 two internal service funds were created to develop self-sustaining funds for operational and replacement equipment. These two internal service funds, Motor Pool and Copier Pool, are considered governmental activities. At the end of fiscal year 2013, two more internal service funds were established, Tech Refresh and Insurance. These two internal service funds provide for the regular updating of County computer equipment and the distribution of insurance costs, both liability and workers' compensation.

B. Fund Financial Statements

The fund financial statements provide evidence of accountability by demonstrating compliance with budgetary decisions made in public forum. A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or purposes stipulated by laws, regulations or policies. The funds of the County are divided into three categories: governmental, proprietary and fiduciary.

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 financing requirements.

COUNTY OF MONO

Management Discussion and Analysis June 30, 2015

The County maintains 243 individual funds, including 191 fiduciary funds, organized according to type (governmental, fiduciary, or proprietary). On the financial statements for governmental funds, information is presented separately for three major funds: General Government Type Funds, the Road Fund, and the Realignment Fund. Data from the other governmental funds are aggregated into a single column. However, data for each of these non-major governmental funds is provided in the combining statements located in the Required Supplementary Information section of this report.

Proprietary funds are of two types. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its solid waste program, a major fund, as well as the airport, cemetery and campground funds. Internal service funds are used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its motor pool, copier pool, insurance pool, and tech refresh pool.

Proprietary funds statements provide the same type of information as the part of government-wide financial statements pertaining to business-type activities, only in more detail. The County's internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds account for resources held for the benefit of parties outside the county government such as special districts and schools. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's programs. In the fiduciary fund category, the County maintains several agencies' funds. The accounting used for fiduciary funds is similar to that used for proprietary funds.

C. Notes to the Basic Financial Statements

The Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the information provided in the financial statements.

D. Required Supplementary Information

In addition to the basic financial statements, this report presents Required Supplementary Information (RSI) that includes budgetary comparisons for the General Fund and the major funds and combining statements for the aggregated non-major funds. The schedule of changes in net pension liability, schedule of the County's retirement plan contributions and schedule of OPEB funding progress are also presented as RSI.

Immediately following the required supplementary information is an unaudited statistical section for the benefit of the readers of the comprehensive annual financial report. The objectives of the statistical section information are to provide financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, notes to the financial statements, and required supplementary information to understand and assess a government's economic condition.

III. GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Prior year assets and liabilities are shown below for the purpose of providing comparative data on a government-wide level.

COUNTY OF MONO

**Management Discussion and Analysis
June 30, 2015**

Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$ 35,597,732	\$ 30,559,260	\$ 4,014,141	\$ 3,001,695	\$ 39,611,873	\$ 33,560,955
Capital assets	37,457,469	35,400,923	6,694,009	7,025,302	44,151,478	42,426,225
Total Assets	<u>73,055,201</u>	<u>65,960,183</u>	<u>10,708,150</u>	<u>10,026,997</u>	<u>83,763,351</u>	<u>75,987,180</u>
Deferred outflows of resources						
Deferred pensions	3,721,083	--	60,641	--	3,781,724	--
Current and other liabilities	6,651,892	4,240,191	136,011	109,735	6,787,903	4,349,926
Long term liabilities	40,461,535	7,976,739	10,555,337	10,032,561	51,016,872	18,009,300
Total Liabilities	<u>47,113,427</u>	<u>12,216,930</u>	<u>10,691,348</u>	<u>10,142,296</u>	<u>57,804,775</u>	<u>22,359,226</u>
Deferred inflows of resources						
Deferred pensions	7,659,538	--	119,269	--	7,778,807	--
Net investment in capital assets	37,457,469	35,400,923	6,627,342	6,925,302	44,084,811	42,326,225
Restricted	16,168,103	12,664,544	30,222	--	16,198,325	12,664,544
Unrestricted	(31,622,253)	5,677,786	(6,699,390)	(7,040,601)	(38,321,643)	(1,362,815)
Total Net Position	<u>\$ 22,003,319</u>	<u>\$ 53,743,253</u>	<u>\$ (41,826)</u>	<u>\$ (115,299)</u>	<u>\$ 21,961,493</u>	<u>53,627,954</u>

The County's net position was \$21,961,493 as of June 30, 2015, a decrease of \$31,666,461, or 59%, during the fiscal year, as described in the following paragraphs.

Investment in capital assets net of related debt reflects the County's investment in capital assets (i.e. its land, structures and improvements, infrastructure and equipment). The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The only capital related debt at this time is found in the Solid Waste program. This original \$500,000 interest free loan will be paid off completely in two years.

Restricted net position represents resources that are subject to external restrictions on how they may be used. The County's restricted net position of \$16,198,325 or 73.7% of total net position is comprised of resources such as community development (2.0%), general county programs (16.2%), road projects (30.3%), endowments (0.2%), health services (37.5%) and county service areas (13.8%). During the fiscal year ended June 30, 2015, restricted net position increased \$3,533,781 or 27.7%.

Unrestricted net position (deficit) is (\$38,321,643) or (174.5%) of total net position. The total unrestricted net position decreased by \$36,958,828 primarily as a result of implementing GASB 68 and recording the County's net pension liability. Of the three categories for net position, the County reported positive balances in two for both governmental and business-type activities.

The following table presents the activities that accounted for the changes in net position for governmental and business-type activities.

COUNTY OF MONO

**Management Discussion and Analysis
June 30, 2015**

Statement of Activities

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Program revenues:						
Fees, Fines & Charges for Services	\$ 7,106,835	\$ 7,228,332	\$ 2,962,429	\$ 2,575,738	\$ 10,069,264	\$ 9,804,070
Operating grants	27,527,859	22,395,925	30,000	45,215	27,557,859	22,441,140
Capital grants	157,241	--	30,011	265,412	187,252	265,412
General revenues:						
Property taxes	18,653,314	17,635,489	--	--	18,653,314	17,635,489
Sales and use taxes	511,011	646,921	--	--	511,011	646,921
Other taxes	2,751,260	2,967,837	--	--	2,751,260	2,967,837
Other revenue	113,063	24,783	52,021	47,997	165,084	72,780
Interest/Investment earnings	199,428	228,882	36,993	33,744	236,421	262,626
Total Revenues	<u>57,020,011</u>	<u>51,128,169</u>	<u>3,111,454</u>	<u>2,968,106</u>	<u>60,131,465</u>	<u>54,096,275</u>
Expenses:						
General government	9,495,667	12,262,308	--	--	9,495,667	12,262,308
Public protection	15,022,593	16,064,917	--	--	15,022,593	16,064,917
Public ways and facilities	9,115,279	6,637,301	--	--	9,115,279	6,637,301
Health and Sanitation	8,638,229	9,004,355	--	--	8,638,229	9,004,355
Public assistance	4,280,862	3,970,208	--	--	4,280,862	3,970,208
Education	39,164	35,567	--	--	39,164	35,567
Culture and recreation	110,690	144,042	--	--	110,690	144,042
Interest and fiscal charges	138,475	160,559	--	--	138,475	160,559
Solid Waste Landfill	--	--	2,018,282	2,280,854	2,018,282	2,280,854
Airport	--	--	509,576	93,883	509,576	93,883
Cemeteries	--	--	3,017	11,879	3,017	11,879
Campgrounds	--	--	45,894	28,763	45,894	28,763
Total Expenses	<u>46,840,959</u>	<u>48,279,257</u>	<u>2,576,769</u>	<u>2,415,379</u>	<u>49,417,728</u>	<u>50,694,636</u>
Change in net position before transfers	10,179,052	2,848,912	534,685	552,727	10,713,737	3,401,639
Transfers	(2,000)	(9,500)	2,000	9,500	--	--
Change in net position	<u>10,177,052</u>	<u>2,839,412</u>	<u>536,685</u>	<u>562,227</u>	<u>10,713,737</u>	<u>3,401,639</u>
Net position - beginning	53,743,253	50,903,841	(115,299)	(677,526)	53,627,954	50,226,315
Prior period adjustment	(41,916,986)	--	(463,212)	--	(42,380,198)	--
Net position - beginning, as restated	<u>11,826,267</u>	<u>50,903,841</u>	<u>(578,511)</u>	<u>(677,526)</u>	<u>11,247,756</u>	<u>50,226,315</u>
Net position, ending	<u>\$ 22,003,319</u>	<u>\$ 53,743,253</u>	<u>\$ (41,826)</u>	<u>\$ (115,299)</u>	<u>\$ 21,961,493</u>	<u>\$ 53,627,954</u>

- Governmental Activities increased the County's net position by \$10,179,052 before transfers. The increase can primarily be attributed to operating grants such as those for 2011 realignment. Business Type Activities revenues exceeded expenses by \$534,685 before transfers. Even though this amount is consistent with the 2013-14 fiscal year, program revenues for fees, fines, and charges for services increased but were offset by the increase in airport expenses.

IV. FINANCIAL ANALYSIS OF FUNDS

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

Governmental funds: The County's general governmental functions are contained in the General Government, Special Revenue, and Capital Project Funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

COUNTY OF MONO

**Management Discussion and Analysis
June 30, 2015**

At June 30, 2015, the County's governmental funds reported combined ending fund balances of \$18,155,351, an increase of \$4,185,872, or 30%, in comparison with the prior year. The increase is primarily a result of increased cash and investments offset by increased accounts payable and unavailable resources. Approximately 25.8% (a decrease over last year) of the total governmental fund balance, \$4,676,479 constitutes unassigned fund balance, which may be used to meet the County's ongoing obligations to citizens and creditors. The remainder of fund balance is reserved to indicate that it is not available for new spending because it: 1) reflects inventories and the amount due from other funds that are long-term in nature and does not represent spendable resources, 2) liquidates contractual commitments of the prior period, and 3) provides funds for any type of disaster. In addition, funds may not be available to meet general obligations because the terms of the revenue/funds may be restricted, committed, or assigned by Board of Supervisors or other prevailing law.

The general fund is the main operating unit of the County. At June 30, 2015, unassigned fund balance of the general fund was \$5,868,809 while total fund balance reached \$11,737,562. As measures of this fund's liquidity, it is useful to note that unassigned fund balance represents 15.8% of total fund expenditures, while total fund balance represents 31.6% of that same amount.

The Road fund had a deficit unassigned fund balance of (\$1,052,824), and total fund balance of (\$684,362). The deficit is due to an increase of \$1.7 million in accounts payable where capital project expenditures occur before federal and/or state reimbursement is received.

The Realignment Fund had a fund balance of \$3,027,867 which was all restricted. This was a \$1.17 million increase over the prior year due primarily to an increase in revenues.

Other Governmental fund balance reflects a consolidated fund balance of \$4,074,284. The unassigned fund balance of negative \$139,506 reflects delays in funding reimbursement for expenditure driven programs once the expenditures have been made. The general fund covers this deficit while waiting for reimbursement.

Revenues for government functions totaled \$55,934,259 for fiscal year 2014-15, which represents an increase of 7.4% from fiscal year 2013-14. The greatest single increase in revenues was from other revenues primarily due to increases in the special revenue funds included in the other governmental funds category. Even though this was the largest increase, the amount only comprises 1.95% of total revenues. Use of money & property had the second largest increase at 14.3% and can be attributed to higher earnings on investments. Intergovernmental revenue follows at a 9.5% increase and is the largest component of total revenues.

The following table presents the revenues from various sources as well as increases or decreases from the prior year in the governmental funds.

Revenues Classified by Source - Governmental Funds

Revenue sources	FY 2015		FY 2014		Change	
	Amount	% of Total	Amount	% of Total	Amount	% of Change
Taxes	\$ 21,915,585	39.18%	\$ 21,250,247	40.80%	\$ 665,338	3.13%
Licenses and permits	659,532	1.18%	661,900	1.27%	(2,368)	-0.36%
Fines, forfeitures & penalties	836,368	1.50%	836,386	1.61%	(18)	0.00%
Use of money & property	165,637	0.30%	144,979	0.28%	20,658	14.25%
Intergovernmental	25,421,960	45.45%	23,222,490	44.59%	2,199,470	9.47%
Charges for services	5,841,674	10.44%	5,725,148	10.99%	116,526	2.04%
Other	1,093,503	1.95%	239,548	0.46%	853,955	356.49%
Total	\$ 55,934,259	100%	\$ 52,080,698	100%	\$ 3,853,561	7.40%

COUNTY OF MONO

**Management Discussion and Analysis
June 30, 2015**

Significant changes for major revenue sources are explained below.

- Taxes – Tax revenues covers a multitude of taxes including sales taxes, transient occupancy taxes and property taxes. These taxes suffered from the economic downturn, but Mono County turned the corner in 2012-13 and the upward trend continues with a modest increase again in 2014-15. Mono County relies on tourism to bring in sales tax and transient occupancy taxes and while those numbers fell dramatically in recent years, it has stabilized and we are beginning to see increases.
- Licenses and Permits – While the economy is seeing a turn for the better, licenses and permits were flat in Mono County with a nominal decrease of .36%.
- Use of money and property – Better interest rates and higher cash balances resulted in higher earnings for 2014-15.
- Intergovernmental Revenues increased in part due to 2011 Realignment and some programs received growth allocations. Realignment is funded by various taxes paid to the state and allocated based on a set formula. The increased amount the County received is a reflection of an improvement in the economy.
- Other Revenues increased dramatically due to increases in the other governmental category comprised of non-major governmental funds.

The following table presents expenditures by function compared to prior year's amounts in the governmental funds.

Expenditures Classified by Function - Governmental Funds

	FY 2015		FY 2014		Change	
	Amount	% of Total	Amount	% of Total	Amount	% of Change
General government	\$ 10,310,419	19.95%	\$ 12,191,726	24.60%	\$ (1,881,307)	-15.43%
Public protection	15,458,350	29.91%	16,231,006	32.75%	(772,656)	-4.76%
Public ways and facilities	11,144,707	21.56%	7,084,870	14.30%	4,059,837	57.30%
Health and sanitation	8,839,953	17.10%	9,043,613	18.25%	(203,660)	-2.25%
Public assistance	4,348,726	8.41%	3,993,744	8.06%	354,982	8.89%
Education	39,164	0.08%	35,567	0.07%	3,597	10.11%
Culture and recreation	--	0.00%	25,316	0.05%	(25,316)	-100.00%
Debt service	735,794	1.42%	710,451	1.43%	25,343	3.57%
Capital outlay	805,922	1.56%	240,793	0.49%	565,129	234.69%
Total Expenditures	\$ 51,683,035	100%	\$ 49,557,086	100%	\$ 2,125,949	4.29%

Significant changes for major functions are explained below.

- General government – \$1,881,307 decrease in expenditures resulted primarily from budgetary constraints, negotiated furlough agreements with certain employee bargaining units and vacant positions in general government departments.
- Public protection – \$772,656 decrease in expenditures resulted mainly from vacant positions and reducing motor pool expenditures and personnel expenditures.
- Public ways and facilities – Many road and transportation projects are grant funded. There was a 57.3% increase as new projects were added during the fiscal year.
- Debt service – The County refunded the PERS Side fund late in fiscal year 2012. Every year until the refunded PERS Side fund has been repaid there will be a shift between increased principal payments and interest payments. Principal payments will go up and interest payments will go down.
- Public assistance – FY 2014-15 saw an 8.9% increase over the prior fiscal year, \$354,982. Public assistance can fluctuate widely depending upon fluctuations of available State and Federal funding

COUNTY OF MONO

**Management Discussion and Analysis
June 30, 2015**

and the need in any particular year. While there are normal salary and benefit increases as in all departments, the bulk of expenditures are reflected in the needs of the community at any given time and good management practices.

Proprietary funds: The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. These funds include the solid waste program, airport fund, cemetery fund and campground fund. Additionally, there are four internal service funds that are presented in aggregate: Motor Pool, Copier Pool, Tech Refresh Pool and Insurance Pool. Factors affecting the financial results of these funds were discussed earlier in the business-type activities of Mono County.

V. GENERAL FUND BUDGETARY HIGHLIGHTS

The Board adopted their initial budget September 16, 2014, after much hard work and public hearings. This initial adopted budget allowed for revenues of \$33,559,972 and expenditures of \$34,733,452. The gap was met through prior year fund balance and use of other financing sources. A few minor changes were made throughout the year and a mid-year budget review occurred in February 2015 that resulted in an overall decrease of fund balance used in the amount of \$120,186.

VI. CAPITAL ASETS AND DEBT ADMINISTRATION

A. Capital Assets

The County's investment in capital assets for its Governmental Activities, as of June 30, 2015, totals \$37,457,469 (net of accumulated depreciation). This investment in capital assets includes land, structures and improvements, equipment, infrastructure and construction in progress. The total increase in the County's governmental net investment in capital assets for the current period was 5.8% (net of accumulated depreciation). Current depreciation for governmental type funds is \$3,255,287. Business type function assets saw no changes. Business type activities totals \$331,293 in current year depreciation and total assets net of depreciation is \$6,694,009. More detailed discussion can be found in Note 4 in the Notes to the Financial Statements section in this report.

Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$ 6,793,617	\$ 6,678,830	\$ 233,335	\$ 233,335	\$ 7,026,952	\$ 6,912,165
Construction in progress	4,171,194	3,348,550	--	2,687,530	4,171,194	6,036,080
Infrastructure	89,814,386	85,932,867	--	--	89,814,386	85,932,867
Structures & improvements	18,100,383	17,944,931	7,730,944	4,988,193	25,831,327	22,933,124
Equipment	17,322,582	17,549,696	1,532,463	1,532,463	18,855,045	19,082,159
Intangibles	1,148,577	1,148,577	--	--	1,148,577	1,148,577
Accumulated Depreciation	(99,893,270)	(97,202,528)	(2,802,733)	(2,277,284)	(102,696,003)	(99,479,812)
Total	\$ 37,457,469	\$ 35,400,923	\$ 6,694,009	\$ 7,164,237	\$ 44,151,478	\$ 42,565,160

COUNTY OF MONO

Management Discussion and Analysis June 30, 2015

The County elected to report its general infrastructure assets beginning July 1, 2003, and hired a consultant to value the infrastructure. The County has maintained and updated its initial valuation as necessary to keep current. It is important to note, assets are valued at their acquisition cost and not as a market value or replacement cost.

B. Long-Term Debt

At June 30, 2015, the County Governmental activities had total long-term liabilities outstanding of \$7,277,320, consisting of \$3,084,923 in compensated absences, \$1,383,097 in potential claims liability and \$2,809,300 in 2012 PERS Side fund Refunding. The Business type activities had \$2,620,600 in 2011 COP Refunding payable, \$66,667 in loans payable, \$84,758 in compensated absences and \$7,172,270 in landfill post-closure costs. Additional information on the County's long-term liabilities can be found in Notes 5 and 6 of the financial statements.

VII. ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

- The unemployment rate for Mono County annualized for 2014 was 7.2 percent. While this is higher than both the State's average unemployment rate of 5.8 percent in October 2015, and the United States seasonally adjusted unemployment rate of 6.2 percent annualized for 2014, this information is almost a year behind. The unemployment rate for Mono County dropped by 1.4 percent when compared to 8.6 percent for 2013. The economy and employment statistics have improved, but still lag behind the state. Mono County's employment rate follows tourism activity and, even though on the rise, tourism has not completely rebounded.
- Property tax values have stabilized and are expected to increase moderately for 2015-16 after years of decline. This decline was the first since 1978 when Proposition 13 first went into effect. There still is very little new construction and the Assessor continues to monitor Prop 8 values. There should be fewer decreases and slow re-growth as defaulted property is resold and property tax appeals are settled and as the economy as a whole within the state and nation improves. Total assessed valuations in Mono County increased 2.11% from the 2014 Assessor Certified Values to the 2015 Assessor Certified Values.
- Continuing from the 2014-15 budget, MOU negotiations resulted in a slight increase in employee participation in health benefits as well as salary freezes and furloughs to contain costs. Furloughs for employees will sunset July 1, 2016.
- The 2015-16 budget will also incorporate a reduction in post-employee benefit costs. As this liability reduces each year, so does the amount needed to budget to cover the required contribution. The employer payment of the PERS unfunded liability, however, is an increase to be considered in 2015-16. In addition to the normal cost rate that will be going up an average of 1% for each employee group, the lump sum payment due for the unfunded liability for 2015-16 is \$690,285.
- Road Funding for 2015-16 is expected to take a hit as falling gas tax revenue has led to state funding cuts for road transportation projects. Currently there is no State legislative fix and we cannot rely on road fund carryover fund balance to cushion the impact. One possible solution is the Federal Highway Administration's new FAST Act that was signed into law on December 4, 2015. This is the first Federal law in over ten years to provide long-term funding for surface transportation projects. With its enactment, the County may be able to secure funding that will keep some projects going that would otherwise be stalled indefinitely without the previously relied upon State funding.
- For revenue, tourism is up over the last year which results in increased transient occupancy tax revenue, sales tax is looking strong and the cost of living adjustment for property taxes is expected to be 1.5% creating cautious optimism for the future.

COUNTY OF MONO

**Management Discussion and Analysis
June 30, 2015**

These factors plus others were considered in preparing the County's budget for the 2015-16 fiscal year.

The 2015-16 adopted budget continues to:

- Provide core services and programs while avoiding significant reductions to other programs and services
- Avoid additional impact to staff, including layoffs
- Allocate an amount of \$38,934 to the General Fund Reserves to continue towards funding the policy minimum
- Provide for contingencies in the adopted amount of \$365,000. The vast majority will be utilized to offset unforeseen personnel changes occurring in 2015-16 such as retirements that resulted in large payouts.

VIII. REQUEST FOR INFORMATION

This financial report is designed to demonstrate accountability by the Mono County government by providing both a long-term and near-term views of the County's finances. Questions or comments regarding any of the information presented in this report or requests for additional financial information should be addressed to:

Director of Finance
County of Mono
P.O. Box 556
Bridgeport, CA 93517-0556
(760) 932-5490

**BASIC FINANCIAL STATEMENTS –
GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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COUNTY OF MONO

Statement of Net Position
June 30, 2015

	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Cash and investments	\$ 22,141,644	\$ 1,765,554	\$ 23,907,198
Cash with fiscal agent	73,836	74,363	148,199
Restricted cash	--	2,882,673	2,882,673
Accounts receivable	949,096	332,054	1,281,150
Due from other governments	4,249,050	7,385	4,256,435
Taxes receivable	364,454	--	364,454
Deposits with others	3,014,304	--	3,014,304
Prepaid expenses	73,676	--	73,676
Inventories	369,728	2,112	371,840
Other asset - OPEB	3,311,944	--	3,311,944
Internal balances	1,050,000	(1,050,000)	--
Capital assets:			
Nondepreciable	10,964,811	233,335	11,198,146
Depreciable, net	26,492,658	6,460,674	32,953,332
Total Assets	<u>73,055,201</u>	<u>10,708,150</u>	<u>83,763,351</u>
Deferred outflows of resources			
Deferred pensions	<u>3,721,083</u>	<u>60,641</u>	<u>3,781,724</u>
LIABILITIES			
Accounts payable	2,897,839	66,234	2,964,073
Retention payable	108,858	--	108,858
Salaries and benefits payable	2,381,386	50,940	2,432,326
Interest payable	11,029	18,737	29,766
Deposits from others	800	--	800
Unearned revenue	1,251,980	100	1,252,080
Long-Term Liabilities:			
Portion due or payable within one year:			
Refunded certificates of participation	--	214,600	214,600
Bonds payable	647,700	--	647,700
Loan payable	--	33,333	33,333
Liability for compensated absences	925,477	25,427	950,904
Claims liability	1,383,097	--	1,383,097
Portion due or payable after one year:			
Refunded certificates of participation	--	2,406,000	2,406,000
Bonds payable	2,161,600	--	2,161,600
Loan payable	--	33,334	33,334
Liability for compensated absences	2,159,446	59,329	2,218,775
Closure/post-closure liability	--	7,172,270	7,172,270
Net pension liability	33,184,215	611,044	33,795,259
Total Liabilities	<u>47,113,427</u>	<u>10,691,348</u>	<u>57,804,775</u>
Deferred inflows of resources			
Deferred pensions	<u>7,659,538</u>	<u>119,269</u>	<u>7,778,807</u>
NET POSITION			
Net investment in capital assets	37,457,469	6,627,342	44,084,811
Restricted for:			
Community development	329,080	--	329,080
General County programs	2,631,317	--	2,631,317
Road projects	4,909,685	--	4,909,685
Endowments	--	30,222	30,222
Health services	6,068,522	--	6,068,522
County service areas	2,229,499	--	2,229,499
Unrestricted	(31,622,253)	(6,699,390)	(38,321,643)
Total Net Position	<u>\$ 22,003,319</u>	<u>\$ (41,826)</u>	<u>\$ 21,961,493</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

Statement of Activities
For the Fiscal Year Ended June 30, 2015

Functions/Programs	Program Revenues				
	Direct Expenses	Indirect Expenses	Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:					
Governmental Activities:					
General government	\$ 10,841,300	\$ (1,345,633)	\$ 2,173,109	\$ 8,689,334	\$ 157,241
Public protection	15,021,512	1,081	2,055,966	2,850,475	--
Public ways and facilities	8,875,557	239,722	726,653	7,370,632	--
Health and sanitation	8,143,530	494,699	2,026,843	5,777,059	--
Public assistance	3,754,954	525,908	124,264	2,839,383	--
Education	39,164	--	--	--	--
Recreation and culture	110,690	--	--	976	--
Debt service - interest	138,475	--	--	--	--
Total Governmental Activities	46,925,182	(84,223)	7,106,835	27,527,859	157,241
Business-Type Activities:					
Solid Waste	1,949,878	68,404	2,917,822	10,000	--
Airport	497,227	12,349	11,489	20,000	30,011
Cemeteries	3,017	--	--	--	--
Campgrounds	42,424	3,470	33,118	--	--
Total Business-type Activities	2,492,546	84,223	2,962,429	30,000	30,011
Total Mono County	\$ 49,417,728	\$ --	\$ 10,069,264	\$ 27,557,859	\$ 187,252

General Revenues:

Taxes:

Property taxes

Sales and use taxes

Transient occupancy tax

Unrestricted interest and investment earnings

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning of Year

Prior period adjustment

Net Position - Beginning of Year, restated

Net Position - End of Year

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and
Changes in Net Position

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ 1,524,017	\$ --	\$ 1,524,017
(10,116,152)	--	(10,116,152)
(1,017,994)	--	(1,017,994)
(834,327)	--	(834,327)
(1,317,215)	--	(1,317,215)
(39,164)	--	(39,164)
(109,714)	--	(109,714)
(138,475)	--	(138,475)
<u>(12,049,024)</u>	<u>--</u>	<u>(12,049,024)</u>
--	909,540	909,540
--	(448,076)	(448,076)
--	(3,017)	(3,017)
--	<u>(12,776)</u>	<u>(12,776)</u>
--	<u>445,671</u>	<u>445,671</u>
<u>(12,049,024)</u>	<u>445,671</u>	<u>(11,603,353)</u>
18,653,314	--	18,653,314
511,011	--	511,011
2,751,260	--	2,751,260
199,428	36,993	236,421
113,063	52,021	165,084
(2,000)	2,000	--
<u>22,226,076</u>	<u>91,014</u>	<u>22,317,090</u>
10,177,052	536,685	10,713,737
53,743,253	(115,299)	53,627,954
<u>(41,916,986)</u>	<u>(463,212)</u>	<u>(42,380,198)</u>
<u>11,826,267</u>	<u>(578,511)</u>	<u>11,247,756</u>
<u>\$ 22,003,319</u>	<u>\$ (41,826)</u>	<u>\$ 21,961,493</u>

The accompanying notes are an integral part of these financial statements.

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**BASIC FINANCIAL STATEMENTS –
FUND FINANCIAL STATEMENTS**

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COUNTY OF MONO

Balance Sheet
Governmental Funds
June 30, 2015

	General	Road	Realignment	Other Governmental	Total
<u>Assets</u>					
Cash and investments	\$12,475,615	\$1,049,915	\$ 3,024,526	\$ 4,344,389	\$20,894,445
Accounts receivable	939,627	520	--	8,949	949,096
Due from other governments	1,971,343	1,889,654	3,341	384,712	4,249,050
Taxes receivable	364,454	--	--	--	364,454
Due from other funds	1,157,419	--	--	--	1,157,419
Prepays	72,203	--	--	1,473	73,676
Inventories	1,266	368,462	--	--	369,728
Total Assets	<u>\$16,981,927</u>	<u>\$3,308,551</u>	<u>\$ 3,027,867</u>	<u>\$ 4,739,523</u>	<u>\$28,057,868</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balance</u>					
Liabilities:					
Accounts payable	\$ 596,779	\$1,843,556	\$ --	\$ 216,013	\$ 2,656,348
Retention payable	--	91,736	--	17,122	108,858
Salaries and benefits payable	2,171,484	154,041	--	36,401	2,361,926
Due to other funds	--	--	--	107,419	107,419
Deposits from others	800	--	--	--	800
Unearned revenue	1,230,218	21,762	--	--	1,251,980
Total Liabilities	<u>3,999,281</u>	<u>2,111,095</u>	<u>--</u>	<u>376,955</u>	<u>6,487,331</u>
Deferred Inflows of Resources:					
Unavailable revenue	<u>1,245,084</u>	<u>1,881,818</u>	<u>--</u>	<u>288,284</u>	<u>3,415,186</u>
Fund Balances:					
Nonspendable	73,469	368,462	--	1,473	443,404
Restricted	5,795,284	--	3,027,867	3,929,766	12,752,917
Assigned	--	--	--	282,551	282,551
Unassigned	5,868,809	(1,052,824)	--	(139,506)	4,676,479
Total Fund Balances	<u>11,737,562</u>	<u>(684,362)</u>	<u>3,027,867</u>	<u>4,074,284</u>	<u>18,155,351</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$16,981,927</u>	<u>\$3,308,551</u>	<u>\$ 3,027,867</u>	<u>\$ 4,739,523</u>	<u>\$28,057,868</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

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

Fund Balance - total governmental funds (page 23)	\$ 18,155,351
Amounts reported for governmental activities in the statement of net position is different because:	
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds.	
Other post employment benefit asset	3,311,944
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	36,290,182
Deferred outflows of resources reported in the Statement of Net Position	3,711,089
Unavailable revenues represent amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds.	3,415,186
Internal service funds are used by the County to charge the cost of its motor pool and copier pool to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	3,748,218
Interest payable on long-term debt does not require current financial resources, therefore, interest payable is not reported as a liability in the Governmental Funds Balance Sheet.	(11,029)
Deferred inflows of resources reported in the Statement of Net Position	(7,639,883)
Long-term liabilities, including capital leases, are not due and payable in the current period, and therefore are not reported in the governmental funds.	
Bonds payable	(2,809,300)
Compensated absences	(3,084,923)
Net pension liability	<u>(33,083,516)</u>
Net position of governmental activities (page 19)	<u>\$ 22,003,319</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

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

	<u>General</u>	<u>Road</u>	<u>Realignment</u>	<u>Other Governmental</u>	<u>Total</u>
Revenues:					
Taxes	\$ 21,724,168	\$ --	\$ --	\$ 191,417	\$ 21,915,585
Licenses and permits	648,972	10,560	--	--	659,532
Fines, forfeitures and penalties	696,509	47,319	--	92,540	836,368
Use of money and property	125,658	(1,631)	12,375	29,235	165,637
Intergovernmental	12,357,819	5,428,077	3,093,035	4,543,029	25,421,960
Charges for services	5,116,577	589,619	--	135,478	5,841,674
Other revenues	74,863	2,173	--	1,016,467	1,093,503
Total Revenues	<u>40,744,566</u>	<u>6,076,117</u>	<u>3,105,410</u>	<u>6,008,166</u>	<u>55,934,259</u>
Expenditures:					
Current:					
General government	10,147,713	--	--	162,706	10,310,419
Public protection	14,186,823	--	--	1,271,527	15,458,350
Public ways and facilities	--	7,815,376	--	3,329,331	11,144,707
Health and sanitation	8,531,304	--	--	308,649	8,839,953
Public assistance	4,254,460	--	--	94,266	4,348,726
Education	39,164	--	--	--	39,164
Debt service:	--				
Principal	--	--	--	596,300	596,300
Interest	122	--	--	139,372	139,494
Capital outlay	--	--	--	805,922	805,922
Total Expenditures	<u>37,159,586</u>	<u>7,815,376</u>	<u>--</u>	<u>6,708,073</u>	<u>51,683,035</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,584,980</u>	<u>(1,739,259)</u>	<u>3,105,410</u>	<u>(699,907)</u>	<u>4,251,224</u>
Other Financing Sources (Uses):					
Transfers in	2,355,645	605,594	--	1,709,814	4,671,053
Transfers out	(2,025,683)	--	(1,934,921)	(712,449)	(4,673,053)
Sale of capital assets	6,650	23,750	--	--	30,400
Total Other Financing Sources (Uses)	<u>336,612</u>	<u>629,344</u>	<u>(1,934,921)</u>	<u>997,365</u>	<u>28,400</u>
Net Changes in Fund Balances	<u>3,921,592</u>	<u>(1,109,915)</u>	<u>1,170,489</u>	<u>297,458</u>	<u>4,279,624</u>
Fund Balances, Beginning	7,871,308	425,553	1,857,378	3,813,767	13,968,006
Prior period adjustment	(55,338)	--	--	(38,414)	(93,752)
Fund Balances, Beginning restated	<u>7,815,970</u>	<u>425,553</u>	<u>1,857,378</u>	<u>3,775,353</u>	<u>13,874,254</u>
Fund Balances, End of Year	<u>\$ 11,737,562</u>	<u>\$ (684,362)</u>	<u>\$ 3,027,867</u>	<u>\$ 4,072,811</u>	<u>\$ 18,153,878</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Government-Wide Statement of Activities - Governmental Activities
For the Year Ended June 30, 2015

Net change to fund balance - total governmental funds (page 25)		\$ 4,279,624
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Expenditures for general capital assets, infrastructure, and other related capital assets adjustments	\$ 5,069,083	
Less: current year depreciation	<u>(2,804,468)</u>	2,264,615
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		2,263,140
Long-term debt proceeds provide current resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Principal retirements	<u>596,300</u>	596,300
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Change in compensated absences	41,809	
Change in net pension liability	404,277	
Change in accrued interest on long-term debt	<u>1,019</u>	447,105
Other post employment benefits are reported as an expenditure when contributions are made in the governmental funds, but are deferred assets for contributions made in excess of required amounts.		1,046,870
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of certain activities of the internal service funds is reported with governmental activities.		<u>(720,602)</u>
Change in net position of governmental activities (page 20)		<u>\$ 10,177,052</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

Statement of Fund Net Position
Proprietary Funds
June 30, 2015

	Business-Type Activities - Enterprise Funds			Governmental	
	Solid Waste	Airport	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
ASSETS					
Current Assets:					
Cash and investments	\$ 1,446,294	\$ 237,391	\$ 81,869	\$ 1,765,554	\$ 1,321,035
Cash with fiscal agent	74,363	--	--	74,363	--
Accounts receivable	331,984	70	--	332,054	--
Due from other governments	7,385	--	--	7,385	--
Deposits with others	--	--	--	--	3,014,304
Inventory	--	2,112	--	2,112	--
Total Current Assets	<u>1,860,026</u>	<u>239,573</u>	<u>81,869</u>	<u>2,181,468</u>	<u>4,335,339</u>
Noncurrent Assets:					
Restricted cash in Treasury	2,882,673	--	--	2,882,673	--
Capital assets:					
Non-depreciable	--	233,335	--	233,335	--
Depreciable, net	859,653	5,601,021	--	6,460,674	1,167,287
Total Noncurrent Assets	<u>3,742,326</u>	<u>5,834,356</u>	<u>--</u>	<u>9,576,682</u>	<u>1,167,287</u>
Total Assets	<u>5,602,352</u>	<u>6,073,929</u>	<u>81,869</u>	<u>11,758,150</u>	<u>5,502,626</u>
Deferred Outflows - Pension	60,641	--	--	60,641	9,994
LIABILITIES					
Current Liabilities:					
Accounts payable	62,652	566	3,016	66,234	241,491
Salaries and benefits payable	50,940	--	--	50,940	19,460
Interest payable	18,737	--	--	18,737	--
Due to other funds	1,050,000	--	--	1,050,000	--
Refunded certificates of participation	214,600	--	--	214,600	--
Loan payable	33,333	--	--	33,333	--
Unearned revenue	--	100	--	100	--
Compensated absences	25,427	--	--	25,427	--
Total Current Liabilities	<u>1,455,689</u>	<u>666</u>	<u>3,016</u>	<u>1,459,371</u>	<u>260,951</u>
Noncurrent Liabilities:					
Refunded certificates of participation	2,406,000	--	--	2,406,000	--
Loan payable	33,334	--	--	33,334	--
Compensated absences	59,329	--	--	59,329	--
Claims liability	--	--	--	--	1,383,097
Closure and postclosure liability	7,172,270	--	--	7,172,270	--
Net pension liability	611,044	--	--	611,044	100,699
Total Noncurrent Liabilities	<u>10,281,977</u>	<u>--</u>	<u>--</u>	<u>10,281,977</u>	<u>1,483,796</u>
Total Liabilities	<u>11,737,666</u>	<u>666</u>	<u>3,016</u>	<u>11,741,348</u>	<u>1,744,747</u>
Deferred Inflows - Pension	119,269	--	--	119,269	19,655
NET POSITION					
Net investment in capital assets	792,986	5,834,356	--	6,627,342	1,167,287
Restricted	--	--	30,222	30,222	738,543
Unrestricted	(6,986,928)	238,907	48,631	(6,699,390)	1,842,388
Total Net Position	<u>\$ (6,193,942)</u>	<u>\$ 6,073,263</u>	<u>\$ 78,853</u>	<u>\$ (41,826)</u>	<u>\$ 3,748,218</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

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

	Business-Type Activities - Enterprise Funds			Governmental	
	Solid Waste	Airport	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues:					
Charges for services	\$ 2,917,822	\$ 11,489	\$ 33,118	\$ 2,962,429	\$ 1,481,140
Total Operating Revenues	<u>2,917,822</u>	<u>11,489</u>	<u>33,118</u>	<u>2,962,429</u>	<u>1,481,140</u>
Operating Expenses:					
Salaries and benefits	627,627	--	--	627,627	301,424
Services and supplies	1,110,548	211,630	48,911	1,371,089	1,565,453
Claims expense	--	--	--	--	500
Closure and postclosure costs	138,022	--	--	138,022	--
Depreciation and amortization	33,347	297,946	--	331,293	450,819
Total Operating Expenses	<u>1,909,544</u>	<u>509,576</u>	<u>48,911</u>	<u>2,468,031</u>	<u>2,318,196</u>
Operating Income (Loss)	<u>1,008,278</u>	<u>(498,087)</u>	<u>(15,793)</u>	<u>494,398</u>	<u>(837,056)</u>
Non-Operating Revenue (Expenses):					
Interest income	33,095	3,163	735	36,993	33,791
Interest expense	(119,738)	--	--	(119,738)	--
Operating grants	10,000	20,000	--	30,000	--
Miscellaneous	49,730	2,291	--	52,021	82,663
Gain (loss) on sale of capital assets	11,000	--	--	11,000	--
Total Non-Operating Revenue (Expenses)	<u>(15,913)</u>	<u>25,454</u>	<u>735</u>	<u>10,276</u>	<u>116,454</u>
Income (Loss) Before Capital Contributions and Transfers	992,365	(472,633)	(15,058)	504,674	(720,602)
Capital contributions	--	30,011	--	30,011	--
Transfers in	--	--	2,000	2,000	--
Change in Net Position	<u>992,365</u>	<u>(442,622)</u>	<u>(13,058)</u>	<u>536,685</u>	<u>(720,602)</u>
Net Position - Beginning of Year	(6,723,095)	6,515,885	91,911	(115,299)	4,580,205
Prior period adjustment	(463,212)	--	--	(463,212)	(111,385)
Net Position - Beginning of Year, restated	<u>(7,186,307)</u>	<u>6,515,885</u>	<u>91,911</u>	<u>(578,511)</u>	<u>4,468,820</u>
Net Position - End of Year	<u>\$ (6,193,942)</u>	<u>\$ 6,073,263</u>	<u>\$ 78,853</u>	<u>\$ (41,826)</u>	<u>\$ 3,748,218</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

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

	Business-Type Activities - Enterprise Funds				Governmental
	Solid Waste	Airport	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal
					Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash receipts from customers	\$ 2,789,238	\$ 11,534	\$ 35,132	\$ 2,835,904	\$ --
Cash receipts from internal fund services provided	--	--	--	--	1,481,140
Cash paid to suppliers for goods and services	(1,083,946)	(211,630)	(47,520)	(1,343,096)	(816,445)
Cash paid to employees for services	(410,271)	--	--	(410,271)	(282,989)
Net Cash Provided (Used) by Operating Activities	1,295,021	(200,096)	(12,388)	1,082,537	381,706
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Due to other funds	(195,000)	--	2,000	(193,000)	--
Miscellaneous	49,730	2,291	--	52,021	82,663
Operating grants	10,000	20,000	--	30,000	--
Repayment of debt not attributable to capital purposes	(204,600)	--	--	(204,600)	--
Interest payments and related fiscal charges	(121,201)	--	--	(121,201)	--
Net Cash Provided (Used) by Noncapital Financing Activities	(461,071)	22,291	2,000	(436,780)	82,663
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Capital grants	--	50,011	--	50,011	--
Transfer of capital assets between funds	(127,462)	127,855	--	393	(251,890)
Principal repayments related to capital purposes	(33,333)	--	--	(33,333)	--
Sale of capital assets	11,000	--	--	11,000	9,140
Net Cash Provided (Used) by Capital and Related Financing Activities	(149,795)	177,866	--	28,071	(242,750)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received (paid)	33,095	3,163	735	36,993	33,791
Net Cash Provided (Used) by Investing Activities	33,095	3,163	735	36,993	33,791
Net Increase (Decrease) in Cash and Cash Equivalents	717,250	3,224	(9,653)	710,821	255,410
Cash and Cash Equivalents, Beginning of Year	3,686,080	234,167	91,522	4,011,769	1,065,625
Cash and Cash Equivalents, End of Year	\$ 4,403,330	\$ 237,391	\$ 81,869	\$ 4,722,590	\$ 1,321,035
Reconciliation of Cash and Cash Equivalents to the Statement of Fund Net Position					
Cash and investments	1,446,294	237,391	81,869	\$ 1,765,554	1,321,035
Cash with fiscal agent	74,363	--	--	74,363	--
Restricted cash in Treasury	2,882,673	--	--	2,882,673	--
Total Cash and Cash Equivalents	\$ 4,403,330	\$ 237,391	\$ 81,869	\$ 4,722,590	\$ 1,321,035

continued

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

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

	Business-Type Activities - Enterprise Funds				Governmental
	Solid Waste	Airport	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Fund
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Operating income (loss)	\$ 1,008,278	\$ (498,087)	\$ (15,793)	\$ 494,398	\$ (837,056)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	33,347	297,946	--	331,293	450,819
Changes in assets and liabilities:					
(Increase) decrease in:					
Receivables	(128,584)	(55)	2,014	(126,625)	--
Deposits with others	--	--	--	--	582,324
Increase (decrease) in:					
Accounts payable	26,602	--	1,391	27,993	228,494
Accrued salaries and benefits	(747)	--	--	(747)	19,460
Unearned revenue	--	100	--	100	--
Claims liability	--	--	--	--	(61,310)
Closure and postclosure liability	138,022	--	--	138,022	--
Liability for compensated absences	11,643	--	--	11,643	--
Net pension liability	206,460	--	--	206,460	(1,025)
Net Cash Provided (Used) by Operating Activities	\$ 1,295,021	\$ (200,096)	\$ (12,388)	\$ 1,082,537	\$ 381,706

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

Statement of Fiduciary Net Position
June 30, 2015

	<u>Investment Trust Fund</u>	<u>Agency Funds</u>
<u>Assets</u>		
Pooled cash and investments	<u>\$ 36,269,199</u>	<u>\$ 19,920,873</u>
Total Assets	<u><u>\$ 36,269,199</u></u>	<u><u>\$ 19,920,873</u></u>
<u>Liabilities</u>		
Agency funds held for others	<u>\$ --</u>	<u>\$ 19,920,873</u>
Total Liabilities	<u>--</u>	<u>19,920,873</u>
<u>Net Position</u>		
Net position held in trust for investment pool participants	<u>36,269,199</u>	<u>--</u>
Total Net Position	<u><u>\$ 36,269,199</u></u>	<u><u>\$ --</u></u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MONO

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

	Investment Trust Fund
<u>Additions</u>	
Contributions to pooled investments	\$ 65,082,394
Net investment income:	
Investment income	<u>300,186</u>
Total Additions	<u>65,382,580</u>
<u>Deductions</u>	
Distributions from pooled investments	<u>69,229,656</u>
Total Deductions	<u>69,229,656</u>
Change in net position	(3,847,076)
Net Position - Beginning of Year	<u>40,116,275</u>
Net Position - End of Year	<u><u>\$ 36,269,199</u></u>

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

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

COUNTY OF MONO

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity

The County operates under an Administrator-Board of Supervisors form of government and provides the following services: public protection, public ways and facilities, health and sanitation, public assistance, education, culture and recreation, and general services.

The accounting methods and procedures adopted by the County conform to generally accepted accounting principles as applied to governmental entities. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable under the criteria set by Governmental Accounting Standards Board (GASB) Statement No. 14 and amended by GASB Statement No. 39 and No. 61.

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

Blended Component Units

There are three entities which meet the criteria of a blended component unit. These dependent districts are Community Service Districts whose Advisory Boards are governed by the Board of Supervisors. The affected districts are Community Service Area #1 – Crowley; Community Service Area #5 – Bridgeport; and Community Service Area #2 – Benton.

Discretely Presented Component Units

There are no entities which meet the criteria of a discretely presented component unit.

B. Basis of Presentation

Government-Wide Financial Statements

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

The statement of activities demonstrates the degree to which the program expenses of a given function are offset by program revenues. Program expenses include direct expenses, which are clearly identifiable with a specific function, and allocated indirect expenses. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

COUNTY OF MONO

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

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

When both restricted and unrestricted net position are available, management has discretion as to which resources to apply. Generally, restricted resources are depleted before unrestricted.

Fund Financial Statements

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

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

The County reports the following major governmental funds:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as public protection, public ways and facilities, health and sanitation, public assistance, education and recreation and cultural services.
- The *Road Fund* is used to account for revenues and expenditures necessary to carry out basic governmental activities of the County that relate to public ways not accounted through other funds.
- The *Realignment Fund* is used to account for revenues and expenditures related to state realignment revenues.

The County reports the following major enterprise funds:

- The *Mono County Solid Waste Fund* is used to account for revenues and expenses necessary to carryout basic governmental activities of the County that relate to sanitation and are not accounted for through other funds.
- The *Airport Fund* is used to account for the activity of the airport.

The County reports the following additional fund types:

- *Internal Service Funds* account for the County's copier pool which purchases and maintains copy machines on a cost reimbursement basis, insurance program, and the County's motor pool which purchases and maintains vehicles on a cost reimbursement basis.
- The *Investment Trust Fund* accounts for the assets of legally separate entities that deposit cash with the County Treasurer. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities and pass through funds for tax collections for cities.

These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.

COUNTY OF MONO

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

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

- The *Agency Funds* account for assets held by the County as an agent for various local governments.

C. Basis of Accounting

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, except agency funds which have no measurement focus.

Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

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

D. Cash and Investments

The County pools cash and investments with the County Treasurer. Investments are stated at amortized cost.

For purpose of the statement of cash flows, the proprietary funds consider all highly liquid investments (including restricted assets) with a maturity of three months or less and pooled cash to be cash equivalents.

In accordance with authorized investment laws, the County Treasurer invests in higher quality securities including various variable rate securities, such as federal agency notes, negotiable certificates of deposit and highly rated corporate medium-term note floating rate instruments. These securities are reported at cost on the balance sheet. They are included in the aggregate total for U.S. government agencies, negotiable certificates of deposit and corporate notes in Note 3 on Cash and Investments.

E. Restricted Cash

Restricted cash consists of pooled cash and investments held to finance closure and postclosure costs as required by state and federal laws and regulations.

F. Inventory

Inventory is valued at cost. Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed. Reported inventories are

COUNTY OF MONO

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

equally offset by a corresponding nonspendable portion of fund balance to indicate that they do not constitute "available spendable resources" even though they are a component of net current assets.

G. Receivables

The County uses a 60-day time period for recognizing accruals in the governmental funds. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

H. Capital Assets

Capital assets (including infrastructure) are recorded at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed. Capital assets include public domain (infrastructure) general fixed assets consisting of certain improvements including roads, bridges, water/sewer, lighting system, drainage systems, and flood control. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

The estimated useful lives are as follows:

Infrastructure	20 to 50 years
Structures and improvements	20 to 50 years
Equipment	3 to 15 years

The County has four networks of infrastructure assets – roads, lighting, drainage, and flood control.

I. Unavailable Revenue and Unearned Revenue

Governmental funds report unavailable revenue in connection with receivables not considered available to liquidate liabilities of the current period. Governmental and enterprise funds report unearned revenue in connection with resources that have been received, but not yet earned.

J. Compensated Absences

Under the terms of union contracts, County employees are granted vacation and sick leave in varying amounts depending upon their respective bargaining unit. In the event of termination or death, an employee, or the employee's estate, is compensated for 100 percent of accumulated vacation up to a maximum of 2.5 times the normal annual leave. In the event of an employee's death or retirement, an employee, or the employee's estate, is compensated for accumulated sick leave in varying amounts from zero percent to 100 percent depending on the employee's bargaining unit and length of service. Comparing current and prior year balances with their respective payouts, it has been determined that approximately 30% of the accumulated balance is paid out the following year.

K. Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon

COUNTY OF MONO

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

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (CONTINUED)

consolidation and are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”. Advances between funds, as reported in the fund financial statements, are offset by a corresponding nonspendable portion of fund balance to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

L. Property Tax Revenue

The County’s property taxes are levied on July 1 (unsecured roll) and October 1 (secured roll) on assessed values established on the lien date of the previous January 1 for all taxable property located within the County.

Property is reappraised from the 1975-76 base year value to current full value upon either (1) a change in ownership or (2) new construction, as of the date of such transaction or completion of construction (only the newly constructed portion of the property is reappraised).

Taxes are due in one installment (unsecured roll) by July 1 and are subject to late payment penalties if paid after August 31, or two installments (secured roll) due November 1 and February 1, and again subject to late payment penalties if paid after December 10 and April 10, respectively.

Property taxes are accrued as receivables in the period when they are levied. Property tax revenues are recognized when they become available. “Available” means due, or past due, and receivable within the current period and collected or expected to be collected soon enough thereafter to be used to pay liabilities for the current period. This period was 60 days from the end of the fiscal year.

M. Grant Revenues

Certain grant revenues are recognized when specific related expenditures have been incurred. In other grant programs, monies are virtually unrestricted as to purpose of expenditure and are only revocable for failure to comply with prescribed compliance requirements. These revenues are recognized at the time of receipt, or earlier if susceptible to accrual criteria is met. Cash received prior to incurrence of the related expenditure is recorded as unearned revenue.

N. Net Position/Fund Balance

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

- *Net Investment in Capital Assets* – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

COUNTY OF MONO

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

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (CONTINUED)

- *Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- *Unrestricted Net Position* – This category represents net position of the County, not restricted for any project or other purpose.

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, fund balances for governmental funds consist of the following categories:

- *Nonspendable Fund Balance* – includes amounts that are not in a spendable form or are legally or contractually required to be maintained intact (such as inventories or prepaid amounts).
- *Restricted Fund Balance* – includes amounts that can be spent only for specific purposes stipulated by external parties (such as creditors, grant providers, or contributors) or by law.
- *Committed Fund Balance* – includes amounts that can be used only for the specific purpose determined by the Board of Supervisors. Commitments may be changed or lifted only by the Board of Supervisors taking the same formal action. The formal action must occur prior to the end of the reporting period. The amount which will be subject to the constraint may be determined in the subsequent period.
- *Assigned Fund Balance* – is comprised of amounts intended to be used by the government entity for specific purposes that are neither restricted nor committed. Intent can be expressed by the Board of Supervisors or by an official or body to which the Board delegates the authority. Assigned fund balance can be used to eliminate a projected budgetary deficit in the subsequent year's budget.
- *Unassigned Fund Balance* – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purposes.

The Board of Supervisors establishes, modifies or rescinds fund balance commitments and assignments by passage of a resolution or an ordinance. This can be done through the adoption of the budget and subsequent budget amendments that occur throughout the year.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, followed by the committed, assigned and unassigned resources as they are needed.

O. Estimates

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

COUNTY OF MONO

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Pensions

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

Q. New Accounting Pronouncements

GASB recently released several new accounting and financial reporting standards. The following GASB Statements have been implemented in the current financials.

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, is effective for periods beginning after June 15, 2014. The principal objective of this statement is to improve the usefulness of information for decisions made by the various users of the general purpose external financial reports of governments whose employees – both active employees and inactive employees – are provided with pensions. An additional objective is to improve the information provided in government financial reports about pension-related financial support provided by certain non-employer entities that make contributions to pension plans that are used to provide benefits to the employees of other entities.

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*, is effective for periods beginning after December 15, 2013.

GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, is effective for periods beginning after December 15, 2013.

R. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has deferred outflows of resources related to pensions.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The County has deferred inflows of resources related to unavailable revenues reported under the modified accrual basis of accounting in the governmental funds balance sheet and related to pensions in its proprietary and government-wide statements. The governmental funds report unavailable revenues for receivables that have not been received within the modified accrual period. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

COUNTY OF MONO

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

NOTE 2: DEFICIT FUND EQUITY

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

<u>Fund</u>	<u>Deficit</u>
Special Revenue Funds:	
Road	\$ 684,632
Tobacco	26,010
Bioterrorism	99,085
Debt Service Fund	12,938
Enterprise Funds:	
Solid Waste	6,193,942

These deficits are anticipated to be recovered through future years' revenues.

NOTE 3: CASH AND INVESTMENTS

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

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

The County investment pool is not registered with the Securities and Exchange Commission as an investment company. Investments made by the Treasurer are regulated by the California Government Code and by the County's investment policy. The objectives of the policy are in order of priority, safety, liquidity, yield, and public trust.

The Board of Supervisors reviews and approves the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the Board of Supervisors every quarter. The report covers the type of investments in the pool, maturity dates, par value, actual costs and fair value.

At June 30, 2015, total County cash and investments were as follows:

Imprest cash	\$ 770
Deposits in bank	<u>2,810,091</u>
Total	<u>2,810,861</u>
Investments:	
In Treasurer's pool	66,356,778
With fiscal agents external to the pool	<u>13,960,503</u>
	<u>80,317,281</u>
Total Cash and Investments	<u><u>\$ 83,128,142</u></u>

COUNTY OF MONO

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

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Cash and investments were reported in the Basic Financial Statements as follows:

Primary government	\$ 26,938,070
Investment trust fund	36,269,199
Agency funds	<u>19,920,873</u>
 Total	 <u>\$ 83,128,142</u>

Investments

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

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Federal Agency Obligations	5 years	None	None
U.S. Treasury Bills	5 years	None	None
Local Agency Bonds and Obligations	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper - Selected Agencies	270 days	10%	10%
Commercial Paper - Other Agencies	270 days	10%	10%
Negotiable Certificates of Deposit	5 years	10%	None
Non-negotiable Certificates of Deposit	5 years	None	None
Repurchase Agreements	1 year	None	None
Medium-Term Corporate Notes	5 years	30%	None
Money Market Mutual Funds	N/A	20%	10%
Local Agency Investment Fund (LAIF)	N/A	None	None
California Asset Management Program	N/A	None	None

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

	<u>Interest Rates</u>	<u>Maturities</u>	<u>Par</u>	<u>Fair Value</u>	<u>Cost</u>	<u>WAM (Years)</u>
Investments in Investment Pool						
Federal Agency Issues - Coupon	.55% - 2.050%	3/20/16 - 6/4/18	\$ 25,000,000	\$ 24,977,790	\$ 24,982,065	3.38
Medium Term Corporate Bonds	.90% - 2.35%	7/19/13 - 5/3/18	6,000,000	6,020,455	6,038,509	2.01
CD's	.50% - 2.25%	9/19/14 - 9/19/16	9,085,000	9,084,596	9,084,406	2.37
Municipal Bonds	.80% - 4.5%	9/1/13 - 9/1/17	5,865,000	5,905,439	5,899,656	1.42
Treasury Loans	1.25%	6/30/2019	75,038	75,038	75,038	4.00
LAIF	Variable	On Demand	20,277,104	20,277,104	20,277,104	0.00
Total investments in investment pool			<u>\$ 66,302,142</u>	<u>\$ 66,340,422</u>	<u>\$ 66,356,778</u>	1.91
Investments outside Investment Pool						
<i>Cash held with fiscal agent</i>						
Money Market Mutual Funds	Variable	On Demand	<u>\$ 13,960,503</u>	<u>\$ 13,960,503</u>	<u>\$ 13,960,503</u>	

COUNTY OF MONO

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

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

The fair value of the investments is obtained by the County's safekeeping agent. At June 30, 2015, the difference between the cost and fair value of cash and investments was not material (fair value was 99.975% of carrying value). The County is reporting its cash and investments at cost.

Interest Rate Risk

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

Credit Risk

State law and the County's Investment Policy limit investments in commercial paper to the rating of A1 by Standards & Poor's or P-1 by Moody's Investors Service. State law and the County's Investment Policy also limit investments in corporate bonds to the rating of A by Standard & Poor's and Moody's Investors Service. The County does not have credit limits on government agency securities.

Concentration of Credit Risk

The following is a summary of the credit quality distribution and concentration of credit risk by investment type as a percentage of the County Investment Pool's fair value at June 30, 2015.

	Quality Rating Range	% of Portfolio
Municipal Bonds	AAA to A1	8.89%
Federal Agency Issues - Coupon	AAA to AA+	37.65%
Local Agency Investment Fund (LAIF)	Unrated	30.56%
Negotiable CDs	Unrated	13.69%
Medium Term Corporate Notes	AAA to A1	9.10%
Treasury Loans	Unrated	0.11%
Total		100.00%

At June 30, 2015, the County had the following investments in any one issuer that represent 5 percent or more of the total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded because they are not a concentration of credit risk.

Federal Home Loan Banks	7.53%	\$ 4,999,577
Federal Home Loan Mortgage Corporation	18.07%	11,990,964
Federal Farm Credit Banks	7.53%	4,994,114
Total		\$ 21,984,655

COUNTY OF MONO

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

NOTE 3: **CASH AND INVESTMENTS** (CONTINUED)

Custodial Credit Risk Related to Deposits

Custodial credit risk for deposits is the risk that the County will not be able to recover its deposits or will not be able to recover collateral securities that in the possession of an outside party. The risk is mitigated in that of the County's total bank balances, \$250,000 is insured by the Federal Depository Insurance Corporation. The remaining \$4,932,607 on deposit is collateralized with securities held by the pledging financial institution's agent. Per Government Code Section 53652, the depository is required to maintain a market value of at least 110% of the pledged collateral. At June 30, 2015, the carrying amount of the Pool's deposits was \$2,810,091 and the corresponding bank balance was \$5,182,607. The difference of \$2,375,516 was due to deposits in transit and outstanding checks.

Local Agency Investment Fund

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

The Pool's total investment in the Local Agency Investment Fund (LAIF), managed by the Treasurer for the State of California was \$20,277,104. LAIF is part of the State of California Pooled Money Investments Account (PMIA), whose balance at June 30, 2015 was \$71.6 billion. The PMIA portfolio includes 0.97% invested in medium and short-term structured notes and asset backed securities and 1.11% invested in short term asset backed commercial paper. PMIA is not registered with the Securities and Exchange Commission as an investment company, but is required to invest according to California State Code. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. The value of pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the pooled treasury's portion in the pool.

COUNTY OF MONO

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

NOTE 3: **CASH AND INVESTMENTS** (CONTINUED)

County Investment pool Condensed Financial Statements

The following represents a condensed statement of net position and changes in net position for the Treasurer's investment pool as of June 30, 2015:

Statement of Net Position

Net position held for pool participants	<u>\$ 69,167,639</u>
Equity of external pool participants	\$ 32,898,440
Equity of internal pool participants	<u>36,269,199</u>
Total net position	<u>\$ 69,167,639</u>

Statement of Changes in Net Position

Net position at July 1, 2014	\$ 63,575,016
Net change in investments by pool participants	<u>5,592,623</u>
Net position at June 30, 2015	<u>\$ 69,167,639</u>

COUNTY OF MONO

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

NOTE 4: CAPITAL ASSETS

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

	Balance July 1, 2014	Additions	Deletions	Transfers & Adjustments	Balance June 30, 2015
Governmental Activities					
Capital assets, not being depreciated:					
Land	\$ 6,678,830	\$ 114,787	\$ --	\$ --	\$ 6,793,617
Construction in progress	3,348,550	3,177,302	--	(2,354,658)	4,171,194
Total capital assets, not being depreciated	<u>10,027,380</u>	<u>3,292,089</u>	<u>--</u>	<u>(2,354,658)</u>	<u>10,964,811</u>
Capital assets, being depreciated:					
Infrastructure	85,932,867	1,526,861	--	2,354,658	89,814,386
Structures and improvements	17,944,931	155,452	--	--	18,100,383
Equipment	17,549,696	364,846	(591,960)	--	17,322,582
Intangibles	1,148,577	--	--	--	1,148,577
Total capital assets, being depreciated	<u>122,576,071</u>	<u>2,047,159</u>	<u>(591,960)</u>	<u>2,354,658</u>	<u>126,385,928</u>
Less accumulated depreciation for:					
Infrastructure	(74,354,845)	(2,027,327)	--	--	(76,382,172)
Structures and improvements	(7,422,894)	(477,204)	--	--	(7,900,098)
Equipment	(14,378,448)	(698,361)	576,551	(12,006)	(14,512,264)
Intangibles	(1,046,341)	(52,395)	--	--	(1,098,736)
Total accumulated depreciation	<u>(97,202,528)</u>	<u>(3,255,287)</u>	<u>576,551</u>	<u>(12,006)</u>	<u>(99,893,270)</u>
Total capital assets, being depreciated, net	<u>25,373,543</u>	<u>(1,208,128)</u>	<u>(15,409)</u>	<u>2,342,652</u>	<u>26,492,658</u>
Governmental activities capital assets, net	<u>\$ 35,400,923</u>	<u>\$ 2,083,961</u>	<u>\$ (15,409)</u>	<u>\$ (12,006)</u>	<u>\$ 37,457,469</u>
Business-Type Activities					
Capital assets, not being depreciated:					
Land	\$ 233,335	\$ --	\$ --	\$ --	\$ 233,335
Construction in progress	55,221	--	--	(55,221)	--
Total capital assets, not being depreciated	<u>288,556</u>	<u>--</u>	<u>--</u>	<u>(55,221)</u>	<u>233,335</u>
Capital assets, being depreciated:					
Structures and improvements	7,675,723	--	--	55,221	7,730,944
Equipment	1,532,463	--	--	--	1,532,463
Total capital assets, being depreciated	<u>9,208,186</u>	<u>--</u>	<u>--</u>	<u>55,221</u>	<u>9,263,407</u>
Less accumulated depreciation for:					
Structures and improvements	(957,654)	(296,744)	--	--	(1,254,398)
Equipment	(1,513,786)	(34,549)	--	--	(1,548,335)
Total accumulated depreciation	<u>(2,471,440)</u>	<u>(331,293)</u>	<u>--</u>	<u>--</u>	<u>(2,802,733)</u>
Total capital assets, being depreciated, net	<u>6,736,746</u>	<u>(331,293)</u>	<u>--</u>	<u>55,221</u>	<u>6,460,674</u>
Business-type activities capital assets, net	<u>\$ 7,025,302</u>	<u>\$ (331,293)</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 6,694,009</u>

COUNTY OF MONO

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

NOTE 4: CAPITAL ASSETS (CONTINUED)

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$ 94,962
Public protection	177,207
Public ways and facilities	2,372,543
Health and sanitation	47,847
Public assistance	1,219
Recreation and culture	110,690
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the asset	<u>450,819</u>
Total Depreciation Expense - Governmental Functions	<u>\$ 3,255,287</u>

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

Solid Waste	\$ 33,347
Airport	<u>297,946</u>
Total Depreciation Expense - Business-Type Functions	<u>\$ 331,293</u>

NOTE 5: LONG-TERM LIABILITIES

Operating Leases

The County has commitments under long-term operating lease agreements for leased office space. Total rent expense under operating lease agreements during the year ended June 30, 2015 was approximately \$1,178,079.

The minimum rental payments required under the operating lease commitments at June 30, 2015, was as follows:

<u>June 30:</u>	<u>Activities</u>
2016	755,000
2017	949,137
2018	958,875
2019	966,541
2020	<u>976,279</u>
	<u>\$ 4,605,832</u>

COUNTY OF MONO

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

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

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

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015	Amounts Due Within One Year
Governmental Activities					
Bonds payable	\$ 3,405,600	\$ --	\$ (596,300)	\$ 2,809,300	\$ 647,700
Compensated absences	3,126,732	--	(41,809)	3,084,923	925,477
Claims liability	1,444,407	422,655	(483,965)	1,383,097	1,383,097
Total Governmental Activities Long-term liabilities	<u>\$ 7,976,739</u>	<u>\$ 422,655</u>	<u>\$ (1,122,074)</u>	<u>\$ 7,277,320</u>	<u>\$ 2,956,274</u>
Business-type Activities					
Refunded certificates of participation	\$ 2,825,200	\$ --	\$ (204,600)	\$ 2,620,600	\$ 214,600
Loans payable	100,000	--	(33,333)	66,667	33,333
Compensated absences	73,113	11,643	--	84,756	25,427
Landfill postclosure cost	7,034,248	138,022	--	7,172,270	--
Total Business-type Activities Long-term liabilities	<u>\$ 10,032,561</u>	<u>\$ 149,665</u>	<u>\$ (237,933)</u>	<u>\$ 9,944,293</u>	<u>\$ 273,360</u>

Claims and judgments are paid from the self-insurance fund held by a third party administrator and County funds are charged directly for their appropriate insurance cost. Compensated absences are generally liquidated by several of the County's funds, including the general fund and several special revenue funds.

COUNTY OF MONO

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

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

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

Year Ending June 30	Governmental Activities	
	Bonds Payable	
	Principal	Interest
2016	\$ 647,700	\$ 113,220
2017	702,100	85,809
2018	762,900	52,562
2019	116,300	30,921
2020	127,200	25,412
2021-2023	453,100	38,841
	<u>\$ 2,809,300</u>	<u>\$ 346,765</u>

Year Ending June 30	Business-Type Activities			
	Certificates of Participation		Loans Payable	
	Principal	Interest	Principal	Interest
2016	\$ 214,600	\$ 112,424	\$ 33,333	\$ --
2017	223,300	103,218	33,334	--
2018	236,800	93,638	--	--
2019	245,200	83,480	--	--
2020	253,400	72,960	--	--
2020-2024	1,131,200	177,826	--	--
2025	316,100	13,560	--	--
	<u>\$ 2,620,600</u>	<u>\$ 657,106</u>	<u>\$ 66,667</u>	<u>\$ --</u>

COUNTY OF MONO

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

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

Long-term debt at June 30, 2015, consisted of the following:

	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2015</u>
<u>Governmental activities</u>						
2012 PERS Side Fund Refunding (to refund unfunded accrued liability for the County's retirement plan)	02/12	02/18 - 02/23	4.36%	\$116,300 - \$762,900	\$ 4,612,900	\$ 2,809,300
<u>Business-type activities</u>						
2011 Refunding of COPS 2001A (to refund 2001 Series A Certificates of Participation; to finance closure of four County landfills)	03/11	05/11 - 05/25	4.29%	\$189,000 - \$316,100	3,609,000	2,620,600
Note Payable (to finance capital improvements at the Bridgeport Landfill facility)	01/02	06/03 - 06/17	0.00%	\$33,333	<u>500,000</u>	<u>66,667</u>
Total business-type activities					<u>\$ 4,109,000</u>	<u>\$ 2,687,267</u>

NOTE 6: CLOSURE AND POSTCLOSURE LIABILITY

The County of Mono has six landfill sites. State and federal laws and regulations require the County to perform certain closure and postclosure maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfills stop accepting waste, the County reports a portion of these closure and postclosure care costs as an expenditure in each year based on landfill capacity used as of each balance sheet date. The \$7,172,270 reported as closure and postclosure liability in the Enterprise Fund at June 30, 2015, represents the cumulative amount reported to date based on the following estimated percentages of capacity applied to the estimated closure and postclosure care costs:

Landfill Site	<u>Estimated Closure Costs</u>	<u>Estimated Postclosure Costs</u>	<u>Total Estimated Cost</u>	<u>Estimated Total Capacity (Cubic Yards)</u>	<u>Remaining Capacity (Cubic Yards)</u>	<u>Estimated Capacity Used (Cubic Yards)</u>	<u>Estimated Percentage of Capacity Used through June 30, 2015</u>	<u>Landfill Closure and Postclosure Liability at June 30, 2015</u>
Benton Crossing	\$ 4,501,422	\$ 2,143,831	\$ 6,645,253	2,253,100	1,004,988	1,248,112	55.40%	\$ 3,681,159
Pumice Valley	1,321,948	1,538,633	2,860,581	347,112	232,250	114,862	33.09%	946,588
Walker	1,532,259	1,154,055	2,686,314	340,716	276,459	64,257	18.86%	506,623
Benton*	--	710,700	710,700	--	--	--	0.00%	710,700
Bridgeport*	--	801,600	801,600	--	--	--	0.00%	801,600
Chalfant*	--	525,600	525,600	--	--	--	0.00%	525,600
Total	<u>\$ 7,355,629</u>	<u>\$ 6,874,419</u>	<u>\$ 14,230,048</u>	<u>\$ 2,940,928</u>	<u>\$ 1,513,697</u>	<u>\$ 1,427,231</u>	<u>48.53%</u>	<u>\$ 7,172,270</u>

* Landfills are closed and tracking of statistics is no longer required or useful.

The County will recognize the remaining estimated cost of closure and postclosure care of \$7,057,778 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2015.

Actual costs may be higher due to inflation, change in technology, or changes in regulations.

COUNTY OF MONO

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

NOTE 6: CLOSURE AND POSTCLOSURE LIABILITY (CONTINUED)

The County is required by state and federal laws and regulations to make annual contributions to a trust or pledge future revenues to finance closure and postclosure costs. At June 30, 2015, cash and investments of \$2,882,673 were held as restricted cash for these purposes. The County expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example) these costs may need to be covered by charges to future landfill users or from future tax revenues. The County has elected to utilize the Pledge of Revenue financial assurance mechanism.

NOTE 7: INTERFUND TRANSACTIONS

Transfers:

<u>Transfer from</u>	<u>Transfer to</u>	<u>Amount</u>
General Fund	Road	\$ 457,152
	Nonmajor Governmental Funds	1,566,531
	Nonmajor Enterprise Funds	<u>2,000</u>
		<u>2,025,683</u>
Realignment Fund	General Fund	1,906,638
	Nonmajor Governmental Funds	<u>28,283</u>
		<u>1,934,921</u>
Nonmajor Governmental Funds	General Fund	449,007
	Road	148,442
	Nonmajor Governmental Funds	<u>115,000</u>
		<u>712,449</u>
	Total	<u>\$ 4,673,053</u>

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

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Solid Waste Fund	\$ 1,050,000
	Nonmajor Governmental Funds	<u>107,419</u>
		<u>\$ 1,157,419</u>

The above balances reflect temporary loans to cover cash deficits at June 30.

COUNTY OF MONO

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

NOTE 8: DEFINED BENEFIT PENSION PLAN

A. General Information about the Pension Plans

Plan Description

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

Benefits Provided

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

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

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

Death benefits are based upon a variety of factors including whether the participant was retired or not.

Annual cost-of-living adjustments (COLAs) after retirement are provided in all plans. COLAs are granted to retired members each May based upon the Bureau of Labor Statistics Average Consumer Price Index for All Urban Consumers for the previous calendar year and is subject to a maximum of 2% per annum.

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

COUNTY OF MONO

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

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

	Miscellaneous		
	Prior to June 1, 2012	On or after June 1, 2012	On or after Jan. 1, 2013
Hire Date			
Benefit formula	2.5% @55	2.7% @55	2% @62
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50-55	50-55	52-67
Monthly benefits, as % of eligible compensation	2.00%-2.50%	2.00%-2.75%	1.00%-2.50%
Required employee contribution rates	8%	8%	6.25%
Required employer contribution rates	21.46%	21.46%	21.46%
Status	Open	Open	Open

	Safety			
	County Peace Officer	Sheriff	Sheriff Tier II	Fire Tier I
	Prior to Jan. 1, 2013	Prior to Jan. 1, 2013	On or after Dec. 27, 2012	Prior to July 1, 2007
Hire Date				
Benefit formula	3% @50	3% @50	3% @55	3% @50
Benefit vesting schedule	5 years of service	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50	50	55	50
Monthly benefits, as % of eligible compensation	3.00%	3.00%	3.00%	3.00%
Required employee contribution rates	11.50%	9.00%	11.50%	9.00%
Required employer contribution rates	27.85%	28.10%	15.43%	27.85%
Status	Open	Open	Open	Open

	Fire Tier II	Pepra-Safety Peace Officer	Pepra-Safety Sheriff	Pepra-Safety Fire
	On or after July 1, 2007/ Prior to Jan. 1, 2013	On or after Jan 1. 2013	On or after Jan 1. 2013	On or after Jan 1. 2013
Hire Date				
Benefit formula	2% @50	2.7% @57	2.7% @57	2.7% @57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50	57	57	57
Monthly benefits, as % of eligible compensation	2.00%	2.70%	2.70%	2.70%
Required employee contribution rates	9.00%	11.50%	11.50%	11.50%
Required employer contribution rates	20.92%	11.50%	11.50%	11.50%
Status	Open	Open	Open	Open

COUNTY OF MONO

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

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

Employees Covered

At June 30, 2015, the following employees were covered by the benefit terms for the Miscellaneous Plan. The corresponding data is not available for employees included in the Safety Plan as the plan is a cost-sharing multiple employer plan:

	<u>Miscellaneous</u>
Inactive employees or beneficiaries currently receiving benefits	296
Inactive employees entitled to but not yet receiving benefits	181
Active employees	<u>201</u>
	<u><u>678</u></u>

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

B. Net Pension Liability

The County's net pension liability for each Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2014, using an annual actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

The total pension liabilities in the June 30, 2013 actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous	Safety
Valuation Date	June 30, 2013	June 30, 2013
Measurement Date	June 30, 2014	June 30, 2014
Actuarial Cost Method	Entry-Age Normal	
Actuarial Assumptions:		
Discount Rate	7.50%	7.50%
Inflation	2.75%	2.75%
Payroll Growth	3.00%	3.00%
Projected Salary Increase	Varies by Entry Age and Service	
Investment Rate of Return	7.50% ⁽¹⁾	7.50% ⁽¹⁾
Mortality	Derived using CalPERS' Membership Data for All Funds	

(1) Net of pension plan investment expenses, including inflation.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2013 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experience Study can be found on the CalPERS website.

COUNTY OF MONO

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

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

Discount Rate

The discount rate used to measure the total pension liability was 7.50% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans ran out of assets. Therefore, the current 7.50 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.5 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

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

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

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

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

The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

COUNTY OF MONO

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

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

<u>Asset Class</u>	<u>Strategic Allocation</u>	<u>Real Return Years 1-10 ⁽¹⁾</u>	<u>Real Return Years 11-60 ⁽²⁾</u>
Global Equity	47.0%	5.25%	5.71%
Global Fixed Income	19.0	0.99	2.43
Inflation Sensitive	6.0	0.45	3.36
Private Equity	12.0	6.83	6.95
Real Estate	11.0	4.50	5.13
Infrastructure and Forestland	3.0	4.50	5.09
Liquidity	2.0	(0.55)	(1.05)

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

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

C. Changes in the Net Pension Liability

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

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability/(Asset)</u>
Balance at June 30, 2013	<u>\$ 89,752,634</u>	<u>\$ 60,027,099</u>	<u>\$ 29,725,535</u>
Changes in the year:			
Service cost	2,502,844		2,502,844
Interest on total pension liability	6,656,474		6,656,474
Contributions from the employer		2,568,003	(2,568,003)
Contributions from employees		1,305,551	(1,305,551)
Net Investment Income		10,459,289	(10,459,289)
Benefit payments, including refunds of employee contributions	<u>(4,502,141)</u>	<u>(4,502,141)</u>	-
Net Changes	<u>4,657,177</u>	<u>9,830,702</u>	<u>(5,173,525)</u>
Balance at June 30, 2014	<u>\$ 94,409,811</u>	<u>\$ 69,857,801</u>	<u>\$ 24,552,010</u>

COUNTY OF MONO

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

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

The County's net pension liability for the Safety Plan was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all plan participants, actuarially determined. The County's net pension liability and related Plan proportion for the Safety Plan is as follows:

Plan	Plan's Proportion to Total Pool @ June 30, 2013	Plan's Proportion to Total Pool @ June 30, 2014	Plan's Proportionate Share of Net Pension Liability
Safety			
County Peace Officer	0.06121%	0.05989%	\$ 3,726,415
PEPRA - Safety Peace Officer	0.00000%	0.00000%	48
Fire Tier II	0.00113%	0.00111%	68,869
Sheriff	0.08892%	0.08755%	5,447,868
Sheriff Tier II	0.00000%	0.00000%	44
PEPRA - Safety Sheriff	0.00000%	0.00000%	5
Total			\$ 9,243,249

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

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

	Miscellaneous	Safety	Total
1% Decrease	6.50%	6.50%	6.50%
Net Pension Liability	\$ 36,023,641	\$ 15,833,853	\$ 51,857,494
Current Discount Rate	7.50%	7.50%	7.50%
Net Pension Liability	\$ 24,552,010	\$ 9,243,249	\$ 33,795,259
1% Increase	8.50%	8.50%	8.50%
Net Pension Liability	\$ 14,905,186	\$ 3,812,793	\$ 18,717,979

Pension Plan Fiduciary Net Position

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

COUNTY OF MONO

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

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

For the year ended June 30, 2015, the County recognized pension expense of \$(411,519). Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits.

Change in net pension liability	\$ (8,124,122)
Contributions	3,715,519
Deferral for subsequent contributions	(3,645,383)
Deferred inflow - excess investment earnings	7,642,467
Pension expense	<u><u>\$ (411,519)</u></u>

At June 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes in assumptions	-	-
Net differences between projected and actual earnings on pension plan investments	-	7,545,834
Adjustment due to differences in proportions	136,341	232,973
County contributions subsequent to the measurement date	3,645,383	-
Total	<u><u>\$ 3,781,724</u></u>	<u><u>\$ 7,778,807</u></u>

\$3,645,383 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Deferred Outflows/(Inflows) of Resources</u>
2016	\$ (1,934,021)
2017	(1,934,021)
2018	(1,918,419)
2019	(1,856,005)
2020	-
Thereafter	-
Total	<u><u>\$ (7,642,466)</u></u>

COUNTY OF MONO

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

NOTE 9: **OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

Plan Description

The County administers a postemployment healthcare plan, a single-employer defined benefit post employment healthcare plan. The County established another post employment health benefit (OPEB) trust with the Public Agency Retirement Services (PARS) which is used to accumulate resources to fund future benefits, however it does not represent the activities of the plan. The Plan provides medical, dental and vision insurance benefits to eligible retirees.

The County provides post-retirement health care benefits, in accordance with County employment contracts, to all employees who retire, on a tiered basis. Employees hired prior to January 1, 2002, who have attained the age of 55 and have accrued a minimum of 20 years of service are entitled to post-retirement health care benefits. (In this category, age and time are tiered between age 50 and 55 with between 5 and 20 years of service depending upon the date of hire). Employees hired after January 1, 2002, are not eligible for post-retirement health care benefits. Instead, employees hired after this date shall be eligible to receive County contributions into an Internal Revenue Code Section 401(a) Plan established by the County. Currently, 159 retirees and 55 employees, not yet retired, meet the eligibility requirements for the pre-2002 hire health care retirement benefits. This is a closed group with no new members added or eligible. The County has a two-part system for acknowledging this liability. 1) The County budgets for the full 3% match of employee salaries to match the 3% maximum payable under the 401(a) plan. The excess not paid to participating employees remains in the retirement trust fund to pay on-going retiree costs. 2) The County budgets for the ARC with payments first going to fund current retiree costs and the remainder in trust to fund future retiree costs.

Funding Policy

The contribution requirements of the plan members and the County are established and may be amended by the County. The contribution is based on the difference between what the County paid directly to or on behalf of eligible employees and the full value of the annual required contributions (ARC). For fiscal year 2014-15, the County contributed \$2,581,939, or 172% of the ARC, to the Post Employment Benefit Plan.

Annual OPEB Cost and Net OPEB Obligation

The annual required contribution (ARC) is an amount actuarially determined in accordance with the parameters of GASB Statement 45 – *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pension*. The County's ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize the unfunded actuarial liability over a period of 30 years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation to the Retiree Health Plan (dollar amount in thousands):

COUNTY OF MONO

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

NOTE 9: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Annual Required Contribution	\$ 1,501,197
Interest on prior year Net OPEB obligation	(148,738)
Adjustment to ARC	<u>182,610</u>
Annual OPEB cost	1,535,069
Contributions made	<u>(2,581,939)</u>
Change in OPEB benefit	(1,046,870)
Net OPEB asset - beginning of year	<u>(2,265,074)</u>
Net OPEB asset - end of year	<u><u>\$ (3,311,944)</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan (as described in the funding policy above), and the Net OPEB Obligation is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Asset</u>
6/30/13	\$ 1,977,787	136%	\$ 1,666,653
6/30/14	1,986,824	130%	2,265,074
6/30/15	1,501,197	172%	3,311,944

Funded Status and Funding Progress

The funded status of the plan, based on an actuarial valuation as of January 1, 2014, the plan's most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$ 25,894,516
Actuarial value of plan assets	<u>11,907,624</u>
Unfunded actuarial accrued liability (UAAL)	13,986,892
 Funded ratio (actuarial value of plan assets/AAL)	 45.99%
 Covered payroll (active Plan members)	 n/a
UAAL as a percentage of covered payroll	n/a

COUNTY OF MONO

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

NOTE 9: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Actuarial Methods and Assumptions

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

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

In the January 1, 2014 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 6.25% investment rate of return, an inflation rate of 2.5% per year, and assumed medical inflation of 9% graded down to 4% over 9 years. The OPEB plan's unfunded actuarial liability is being amortized by level percent of payroll contributions over 30 years. The remaining amortization period at June 30, 2015, was 23 years.

NOTE 10: NET POSITION/FUND BALANCES

Fund balances are presented in the following categories: nonspendable, restricted, committed, assigned and unassigned. A detailed schedule of fund balances at June 30, 2015 is as follows:

	General Fund	Road Fund	Realignment Fund	Other Governmental Funds	Total
Nonspendable:					
Prepays and inventory	\$ 73,469	\$ 368,462	\$ --	\$ 1,473	\$ 443,404
Total Nonspendable	<u>73,469</u>	<u>368,462</u>	<u>--</u>	<u>1,473</u>	<u>443,404</u>
Restricted for:					
Road projects	--	--	3,027,867	--	3,027,867
Health services	5,795,284	--	--	65,840	5,861,124
County service areas	--	--	--	2,229,499	2,229,499
Community development	--	--	--	329,080	329,080
Various grants programs	--	--	--	1,305,347	1,305,347
Total Restricted	<u>5,795,284</u>	<u>--</u>	<u>3,027,867</u>	<u>3,929,766</u>	<u>12,752,917</u>
Assigned:					
Capital projects	--	--	--	282,551	282,551
Debt service	--	--	--	--	--
Total Assigned	<u>--</u>	<u>--</u>	<u>--</u>	<u>282,551</u>	<u>282,551</u>
Unassigned	<u>5,868,809</u>	<u>(1,052,824)</u>	<u>--</u>	<u>(139,506)</u>	<u>4,676,479</u>
Total Fund Balance	<u>\$ 11,737,562</u>	<u>\$ (684,362)</u>	<u>\$ 3,027,867</u>	<u>\$ 4,074,284</u>	<u>\$ 18,155,351</u>

COUNTY OF MONO

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

NOTE 10: NET POSITION/FUND BALANCES (CONTINUED)

In circumstances where an expenditures is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned and unassigned.

NOTE 11: RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The County's Insurance Internal Service Fund is used to account for and finance its uninsured risks of loss for general liability and workers' compensation. Under this program, the Risk Management Funds provide coverage for up to a maximum of \$125,000 for each workers' compensation claim and \$25,000 for each general liability claim, up to four claims per year. The County is a member of the Trindel Insurance Fund. Trindel Insurance Fund (JPA) is classified as a claims-servicing or account pool, which results in the County retaining the risk of loss and being considered self-insured with regard to liability coverage for the first \$100,000 of general liability per occurrence. The County maintains reserves on hand with the Trindel Insurance Fund for all known claims as calculated by the actuary and a prudent reserve for the deductibles for future claims. At June 30, 2015, the County held deposits with the Trindel Insurance Fund of \$3,014,304.

The County also belongs to another larger JPA called the California State Association of Counties Excess Insurance Authority (CSACEIA). CSACEIA, along with other commercial carriers, increases the coverage for general liability to \$15 million. Also, CSACEIA, along with other commercial carriers, covers replacement cost on property to \$600 million with a \$1,000 deductible per occurrence. CSACEIA is a public entity risk pool currently operating as a common risk management and insurance program. The County pays an annual premium to the Authority for excess insurance coverage. Should actual losses among participants be greater than anticipated, the County will be assessed its pro rata share of the deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its pro rata share of the excess. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

All funds of the County participate in the program and make payments to the Risk Management funds based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. The claims liability of \$1,383,097 reported in the government-wide statements at June 30, 2015, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

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

Changes in the County's claims liability amount for the fiscal years ending June 30, 2014 and 2015 were as follows:

<u>Fiscal Year Ended</u>	<u>Balance at Beginning of Fiscal Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at End of Fiscal Year</u>
2014	\$ 1,666,590	\$ 343,494	\$ 566,037	\$ 1,444,407
2015	\$ 1,444,407	\$ --	\$ 61,310	\$ 1,383,097

COUNTY OF MONO

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

NOTE 11: **RISK MANAGEMENT** (CONTINUED)

The County is also involved in various cases in which there is a reasonable possibility of loss. All of the cases in excess of the \$100,000 retained liability limit are covered by excess insurance coverage. In accordance with Governmental Accounting Standards Board Statement No. 10, these cases have not been accrued in the financial statements.

NOTE 12: **JOINT AGENCIES**

The CSAC Excess Insurance Authority is a joint powers authority organized to develop and fund excess insurance programs for member counties. The Authority operates public entity risk pools for workers' compensation, comprehensive liability, property, medical malpractice, and the pool purchases excess insurance and provides services for members. The Authority is under the control and direction of a board of directors consisting of representatives of the fifty member counties.

Complete audited financial statements for CSAC Excess Insurance Authority can be obtained from the Authority's Office at 3017 Gold Canal Drive, Suite 300, Rancho Cordova, California 95670.

NOTE 13: **COMMITMENTS AND CONTINGENCIES**

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

NOTE 14: **FUTURE ACCOUNTING PRONOUNCEMENTS**

GASB recently released several new accounting and financial reporting standards. The following GASB Statements will be implemented in the future financial statements.

GASB Statement No. 72, *Fair Value Measurement and Application*, is effective for reporting periods beginning after June 15, 2015.

GASB Statement No. 73, *Accounting and Financial Reporting for Pension and Related Assets That Are Not within the Scope of GASB Statement No. 68, and Amendments to Certain Provision of GASB Statements No. 67 and No. 68*, is effective for fiscal years beginning after June 15, 2015 – except those provisions that address employers and governmental nonemployer contributing entities for pensions that are not within the scope of GASB Statement No. 68, which are effective for fiscal years beginning after June 15, 2016.

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, is effective for fiscal years beginning after June 15, 2016.

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension Plans*, is effective for reporting periods beginning after June 15, 2017.

GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, is effective for reporting periods beginning after June 15, 2015.

COUNTY OF MONO

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

NOTE 15: PRIOR PERIOD ADJUSTMENT

A prior period adjustment of \$42,380,198 was made to decrease both governmental and business-type activities' beginning net position. The adjustment was made to reflect the prior period costs related to the implementation of the net pension liability and other adjustments as described below.

The restatement of beginning net position is summarized as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Net position at July 1, 2014, as previously stated	\$ 53,743,253	\$ (115,299)	\$ 53,627,954
Net pension liability adjustment	<u>(41,916,986)</u>	<u>(463,212)</u>	<u>(42,380,198)</u>
Net position at July 1, 2014, as restated	<u>\$ 11,826,267</u>	<u>\$ (578,511)</u>	<u>\$11,247,756</u>

Prior adjustments were made in the following funds:

<u>Fund</u>	<u>Description</u>	<u>Amount</u>
Governmental Activities		
General Fund	To account for various fund reclassifications	\$ (55,338)
Nonmajor Governmental Funds	To account for various fund reclassifications	(38,414)
Motor Pool Fund	To account for net pension liability	(111,385)
Governmental Funds	To account for net pension liability	<u>(41,711,849)</u>
	Total	<u>\$ (41,916,986)</u>
Business-Type Activities		
Solid Waste Fund	To account for adjustment to post-closure liability	\$ 212,677
	To account for net pension liability	<u>(675,889)</u>
	Total	<u>\$ (463,212)</u>

REQUIRED SUPPLEMENTARY INFORMATION

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COUNTY OF MONO

Required Supplementary Information
For the Year Ended June 30, 2015

Schedule of Changes in Net Pension Liability and Related Ratios

Miscellaneous Plan – Agent Multiple-Employer Defined Benefit Pension Plan
Last 10 Fiscal Years*

	<u>FY 2014</u>
Total Pension Liability	
Service cost	\$ 2,502,844
Interest on total pension liability	6,656,474
Benefit payments, including refunds of employee contributions	<u>(4,502,141)</u>
Net Change in total pension liability	<u>4,657,177</u>
Total pension liability - beginning	<u>89,752,634</u>
Total pension liability - ending (a)	<u>\$ 94,409,811</u>
Plan Fiduciary Net Position	
Contributions - employer	\$ 2,568,003
Contributions - employee	1,305,551
Net investment income	10,459,289
Benefit payments, including refunds of employee contributions	<u>(4,502,141)</u>
Net change in plan fiduciary net position	<u>9,830,702</u>
Plan fiduciary net position - beginning	<u>60,027,099</u>
Plan fiduciary net position - ending (b)	<u>\$ 69,857,801</u>
Net pension liability (asset) - ending (a) - (b)	<u>\$ 24,552,010</u>
Plan fiduciary net position as a percentage of total pension liability	73.99%
County's covered-employee payroll	\$ 12,796,381
Net pension liability as a percentage of covered-employee payroll	191.87%

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

COUNTY OF MONO

Required Supplementary Information
For the Year Ended June 30, 2015

Schedule of Pension Plan Contributions

Miscellaneous Plan – Agent Multiple-Employer Defined Benefit Pension Plan

	2014
Actuarially determined contribution	\$ 2,568,003
Contributions in relation to the actuarially determined contributions	2,568,003
Contributions deficiency (excess)	\$ -
Covered-employee payroll	12,796,381 20.07%

Notes to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2013-2014 were from the June 30, 2011 valuations.

Actuarial Cost Method	Entry Age Normal
Amortization Method/Period	For details, see June 30, 2011 Funding Valuation Report.
Asset Valuation Method	Actuarial Value of Asset. For details, see June 30, 2001 Funding Valuation Report.
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Payroll Growth	3.00%
Investment Rate of Return	7.50% Net of pension plan investment and administrative expenses; includes inflation.
Retirement Age	The probabilities of Retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and Post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

COUNTY OF MONO

Required Supplementary Information
For the Year Ended June 30, 2015

Schedule of Proportionate Share of the Net Pension Liability / (Asset) and Related Ratios as of the Measurement Date

Safety Plans – Cost-Sharing Multiple-Employer Defined Benefit Pension Plans

Last 10 Fiscal Years*	FY 2014
County Peace Officer	
County's proportion of the net pension liability (asset)	0.05989%
County's proportionate share of the net pension liability (asset)	\$ 3,726,415
County's covered-employee payroll	\$ 570,922
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	652.70%
Plan fiduciary net position as a percentage of total pension liability	81.42%
Plan's proportionate share of aggregate employer contributions	\$ 462,270
PEPRA - Safety Peace Officer	
County's proportion of the net pension liability (asset)	0.00000%
County's proportionate share of the net pension liability (asset)	\$ 48
County's covered-employee payroll	\$ 45,275
percentage of its covered-employee payroll	0.11%
Plan fiduciary net position as a percentage of total pension liability	81.47%
Plan's proportionate share of aggregate employer contributions	\$ 6
Fire Tier II	
County's proportion of the net pension liability (asset)	0.00111%
County's proportionate share of the net pension liability (asset)	\$ 68,869
County's covered-employee payroll	\$ 348,595
percentage of its covered-employee payroll	19.76%
Plan fiduciary net position as a percentage of total pension liability	81.42%
Plan's proportionate share of aggregate employer contributions	\$ 8,543
Sheriff	
County's proportion of the net pension liability (asset)	0.08755%
County's proportionate share of the net pension liability (asset)	\$ 5,447,868
County's covered-employee payroll	\$ 3,270,845
percentage of its covered-employee payroll	166.56%
Plan fiduciary net position as a percentage of total pension liability	81.07%
Plan's proportionate share of aggregate employer contributions	\$ 660,500
Sheriff Tier II	
County's proportion of the net pension liability (asset)	0.00000%
County's proportionate share of the net pension liability (asset)	\$ 44
County's covered-employee payroll	\$ 278,037
percentage of its covered-employee payroll	0.02%
Plan fiduciary net position as a percentage of total pension liability	81.59%
Plan's proportionate share of aggregate employer contributions	\$ 6

COUNTY OF MONO

Required Supplementary Information
For the Year Ended June 30, 2015

Schedule of Proportionate Share of the Net Pension Liability / (Asset) and Related Ratios as of the Measurement Date (continued)

Last 10 Fiscal Years*

	<u>FY 2014</u>	
PEPRA - Safety Sheriff		
County's proportion of the net pension liability (asset)		0.00000%
County's proportionate share of the net pension liability (asset)	\$	5
County's covered-employee payroll	\$	56,701
percentage of its covered-employee payroll		0.01%
Plan fiduciary net position as a percentage of total pension liability		83.33%
Plan's proportionate share of aggregate employer contributions	\$	1

Schedule of Pension Plan Contributions

Safety Plans – Cost-Sharing Multiple-Employer Defined Benefit Pension Plans

Last 10 Fiscal Years*

Safety Plans

	<u>2014</u>	
Actuarially determined contribution	\$	1,147,516
Contributions in relation to the actuarially determined contributions		1,147,516
Contributions deficiency (excess)	\$	-
		<hr/> <hr/>
Covered-employee payroll		4,570,385
		25.11%

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

COUNTY OF MONO

Required Supplementary Information
For the Year Ended June 30, 2015

Other Post-Employment Benefits (OPEB)

Schedule of Funding Progress

The table below shows an analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll as of June 30 (\$ amount in thousands):

<u>Actuarial Valuation Date</u>	<u>Actuarial Accrued Liability</u>	<u>Actuarial Asset Value</u>	<u>Actuarial Accrued Liability</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>Percentage of Covered Payroll</u>
01/01/10	\$ 27,643	\$ 3,567	\$ 24,076	12.9%	n/a	n/a
01/01/12	26,703	7,315	19,388	27.4%	n/a	n/a
1/1/2014	25,895	11,908	13,987	46.0%	n/a	n/a

COUNTY OF MONO

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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 20,288,000	\$ 20,276,000	\$ 21,495,009	\$ 1,219,009
Licenses and permits	326,700	326,700	363,550	36,850
Fines, forfeits and penalties	527,950	527,950	689,771	161,821
Revenue from use of money and property	32,800	32,800	41,194	8,394
Aid from other governments	3,851,701	3,651,435	4,539,431	887,996
Charges for services	3,854,233	3,858,896	4,511,990	653,094
Miscellaneous revenue	258,000	300,144	66,827	(233,317)
Total Revenues	<u>29,139,384</u>	<u>28,973,925</u>	<u>31,707,772</u>	<u>2,733,847</u>
Expenditures:				
Current:				
General government	11,265,783	11,192,220	9,515,738	1,676,482
Public protection	16,508,899	16,063,097	14,185,970	1,877,127
Health and sanitation	3,642,412	3,947,486	3,895,567	51,919
Public assistance	193,382	221,432	129,834	91,598
Education	38,342	39,164	39,164	--
Debt service:				
Interest			122	(122)
Total Expenditures	<u>31,648,818</u>	<u>31,463,399</u>	<u>27,766,395</u>	<u>3,697,004</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,509,434)</u>	<u>(2,489,474)</u>	<u>3,941,377</u>	<u>6,430,851</u>
Other Financing Sources (Uses):				
Sale of capital assets	1,500	1,500	6,650	5,150
Transfers in	1,880,292	1,583,175	868,057	(715,118)
Transfers out	(3,584,418)	(2,173,353)	(919,335)	1,254,018
Total Other Financing Sources (Uses)	<u>(1,702,626)</u>	<u>(588,678)</u>	<u>(44,628)</u>	<u>544,050</u>
Net Change in Fund Balances	(4,212,060)	(3,078,152)	3,896,749	6,974,901
Budgetary Fund Balances - Beginning of Year	767,249	767,249	767,249	--
Prior period adjustment	--	--	(47,342)	(47,342)
Budgetary Fund Balances - Beginning of Year, restated	<u>767,249</u>	<u>767,249</u>	<u>719,907</u>	<u>(47,342)</u>
Budgetary Fund Balances - End of Year	<u>\$ (3,444,811)</u>	<u>\$ (2,310,903)</u>	<u>\$ 4,616,656</u>	<u>\$ 6,927,559</u>

(1) Explanation of differences between statement of revenues, expenditures and changes in fund balance:

Sources/inflows of resources

Actual amounts from the budgetary comparison schedule	\$ 31,707,772
Receipts from funds reclassified from County Agency Funds, not budgeted	<u>9,036,794</u>

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (page 25)	<u>\$ 40,744,566</u>
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Uses/outflows of resources

Actual amounts from the budgetary comparison schedule	\$ 27,766,395
Disbursements from funds reclassified from County Agency Funds, not budgeted	<u>9,393,191</u>

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (page 25)	<u>\$ 37,159,586</u>
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COUNTY OF MONO

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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Licenses and permits	\$ 5,000	\$ 5,000	\$ 10,560	\$ 5,560
Fines, forfeits and penalties	40,000	40,000	47,319	7,319
Revenue from use of money and property	1,000	1,000	(1,631)	(2,631)
Aid from other governments	2,962,871	2,867,017	5,428,077	2,561,060
Charges for services	720,000	720,000	589,619	(130,381)
Other revenues	--	--	2,173	2,173
Total Revenues	<u>3,728,871</u>	<u>3,633,017</u>	<u>6,076,117</u>	<u>2,443,100</u>
Expenditures:				
Current:				
Public way and facilities	<u>4,176,522</u>	<u>12,308,955</u>	<u>7,815,376</u>	<u>4,493,579</u>
Total Expenditures	<u>4,176,522</u>	<u>12,308,955</u>	<u>7,815,376</u>	<u>4,493,579</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(447,651)</u>	<u>(8,675,938)</u>	<u>(1,739,259)</u>	<u>6,936,679</u>
Other Financing Sources (Uses):				
Transfers in	448,317	606,749	605,594	(1,155)
Sale of capital assets	5,000	5,000	23,750	18,750
Total Other Financing Sources (Uses)	<u>453,317</u>	<u>611,749</u>	<u>629,344</u>	<u>17,595</u>
Net Change in Fund Balances	5,666	(8,064,189)	(1,109,915)	6,954,274
Fund Balances - Beginning of Year	<u>425,553</u>	<u>425,553</u>	<u>425,553</u>	<u>--</u>
Fund Balances - End of Year	<u><u>\$ 431,219</u></u>	<u><u>\$ (7,638,636)</u></u>	<u><u>\$ (684,362)</u></u>	<u><u>\$ 6,954,274</u></u>

COUNTY OF MONO

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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Aid from other governments	\$ --	\$ --	\$ 3,093,035	\$ 3,093,035
Use of money and property	--	--	12,375	12,375
Total Revenues	<u>--</u>	<u>--</u>	<u>3,105,410</u>	<u>3,093,035</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>--</u>	<u>3,105,410</u>	<u>3,093,035</u>
Other Financing Sources (Uses):				
Transfers out	--	--	(1,934,921)	(1,934,921)
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>(1,934,921)</u>	<u>(1,934,921)</u>
Net Change in Fund Balances	--	--	1,170,489	1,158,114
Fund Balances - Beginning of Year	<u>--</u>	<u>--</u>	<u>1,857,378</u>	<u>1,857,378</u>
Fund Balances - End of Year	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 3,027,867</u>	<u>\$ 3,015,492</u>

COUNTY OF MONO

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

BUDGETARY BASIS OF ACCOUNTING

General Budget Policies

By State law, the County Board of Supervisors must approve a tentative budget no later than June 30 of each year, and adopt a final budget no later than August 30. A public hearing must be conducted to receive comments prior to adoption. However, due to the lateness of the adoption of the State budget, the County by resolution R03-058 has extended these periods to August 10 and October 2, respectively.

From the effective date of the budget, which is adopted and controlled at the departmental level, the amounts stated therein as proposed expenditures become appropriations to the various County departments. However, the legal level of control is the fund level. The Board of Supervisors may amend the budget by resolution during the fiscal year. Department heads may, upon approval of the Auditor-Controller, make transfers from one object or purpose to another within the same budget unit. All other budget amendments must be approved by the Board. It is this final revised budget that is presented in the basic financial statements. Appropriations lapse at year end.

Budgets are adopted for the general fund and most special revenue funds. Accounting principles applied for purposes of developing data on a budgetary basis are materially the same as those used to present financial statements in conformity with GAAP.

Individual fund budgetary comparisons are not presented at the detail budget unit level due to their excessive length. A separate publication presenting this information is available.

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**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Project Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including that acquisition or construction of capital facilities and other capital assets.

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COUNTY OF MONO

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

Special Revenue

	Geothermal	Bio Terrorism	Fish and Game	Tobacco	Emergency Medical Services
<u>Assets</u>					
Cash and investments	\$ 128,981	\$ --	\$ 11,824	\$ --	\$ 65,840
Accounts receivable	--	4	--	--	--
Prepaid expenses	--	73	--	1,400	--
Due from other governments	--	42,011	--	--	--
Total Assets	\$ 128,981	\$ 42,088	\$ 11,824	\$ 1,400	\$ 65,840
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ --	\$ 1,925	\$ --	\$ 44	\$ --
Retention payable	--	--	--	--	--
Salaries and benefits payable	--	20,372	--	9,158	--
Due to other funds	--	89,211	--	18,208	--
Total Liabilities	--	111,508	--	27,410	--
Deferred Inflows of Resources:					
Unavailable Revenue	--	29,665	--	--	--
Fund Balance					
Nonspendable	--	73	--	1,400	--
Restricted	128,981	--	11,824	--	65,840
Assigned	--	--	--	--	--
Unassigned	--	(99,158)	--	(27,410)	--
Total Fund Balances	128,981	(99,085)	11,824	(26,010)	65,840
Total Liabilities, Deferred Inflows and Fund Balances	\$ 128,981	\$ 42,088	\$ 11,824	\$ 1,400	\$ 65,840

continued

COUNTY OF MONO

Combining Balance Sheet (continued)
 Nonmajor Governmental Funds
 June 30, 2015

	Special Revenue			
	Major Thoroughfare	Mitigation Fee	County Service Areas	Development Impact
<u>Assets</u>				
Cash and investments	\$ 119	\$ 119,292	\$ 2,225,442	\$ 209,788
Accounts receivable	--	--	8,913	--
Prepaid expenses	--	--	--	--
Due from other governments	--	--	1,336	--
Total Assets	\$ 119	\$ 119,292	\$ 2,235,691	\$ 209,788
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ --	\$ --	\$ 5,829	\$ --
Retention payable	--	--	--	--
Salaries and benefits payable	--	--	363	--
Due to other funds	--	--	--	--
Total Liabilities	--	--	6,192	--
Deferred Inflows of Resources:				
Unavailable Revenue	--	--	--	--
Fund Balance				
Nonspendable	--	--	--	--
Restricted	119	119,292	2,229,499	209,788
Assigned	--	--	--	--
Unassigned	--	--	--	--
Total Fund Balances	119	119,292	2,229,499	209,788
Total Liabilities, Deferred Inflows and Fund Balances	\$ 119	\$ 119,292	\$ 2,235,691	\$ 209,788

continued

COUNTY OF MONO

Combining Balance Sheet (continued)
Nonmajor Governmental Funds
June 30, 2015

	Special Revenue		Capital Projects	Debt Service	Total
	Various	Total	Miscellaneous	Debt Service	
	Restricted Grant Funds	Special Revenue	Capital Improvements	Fund	
<u>Assets</u>					
Cash and investments	\$ 1,117,703	\$ 3,878,989	\$ 403,300	\$ 62,100	\$ 4,344,389
Accounts receivable	32	8,949	--	--	8,949
Prepaid expenses	--	1,473	--	--	1,473
Due from other governments	124,068	167,415	217,297	--	384,712
Total Assets	\$ 1,241,803	\$ 4,056,826	\$ 620,597	\$ 62,100	\$ 4,739,523
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 28,977	\$ 36,775	\$ 104,200	\$ 75,038	\$ 216,013
Retention payable	573	573	16,549	--	17,122
Salaries and benefits payable	6,508	36,401	--	--	36,401
Due to other funds	--	107,419	--	--	107,419
Total Liabilities	36,058	181,168	120,749	75,038	376,955
Deferred Inflows of Resources:					
Unavailable Revenue	41,322	70,987	217,297	--	288,284
Fund Balance					
Nonspendable	--	1,473	--	--	1,473
Restricted	1,164,423	3,929,766	--	--	3,929,766
Assigned	--	--	282,551	--	282,551
Unassigned	--	(126,568)	--	(12,938)	(139,506)
Total Fund Balances	1,164,423	3,804,671	282,551	(12,938)	4,074,284
Total Liabilities, Deferred Inflows and Fund Balances	\$ 1,241,803	\$ 4,056,826	\$ 620,597	\$ 62,100	\$ 4,739,523

COUNTY OF MONO

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

	Special Revenue				Emergency Medical Services
	Geothermal	Bio Terrorism	Fish and Game	Tobacco	
Revenues:					
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --
Fines, forfeitures and penalties	--	--	10,026	971	68,043
Use of money and property	228	(635)	137	(135)	1,101
Intergovernmental	122,316	254,188	--	150,000	--
Charges for services	--	--	--	--	--
Miscellaneous	76,432	4	--	--	--
Total Revenues	<u>198,976</u>	<u>253,557</u>	<u>10,163</u>	<u>150,836</u>	<u>69,144</u>
Expenditures:					
Current:					
General government	--	--	--	--	--
Public protection	73,618	339,658	14,076	--	--
Public ways and facilities	--	--	--	--	--
Health and sanitation	--	--	--	176,341	132,308
Public assistance	--	--	--	--	--
Debt service:					
Principal	--	--	--	--	--
Interest	--	--	--	--	--
Capital outlay	--	--	--	--	--
Total Expenditures	<u>73,618</u>	<u>339,658</u>	<u>14,076</u>	<u>176,341</u>	<u>132,308</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>125,358</u>	<u>(86,101)</u>	<u>(3,913)</u>	<u>(25,505)</u>	<u>(63,164)</u>
Other Financing Sources (Uses):					
Transfers in	--	100,210	--	32,333	--
Transfers out	--	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>100,210</u>	<u>--</u>	<u>32,333</u>	<u>--</u>
Net Change in Fund Balances	125,358	14,109	(3,913)	6,828	(63,164)
Fund Balances - Beginning of Year	3,623	(113,267)	15,737	(34,238)	129,004
Prior period adjustment	--	--	--	--	--
Beginning of Year, restated	<u>3,623</u>	<u>(113,267)</u>	<u>15,737</u>	<u>(34,238)</u>	<u>129,004</u>
Fund Balances - End of Year	<u>\$ 128,981</u>	<u>\$ (99,158)</u>	<u>\$ 11,824</u>	<u>\$ (27,410)</u>	<u>\$ 65,840</u>

continued

COUNTY OF MONO

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

	Special Revenue			
	Major Thoroughfare	Mitigation Fee	County Service Areas	Development Impact
Revenues:				
Taxes	\$ --	\$ --	\$ 191,417	\$ --
Fines, forfeitures and penalties	--	--	--	--
Use of money and property	454	982	19,231	1,727
Intergovernmental	--	--	--	--
Charges for services	--	--	129,152	--
Miscellaneous	--	--	27,180	--
Total Revenues	<u>454</u>	<u>982</u>	<u>366,980</u>	<u>1,727</u>
Expenditures:				
Current:				
General government	--	--	149,622	--
Public protection	--	--	--	--
Public ways and facilities	--	--	--	--
Health and sanitation	--	--	--	--
Public assistance	--	--	--	--
Debt service:				
Principal	--	--	--	--
Interest	--	--	--	--
Capital outlay	--	--	--	--
Total Expenditures	<u>--</u>	<u>--</u>	<u>149,622</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>454</u>	<u>982</u>	<u>217,358</u>	<u>1,727</u>
Other Financing Sources (Uses):				
Transfers in	--	--	--	--
Transfers out	(64,407)	--	(199,035)	--
Total Other Financing Sources (Uses)	<u>(64,407)</u>	<u>--</u>	<u>(199,035)</u>	<u>--</u>
Net Change in Fund Balances	(63,953)	982	18,323	1,727
Fund Balances - Beginning of Year	64,072	118,310	1,541,228	208,061
Prior period adjustment	--	--	669,948	--
Beginning of Year, restated	<u>64,072</u>	<u>118,310</u>	<u>2,211,176</u>	<u>208,061</u>
Fund Balances - End of Year	<u>\$ 119</u>	<u>\$ 119,292</u>	<u>\$ 2,229,499</u>	<u>\$ 209,788</u>

continued

COUNTY OF MONO

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

	Special Revenue		Capital Projects	Debt Service	Total
	Various	Total	Miscellaneous	Debt Service	
	Restricted Grant Funds	Special Revenue	Capital Improvements	Fund	
Revenues:					
Taxes	\$ --	\$ 191,417	\$ --	\$ --	\$ 191,417
Fines, forfeitures and penalties	13,500	92,540	--	--	92,540
Use of money and property	6,145	29,235	--	--	29,235
Intergovernmental	3,859,284	4,385,788	157,241	--	4,543,029
Charges for services	6,326	135,478	--	--	135,478
Miscellaneous	911,551	1,015,167	1,300	--	1,016,467
Total Revenues	<u>4,796,806</u>	<u>5,849,625</u>	<u>158,541</u>	<u>--</u>	<u>6,008,166</u>
Expenditures:					
Current:					
General government	13,084	162,706	--	--	162,706
Public protection	844,175	1,271,527	--	--	1,271,527
Public ways and facilities	3,329,331	3,329,331	--	--	3,329,331
Health and sanitation	--	308,649	--	--	308,649
Public assistance	94,266	94,266	--	--	94,266
Debt service:					
Principal	--	--	--	596,300	596,300
Interest	--	--	--	139,372	139,372
Capital outlay	--	--	805,922	--	805,922
Total Expenditures	<u>4,280,856</u>	<u>5,166,479</u>	<u>805,922</u>	<u>735,672</u>	<u>6,708,073</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>515,950</u>	<u>683,146</u>	<u>(647,381)</u>	<u>(735,672)</u>	<u>(699,907)</u>
Other Financing Sources (Uses):					
Transfers in	306,097	438,640	446,013	825,161	1,709,814
Transfers out	(330,433)	(593,875)	--	(118,574)	(712,449)
Total Other Financing Sources (Uses)	<u>(24,336)</u>	<u>(155,235)</u>	<u>446,013</u>	<u>706,587</u>	<u>997,365</u>
Net Change in Fund Balances	491,614	527,911	(201,368)	(29,085)	297,458
Fund Balances - Beginning of Year	1,381,171	3,313,701	483,919	16,147	3,813,767
Prior period adjustment	(708,362)	(38,414)	--	--	(38,414)
Beginning of Year, restated	<u>672,809</u>	<u>3,275,287</u>	<u>483,919</u>	<u>16,147</u>	<u>3,775,353</u>
Fund Balances - End of Year	<u>\$ 1,164,423</u>	<u>\$ 3,803,198</u>	<u>\$ 282,551</u>	<u>\$ (12,938)</u>	<u>\$ 4,072,811</u>

NONMAJOR ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed primarily through user charges; or where the County has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

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COUNTY OF MONO

Combining Statement of Net Position
 Nonmajor Enterprise Funds
 June 30, 2015

	<u>Campgrounds</u>	<u>Cemeteries</u>	<u>Total</u>
<u>Assets</u>			
Current Assets:			
Pooled cash and investments	<u>\$ 45,814</u>	<u>\$ 36,055</u>	<u>\$ 81,869</u>
Total Assets	<u>45,814</u>	<u>36,055</u>	<u>81,869</u>
<u>Liabilities</u>			
Current Liabilities:			
Accounts payable	<u>2,365</u>	<u>651</u>	<u>3,016</u>
Total Liabilities	<u>2,365</u>	<u>651</u>	<u>3,016</u>
<u>Net Position</u>			
Restricted	--	30,222	30,222
Unrestricted	<u>43,449</u>	<u>5,182</u>	<u>48,631</u>
Total Net Position	<u><u>\$ 43,449</u></u>	<u><u>\$ 35,404</u></u>	<u><u>\$ 78,853</u></u>

COUNTY OF MONO

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

	<u>Campgrounds</u>	<u>Cemeteries</u>	<u>Total</u>
Operating Revenues:			
Charges for services	\$ 33,118	\$ --	\$ 33,118
Total Operating Revenues	<u>33,118</u>	<u>--</u>	<u>33,118</u>
Operating Expenses:			
Services and supplies	<u>45,894</u>	<u>3,017</u>	<u>48,911</u>
Total Operating Expenses	<u>45,894</u>	<u>3,017</u>	<u>48,911</u>
Operating Income (Loss)	<u>(12,776)</u>	<u>(3,017)</u>	<u>(15,793)</u>
Non-Operating Revenues (Expenses):			
Interest income (expense)	<u>441</u>	<u>294</u>	<u>735</u>
Total Non-Operating Revenues	<u>441</u>	<u>294</u>	<u>735</u>
Income (loss) before transfers	(12,335)	(2,723)	(15,058)
Transfers in	<u>--</u>	<u>2,000</u>	<u>2,000</u>
Change in Net Position	(12,335)	(723)	(13,058)
Net Position - Beginning of Year	<u>55,784</u>	<u>36,127</u>	<u>91,911</u>
Net Position - End of Year	<u>\$ 43,449</u>	<u>\$ 35,404</u>	<u>\$ 78,853</u>

COUNTY OF MONO

Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2015

	<u>Campgrounds</u>	<u>Cemeteries</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash receipts from customers	\$ 35,132	\$ --	\$ 35,132
Cash paid to suppliers for goods and services	<u>(45,154)</u>	<u>(2,366)</u>	<u>(47,520)</u>
Net Cash Provided (Used) by Operating Activities	<u>(10,022)</u>	<u>(2,366)</u>	<u>(12,388)</u>
CASH FLOWS FROM NONCAPITAL FINANCING			
Transfers from other funds	<u>--</u>	<u>2,000</u>	<u>2,000</u>
Net Cash Provided (Used) by Noncapital Financing	<u>--</u>	<u>2,000</u>	<u>2,000</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received (paid)	<u>441</u>	<u>294</u>	<u>735</u>
Net Cash Provided (Used) by Investing Activities	<u>441</u>	<u>294</u>	<u>735</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(9,581)	(72)	(9,653)
Cash and Cash Equivalents, Beginning of Year	<u>55,395</u>	<u>36,127</u>	<u>91,522</u>
Cash and Cash Equivalents, End of Year	<u>\$ 45,814</u>	<u>\$ 36,055</u>	<u>\$ 81,869</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating income (loss)	\$ (12,776)	\$ (3,017)	\$ (15,793)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Changes in assets and liabilities:			
Increase (decrease) in:			
Receivables	2,014	--	2,014
Payables	<u>740</u>	<u>651</u>	<u>1,391</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (10,022)</u>	<u>\$ (2,366)</u>	<u>\$ (12,388)</u>

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INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

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COUNTY OF MONO

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

	<u>Copier Pool</u>	<u>Motor Pool</u>	<u>Insurance Pool</u>	<u>Tech Refresh Pool</u>	<u>Total</u>
<u>Assets</u>					
Current Assets:					
Pooled cash and investments	\$ 40,414	\$ 1,052,363	200,449	27,809	\$ 1,321,035
Deposits with others	--	--	3,014,304	--	3,014,304
Total Current Assets	<u>40,414</u>	<u>1,052,363</u>	<u>3,214,753</u>	<u>27,809</u>	<u>4,335,339</u>
Noncurrent Assets:					
Capital assets:					
Depreciable, net	73,121	1,094,166	--	--	1,167,287
Total Noncurrent Assets	<u>73,121</u>	<u>1,094,166</u>	<u>--</u>	<u>--</u>	<u>1,167,287</u>
Total Assets	<u>113,535</u>	<u>2,146,529</u>	<u>3,214,753</u>	<u>27,809</u>	<u>5,502,626</u>
Deferred Outflows - Pension	--	9,994	--	--	9,994
<u>Liabilities</u>					
Current Liabilities:					
Accounts payable	7,003	234,488	--	--	241,491
Salaries and benefits payable	--	15,698	3,762	--	19,460
Claims liability	--	--	1,383,097	--	1,383,097
Net pension liability	--	100,699	--	--	100,699
Total Liabilities	<u>7,003</u>	<u>350,885</u>	<u>1,386,859</u>	<u>--</u>	<u>1,744,747</u>
Deferred Inflows - Pension	--	19,655	--	--	19,655
<u>Net Position</u>					
Net investment in capital assets	73,121	1,094,166	--	--	1,167,287
Restricted	50,756	687,787	--	--	738,543
Unrestricted	(17,345)	4,030	1,827,894	27,809	1,842,388
Total Net Position	<u>\$ 106,532</u>	<u>\$ 1,785,983</u>	<u>\$ 1,827,894</u>	<u>\$ 27,809</u>	<u>\$ 3,748,218</u>

COUNTY OF MONO

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

	Copier Pool	Motor Pool	Insurance Pool	Tech Refresh Pool	Total
Operating Revenues:					
Charges for services	\$ 98,475	\$ 594,450	\$ 725,665	\$ 62,550	\$ 1,481,140
Total Operating Revenues	<u>98,475</u>	<u>594,450</u>	<u>725,665</u>	<u>62,550</u>	<u>1,481,140</u>
Operating Expenses:					
Salaries and benefits	--	192,968	108,456	--	301,424
Services and supplies	72,684	275,043	1,182,902	34,824	1,565,453
Claims expense	--	--	500	--	500
Depreciation	27,388	423,431	--	--	450,819
Total Operating Expenses	<u>100,072</u>	<u>891,442</u>	<u>1,291,858</u>	<u>34,824</u>	<u>2,318,196</u>
Operating Income (Loss)	<u>(1,597)</u>	<u>(296,992)</u>	<u>(566,193)</u>	<u>27,726</u>	<u>(837,056)</u>
Non-Operating Revenues (Expenses):					
Interest income (expense)	98	7,819	25,791	83	33,791
Miscellaneous	--	34,539	48,124	--	82,663
Total Non-Operating Revenues	<u>98</u>	<u>42,358</u>	<u>73,915</u>	<u>83</u>	<u>116,454</u>
Change in Net Position	<u>(1,499)</u>	<u>(254,634)</u>	<u>(492,278)</u>	<u>27,809</u>	<u>(720,602)</u>
Net Position - Beginning of Year	108,031	2,152,002	2,320,172	--	4,580,205
Prior period adjustment	--	(111,385)	--	--	(111,385)
Net Position - Beginning of Year, restated	<u>108,031</u>	<u>2,040,617</u>	<u>2,320,172</u>	<u>--</u>	<u>4,468,820</u>
Net Position - End of Year	<u>\$ 106,532</u>	<u>\$ 1,785,983</u>	<u>\$ 1,827,894</u>	<u>\$ 27,809</u>	<u>\$ 3,748,218</u>

COUNTY OF MONO

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

	<u>Copier Pool</u>	<u>Motor Pool</u>	<u>Insurance Pool</u>	<u>Tech Refresh Pool</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash receipts from interfund services provided	\$ 98,475	\$ 594,450	\$ 725,665	\$ 62,550	\$ 1,481,140
Cash paid to employees for services	--	(178,295)	(104,694)	--	(282,989)
Cash paid to suppliers for goods and services	(76,863)	(41,437)	(663,321)	(34,824)	(816,445)
Net Cash Provided (Used) by Operating Activities	<u>21,612</u>	<u>374,718</u>	<u>(42,350)</u>	<u>27,726</u>	<u>381,706</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Other revenues	--	34,539	48,124	--	82,663
Net Cash Provided (Used) by Noncapital Financing	<u>--</u>	<u>34,539</u>	<u>48,124</u>	<u>--</u>	<u>82,663</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Payments related to the acquisition of capital assets	(22,374)	(229,516)	--	--	(251,890)
Sale of capital assets	--	9,140	--	--	9,140
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(22,374)</u>	<u>(220,376)</u>	<u>--</u>	<u>--</u>	<u>(242,750)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received (paid)	98	7,819	25,791	83	33,791
Net Cash Provided (Used) by Investing Activities	<u>98</u>	<u>7,819</u>	<u>25,791</u>	<u>83</u>	<u>33,791</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(664)	196,700	31,565	27,809	255,410
Cash and Cash Equivalents, Beginning of Year	<u>41,078</u>	<u>855,663</u>	<u>168,884</u>	<u>--</u>	<u>1,065,625</u>
Cash and Cash Equivalents, End of Year	<u>\$ 40,414</u>	<u>\$ 1,052,363</u>	<u>\$ 200,449</u>	<u>\$ 27,809</u>	<u>\$ 1,321,035</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Operating income (loss)	\$ (1,597)	\$ (296,992)	\$ (566,193)	\$ 27,726	\$ (837,056)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	27,388	423,431	--	--	450,819
Changes in assets and liabilities:					
(Increase) decrease in:					
Deposits with others	--	--	582,324	--	582,324
Increase (decrease) in:					
Claims liability	--	--	(61,310)	--	(61,310)
Accrued salaries and benefits	--	15,698	3,762	--	19,460
Payables	(4,179)	233,606	(933)	--	228,494
Net pension liability	--	(1,025)	--	--	(1,025)
Net Cash Provided (Used) by Operating Activities	<u>\$ 21,612</u>	<u>\$ 374,718</u>	<u>\$ (42,350)</u>	<u>\$ 27,726</u>	<u>\$ 381,706</u>

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INVESTMENT TRUST FUNDS

The Investment Trust Fund accounts for the assets of legally separate entities that deposit cash with the County Treasurer. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities and pass through funds for tax collections for cities. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.

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COUNTY OF MONO

Combining Statement of Fiduciary Net Position
Investment Trust Fund
June 30, 2015

	<u>Local Districts</u>	<u>School Funds</u>	<u>Total</u>
<u>Assets</u>			
Pooled cash and investments	\$ 13,437,515	\$ 22,831,684	\$ 36,269,199
Total Assets	<u>\$ 13,437,515</u>	<u>\$ 22,831,684</u>	<u>\$ 36,269,199</u>
<u>Net Position</u>			
Net position held in trust for investment pool participants	<u>\$ 13,437,515</u>	<u>\$ 22,831,684</u>	<u>\$ 36,269,199</u>

COUNTY OF MONO

Combining Statement of Changes in Fiduciary Net Position
Investment Trust Fund
For the Year Ended June 30, 2015

	<u>Local Districts</u>	<u>School Districts</u>	<u>Total</u>
Additions			
Contributions	\$ 24,091,668	\$ 40,990,726	\$ 65,082,394
Investment income	<u>100,920</u>	<u>199,266</u>	<u>300,186</u>
Total Additions	24,192,588	41,189,992	65,382,580
Deductions:			
Distribution from pooled investment	<u>25,505,592</u>	<u>43,724,064</u>	<u>69,229,656</u>
Change in net position	(1,313,004)	(2,534,072)	(3,847,076)
Beginning net position held in trust for pool participants	<u>14,750,519</u>	<u>25,365,756</u>	<u>40,116,275</u>
Ending net position held for pool participants	<u>\$ 13,437,515</u>	<u>\$ 22,831,684</u>	<u>\$ 36,269,199</u>

STATISTICAL SECTION (UNAUDITED)

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COUNTY OF MONO

**Tax Levies and Collections
General Fund Secured Roll
1992-93 through 2014-15**

<u>Fiscal Year</u>	<u>Secured Tax Levy</u>	<u>Current Taxes Collected</u>	<u>Percent of Levy</u>	<u>Delinquent Collections</u>	<u>Total Collections</u>	<u>Percent of Levy Collected</u>
1992-93	\$ 5,677,052	\$ 5,939,621	103.30%	\$ 255,980	\$ 6,195,601	107.75%
1993-94	4,841,678	5,066,272	104.64%	217,070	5,283,342	109.12%
1994-95	5,047,309	5,372,192	106.44%	228,890	5,601,082	110.97%
1995-96	4,962,551	5,024,418	101.19%	238,335	5,262,753	106.12%
1996-97	5,309,141	5,243,350	98.76%	156,743	5,400,093	101.71%
1997-98	5,977,025	5,236,546	87.61%	175,404	5,411,950	90.55%
1998-99	6,120,181	5,420,929	88.57%	185,983	5,606,912	91.61%
1999-00	6,420,655	5,699,096	88.77%	166,327	5,865,423	91.35%
2000-01	6,880,850	6,464,711	93.95%	139,088	660,379	95.97%
2001-02	7,073,947	6,992,736	98.85%	151,339	7,144,075	100.99%
2002-03	8,271,224	8,307,872	100.44%	250,939	8,558,811	103.48%
2003-04	8,426,505	8,523,576	101.15%	69,133	8,592,709	101.97%
2004-05	9,536,891	9,449,034	99.08%	58,669	9,507,703	99.69%
2005-06	11,362,185	10,892,350	95.86%	85,125	10,977,475	96.61%
2006-07	13,630,827	13,805,122	101.28%	122,857	13,927,980	102.18%
2007-08	15,706,796	16,120,226	102.63%	85,260	16,205,486	103.17%
2008-09	17,388,237	16,726,245	96.19%	145,777	16,872,022	97.03%
2009-10	17,600,670	16,124,835	91.61%	604,423	16,729,257	95.05%
2010-11	16,514,331	14,230,471	86.17%	578,940	14,809,410	89.68%
2011-12	14,392,453	14,296,942	99.34%	505,527	14,802,468	102.85%
2012-13	15,368,593	15,038,334	97.85%	340,237	15,378,571	100.06%
2013-14	15,889,566	14,384,146	90.53%	435,043	14,819,189	93.26%
2014-15	16,152,775	15,713,842	97.28%	205,656	15,919,498	98.56%

COUNTY OF MONO

**Property Tax Value Allocation Collection
1992-93 through 2014-15
AB-8 VALUES**

<u>Fiscal Year</u>	<u>Real Property</u>		<u>Personal</u>		<u>Total</u>	
	<u>Inc. HOPTR</u>	<u>% Chg</u>	<u>Property</u>	<u>% Chg</u>		<u>% Chg</u>
1992-93	\$ 1,475,079,312		\$ 235,660,094		\$ 1,710,739,406	
1993-94	1,528,919,793	3.65%	242,890,893	3.07%	1,771,810,686	3.57%
1994-95	1,596,913,764	4.45%	231,701,331	-4.61%	1,828,615,095	3.21%
1995-96	1,592,321,372	-0.29%	215,419,598	-7.03%	1,807,740,970	-1.14%
1996-97	1,597,912,626	0.35%	224,837,451	4.37%	1,822,750,077	0.83%
1977-98	1,632,980,213	2.19%	225,309,948	0.21%	1,858,290,161	1.95%
1998-99	1,676,009,395	2.64%	229,640,519	1.92%	1,905,649,914	2.55%
1999-00	1,779,593,856	6.18%	229,350,947	-0.13%	2,008,944,803	5.42%
2000-01	1,989,414,352	11.79%	196,039,081	-14.52%	2,185,453,433	8.79%
2001-02	2,215,280,910	11.35%	224,479,974	14.51%	2,439,760,884	11.64%
2002-03	2,430,999,676	9.74%	252,782,477	12.61%	2,683,782,153	10.00%
2003-04	2,762,004,268	13.62%	265,105,692	4.88%	3,027,109,960	12.79%
2004-05	3,085,979,775	11.73%	267,934,406	1.07%	3,353,914,181	10.80%
2005-06	3,550,462,443	15.05%	260,084,308	-2.93%	3,810,546,751	13.61%
2006-07	4,278,126,257	20.49%	281,570,435	8.26%	4,559,696,692	19.66%
2007-08	5,015,813,891	17.24%	302,045,338	7.27%	5,317,859,229	16.63%
2008-09	5,554,102,507	10.73%	318,725,408	5.52%	5,872,827,915	10.44%
2009-10	5,634,656,131	1.45%	282,290,022	-11.43%	5,916,946,153	0.75%
2010-11	5,096,159,613	-9.56%	418,506,072	48.25%	5,514,665,685	-6.80%
2011-12	4,964,600,710	-2.58%	413,444,230	-1.21%	5,378,044,940	-2.48%
2012-13	4,957,878,484	-0.14%	360,781,678	-12.74%	5,318,660,162	-1.10%
2013-14	4,911,028,555	-0.94%	383,101,102	6.19%	5,294,129,657	-0.46%
2014-15	4,990,657,506	1.62%	392,756,377	2.52%	5,383,413,883	1.69%

COUNTY OF MONO
Property Tax Allocation Collection

County Wide Tax Limitation is 1 percent of Full Cash Value of \$1.00 Per Hundred Dollars of Full Cash Value per Proposition 13.

Distribution:

The tax levy generated by the \$1.00 rate is distributed to various taxing agencies using factors based upon tax collections of the three previous years (Local Agencies) and one year for schools (1977-78).

Voter approved debt service is exempt from the 1 percent limitation.

COUNTY OF MONO
TAX RATES
2014-15

<u>TAX AREAS 051-000 THRU 051-013/ 051-019 THRU 051-033</u>	<u>PERCENTAGE</u>
PROP 13 (1% Limit)	1.000000
ESUSD BOND Current	0.051518
ESUSD BOND Redemption	0.008482
TOTAL	1.060000

<u>TAX AREAS: 051-014 THRU 051-018</u>	
PROP 13 (1% Limit)	1.000000
ESUSD BOND Current	0.051518
ESUSD BOND Redemption	0.008482
June Lake PUD Bond	0.000000
TOTAL	1.060000

<u>TAX AREAS: 010-000, 010-002, 010-003, 010-004, 010-006, 010-008, 010-011, 010-012</u>	
PROP 13 (1% Limit)	1.000000
Mammoth Unified Bond '98, '00 & '01	0.034086
Mammoth-Kern SFID	0.031151
Southern Mono Hospital Bond Redemption	0.014484
Southern Mono Hospital Bond Current	0.036805
TOTAL	1.116526

<u>TAX AREAS: 010-001, 010-005, 010-007, 010-009, 010-010</u>	
PROP 13 (1% Limit)	1.000000
Mammoth-Kern SFID	0.031151
Mammoth County Water Improv. Bond #2	0.000000
Southern Mono Hospital Bond Redemption	0.014484
Southern Mono Hospital Bond Current	0.036805
Mammoth Unified Bond '98, '00 & '01	0.034086
TOTAL	1.116526

<u>TAX AREAS: 010-013, 059-000, 059-005, 059-007, 059-012</u>	
PROP 13 (1% Limit)	1.000000
Mammoth Unified Bond '98, '00 & '01	0.034086
Southern Mono Hospital Bond Redemption	0.014484
Southern Mono Hospital Bond Current	0.036805
TOTAL	1.085375

<u>TAX AREAS: 060-000</u>	
PROP 13 (1% Limit)	1.000000
Round Valley Bond (Determined by Inyo County)	0.041090
Bishop HS Bond (Determined by Inyo County)	0.011190
Southern Mono Hospital Bond Redemption	0.014484
Southern Mono Hospital Bond Current	0.036805
TOTAL	1.103569

<u>TAX AREAS: 060-001 THRU 060-006</u>	
PROP 13 (1% Limit)	1.000000
Round Valley Bond (Determined by Inyo County)	0.041090
Bishop HS Bond (Determined by Inyo County)	0.011190
TOTAL	1.052280

COUNTY OF MONO
Distribution of Pooled Property Tax
1992-93 through 2014-15

<u>Fiscal Year</u>	<u>County</u>	<u>Town of Mammoth Lakes</u>	<u>Schools Library and ERAF</u>	<u>Special Districts</u>	<u>Total</u>
1992-93	38.10%	2.93%	31.80%	27.17%	100.00%
1993-94	32.52%	3.02%	41.18%	23.28%	100.00%
1994-95	31.89%	3.03%	41.52%	23.56%	100.00%
1995-96	31.17%	3.96%	42.34%	22.53%	100.00%
1996-97	32.41%	3.07%	42.67%	21.85%	100.00%
1997-98	33.60%	3.05%	41.27%	22.08%	100.00%
1998-99	31.86%	3.06%	41.28%	23.80%	100.00%
1999-00	31.70%	3.19%	41.04%	24.07%	100.00%
2000-01	31.45%	3.58%	40.40%	24.57%	100.00%
2001-02	30.97%	3.64%	40.79%	24.60%	100.00%
2002-03	30.75%	3.74%	40.79%	24.72%	100.00%
2003-04	30.51%	3.89%	40.64%	24.96%	100.00%
2004-05	30.32%	4.00%	40.51%	25.17%	100.00%
2005-06	30.04%	4.17%	42.01%	23.78%	100.00%
2006-07	29.78%	4.29%	41.84%	24.08%	100.00%
2007-08	29.60%	4.43%	40.06%	25.91%	100.00%
2008-09	29.51%	4.50%	40.01%	25.97%	100.00%
2009-10	29.65%	4.46%	40.18%	25.71%	100.00%
2010-11	29.85%	4.37%	40.37%	25.42%	100.00%
2011-12	29.85%	4.36%	42.06%	23.73%	100.00%
2012-13	29.96%	4.30%	40.18%	25.56%	100.00%
2013-14	30.01%	4.29%	42.22%	23.48%	100.00%
2014-15	30.00%	4.30%	40.54%	25.16%	100.00%

COUNTY OF MONO
Tax Collections
1992-93 through 2014-15

Fiscal Year	General Fund		Secured and Unsecured			
	County General Fund		Town of Mammoth	School Districts and Augmentation Fund	Special Districts	Totals
	Secured	Unsecured				
1992-93	\$ 5,939,621	\$ 862,128	\$ 522,068	\$ 6,716,833	\$ 5,361,881	\$ 19,402,531
1993-94	5,066,272	755,388	540,072	6,802,385	5,701,810	18,865,927
1994-95	5,372,192	741,145	577,391	8,161,950	5,785,370	20,638,048
1995-96	5,024,418	682,488	759,583	8,283,649	4,268,796	19,018,934
1996-97	5,243,350	729,092	583,068	7,768,595	472,288	14,796,393
1997-98	5,448,545	719,526	571,570	7,730,443	4,451,114	18,921,198
1998-99	5,582,040	731,930	588,337	7,930,027	4,572,566	19,404,900
1999-00	5,778,043	723,824	647,065	8,306,363	4,794,903	20,250,198
2000-01	6,264,163	616,687	782,357	8,817,667	5,238,415	21,719,289
2001-02	7,073,947	695,136	825,121	7,085,768	5,591,710	21,271,682
2002-03	7,534,894	772,978	953,355	11,204,067	6,080,626	26,545,920
2003-04	8,523,576	807,741	1,158,647	12,615,367	6,936,400	30,041,730
2004-05*	9,449,034	706,107	1,348,916	13,642,275	7,916,718	33,063,050
2005-06*	11,455,149	765,220	1,592,687	16,021,241	9,067,830	38,902,127
2006-07*	12,910,660	894,463	2,295,078	18,389,553	11,787,382	46,277,136
2007-08*	14,515,638	870,916	2,624,774	22,147,747	12,860,888	53,019,963
2008-09*	14,933,794 **	919,168 **	2,653,891 **	23,571,923 **	15,301,520 **	57,380,296
2009-10*	15,165,933 **	1,260,670 **	2,417,595 **	25,336,531 **	11,152,009 **	55,332,738
2010-11*	15,209,742 **	2,409,465 **	2,409,465 **	22,262,705 **	12,855,279 **	55,146,657
2011-12*	14,822,535 **	1,288,349 **	2,355,391 **	22,694,146 **	12,800,764 **	53,961,185
2012-13*	14,814,123 **	1,122,030 **	2,286,660 **	22,419,290 **	12,544,531 **	53,186,634
2013-14*	14,697,811 **	1,149,583 **	2,269,698 **	22,354,923 **	12,476,495 **	52,948,509
2014-15*	14,935,887 **	1,146,281 **	2,341,781 **	21,402,568 **	14,014,837 **	53,841,353

*** Triple-Flip Adjustments not recognized in these figures**

The lien or assessment date is the first Monday in January

Taxes may be paid in two installments. First installment is due November 1, and becomes delinquent on December 10, with 10% penalty added. Second installment is due February 1, and becomes delinquent on April 10, with 10% penalty and \$10.00 per parcel added for costs.

After June 30, property is transferred to the delinquent roll. Beginning July 1, additional penalties of 1% per month for the first year and 1/2% per month thereafter until the property is redeemed. After five years, the property may be sold for taxes due.

COUNTY OF MONO
Triple Flip
2004-05 through 2014-15

	<u>COUNTY</u>			<u>TOWN</u>			<u>SPECIAL</u>
	<u>Sales Tax</u>	<u>VLF</u>	<u>ERAF III</u>	<u>Sales Tax</u>	<u>VLF</u>	<u>ERAF III</u>	<u>DISTRICTS</u>
							<u>ERAF III</u>
2004-05	96,378	943,697	(92,964)	456,945	415,538	(217,497)	(890,482)
2005-06	101,279	1,074,952	(92,964)	501,959	517,229	(217,497)	(983,446)
2006-07	134,817	1,289,321	0	679,429	628,899	0	0
2007-08	148,749	1,494,755	0	518,443	744,745	0	0
2008-09	105,026	1,651,183	0	509,504	832,471	0	0
2009-10	120,633	1,673,140	0	349,063	874,007	0	0
2010-11	101,414	1,559,622	0	448,180	802,561	0	0
2011-12	117,111	1,520,974	0	431,197	783,012	0	0
2012-13	103,613	1,499,142	0	501,938	761,411	0	0
2013-14	163,165	1,492,432	0	458,344	756,080	0	0
2014-15	192,623	1,517,599	0	487,874	769,304	0	0

SB 1096 adopted by the State in FY 2003 and implemented in FY 2004 is measure whereby Sales Taxes and Vehicle License Fees are "swaped" for property taxes. This is in the wake of the State obtaining debt reduction bonds using sales tax revenue as the funding source. These are manual adjustments made to property tax revenue and based upon projections from the state and "trued up" the following year. Funds are taken from ERAF to fill the revenue gaps. ERAF III is a swap from polital subdivisions to back-fill the sales tax and VLF taken from ERAF. ERAF III is only in effect for FY 2004-05 and 2005-06.

COUNTY OF MONO
Miscellaneous Statistical Information
June 30, 2015

County Date of Formation:	April 21, 1861	
Form of Government:	General Law County under California Constitution 1849	
Area:	3,030 Square Miles	
County Road Mileage:	684.42	
Fire Protection:	No county-wide fire district, each community has its own special fire protection district	
Public Protection:	Sworn Sheriff/Jail Personnel	45
	Non-Sworn Sheriff/Jail Personnel	4
	Number of Stations	3
	Number of Employees	49
	Percentage of Public Protection Personnel	16.61%
Countywide Employees:	Full-Time <i>(Includes Public Protection Employees)</i>	274
	Part-Time	21
	Total	295
	<u>November-12</u>	
Elections:	Number of Eligible Voters	9,635
	Number of Registered Voters	5,812
	Number of Votes Cast Last General Election	3,155
	Percentage of Registered Voters Voting	54.28%

COUNTY OF MONO
Miscellaneous Statistical Information
June 30, 2015

Population:	<u>FY Year</u>	<u>County</u>	<u>Incorporated</u>	<u>Total</u>
(Bodie Only)	1879		8,000	8,000
	1910	2,042		2,042
	1920	960		960
	1930	1,360		1,360
	1940	2,299		2,299
	1950	2,115		2,115
	1960	2,213		2,213
	1970	4,016		4,016
	1980	8,577		8,577
	1999		***	10,223
	2000		***	10,293
<i>As of 1/1/**</i>	2001		***	12,799
	2002		***	13,250
	2003		***	13,350
	2004	5,946	7,617	13,563
	2005	5,982	7,667	13,649
	2006	5,880	7,717	13,597
	2007	6,346	7,413	13,759
	2008	6,214	7,413	13,627
	2009	6,318	7,299	13,617
	2010	5,819	8,209	14,028
	2011	5,890	8,286	14,176
	2012	5,819	8,209	14,028
	2013	6,186	8,307	14,493
	2014	6,045	8,098	14,143
	2015	6,285	8,410	14,695

*** No Data Kept for these years